STAND. COM. REP. NO. 331

Honolulu, Hawaii

## APR 0 5 2012

RE:

H.B. No. 2319

H.D. 2 S.D. 1

Honorable Shan S. Tsutsui President of the Senate Twenty-Sixth State Legislature Regular Session of 2012 State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred H.B. No. 2319, H.D. 2, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO ECONOMIC DEVELOPMENT,"

begs leave to report as follows:

The purpose and intent of this measure is to streamline and clarify governmental operations relating to high technology and economic development.

Specifically, the measure:

- Exempts grants made under the community-based economic (1)development program from the Hawaii Public Procurement Code;
- Clarifies that moneys in the hydrogen investment capital (2) special fund shall be expended by the Hawaii Strategic Development Corporation; and
- Repeals the law establishing the High Technology (3) Innovation Corporation.

Written comments in support of this measure were submitted by the Hawaii Strategic Development Corporation. Written comments in opposition to this measure were submitted by the State Procurement Office; High Technology Development Corporation Board of Directors; High Technology Development Corporation and High

HB2319 SD1 SSCR LRB 12-2296-1.doc



Technology Innovation Corporation. Written comments on the measure were submitted by the Department of Business, Economic Development, and Tourism.

Your Committee finds that creating a grant exemption from the Hawaii procurement code and clarifying where the moneys in the hydrogen investment capital special fund shall go to, supports economic development in the State. In addition, your Committee finds that the functions and objectives of the High Technology Innovation Corporation can be assumed and executed by other existing government agencies.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2319, H.D. 2, S.D. 1, and recommends that it pass Third Reading.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

DAVID Y. IGE Chair

## The Senate Twenty-Sixth Legislature State of Hawai'i

## Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:			Date:		
HB2319 HD2 SD1	EDT, WAM			3-28-n		
The committee is reconsidering its previous decision on this measure.  If so, then the previous decision was to:						
The Recommendation is:						
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313						
Members		Aye	Aye (Wi	7)	Nay	Excused
IGE, David Y. (C)						
KIDANI, Michelle N. (VC)						
CHUN OAKLAND, Suzanne						
DELA CRUZ, Donovan M.						
ENGLISH, J. Kalani						
ESPERO, Will						
FUKUNAGA, Carol						
KIM, Donna Mercado						
KAHELE, Gilbert						
KOUCHI, Ronald D.	-		· .	:		
RYAN, Pohai			_			<u> </u>
TOKUDA, Jill N.	· .					
WAKAI, Glenn						
SLOM, Sam						
						<u> </u>
TOTAL	·	11		)	0	3
Recommendation:  Adopted  Not Adopted						
Chair's or Designee's Signature:  Wehlle & Selani						
Distribution:         Original         Yellow         Pink         Goldenrod           File with Committee Report         Clerk's Office         Drafting Agency         Committee File Copy						

\*Only one measure per Record of Votes