## A BILL FOR AN ACT

RELATING TO CIVIL PENALTIES FOR VIOLATIONS ON PUBLIC LANDS.

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

- SECTION 1. The State must remain vigilant in its duty to

  protect Hawaii's natural resources for the benefit of all of its

  residents and future generations. The legislature finds that in

  recent years, there has been an increase in the intentional
- 5 violation of and blatant disregard for state natural resources
- 6 laws. Consequently, the State has been under considerable
- 7 strain in fulfilling that obligation, due to ineffective means
- 8 of enforcement, limited resources, and a shortage of enforcement
- 9 personnel. Existing civil penalties for most violations are
- 10 nominal and do not appear to deter such behavior effectively.
- 11 Increasing penalties for civil violations of the State's
- 12 natural resources laws is an effective means of deterring
- 13 unlawful behavior by imposing serious consequences for such
- 14 violations. The purpose of this Act is to increase civil
- 15 penalty fine amounts for violations on public lands and to
- 16 clarify penalties for encroachment on public lands.
- 17 SECTION 2. Section 171-6, Hawaii Revised Statutes, is
- 18 amended to read as follows:

HB3178 CD1 HMS 2008-4044



1	"§17	1-6 Powers. Except as otherwise provided by law, the
2	board of	land and natural resources shall have the powers and
3	functions	granted to the heads of departments and the board of
4	land and	natural resources under chapter 26.
5	In a	ddition to the foregoing, the board may:
6	(1)	Adopt a seal;
7	(2)	Administer oaths;
8	(3)	Prescribe forms of instruments and documents;
9	(4)	Adopt rules which, upon compliance with chapter 91,
10		shall have the force and effect of law;
11	(5)	Set, charge, demand, and collect reasonable fees for
12		the preparation of documents to be issued, for the
13		surveying of public lands, and for the issuing of
14		certified copies of its government records, which
15		fees, when collected, shall be deposited into the
16		state general fund, unless otherwise specified in this
17		chapter;
18	(6)	Establish additional restrictions, requirements, or
19		conditions, not inconsistent with those prescribed in
20		this chapter, relating to the use of particular land
21		being disposed of, the terms of sale, lease, license,

1		or permit, and the qualifications of any person to
2		draw, bid, or negotiate for public land;
3	(7)	Reduce or waive the lease rental at the beginning
1		the lease on any lease of public land to be used f

- (7) Reduce or waive the lease rental at the beginning of the lease on any lease of public land to be used for any agricultural or pastoral use, or for resort, commercial, industrial, or other business use where the land being leased requires substantial improvements to be placed thereon; provided that such reduction or waiver shall not exceed two years for land to be used for any agricultural or pastoral use, or exceed one year for land to be used for resort, commercial, industrial, or other business use;
- (8) Delegate to the chairperson or employees of the department of land and natural resources, subject to the board's control and responsibility, such powers and duties as may be lawful or proper for the performance of the functions vested in the board;
- (9) Utilize arbitration under chapter 658A to settle any controversy arising out of any existing or future lease;
- (10) Set, charge, and collect reasonable fees in an amountsufficient to defray the cost of performing or

.1		OCIIC	iwise providing for the inspection of activities
2		perm	itted upon the issuance of a land license
3		invo	lving a commercial purpose;
4	(11)	Appo	int masters or hearing officers to conduct public
5		hear	ings as provided by law and under such conditions
6		as t	he board by rules shall establish;
7	(12)	Brin	g such actions as may be necessary to remove or
8		reme	dy encroachments upon public lands. Any person
9		caus	ing an encroachment upon public land shall [be
10		<del>subj</del>	ect to a fine of]:
11		<u>(A)</u>	Be fined not more than $[\$500]$ $\$1,000$ a day for
12			the first offense [and shall be liable for
13			administrative costs incurred by the department
14			and for payment of damages. Upon the second
15			offense and thereafter, the violator shall (A)
16			<del>be</del> ] <u>;</u>
17		<u>(B)</u>	$\underline{\text{Be}}$ fined not less than [\$500] $\underline{\$1,000}$ nor more
18			than [\$2,000] \$4,000 per day[; (B) if] upon the
19			second offense and thereafter;
20		(C)	If required by the board, restore the land to its
21			original condition if altered and assume the
22			costs thereof; [and (C) assume]

1		(D) Assume such costs as may result from adverse
2		effects from such restoration; and
3		(E) Be liable for administrative costs incurred by
4		the department and for payment of damages;
5	(13)	Set, charge, and collect interest and a service charge
6		on delinquent payments due on leases, sales, or other
7		accounts. The rate of interest shall not exceed one
8		per cent a month and the service charge shall not
9		exceed \$50 a month for each delinquent payment;
10		provided that the contract shall state the interest
11		rate and the service charge and be signed by the party
12		to be charged;
13	(14)	Set, charge, and collect additional rentals for the
14		unauthorized use of public lands by a lessee,
15		licensee, grantee, or permittee who is in violation of
16		any term or condition of a lease, license, easement,
17		or revocable permit, retroactive to the date of the
18		occurrence of the violation. Such amounts shall be
19		considered delinquent payments and shall be subject to
20		interest and service charges as provided in paragraph
21		(13);

1	(13)	set,	charge, and correct reasonable lines for
2		viol	ation of this chapter or any rule adopted
3		there	eunder. Any person engaging in any prohibited use
4		of p	ublic lands or conducting any prohibited activity
5		on p	ublic lands, or violating any of the other
6		prov	isions of this chapter or any rule adopted
7		there	eunder, for which violation a penalty is not
8		othe	rwise provided, shall be [fined]:
9		(A)	Fined not more than [\$500 a day and shall be
10			liable] \$5,000 per violation for a first
11			violation or a violation beyond five years of the
12			last violation, provided that, after written or
13			verbal notification from the department, an
14			additional \$1,000 per day per violation may be
15			assessed for each day in which the violation
16			persists;
17		(B)	Fined not more than \$10,000 per violation for a
18			second violation within five years of the last
19			violation, provided that, after written or verbal
20			notification from the department, an additional
21			\$2,000 per day per violation may be assessed for
22			each day in which the violation persists;

1	(C)	Fined not more than \$20,000 per violation for a
2		third or subsequent violation within five years
3		of the last violation, provided that, after
4		written or verbal notification from the
5		department, an additional \$4,000 per day per
6		violation may be assessed for each day in which
7		the violation persists; and
8	(D)	<u>Liable</u> for administrative costs <u>and expenses</u>
9		incurred by the department and for payment for
10		damages[+], including but not limited to natural
11		resource damages.
12	<u>In a</u>	ddition to the fines, administrative costs, and
13	dama	ges provided for hereinabove, for damage to or
14	thef	t of natural resources, the board may also set,
15	char	ge, and collect a fine that, in its discretion, is
16	appr	opriate considering the value of the natural
17	reso	urce that is damaged or the subject of the theft.
18	<u>In a</u>	rriving at an appropriate fine, the board may
19	cons	ider the market value of the natural resource
20	dama	ged or taken and any other factor it deems
21	appr	opriate, such as the loss of the natural resource
22	to i	ts natural habitat and environment and the cost of

1		restoration or replacement. The remedies provided for
2		in this paragraph are cumulative and in addition to
3		any other remedies allowed by law.
4		No person shall be sanctioned pursuant to this section
5		for the exercise of native Hawaiian gathering rights
6		and traditional cultural practices as authorized by
7		law or as permitted by the department pursuant to
8		article XII, section 7, of the Hawaii State
9		Constitution;
10	(16)	Issue revenue bonds, subject to the approval of the
11		legislature. All revenue bonds shall be issued
12		pursuant to part III of chapter 39, except as provided
13		in this chapter. All revenue bonds shall be issued in
14		the name of the department and not in the name of the
15		State. The final maturity date of the revenue bonds
16		may be any date not exceeding thirty years from the
17		date of issuance;
18	(17)	Pledge or assign all or any part of the receipts and
19		revenues of the department. The revenue bonds shall
20		be payable from and secured solely by the revenue
21		derived by the department from the industrial park or
22		parks for which the bonds are issued;

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1	(18)	Reimburse the state general fund for debt service on
2		general obligation bonds or reimbursable general
3		obligation bonds issued by the State for purposes of
4		this chapter; and
5	(19)	Do any and all things necessary to carry out its
6		purposes and exercise the powers granted in this
7		chapter."
8	SECT	ION 3. This Act does not affect rights and duties that
9	matured,	penalties that were incurred, and proceedings that were
10	begun bef	ore its effective date.
11	SECT	ION 4. Statutory material to be repealed is bracketed
12	and stric	ken. New statutory material is underscored.
13	SECT	ION 5. This Act shall take effect upon its approval.

### Report Title:

Civil Penalties; Public Lands

### Description:

Increases civil penalty fine amounts for violations on public lands and clarifies penalties for encroachment on public lands. (HB3178 CD1)