#### HOUSE OF REPRESENTATIVES TWENTY-NINTH LEGISLATURE, 2018 STATE OF HAWAII

H.B. NO. 2743

### A BILL FOR AN ACT

RELATING TO THE HUI 'IMI ADVISORY COUNCIL.

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

SECTION 1. The legislature finds that small business plays 1 an important role in Hawaii's economy. According to the 2017 2 Hawaii Small Business Profile, in 2014, small businesses created 3 about seven thousand new jobs and employed about fifty-two per 4 cent of the private workforce. Further, the desire for self-5 reliance; self-determination; a healthy environment; and an 6 increased social, physical, and economic well-being for 7 8 individuals and families in Hawaii requires the creation of new jobs, most of which will be provided by the small business 9 10 community.

11 The legislature also finds that Hawaiian-owned small 12 businesses are underrepresented in both Hawaii and the United 13 States. According to the United States Census Bureau's 2012 14 survey of business owners, only nine one hundredths of one per 15 cent of all businesses in the United States were by Hawaiians, 16 with more than half of these businesses located in Hawaii. 17 Moreover, the 2012 survey revealed that Hawaiian-owned



businesses accounted for only eleven per cent of total
businesses in Hawaii.

The legislature further finds that Act 376, Session Laws of 3 Hawaii 1997, reauthorized the Hui 'Imi task force as the Hui 4 5 'Imi advisory council to, among other things, produce a report 6 to the legislature and the governor to examine numerous issues 7 facing the Hawaiian community and provide recommendations. In its report to the twenty-second legislature of Hawaii, the 8 9 council recommended that the "State should continue to support 10 the creating and expansion of Hawaiian small businesses." The legislature recognizes the importance to both the State and the 11 Hawaiian community for continued state support for the expansion 12 13 of the Hawaiian small business community. The legislature notes 14 that, unfortunately, the Hui 'Imi advisory council is no longer 15 active.

16 Therefore, the purpose of this Act is to reconvene and 17 repurpose the Hui 'Imi advisory council and require the advisory 18 council to conduct a study on the present state of Hawaiian 19 small business in Hawaii and to annually submit a report of its 20 findings to the legislature.



1	SECTION 2. Section 10-18, Hawaii Revised Statutes, is			
2	amended to read as follows:			
3	"[ <del>[</del> ]§10-18[ <del>]</del> ] Hui `Imi advisory council. (a) There is			
4	established a Hui `Imi advisory council, to be placed within the			
5	office of Hawaiian affairs for administrative purposes only.			
6	The advisory council shall consist of representatives from the			
7	following:			
8	(1)	Office of Hawaiian affairs;		
9	(2)	Department of education;		
10	(3)	Department of Hawaiian home lands;		
11	(4)	Department of health;		
12	(5)	Department of human services;		
13	(6)	Department of business, economic development, and		
14		tourism;		
15	(7)	Department of land and natural resources;		
16	(8)	University of Hawaii;		
17	(9)	House of representatives standing committee with		
18		primary jurisdiction over Hawaiian affairs; and		
19	(10)	Senate standing committee with primary jurisdiction		
20		over Hawaiian affairs[ <del>;</del>		
21	<del>(11)</del> -	Alu-Like, Inc.;		



Page 3

1	<del>(12)</del>	The Association of Hawaiian Civic Clubs;
2	<del>(13)</del>	<del>E Ola Mau;</del>
3	<del>(14)</del>	The Kamehameha Schools;
4	<del>(15)</del>	The Lunalilo Home;
5	<del>(16)</del>	The Native Hawaiian Culture and Arts Program of the
6		Bernice Pauahi Bishop Museum;]
7	<del>(17)</del> -	The Native Hawaiian Legal Corporation;
8	<del>(18)</del>	<del>Papa Ola Lokahi;</del>
9	<del>(19)</del>	The Queen Liliuokalani Children's Center;
10	<del>(20)</del>	Council for Native Hawaiian Advancement; and
11	<del>(21)</del>	Any other agency, organization, or entity that
12		expresses interest to participate in fulfilling the
13		advisory council's mandate].
14	(b)	The advisory council shall make a good faith effort to
15	include a	s members other public and private agencies,
16	organizat	ions, or entities that express interest in fulfilling
17	the advis	ory council's mandate $[-,]$ , including but not limited to
18	the follo	wing:
19	(1)	<u>Alu Like, Inc.;</u>
20	(2)	The Association of Hawaiian Civic Clubs;
21	(3)	The Kamehameha Schools;



Ρ	age	5

1	(4) The Lunalilo Home;
2	(5) The Native Hawaiian Legal Corporation;
3	(6) Papa Ola Lokahi;
4	(7) The Queen Liliuokalani Children's Center; and
5	(8) Council for Native Hawaiian Advancement.
6	$\left[\frac{b}{c}\right]$ (c) Each member shall be appointed by the director
7	or other chief executive of the member's organization within
8	forty-five days [ <del>following</del> ] <u>after</u> July 1, [ <del>2003.</del> ] <u>2018.</u> The
9	advisory council members shall select a chairperson and
10	establish procedural rules for its internal administration. The
11	rules shall be exempt from the public notice and hearing
12	provisions of chapter 91. Administrative expenses of the
13	advisory council, such as photocopying, postage, stationery, and
14	office supplies incidental to the performance of members' duties
15	[may] shall be reimbursed [out of appropriations made to the
16	advisory council,] by the office, but members of the advisory
17	council shall otherwise serve without compensation and without
18	reimbursement for travel expenses.
19	[ <del>(c)</del> ] (d) The Hui 'Imi advisory council shall:

(1) Serve as a liaison between public and private entities 20 serving the Hawaiian community in the planning and 21



1		deve:	lopment of collaborative public and private
2		endea	avors;
3	(2)	Inve	stigate [ <del>the</del> ] issues [ <del>described in the Hui `Imi</del>
4		<del>task</del>	force report volumes I and II and such other
5		issu	es affecting Hawaiians as the advisory council
6		shal	<del>l designate; and</del> ] <u>affecting the Hawaiian small</u>
7		busi	ness community, including the following:
8		(A)	The use of Hawaiian small business incubators and
9			accelerators to encourage the development of new
10			businesses and foster economic development by
11			diversifying the local economic base, enhancing
12			Hawaii's image as a center of innovation and
13			entrepreneurship, increasing employment
14			opportunities in the State, and encouraging
15			greater use of public-private partnerships;
16		<u>(B)</u>	The use of one-stop permitting and financial
17			assistance centers to help Hawaiian small
18			business owners and prospective entrepreneurs
19			comply with the various licenses and permits
20			necessary to operate a business and to provide
21			referrals to businesses needing information on



1		eligibility for federal, state, and county
2		financial assistance programs;
3	(C)	The use of Hawaiian small business incentive
4		programs and Hawaiian small business development
5		centers to stimulate growth; provide marketing,
6		accounting, and economic analysis services to
7		Hawaiian-owned small businesses that would
8		otherwise not be able to afford assistance in
9		these areas; more efficiently link existing
10		business assistance organizations; and create new
11		types of services where those services are
12		needed;
13	(D)	Entrepreneurship education at the post-secondary
14		levels utilizing the expertise of the private
15		sector to develop appropriate curriculum;
16	(E)	Identification of the federal and state
17		government policies that specifically relate to
18		Hawaiian small business, including permit
19		procedures and fees, payroll costs, and tax and
20		labor issues; and



1		(F) The use of grants awarded pursuant to section
2		10-17, to benefit the Hawaiian small business
3		community; and
4	(3)	Submit [ <del>a</del> ] <u>an annual</u> report of its findings and
5		recommendations[ <del>, which report shall include an action</del>
6		plan for the implementation of the Hui 'Imi task force
7		report volumes I and II, with a view toward
8		incorporating the action plan into the state general
9		plan. The report shall be submitted to the governor
10		and the legislature no later than twenty days prior to
11		the convening of the regular session of 2005.] .
12		including any proposed legislation, to the legislature
13		no later than twenty days prior to the convening of
14		each regular session.
15	(e)	In conducting the study, the advisory council shall
16	consult w	with the department of business, economic development,
17	and touri	sm and its attached agencies, the small business
18	regulator	ry review board, the office of Hawaiian affairs, and any
19	other int	cerested parties representing or assisting Hawaiian
20	small bus	sinesses.



Page 8

	INTRODUCED BY.
6	INTRODUCED BY: Civily Ebans
5	SECTION 4. This Act shall take effect upon its approval.
4	and stricken. New statutory material is underscored.
3	SECTION 3. Statutory material to be repealed is bracketed
2	administrative support to the advisory council."
1	(f) The office of Hawaiian affairs shall provide

JAN 2 2 2018

#### Report Title:

Small Business; Study; Hui 'Imi Advisory Council; OHA; Economic Development

#### Description:

Reconvenes and repurposes the Hui 'Imi advisory council and requires the advisory council to conduct a study on the state of Hawaiian small business in Hawaii and to submit a report of its findings to the legislature.

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

