A BILL FOR AN ACT

RELATING TO SCIENCE AND TECHNOLOGY.

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

1	SECTION 1. Section 201-19, Hawaii Revised Statutes, is
2	amended by amending subsection (b) to read as follows:
3	"(b) The department shall submit to the legislature no
4	later than twenty days prior to the convening of each regular
5	legislative session, a [written performance report on the impact
6	of activities of the department and attached agencies that
7	demonstrate their efforts to support, promote, and facilitate
8	the expansion and long-term viability of emerging growth
9	industries including those identified in subsection (a) (1).
10	report that provides an update on the criteria used to measure
11	growth of these emerging growth industries. In updating its
12	reports on growth of emerging industries each year, the
13	department shall develop updated measurements and analyses in
14	collaboration with the University of Hawaii, county economic
15	development boards, and private, non-profit economic research
16	activities."
17	SECTION 2. Section 226-6, Hawaii Revised Statutes, is
18	<pre>amended to read as follows: HB610 SD1.DOC *HB610 SD1.DOC* *HB610 SD1.DOC*</pre>

1	118226-6	Objectives	and	noliaios	for	+ho	o a o n o m t	in
l	"SZZ0-0	Objectives	and	policies	IOL	tne	economy	/in

- 2 general. (a) Planning for the State's economy in general shall
- 3 be directed toward achievement of the following objectives:
- 4 (1) [Increased and diversified employment opportunities to
- 5 achieve full employment, increased income and job
- 6 choice, and improved living standards for Hawaii's
- 7 people.] Stimulating the development and expansion of
- 8 economic activities capitalizing on defense, dual-use,
- 9 and science and technology assets, particularly on the
- neighbor islands where employment opportunities may be
- 11 limited.
- 12 (2) A steadily growing and diversified economic base that
- is not overly dependent on a few industries, and
- includes the development and expansion of industries
- on the neighbor islands.
- 16 (b) To achieve the general economic objectives, it shall
- 17 be the policy of this State to:
- 18 (1) Expand Hawaii's national and international marketing,
- 19 communication, and organizational ties, to increase
- 20 the State's capacity to adjust to and capitalize upon
- 21 economic changes and opportunities occurring outside
- the State.

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1	(2)	Promote Hawaii as an attractive market for
2		environmentally and socially sound investment
3		activities that benefit Hawaii's people.

- 4 (3) Seek broader outlets for new or expanded Hawaii5 business investments.
- 6 (4) Expand existing markets and penetrate new markets for7 Hawaii's products and services.
 - (5) Assure that the basic economic needs of Hawaii's people are maintained in the event of disruptions in overseas transportation.
 - (6) Strive to achieve a level of construction activity responsive to, and consistent with, state growth objectives.
 - (7) Encourage the formation of cooperatives and other favorable marketing arrangements at the local or regional level to assist Hawaii's small scale producers, manufacturers, and distributors.
- 18 (8) Encourage labor-intensive activities that are
 19 economically satisfying and which offer opportunities
 20 for upward mobility.

1	(9)	Foster greater cooperation and coordination between
2		the government and private sectors in developing
3		Hawaii's employment and economic growth opportunities
4	(10)	Stimulate the development and expansion of economic
5		activities which will benefit areas with substantial
6		or expected employment problems.
7	(11)	Maintain acceptable working conditions and standards
8		for Hawaii's workers.
9	(12)	Provide equal employment opportunities for all
10		segments of Hawaii's population through affirmative
11		action and nondiscrimination measures.
12	(13)	Encourage businesses that have favorable financial
13		multiplier effects within Hawaii's economy $[-]_{\underline{\prime}}$
14		particularly with respect to emerging industries in
15		science and technology.
16	(14)	Promote and protect intangible resources in Hawaii,
17		such as scenic beauty and the aloha spirit, which are
18		vital to a healthy economy.
19	(15)	Increase effective communication between the
20		educational community and the private sector to
21		develop relevant curricula and training programs to

meet future employment needs in general, and

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1		requirements of new, potential growth industries in
2		particular.
3	(16)	Foster a business climate in Hawaiiincluding
4		attitudes, tax and regulatory policies, and financial
5		and technical assistance programsthat is conducive
6		to the expansion of existing enterprises and the
7		creation and attraction of new business and industry.
8	SECT	ION 3. Section 226-7, Hawaii Revised Statutes, is
9	amended b	y amending subsection (b) to read as follows:
10	"(b)	To achieve the agriculture objectives, it shall be
11	the polic	y of this State to:
12	(1)	Establish a clear direction for Hawaii's agriculture
13		through stakeholder commitment and advocacy.
14	(2)	Encourage agriculture by making best use of natural
15		resources.
16	(3)	Provide the governor and the legislature with
17		information and options needed for prudent decision
18		making for the development of agriculture.
19	(4)	Establish strong relationships between the
20		agricultural and visitor industries for mutual

marketing benefits.

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1	(5)	Foster increased public awareness and understanding of
2		the contributions and benefits of agriculture as a
3		major sector of Hawaii's economy.
4	(6)	Seek the enactment and retention of federal and state
5		legislation that benefits Hawaii's agricultural

industries.

- (7) Strengthen diversified agriculture by developing an effective promotion, marketing, and distribution system between Hawaii's producers and consumer markets locally, on the continental United States, and internationally.
 - (8) Support research and development activities that

 [provide greater efficiency and] strengthen economic

 productivity in agriculture[-], stimulate greater

 efficiency, and enhance the development of new

 products and agricultural by-products.
- (9) Enhance agricultural growth by providing public incentives and encouraging private initiatives.
- 19 (10) Assure the availability of agriculturally suitable
 20 lands with adequate water to accommodate present and
 21 future needs.

- (11) Increase the attractiveness and opportunities for an
 agricultural education and livelihood.
- 7 (13) Promote economically competitive activities that increase Hawaii's agricultural self-sufficiency.
- 9 (14) Promote and assist in the establishment of sound10 financial programs for diversified agriculture.
- 11 (15) Institute and support programs and activities to
 12 assist the entry of displaced agricultural workers
 13 into alternative agricultural or other employment.
- 14 (16) Facilitate the transition of agricultural lands in
 15 economically nonfeasible agricultural production to
 16 economically viable agricultural uses."
- 17 SECTION 4. Section 226-8, Hawaii Revised Statutes, is 18 amended by amending subsection (b) to read as follows:
- 19 "(b) To achieve the visitor industry objective, it shall
 20 be the policy of this State to:
- 21 (1) Support and assist in the promotion of Hawaii's22 visitor attractions and facilities.

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- (2) Ensure that visitor industry activities are in keeping
 with the social, economic, and physical needs and
 aspirations of Hawaii's people.
- 4 (3) [Improve] Utilize Hawaii's strengths in science and
 5 technology to improve the quality of existing visitor
 6 destination areas.
 - (4) Encourage cooperation and coordination between the government and private sectors in developing and maintaining well-designed, adequately serviced visitor industry and related developments which are sensitive to neighboring communities and activities.
 - (5) Develop the industry in a manner that will continue to provide new job opportunities and steady employment for Hawaii's people.
 - (6) Provide opportunities for Hawaii's people to obtain job training and education that will allow for upward mobility within the visitor industry.
- 18 (7) Foster a recognition of the contribution of the
 19 visitor industry to Hawaii's economy and the need to
 20 perpetuate the aloha spirit.

1	(8)	Foster an understanding by visitors of the aloha
2		spirit and of the unique and sensitive character of
3		Hawaii's cultures and values."
4	SECT	ION 5. Section 226-9, Hawaii Revised Statutes, is
5	amended by	y amending subsection (b) to read as follows:
6	"(b)	To achieve the federal expenditures objective, it
7	shall be t	the policy of this State to:
8	(1)	Encourage the sustained flow of federal expenditures
9		in Hawaii that generates long-term government civilian
10		employment;
11	(2)	Promote Hawaii's supportive role in national defense,
12		[while remaining consistent with Hawaii's social,
13		environmental, and cultural goals; building upon
14		dual-use and defense applications to develop thriving
15		ocean engineering, aerospace research and development,
16		and related dual-use technology sectors in Hawaii's
17		economy;
18	(3)	Promote the development of federally supported
19		activities in Hawaii that respect statewide economic
20		concerns, are sensitive to community needs, and
21		minimize adverse impacts on Hawaii's environment;

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1	(4)	Increase opportunities for entry and advancement of
2		Hawaii's people into federal government service;
3	(5)	Promote federal use of local commodities, services,
4		and facilities available in Hawaii;
5	(6)	Strengthen federal-state-county communication and
6		coordination in all federal activities that affect
7		Hawaii; and
8	(7)	Pursue the return of federally controlled lands in
9		Hawaii that are not required for either the defense of
10		the nation or for other purposes of national
11		importance, and promote the mutually beneficial
12		exchanges of land between federal agencies, the State,
13		and the counties."
14	SECT	ION 6. Section 226-10, Hawaii Revised Statutes, is
15	amended b	y amending subsection (b) to read as follows:
16	"(b)	To achieve the potential growth activity objective,
17	it shall	be the policy of this State to:
18	(1)	Facilitate investment and [employment] growth in
19		economic activities that have the potential [for
20		growth such as] to expand and diversify Hawaii's
21		economy, including but not limited to diversified
22		agriculture, aquaculture, [apparel and textile

1		manufacturing, film and television production, and
2		energy and marine-related industries.] renewable
3		energy development, creative media, and science and
4		technology-based sectors.
5	(2)	Expand Hawaii's capacity to attract and service
6		international programs and activities that generate
7		employment for Hawaii's people.
8	(3)	Enhance and promote Hawaii's role as a center for
9		international relations, trade, finance, services,
10		technology, education, culture, and the arts.
11	(4)	Accelerate research and development of new energy-
12		related industries based on wind, solar, ocean, and
13		underground resources and solid waste.
14	(5)	Promote Hawaii's geographic, environmental, social,
15		and technological advantages to attract new economic
16		activities into the State.
17	(6)	Provide public incentives and encourage private
18		initiative to attract new industries that best support
19		Hawaii's social, economic, physical, and environmental

objectives.

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1	(7)	Increase research and the development of ocean-related
2		economic activities such as mining, food production,
3		and scientific research.
1	(8)	Develop, promote, and support research and educational

- (8) Develop, promote, and support research and educational and training programs that will enhance Hawaii's ability to attract and develop economic activities of benefit to Hawaii.
- (9) Foster a broader public recognition and understanding of the potential benefits of new, growth-oriented industry in Hawaii.
- 11 (10) Encourage the development and implementation of joint

 12 federal and state initiatives to attract federal

 13 programs and projects that will support Hawaii's

 14 social, economic, physical, and environmental

 15 objectives.
- 16 (11) Increase research and development of businesses and services in the telecommunications and information industries."
- 19 SECTION 7. Section 226-10.5, Hawaii Revised Statutes, is 20 amended by amending subsection (a) to read as follows:
- "(a) Planning for the State's economy with regard to [the
 information industry shall be directed toward the achievement of

- 1 the objective of positioning Hawaii as the leading dealer in
- 2 information businesses and services in the Pacific Rim.
- 3 telecommunications and information technology shall be directed
- 4 toward positioning Hawaii as a leader in broadband
- 5 communications and applications in the Pacific Region."
- 6 SECTION 8. Statutory material to be repealed is bracketed
- 7 and stricken. New statutory material is underscored.
- 8 SECTION 9. This Act shall take effect upon its approval.

Report Title:

Science and Technology; Hawaii State Plan; Economy Growth

Description:

Amends the Hawaii State Planning Act to include references to science and technology initiatives in Hawaii. Amends the department of business, economic development, and tourism's reporting requirement to the legislature on the growth industries of Hawaii. (SD1)