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

Statement of JAMES KUNANE TOKIOKA Director Department of Business, Economic Development, and Tourism before the HOUSE COMMITTEE ON JUDICIARY & HAWAIIAN AFFAIRS

Friday, February 16, 2024 2:00 PM State Capitol, Conference Room 325 via Videoconference

## In consideration of House Bill 2354 HD1 RELATING TO THE SMALL BUSINESS REGULATORY REVIEW BOARD.

Chair Tarnas, Vice Chair Takayama 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.



## 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

> **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 *Oʻahu* 

> 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

TO:	Chair Tarnas, Vice Chair Takayama, and Members of the House
	Committee on Judiciary & Hawaiian Affairs

TESTIMONY

- **FROM:** Mary Albitz, Chair, Small Business Regulatory Review Board (SBRRB) *Mary Albitz*
- **DATE:** February 16, 2024 Room 325 at 2:00 p.m.
- **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.

## GRASSROOT INSTITUTE OF HAWAII

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

**Removing barriers to Hawaii's prosperity** 

Feb. 16, 2024, 2 p.m. Hawaii State Capitol Conference Room 325 and Videoconference

To: House Committee on Judiciary and Hawaiian Affairs Rep. David Tarnas, Chair Rep. Gregg Takayama, Vice Chair

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

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

Aloha Chair Tarnas, Vice-Chair Takayama 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,<sup>1</sup> 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

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