## A BILL FOR AN ACT

RELATING TO HIGH TECHNOLOGY EDUCATION.

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

1 SECTION 1. (a) Notwithstanding any law to the contrary, a

2 qualified high technology business that is subject to the

3 employment and training assessment required under section

4 383-129, Hawaii Revised Statutes, and that establishes and

5 operates a high technology mentorship program for high school

6 students in the State, approved by the department of labor and

7 industrial relations in accordance with subsection (c), shall

8 qualify for a credit against its employment and training

assessment for the succeeding calendar year.

10 (b) The employment and training assessment credit provided

under this Act shall be equal to the wages of one full-time

12 equivalent employee of the qualified high technology business

paid at the lowest pay rate or salary paid by the business for

14 each high school student participating in the business's high

technology mentorship program and shall apply against the

business's total taxable wages calculation as specified in

section 383-61, Hawaii Revised Statutes. The employment and

18 training assessment credit shall only apply against assessments

HB LRB 06-0135.doc

9

11

13

15

16

17



#### H.B. NO. 2128

- 1 under section 383-129, Hawaii Revised Statutes, and may be
- 2 credited against the qualified high technology business's
- 3 employment and training assessment liability for the succeeding
- 4 calendar year.
- 5 If a qualified high technology business's employment and
- 6 training assessment credit is greater than the business's
- 7 employment and training assessment liability in a given calendar
- 8 year, the business may apply the remaining credit to its future
- 9 employment and training assessment liability until the credit is
- 10 exhausted. A qualified high technology business whose
- 11 employment and training assessment credit is greater than the
- 12 business's employment and training assessment liability shall
- 13 not be entitled to a refund of past assessments under this Act.
- 14 (c) The department of labor and industrial relations, in
- 15 consultation with the workforce development council, shall
- 16 establish criteria for approving high technology mentorship
- 17 programs. The criteria shall include but not be limited to:
- 18 (1) The types of high technology training provided by a
- 19 qualified high technology business;
- 20 (2) Minimum high technology mentorship program
- 21 requirements;

1	(3)	Duration	of	the	high	technology	mentorship	program	per
2		calendar	yea	ar;		, ·			

- Minimum amount of hours of participation by individual students; provided that an individual student need not be required to work full time in order for the qualified high technology business to be able to claim the assessment credit established under subsection

  (b); and
- 9 (5) Any other criteria the department of labor and10 industrial relations deems necessary.
- The criteria shall be adopted in accordance with chapter 91, Hawaii Revised Statutes.
- 13 The department of labor and industrial relations shall 14 review a qualified high technology business's high technology 15 mentorship program proposal and, if the department determines 16 that the business's mentorship program meets the criteria 17 established pursuant to subsection (c), the department shall 18 provide the business with a written approval of the mentorship 19 program. Prior to the end of each calendar year following the 20 approval of a qualified high technology business's mentorship 21 program, the qualified high technology business shall submit all information regarding its mentorship program required by the 22

## H.B. NO. 2128

- 1 department of labor and industrial relations to verify student
- 2 participation and to calculate the business's employment and
- 3 training assessment credit.
- 4 The department of labor and industrial relations shall
- 5 prepare and provide the necessary forms for qualified high
- 6 technology businesses to establish high technology mentorship
- 7 programs and to apply for and claim the employment and training
- 8 assessment credit.
- 9 (e) For the purposes of this Act, "qualified high
- 10 technology business" has the same meaning as defined in section
- 11 235-110.9(g), Hawaii Revised Statutes.
- 12 SECTION 2. The department of labor and industrial
- 13 relations shall adopt rules in accordance with chapter 91,
- 14 Hawaii Revised Statutes, to effectuate this Act.
- 15 SECTION 3. The department of labor and industrial
- 16 relations shall submit an initial progress report on the
- 17 implementation of this Act not later than twenty days prior to
- 18 the convening of the 2007 regular session and shall annually
- 19 thereafter submit progress reports to the legislature not later
- 20 than twenty days prior to the convening of each succeeding
- 21 regular session. Not later than twenty days prior to the
- 22 convening of the 2011 regular session, the department of labor

- 1 and industrial relations shall submit a final report on the
- 2 implementation of this Act that shall include but not be limited
- 3 to its findings on how the high technology mentorship program
- 4 established under this Act has impacted the high technology
- 5 education of high school students in the State, the revenue lost
- 6 to the employment and training fund due the employment and
- 7 training assessment credit, and recommendations on whether the
- 8 high technology mentorship program and employment and training
- 9 assessment credit should be made permanent.
- 10 SECTION 4. This Act shall take effect upon its approval
- 11 and shall be repealed on June 30, 2011.

12

INTRODUCED BY:

JAN 2 0 2006

# H.B. NO. 2128

#### Report Title:

High Technology Mentorship Program; Employment and Training Fund

#### Description:

Establishes a high technology mentorship program as a pilot project for high school students to develop hands on high technology skills. Allows businesses that participate in training high school students to claim a credit against their employment and training fund assessment.

HB LRB 06-0135.doc