# JAN 2 4 2024 A BILL FOR AN ACT

RELATING TO OCEAN RECREATION MANAGEMENT.

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

1 SECTION 1. The department of land and natural resources 2 (department), division of boating and ocean recreation (division) is responsible for ocean recreation management in 3 state ocean waters, among other responsibilities. Public safety 4 5 and marine natural resources can be impacted by a variety of environmental factors and emerging ocean recreation 6 7 technologies, some of which may change rapidly and frequently. 8 This Act is part of a comprehensive ocean recreation management 9 package put forth by the department to ensure effective natural 10 resource protection by providing better management and 11 enforcement tools. Under the existing ocean recreation management areas 12 system, the division has the authority to designate areas around 13 14 each island as an ocean recreation management area, which then 15 allows it to designate zones and subzones within each area that specific ocean recreation activities can occur in order to 16 increase user safety and reduce user conflicts. However, the 17 18 current ocean recreation management areas system is a patchwork

- 1 of designated and non-designated areas around each island,
- 2 preventing user safety measures around some portions of each
- 3 island. Furthermore, many residents have complained about the
- 4 over-commercialization of state ocean waters and their resulting
- 5 inability to enjoy the state ocean waters due to overcrowding
- 6 and commercial operators taking over ocean access points, such
- 7 as beach accesses and boat launch ramps.
- 8 Therefore, the purpose of this Act is to revise the law
- 9 regarding ocean recreation management areas to provide better
- 10 management tools to the division and to prohibit commercial
- 11 ocean activities statewide on weekends, state holidays, and
- 12 federal holidays, unless authorized by the board of land and
- 13 natural resources.
- 14 SECTION 2. Section 200-37, Hawaii Revised Statutes, is
- 15 amended to read as follows:
- 16 "§200-37 Operation of thrill craft; parasailing; water
- 17 sledding; commercial high speed boating. (a) No person shall
- 18 operate a thrill craft unless the person is fifteen years of age
- 19 or older.
- 20 (b) The department shall adopt rules to designate areas
- 21 where, and time periods during which, thrill craft may be

1	operated	and parasalling, water sledding, and commercial high
2	speed boa	ting may be engaged in.
3	(c)	No person shall operate a thrill craft in the waters
4	of the St	ate, except:
5	(1)	In areas and during time periods designated by the
6		department;
7	(2)	Through areas designated by the department to serve as
8		avenues for the ingress and egress of thrill craft
9		between the areas designated under paragraph (1) and
10		the shore;
11	(3)	Authorized government personnel conducting operations
12		approved by the department;
13	(4)	Authorized film production permit holders conducting
14		operations approved by the department; or
15	(5)	When used to conduct ocean cleanup, as authorized by
16		rules adopted by the department.
17	To the extent that the authorization to operate thrill	
18	craft pur	suant to this subsection is inconsistent with any other
19	law, incl	uding section 200-38, this subsection shall control.
20	(d)	No person shall:
21	(1)	Engage in parasailing; or

1 (2) Operate a motorized vessel towing a person engaged in 2 parasailing; on or above the waters of the State, except on or above areas 3 4 and during time periods designated by the department. 5 No person shall: (e) Engage in water sledding; or 6 (1) Operate a motorized vessel towing a person engaged in 7 (2) 8 water sledding; in the waters of the State, except in areas and during time 9 10 periods designated by the department. No person shall engage in commercial high speed 11 (f) 12 boating [or operate an open power boat capable of exceeding forty miles per hour for commercial high speed boating purposes] 13 in the waters of the State, except: 14 In areas, along routes, and during time periods 15 designated by the department; and 16 In accordance with a permit issued by the department. **17** (2) 18 [(g) During all weekends and state and federal holidays, no 19 commercial operator shall operate a thrill craft, or engage in **20** parasailing, water sledding, or commercial high speed boating, 21 or operate a motor vessel towing a person engaged in water

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sledding or parasailing in Maunalua Bay on Oahu as provided for 2 in section 200-38. 3 (h) On Sundays, all commercial ocean recreation 4 activities, including those listed in this section, shall be 5 prohibited on Oahu in Maunalua Bay as provided for in section 6 <del>200-38.</del> 7 (i) [g) Between December 15 and May 15 of each year, no 8 person shall operate a thrill craft, or engage in parasailing, 9 water sledding, or commercial high speed boating, [or] operate a 10 motor vessel towing a person engaged in water sledding or parasailing, or operate any commercial motorized water sports 11 12 equipment on the west and south shore of Maui [as provided in 13 section 200-38.] from Pu'u Ola'i Beach to Hawea Point. 14  $\left[\frac{(i)}{(i)}\right]$  (h) All commercial use and operator permits issued by 15 the department for commercial thrill craft, and parasailing **16** activities shall be fully transferable upon the payment of a business transfer fee in an amount determined by the department, **17** 18 which shall be no greater than six per cent of the transfer 19 price; provided that no more than one transfer every two years shall be authorized with respect to any given permit, except 20 21 transfers between family members for the purpose of business 22 reorganization.

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1  $\left[\frac{k}{k}\right]$  (i) The department may immediately revoke a commercial use permit without a hearing for any activity that 2 3 endangers or may endanger the health or safety of passengers or the public, and may suspend or revoke a commercial use permit 4 5 for violation of any rules of the department if, after seventy-6 two hours notice by the department of the violation, the permit 7 holder fails to cure the violation; provided that the permit 8 holder shall have ten days from receipt of the notice of 9 suspension or revocation to request in writing an administrative 10 hearing. The administrative hearing is solely for the purpose 11 of allowing the permit holder to contest the basis for the suspension or revocation of the permit. The hearing shall be 12 held within five working days of the department's receipt of the 13 14 written request. The chairperson shall adopt rules pursuant to chapter 91 to implement the procedures governing the 15 16 administrative hearing process. Within ten days after the conclusion of the hearing, the department shall either: 17 18 (1) Lift the suspension; Suspend the permit for a period of not longer than one 19 (2) 20 year; or 21 (3) Revoke the permit.

1  $\left[\frac{1}{1}\right]$  (j) All new commercial use and operator permits 2 issued by the department for commercial thrill craft and parasailing activities after June 18, 1996 shall be issued at 3 4 public auction.  $[\frac{m}{m}]$  (k) Each commercial use and operator permit issued by 5 6 the department for commercial thrill craft and parasailing activities shall be valid for one year from the date of issuance 7 8 and shall be renewed by the department for additional one-year 9 periods; provided that the permit holder meets the following 10 conditions: The permit holder shall be in compliance with all 11 (1) 12 applicable rules of the department; The permit holder shall have timely filed and paid all 13 (2) 14 applicable state taxes during the year; and 15 The permit holder shall have a good safety record (3) 16 regarding the operation of a commercial thrill craft, **17** or parasailing activity. 18  $[\frac{n}{n}]$  (1) All commercial use and operator permits issued by 19 the department for commercial thrill craft, and parasailing activities shall be subject to an annual review by the **20** 21 department which shall include but not be limited to:

1	(1)	The permit holder's compliance with applicable rules
2		of the department;
3	(2)	The permit holder's timely filing and payment of all
4		applicable state taxes during the year; and
5	(3)	The permit holder's safety record regarding the
6		operation of a commercial thrill craft, or parasailing
7		activity.
8	[ <del>(o)</del> ]	(m) The department shall adopt rules to encourage
9	water saf	ety education and programs with respect to thrill
10	craft, or	parasailing activities."
11	SECT	ION 3. Section 200-38, Hawaii Revised Statutes, is
12	amended t	o read as follows:
13	"§20	0-38 Ocean recreation management areas. (a) All
14	ocean wat	ers of the State within three thousand feet seaward of
15	the base	line of the territorial sea are designated as ocean
16	recreatio	n management areas. Within each ocean recreation
17	managemen	t area, the department may designate zones where
18	specific	recreational and commercial ocean activities may occur.
19	(b)	Unless otherwise provided by this chapter or rules
20	implement	ed by the department, no commercial activity, except
21	for comme	rcial activity originating from a commercial harbor
22	under the	jurisdiction of the department of transportation, may

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2 use permit from the department. 3 Notwithstanding any other law to the contrary, no (c) person shall engage in any type of commercial [operator shall 4 5 operate a thrill craft, engage in parasailing, water sledding, 6 or commercial high speed boating, operate a motorized vessel 7 towing a person engaged in parasailing, or operate a motor 8 vessel towing a person engaged in water sledding activity in any ocean recreation management area, except for commercial 9 10 activity originating from a commercial harbor under the jurisdiction of the department of transportation, during all 11 weekends and state and federal holidays [on Oahu in Maunalua Bay **12 13** from Kawaihoa (Portlock) Point to Wailupe Peninsula and 14 commercial zones a, b, and c. (b) Notwithstanding any other law to the contrary, all 15 16 commercial ocean recreation activities shall be prohibited on 17 all Sundays on Oahu in Maunalua Bay. 18 (c) Notwithstanding any other law to the contrary, no 19 person shall operate a thrill craft, engage in parasailing, operate a motorized vessel towing a person engaged in 20 21 parasailing, engage in commercial water sledding or commercial 22 high speed boating, or operate a commercial motor vessel towing

be conducted in an ocean recreation management area without a

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- 1 a person engaged in water sledding between December 15 and May
- 2 15 of each year in the waters of west and south Maui from Pu'u
- 3 Ola'i to Hawea Point.], unless approved by the board.
- 4 (d) The department may adopt rules pursuant to chapter 91
- 5 to further implement this section."
- 6 SECTION 4. Section 200-39, Hawaii Revised Statutes, is
- 7 amended to read as follows:
- 8 "§200-39 Kaneohe Bay commercial ocean use activities;
- 9 permits; restrictions. (a) Any other provision of this chapter
- 10 to the contrary notwithstanding, no person shall operate thrill
- 11 craft, parasailing, water sledding, or commercial high speed
- 12 boating unless the person meets the requirements of section 200-
- 13 37 and all rules adopted by the department that regulate or
- 14 restrict these activities.
- 15 (b) No person shall conduct any commercial ocean use
- 16 activity within Kaneohe Bay waters without a use permit issued
- 17 by the department.
- 18 (c) No person shall advertise or otherwise offer any
- 19 commercial ocean use activity or equipment for such activity
- 20 within Kaneohe Bay waters for which the person does not have a
- 21 use permit from the department. Advertisement in print; by word
- 22 of mouth; or online in any form, including through social media,

1	of unpermitted commercial ocean use activities or commercial	
2	ocean recreational equipment shall be prima facie evidence that:	
3	(1) The owner of the advertised commercial ocean use	
4	activity or commercial ocean recreational equipment	
5	disseminated or directed the dissemination of the	
6	advertisement in that form and manner; and	
7	(2) The commercial ocean use activity or commercial ocean	
8	recreational equipment is being operated at the	
9	location advertised.	
10	The burden of proof shall be on a person charged with a	
11	violation of this section to establish that the equipment is not	
12	being used for unpermitted commercial ocean use activity or that	
13	the person's conduct is pursuant to a <u>use</u> permit, lease, or	
14	license issued by the department.	
15	(d) Permits issued by the department for commercial ocean	
16	use activities in Kaneohe Bay shall be limited to the number and	
17	locations, by permit type and vessel and passenger capacity,	
18	provided in the Kaneohe Bay master plan developed pursuant to	
19	Act 208, Session Laws of Hawaii 1990, until applicable rules	
20	consistent with the master plan are adopted by the department;	
21	provided that the passenger capacity for snorkeling tours and	
22	glassbottom boat tours shall be set through rules adopted	

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1 pursuant to chapter 91. No thrill craft permit may be transferred after June 21, 1998; provided that transfers of 2 3 permits may be made at any time between family members. 4 [(e) On Sundays and federal holidays, all commercial ocean use activities shall be prohibited. 5 6 (f) (e) All rules adopted by the department with regard to Kaneohe Bay shall be drafted in consultation with the Kaneohe 7 8 Bay regional council. For those provisions of the Kaneohe Bay 9 master plan previously adopted by the legislature, the rules adopted by the department shall be in accordance with those 10 11 provisions. Notwithstanding subsection (d) to the contrary, if 12 the department determines for safety or environmental protection 13 reasons that a permitted use should be relocated, the department 14 may relocate the permitted use and the department shall have discretion to permit vessel substitution with a similar length 15 vessel; provided that the increase is no greater than ten per 16 **17** cent of the current vessel length. 18 For those provisions of the Kaneohe Bay master plan developed pursuant to Act 208, Session Laws of Hawaii 1990, not 19 **20** previously adopted by the legislature, the master plan shall be

used as the recommended guideline in the adoption and

- 1 implementation of rules with regard to the regulation of all
- 2 activities in Kaneohe Bay.
- 3 [<del>(g)</del>] (f) Citations for violations of this section or any
- 4 rules of the department adopted pursuant to this section may be
- 5 issued by any law enforcement officer. In enforcing this
- 6 section, any law enforcement officer shall have the power to
- 7 issue subpoenas and take legal custody of any personal property
- 8 that is the subject of or related to any violation of this
- 9 section or rules established by the department pursuant to this
- 10 section.
- 11 [(h)] (g) Property confiscated pursuant to this section may
- 12 be released only upon approval by the board or a court of
- 13 competent jurisdiction. Storage of confiscated property shall
- 14 be at the sole risk and expense to the owner. The department
- 15 may charge reasonable storage fees to the owner for storage of
- 16 any property confiscated pursuant to this section.
- 17 [\(\frac{(i)}{i}\)] (h) Any property confiscated pursuant to this section
- 18 that remains unclaimed for more than ten working days after it
- 19 has been released pursuant to subsection [\(\frac{(h)}{}\)] (g) may be sold
- 20 at public auction. If the department does not, or is unable to,
- 21 sell the property at public auction, the department, after
- 22 giving public notice of intended disposition, if that notice was

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- 1 not previously included in a public auction notice, may sell the 2 property by negotiation, retain and use the property, donate the property to any other government agency, or dispose of the 3 4 property as junk. 5  $\left[\frac{(i)}{(i)}\right]$  (i) Any penalties established in rule pursuant to 6 this section shall be separate and in addition to any other 7 fees, charges, and fines imposed by the department. 8  $\left[\frac{k}{k}\right]$  (j) As used in this section: 9 "Commercial ocean recreational equipment" means thrill **10** craft; watercraft for high-speed boating, parasailing, water sledding, sailing, snorkeling, diving tours, fishing tours, or 11 glassbottom boat tours; kayaks; canoes; any manner of 12 13 surfboards, sailboards, paddleboards, or related watercraft; or 14 watercraft for any other similar commercial ocean activity. "Commercial ocean use activity" means and includes: 15 16 (1) Any commercial operation of commercial ocean **17** recreational equipment, or any other similar
- (2) Providing any commercial ocean recreational equipmentfor rent or hire; or

commercial ocean activity;

1	(3) Delivering for hire or pre-positioning within one
2	thousand feet of any shoreline of Kaneohe Bay for
3	hire, any commercial ocean recreational equipment.
4	"Commercial ocean use activity" shall not include commercial
5	fishing, commercial ocean activity authorized by a use permit
6	issued by the department, or activity authorized by an existing
7	lease or license issued by the department."
8	SECTION 5. Statutory material to be repealed is bracketed
9	and stricken. New statutory material is underscored.
10	SECTION 6. This Act shall take effect upon its approval.
11	
12	INTRODUCED BY: MUD.M'
13	BY REQUEST

#### Report Title:

Ocean Recreation Management Areas; Commercial Ocean Activity

#### Description:

Designates all ocean waters of the State within 3,000 feet from shore as ocean recreation management areas (ORMAs). Prohibits commercial activity in ORMAs unless authorized by use permit. Prohibits commercial activities in ORMAs on weekends and state and federal holidays unless authorized by the Board of Land and Natural Resources.

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

#### JUSTIFICATION SHEET

DEPARTMENT: Land and Natural Resources

TITLE: A BILL FOR AN ACT RELATING TO OCEAN

RECREATION MANAGEMENT.

PURPOSE: To designate all ocean waters of the State

within 3,000 feet from shore as ocean recreation management areas; to prohibit commercial activity in ocean recreation management areas unless authorized by permit; and to prohibit commercial ocean activities in ocean recreation management areas on weekends and state and federal holidays, unless authorized by the Board of

Land and Natural Resources.

MEANS: Amend sections 200-37, 200-38, and 200-39,

Hawaii Revised Statutes.

JUSTIFICATION: The Department administers the Ocean

Recreation Management Area Program, which aims to reduce and prevent user conflict by designating particular areas where certain ocean recreation activities can occur, thereby keeping users separate and ensuring protection of natural resources by prohibiting activities in areas with more

ocean life.

There has been a rapid expansion of commercial ocean recreational activity within a relatively short period of time, leading to overuse of boating facilities, strain on natural resources, and user conflicts between recreational and commercial ocean users.

The authority provided in this bill would give the Department more control over the types and locations of ocean activities in state waters in order to reduce user conflicts and preserve natural resources.

Impact on the public: This bill would help
to reduce user conflicts, mainly those

between recreational and commercial ocean users.

Impact on the department and other agencies: This bill would provide the Department more clarity on ocean recreation restrictions, as well as flexibility and options in managing, maintaining, and improving ocean recreation management.

GENERAL FUND:

None.

OTHER FUNDS:

None.

PPBS PROGRAM

DESIGNATION:

LNR 801.

OTHER AFFECTED

AGENCIES:

None.

EFFECTIVE DATE:

Upon approval.