## HB774, HD1

Measure Title:

RELATING TO SMALL BUSINESS.

Report Title:

Small Business Regulatory Review Board; Department of Business,

Economic Development, and Tourism; Appropriation (\$)

Makes an appropriation to the Department of Business, Economic

Description:

Development, and Tourism for the Small Business Regulatory

Review Board to hire additional staff. (HB774 HD1)

Companion:

SB1188

Package:

None

Current Referral: EDT, WAM

Introducer(s):

KAWAKAMI



## DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

LUIS P. SALAVERIA

MARY ALICE EVANS
DEPUTY DIRECTOR

No. 1 Capitol District Building, 250 South Hotel Street, 5th Floor, Honolulu, Hawali 96813 Mailing Address: P.O. Box 2359, Honolulu, Hawali 96804 Web site: www.hawaii.gov/dbedt

Telephone: Fax: (808) 586-2355 (808) 586-2377

## Statement of LUIS P. SALAVERIA

Director

Department of Business, Economic Development and Tourism before the

## SENATE COMMITTEE ON ECONOMIC DEVELOPMENT AND TECHNOLOGY

Wednesday, March 18, 2015 2:45 PM State Capitol, Conference Room 016

In consideration of HB774, HD1 RELATING TO SMALL BUSINESS.

Chair Wakai, Vice Chair Slom and Members of the Senate Committee on Economic Development and Technology.

The Department of Business, Economic Development and Tourism supports the intent of HB774, HD1, Relating to Small Business, which makes an appropriation for the Small Business Regulatory Review Board to acquire additional staff, provided that its passage does not replace or adversely impact priorities indicated in our Executive Budget.

Should the Legislature be inclined to pass this bill, we prefer that the position count and associated costs be included in the budget.

Thank you for the opportunity to offer these comments.

## SMALL BUSINESS REGULATORY REVIEW BOARD

Department of Business, Economic Development & Tourism No. 1 Capitol District Bldg., 250 South Hotel St. 5th Fl., Honolulu, Hawaii 96813 Mailing Address: P.O. Box 2359, Honolulu, Hawaii 96804 Tel 808 586-2594

## <u>MEMORANDUM</u>

David Y. Ige

Luis P. Salaveria Director, DBEDT

#### Members

Anthony Borge Chair Oahu

Wayne Tanaka Vice Chair Oahu

Barbara Bennett 2<sup>nd</sup> Vice Chair Kauai

Kyoko Kimura Maui

Harris Nakamoto Oahu

Ashley Leahey Maui

Director, DBEDT Voting Ex Officio

TO: Chair Glenn Wakai, Vice Chair Sam Slom, and Members of the

Senate Committee on Economic Development and Technology

FROM: Anthony Borge, Chair

Small Business Regulatory Review Board

DATE: March 18, 2015 - Room 016 at 2:45 p.m.

SUBJECT: HB 774, HD1 – Relating to Small Business – In Support

On behalf of the Small Business Regulatory Review Board (SBRRB), I wish to thank you for considering this bill requesting funding to hire staff to assist with the many duties required by the members of this Board. We support HB774, HD1.

I am proud to be the Chairperson of such a hardworking, volunteer board. However, without a budget and sufficient clerical staff, it is extremely difficult to accomplish the SBRRB's statutorily-mandated responsibilities.

As you are aware, the SBRRB members are comprised of small businesses throughout the State that volunteer their time and meet monthly, spending countless hours reviewing existing, new, and modified administrative rules that impact small business. They analyze hundreds of pages of proposed rules to determine if there are better ways to make them less complex and costly for small firms. The SBRRB's mandate creates a tremendous amount of work with much attention to detail, completely overwhelming the one staff member from DBEDT assigned to assist the SBRRB.

Presently, there is no budget reserved for the SBRRB's operations. Statutorily, the SBRRB is required to have "at least one representative from each county." Currently, there is one member from Kauai, two from Maui, and one vacancy from the Big island. Annual expenses, representing the bare minimum required to sustain the SBRRB's operations are as follows: travel - \$15,000; clerical staff (SR-8) - \$26,000; postage & supplies - \$1,000; incidentals - \$1,500.

In addition, without a budget, the SBRRB volunteers have been unable to provide outreach to the small business community to provide a valuable, needed service to enhance, promote and defend the continued growth of small businesses in Hawaii. The SBRRB believes that much more could be accomplished regarding outreach to the small business community with the appropriate staff and funding.

We ask for your support and assistance in securing the funding necessary so that we can better achieve the desired intent of the Statute.

Thank you for your support of this bill and for your efforts throughout this legislative session.



## STATE OF HAWAII STATE PROCUREMENT OFFICE

P.O. Box 119
Honolulu, Hawaii 96810-0119
Telephone: (808) 587-4700
e-mail: state.procurement.office@hawaii.gov
http://spo.hawaii.gov

TESTIMONY OF SARAH ALLEN, ADMINISTRATOR STATE PROCUREMENT OFFICE

TO THE SENATE COMMITTEE
ON
ECONOMIC DEVELOPMENT AND TECHNOLOGY
MARCH 18, 2015, 2:45 P.M.

HOUSE BILL 774, HD1
RELATING TO SMALL BUSINESS

Chair Wakai, Vice-Chair Slom, and members of the committee, thank you for the opportunity to submit testimony on HB NO. 774, HD1. The State Procurement Office (SPO) STRONGLY SUPPORTS this measure.

The small business regulatory review board provides input into the rule-making process and provides vital recommendations to policy makers and state and county agencies in order to aid small businesses. Therefore, SPO supports their role in assisting small businesses in Hawaii.

Thank you.

# Testimony to the Senate Committee on Economic Development and Technology Wednesday, March 18, 2015 at 2:45 P.M. Conference Room 016, State Capitol

## RE: HOUSE BILL 774 HD1 RELATING TO SMALL BUSINESS

Chair Wakai, Vice Chair Slom, and Members of the Committee:

The Chamber of Commerce of Hawaii ("The Chamber") strongly supports HB 774 HD1, which makes an appropriation to the Department of Business, Economic Development, and Tourism for the Small Business Regulatory Review Board to hire additional staff.

The Chamber is Hawaii's leading statewide business advocacy organization, representing about 1,000 businesses. Approximately 80% of our members are small businesses with less than 20 employees. As the "Voice of Business" in Hawaii, the organization works on behalf of members and the entire business community to improve the state's economic climate and to foster positive action on issues of common concern.

The Small Business Regulatory Review Board is an integral part in getting input from the small business community on rules and regulations that may affect them. As you know, many small business owners do not have the time to track all the rules, which is where laws are put to force in detail. We believe that this appropriation for added staff will help the agency be more effective in serving the business community.

Thank you for the opportunity to testify.



P.O. Box 253, Kunia, Hawai'i 96759 Phone: (808) 848-2074; Fax: (808) 848-1921 e-mail info@hfbf.org; www.hfbf.org

March 18, 2015

## HEARING BEFORE THE SENATE COMMITTEE ON ECONOMIC DEVELOPMENT AND TECHNOLOGY

## TESTIMONY ON HB 774 HD1 RELATING TO SMALL BUSINESS Room 016 2:45 PM

Aloha Chair Wakai, Vice Chair Slom, and Members of the Committee:

I am Christopher Manfredi, President of the Hawaii Farm Bureau (HFB). Organized since 1948, the HFB is comprised of 1,932 farm family members statewide, and serves as Hawaii's voice of agriculture to protect, advocate and advance the social, economic and educational interests of our diverse agricultural community.

HFB strongly supports HB 774 HD1 to provide funding for staff to support the mission and work of the SBRRB. Over the years, our farmer and rancher members have benefited from the Board's conscientious review of rules and its work to ensure that any proposed rules are necessary and appropriate.

The work of the Board provides the checks and balances to assure the timely adoption of appropriate and necessary administrative agency rules, while assuring that farmers, ranchers, and other small businesses remain viable.

Unfortunately, one of the many obstacles hindering the growth and success of small businesses in Hawaii is the burdensome, duplicative, costly, and often unnecessary administrative rules that disproportionately impact small businesses. The SBRRB members protect and foster the viability of small business by providing input and recommendations to agencies on rules that may otherwise have a detrimental impact on these businesses.

These volunteer members provide an invaluable service to our State economy and productivity yet the Board is not adequately funded to continue its work. We respectfully urge you to provide sufficient funds to meet the staffing needs of the SBRRB.

Thank you for the opportunity to support this measure.



#### TESTIMONY RE: HB 774 HD1 RELATING TO SMALL BUSINESS

## HEARING BEFORE THE SENATE COMMITTEE ON ECONOMIC DEVELOPMENT AND TECHNOLOGY

Hawaii State Capitol Conference Room 016 March 18, 2015 2:45PM

Aloha Chair Wakai, Vice Chair Slom, and Members of the Committee,

The Maui Chamber of Commerce **strongly supports** HB 774 HD1, which makes an appropriate to the Department of Business, Economic Development, and Tourism for the Small Business Regulatory Review Board to hire additional staff.

Here at the Maui Chamber of Commerce, we believe in creating a strong economic environment that supports job growth while also protecting our environment and preserving our quality of life. We support the "triple bottom-line" view of sustainability: economy, environment and social well-being. We have approximately 500 members, 95% of whom are small businesses with 25 or fewer employees.

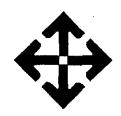
Many small business owners do not have the time or resources to track the rules. The Small Business Regulatory Review Board (SBRRB) is the voice that provides feedback to agencies on how rules may impact our small business community. We believe that this appropriation for added staff will help the agency be more effective in serving the business community.

Thank you for the opportunity to testify on this important measure.

Sincerely,

Pamela Tumpap

President



## The Hawaii Business League

1188 Bishop St., Ste. 1003, Honolulu, Hawaii 96813 Phone: (808) 533-6819 Facsimile: (808) 533-2739

March 18, 2015

Testimony To:

Senate Committee on Economic Development and Technology

Senator Glenn Wakai, Chair

Presented By:

Tim Lyons

President

Subject:

H.B. 774, HD 1 - RELATING TO SMALL BUSINESS

Chair Wakai and Members of the Committee:

I am Tim Lyons, President of the Hawaii Business League, a small business service organization. We support this bill.

When the Small Business Regulatory Flexibility Act was passed it was hailed as "hallmark legislation" throughout the small business community in the United States of America and at one point it reached its "hayday" however, since that time it has been neglected, abused, and thrown in the back seat where it has not been able to accomplish its intended purposes.

Much of that is due to the lack of resources within the department and we believe that this bill will at least provide for a policy that the Small Business Regulatory Review Board should get some kind of funding.

Based on that and with the hopes that this Board can rejuvenate itself, we very much support this bill.

Thank you.

From:

mailinglist@capitol.hawaii.gov

Sent:

Tuesday, March 17, 2015 10:22 AM

To:

**EDT Testimony** 

Cc:

gottlieb@hawaii.rr.com

Subject:

\*Submitted testimony for HB774 on Mar 18, 2015 14:45PM\*

### HB774

Submitted on: 3/17/2015

Testimony for EDT on Mar 18, 2015 14:45PM in Conference Room 016

Submitted By	Organization	<b>Testifier Position</b>	Present at Hearing
Alan Gottlieb	Hawaii Cattlemen's Council	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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From:

mailinglist@capitol.hawaii.gov

Sent:

Monday, March 16, 2015 10:30 PM

To:

**EDT Testimony** 

Cc:

ashman.janet@gmail.com

Subject:

Submitted testimony for HB774 on Mar 18, 2015 14:45PM

## **HB774**

Submitted on: 3/16/2015

Testimony for EDT on Mar 18, 2015 14:45PM in Conference Room 016

Submitted By	Organization	Testifier Position	Present at Hearing
Janet Ashman	Individual	Support	No

Comments: The SBRRB does important and necessary work that supports all small businesses across the state, but can only do so if it is properly funded. It's a shame that this voluntary board cannot even get the minimal staffing that it requires. The volunteer members work very diligently but cannot be expected to also perform the State's administrative duties. Please support this measure! Thank you.

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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#### **MEMORANDUM**

TO: Committee on Economic Development and Technology

FROM: Barbara Bennett, Individual

DATE: March 18, 2015

RE: HB 774, HD1, Relating to Small Business, March 18, 2015, Rm. 016, 2:45 PM

I am a Vice Chair of the Small Business Regulatory Review Board (SBRRB), and have been a member since December 2012. I am in **strong support** of HB 774, HD1 "Relating to Small Business."

I am honored to be a member of this important, hard-working board. However, a significant concern regarding the SBRRB is the uncertainty of funding. No funds are allocated to the SBRRB for operating expenses, and the SBRRB is staffed by only one DBEDT employee who shares responsibilities with both DBEDT and this Board. This has proven to be insufficient.

Having operating funds and a full-time clerical staff member will help to assist the SBRRB's ability to become more effective in its overall statutory mission which is to review and track administrative rules and regulations that may impact and burden Hawaii small businesses' growth and existence.

I respectfully urge you to approve House Bill 774, HD1, "Relating to Small Business," and I thank you for the opportunity to provide testimony in strong support of this measure.

From:

mailinglist@capitol.hawaii.gov

Sent:

Friday, March 13, 2015 5:19 PM

To:

**EDT Testimony** 

Cc:

bigcoopatroopa@gmail.com

Subject:

\*Submitted testimony for HB774 on Mar 18, 2015 14:45PM\*

HB774

Submitted on: 3/13/2015

Testimony for EDT on Mar 18, 2015 14:45PM in Conference Room 016

Submitted By	Organization	<b>Testifier Position</b>	Present at Hearing
Chris Cooper	Individual	Support	No

### Comments:

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