

UNIVERSITY OF HAWAI'I SYSTEM

Legislative Testimony

Testimony Presented Before the House Committee on Finance

February 13, 2013 at 2:00 p.m. by Donald O. Straney, Ph.D. Chancellor, University of Hawaiʻi at Hilo

HB750 HD1 RELATING TO THE HAWAII ISLAND TECHNOLOGY EXCHANGE INSTITUTE

Chair Luke, Vice Chairs Nishimoto and Johanson and Members of the Committee:

My name is Donald Straney, Chancellor of the University of Hawai'i at Hilo. We support HB750 HD1 to establish the Hawai'i Island Technology Exchange Institute at the University of Hawai'i at Hilo.

Science and technology are important for Hawaii's future to withstand and respond to changes to the natural, economic and social environments. This proposal will help us to be more sustainable and to develop a highly capable workforce that will contribute to the future needs of our island economy. UH Hilo views our collaboration with Hawai'i Community College as extremely important to provide higher education and career options to the people of our Hawai'i Island.

We support HB750 HD1 provided that its passage does not replace or adversely impact priorities in our BOR approved budget.

Thank you for the opportunity to testify on HB750 HD1. Aloha.

February 11, 2013

Dear Representative Sylvia Luke, Chair Representative Scott Y. Nishimoto, Vice Chair Representative Aaron Ling Johanson, Vice Chair Respected Members of the Committee,

I enthusiastically support HB 750, which establishes the Hawaii Island Technology Exchange Institute, and because the future of our state depends on the future we can create for ourselves.

To be successful, we must prepare our students for the jobs of the future by providing them with the opportunities to develop science and technology skills. To accomplish this, we must create the academic and research environment in where these opportunities exist, and innovation and risk tolerance are championed and not feared. The Hawaii Island Technology Exchange Institute provides this opportunity.

To be successful, we must embrace and apply innovative research opportunities for professional and technical job growth that will contribute to a stronger and more stable local economy. Again, we must create opportunities for our youth to develop business, research, organizational, financial and administrative skills, and facilitate internships for them to practice and develop these skills and to stimulate their interests in an S&T career. The Hawaii Island Technology Exchange Institute paves the way for this to become a reality.

A sustainable model begins with a focal point that starts on a small scale and builds from there. The Hawaii Island Technology Exchange Institute is such a pilot, an opportunity to develop a model that works. It will be based in a small community where everybody knows your name, where people work and play together, where the university and community college can work together without all the posturing that gets in the way of real success.

Please support the Hawaii Island Technology Exchange Institute. We owe this to the next generation of students and to the future of Hawaii.

Sincerely,

David J. Lovell Director, Research Administration and Project Development, UH Hilo Board of Directors, Papa Ola Lokahi, Native Hawaiian Health Care System Board of Directors, Vice Chair, Hui Malama Ola Na 'Oiwi, Native Hawaiian Health Care System Director, Kanoelehua Industrial Area Association (KIAA)



HOUSE OF REPRESENTATIVES

STATE OF HAWAII STATE CAPITOL HONOLULU, HAWAII 96813

MEMORANDUM

DATE: February 12, 2013

TO: Representative Sylvia Luke, Chair, House Committee on Finance

FR: Representative Mark Nakashima

RE: Testimony submitted for HB750 HD1

Keith Matsumoto (email address <u>ktmatsumoto@msn.com</u>), an individual testifying in support of HB750 HD1, relating to the Hawaii Island Technology Exchange Institute, has submitted revised text as testimony for the hearing scheduled on Wednesday, February 13, 2013.

A copy of his revised text is attached for your reference. We respectfully request consideration by you and your committee to include these revisions as amendments to HB750 HD1.

-END-

HOUSE OF REPRESENTATIVES TWENTY-SIXTH LEGISLATURE, 2013 STATE OF HAWAII

H.B. NO.

A BILL FOR AN ACT

RELATING TO THE HAWAII ISLAND TECHNOLOGY EXCHANGE INSTITUTE.

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

1 SECTION 1. The legislature finds that to be successful in 2 the twenty-first century global economy, Hawaii must position 3 itself as a leader in science and technology, as well as 4 technology development, transfer and commercialization. 5 Innovation in the science and technology fields will not only 6 allow the State to succeed in the global marketplace, but will 7 also support the State's sustainable development goals. The 8 legislature also finds that this will require a commitment to 9 the development of a highly capable workforce that is able to 10 compete in a technological environment. 11 The legislature further finds that developing such a 12 workforce will require a combined effort on the part of state 13 and community sectors to improve communication between 14 government, private, and academic entities; to develop networks 15 capable of sustained collaboration; and to prepare today's

16 students to be tomorrow's leaders.

Field Code Changed

1	The purpose of this Act is to establish the Hawaii island				
2	technology exchange institute at the University of Hawaii at				
3	Hilo through a collaboration between the University of Hawaii at				
4	Hilo and Hawaii community college to focus the State's efforts				
5	to achieve these goals.				
6	SECTION 2. Chapter 304A, Hawaii Revised Statutes, is				
7	amended by adding a new subpart to part IV to be appropriately				
8	designated and to read as follows:				
9	" . HAWAII ISLAND TECHNOLOGY EXCHANGE INSTITUTE				
10	§304A- Hawaii island technology exchange institute;				
11	establishment. (a) There is established the Hawaii island				
12	technology exchange institute. The institute shall be placed				
13	within the university of Hawaii at Hilo through a collaboration				
14	between the University of Hawaii at Hilo and Hawaii community				
15	college for administrative purposes; provided that the institute				
16	may incorporate as a nonprofit corporation to further its				
17	objectives.				
18	(b) The purposes of the institute shall be to:				
19	(1) Develop systemic models that will create new values				
20	regarding science, technology, and innovationSupport				
21	the development of new frameworks for post-secondary				
22	education to emphasize 21 st Century skills, and prepare				

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H.B. NO.

Field Code Changed

1		Hawaii's post-secondary students to advance the
2		State's welfare and prosperity in the future in the
3		fields of technology development and innovation;
4	(2)	Collaborate with the private sector and community to
5		Prepare prepare a highly capable workforce that is
6		able to support and sustain a high technology society
7		and economy;
8	(3)	Generate scientific and technological innovation
9		through the development of formal and informal
10		networks between academia and private industry within
11		the United States and other nationsDevelop, implement
12		and operate a comprehensive technology transfer system
13		to support Hawaii's technology industry;
14	(4)	Support the economic development and community
15		improvement activities of personnel and organizations
16		who are able to advance and deploy science and
17		technology-while enhancing community and communication
18		networks between the public and science- and
19		technology-related professionals and institutions to
20		attract, retain and reward companies, investors,
21		entrepreneurs, faculty, and students to participate in
22		the institute;
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Field Code Changed

1	(5) Advance and deploy science and technology for					
2		sustainable development in the StateCommercialize and				
3		generate income for sustainable technology development				
4		and commercialization activities; and				
5	(6)	Play a Provide leadership role in the State's science				
6		and technology sector within both the State and a				
7		global society.				
8	(C)	The qualifying standards and conditions related to the				
9	receipt of funds under chapter 42F shall not apply to funds					
10	received by the institute; provided that if the institute					
11	contracts with a recipient or provider, the qualifying					
12	standards, conditions, and other provisions of chapter 42F shall					
13	apply to the recipient or provider and the contract.					
14	(d)	If the institute incorporates, to receive state funds,				
15	the institute shall:					
16	(1)	Be licensed or accredited in accordance with federal,				
17		state, or county laws, rules, or ordinances to conduct				
18		the activities or provide the services for which the				
19		funds are appropriated;				
20	(2)	Comply with all applicable federal and state laws				
21		prohibiting discrimination against any person on the				
22		basis of race, color, national origin, religion,				

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Field Code Changed

1 creed, sex, age, sexual orientation, disability, or 2 other protected class; 3 (3) Agree not to use state funds for entertainment or 4 lobbying activities; 5 Be incorporated pursuant to chapter 414D; (4) 6 (5) Have been determined and designated to be a tax-exempt 7 organization by the Internal Revenue Service; 8 (6) Maintain bylaws or policies that describe the manner 9 in which the activities or services for which a grant 10 or subsidy is awarded shall be conducted or provided; 11 and 12 (7) Include only members on the governing board, if the 13 institute becomes incorporated, who have no material 14 conflict of interest and who shall serve without 15 compensation. (e) The center shall seek, receive, and accept from 16 17 public and private sources, whether located within or without the United States, grants, gifts, devises, bequests, or any 18 19 other money or property, real, personal, or mixed, tangible or 20 intangible, absolutely or in trust, to be used in carrying out 21 the purposes of the institute.

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Field Code Changed

(f) The institute may enter into purchase of power
 agreements.
 (g) The institute execute its duties under the purchase

4 of power agreements throughout the affected tax map key areas. 5 (h) The comptroller and state auditor shall have the 6 authority to examine the institute's use of state funds. 7 \$304A-Patents, copyrights, and other rights. Any patents, copyrights, inventions, discoveries, or other rights 8 9 arising from activities of the institute shall belong to the 10 institute and shall be subject to such policies or rules as the 11 board of regents may adopt. 12 \$304A-

12 §304A- Annual report. The Hawaii island technology 13 exchange institute shall submit an annual report to the 14 legislature no later than twenty days prior to the convening of 15 each regular session. The report shall include an explanation 16 of facility maintenance and other functions and activities 17 undertaken with state funds in the previous fiscal year." 18 SECTION 3. This Act shall take effect upon its approval.

Report Title:

UH Hilo; Hawaii Community College; Technology Exchange Institute

Description:

Establishes the Hawaii island technology exchange institute administratively attached to University of Hawaii at Hilo through a collaboration between UH Hilo and Hawaii Community College.

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

Submitted testimony for HB750 on Feb 13, 2013 14:00PM

HB750

Submitted on: 2/12/2013 Testimony for FIN on Feb 13, 2013 14:00PM in Conference Room 308

Submitted By	Organization	Testifier Position	Present at Hearing
Harold Masumoto	Individual	Support	No

Comments:

Please note that testimony submitted <u>less than 24 hours prior to the hearing</u>, improperly identified, or directed to the incorrect office, may not be posted online or distributed to the committee prior to the convening of the public hearing.

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