HB 610 HD2

EDT





A Program Administered by the University of Hawai'i System

University of Hawai'i Office of the Vice-President for Research 2800 Woodlawn Avenue Honolulu, Hawai'i 96822 Phone: 808.956.7490 Fax: 808.956.8061

> Email: admepscr@hawaii.edu Web site: www.epscor.hawaii.edu

Administrative Office: University of Hawai'i at Hilo 200 West Kawili Street Hilo, Hawai'i 96720 Phone: 808.933.3325 Fax: 808.933.0749

Chair Fukunaga, Vice Chair Baker, and Members of the Committee.

This testimony represents the joint statement of the Statewide EPSCoR Committee (EPSCoR), the University of Hawaii (UH), the Department of Business, Economic Development, and Tourism (DBEDT), and the High Technology Development Corporation (HTDC) on HB 610 HD1, which would establish a task force to develop the Hawaii state science and technology plan. We all support the intent of HB 610 HD2, and recognize the importance of developing a statewide plan for furthering the development of Hawaii's science and technology industry sectors, including the advancement of the research and development capacity of the State's institutions of higher learning.

We would like to respectfully suggest that the objectives of HB 610 HD2 can be met in part by an effort already underway by the recently established Hawaii Statewide EPSCoR Committee's Special Sub-committee for development of a Science and Technology Strategic Plan for the State of Hawaii. UH has taken the initiative to fast track a statewide science and technology plan because of the requirements of the National Science Foundation's (NSF) Experimental Program to Stimulate Competitive Research (EPSCoR) that EPSCoR grant recipients must align their programs with the science and technology plans of their state, as indicated in the most recent EPSCoR proposal solicitation:

"Essential to EPSCoR's goal of enhancing the competitive position of jurisdictions' research and research-based education in science and engineering is a well-designed State-wide Science and Technology initiative or plan (S&T Plan). This S&T Plan establishes state-wide goals and objectives, and provides a framework that guides the jurisdiction's utilization of resources from EPSCoR and other stakeholders to achieve them."

Through the NSF EPSCoR program, Hawaii has received over \$35M in direct and cofunded support since 2001. Currently the UH has two EPSCoR proposals under consideration by NSF: a Research Infrastructure Improvement proposal for \$4 million per year for five years (\$20 million total) and a \$2 million per year for three years (\$3 million to Hawaii) cyberinfrastructure partnership proposal with the University of Alaska. These proposals included the Hawaii Statewide EPSCoR Committee's commitment to spearhead the development of a statewide S&T plan.

The Subcommittee is co-chaired by Dr. Michael Crosby, Executive Director of the National Science Board who is currently on loan to the University of Hawaii at Hilo, serving as the Interim Vice Chancellor for Research. The other co-chairs are Kevin Kelly, UH System Managing Director for the EPSCoR grant from the National Science Foundation, and Elizabeth Corbin, Manager of DBEDT's Science & Technology Branch. The Subcommittee includes representatives from industry, academia and government. As list of the members of the

Statewide EPSCoR Committee, the members of the Subcommittee for the S&T plan, and stakeholders who have indicated interest in participating in the planning process is attached.

The stated mission of the Subcommittee is to interface with the Legislature, the Governor's Office, the STEM research, education, and economic development communities, the S&T industry and other stakeholders, as well as identify best practices from other states, to deliver a completed draft plan to the Statewide EPSCoR Committee by October, 2009. The intent is to present an approved plan to the Legislature and the Governor in time for action to be taken during the 2010 Legislative Session, perhaps including amendment of Chapter 226, Session Laws of Hawaii, to include policies for S&T in the Hawaii State Plan.

Finally, we would like to address the specific tasks described in HB 610 HD2. The first task requires and evaluation of the effectiveness of past and current science and high technology legislation, including legislation relating to industry development, incentives, oversight, and sustainability. The intent of the Subcommittee is to review previous plans and reports and this effort will be greatly facilitated by an effort underway by HTDC to synthesize the data and recommendations from prior work in this area. We will also take into consideration recent and current work being done, such as the report by the Hawaii Science & Technology Council on Hawaii's S&T sectors and the Hawaii Statewide Comprehensive Economic Development Strategy currently being updated by the Office of Planning.

We do, however, believe that this Subcommittee is not the right body to undertake a review of the effectiveness of the tax incentives. That is under consideration by other groups more equipped to deal with the complexities of the issues. We also believe that the Subcommittee can include a discussion of the usefulness and need for incentives as matters of policy without making specific recommendations on the details of the incentives.

The second task, the development of the S&T plan, closely reflects the mission of the Subcommittee and Tasks 3 and 4 would be natural follow-on activities to the development of the plan. The Subcommittee envisions a plan that would identify priorities and recommendations that would provide the policy framework for specific implementation plans.

The Statewide EPSCoR Committee, UH, DBEDT and HTDC respectfully ask that this bill be deferred until the results of the present effort can be presented to the Legislature for its consideration.

Thank you for the opportunity to offer these comments.

Hawaii Statewide EPSCoR Committee

Dr. Mr.	Rose Maurice	Tseng Kaya	CO-CHAIR, Chancellor, UH Hilo CO-CHAIR, Technical Director, Pacific International Center for High Technology Research
Ms.	Amy	Asselbaye	Deputy Chief of Staff, Congressman Neil Abercrombie
Dr.	Dan	Brown	Coordinator of Research and Graduate Studies, UH Hilo
Dr.	Phillip	Castile	Vice Chancellor for Academic Affairs, UH Hilo
Rep.	Jerry	Chang	Hawaii State Legislature
Ms.	Terrilani	Chong	NSF Hawai`i EPSCoR
Mr.	David	Cole	President, Maui Land & Pineapple Co., Inc.
Ms.	Jill	Cooper	Senior Policy Advisor to the Governor
Dr.	Michael	Crosby	Interim Vice Chancellor for Research, UH Hilo
Dr.	Peter	Crouch	Dean, College of Engineering, UH Manoa
			Vice Chancellor for Academic Affairs, Hawaii Community
Mr.	Douglas	Dykstra	College
Dr.	Luke	Flynn	Director, Hawaii Space Flight Lab
Sen.	Carol	Fukunaga	Hawaii State Legislature
Dr.	James	Gaines	Vice President for Research, UH System
Ms.	Lisa	Gibson	President, Hawaii Science and Technology Council
Ms.	Jennifer	Goto-Sabas	Hawaii Chief of Staff, Senator Daniel Inouye
Dr.	Leon	Hallacher	Natural Sciences Department Chair, UH Hilo
Mr.	Neil	Hannahs	Kamehameha Schools Land Assets Division
Dr.	Paul	Hill	Project Director, West Virginia EPSCoR
Ms.	Jacqui	Hoover	Exec. Director, Hawaii Island Economic Development Board
Dr.	Judith	Inazu	Assoc. Director, Social Science Research Institute, UH Manoa
Dr.	Kenneth	Kaneshiro	NSF Hawai`i EPSCoR
Dr.	David	Karl	Oceanography Department, UH Manoa
Dr.	Conrad	Katzenmeyer	Chair, Dept. of Ed. Rsch, Tech. & Leadership, Univ. of
			Central Florida
			Inst. Dir & Rsch. Ecologist, Institute of Pacific Islands
Dr.	Boone	Kauffman	Forestry
Dr.	Alec	Keith	CEO, Nextlabs, Inc.
Mr.	Kevin	Kelly	Managing Director for NSF EPSCoR grant, UH System
Mr.	Al	Landon	Chair, UH Board of Regents
Ms.	Yvonne	Lau	District Director, Congresswoman Mazie Hirono
3.6			Director, Dept. of Business, Economic Development &
Mr.	Ted	Liu	Tourism
Rep.	Mike	Magaoay	Hawaii State Legislature
Mr.	Keith	Mattson	University Connections
Dr.	David	McClain	President, University of Hawaii System
Dr.	Loyal	Mehrhoff	Center Director, Pacific Islands Ecosystems Research Center
Ms.	Yuka	Nagashima	CEO, High Technology Development Corporation
Dr.	Gary	Ostrander	Vice Chancellor, Research and Graduate Education, UH

M	anoa

Dr.	Donald	Price	NSF Hawai`i EPSCoR
Dr.	Richard	Rocheleau	Director, Hawaii Natural Energy Institute, UH Manoa
Sen.	Norman	Sakamoto	Hawaii State Legislature
Ms.	Jeanne	Skog	President and CEO, Maui Economic Development Board
Dr.	Karl	Stahlkopf	Chief Technical Officer, Hawaiian Electric Company
			Vice President for Business Development, Enterprise
Mr.	John	Strom	Honolulu
Sen.	Dwight	Takamine	Hawaii State Legislature
Ms.	Carolyn	Tanaka	Assoc. VP, External Affairs & Univ. Relations, UH System
Rep.	Glenn	Wakai	Hawaii Legislature
Mr.	David	Watumull	CEO, Cardax Pharmaceuticals, Inc.
Dr.	Lon	White	Pacific Health Research Institute
Ms.	Leslie	Wilkins	Vice President, Maui Economic Development Board
Ms.	Kay	Yamada	High Technology Development Corporation

EPSCoR Subcommittee to Develop a Statewide Science & Technology Plan

Dr.	Michael	Crosby	CO-CHAIR, Interim Vice Chancellor for Research, UH Hilo
Mr.	Kevin	Kelly	CO-CHAIR, Managing Dir., NSF EPSCoR grant, UH System
Ms.	Elizabeth	Corbin	CO-CHAIR, Manager, DBEDT Science & Technology Branch
Ms.	Lisa	Gibson	President, Hawaii Science and Technology Council
Mr.	Neil	Hannahs	Kamehameha Schools Land Assets Division
Mr.	Karl	Hess	Hawaii Innovation Council
Ms.	Jacqui	Hoover	Exec. Director, Hawaii Island Economic Development Board
Ms.	Mary Lou	Kobayashi	Planning Program Administrator, Hawaii Office of Planning
Ms.	Yuka	Nagashima	CEO, High Technology Development Corporation
Mr.	Robert	Shore	Chief, DBEDT Economic Information Staff
			Vice President for Business Development, Enterprise
Mr.	John	Strom	Honolulu
Ms.	Leslie	Wilkins	Vice President, Maui Economic Development Board
Ms.	Mattie	Yoshioka	President, Kauai Economic Development Board

Stakeholders Attending an S&T Plan Meeting in September 2008 (not including those already listed above who attended)

Mr.	Alex	McGehee	
Ms.	Alicia	Maluafiti	Exec. Director, Hawaii Crop Improvement Association
Ms.	Ann	Park	Licensing Associate, OTTED, UH System
Mr.	Bob	Franco	Dir., Planning & Grants, Kapiolani Community College
Mr.	Boyd	Mossman	Trustee, Office of Hawaiian Affairs
Mr.	Chuck	Jones	Booz Allen Hamilton
Mr.	David	Lassner	VP for Information Technology, UH System

Mr.	Ian	Kitajima	Oceanit and Chair, Dual Use Committee
Mr.	Jay	Fidel	Hawaii Venture Capital Association
Dr.	Jerris	Hedges	Dean, School of Medicine, UH Manoa
Dr.	John	Rand	Director of STEM Programs, Kapiolani Community College
Mr.	Jon	Kuriyama	General Manager/General Counsel, Oceanit
Mr.	Kirk	Belsby	VP for Endowment, The Kamehameha Schools
Ms.	Laura	Thielen	Director, Dept. of Land and Natural Resources
Mr.	Mark	McGuffie	Director, Hawaii Island Economic Development Board (then)
Mr.	Mike	Fitzgerald	President, Enterprise Honolulu
Dr.	Mike	Rota	Acting Chancellor, Honolulu Community College
Ms.	Pearl	Iboshi	Administrator, DBEDT Research & Economic Analysis Div.
Ms	Rachel	Ogdie	Executive Director, HiBEAM
Mr.	Richard	Hess	Technical Director, CEROS
Ms	Sandra	Kunimoto	Director, Department of Agriculture
Mr.	Shan	Steinmark	Founder, Strategic Transitions Research