THE SENATE THE TWENTY-NINTH LEGISLATURE REGULAR SESSION OF 2018

COMMITTEE ON WAYS AND MEANS

Senator Donovan M. Dela Cruz, Chair Senator Gilbert S.C. Keith-Agaran, Vice Chair

NOTICE OF DECISION MAKING

DATE: Wednesday, February 28, 2018

TIME: 11:00 A.M.

PLACE: Conference Room 211

State Capitol

415 South Beretania Street

AGENDA

The following measure(s) were previously heard in their respective subject matter committees:

(SSCR2075)

Status &

Testimony

SB 2168

SB 2298, SD1

(SSCR2395)

Status &

Testimony

SB 2489, SD1

(SSCR2345)

Status &

Testimony

SB 2702, SD1

(SSCR2494)

Status & Testimony

RELATING TO IMPORTANT AGRICULTURAL LANDS.

Implements Act 183, SLH 2005, in accordance with the State's constitutional duty to protect important agricultural lands by providing funds to the counties for the identification and mapping

of important agricultural lands.

RELATING TO HEALTHCARE PRECEPTOR TAX CREDITS.

Allows advanced practice registered nurses and physicians to receive income tax credits for acting as preceptors in volunteer-based supervised clinical training rotations provided to eligible students that enable the students to obtain an eligible healthcare

professional degree or certificate. (SD1)

RELATING TO TAXATION.

Amends the formula for the amount of transient

accommodations tax to be collected from time shares by increasing the base on which time share occupancy is taxed from one-half of the gross daily maintenance fees paid by the owner and are attributable to the time share unit to an

unspecified per cent of the gross daily maintenance fees paid by the owner of the time share and are attributable to the time share unit. Takes effect on January 1, 2050. (SD1)

RELATING TO DEVELOPMENT OF THE AEROSPACE INDUSTRY.

Establishes the Hawaii aerospace development corporation to grow investments and job opportunities in the aerospace industry and for workforce development. Transfers all rights, powers, functions, and duties of the office of aerospace development and Pacific international space center for exploration systems to the Hawaii aerospace development corporation. Repeals the office of aerospace development and Pacific international space center for exploration systems.

Takes effect on 7/1/2050. (SD1)

ETT/PSM/GVO, WAM

ETT/CPH, WAM

AEN/PSM, WAM

CPH, WAM



SB 2704, SD1

(SSCR2495)

Status & Testimony

RELATING TO WIRELESS BROADBAND FACILITIES.

Establishes a process to upgrade and support next generation wireless broadband infrastructure throughout the State. Establishes a permitting, application, review, and approval process for wireless service providers to install wireless facilities on state or county owned utility poles, or install associated utility poles, in the right of way. Applies to permit applications filed with the State or county after 12/31/2018. (SD1)

SB 2705, SD1

(SSCR2315)

Status & Testimony RELATING TO PUBLIC-PRIVATE PARTNERSHIPS.

Authorizes establishment of five state public-private partnership coordinator positions within the department of accounting and general services to manage certain public-private partnerships entered into by the State and associated contracts, proposals, and negotiations, except public-private partnerships entered into by Hawaii public housing authority. Establishes an office of public-private partnership within the department of accounting and general services. Appropriates funds. (SD1)

SB 2868, SD1

(SSCR2421)

Status & Testimony

RELATING TO TAXATION.

Amends the definition of "gross rental" or "gross rental proceeds" to provide that the transient accommodations tax for sales of transient accommodations that are arranged by transient accommodations brokers, travel agencies, and tour packagers shall be calculated based on the transient accommodations broker's, travel agency's, or tour packager's share of the gross proceeds in noncommissioned transactions, rather than the full amount received by the operator of the transient accommodations. Applies to taxable years beginning

after 12/31/18. (SD1)

SB 2879, SD1

(SSCR2498)

Status & Testimony

SB 2902, SD1

(SSCR2313)

Status & Testimony

SB 2903

(SSCR2310)

Status & Testimony

RELATING TO EDUCATION.

Requires the office of enterprise technology services, in collaboration with the department of education, to establish a working group to study the department of education's information technology infrastructure, operations, and services. Establishes the members and duties of the working group. (SD1)

RELATING TO TECHNOLOGY DEVELOPMENT.

Appropriates funds for grants to participants in software application challenges so that the proofs of concept created during the challenges can be developed into prototypes suitable for local and state government. Requires matching funds. (SD1)

RELATING TO THE HAWAII TECHNOLOGY DEVELOPMENT CORPORATION.

Appropriates funds to the Hawaii Technology Development Corporation for continuance and administration of the manufacturing development program.

HEARING WAM 02-28-18-1 .htm



ETT, WAM

ETT/CPH, WAM

ETT, WAM

ETT/EDU, WAM

ETT, WAM

ETT, WAM

SB 2904

(SSCR2311)

Status &

Testimony

RELATING TO THE HAWAII TECHNOLOGY DEVELOPMENT CORPORATION.

Appropriates funds to the Hawaii Technology Development Corporation for continuance of the small business innovation

research program.

SB 2972, SD1

(SSCR2319)

Status & Testimony

RELATING TO LAND DEVELOPMENT.

Requires the department of land and natural resources to allocate ten per cent of revenues collected from commercial properties within the Banyan Drive redevelopment area to the Banyan Drive Hawai'i redevelopment agency. Appropriates funds from the special land and development fund to assist the county of Hawai'i in conducting the necessary environmental impact studies necessary to complete its redevelopment plan for the Banyan Drive redevelopment area. Requires matching

funds from the county of Hawaiii. (SD1)

SB 3038, SD1

(SSCR2244)

Status & **Testimony**

RELATING TO THE TRANSIENT ACCOMMODATIONS TAX.

Redistributes transient accommodations tax revenue by allocating more funds to the special land and development fund and less funds to the tourism special fund, to improve certain

state resources and services. (SD1)

SB 2600, SD1

(SSCR2411)

Status & **Testimony**

RELATING TO PROCUREMENT.

Establishes the subcontractor listing pilot program to be conducted by the University of Hawaii. Requires a report to the

legislature. Repeals June 30, 2020. (SD1)

SB 2831, SD1

(SSCR2468)

Status & **Testimony**

RELATING TO PROCUREMENT FOR THE UNIVERSITY OF HAWAII.

Reinstate the President of the University of Hawaii as the chief procurement officer for contracts for construction and construction related professional services furnished by licensees under chapter 464, Hawaii Revised Statutes. Requires the University of Hawaii to submit an annual report to the legislature detailing a list of all capital improvement projects approved by the Board of Regents prioritized by each campus no later than twenty days prior to the convening of each regular session.

Repeals 6/30/2021. (SD1)

SB 2027, SD1

(SSCR2021)

Status & **Testimony**

SB 2050, SD1

(SSCR2266)

Status & **Testimony**

RELATING TO APPROPRIATIONS TO ADDRESS HOMELESSNESS.

Appropriates funds to the department of human services for the coordinated statewide homeless initiative, subject to certain conditions. (SD1)

RELATING TO PERSONS WITH DISABILITIES.

Requires the department of human services to implement an earned income disregard program as an intermediate step to implementing a medicaid buy-in program. Requires reports to the legislature. Takes effect upon approval by the governor and

Centers for Medicare and Medicaid Services. (SD1)

ETT/WTL/AEN, WAM

ETT, WAM

ETT/WTL, WAM

GVO, WAM

GVO/HRE, WAM

HMS/HOU, WAM

HMS, WAM

SB 2089

(SSCR2260)

Status &

Testimony

SB 2108

(SSCR2121)

Status & Testimony

SB 2305

(SSCR2218)

Status & Testimony

SB 2501, SD1

(SSCR2431)

Status & Testimony

SB 2278, SD1

(SSCR2384)

Status & Testimony

SB 2293, SD1

(SSCR2015)

Status & Testimony

SB 2401, SD1

(SSCR2126)

Status & Testimony

RELATING TO A YOUTH COMMISSION.

Establishes a youth commission within the Office of Youth Services to advise the Governor and Legislature on the effects of legislative policies, needs, assessments, priorities, programs, and budgets relating to youth. Appropriates funds.

RELATING TO HEALTH CARE ASSISTANCE.

Requires the department of human services to provide health care premium assistance for individuals at various income ranges up to three hundred per cent of the federal poverty level.

RELATING TO INCARCERATED PARENTS.

Requires the establishment of a pilot visitation center or centers for children of incarcerated parents in correctional facilities in the State and a plan for visitation centers at all state operated correctional facilities. Appropriates funds to the department of human services to work with other stakeholders to implement

this Act.

RELATING TO HOMELESSNESS.

Requires the Department of Human Services to establish safe zones where homeless persons may reside. Appropriates funds. Takes effect 7/1/2050. Repeals on 6/30/2028. (SD1)

RELATING TO TEACHER HOUSING.

Establishes the teacher home assistance program to be administered by the Hawaii Housing Finance and Development Corporation to provide housing vouchers to full-time teachers employed by the department of education, including teachers at public charter schools, who teach in a hard-to-fill school, as determined by the department of education, and whose household income does not exceed eighty per cent of the area

median income. Appropriates funds. (SD1)

RELATING TO AFFORDABLE HOUSING.

Directs the Hawaii Housing Finance and Development Corporation, or the appropriate state entity, to initiate negotiations to keep the units of the Front street apartments on the island of Maui affordable or to acquire the Front street apartments property unless certain conditions are met. Appropriates funds. Takes effect on 07/01/2050. (SD1)

RELATING TO HOMELESSNESS.

Establishes and appropriates funds for a three-year housing homeless children pilot program to assist families with minors, or those families with minors at imminent risk of homelessness due to domestic violence, to obtain and maintain permanent housing. Appropriates funds to the Hawaii public housing authority, department of human services, and department of health to support the State's most effective programs to end homelessness: public housing improvements and renovations statewide, housing first, rapid rehousing, outreach services programs to homeless persons, including outreach services to runaway and homeless youth and civil legal services, Oahu's family assessment center, and the LEAD program. (SD1)

HMS/CPH, WAM

HMS, WAM

HMS/PSM, WAM

HMS/HOU, WAM

HOU/EDU, WAM

HOU, WAM

HOU/CPH/HMS, WAM



SB 2402, SD1

(SSCR2056)

Status & Testimony

RELATING TO THE LOW-INCOME HOUSING TAX CREDIT. Specifies that certain provisions of the Internal Revenue Code related to at-risk rules and deductions and to passive activity loss do not apply with respect to claims for the state low-income housing tax credit. Takes effect on 1/1/2019. (SD1)

SB 2416, SD1

(SSCR2057)

Status & Testimony

RELATING TO THE CONVEYANCE TAX.

Increases the rate of real estate conveyance tax for properties with a value of at least \$2,000,000. Amends the calculation for the amount of conveyance taxes to be deposited into the rental housing revolving fund. Takes effect on 01/01/2019. (SD1)

SB 2421, SD1

(SSCR2246)

Status & Testimony

RELATING TO HOUSING.

Authorizes the director of finance to issue general obligation bonds to construct affordable rental units and homes, homeless shelters or transitional housing centers for the homeless, and a condominium and tiny homes on Hawaiian home lands. Allows moneys from the conveyance tax and the county surcharge on state tax to be used to repay the bonds. Increases the percentage of the conveyance tax collected to be paid into the rental housing revolving fund and repeal the statutory cap of \$38,000,000. (SD1)

SB 2497

(SSCR2184)

Status & Testimony RELATING TO THE HAWAII PUBLIC HOUSING AUTHORITY.

Requires the Hawaii public housing authority to establish a program to offer insurance policies to landlords who rent to tenants using the section 8 housing choice voucher program. Requires the authority to report to the legislature. Appropriates

funds to establish and administer the program.

SB 2531

(SSCR2185)

Status & Testimony RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO ASSIST WITH SPRINKLER RETROFITS.

Authorizes the issuance of special purpose revenue bonds to assist not-for-profit private organizations, for-profit private organizations, and public instrumentalities in the retrofitting of low- and moderate-income apartment complexes with sprinkler systems.

SB 757, SD1

(SSCR2515)

Status & Testimony

SB 2075

(SSCR2148)

Status & Testimony

RELATING TO THE UNIVERSITY OF HAWAII.

Requires the auditor to conduct a financial audit of the University of Hawaii's activities related to Mauna Kea. Requires the auditor to submit a report to the legislature. Appropriates funds. (SD1)

RELATING TO THE SUSTAINABLE AND ORGANIC AGRICULTURE PROGRAM.

Appropriates funds for three positions and operating expenses of the sustainable and organic agriculture program administered by the UH college of tropical agriculture and human resources.

HRE/AEN, WAM

HOU, WAM

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HRE, WAM



SB 2320, SD1

(SSCR2147)

Testimony

RELATING TO AN UNDERGRADUATE HEALTH SCIENCES ACADEMY.

HRE/HWN, WAM

Status &

Establishes an undergraduate health sciences academy to be administered by the University of Hawai'i West O'ahu to increase recruitment and retention of Native Hawaiian, Pacific Islander, and first generation college students. Requires the University of Hawai'i West O'ahu to submit a report to the legislature regarding educational outcomes. Appropriates funds. (SD1)

SB 2328, SD1

(SSCR2211)

Status & Testimony

RELATING TO THE UNIVERSITY OF HAWAI'I.

Establishes the University of Hawai'i open educational resources task force to conduct a comprehensive analysis and evaluation on all general education courses and high attendance courses taught at the University of Hawai'i system to identify open educational resources for those courses. Establishes and appropriates funds for an open educational resources pilot project grant program to incentivize faculty that adopt, develop, and implement open educational resources. (SD1)

SB 2329, SD1

(SSCR2459)

Status & **Testimony**

SB 2424, SD1

(SSCR2472)

Status & Testimony

RELATING TO TUITION AT THE UNIVERSITY OF HAWAII.

Caps increases in tuition for the University of Hawaii based on the change in the State's median household income. (SD1)

RELATING TO HOUSING FOR NATIVE HAWAIIANS.

Authorizes the construction and use of micro housing units on Hawaiian home lands approved by DHHL, and leased to native Hawaiian beneficiaries who meet the minimum Hawaiian blood quantum requirement notwithstanding county zoning laws. Authorizes the use of the Hawaiian home loan fund and Hawaiian home general fund for assistance in purchasing or renting micro housing units for use on Hawaiian home lands approved by DHHL and leased to beneficiaries who meet the minimum Hawaiian blood quantum requirement. Makes an appropriation to the department of Hawaiian home lands for construction of micro housing units, subject to certain conditions, and to build general organizational capacity of native Hawaiiancontrolled nonprofit housing developers. (SD1)

SB 2832, SD1

(SSCR2212)

Status & Testimony

SB 2833, SD1

(SSCR2012)

Status & Testimony

RELATING TO ENERGY AT THE UNIVERSITY OF HAWAII.

Allow funds appropriated by the Legislature to be deposited into the University of Hawaii Green Special Fund and clarify the authority to expend funds and the scope of projects that can be funded. (SD1)

RELATING TO UNIVERSITY OF HAWAII REVENUE BONDS. Authorizes the University of Hawai'i to issue \$100,000,000 in revenue bonds for the purpose of financing the construction and

maintenance of qualifying capital improvement projects. (SD1)

HRE, WAM

HRE, WAM

HWN/HOU, WAM

HRE, WAM

HRE/TRE, WAM

SB 2580

(SSCR2353)

Status &

Testimony

RELATING TO THE KING KAMEHAMEHA CELEBRATION COMMISSION.

Appropriates funds to the department of accounting and general services to establish one full-time equivalent (1.0 FTE) position for the executive director of the King Kamehameha Celebration

Commission. Appropriates funds to fund the costs incurred by the annual King Kamehameha day celebration events.

SB 2149, SD1

(SSCR2367)

Status & Testimony

RELATING TO DISTRICT COURT JUDGES.

Increases the number of district judges in the Second Circuit

by 1. Effective 7/1/2035. (SD1)

SB 2204 RELATING TO THE FIFTIETH ANNIVERSARY OF THE HAWAII STATE CAPITOL.

(SSCR2288)
Appropriates funds to the State Foundation on Culture and the Status &
Arts to fund celebrations for the 50th anniversary of the Hawaii

Testimony state capitol.

SB 2205

(SSCR2255)

Status & Testimony RELATING TO THE STATE FOUNDATION ON CULTURE AND THE ARTS.

Appropriates funds to the State Foundation on Culture and the Arts Artist Fellowship Program for the awarding of one-time fellowships to promising artists.

SB 2890, SD1

(SSCR2153)

Status & Testimony RELATING TO TAXATION.

Amends the general excise tax law by adding a definition for "marketplace provider." Provides that a person with no physical presence in the State shall be considered to be engaged in business in the State if, in the current or immediately preceding calendar year, the person has gross receipts attributable to transactions in the State totaling \$100,000 or more. Effective

7/1/2035. (SD1)

SB 2896

(SSCR2289)

Status & Testimony

RELATING TO THE 150TH ANNIVERSARY OF THE FIRST ARRIVAL OF JAPANESE EMIGRANTS TO HAWAII.

Appropriates funds as a grant to the Japanese Cultural Center of Hawaii for the presentation and coordination of events and programs to celebrate and commemorate the 150th anniversary of the first arrival of Japanese emigrants to Hawaii.

SB 2897, SD1

(SSCR2254)

Status & Testimony

RELATING TO THE HONOLULU BIENNIAL INTERNATIONAL ARTS EXHIBITION.

Appropriates moneys, as a grant, for the Honolulu biennial international arts exhibition. (SD1)

SB 2360

(SSCR2357)

Status &

Status & Testimony

RELATING TO COLLECTIVE BARGAINING.

Requires collective bargaining public employees to provide written notification to the employee's exclusive representative to discontinue the employee's payroll assignments within a certain time period. Requires the employee's exclusive representative to provide a copy of the notification to the employer within seven

business days of receipt from the employee.

HEARING WAM 02-28-18-1 .htm



JDC, WAM

JDC, WAM

HWN/JDC, WAM

JDC, WAM

JDC/CPH, WAM

JDC, WAM

JDC, WAM

LBR, WAM

SB 2361, SD1

(SSCR2416)

Status & **Testimony**

RELATING TO PUBLIC EMPLOYMENT COST ITEMS.

Appropriates funds for fiscal biennium 2017-2019 for collective bargaining cost items, salary increases, and other cost adjustments for public employees in collective bargaining unit

(14) and for their excluded counterparts. (SD1)

SB 2363, SD1

(SSCR2518)

Status & **Testimony**

RELATING TO JOB TRAINING.

Requires the department of human resources development to establish a working group to establish a pilot program where candidates for promotion to supervisor or professional positions can shadow supervisors and professionals and receive

supervisory and leadership training. Appropriates funds. (SD1)

SB 2373, SD1

(SSCR2358)

Status &

Testimony

RELATING TO COLLECTIVE BARGAINING.

Provides that negotiations over the implementation of management decisions affecting the terms and conditions of employment that are subject to collective bargaining are not

precluded from collective bargaining negotiations. (SD1) **Testimony**

RELATING TO THE GOVERNOR'S COORDINATOR ON **SB 2906** HOMELESSNESS.

(SSCR2482) Establishes the position of the Governor's Coordinator on Homelessness in statute. Attaches the Governor's Coordinator Status & **Testimony** on Homelessness to the Department of Human Services for administrative purposes, but requires the position to report to the

Governor. Makes an appropriation.

SB 2047, SD1 RELATING TO PUBLIC SAFETY.

Requires the Auditor to conduct a performance audit of certain (SSCR2378) offices and programs within the Department of Public Safety.

Appropriates funds. (SD1) Status &

SB 2100, SD1 RELATING TO RENEWABLE ENERGY.

Replaces the current renewable energy technology systems tax (SSCR2138) credit with tax credits for solar or wind energy system and Status & energy storage system and is applicable to taxable years

beginning after 12/31/2018. (SD1) **Testimony**

RELATING TO ENERGY EFFICIENCY. SB 2752, SD1

Creates a \$50,000,000 revolving line of credit sub-fund under the umbrella of the Green Energy Market Securitization loan fund for any state agency or department to finance cost-effective

energy-efficiency measures. (SD1)

SB 2996, SD1 RELATING TO AN AIRPORTS CORPORATION.

> Authorizes the establishment of the Hawaii airports corporation within the department of transportation for administrative purposes. Sets out appointment of members to the board of directors and powers and duties of the Hawaii airport corporation. Transfers the aeronautics functions of DOT to the Hawaii airports corporation by the established transfer completion date agreed upon by Hawaii airports corporation, the director of transportation, and the governor, which shall be no

later than July 1, 2021. (SD1)

(SSCR2154)

Status &

Testimony

(SSCR2436)

Status &

Testimony

HEARING WAM 02-28-18-1 .htm



LBR, WAM

LBR, WAM

LBR, WAM

LBR/HMS/GVO,

WAM

PSM, WAM

TRE, WAM

TRE/CPH, WAM

TRE, WAM

RELATING TO FISHING. **SB 2052, SD1** WTL, WAM Requires the Department of Land and Natural Resources to (SSCR2485) license non-commercial marine fishing along with freshwater Status & fishing, engage in public outreach prior to implementing the **Testimony** combined non-commercial freshwater and marine fishing license, and submit reports to the legislature. Prohibits enforcement of requirement to obtain a license to catch marine life for non-commercial purposes until 6/1/2020. (SD1) **SB 2077, SD1** RELATING TO WILDLIFE. WTL/JDC, WAM Authorizes the department of land and natural resources to (SSCR2381) enter into the interstate wildlife violator compact or similar agreement for mutual assistance in the enforcement of wildlife Status & laws. Takes effect on 07/01/2050. (SD1) **Testimony SB 2079, SD1** RELATED TO SHARK AND RAY PROTECTION. WTL/JDC, WAM Establishes penalties and fines for any person who knowingly (SSCR2490) captures, kills, takes, possesses, abuses, or entangles any shark, whether alive or dead, within state marine waters and Status & Testimony makes it a misdemeanor. Expands the existing prohibition on knowingly capturing or killing a manta ray to all rays. Expands the prohibition on rays to cover knowingly capturing, killing, taking, possessing, abusing, or entangling a ray, whether alive or dead, within state marine waters. Provides certain exemptions. Takes effect on 07/01/2050. (SD1) **SB 2331, SD1** RELATING TO TRAILS. WTL, WAM Makes an appropriation to improve na ala hele, the Hawaii (SSCR2144) statewide trail and access program, by improving access to and maintaining state controlled recreational trails statewide and Status & **Testimony** promoting hiker safety and hiker etiquette education and outreach. (SD1) **SB 2866** RELATED TO AQUATIC RESOURCES. WTL/JDC, WAM Authorizes the Department of Land and Natural Resources to (SSCR2380) use in-lieu fee mitigation to restore, create, enhance, or preserve aquatic habitats or resources as compensatory Status & **Testimony** mitigation. SB 3048, SD1 RELATING TO CONSERVATION OFFICER AND RESOURCES WTL/LBR, WAM ENFORCEMENT TRAINING. (SSCR2347) Appropriates moneys to the Department of Land and Natural Resources for the establishment of a training academy for

Decision making meeting only, no oral testimony will be accepted.

full-time equivalent (2.0 FTE) permanent positions. (SD1)

conservation and resources enforcement officers, including two

Persons wishing to submit written testimony may do so up to 24 hours prior to the hearing.

Click here to submit written testimony to the Senate Committee on Ways and Means.

FOR AMENDED NOTICES: Measures that have been deleted are stricken through and measures that have been added are underscored. If a measure is both underscored and stricken through, that measure has been deleted from the agenda.

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Status &

Testimony



If you require auxiliary aids or services to participate in the public hearing process (i.e. ASL or foreign language interpreter, or wheelchair accessibility), please contact the committee clerk at least 24 hours prior to the hearing so that arrangements can be made.

FOR FURTHER INFORMATION, PLEASE CALL THE COMMITTEE CLERK AT (808) 586-6800.

Senator Donovan M. Dela Cruz Chair