STAND. COM. REP. NO. 102.6

Honolulu, Hawaii MAR 2 2 2013 .

RE: H.B. No. 71 S.D. 1

Honorable Donna Mercado Kim President of the Senate Twenty-Seventh State Legislature Regular Session of 2013 State of Hawaii

Madam:

Your Committees on Higher Education and Economic Development, Government Operations and Housing, to which was referred H.B. No. 71 entitled:

"A BILL FOR AN ACT RELATING TO HIGH TECHNOLOGY,"

beg leave to report as follows:

The purpose and intent of this measure is to require the University of Hawaii to extend the current land lease with the High Technology Development Corporation for no less than twentyfive years from the date of expiration of the existing lease.

Your Committees received testimony in support of this measure from the High Technology Development Corporation; Hawaii Strategic Development Corporation; Bill Bass & Associates, LLC; Makai Ocean Engineering, Inc.; Tapiki, LLC; HiBEAM; Hawaii Consortium for Medicine and Health; BizGym.com; Cardex Pharmaceuticals, Inc.; Labels that Talk, Ltd.; Hawaii Venture Capital Association; Hawaii Strategic Development Corporation; Global Optima, Inc.; Startup Capital Ventures; The Tea Chest; Ohana Investment Works, LLC; StartupHui, LLC; HITmethods, Inc.; InMobi; Graphic Creative; Hawai'i Innovation Alliance; Hawaii Aquaculture and Aquaponics Association; Hawai'i Advocates for Consumer Rights; SOS Tech Solutions; and nine individuals. Your Committees received testimony in opposition to this measure from the University of Hawai'i System.

Your Committees find that the High Technology Development Corporation is a state agency that was established in 1983 to



facilitate the development and growth of Hawaii's commercial high technology industry sector.

The High Technology Development Corporation developed the Manoa Innovation Center, the first and only innovation and incubation facility on Oahu that offers an array of client services, facilities, and equipment to assist new and early-stage technology companies. The Manoa Innovation Center has incubated and graduated over one hundred companies, more than eighty percent of which have become technology companies in the private sector.

Your Committees further find that the High Technology Development Corporation's current land lease with the University of Hawaii expires in 2015.

Your Committees have amended this measure by changing the minimum term of the lease extended between the University of Hawaii and the High Technology Development Corporation from twenty-five years to ten years to allow for further discussion between the parties.

As affirmed by the records of votes of the members of your Committees on Higher Education and Economic Development, Government Operations and Housing that are attached to this report, your Committees are in accord with the intent and purpose of H.B. No. 71, as amended herein, and recommend that it pass Second Reading in the form attached hereto as H.B. No. 71, S.D. 1, and be referred to the Committee on Ways and Means.

DELA CRUZ Μ.

Respectfully submitted on behalf of the members of the Committees on Higher Education and Economic Development, Government Operations and Housing,

BRIAN T. TANIGUCHI,



The Senate Twenty-Seventh Legislature State of Hawai'i

Record of Votes Committee on Higher Education HRE

| Bill / Resolution No.:* | Committee Referral: | | | Date: | | | | |
|---|---------------------------------------|---------------------------------------|----------|-------|---------|--|--|--|
| HB71 | HRE/EGH, WAM 3/21/2013 | | | | | | | |
| 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 (WR) | Nay | Excused | | | |
| TANIGUCHI, Brian T. (C) | | V | | | | | | |
| KAHELE, Gilbert (VC) | | | | | | | | |
| KEITH-AGARAN, Gilbert S.C. | | | | | | | | |
| IGE, David Y. | | · · · · · · · · · · · · · · · · · · · | | | - | | | |
| KIDANI, Michelle N. | | | | | | | | |
| TOKUDA, JIII N. | | | | | | | | |
| SLOM, Sam | | | | | | | | |
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| TOTAL | | 5 | | | 2 | | | |
| Recommendation: | | | | | | | | |
| Adopted Not Adopted | | | | | | | | |
| Chair's or Designee's Signature: | | | | | | | | |
| Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy | | | | | | | | |

*Only one measure per Record of Votes

The Senate Twenty-Seventh Legislature State of Hawaiʻi

Record of Votes

Committee on Economic Development, Government Operations and Housing EGH

| Bill / Resolution No.:* | Committee Referral: | | | Date: | | | | |
|--|---------------------------------------|---------------|---------------|--------------|--------------|--|--|--|
| HB 71 | HRE/EGH, WAM 3/21/13 | | | 13 | | | | |
| 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 (WR | l) Nay | Excused | | | |
| DELA CRUZ, Donovan M. (C) | | _χ_ | | · · · | | | | |
| SLOM, Sam (VC) | | X. | | | | | | |
| BAKER, Rosalyn H. | | X | | | | | | |
| CHUN OAKLAND, Suzanne | | 14 | | | X | | | |
| ENGLISH, J. Kalani | | X | | | | | | |
| THIELEN, Laura H. | | | | | X | | | |
| WAKAI, Glenn | | X | <u> </u> | | | | | |
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| TOTAL | | 5 | 0 | D | 2 | | | |
| Recommendation: Adopted Not Adopted | | | | | | | | |
| Chair's or Designee's Signat | ure: | 6 | | | | | | |
| Distribution: Original File with Committee | Yel Report Clerk's | | Pink | | denrod | | | |
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