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A BILL FOR AN ACT

RELATING TO FILM, TELEVISION, DIGITAL, AND NEW MEDIA DEVELOPMENT.

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

1	SECTION	1.	The	purpose	οf	this	Act	is	to:	

- (1) Assign to the Hawaii tourism authority the responsibilities for film, television, digital, and new media development;
- (2) Repeal the film industry activities within the department of business, economic development, and tourism; and
- Require the Hawaii tourism authority to restructure
 the debt service for state obligations related to the
 Hawaii convention center and fund the implementation
 of the film, television, digital, and new media
 development activities for fiscal year 2012-2013 and
 fiscal year 2013-2014 from the savings from any debt
 restructuring.
 - SECTION 2. Chapter 201B, Hawaii Revised Statutes, is amended by adding a new part to be appropriately designated and to read as follows:

1	"PART . FILM, TELEVISION, DIGITAL, AND NEW MEDIA
2	DEVELOPMENT
3	§201B-A Definitions. As used in this part:
4	"Applicant" means a person applying for a grant under this
5	part.
6	"Authority" means the Hawaii tourism authority.
7	"Eligible Hawaii project" or "project" means a film,
8	television, digital, or new media project in which at least
9	seventy-five per cent of the budget for the production costs,
10	excluding salaries and costs for the producer, director, writer,
11	screenplay, and actors in the project, is dedicated for the
12	purchase or lease of goods or services from a vendor or supplier
13	who is located and doing business in the State.
14	"Fund" means the film, television, digital, and new media
15	development special fund.
16	"Hawaii film facility" means a facility with professional
17	stages, television studios, recording studios, film labs,
18	screening rooms, computer facilities, and other infrastructure
19	for film, television, digital, and new media production.
20	§201B-B Powers and duties. In addition to any other
21	powers and duties provided in this chapter, the authority shall:

1	(1)	Coordinate and manage the consolidated permit
2		processing under section 201B-D;
3	(2)	Work with state and county departments and agencies to
4		review and adjust permitting issues relating to public
5		lands, police and fire department permits, and
6		standardization of county permitting;
7	(3)	Coordinate the pooling of various funding sources to
8		allow for aggressive marketing and promotion of Hawaii
9		locations to a broad market of producers;
10	(4)	Have the right to inspect, at reasonable hours, the
11		plant, physical facilities, equipment, premises,
12		books, and records of any applicant under section
13		201B-D in connection with the processing of a grant
14		under section 201B-C;
15	(5)	Register qualified production costs for the motion
16		picture, digital media, and film production income tax
17		credit under section 237-17;
18	(6)	Establish advisory groups as it deems necessary to
19		obtain information from persons with a working
20		knowledge of the film, television, digital, and new
21		media industry, the county film commissions, and

1		government departments and agencies controlling
2		resources necessary to support the industry;
3	(7)	Set and collect rents, fees, charges, or other
4		payments for the lease, use, or occupancy of the
5		Hawaii film facility without regard to chapter 91;
6	(8)	Notwithstanding chapter 171, acquire, lease as lessee
7		or lessor, own, rent, hold, and dispose of the Hawaii
8		film facility in the exercise of its powers and the
9		performance of its duties under this part; and
10	(9)	Acquire by purchase, lease, financing agreement under
11		chapter 37D, or otherwise, and develop, construct,
12		operate, own, manage, repair, reconstruct, enlarge, or
13		otherwise effectuate, either directly or through
14		developers, a Hawaii film facility.
15	§201	B-C Film, television, digital, and new media
16	developme	nt special fund. (a) There is established the film,
17	televisio	n, digital, and new media development special fund into
18	which sha	ll be deposited:
19	(1)	Appropriations by the legislature to the film,
20		television, digital, and new media development special
21		fund;

1	(2)	Revenues from the operations of the Hawaii film
2		facility;
3	(3)	Revenues from revenue bonds issued for a loan program
4		pursuant to subsection (c);
5	(4)	Gifts, grants, and other funds accepted by the
6		authority; and
7	(5)	All interest and revenues or receipts derived by the
8		authority from any project or project agreements under
9		this part.
10	(b)	Moneys in the film, television, digital, and new media
11	developme	nt special fund may be:
12	(1)	Placed in interest-bearing accounts; provided that the
13		depository in which the money is deposited furnishes
14		security as provided in section 38-3; or
15	(2)	Otherwise invested by the authority until such time as
16		the moneys may be needed; provided that the authority
17		shall limit its investments to those listed in section
18		36-21.
19	All inter	est accruing from the investment of these moneys shall
20	be credite	ed to the film, television, digital, and new media
21	developme	nt special fund.

1	(c) The I	und shall be used by the authority to assist in,
2	and provide inc	centives for, the production of eligible Hawaii
3	projects that a	are in compliance with criteria and standards
4	established by	the authority in accordance with rules adopted by
5	the authority p	oursuant to chapter 91. In particular, the
6	authority shall	adopt rules to provide for:
7	(1) Low i	nterest loans to provide seed money for
8	produ	action development and to support production that
9	will	create jobs, provide training, and enhance the
10	State	e's promotional visibility; and
11	(2) A gra	ant program with the following conditions:
12	(A)	The grant shall be used exclusively for eligible
13		Hawaii projects;
14	(B)	The applicant shall have applied for or received
15		all applicable licenses and permits;
16	(C)	The applicant shall comply with applicable
17		federal and state laws prohibiting discrimination
18		against any person on the basis of race, color,
19		national origin, religion, creed, sex, age, or
20		physical handicap;
21	(D)	The applicant shall indemnify and save harmless
22		the State of Hawaii and its officers, agents, and

1	emproyees from and against any and all claims	
2	arising out of or resulting from activities	
3	carried out or projects undertaken with funds	
4	provided hereunder, and procure sufficient	
5	insurance to provide this indemnification if	
6	requested to do so by the authority; and	
7	(E) The applicant shall submit to the authority,	
8	reports to allow the authority to monitor the	
9	applicant's compliance with the criteria and	
10	standards established by the authority under th	ıis
11	part.	
12	§201B-D Consolidated permit processing. (a) The	
13	authority shall consult with state and county agencies to	
14	identify sites that may be used for projects under terms and	
15	conditions as may be determined by the state or county agency	
16	naving jurisdiction over the sites.	
17	(b) The authority may accept an application from any	
18	person who proposes to make a motion picture, television show,	,
19	television commercial, or other project at one or more sites o	on
20	state or county lands, whether or not set aside under section	
21	171-11.	

- 1 (c) The applicant shall identify the sites to be covered
- 2 by the permit and provide other information as may be required
- 3 by the authority.
- 4 (d) The authority may approve and issue a permit to film
- 5 at any of the sites identified by the appropriate state or
- 6 county agency under subsection (a). If any site requested for
- 7 use by the applicant is not identified under subsection (a), the
- 8 authority shall consult with the appropriate state or county
- 9 agency having jurisdiction over the site to obtain a permit. If
- 10 the matter of a permit cannot be resolved in this manner, the
- 11 authority shall refer the application to the appropriate state
- 12 or county agency to obtain a permit.
- 13 (e) The authority is authorized to make changes to, and
- 14 extensions of, any approved permits so long as the changes and
- 15 extensions do not conflict with the policies, terms, and
- 16 conditions set forth by the agency having jurisdiction over the
- 17 site in question.
- (f) The authority may establish memoranda of agreement or
- 19 adopt rules to implement the intent and purposes of this
- 20 section.
- 21 (g) Nothing in this section shall be construed as waiving
- 22 the authority of any county or the department of transportation

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1 of the State to require a person to obtain a permit from the 2 department or county where the production takes place on or from 3 a public highway. 4 (h) A vessel engaged in temporary use for film production 5 purposes in accordance with a film permit issued by the 6 authority shall not be considered to be a "commercial vessel" 7 within the meaning of section 200-9, 200-10, or 200-39; provided 8 that: 9 (1) The period of temporary use does not exceed fourteen 10 hours per day, five days per week, excluding weekends, 11 and for a period not to exceed thirty calendar days; 12 and 13 (2)The authority may make allowances to include weekends 14 for film production purposes due to inclement weather 15 conditions during the weekday period." 16 SECTION 3. Chapter 237, Hawaii Revised Statutes, is 17 amended by adding a new section to be appropriately designated 18 and to read as follows: 19 Hawaii film facility. This chapter shall not 20 apply to amounts received from the construction of a Hawaii film 21 facility as defined in section 201B-A under a financing

agreement pursuant to chapter 37D or from the operations of a

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1	Hawall film ta	cility constructed under a financing agreement
2	pursuant to ch	apter 37D."
3	SECTION 4	. Section 201-3, Hawaii Revised Statutes, is
4	amended to rea	d as follows:
5	" §201-3	Specific research and promotional functions of the
6	department. W	ithout prejudice to its general functions and
7	duties, the de	partment of business, economic development, and
8	tourism shall	have specific functions in the following areas:
9	(1) Indu	strial development. The department shall:
10	(A)	Determine through technical and economic surveys
11		the profit potential of new or expanded
12		industrial undertakings;
13	(B)	Develop through research projects and other means
14		new and improved industrial products and
15		processes;
16	(C)	Promote studies and surveys to determine consumer
17		preference as to design and quality and to
18		determine the best methods of packaging,
19		transporting, and marketing the State's
20		industrial products;
21	(D)	Disseminate information to assist the present
22		industries of the State, to attract new

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

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•		(21)	conduct a continuing study of agricultural and
2			industrial credit needs;
3		(B)	Encourage the development of additional private
4			and public credit sources for agricultural and
5			industrial enterprises;
6		(C)	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
13		(D)	Make grants or contracts as may be necessary or
14			advisable to accomplish the foregoing;
15	(4)	Prom	otion. The department shall:
16		(A)	Disseminate information developed for or by the
17			department pertaining to economic development to
18			assist present industry in the State;
19	÷	(B)	Attract new industry and investments to the
20			State; and

(C)	Assist new and emerging industry with good growth
	potential or prospects in jobs, exports, and new
	products.

The industrial and economic promotional activities of the department may include the use of literature, advertising, demonstrations, displays, market testing, lectures, travel, motion picture and slide films, and other promotional and publicity devices as may be appropriate; and

(5) Self-sufficiency standard. The department shall establish and update biennially a self-sufficiency standard that shall incorporate existing methods of calculation, and shall reflect, at a minimum, costs relating to housing, food, child care, transportation, health care, clothing and household expenses, federal and state tax obligations, family size, children's ages, geography, and the number of household wage earners. The department shall report to the legislature concerning the self-sufficiency standard no later than twenty days prior to the convening of the regular session of 2009, and every odd-numbered year thereafter. The recommendations shall address,

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among other things, the use of any federal funding
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              that may be available for the purposes of establishing
3
              and updating the self-sufficiency standard.
4
         [The department shall be the central agency to coordinate
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    film permit activities in the State. 1"
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         SECTION 5. Section 235-17, Hawaii Revised Statutes, is
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    amended as follows:
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         1. By amending subsection (f) to read:
9
         "(f) To receive the tax credit, the taxpayer shall first
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    prequalify the production for the credit by registering with the
    [department of business, economic development, and tourism]
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12
    Hawaii tourism authority during the development or preproduction
    stage. Failure to comply with this provision may constitute a
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14
    waiver of the right to claim the credit."
15
         2. By amending subsections (h) and (i) to read:
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         "(h) Every taxpayer claiming a tax credit under this
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    section for a qualified production shall, no later than ninety
18
    days following the end of each taxable year in which qualified
19
    production costs were expended, submit a written, sworn
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    statement to the [department of business, economic development,
21
    and tourism, Hawaii tourism authority, identifying:
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1	(1)	All qualified production costs as provided by
2		subsection (a), if any, incurred in the previous
3		taxable year;
4	(2)	The amount of tax credits claimed pursuant to this
5		section, if any, in the previous taxable year; and
6	(3)	The number of total hires versus the number of local
7		hires by category (i.e., department) and by county.
8	(i)	The [department of business, economic development, and
9	tourism]	Hawaii tourism authority shall:
10	(1)	Maintain records of the names of the taxpayers and
11		qualified productions thereof claiming the tax credits
12		under subsection (a);
13	(2)	Obtain and total the aggregate amounts of all
14		qualified production costs per qualified production
15		and per qualified production per taxable year; and
16	(3)	Provide a letter to the director of taxation
17		specifying the amount of the tax credit per qualified
18		production for each taxable year that a tax credit is
19		claimed and the cumulative amount of the tax credit
20		for all years claimed.
21	Upon	each determination required under this subsection, the
22	[departme	nt of business, economic development, and tourism]

- Hawaii tourism authority shall issue a letter to the taxpayer,regarding the qualified production, specifying the qualified
- 3 production costs and the tax credit amount qualified for in each
- 4 taxable year a tax credit is claimed. The taxpayer for each
- 5 qualified production shall file the letter with the taxpayer's
- 6 tax return for the qualified production to the department of
- 7 taxation. Notwithstanding the authority of the [department of
- 8 business, economic development, and tourism] Hawaii tourism
- 9 authority under this section, the director of taxation may audit
- 10 and adjust the tax credit amount to conform to the information
- filed by the taxpayer."
- 12 3. By amending subsection (1) to read:
- "(1) For the purposes of this section:
- "Commercial":
- (1) Means an advertising message that is filmed using
 film, videotape, or digital media, for dissemination
 via television broadcast or theatrical distribution;
- 18 (2) Includes a series of advertising messages if all parts
 19 are produced at the same time over the course of six
 20 consecutive weeks; and
- 21 (3) Does not include an advertising message with22 Internet-only distribution.

- 1 "Digital media" means production methods and platforms 2 directly related to the creation of cinematic imagery and 3 content, specifically using digital means, including but not 4 limited to digital cameras, digital sound equipment, and 5 computers, to be delivered via film, videotape, interactive game 6 platform, or other digital distribution media (excluding 7 Internet-only distribution). 8 "Post production" means production activities and services 9 conducted after principal photography is completed, including 10 but not limited to editing, film and video transfers, 11 duplication, transcoding, dubbing, subtitling, credits, closed 12 captioning, audio production, special effects (visual and 13 sound), graphics, and animation. 14 "Production" means a series of activities that are directly 15 related to the creation of visual and cinematic imagery to be delivered via film, videotape, or digital media and to be sold, 16 17 distributed, or displayed as entertainment or the advertisement 18 of products for mass public consumption, including but not 19 limited to scripting, casting, set design and construction, 20 transportation, videography, photography, sound recording,
- "Qualified production":

interactive game design, and post production.

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1	(1)	Means a production, with expenditures in the State,
2		for the total or partial production of a feature-
3		length motion picture, short film, made-for-television
4		movie, commercial, music video, interactive game,
5		television series pilot, single season (up to
6		twenty-two episodes) of a television series regularly
7		filmed in the State (if the number of episodes per
8		single season exceeds twenty-two, additional episodes
9		for the same season shall constitute a separate
10		qualified production), television special, single
11		television episode that is not part of a television
12		series regularly filmed or based in the State,
13		national magazine show, or national talk show. For
14		the purposes of subsections (d) and (j), each of the
15		aforementioned qualified production categories shall
16		constitute separate, individual qualified productions;
17		and

(2) Does not include: daily news; public affairs

programs; non-national magazine or talk shows;

televised sporting events or activities; productions

that solicit funds; productions produced primarily for

industrial, corporate, institutional, or other private

1	purposes; and productions that include any material or
2	performance prohibited by chapter 712.
3	"Qualified production costs" means the costs incurred by a
4	qualified production within the State that are subject to the
5	general excise tax under chapter 237 or income tax under this
6	chapter and that have not been financed by any investments for
7	which a credit was or will be claimed pursuant to section
8	235-110.9. Qualified production costs include but are not
9	limited to:
10	(1) Costs incurred during preproduction such as location
11	scouting and related services;
12	(2) Costs of set construction and operations, purchases of
13	rentals of wardrobe, props, accessories, food, office
14	supplies, transportation, equipment, and related
15	services;
16	(3) Wages or salaries of cast, crew, and musicians;
17	(4) Costs of photography, sound synchronization, lighting
18	and related services;
19	(5) Costs of editing, visual effects, music, other post-
20	production, and related services;
21	(6) Rentals and fees for use of local facilities and
22	locations;

1	(7)	Rentals of vehicles and lodging for cast and crew;
2	(8)	Airfare for flights to or from Hawaii, and interisland
3		flights;
4	(9)	Insurance and bonding;
5	(10)	Shipping of equipment and supplies to or from Hawaii,
6		and interisland shipments; and
7	(11)	Other direct production costs specified by the
8		department in consultation with the [department of
9		business, economic development, and tourism.] Hawaii
10		tourism authority."
11	SECT	ION 6. Section 238-1, Hawaii Revised Statutes, is
12	amended by	y amending the definition of "use" to read as follows:
13	""Us	e" (and any nounal, verbal, adjectival, adverbial, and
14	other equ	ivalent form of the term) herein used interchangeably
15	means any	use, whether the use is of such nature as to cause the
16	property,	services, or contracting to be appreciably consumed or
17	not, or th	he keeping of the property or services for such use or
18	for sale,	the exercise of any right or power over tangible or
19	intangible	e personal property incident to the ownership of that
20	property,	and shall include control over tangible or intangible
21	property l	by a seller who is licensed or who should be licensed
22	under chap	pter 237, who directs the importation of the property

1	into the	State	for sale and delivery to a purchaser in the	
2	State, li	abili	ty and free on board (FOB) to the contrary	
3	notwithst	andin	g, regardless of where title passes, but the term	
4	"use" sha	.ll no	t include:	
5	(1)	Temp	orary use of property, not of a perishable or	
6		quic	kly consumable nature, where the property is	
7		impo	rted into the State for temporary use (not sale)	
8		ther	ein by the person importing the same and is not	
9		inte	nded to be, and is not, kept permanently in the	
10		Stat	e. For example, without limiting the generality	
11		of t	he foregoing language:	
12		(A)	In the case of a contractor importing permanent	
13			equipment for the performance of a construction	
14			contract, with intent to remove, and who does	
15			remove, the equipment out of the State upon	
16			completing the contract;	
17		(B)	In the case of moving picture films imported for	
18			use in theaters in the State with intent or under	
19			contract to transport the same out of the State	

after completion of such use; and

(C) In the case of a transient visitor importing an

automobile or other belongings into the State to

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1		be used by the transfent visitor while therein
2		but which are to be used and are removed upon the
3		transient visitor's departure from the State;
4	(2)	Use by the taxpayer of property acquired by the
5		taxpayer solely by way of gift;
6	(3)	Use which is limited to the receipt of articles and
7		the return thereof, to the person from whom acquired,
8		immediately or within a reasonable time either after
9		temporary trial or without trial;
10	(4)	Use of goods imported into the State by the owner of a
11		vessel or vessels engaged in interstate or foreign
12		commerce and held for and used only as ship stores for
13		the vessels;
14	(5)	The use or keeping for use of household goods,
15		personal effects, and private automobiles imported
16		into the State for nonbusiness use by a person who:
17		(A) Acquired them in another state, territory,
18		district, or country;
19		(B) At the time of the acquisition was a bona fide
20		resident of another state, territory, district,
21		or country;

1		(C) Acquired the property for use outside the State;
2		and
3		(D) Made actual and substantial use thereof outside
4		this State;
5		provided that as to an article acquired less than
6		three months prior to the time of its importation into
7		the State it shall be presumed, until and unless
8		clearly proved to the contrary, that it was acquired
9		for use in the State and that its use outside the
10		State was not actual and substantial;
11	(6)	The leasing or renting of any aircraft or the keeping
12		of any aircraft solely for leasing or renting to
13		lessees or renters using the aircraft for commercial
14		transportation of passengers and goods or the
15		acquisition or importation of any such aircraft or
16		aircraft engines by any lessee or renter engaged in
17		interstate air transportation. For purposes of this
18		paragraph, "leasing" includes all forms of lease,
19		regardless of whether the lease is an operating lease
20		or financing lease. The definition of "interstate air
21		transportation" is the same as in 49 U.S.C. 40102;

I	(/)	The use of oceangoing vehicles for passenger or
2		passenger and goods transportation from one point to
3		another within the State as a public utility as
4		defined in chapter 269;
5	(8)	The use of material, parts, or tools imported or
6		purchased by a person licensed under chapter 237 which
7		are used for aircraft service and maintenance, or the
8		construction of an aircraft service and maintenance
9		facility as those terms are defined in section
10		237-24.9;
11	(9)	The use of services or contracting imported for resale
12		where the contracting or services are for resale,
13		consumption, or use outside the State pursuant to
14		section 237-29.53(a);
15	(10)	The use of contracting imported or purchased by a
16		contractor as defined in section 237-6 who is:
17		(A) Licensed under chapter 237;
18		(B) Engaged in business as a contractor; and
19		(C) Subject to the tax imposed under section 238-2.3;
20		[and]
21	(11)	The use of property, services, or contracting imported
22		by foreign diplomats and consular officials who are

1	ľ	nolding cards issued or authorized by the United
2	Ç	States Department of State granting them an exemption
3	f	from state taxes[-]; and
4	<u>(12)</u> <u>T</u>	The use of material, parts, or tools imported or
5	<u>ī</u>	ourchased by a person licensed under chapter 237, that
6	<u> </u>	are used for a Hawaii film facility or the
7	<u>C</u>	construction of a Hawaii film facility as defined in
8	<u>s</u>	section 201B-A.
9	With r	regard to purchases made and distributed under the
10	authority o	of chapter 421, a cooperative association shall be
11	deemed the	user thereof."
12	SECTIO	ON 7. Section 201-14, Hawaii Revised Statutes, is
13	repealed.	
14	[" §201	1-14 Consolidated film permit processing. (a) The
15	department	shall consult with state and county agencies in order
16	to identify	y sites that can be used for making visually recorded
17	productions	under terms and conditions as may be determined by
18	the state o	or county agency having jurisdiction over the sites.
19	(b) -1	The department may accept an application from any
20	person who	proposes to make a motion picture, television show,
21	television	commercial, or other visually recorded production at

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one or more sites on state or county lands, whether or not set
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    aside under section 171-11.
3
         (c) The applicant shall identify the sites to be covered
4
    by the permit and provide other information as may be required
5
    by the department.
6
         (d) The department may approve and issue a permit to film
    at any of the sites identified by the appropriate state or
7
8
    county agency under subsection (a). If any site requested for
9
    use by the applicant is not identified under subsection (a), the
10
    department shall consult with the appropriate state or county
11
    agency having jurisdiction over the site to obtain a permit. If
12
    the matter of a permit cannot be resolved in this manner, the
13
    department shall refer the application to the appropriate state
14
    or county-agency to obtain a permit.
15
         (e) The department is authorized to make changes to, and
    extensions of, any approved permits so long as the changes and
16
17
    extensions do not conflict with the policies, terms, and
18
    conditions set forth by the agency having jurisdiction over the
19
    site in question.
20
         (f) The department may establish memoranda of agreement or
21
    adopt rules to implement the intent and purposes of this
22
    section.
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1	(g) Nothing in this section shall be construed as waiving
2	the authority of any county or the department of transportation
3	of the State to require a person to obtain a permit from the
4	department or county where the production takes place on or from
5	a public highway.
6	(h) A vessel engaged in temporary use for film production
7	purposes in accordance with a film permit-issued by the
8	department shall not be considered to be a "commercial vessel"
9	within the meaning of section 200-9, 200-10, or 200-39; provided
10	that:
11	(1) The period of temporary use does not exceed fourteen
12	hours per day, five days per week, excluding weekends,
13	and for a period not to exceed thirty calendar days;
14	and
15	(2) The department may make allowances to include weekends
16	for film production purposes due to inclement weather
17	conditions during the weekday period."]
18	SECTION 8. Chapter 201, part IX, Hawaii Revised Statutes,
19	is repealed.
20	SECTION 9. All rights, powers, functions, and duties
21	related to Hawaii television and film development are
22	transferred to the Hawaii tourism authority. The authority may

- 1 employ, without regard to chapters 76 and 78, and at pleasure
- 2 dismiss such persons as it finds necessary for the performance
- 3 of its functions under this Act and fix their compensation.
- 4 All officers and employees whose functions are transferred
- 5 by this Act shall be transferred with their functions and shall
- 6 continue to perform their regular duties upon their transfer,
- 7 subject to the state personnel laws and this Act.
- 8 No officer or employee of the State having tenure shall
- 9 suffer any loss of salary, seniority, prior service credit,
- 10 vacation, sick leave, or other employee benefit or privilege as
- 11 a consequence of this Act, and such officer or employee may be
- 12 transferred or appointed to a civil service position without the
- 13 necessity of examination; provided that the officer or employee
- 14 possesses the minimum qualifications for the position to which
- 15 transferred or appointed; and provided that subsequent changes
- 16 in status may be made pursuant to applicable civil service and
- 17 compensation laws.
- 18 If an office or position held by an officer or employee
- 19 having tenure is abolished, the officer or employee shall not
- 20 thereby be separated from public employment, but shall remain in
- 21 the employment of the State with the same pay and classification
- 22 and shall be transferred to some other office or position for

- 1 which the officer or employee is eligible under the personnel
- 2 laws of the State as determined by the head of the department or
- 3 the governor.
- 4 SECTION 10. All appropriations, records, equipment,
- 5 machines, files, supplies, contracts, books, papers, documents,
- 6 maps, and other personal property heretofore made, used,
- 7 acquired, or held by the department of business, economic
- 8 development, and tourism relating to the functions transferred
- 9 to the Hawaii tourism authority shall be transferred with the
- 10 functions to which they relate.
- 11 SECTION 11. This Act shall not affect the membership or
- 12 term of any appointed member of a board or other policy-making
- 13 or advisory body transferred by this Act. Such a member shall
- 14 continue to serve on the board or other body for the member's
- 15 term without necessity of reappointment.
- 16 SECTION 12. The Hawaii tourism authority shall restructure
- 17 the debt service for state obligations related to the Hawaii
- 18 convention center; provided that there is appropriated out of
- 19 the convention center enterprise special fund from the savings
- 20 from any debt restructuring, the sum of \$ or so much
- 21 thereof as may be necessary for fiscal year 2012-2013 and the
- 22 same sum or so much thereof as may be necessary for fiscal year



- 1 2013-2014 to be deposited into the film, television, digital,
- 2 and new media development special fund established pursuant to
- 3 201B-C, Hawaii Revised Statutes.
- 4 SECTION 13. There is appropriated out of the film,
- 5 television, digital, and new media development special fund the
- 6 sum of \$ or so much thereof as may be necessary for
- 7 fiscal year 2012-2013 and the same sum or so much thereof as may
- 8 be necessary for fiscal year 2013-2014 for implementation of the
- 9 film, television, digital, and new media development activities.
- 10 The sum appropriated shall be expended by the Hawaii
- 11 tourism authority for the purposes of this Act.
- 12 SECTION 14. This Act does not affect rights and duties
- 13 that matured, penalties that were incurred, and proceedings that
- 14 were begun before its effective date.
- 15 SECTION 15. Statutory material to be repealed is bracketed
- 16 and stricken. New statutory material is underscored.
- 17 SECTION 16. This Act shall take effect on July 1, 2050;
- 18 provided that sections 12 and 13 shall take effect on July 1,
- **19** 2012.

Report Title:

Hawaii Tourism Authority; Film, Television, Digital, and New Media Development; Appropriation

Description:

Assigns to the Hawaii tourism authority the responsibilities for film, television, digital, and new media development; repeals the film industry activities within the department of business, economic development, and tourism; makes conforming amendments; requires the Hawaii tourism authority to restructure the debt service for state obligations related to the convention center; requires unspecified amounts for fiscal year 2012-2013 and fiscal year 2013-2014 of the savings from any such restructuring to be deposited into the film, television, digital, and new media development special fund for implementation of the film, television, digital, and new media development activities; appropriates unspecified amounts from the special fund; effective 7/1/2050. (SD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.