A BILL FOR AN ACT

RELATING TO TOURISM.

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

1	SECTION 1. The legislature finds that tourism is the chief
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2	generator of employment and revenue in the state, and extends
3	into all sectors of the State's economy. New developments in
4	technology, visitor sophistication, and increased competition
5	from other world tourism markets have challenged Hawaii's
6	tourism industry to attract visitors with specific interests.
7	The legislature recognizes that expansion of the State's
8	tourism product by developing new niche products, such as space
9	tourism, can enhance Hawaii's appeal as a tourist destination.
10	In 2007, Virgin Galactic confirmed viability of space
11	tourism, by earning approximately \$31,000,000 in ticket revenue
12	from over one hundred passengers. On December 15, 2008, the
13	Federal Aviation Administration awarded a launch license for
14	vertical and horizontal launch to the New Mexico Spaceport
15	Authority to establish a commercial spaceport.
16	Space tourism is a potential billion dollar global industry
17	that could significantly increase state revenue sources, provide

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- 1 new aerospace jobs, and rejuvenate economic development in the
- 2 Kalaeloa area. The Federal Aviation Administration is expected
- 3 to issue a limited number of spaceport licenses, and the
- 4 legislature finds that it is crucial to position Hawaii for the
- 5 economic advantages a license may bring.
- 6 The purpose of this Act is to appropriate funds for the
- 7 application for a spaceport license from the Federal Aviation
- 8 Administration.
- 9 SECTION 2. There is appropriated out of the airport
- 10 revenue fund the sum of \$250,000 or so much thereof as may be
- 11 necessary for fiscal year 2009-2010 to be transferred from the
- 12 department of transportation to the department of business,
- 13 economic development, and tourism for the application for a
- 14 spaceport license from the Federal Aviation Administration.
- 15 There is appropriated out of the tourism special fund the
- 16 sum of \$250,000 or so much thereof as may be necessary for
- 17 fiscal year 2009-2010 to be transferred from the Hawaii tourism
- 18 authority to the department of business, economic development,
- 19 and tourism for the application for a spaceport license from the
- 20 Federal Aviation Administration.

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- 1 Notwithstanding sections 201B-11 and 261-5, the sums
- 2 appropriated shall be expended by the department of business,
- 3 economic development, and tourism for the purposes of this Act.
- 4 SECTION 3. This Act shall take effect on July 1, 2009.

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Report Title:

Tourism; Space Industry; Federal Aviation Administration; Spaceport License

Description:

Appropriates funds for the application for a spaceport license from the Federal Aviation Administration to establish space tourism in Hawaii. (HB994 CD1)