

GOV. MSG. NO. 1336

#### EXECUTIVE CHAMBERS KE KE'ENA O KE KIA'ĀINA

JOSH GREEN, M.D. GOVERNOR KE KIA'ĀINA

July 6, 2023

The Honorable Ronald D. Kouchi President of the Senate, and Members of the Senate Thirty-Second State Legislature State Capitol, Room 409 Honolulu, Hawai'i 96813  The Honorable Scott K. Saiki
 Speaker, and Members of the House of Representatives
 Thirty-Second State Legislature
 State Capitol, Room 431
 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on July 6, 2023, the following bill was signed into law:

HB1079 HD2 SD2 CD1

RELATING TO WATER POLLUTION CONTROL. ACT 233

Sincerely,

Green M.D.

Josh Green, M.D. Governor, State of Hawai'i

### Approved by the Governor

on \_\_\_\_\_ JUL 6 2023

ACT 233

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HOUSE OF REPRESENTATIVES THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII

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## A BILL FOR AN ACT

RELATING TO WATER POLLUTION CONTROL.

### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECTION 1. The purpose of this Act is to amend sections in
2	chapter 342D, Hawaii Revised Statutes, to:
3	(1) Conform with federal definitions and civil penalty
4	amounts pursuant to the Clean Water Act;
5	(2) Consolidate separate water quality certification
6	statutes into one section for clarity;
7	(3) Clarify the authority of the department of health to
8	conduct water quality certifications; and
9	(4) Revise civil penalty amounts to ensure consistency
10	within the department.
11	SECTION 2. Section 342D-1, Hawaii Revised Statutes, is
12	amended as follows:
13	1. By adding four new definitions to be appropriately
14	inserted and to read:
15	""Act" means the Clean Water Act (formally referred to as
16	the Federal Water Pollution Control Act or Federal Water

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1	Pollution Control Act Amendments of 1972), P.L. 92-500, as
2	amended (33 U.S.C. 1251 et seq).
3	"Navigable waters" means the waters of the United States,
4	including the territorial seas.
5	"Territorial seas" means the belt of the seas measured from
6	the line of ordinary low water along that portion of the coast
7	that is in direct contact with the open sea and the line marking
8	the seaward limit of inland waters, and extending seaward a
9	distance of three miles.
10	"Water quality certification" or "certification" means a
11	statement that asserts that a proposed discharge resulting from
12	any activity, including but not limited to the construction or
13	operation of facilities, will not violate applicable water
14	quality standards; water quality related state laws; or water
15	quality related provisions in sections 301, 302, 303, 306, and
16	307 of the Act.
17	"Water quality standards" means provisions of state law
18	that provide for a designated use or designated uses for state
19	waters and water quality criteria for the waters based upon
20	these uses. Water quality standards are to protect the public

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health or welfare, enhance the quality of water, and serve the 1 purposes of the Act." 2 2. By amending the definition of "state waters" to read: 3 ""State waters" means all waters, fresh, brackish, or salt, 4 around and within the State, including  $[\tau]$  but not limited to  $[\tau]$ 5 coastal waters, wetlands, streams, rivers, drainage ditches, 6 ponds, reservoirs, canals, ground waters, and lakes; provided 7 8 that drainage ditches, ponds, and reservoirs required as a part 9 of a water pollution control system are excluded." SECTION 3. Section 342D-6, Hawaii Revised Statutes, is 10 amended to read as follows: 11 "§342D-6 Permits; procedures for. (a) An application for 12 any permit required under this chapter shall be in a form 13 prescribed by the director. 14 The department may require that applications for 15 (b) permits shall be accompanied by plans, specifications, and any 16 17 other information that it deems necessary to determine whether the proposed installation, alteration, or use will be in accord 18 with applicable rules and standards. 19 20

20 (c) The director shall issue a permit for any term, not21 exceeding five years, if the director determines that it will be

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in the public interest; provided that the permit may be subject 1 to any reasonable conditions that the director may prescribe. 2 3 The director may include conditions in permits or may issue separate permits for management practices for domestic sewage, 4 5 sewage sludge, and recycled water, regardless of whether the practices cause water pollution. The director, on application, 6 shall renew a permit from time to time, for a term not exceeding 7 8 five years, if the director determines that it will be in the 9 public interest. The director shall not grant or deny an application for the issuance or renewal of a permit without 10 affording the applicant and any person who commented on the 11 12 proposed permit during the public comment period an opportunity for a hearing in accordance with chapter 91. A request for a 13 hearing and any judicial review of the hearing shall not stay 14 the effect of the issuance or renewal of a permit unless 15 specifically ordered by the director or an environmental court. 16 17 The director, on the director's own motion or the (d) application of any person, may modify, suspend, revoke, or 18 revoke and reissue any water pollution permit if, after 19 20 affording the permittee an opportunity for a hearing in

accordance with chapter 91, the director determines that:

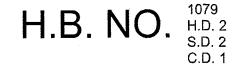
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1	(1)	There is a violation of any condition of the permit;
2	(2)	The permit was obtained by misrepresentation or there
3		was failure to disclose fully all relevant facts;
4	(3)	There is a change in any condition that requires
5		either a temporary or permanent reduction or
6		elimination of the permitted discharge; or
7	(4)	It is in the public interest.
8	The	public interest excludes any reason less stringent than
9	the cause	s for permit modification, revocation, and termination,
10	or revoca	tion and reissuance identified in title 40 Code of
11	Federal R	egulations section 122.62 or 122.64.
12	(e)	The director, on the director's own motion or the
13	applicati	on of any person, may modify, suspend, revoke, or
14	revoke an	d reissue any sludge permit after affording the
15	permittee	an opportunity for a hearing in accordance with
16	chapter 9	1, and consistent with title 40 Code of Federal
17	Regulatio	ns section 501.15(c)(2) and (3) and (d)(2).
18	(f)	The director shall ensure that the public receives
19	notice of	each application for a permit to control water
20	pollution	. The director may hold a public hearing before ruling
21	on an app	lication for a permit to control water pollution if the

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director determines the public hearing to be in the public
 interest. In determining whether a public hearing would be in
 the public interest, the director shall be guided by title 40
 Code of Federal Regulations section 124.12(a).

In determining the public interest regarding permit 5 (q) issuance or renewal, the director shall consider the 6 environmental impact of the proposed action, any adverse 7 environmental effects that cannot be avoided should the action 8 be implemented, the alternatives to the proposed action, the 9 relationship between local short-term uses of the environment 10 and the maintenance and enhancement of long-term productivity, 11 any irreversible and irretrievable commitments of resources that 12 would be involved in the proposed action should it be 13 implemented, and any other factors that the director, by rule, 14 may prescribe; provided that any determination of public 15 interest shall promote the optimum balance between economic 16 development and environmental quality. 17

(h) No applicant for a modification or renewal of a permit
shall be held in violation of this chapter during the pendency
of the applicant's application so long as the applicant acts
consistently with the permit previously granted, the application

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1	quality certification for any loko i'a within one hundred fifty
2	days.
3	[ <del>(b) The department shall waive the requirement to obtain</del>
4	water quality certification under this chapter for any person
5	that has received notice of authorization to proceed from the
6	department of land and natural resources office of conservation
7	and coastal lands under the statewide programmatic general
8	permit for the restoration, repair, maintenance, and operation
9	<del>of loko i`a.</del>
10	(c) For purposes of this section:
11	"Water quality certification" means state certification
12	pursuant to section 401 of the federal Clean Water Act.]"
13	SECTION 5. Section 342D-9, Hawaii Revised Statutes, is
14	amended by amending subsections (a) and (b) to read as follows:
15	"(a) If the director determines that any person has
16	violated or is violating this chapter, any rule adopted pursuant
17	to this chapter, or any permit, water quality certification, or
18	variance issued pursuant to this chapter, the director:
19	(1) Shall cause written notice to be served upon the
20	alleged violator or violators. The notice shall
21	specify the alleged violation and may contain an order

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1		specifying a reasonable time during which that person
2		shall be required to take any measures that may be
3		necessary to correct the violation and to give
4		periodic progress reports; provided that if all
5		attempts of service of process upon the alleged
6		violator or violators are unsuccessful by personal
7		[delivery] service and by certified[, registered, or
8		express] mail, notice may be given via a posting on a
9		searchable government website and a sign conspicuously
10		posted on the property, if appropriate;
11	(2)	May require that the alleged violator or violators
12		appear before the director for a hearing at a time and
13		place specified in the notice and answer the charges
14		complained of; and
15	(3)	May impose penalties as provided in section 342D-31 by
16		sending written notice, either by certified mail or by
17		personal service, to the alleged violator or violators
18		describing the violation.
19	(b)	If the director determines that any person is
20	continuin	g to violate this chapter, any rule adopted pursuant to
21	this chap	ter, or any permit, water quality certification, or

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variance issued pursuant to this chapter after having been 1 served notice of violation, the director: 2 3 Shall cause written notice to be served upon the (1) 4 alleged violator or violators. The notice shall specify the alleged violation and shall contain an 5 order requiring that person to submit a written 6 schedule within thirty days specifying the measures to 7 8 be taken and the time within which [such] the measures 9 shall be taken to bring that person into compliance with this chapter, any rule adopted pursuant to this 10 chapter, or any permit, water quality certification, 11 12 or variance issued pursuant to this chapter; Shall accept or modify the submitted schedule within 13 (2) thirty days of receipt of the schedule. Any schedule 14 not acted upon after thirty days of receipt by the 15 director shall be deemed accepted by the director; 16 17 (3) Shall issue to the alleged violator or violators a cease and desist order against the activities that 18 violate this chapter, any rule adopted pursuant to 19 20 this chapter, or any permit, water quality certification, or variance issued pursuant to this 21

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1	ch	apter if that person does not submit a written
2	SC	hedule to the director within thirty days. This
3	or	der shall remain in effect until the director
4	ac	cepts the written schedule; and
5	(4) Ma	y impose penalties as provided in section 342D-31 by
6	se	nding a notice in writing, either by certified mail
7	or	by personal service, to the alleged violator or
8	vi	olators describing the violation."
9	SECTION	6. Section 342D-30, Hawaii Revised Statutes, is
10	amended to r	ead as follows:
11	"§342D-	<b>30 Civil penalties</b> . (a) Any person who violates
12	this chapter	, any rule, or any term or condition of a permit <u>,</u>
13	water qualit	y certification, or variance issued pursuant to this
14	chapter shal	1 be fined not more than $[\frac{25,000}{560,000}]$ for each
15	separate off	ense. Each day of each violation shall constitute a
16	separate off	ense. Any action taken in environmental court to
17	impose or co	llect the penalty provided for in this section shall
18	be considere	d a civil action. In determining the amount of a
19	civil penalt	y, the environmental court shall consider the
20	seriousness	of the violation or violations[ $_{ au}$ ]; the economic
21	benefit, if	any, resulting from the violation $[\tau]_{\underline{i}}$ any history of

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1 these violations[7]; any good-faith efforts to comply with the
2 applicable requirements[7]; the economic impact of the penalty
3 on the violator[7]; and any other matters that justice may
4 require. It shall be presumed that the violator's economic and
5 financial conditions allow payment of the penalty, and the
6 burden of proof of the contrary [is] shall be on the violator.

7 Any person who denies, obstructs, or hampers the (b) entrance or inspection by any duly authorized officer or 8 employee of the department of any building, place, or vehicle 9 10 that the officer or employee is authorized to enter and inspect shall be fined not more than [\$10,000] \$25,000 for each day of 11 denial, obstruction, or hampering. Any action taken in 12 environmental court to impose or collect the penalty provided 13 14 for in this subsection shall be considered a civil action."

15 SECTION 7. Section 342D-50, Hawaii Revised Statutes, is 16 amended as follows:

17

1. By amending subsection (a) to read:

18 "(a) No person, including any public body, shall discharge 19 any water pollutant into state waters, or cause or allow any 20 water pollutant to enter state waters except in compliance with 21 this chapter, rules adopted pursuant to this chapter, or a

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1	permit, water quality certification, or variance issued by the
2	director."
3	2. By amending subsection (d) to read:
4	"(d) No person, including any public body, shall violate
5	any rule adopted pursuant to this chapter or any permit, water
6	quality certification, or variance issued or modified pursuant
7	to this chapter."
8	SECTION 8. Section 342D-53, Hawaii Revised Statutes, is
9	amended to read as follows:
10	"[+]\$342D-53[+] Certifying agency[-] and water quality
11	certification. (a) Water quality certification shall be
12	required pursuant to section 401 of the Act for any applicant
13	for a federal license or permit to conduct any activity,
14	including the construction or operation of facilities, that may
15	cause any discharge into navigable waters.
16	(b) The director may act as a certifying agency[ <del>, as</del>
17	defined in 40 Code of Federal Regulations 121.1(e) (1985)].
18	(c) The director shall adopt and enforce rules, pursuant
19	to chapter 91, to administer water quality certifications.
20	(d) The term of any water quality certification issued by
21	the director shall not exceed five years.

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1	(e)	The director shall not require a person to apply for a
Ĩ	<u>(e)</u>	The director sharr not require a person to appry for a
2	water qua	lity certification if the person:
3	(1)	Has received notice of authorization to proceed from
4		the department of land and natural resources' office
5		of conservation and coastal lands under the statewide
6		programmatic general permit for the restoration,
7		repair, maintenance, and operation of loko i'a; or
8	(2)	Has received notice of authorization to proceed from
9		the department of land and natural resources' office
10		of conservation and coastal lands under the small-
11		scale beach restoration program.
12	<u>(f)</u>	As used in this section, "certifying agency" has the
13	same mean	ing as "certifying authority" as defined in title 40
14	Code of F	ederal Regulations section 121.1(e)."
15	SECT	ION 9. Statutory material to be repealed is bracketed
16	and stric	ken. New statutory material is underscored.
17	SECT	ION 10. This Act shall take effect upon its approval.



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APPROVED this 6th day of July , 2023

Josh Dree

GOVERNOR OF THE STATE OF HAWAII

#### HB No. 1079, HD 2, SD 2, CD 1

#### THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 2, 2023 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-Second Legislature of the State of Hawaii, Regular Session of 2023.

Scott K. Saiki Speaker House of Representatives

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Brian L. Takeshita Chief Clerk House of Representatives

### THE SENATE OF THE STATE OF HAWAI'I

Date: May 2, 2023 Honolulu, Hawai'i 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate

of the Thirty-Second Legislature of the State of Hawai'i, Regular Session of 2023.

President of the Senate

NTG

Clerk of the Senate