

SMALL BUSINESS REGULATORY REVIEW BOARD

Department of Business, Economic Development & Tourism (DBEDT) No. 1 Capitol District Building, 250 S. Hotel Street, Fifth Floor, Honolulu, HI 96813 Mailing Address: P.O. Box 2359, Honolulu, HI 96804 Email: dbedt.sbrrb.info@hawaii.gov Website: sbrrb.hawaii.gov Tel: 808 798-0737

Josh Green, M.D. Governor TESTIMONY

TO:

Sylvia Luke *Lt. Governor*

James Kunane Tokioka DBEDT Director

Dane K. Wicker DBEDT Deputy Director

Members

Mary Albitz Chairperson Maui

Robert Cundiff Vice Chairperson Oʻahu

Jonathan Shick 2nd Vice Chairperson Oʻahu

Dr. Nancy Atmospera-Walch *O'ahu*

> William Lydgate Kaua'i

James (Kimo) Lee Hawai'i

Garth Yamanaka Hawai'i

Sanford Morioka Oʻahu

Tessa Gomes Oʻahu

Mark Ritchie for Director, DBEDT Voting Ex Officio

	Energy, Economic Development, and Tourism		
FROM:	Mary Albitz, Chair, Small Business Regulatory Review Board (SBRRB) Mary Albitz		
DATE:	March 14, 2024 – Room 229 & Videoconference at 1:01 p.m.		

Chair DeCoite, Vice Chair Wakai, and Members of the Committee on

SUBJECT: Support – House Bill 2354 HD1– Relating to the Small Business Regulatory Review Board

On behalf of the SBRRB, I submit this testimony in <u>support</u> of House Bill 2354 HD1, Relating to the Small Business Regulatory Review Board.

Specifically, House Bill clarifies that, in addition to reviewing any proposed new or amended rule, the SBRRB has the authority to review legislation affecting small businesses.

I am proud of the success and accomplishments this hardworking group of gratis members has had over the past 25+ years. This measure will ensure the stability of the SBRRB by clarifying its legislative powers under the Small Business Regulatory Flexibility Act.

Thank you for hearing our comments and the SBRRB's support of House Bill 2354 HD1.

JOSH GREEN, M.D. GOVERNOR

> SYLVIA LUKE LT. GOVERNOR

JAMES KUNANE TOKIOKA DIRECTOR

> DANE K. WICKER DEPUTY DIRECTOR



DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

KA 'OIHANA HO'OMOHALA PĀ'OIHANA, 'IMI WAIWAI A HO'OMĀKA'IKA'I

No. 1 Capitol District Building, 250 South Hotel Street, 5th Floor, Honolulu, Hawaii 96813 Mailing Address: P.O. Box 2359, Honolulu, Hawaii 96804 Web site: dbedt.hawaii.gov

Statement of JAMES KUNANE TOKIOKA Director Department of Business, Economic Development, and Tourism before the SENATE COMMITTEE ON ENERGY, ECONOMIC DEVELOPMENT, AND TOURISM

> Thursday, March 14, 2024 1:01 PM State Capitol, Conference Room 229 via Videoconference

In consideration of HB 2354, HD1 RELATING TO THE SMALL BUSINESS REGULATORY REVIEW BOARD.

Chair DeCoite, Vice Chair Wakai and members of the Committee. The Department of Business, Economic Development and Tourism (DBEDT) supports House Bill 2354 HD1. This measure clarifies the intent of the Small Business Regulatory Review Board's (SBRRB's) powers so that in addition to considering any request from small business owners for review of any rule, proposed, amended, or adopted by a state agency, the SBRRB has the authority to review legislation affecting small businesses in response to requests from small business owners.

It is important that the SBRRB's purview is clearly understood by the small business community, state and county agencies, Hawaii business chambers, and trade organizations. The changes are expected to clarify the Board's powers to avoid any misinterpretations.

Thank you for allowing DBEDT the opportunity to testify in support of this measure.

Telephone:(808) 586-2355Fax:(808) 586-2377

GRASSROOT INSTITUTE OF HAWAII

1050 Bishop St. #508 Honolulu, HI 96813 808-864-1776 info@grassrootinstitute.org

Removing barriers to Hawaii's prosperity

March 14, 2024, 1:01 p.m. Hawaii State Capitol Conference Room 229 and Videoconference

To: Senate Committee on Energy, Economic Development, and Tourism Sen. Lynn DeCoite, Chair Sen. Glenn Wakai, Vice Chair

From: Grassroot Institute of Hawaii Ted Kefalas, Director of Strategic Campaigns

RE: COMMENTS IN SUPPORT FOR HB2354 HD1 — RELATING TO THE SMALL BUSINESS REGULATORY REVIEW BOARD

Aloha Chair DeCoite, Vice-Chair Wakai and Committee Members,

The Grassroot Institute of Hawaii would like to offer its **comments in support** of <u>HB2354 HD1</u>, which would allow the Small Business Regulatory Review Board to comment on proposed legislation at the request of a small business owner.

The Small Business Regulatory Review Board was established in 1998 to represent the interests of Hawaii entrepreneurs in the executive branch. It functions mainly to review proposed amendments, additions and deletions to the administrative rules of state agencies.

However, it rarely suggests amendments to or opposes new administrative rules,¹ calling into question its efficacy as a defender of small business interests. This might be because few business owners know about the Board.

By expanding the Board's scope of responsibilities to include legislative input, this bill could help increase the Board's impact and effectiveness.

Thank you for the opportunity to testify.

Ted Kefalas Director of Strategic Campaigns Grassroot Institute of Hawaii

¹ "<u>Hawaii Small Business Regulatory Review Board: Annual Report Summary</u>," Hawaii Department of Business, Economic Development & Tourism, 2023, p. 33.



Testimony to the Senate Committee on Energy, Economic Development, and Tourism Thursday, March 14, 2024, at 1:01PM Conference Room 229 & Videoconference

RE: HB2354 HD1 Relating to the Small Business Regulatory Review Board

Aloha Chair DeCoite, Vice Chair Wakai, and Members of the Committee:

The Chamber of Commerce Hawaii ("The Chamber") **supports HB2354 HD1**, which clarifies the intent of the Small Business Regulatory Review Board's (SBRRB's) powers so that in addition to considering any request from small business owners for review of any rule, proposed, amended, or adopted by a state agency, the SBRRB has the authority to review legislation affecting small businesses in response to requests from small business owners.

The Small Business Regulatory Review Board was established to represent the interests of Hawaii entrepreneurs in the executive branch. By expanding the Board's scope of responsibilities to include legislative input, the potential of the Board's impact and effectiveness may be mobilized at a time advocacy for entrepreneurship in our state is called for.

The Chamber completed its 2030 Blueprint for Hawaii Initiative earlier this year. The vision was to create a data-based action plan for Business to lead and shape Hawaii's economic future as a top place to do business. We connected with stakeholders from business, government & community to shape goals and priorities and develop a strategy that presents achievable policy reforms and metrics to increase Hawaii's economic competitiveness. Based on stakeholder input, careful planning and collaboration among government, businesses, and communities is critical to foster sustainable economic development for our state. To build greater local wealth, commitment to an improved entrepreneurial ecosystem, developed with a coalition of partner organizations, was a top recommendation.

This measure will proactively ensure the stability of the SBRRB by eliminating any potential misinterpretations of the Board's authority while clarifying its legislative powers under the Small Business Regulatory Flexibility Act.

The Chamber is Hawaii's leading statewide business advocacy organization, representing about 2,000+ businesses. Approximately 80% of our members are small businesses with less than 20 employees. As the "Voice of Business" in Hawaii, the organization works on behalf of members and the entire business community to improve the state's economic climate and to foster positive action on issues of common concern.

Thank you for the opportunity to testify.

HB-2354-HD-1

Submitted on: 3/13/2024 7:09:58 AM Testimony for EET on 3/14/2024 1:01:00 PM

Submitted By	Organization	Testifier Position	Testify
Glen Kagamida	Individual	Support	Written Testimony Only

Comments:

SUPPORT. GOOD IDEA TO ASSIST SMALL BUSINESS.

MAHALO!



HB-2354-HD-1 Submitted on: 3/14/2024 8:36:10 AM Testimony for EET on 3/14/2024 1:01:00 PM

Submitted By	Organization	Testifier Position	Testify
Janet Ashman	Individual	Support	Written Testimony Only

Comments:

I strongly support this bill to authorize the SBRRB to review legislation affecting small businesses. This Board can play an important role in assuring that the impacts of both laws and regulations impacting small businesses, including farms, are fairly considered.

Thank you.