STAND. COM. REP. NO. 236

Honolulu, Hawaii

FEB 1 2 2008

RE: S.B. No. 3168

S.D. 1

Honorable Colleen Hanabusa President of the Senate Twenty-Fourth State Legislature Regular Session of 2008 State of Hawaii

Madam:

Your Committees on Economic Development and Taxation and Education, to which was referred S.B. No. 3168 entitled:

"A BILL FOR AN ACT RELATING TO CREATIVE MEDIA,"

beg leave to report as follows:

The purpose of this measure is to:

- (1) Establish the Academy for Creative Media (ACM) program in statute under the University of Hawai'i at West Oahu; and
- (2) Amend Act 11, Special Session Laws of Hawaii 2007, to delete all references to a lease agreement with PBS Hawaii, and to delete the references to equipment and installation in the appropriation section.

Testimony in support of this measure was received from the Department of Education; Hoʻopili, D.R. Horton, Schuler Division; Kapolei Property Development; Watanabe Ing & Komeiji; and five individuals. The University of Hawaiʻi System testified in opposition. The Department of Business, Economic Development, and Tourism submitted comments.

Your Committees are considering two related issues as a result of the discussions on this measure - sustained support for a successful University program and the significant contributions that the long-anticipated West Oahu campus will have for the State's economy. Your Committees acknowledge that the priority

2008-1089 SSCR SMA-1.doc

mission of the University of Hawai'i is to provide excellent post secondary education to our young adults. But members are in agreement with the testimony of community members who believe the mission should also include the University's contribution to the proper planning and growth in the State. A permanent University of Hawai'i West Oahu campus in Kapolei, and establishing the ACM program at the campus fulfills both goals.

Your Committees cite the history of the initiative to establish a West Oahu campus - to serve not only as a University facility in the Leeward area, but also as a central hub in a growth area designed to support a broad range of 21st century development and jobs, such as creative media, high technology and alternate energy ventures, and dual use and science-technology applications.

With a new film-production facility planned for the Kapolei industrial area, and the recent announcement of a Disney-owned hotel complex within the Ko Olina Resort complex, your Committees believe the time has come for the University of Hawai'i West Oahu to take its place as the center of Hawaii's creative media industry. The convergence of these developments and the growing number of K-12 students excelling in digital media production in Leeward and Central Oahu means that it is finally time for this vision to become a reality when the new campus is scheduled to open in Kapolei in fall 2009.

Your Committees find the response to this measure by the University of Hawai'i System troubling, in that it focuses on the role of the Board of Regents as sole determiner of the placement of an academic program. Your Committees would remind the University that the Legislature also exercises authority over programming and facility decisions by virtue of its power to appropriate funds, and pursuant to article X, section 6, of the State Constitution, the Legislature shall have the exclusive jurisdiction to identify laws of statewide concern.

Your Committees have amended this measure by:

(1) Adding language in the findings and purpose section related to the siting of the school as a cornerstone of the State's development of the Kapolei-West Oahu region as a hub of Hawaii's creative media industry;

- (2) Adding qualifications and responsibilities required for the head of the ACM;
- (3) Amending Act 11, Special Session Laws of Hawaii 2007, to delete the majority of the findings and purpose language in section 2, as this is duplicative of the findings and purpose in this measure; and
- (4) Inserting a proviso in the appropriation that no funds shall be expended unless the ACM is permanently established at and administered by the University of Hawai'i at West Oahu.

As affirmed by the records of votes of the members of your Committees on Economic Development and Taxation and Education that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 3168, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 3168, S.D. 1, and be referred to the Committee on Ways and Means.

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

NORMAN SAKAMOTO. Chair

CAROL FUKUNAGA/ Chair

The Senate Twenty-Fourth Legislature State of Hawaii

Record of Votes Committee on Economic Development and Taxation EDT

Bill / Resolution No.:*	Committee Referral:		Date:				
SB 3168	EDT/EDU, WAM Z/7/08			108			
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)							
ESPERO, Will (VC)	- L						
BAKER, Rosalyn H.							
ENGLISH, J. Kalani							
IGE, David Y.							
SLOM, Sam							
TOTAL	4			Luca			
Recommendation: Adopted Not Adopted							
Chair's or Designee's Signature:							
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy							

*Only one measure per Record of Votes

The Senate Twenty-Fourth Legislature State of Hawaii

Record of Votes Committee on Education EDU

Bill / Resolution No.:*	Committee Referral: Date:					
SB3108	EDT/EDU, WAM 2-8-08					
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		
SAKAMOTO, Norman (C)	X					
TOKUDA, JIII N. (VC)	- X					
CHUN OAKLAND, Suzanne	X					
GABBARD, Mike	X		10 (10 (10 (10 (10 (10 (10 (10 (10 (10 (
HEE, Clayton				X		
NISHIHARA, Clarence K.	X	CANADA CA				
TANIGUCHI, Brian T.		1 ×				
SLOM, Sam						
TOTAL	6		Ø			
Recommendation: Adopted Not Adopted						
Chair's or Designee's Signature:						
Distribution: Original Vellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy						

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