

GOV. 1356. NO. 840

EXECUTIVE CHAMBERS

HONOLULU

LINDA LINGLE GOVERNOR

July 15, 2009

The Honorable Colleen Hanabusa, President and Members of the Senate Twenty-Fifth State Legislature State Capitol, Room 409 Honolulu, Hawaii 96813

Dear Madam President and Members of the Senate:

I am transmitting herewith HB754 HD1 SD1 CD2, without my approval, and with the statement of objections relating to the measure.

HB754 HD1 SD1 CD2

A BILL FOR AN ACT RELATING TO THE HAWAII TOURISM AUTHORITY.

Sincerely,

LINDA LINGLE

EXECUTIVE CHAMBERS HONOLULU July 15, 2009

STATEMENT OF OBJECTIONS TO HOUSE BILL NO. 754

Honorable Members Twenty-Fifth Legislature State of Hawaii

Pursuant to Section 16 of Article III of the Constitution of the State of Hawaii, I am returning herewith, without my approval, House Bill No. 754, entitled "A Bill for an Act Relating to the Hawaii Tourism Authority."

The purpose of this bill is to make various changes to the Hawaii Tourism Authority. In addition, this bill would divert approximately \$7,500,000 from the general fund to the Tourism Special Fund in Fiscal Year 2010-2011.

This bill is objectionable because it makes a number of changes to the Hawaii Tourism Authority that have the potential to negatively impact our most important industry. First, the bill removes the authority of the Department of Business, Economic Development and Tourism to conduct tourism research and statistics. The bill transfers this responsibility to the Hawaii Tourism Authority and gives it the power to contract for these services.

While this change may seem insignificant on its face, I believe it has the ability to jeopardize the independence and accuracy of the research we receive. It is critical that the agency charged with achieving tourism goals separate itself from the agency responsible for measuring how well those goals have been met. This separation provides credibility and stronger

STATEMENT OF OBJECTIONS HOUSE BILL NO. 754 Page 2

public confidence in both the data and the respective agencies.

In addition, I am disappointed that the Legislature has chosen to remove the four ex-officio members from the Hawaii Tourism Authority Board in this bill. These members represent the Department of Business, Economic Development and Tourism, the Department of Land and Natural Resources, the Department of Transportation, and the State Foundation on Culture and the Arts. These individuals represent key agencies with missions that directly relate to the tourism industry. Their expertise and experience strengthen the Board and help guide decisions regarding the types of tourism products offered. Removing them serves no public purpose and does a disservice to those who depend upon a healthy tourism industry for their livelihood.

For the foregoing reasons, I am returning House Bill No. 754 without my approval.

Respectfully,

In Zie

LINDA LINGL

Governor of Hawaii

VETO

HOUSE OF REPRESENTATIVES TWENTY-FIFTH LEGISLATURE, 2009 STATE OF HAWAII H.B. NO. H.D. 1 S.D. 1 C.D. 2

A BILL FOR AN ACT

RELATING TO THE HAWAII TOURISM AUTHORITY.

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

- 1 SECTION 1. Chapter 201B, Hawaii Revised Statutes, is
- 2 amended by adding a new section to be appropriately designated
- 3 and to read as follows:
- 4 "§201B- Applicability of Hawaii public procurement code;
- 5 convention center contractor; construction contracts. The
- 6 construction contracts for the maintenance of the convention
- 7 center facility by the private contractor that operates the
- 8 convention center, by its direct or indirect receipt of, and its
- 9 expenditure of, public funds from the department of business,
- 10 economic development, and tourism or the authority, or both,
- shall be subject to part III of chapter 103D."
- 12 SECTION 2. Section 102-2, Hawaii Revised Statutes, is
- 13 amended by amending subsection (b) to read as follows:
- 14 "(b) The bidding requirements of subsection (a) shall not
- 15 apply to concessions or space on public property set aside for
- 16 the following purposes:

1	(1)	For operation of ground transportation services and
2		parking lot operations at airports, except for motor
3		vehicle rental operations under chapter 437D;
4	(2)	For lei vendors;
5	(3)	For airline and aircraft operations;
6	(4)	For automatic teller machines and vending machines,
7		except vending machines located at public schools
8		operated by blind or visually handicapped persons in
9		accordance with section 302A-412;
10	(5)	For operation of concessions set aside without any
11		charge;
12	(6)	For operation of concessions by handicapped or blind
13		persons; except concessions operated in the public
14		schools by blind or visually handicapped persons in
15		accordance with section 302A-412;
16	(7)	For operation of concessions on permits revocable on
17		notice of thirty days or less; provided that no such
18		permits shall be issued for more than a one year
19		period;
20	(8)	For operation of concessions or concession spaces for
21		a beach service association dedicated to the
22		preservation of the Hawaii beach boy tradition.

1		incorporated as a nonprofit corporation in accordance
2		with state law, and whose members are appropriately
3		licensed or certified as required by law;
4	(9)	For operation of concessions at county zoos, botanic
5		gardens, or other county parks which are
6		environmentally, culturally, historically, or
7		operationally unique and are supported, by nonprofit
8		corporations incorporated in accordance with state law
9		solely for purposes of supporting county aims and
10		goals of the zoo, botanic garden, or other county
11		park, and operating under agreement with the
12		appropriate agency solely for such purposes, aims, and
13		goals;
14	(10)	For operation of concessions that furnish goods or
15		services for which there is only one source, as
16		determined by the head of the awarding government
17		agency in writing that shall be included in the
18		contract file; and
19	[(11)	For operation of concession or concession spaces at
20		the convention center under chapter 201B; and
21	(12]	(11) For any of the operations of the Hawaii health
22		systems corporation and its regional system boards."

1	SECTION 3. Section 201-3, Hawaii Revised Statutes, is
2	amended to read as follows:
3	"§201-3 Specific research and promotional functions of the
4	department. Without prejudice to its general functions and
5	duties, the department of business, economic development, and
6	tourism shall have specific functions in the following areas:
7	(1) Industrial development. The department shall
8	[determine]:
9	(A) Determine through technical and economic surveys
10	the profit potential of new or expanded
11	industrial undertakings; [develop]
12	(B) Develop through research projects and other means
13	new and improved industrial products and
14	processes; [promote]
15	(C) Promote studies and surveys to determine consumer
16	preference as to design and quality and to
17	determine the best methods of packaging,
18	transporting, and marketing the State's
19	industrial products; [disseminate]
20	(D) <u>Disseminate</u> information to assist the present
21	industries of the State, to attract new
99	industries to the State and to encourage capital

1		investment in present and new industries in the
2		[State; assist] state;
3	(E)	Assist associations of producers and distributors
4		of industrial products to introduce these
5		products to consumers; and [make]
6	<u>(F)</u>	Make grants or contracts as may be necessary or
7		advisable to accomplish the foregoing;
8	(2) Land	development. The department shall [encourage]:
9	(A)	Encourage the most productive use of all land in
10		the [State] state in accordance with a general
11		plan developed by the department; [encourage]
12	(B)	Encourage the improvement of land tenure
13		practices on leased private lands; [promote]
14	(C)	Promote an informational program directed to
15		landowners, producers of agricultural and
16		industrial commodities, and the general public
17		regarding the most efficient and most productive
18		use of the lands in the [State; and
19		[make]
20	<u>(D)</u>	Make grants or contracts as may be necessary or
21		advisable to accomplish the foregoing;
22	(3) Credi	it development. The department shall [conduct]:
	2009-2433 HB754	CD2 SMA-B.doc

1		(A)	Conduct a continuing study of agricultural and
2			industrial credit needs; [encourage]
3		(B)	Encourage the development of additional private
4			and public credit sources for agricultural and
5			industrial enterprises; [promote]
6		<u>(C)</u>	Promote an informational program to acquaint
7			financial institutions with agricultural and
8			industrial credit needs and the potential for
9			agricultural and industrial expansion, and inform
10			producers of agricultural and industrial products
11			as to the manner in which to qualify for loans;
12			and [make]
13		<u>(D)</u>	Make grants or contracts as may be necessary or
14			advisable to accomplish the foregoing;
15	(4)	Prom	otion. The department shall [disseminate]:
16		(A)	Disseminate information developed for or by the
17			department pertaining to economic development to
18			assist present industry in the [State, attract]
19			state;
20		(B)	Attract new industry and investments to the
21			State[-]; and [assist]

1		(C) Assist new and emerging industry with good growth
2		potential or prospects in jobs, exports, and new
3		products.
4		The industrial and economic promotional activities of
5		the department may include the use of literature,
6		advertising, demonstrations, displays, market testing,
7		lectures, travel, motion picture and slide films, and
8		other promotional and publicity devices as may be
9		appropriate;
10	[(5)	Tourism research and statistics. The department shall
11		maintain a program of research and statistics for the
12		purpose of:
13		(A) Measuring and analyzing tourism trends;
14		(B) Providing information and research to assist in
15		the development and implementation of state
16		tourism policy;
17		(C) Encouraging and arranging for the conduct of
18		tourism research and information development
19		through voluntary means or through contractual
20		services with qualified agencies, firms, or
21		persons; and

1	(D)	Prov:	iding tourism information to policy makers,
2		the	public, and the visitor industry. This
3		incl	u des :
4		(i)	Collecting and publishing visitor-related
5			data including visitor arrivals, visitor
6			characteristics and expenditures;
7		(ii)	Collecting and publishing hotel-related
8			statistics including the number of units
9			available, occupancy rates, and room rates;
0		(iii)	Collecting and publishing airline related
11			data including seat capacity and number of
12			flights;
13		(iv)	Collecting information and conducting
14			analyses of the economic, social, and
15			physical impacts of tourism on the State;
16		(v)	Conducting periodic studies of the impact of
17			ongoing marketing programs of the Hawaii
18			tourism authority on Hawaii's tourism
19			industry, employment in Hawaii, state taxes,
20			and the State's lesser known and
21			underutilized destinations; and

1		(VI) Cooperate with the Hawaii tourism authority
2		and provide it with the above information in
3		a timely manner;] and
4	[(6)]	(5) Self-sufficiency standard. The department shall
5		establish and update biennially a self-sufficiency
6		standard that shall incorporate existing methods of
7		calculation, and shall reflect, at a minimum, costs
8		relating to housing, food, child care, transportation
9		health care, clothing and household expenses, federal
10		and state tax obligations, family size, children's
11		ages, geography, and the number of household wage
12		earners. The department shall report to the
13		legislature concerning the self-sufficiency standard
14		no later than twenty days prior to the convening of
15		the regular session of 2009, and every odd-numbered
16		year thereafter. The recommendations shall address,
17		among other things, the [utilization] use of any
18		federal funding that may be available for the purposes
19		of establishing and updating the self-sufficiency
20		standard.
21	The o	department shall be the central agency to coordinate
22	film perm	it activities in the [State.] state."

	bedien 4. bedeten 2015 2, nawati nevibed bedeates, 15
2	amended to read as follows:
3	"§201B-2 Hawaii tourism authority; establishment; board;
4	[staff.] president and chief executive officer. (a) There is
5	established the Hawaii tourism authority, which shall be a body
6	corporate and a public instrumentality of the State, for the
7	purpose of implementing this chapter. The authority shall be
8	placed within the department of business, economic development,
9	and tourism for administrative purposes only.
10	(b) The authority shall be headed by a policy-making board
11	of directors [which consists] that shall consist of twelve
12	[public, voting] members[, and four ex officio nonvoting
13	<pre>members]; provided that:</pre>
14	(1) [Twelve public, voting] The members shall be appointed
15	by the governor as provided in section 26-34, except
16	as otherwise provided by law;
17	(2) The [twelve public, voting] members shall [be composed
18	of] include at least one representative each from the
19	city and county of Honolulu and the counties of
20	Hawaii, Kauai, and Maui; the remaining [public]
21	members shall be appointed at-large;

2

3

7

8

9

10

11

12

13

14

15

16

17

18

19

H.B. NO.

1	(3)	[Of the twelve public, voting members, three] Three
2		members shall be appointed by the governor from a list
3		of three names submitted for each appointment by the
4		president of the senate, and three members shall be
5		appointed by the governor from a list of three names
6		submitted for each appointment by the speaker of the
7		house of representatives; provided that if fewer than
8		three names are submitted for each appointment, the
9	i i i i i i i i i i i i i i i i i i i	governor may disregard the list;

- At least six [of the twelve public, voting] members (4)shall have knowledge, experience, and expertise in the area of visitor industry management, marketing, promotion, transportation, retail, entertainment, or visitor attractions, and at least one shall have knowledge, experience, and expertise in the area of Hawaiian cultural practices; provided that no more than three members shall represent, be employed by, or be under contract to any sector of the industry represented on the board;
- 20 The governor shall make appointments to ensure the (5) fulfillment of all requirements; provided that any 21 22 appointments made after July 1, 2002, shall be made to

1		fulfill the requirements in place when the
2		appointments are made;
3	[(6)	The director of business, economic development, and
4		tourism, or a designated representative, shall be an
5		ex officio nonvoting member;
6	(7)	The director of transportation, or a designated
7		representative, shall be an ex officio nonvoting
8		member;
9	(8)	The chairperson of the board of land and natural
10		resources, or a designated representative, shall be an
l 1		ex officio nonvoting member;
12	(9)	The executive director of the state foundation on
13		culture and the arts, or a designated representative,
14		shall be an ex officio nonvoting member; and
15	[(10)]	(6) No person who has served as a member of the board
16		of directors of the Hawaii Visitors and Convention
17		Bureau shall be eligible to sit as a [public, voting]
18		member of the board of directors of the Hawaii tourism
19		authority until at least two years have expired
20		between the person's termination from service on the
21		Hawaii Visitors and Convention Bureau board and the

1	person's appointment to the authority's board of
2	directors.
3	(c) [The public members] Members shall be appointed by the
4	governor for terms of four years. Each [public] member shall
5	hold office until the member's successor is appointed and
6	qualified. Section 26-34 shall be applicable insofar as it
7	relates to the number of terms and consecutive number of years a
8	member may serve on the board.
9	(d) The board shall elect a chairperson from among the
10	[voting] members. [The director of business, economic
11	development, and tourism or the designated representative shall
12	not be chairperson of the board.]
13	(e) Seven [voting] members shall constitute a quorum and a
14	minimum of seven affirmative votes shall be necessary for all
15	actions by the authority. The members shall serve without
16	compensation, but shall be reimbursed for expenses, including
17	traveling expenses, necessary for the performance of their
18	duties.
19	(f) The board shall appoint [an executive director,] one
20	person to serve as president and chief executive officer, exempt

from chapters 76 and 88 who shall oversee the authority staff;

provided that the compensation package, including salary, shall

21

22

H.B. NO. H.D. 1 S.D. 1

- 1 not exceed nine per cent of the five per cent authorized for
- 2 administrative expenses under section 201B-11(c); and provided
- 3 further that the compensation package shall not include private
- 4 sector moneys or other contributions. The board shall set the
- 5 [executive director's] president and chief executive officer's
- 6 duties, responsibilities, holidays, vacations, leaves, hours of
- 7 work, and working conditions. It may grant [such] other
- 8 benefits as it deems necessary.
- 9 [The board may appoint a sports coordinator, exempt from
- 10 chapters 76, 78, and 88, who shall provide management services
- 11 for all sporting events supported through the authority.
- 12 (g) The authority may employ persons not subject to
- 13 chapters 76 and 78 to perform and execute the functions of the
- 14 authority.]"
- 15 SECTION 5. Section 201B-3, Hawaii Revised Statutes, is
- 16 amended by amending subsection (a) to read as follows:
- "(a) Except as otherwise limited by this chapter, the
- 18 authority may:
- 19 (1) Sue and be sued;
- 20 (2) Have a seal and alter the same at pleasure;
- 21 (3) [Make] Through its president and chief executive
- officer, make and execute contracts and all other

2009-2433 HB754 CD2 SMA-B.doc

. 1		instruments necessary or convenient for the exercise
2		of its powers and functions under this chapter;
3		provided that the authority may enter into contracts
4		and agreements for a period of up to five years,
5		subject to the availability of funds; and provided
6		further that the authority may enter into agreements
7		for the use of the convention center facility for a
8		period of up to ten years;
9	(4)	Make and alter bylaws for its organization and
10		internal management;
11	(5)	Unless otherwise provided in this chapter, adopt rules
12		in accordance with chapter 91 with respect to its
13		projects, operations, properties, and facilities;
14	(6)	Through its [executive director] president and chief
15		executive officer, represent the authority in
16		communications with the governor and the legislature;
17	(7)	Through its [executive director,] president and chief
18		executive officer, provide for the appointment of
19		officers, agents, <u>a sports coordinator</u> , and employees,
20		subject to the approval of the board, prescribing
21		their duties and qualifications, and fixing their
22		salaries, without regard to chapters 76 and 78, if

1		there is no anticipated revenue shortfall in the
2		tourism special fund and funds have been appropriated
3		by the legislature and allotted as provided by law;
4	(8)	Through its [executive director] president and chief
5		executive officer, purchase supplies, equipment, or
6		furniture;
7	(9)	Through its [executive director] president and chief
8		executive officer, allocate the space or spaces that
9		are to be occupied by the authority and appropriate
10		staff;
11	(10)	[Engage] Through its president and chief executive
12		officer, engage the services of qualified persons to
13		implement the State's tourism marketing plan or
14		portions thereof as determined by the authority;
15	(11)	[Engage] Through its president and chief executive
16		officer, engage the services of consultants on a
17		contractual basis for rendering professional and
18		technical assistance and advice;
19	(12)	Procure insurance against any loss in connection with
20		its property and other assets and operations in
21		amounts and from insurers as it deems desirable;

1	(13)	Contract for or accept revenues, compensation,
2		proceeds, and gifts or grants in any form from any
3		public agency or any other source, including any
4		revenues or proceeds arising from the operation or use
5		of the convention center;
6	(14)	Develop, coordinate, and implement state policies and
7		directions for tourism and related activities taking
8		into account the economic, social, and physical
9		impacts of tourism on the State and its natural
10		resources infrastructure; provided that the authority
11		shall support the efforts of other state and county
12		departments or agencies to manage, improve, and
13		protect Hawaii's natural environment and areas
14		frequented by visitors;
15	(15)	Have a permanent, strong focus on marketing and
16		promotion;
17	(16)	Conduct market development-related research as
18		necessary;
19	(17)	Coordinate all agencies and advise the private sector
20		in the development of tourism-related activities and
21		resources;

1	(18)	Work to eliminate or reduce barriers to travel [in
2		order] to provide a positive and competitive business
3		environment, including coordinating with the
4		department of transportation on issues affecting
5		airlines and air route development;
6	(19)	Market and promote sports-related activities and
7		events;
8	(20)	Coordinate the development of new products with the
9		counties and other persons in the public sector and
10		private sector, including the development of sports,
11		culture, health and wellness, education, technology,
12		agriculture, and nature tourism;
13	(21)	Establish a public information and educational program
14		to inform the public of tourism and tourism-related
15		problems;
16	(22)	Encourage the development of tourism educational,
17		training, and career counseling programs;
18	(23)	Establish a program to monitor, investigate, and
19		respond to complaints about problems resulting
20		directly or indirectly from the tourism industry and
21		taking appropriate action as necessary;

1	(24)	Develop and implement emergency measures to respond to
2		any adverse effects on the tourism industry, pursuant
3		to section 201B-9;
4	(25)	Set and collect rents, fees, charges, or other
5		payments for the lease, use, occupancy, or disposition
6		of the convention center facility without regard to
7		chapter 91;
8	(26)	Notwithstanding chapter 171, acquire, lease as lessee
9		or lessor, own, rent, hold, and dispose of the
10		convention center facility in the exercise of its
11		powers and the performance of its duties under this
12		chapter; and
13	(27)	Acquire by purchase, lease, or otherwise, and develop,
14		construct, operate, own, manage, repair, reconstruct,
15		enlarge, or otherwise effectuate, either directly or
16		through developers, a convention center facility."
17	SECT	ION 6. Section 201B-6, Hawaii Revised Statutes, is
18	amended by	y amending subsection (b) to read as follows:
19	" (b)	In accordance with subsection (a), the authority
20	shall [be	responsible for developing develop measures of
21	effective	ness to assess the overall benefits and effectiveness

H.B. NO. 754 H.D. 1 S.D. 1

- 1 of the marketing plan and include documentation of the directly
- 2 attributable benefits of the plan to the following:
- 3 (1) Hawaii's tourism industry;
- 4 (2) Employment in Hawaii;
- 5 (3) State taxes; and
- 6 (4) The State's lesser known and [underutilized] underused
- 7 destinations."
- 8 SECTION 7. Section 201B-7, Hawaii Revised Statutes, is
- 9 amended by amending subsection (a) to read as follows:
- 10 "(a) The authority may enter into contracts and agreements
- 11 that include the following:
- 12 (1) Tourism promotion, marketing, and development;
- 13 (2) Market development-related research;
- 14 (3) Product development and diversification issues focused
- on visitors;
- 16 (4) Promotion, development, and coordination of sports-
- 17 related activities and events;
- 18 (5) Promotion of Hawaii, through a coordinated statewide
- effort, as a place to do business, including high
- 20 technology business, and as a business destination;
- 21 (6) Reduction of barriers to travel;

1	[+](7)[+]	Marketing, management, use, operation, or maintenance
2		of the convention center facility, including the
3		purchase or sale of goods or services, logo items,
4 ,		concessions, sponsorships, and license agreements, or
5		any use of the convention center facility as a
6		commercial enterprise; provided that effective
7		January 1, 2003, and thereafter, the contract for
8		management of the convention center facility shall
9		include marketing for all uses of the facility; [and]
10	[+](8)[+]	Tourism research and statistics to:
11		(A) Measure and analyze tourism trends;
12		(B) Provide information and research to assist in the
13		development and implementation of state tourism
14		policy;
15		(C) Provide tourism information on:
16		(i) Visitor arrivals, visitor characteristics,
17		and expenditures;
18		(ii) The number of transient accommodation units
19		available, occupancy rates, and room rates;
20		(iii) Airline-related data including seat capacity
21		and number of flights;

1	(iv) The economic, social, and physical impacts
2	of tourism on the State; and
3	(v) The impact of ongoing marketing programs of
4	the authority on Hawaii's tourism industry,
5	employment in Hawaii, state taxes, and the
6	State's lesser known and underused
7	destinations;
8	<u>and</u>
9	(9) Any and all other activities necessary to carry out
10	the intent of this chapter;
11	provided that for any contract or agreement valued at \$25,000
12	and over, the authority shall provide notice to the speaker of
13	the house of representatives and the president of the senate on
14	the same day that such notification is given to the governor."
15	SECTION 8. Section 201B-9, Hawaii Revised Statutes, is
16	amended to read as follows:
17	"[+] §201B-9[+] Tourism emergency. (a) If the board
18	determines that the occurrence of a world conflict, terrorist
19	threat, national or global economic crisis, natural disaster,
20	outbreak of disease, or other catastrophic event[, regardless of
21	when or where it occurs, adversely affects Hawaii's tourism
22	industry by resulting in a substantial interruption in the
	2009-2433 HB754 CD2 SMA-B doc

H.B. NO. H.D. S.D. 1

- 1 commerce of the State and adversely affecting the welfare of its
- 2 people, the board shall submit a request to the governor to
- 3 declare that a tourism emergency exists.
- 4 (b) Upon declaration by the governor that a tourism
- 5 emergency exists pursuant to subsection (a), the authority shall
- 6 develop and implement measures to respond to the tourism
- 7 emergency, including providing assistance to tourists during the
- 8 emergency; provided that any tourism emergency response measure
- 9 implemented pursuant to this subsection shall not include any
- 10 provision that would adversely affect the organized labor force
- 11 in tourism-related industries. With respect to a national or
- 12 global economic crisis only, in addition to the governor's
- 13 declaration of the existence of a tourism emergency, no action
- 14 in response to the tourism emergency declaration may be taken by
- 15 the authority without the governor's express approval."
- 16 SECTION 9. Section 201B-11, Hawaii Revised Statutes, is
- 17 amended by amending subsection (c) to read as follows:
- 18 "(c) Moneys in the tourism special fund shall be used by
- 19 the authority for the purposes of this chapter; provided that:
- 20 (1) Not more than five per cent of this amount shall be
- used for administrative expenses, including \$15,000
- for a protocol fund to be expended at the discretion

1	of the [executive director;] president and chief
2	executive officer; and
3	(2) At least \$1,000,000 shall be made available to support
4	efforts to manage, improve, and protect Hawaii's
5	natural environment and areas frequented by visitors."
6	SECTION 10. Section 201B-13, Hawaii Revised Statutes, is
7	amended to read as follows:
8	"[+] §201B-13[+] Assistance by state and county
9	agencies[+]; advisory group. (a) Any state or county agency
10	may render services upon request of the authority.
11	(b) The authority may establish an advisory group that may
12	meet monthly or as the authority deems necessary, which may
13	include the director of business, economic development, and
14	tourism, director of transportation, chairperson of the board of
15	land and natural resources, and executive director of the state
16	foundation on culture and the arts to advise the authority on
17	matters relating to their respective departments or agency in
18	the preparation and execution of suggested:
19	(1) Measures to respond to tourism emergencies pursuant to
20	section 201B-9;

1	(2) Programs for the management, improvement, and	
2	protection of Hawaii's natural environment and other	
3	areas frequented by visitors;	
4	(3) Measures to address issues affecting airlines, air	
5	routes, and barriers to travel to Hawaii; and	
6	(4) Programs to perpetuate the cultures of Hawaii and	
7	engage local communities to sustain and preserve the	
8	native Hawaiian culture." SECTION 11. For fiscal year 2010-2011, after the revenues	
10	collected under chapter 237D, Hawaii Revised Statutes, are	
11	distributed pursuant to section 237D-2(b), Hawaii Revised	
12	Statutes, 12.5 per cent of the revenues derived under section	
13	237D-2(b)(2), Hawaii Revised Statutes, shall be deposited into	
14	the tourism special fund established under section 201B-11,	
15	Hawaii Revised Statutes, and any excess revenues shall be	
16	deposited into the general fund.	
17	SECTION 12. Act 58, Session Laws of Hawaii 2004, as	
18	amended by section 50 of Act 22, Session Laws of Hawaii 2005, as	
19	amended by section 1 of Act 306, Session Laws of Hawaii 2006, is	
20	amended by amending section 14 to read as follows:	
21	"SECTION 14. This Act shall take effect upon its approval;	
22	provided that:	

2009-2433 HB754 CD2 SMA-B.doc

H.B. NO. 754 S.D. 1 S.D. 1

1	(1)	The amendments made to sections 40-1, 40-4, and 40-6,
2		Hawaii Revised Statutes, by part I of this Act shall
3		not be repealed when those sections are reenacted on
4		June 30, 2006, by section 1 of Act 137, Session Laws
5		of Hawaii 2005;
6	(2)	Sections 3, 4, 5, 6, and 7 of Part I shall be repealed
7		on June 30, 2010, and [sections 28 8.3,]:
8		(A) Sections 201B-2[7] and 201B-11, Hawaii Revised
9		Statutes, shall be reenacted in the form in which
10		they read on May 5, 2004[, and sections]; except
11		that the amendments made by Act , Session Laws
12		of Hawaii 2009, to section 201B-2, Hawaii Revised
13		Statutes, and subsection (c) of section 201B-11,
14		Hawaii Revised Statutes, shall not be repealed;
15		<u>and</u>
16		(B) Sections 40-1, 40-4, and 40-6, Hawaii Revised
17		Statutes, shall be reenacted in the form in which
18		they read on June 30, 1986; and
19	(3)	Section 9 shall take effect on July 1, 2004."
20	SECT	ION 13. Statutory material to be repealed is bracketed
21	and stric	ken. New statutory material is underscored.

- 1 SECTION 14. This Act shall take effect on July 1, 2009;
- 2 provided that section 11 shall take effect upon the enactment of
- 3 S.B. No. 1111, S.D. 1, H.D. 1, C.D. 1, Regular Session of 2009.