A BILL FOR AN ACT

RELATING TO VISITOR IMPACT FEES.

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

SECTION 1. The legislature finds that Hawaii's natural
 resources, including reefs, oceans, forests, streams, estuaries,
 shorelines, and beaches, provide irreplaceable and invaluable
 benefits to visitors, residents, and the global community.

5 The Hawaii State Constitution makes clear that our natural 6 and cultural resources are subject to the public trust and 7 therefore must be managed and protected for the benefit of 8 present and future generations. The Hawaii State Constitution 9 further requires the State and its agencies to protect and 10 enforce Native Hawaiian rights, including traditional and 11 customary practices associated with, and dependent upon, 12 carefully managed and abundant natural resources.

13 The legislature further finds that Hawaii's natural 14 environment faces significant environmental pressure from the 15 heavy use it receives from persons traveling to enjoy the 16 State's natural resources. The current underinvestment in our 17 natural resources poses a significant liability to the visitor



industry; the stability of our natural systems, including food
 systems and water quality; and the ecosystems, services,
 fisheries, economic resilience, and health and safety of the
 State.

5 Hawaii residents currently contribute to the protection and management of our natural resources through taxes, environmental 6 7 care, subsistence, cultural practices, and the exercise of the 8 values and practices embodied in the Hawaii State Constitution. 9 However, with escalating visitor impacts and an increasing global threat to our island ecosystem, there is an immediate 10 11 need for additional resources to protect, restore, sustain, 12 manage, and conserve our natural resources. A regenerative tourism fee has been suggested by the Hawaii tourism authority 13 14 as a potential means to obtain these critical resources. 15 Accordingly, the legislature finds that it is timely to ask 16 visitors who enjoy and reap benefits of Hawaii's natural 17 resources to further contribute to their protection, care, and 18 restoration.

19 The legislature believes that a license requirement for 20 visitors who enjoy Hawaii's public beaches, trails, parks, and 21 ecosystems could generate the necessary funding each year to

2023-1667 SB304 SD1 SMA.docx

Page 2



3

offset the adverse impacts of visitors and conserve Hawaii's
 irreplaceable green infrastructure in perpetuity.

3 The legislature further finds that visitor impact fees,
4 which are also known as "green fees" or "environmental
5 protection fees", have been successfully implemented in many
6 visitor destinations throughout the world, including the
7 Galapagos Islands, New Zealand, and Palau. In these locations,
8 the fees have demonstrated compounding benefits for visitors,
9 residents, and natural landscapes and seascapes.

10 The legislature also believes that it is imperative to 11 raise additional revenues to offset visitor impacts and ensure 12 that a positive environmental legacy is left for future 13 generations. A visitor impact fee provides a reasonable and 14 appropriate way to generate these needed revenues.

15 The legislature believes that establishing a visitor impact 16 fee of \$50 in Hawaii would be a significant and effective way to 17 raise additional revenue to offset visitor impacts and ensure a 18 healthy environment for future generations.

Accordingly, the purpose of this Act is to establish a visitor impact fee program, to be administered by the department of land and natural resources, and require a license for

2023-1667 SB304 SD1 SMA.docx

Page 3

1	visitors to use Hawaii's public beaches, parks, trails,
2	coastlines, and environment. The purpose of the visitor impact
3	fee program shall be to provide sustained funding for the
4	protection, restoration, regeneration, enhancement, and care of
5	Hawaii's natural and outdoor recreational resources and build
6	resilience of these resources to withstand the impacts of
7	increased visitor use.
8	SECTION 2. Chapter 171, Hawaii Revised Statutes, is
9	amended by adding a new part to be appropriately designated and
10	to read as follows:
11	"PART . VISITOR IMPACT FEE PROGRAM
11	"PARI : VISITOR IMPACT FEE PROGRAM
11	§171-A Definitions. For purposes of this part:
12	§171-A Definitions. For purposes of this part:
12 13	§171-A Definitions. For purposes of this part: "Fund" means the visitor impact fee special fund
12 13 14	§171-A Definitions. For purposes of this part: "Fund" means the visitor impact fee special fund established pursuant to section 171-G.
12 13 14 15 16	<pre>\$171-A Definitions. For purposes of this part: "Fund" means the visitor impact fee special fund established pursuant to section 171-G. "License" means a license issued pursuant to this part.</pre>
12 13 14 15 16	<pre>§171-A Definitions. For purposes of this part: "Fund" means the visitor impact fee special fund established pursuant to section 171-G. "License" means a license issued pursuant to this part. "Licensee" means a person who is issued a license pursuant</pre>
12 13 14 15 16 17	<pre>\$171-A Definitions. For purposes of this part: "Fund" means the visitor impact fee special fund established pursuant to section 171-G. "License" means a license issued pursuant to this part. "Licensee" means a person who is issued a license pursuant to this part.</pre>
12 13 14 15 16 17 18	<pre>\$171-A Definitions. For purposes of this part: "Fund" means the visitor impact fee special fund established pursuant to section 171-G. "License" means a license issued pursuant to this part. "Licensee" means a person who is issued a license pursuant to this part. "Nonprofit organization" means a private, nonprofit</pre>

2023-1667 SB304 SD1 SMA.docx

1	its chari	table	purposes the preservation, restoration,
2	managemen	t, or	interpretation of natural or cultural resources
3	for scien	tific	, historic, educational, recreational, scenic,
4	wildlife,	or c	pen-space purposes; the protection of the natural
5	environme	nt or	biological resources, or both; the preservation
6	or enhanc	ement	, or both, of wildlife; and the protection or
7	interpret	ation	, or both, of Native Hawaiian cultural resources
8	and pract	ices	related thereto.
9	"Pro	gram"	means the visitor impact fee program.
10	"Res	ident	of Hawaii" means an individual who has:
11	(1)	File	d or paid state income taxes for the previous tax
12		year	; or
13	(2)	Esta	blished domicile in the State, as evidenced by
14		docu	mentation showing the individual's address,
15		incl	uding any of the following:
16		(A)	A valid Hawaii driver's license;
17		(B)	A valid Hawaii state identification card;
18		(C)	A valid school identification card issued by a
19			school in the State; or
20		(D)	Any other official document issued to the
21			individual within the last thirty days by a

2023-1667 SB304 SD1 SMA.docx

S.B. NO. ³⁰⁴ S.D. 1

1 government agency, financial institution, 2 insurance company, or utility company in the 3 State. "Visitor" means a person in Hawaii who is not a resident of 4 5 Hawaii. 6 §171-B Visitor impact fee program; license; signs. (a) 7 There is established within the department the visitor impact fee program. The purpose of the program shall be to collect a 8 9 fee from visitors through an environmental license and allocate 10 that revenue to protect, restore, and manage natural and 11 cultural resources impacted by visitors. 12 (b) Beginning on a date established by the department by rule, each visitor who is fifteen years of age or older who 13 visits a state park, beach, forest, hiking trail, or other 14

15 natural area, as designated by rule by the department, on state 16 land shall first pay a visitor impact fee to obtain a license 17 pursuant to this part.

(c) The department shall place signs at state parks,
beaches, forests, trail heads, or other natural areas on state
land to inform visitors of the requirement to pay a visitor
impact fee and obtain a license pursuant to this part.

2023-1667 SB304 SD1 SMA.docx

Page 7

1	§171-C License; purchase. (a) The department shall
2	establish convenient opportunities for visitors to pay a visitor
3	impact fee and be issued a license, including through:
4	(1) A mobile application; and
5	(2) An internet website.
6	The department may authorize retail establishments and nonprofit
7	organizations to accept payment of a visitor impact fee and
8	issue a license.
9	(b) The amount of the visitor impact fee shall be \$50;
10	provided that the chairperson of the board of land and natural
11	resources may increase the fee by rule pursuant to chapter 91 no
12	more frequently than once every five years.
13	(c) Each license shall be effective for one year from the
14	date of issuance.
15	§171-D Penalties. (a) Any applicable person who visits a
16	state park, beach, forest, hiking trail, or other natural area
17	on state land without first paying a visitor impact fee and
18	obtaining a license, in violation of section 171-B(b), shall be
19	liable for a civil fine not to exceed . The assessment of
20	penalties shall not begin until at least five years after the

2023-1667 SB304 SD1 SMA.docx

1	establishment of the program, to allow time for effective
2	implementation, public education, and enforcement.
3	(b) Any civil fine provided under this section may be
4	imposed by the circuit court or by the department after an
5	opportunity for a hearing pursuant to chapter 91. Imposition of
6	a civil fine shall not be a prerequisite to any civil fine or
7	injunctive relief ordered by the circuit court.
8	§171-E Visitor impact fee special fund; established.
9	There is established within the state treasury the visitor
10	impact fee special fund, into which shall be deposited:
11	(1) All revenue from visitor impact fees, less any costs
12	incurred in collecting those fees;
13	(2) All fines collected pursuant to section 171-D, less
14	any costs incurred in collecting those fines;
15	(3) Appropriations made to the fund by the legislature;
16	and
17	(4) Grants and gifts made to the fund.
18	<pre>§171-F Visitor impact fee special fund; purpose;</pre>
19	priorities. (a) The fund shall be administered and governed by
20	the department:
21	(1) With transparency and accountability; and

(2) In a manner that maximizes the effectiveness of the
 program.

3 The department shall allocate moneys in the fund to be (b) expended directly by state agencies for projects that help 4 5 offset adverse environmental impacts caused by visitors, ensure 6 that the State's natural resources are maintained for continued 7 use by licensees, or both. Examples of permissible projects 8 under this subsection include projects that directly restore, 9 enhance, and protect, in perpetuity, natural resources and the 10 State's unique and fragile ecological status, including projects 11 that:

12 (1) Protect, restore, or enhance terrestrial and marine
13 natural resources impacted by heavy usage of
14 licensees;

15 (2) Increase the resilience and adaptation of Hawaii's natural resources with environmentally beneficial
16 natural resources with environmentally beneficial
17 strategies to reduce the adverse impacts of climate
18 change, including coastal erosion, sea level rise,
19 damage to reefs, ocean acidification, coral bleaching,
20 damage to land resources, and other impacts

21 exacerbated by licensees; or

2023-1667 SB304 SD1 SMA.docx

S.B. NO. ³⁰⁴ S.D. 1

(3) Remove and control invasive species and propagate and
 plant native species in state-owned recreational areas
 utilized by licensees.

4 (c) The department shall allocate moneys in the fund to be
5 expended directly by the department for administration of the
6 program, including the creation and implementation of a visitor
7 impact fee strategic plan that includes a timetable indicating
8 how the objectives and policies of this part will be pursued and
9 implemented.

10 (d) The department may allocate moneys to provide grants 11 to nonprofit organizations; provided that the annual aggregate 12 sum of grants does not exceed fifty per cent of the annual fee 13 revenue. In awarding grants, the department shall prioritize 14 projects that satisfy at least one of the following:

15 (1) Develop nature-based solutions to environmental and
16 climate issues exacerbated by licensees;

17 (2) Provide significant protection, restoration, and
18 enhancement of Hawaii's natural resources in areas
19 impacted by licensees; or

20 (3) Increase the resilience of state-owned natural
21 resources impacted by licensees.

2023-1667 SB304 SD1 SMA.docx

Page 11

S.B. NO 304 S.D. 1

1 The department may allocate moneys to provide grants (e) 2 to counties; provided that the annual aggregate sum of grants 3 does not exceed fifty per cent of the annual fee revenue. In 4 awarding grants, the department shall prioritize projects that 5 satisfy at least one of the following: 6 Develop nature-based solutions to environmental and (1) 7 climate issues exacerbated by licensees; 8 (2) Provide significant protection, restoration, and 9 enhancement of Hawaii's natural resources in areas 10 impacted by licensees; or 11 (3) Increase the resilience of state-owned natural 12 resources impacted by licensees. 13 (f) The department may allocate moneys to provide cost-matching funds for federal grants that satisfy any of the 14 15 following priorities: 16 (1) Develop nature-based solutions to environmental and 17 climate issues exacerbated by licensees; Provide significant protection, restoration, and 18 (2) 19 enhancement of Hawaii's natural resources in areas 20 impacted by licensees; or

2023-1667 SB304 SD1 SMA.docx

S.B. NO _ ³⁰⁴ s.D. 1

1 Increase the resilience of state-owned natural (3) 2 resources impacted by licensees. 3 (q) The department may allocate moneys necessary for the 4 enforcement of this part, including any enforcement or legal 5 expenses incurred to enforce or collect penalties pursuant to 6 section 171-D. 7 (h) Moneys allocated from the fund shall be used for the 8 purposes described in this section; provided that these moneys 9 shall complement but shall not supplant other moneys regularly 10 appropriated for those purposes. 11 §171-G Grants; qualifications and conditions. (a) For 12 purposes of grants awarded pursuant to this part, any 13 organization requesting a grant shall: 14 Be licensed and accredited, as applicable, under the (1) 15 laws of the State; 16 Have at least one year's experience with the project (2) 17 or in the program area for which grant moneys are 18 requested; and 19 Be qualified to engage in the program or activity to (3) 20 be funded by the grant or employ or have under 21 contract persons who are qualified.

2023-1667 SB304 SD1 SMA.docx

1 Recipients of grants shall be subject to the following (b) 2 conditions: 3 Any organization requesting a grant shall submit its (1) 4 request together with all information required by the 5 department on an application form prescribed by the 6 department; 7 (2)The recipient of a grant shall not use public funds 8 for purposes of entertainment or perquisites; 9 The recipient of a grant shall comply with applicable (3) 10 federal, state, and county laws; The recipient of a grant shall comply with any other 11 (4)12 requirements the department may prescribe; The recipient of a grant shall allow the department, 13 (5) 14 the legislative bodies, and the auditor full access to records, reports, files, and other related documents 15 16 so that the program, management, and fiscal practices 17 of the grant recipient may be monitored and evaluated 18 to assure the proper and effective expenditure of 19 public funds;

2023-1667 SB304 SD1 SMA.docx

Page 14

1 Each grant shall be monitored pursuant to rules or (6) 2 policies established by the department to ensure 3 compliance with this part; and Any recipient of a grant under this section who (7) 4 withholds or omits any material fact or deliberately 5 misrepresents facts to the department or who violates 6 7 the terms of the recipient's contract shall be in violation of this section and, in addition to any 8 9 other penalties provided by law, shall be prohibited 10 from applying for a grant under this section for a 11 period of five years from the date of termination. 12 The department shall provide grant recipients with (C) 13 access to any state lands or natural resources necessary to 14 effectuate the project for which the grant is awarded. 15 **§171-H Report to legislature.** (a) No later than twenty

16 days prior to the convening of the regular session of 2025 and 17 each year thereafter, the department shall submit a report to 18 the legislature.

19 (b) The report shall contain information on ways that the
20 fund restored, enhanced, and protected Hawaii's state-owned
21 natural resources, and its unique and vulnerable ecosystem,

2023-1667 SB304 SD1 SMA.docx

S.B. NO. ³⁰⁴ S.D. 1

during the previous fiscal year, as well as the benefits that
 accrue or will accrue from those expenditures for the benefit of
 the State's natural resources.

4 (c) The department shall publish the reports on its5 website.

6 §171-I Rules. The department may adopt rules pursuant to 7 chapter 91 necessary for the purposes of this part, including any rules necessary to increase license fees and to ensure that 8 persons who purchase a license are aware that the license is 9 10 broader than an entrance fee to visit a specific state park, forest, hiking trail, or other natural area on state land, which 11 is used explicitly for that park, forest, hiking trail, or other 12 13 natural area."

SECTION 3. The department of land and natural resources shall amend its rules in accordance with chapter 91, Hawaii Revised Statutes, including the fee schedule for state parks that is adopted pursuant to section 184-3.2, Hawaii Revised Statutes, to ensure that persons who purchase a license pursuant to sections 171-B and 171-C, Hawaii Revised Statutes, are not assessed a separate entrance fee to visit a state park, beach,

2023-1667 SB304 SD1 SMA.docx



S.B. NO. ³⁰⁴ S.D. 1

forest, hiking trail, or other natural area on state land to
 which access is granted by the license.

3 SECTION 4. There is appropriated out of the general
4 revenues of the State of Hawaii the sum of \$3,000,000 or so much
5 thereof as may be necessary for fiscal year 2023-2024 to be
6 deposited into the visitor impact fee special fund.

7 SECTION 5. There is appropriated out of the visitor impact 8 fee special fund the sum of \$1,000,000 or so much thereof as may 9 be necessary for fiscal year 2023-2024 for the strategic plan 10 with a timetable indicating how the objectives and policies 11 established in part of chapter 171, Hawaii Revised Statutes, 12 will be pursued and implemented.

13 The sum appropriated shall be expended by the department of14 land and natural resources for the purposes of this Act.

15 SECTION 6. The appropriation made by section 5 of this Act 16 shall not lapse at the end of the fiscal year for which the 17 appropriation is made; provided further that all moneys from the 18 appropriation unencumbered as of June 30, 2025, shall lapse as 19 of that date.

20 SECTION 7. In codifying the new sections added by
21 section 2 and referenced in section 3 of this Act, the revisor

2023-1667 SB304 SD1 SMA.docx

Page 17

of statutes shall substitute appropriate section numbers for the
 letters used in designating the new sections in this Act.

3 SECTION 8. This Act does not affect rights and duties that
4 matured, penalties that were incurred, and proceedings that were
5 begun before its effective date.

6 SECTION 9. This Act shall take effect on July 1, 2050.



Report Title: DLNR; Visitor Impact Fee; Appropriations

Description: Establishes the Visitor Impact Fee Program within the Department of Land and Natural Resources, through which the department will collect a fee for a license to visit a state park, forest, hiking trail, or other state natural area. Establishes, and appropriates moneys into and out of, the Visitor Impact Fee Special Fund. Effective 7/1/2050. (SD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

