# A BILL FOR AN ACT

RELATING TO THE DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT, AND TOURISM.

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

- 1 SECTION 1. Section 201-72, Hawaii Revised Statutes, is
- 2 amended to read as follows:
- 3 "§201-72 Office of aerospace development; establishment.
- 4 (a) There is established an office of aerospace development in
- 5 the department of business, economic development, and tourism.
- 6 (b) The director shall have experience, knowledge, and
- 7 expertise in space-related activities and development. The
- 8 director shall be nominated and appointed by the governor
- 9 without regard to chapter 76.
- 10 (c) The director shall hire staff necessary to carry out
- 11 the purposes of this part.
- 12 (d) The director and employees of the office shall be
- 13 included in any benefit program generally applicable to the
- 14 officers and employees of the State.
- 15 (e) Subject to funding, the office of aerospace
- 16 development may hire a business development officer with an

1 annual salary of up to \$80,000, a program manager with an annual 2 salary of up to \$70,000, and administrative support with an annual salary of up to \$48,000; provided that these positions 3 shall be civil service positions." 4 5 SECTION 2. Section 201-76, Hawaii Revised Statutes, is 6 amended to read as follows: 7 "[+] §201-76[+] Pacific international space center for 8 exploration systems. (a) There is established the Pacific 9 international space center for exploration systems  $[\tau]$  division, 10 to be under the direction of the office of aerospace 11 development, and to be administratively attached to the office 12 of aerospace development in the department of business, economic 13 development, and tourism. This division of the office of 14 aerospace development shall be located on the island of Hawaii. 15 [(b) The space center may employ, subject to chapter 76, 16 technical experts and officers, agents, and employees, permanent 17 and temporary, as required. The space center may also employ 18 officers, agents, and employees, prescribe their duties and 19 qualifications, and fix their salaries, without regard to

chapter 76, when in the determination of the board, the services

20

1

15

16

17

18

#### H.B. NO. 2597 H.D. 1

2 the execution of the functions of the space center.] 3 (b) Pacific international space center for exploration 4 systems employees shall promote and market Hawaii as an aerospace and aviation destination for research and development, 5 6 shall actively solicit aerospace and aviation businesses to 7 establish facilities or work offices in Hawaii, shall work with 8 government agencies on aerospace and aviation related projects, 9 and shall encourage direct and indirect job creation related to 10 aerospace, aviation, technology, and robotics. 11 (c) Subject to funding, the Pacific international space 12 center for exploration systems may hire an administrator with an 13 annual salary up to \$82,000, a business development officer with 14 an annual salary up to \$70,000, a program specialist with an

to be performed by those employed are unique and essential to

19 SECTION 3. Section 201-77, Hawaii Revised Statutes, is

annual salary up to \$48,000. The administrator shall be

annual salary up to \$60,000, and administrative support with an

appointed by the governor; the other positions shall be civil

20 amended to read as follows:

service positions."

1	" [+] :	§201-77[+] Pacific international space center for
2	exploration	on systems; advisory board of directors; establishment
3	duties.	(a) There is established the advisory board of
4	directors	of the Pacific international space center for
5	exploration	on systems, consisting of [ten] seven members, to
6	include:	
7	[ <del>(1)</del>	The executive director of the space center as an ex
8		officio[,] voting member;
9	<del>-(2)</del> -	The director of business, economic development, and
10		tourism, or the director's designated representative;
11	<del>(3)</del>	The president of the University of Hawaii, or the
12		president's designated representative;
13	<del>(4)</del> ]	(1) Six members from government, industry, and
14		academia, both national and international, with
15		appropriate professional interests and backgrounds;
16		and
17	[ <del>(5)</del> ]	(2) An invited representative from the National
18		Aeronautics and Space Administration as an ex
19		officio[+],[+] nonvoting member,
20	to be app	ointed by the governor, pursuant to section 26-34;
21	provided	that of the members appointed under paragraph $[\frac{(4)}{7}]$

- 1 (1), two members shall be appointed from a list of nominees
- 2 submitted by the president of the senate, two members shall be
- 3 appointed from a list of nominees submitted by the speaker of
- 4 the house of representatives, and two members shall be appointed
- 5 by the governor.
- 6 The board shall select a chairperson from among its
- 7 members.
- 8 (b) [Five] Four members shall constitute a quorum, whose
- 9 affirmative vote shall be necessary for all actions by the space
- 10 center. The members of the board shall serve without
- 11 compensation, but shall be entitled to reimbursement for
- 12 necessary expenses, including travel expenses, incurred in the
- 13 performance of their duties.
- 14 [(c) The director of business, economic development, and
- 15 tourism shall appoint an executive director to the space center,
- 16 subject to confirmation by the board, who shall be exempt from
- 17 chapter 76. The board shall set the salary and duties of the
- 18 executive director.]"
- 19 SECTION 4. Section 201-78, Hawaii Revised Statutes, is
- 20 amended to read as follows:

1	<del>(1)</del>	Sue and be sued;
2	<del>(2)</del>	Adopt a seal and alter the seal at pleasure;
3	<del>(3)</del> ,	Make and execute contracts and other instruments
4		necessary or convenient to the exercise of its powers
5		and
6	<del>-(4)</del>	Adopt bylaws and rules, which shall be exempt from
7		chapter 91, for its organization and internal
8		management, and to carry into effect its purposes,
9		powers, and programs.
10	(a) The	Pacific international space center for exploration
11	systems a	dvisory board of directors may meet quarterly and
12	receive r	eports and updates from the staff of the Pacific
13	internati	onal space center for exploration systems and shall
14	make sugg	estions and recommendations to the Pacific
15	internati	onal space center for exploration systems and the
16	office of	aerospace development.
17	(b)	In addition to other powers conferred upon it, the
18	board may	do all things necessary and convenient to carry out
19	the power	es expressly provided in this subpart."
20	SECT	TION 5. Section 201-79, Hawaii Revised Statutes, is
21	amended t	o read as follows:

1	"·[ <del>+</del> ];	§201-79[+] Powers and duties of the Pacific
2	internatio	onal space center for exploration systems [executive
3	director.	staff. In addition to any other powers and duties
4	provided :	in this subpart, the [executive director] staff shall[+
5	<del>(1)</del>	Oversee, supervise, and direct the planning,
6		evaluation, and coordination of space related
7		activities, and promote opportunities for expanding
8		and diversifying acrospace related industries in the
9		State pertaining to the space center;
10	<del>(2)</del>	Establish partnerships with corporate, government, and
11		University of Hawaii entities that can promote and
12		enhance the State's aerospace industry; and where
13		possible, help to generate additional revenue for the
14		University of Hawaii and create classes and other
15		educational opportunities for students;
16	<del>(3)</del>	Work with local universities and community colleges to
17		facilitate internships for students with the space
18		center and associated companies;
19	<del>(4)</del>	Continue to work with the University of Hawaii on
20		course development, teaching, workforce development,
21		and outreach;

1	<del>(5)</del>	Promote innovative educational and workforce
2		development programs that will enhance public
3		awareness of the space center and enable residents to
4		pursue employment in Hawaii's acrospace industry;
5	<del>(6)</del>	Act as the public representative of the space center;
6	<del>(7)</del>	Monitor national and global trends in the acrospace
7		industry and promote global awareness of the space
8		<del>center;</del>
9	<del>(8)</del>	Pursue projects in the acrospace sector that can be
10		leveraged for improvements to the State's broadband
11		and alternative energy capabilities;
12	<del>-(9)</del>	Serve as a clearinghouse for information on the space
13		center and associated activities;
14	<del>(10)</del>	Target existing businesses that can provide products
15		or services of importance to the space center and its
16		projects to support the expansion of these businesses
17		<del>in Hawaii;</del>
18	<del>(11)</del>	Increase contact and maintain liaison with the
19		National Aeronautics and Space Administration, related
20		acrospace organizations, and other federal agencies
21		and facilities;

1	<del>(12)</del>	Maintain and expand liaisons with local business and
2		citizen-groups;
3	<del>(13)</del>	Work with private landowners in the vicinity to expand
4		opportunities and physical space and appurtenances for
5		the participants in the space center's acrospace
6		technology research and development park;
7	<del>(14)</del>	Adopt, amend, and repeal rules pursuant to chapter 91
8		necessary to carry out this subpart;
9	<del>(15)</del>	Contract for services as may be necessary for the
10		purposes of this subpart; and
11	<del>(16)</del>	Do all other things necessary or proper to carry out
12		the purposes of this subpart.] identify and promote
13		opportunities for expanding and diversifying
14		aerospace-related industries on the island of Hawaii
15		and in the State."
16	SECT	ION 6. Section 201-80, Hawaii Revised Statutes, is
17	amended t	o read as follows:
18	" [ <del>+</del> ]	§201-80[+] Pacific international space center for
19	explorati	on systems; reporting requirement. The Pacific
20	internati	onal space center for exploration systems shall submit.

1	no later	than September 1 of each year, an annual report to the
2	legislatu	re that [ <del>includes:</del>
3	<del>(1)</del>	An-updated-business plan regarding the aerospace
4		technology research and development park project;
5	<del>(2)</del>	Details on any progress made toward the development of
6		a world class space center in Hawaii;
7	<del>(3)</del>	The development of technologies and any concomitant
8		effect on the level of resource imports into the
9		State;
10	-(4)	The status of all working relationships with
11		educational and research institutions and federal
12		<del>agencies;</del>
13	<del>(5)</del>	Details on any progress made toward the development of
14		a robotic operator-training and certification-program;
15	<del>(6)</del>	The level of private sector investment in aerospace
16		and related industries, including the number and
17		nature of any partnerships with private industry to
18		facilitate state-based manufacturing and operations
19		related to green energy technology;
20	<del>(7)</del>	The status of the memorandum of understanding with
21		Hawaii Techworks and the east Hawaii community

1	development corporation regarding the cultivation of a
2	skilled local workforce to support planned
3	manufacturing-operations; and
4	(8) A detailed statement of assets, liabilities, revenues,
5	and expenses for each fiscal year ending June 30.
6	shall summarize the significant accomplishments and activities
7	of the space center for the past fiscal year and the status of
8	the development of partnerships."
9	SECTION 7. There is appropriated out of the general
10	revenues of the State of Hawaii the sum of \$ or so much
11	thereof as may be necessary for fiscal year 2016-2017 for the
12	purposes of this Act, including the hiring of personnel for the
13	office of aerospace development and the Pacific international
14	space center for exploration systems.
15	The sum appropriated shall be expended by the department of
16	business, economic development, and tourism for the purposes of
17	this Act.
18	SECTION 8. Statutory material to be repealed is bracketed
19	and stricken. New statutory material is underscored.
20	SECTION 9. This Act shall take effect on July 1, 2018;
21	provided that section 7 shall take effect on July 1 2016

#### Report Title:

Pacific International Space Center for Exploration Systems Division; PISCES; Office of Aerospace Development; Appropriation

#### Description:

Allows the Office of Aerospace Development to hire various positions. Establishes PISCES as a division of the Office of Aerospace Development located on Hawaii Island. Directs PISCES staff to promote and market Hawaii as a research destination. Allows PISCES to hire various positions. Reduces the Board of Directors of PISCES to seven members and amends their powers and duties. Simplifies PISCES' annual report to include a summary of significant accomplishments and activities, and the status of development of partnerships. Appropriates funds. (HB2597 HD1)

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