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Pacific region;

## Association of Pacific Island Legislatures

American Samoa
Commonwealth of the Northern Mariana Islands
FSM, State of Chuuk
FSM, State of Kosrae
FSM, State of Pohnpei
FSM, State of Yap
Island of Guam
Republic of Kiribati
Republic of the Marshall Islands
Republic of Nauru
Republic of Palau

State of Hawaii

## A RESOLUTION

Resolution No. 26-GA-10

"OPPOSING THE ENACTMENT BY THE CALIFORNIA STATE LEGISLATURE OF A BILL PROPOSING TO IMPOSE A FEE ON THE PROCESSING OF SHIPPING CONTAINERS IN THE STATE OF CALIFORNIA BECAUSE OF THE NEGATIVE IMPACT OF THE FEE ON THE PEOPLE AND THE ECONOMY OF THE STATE OF HAWAII."

WHEREAS, California has been one of the primary gateways to Hawaii for a great number of years, 1 serving as an access point to Hawaii even before Hawaii became the 50th State in the Union; and 2 WHEREAS, the people of the State of Hawaii continue to depend on ships and barges to move the 3 majority of the necessities of daily life from the State of California to Hawaii; and 4 5 WHEREAS, over 90 percent of all the value of goods shipped to Hawaii are shipped by ocean; and 6 WHEREAS, most of the products produced in Hawaii and bound for the Continental United States are 7 shipped by ocean to ports in California; and 8 WHEREAS, Senate Bill 974, currently pending before the California State Legislature, would impose a 9 fee of \$30 per 20-foot equivalent unit on every cargo container traveling between California and Hawaii; and 10 WHEREAS, most cargo containers used to transport goods to and from Hawaii are at least two 20-foot 11 equivalent units, subjecting these containers to a fee of \$60 each time the container leaves or returns to California 12 regardless of whether the container is empty, partially loaded, or full; and 13 WHEREAS, because of Hawaii's unique dependence on shipping for the goods used in its people's daily 14 lives, and these goods are shipped primarily from ports in California, enactment of Senate Bill 974 would have a 15 detrimental effect on the trading relationship between California and Hawaii and would damage Hawaii's 16 economy and cripple the major islands in Hawaii by raising the cost of living for Hawaii's people by several 17 percent; and 18 WHEREAS, the APIL recognizes that California ports are experiencing a serious problem with freight 19 congestion and that this problem not only negatively impacts California but has negative consequences for Hawaii 20 as well; and 21 WHEREAS, it also recognized that the efficient and economical transport of freight along the West 22 Coast of the United States is a regional issue that takes a regional solution, a solution that the State of Hawaii is 23 willing to help find; and

WHEREAS, the island nations that make up the APIL are also highly dependent on goods transported

from and through the State of Hawaii and legislation like Senate Bill 974, however inadvertent, affects the entire

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NOW THEREFORE, BE IT RESOLVED by Association of Pacific Island Legislatures that the California State Legislature is respectfully requested to recognize the negative effect that Senate Bill 974 would have on the trading relationship between California and Hawaii and the economic costs associated with that negative effect to both states; and

BE IT FURTHER RESOLVED that the Legislature respectfully requests the California State

**BE IT FURTHER RESOLVED** that the Legislature respectfully requests the California State Legislature to also recognize the negative effect that Senate Bill 974 would have, not only on the people and the State of Hawaii, but the people of the entire Pacific region as well; and

**BE IT FURTHER RESOLVED** that the APIL opposes the enactment of Senate Bill 974 and urges the California State Legislature to consider alternative means for raising revenue for infrastructure of California ports; and

**BE IT FURTHER RESOLVED** that the APIL is readily available to, and will work with the California State Legislature to find alternative means for the efficient and economic transport of goods between Hawaii and California, and on to the rest of the Pacific; and

**BE IT FURTHER RESOLVED** that the APIL President shall certify, and the APIL Secretary shall attest to the adoption hereof and that copies of the same shall be thereafter transmitted to the Speaker and the Senate President of the California State Legislature; to the Speaker and the Senate President of the Hawaii State Legislature and to the Chief Executives and presiding Legislative Officers of each member of the Association of Pacific Island Legislatures.

DULY AND REGULARLY ADOPTED ON THE 23RD DAY OF JUNE, 2007.

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SABINO SAUCHOMAL APIL PRESIDENT JUDITH T. WON PAT, Ed. D. APIL ACTING SECRETARY