STAND. COM. REP. NO. 1324

Honolulu, Hawaii

MAR 2 3 2007

RE:

H.B. No. 312

H.D. 2

S.D. 1

Honorable Colleen Hanabusa President of the Senate Twenty-Fourth State Legislature Regular Session of 2007 State of Hawaii

Madam:

Your Committee on Economic Development and Taxation, to which was referred H.B. No. 312, H.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO COMMUNITY-BASED ECONOMIC DEVELOPMENT,"

begs leave to report as follows:

The purpose of this measure is to make an appropriation to the Department of Business, Economic Development, and Tourism for the Hawaii Community-Based Economic Development Technical and Financial Assistance Program (Program).

Your Committee received testimony in support of this measure from the Department of Business, Economic Development, and Tourism; Office of Planning; Office of Hawaiian Affairs; Maui Office of Economic Development; Kauai Office of Economic Development; Kauai Community College; National Kidney Foundation; Hawaii Alliance for Community-Based Economic Development; Hawaii Small Business Development Center; Garden Island Resource Conservation & Development, Inc.; Kauai Planning & Action Alliance, Inc.; The Arc of Kauai; Empower Oahu; Waiianae Coast Coalition; Kona Pacific Farmers Cooperative; and three individuals.

Your Committee finds that the business community, nonprofit organizations, and other entrepreneurs require a functional, service-oriented agency that is readily available to provide

2007-2565 SSCR SMA.doc

business counseling, financial backing, and general support to foster real community-based economic development of the various products and services demonstrating and embracing Hawaii's diversified economy. The Program was established for this purpose by Act 111, Session Laws of Hawaii (SLH) 1990, codified as chapter 210D, Hawaii Revised Statutes (HRS), which states in part in section 210D-1, HRS, that "[i]t is in the best interest of the State to bring about a diversification of opportunities in all aspects of life for the residents and communities of the State. Community-based enterprises play an important part in providing a diversification of opportunities for Hawaii's residents and communities."

Your Committee finds that this measure is in keeping with the State's stated commitment under Act 211, SLH 1990.

Your Committee has amended this measure by changing the effective date to July 1, 2050, to continue the discussion in its merits.

As affirmed by the record of votes of the members of your Committee on Economic Development and Taxation that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 312, H.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 312, H.D. 2, S.D. 1, and be referred to the Committee on Ways and Means.

Respectfully submitted on behalf of the members of the Committee on Economic Development and Taxation,

CAROL BURUNACA Chair

The Senate Twenty-Fourth Legislature State of Hawaii

Record of Votes Committee on Economic Development and Taxation EDT

Bill / Resolution No.:* HB 312 HD2	Committee Referral:		Date: 3/22/2007		
The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to:					
The Recommendation is: Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
FUKUNAGA, Carol (C)		1			
ESPERO, Will (VC)					√,
ENGLISH, J. Kalani					/
IGE, David Y.		1			
SLOM, Sam		V			
TOTAL		3			-2
Recommendation: Adopted			Not Adopted		
Chair's or Designee's Signature:					
Distribution: Original Yellow Pink File with Committee Report Clerk's Office Drafting Agency					