STAND. COM. REP. NO. 1402

Honolulu, Hawaii

MAR 2 2 2019

RE: H.B. No. 773

H.D. 2 S.D. 1

Honorable Ronald D. Kouchi President of the Senate Thirtieth State Legislature Regular Session of 2019 State of Hawaii

Sir:

Your Committee on Energy, Economic Development, and Tourism, to which was referred H.B. No. 773, H.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO THE DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT, AND TOURISM,"

begs leave to report as follows:

The purpose and intent of this measure is to:

- (1) Rename and codify the Creative Industries Division as the Office of Creative Film and Media Industries Hawaii (Office);
- (2) Provide that the Hawaii Film Office and Arts and Culture Development Branch are agencies of the Office;
- (3) Specify that the Office shall include certain employees;
- (4) Require Hawaii Film Office employees to be transferred to the Office without any consequence to their employment benefits or status;
- (5) Rename the Hawaii television and film development special fund as the creative film and media development special fund, and expand the uses of the fund to support creative intellectual property and related

infrastructure development within the Department of Business, Economic Development, and Tourism; and

(6) Provide appropriations for positions within the Office and for other creative media related expenses.

Your Committee received testimony in support of this measure from the SAG-AFTRA Hawaii Local and one individual. Your Committee received comments on this measure from the Department of Business, Economic Development, and Tourism and University of Hawaii System.

Your Committee recognizes the economic and tourism benefits of Hawaii's film and creative industries, which represent fifty-four thousand entrepreneurs and businesses in the film, media, arts, culture, music, design, interactive, literary, broadcasting, and publishing industries. These industries, anchored by the film industry, are the foundation of Hawaii's creative economy.

Your Committee finds that the growth of entrepreneurial creative sector jobs in film and media are accelerating and the Creative Industries Division of the Department of Business, Economic Development, and Tourism has grown beyond the startup phase in 2003. To meet this growth of creative entrepreneurship, this measure will rename the Creative Industries Division as the Office of Creative Film and Media Industries Hawaii, and transfer the employees and resources of the Hawaii Film Office to the Office of Creative Film and Media Industries Hawaii, thereby strengthening Hawaii's creative economy.

Your Committee has amended this measure by:

- (1) Specifying that the Department of Business, Economic Development, and Tourism shall rename the Creative Industries Division as the Office of Creative, Film, and Media Industries Hawaii;
- (2) Removing the establishment of positions and funding for these positions within the Office of Creative, Film, and Media Industries Hawaii;
- (3) Changing the effective date to upon approval with the appropriations to take effect on July 1, 2019; and

(4) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Energy, Economic Development, and Tourism that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 773, H.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 773, H.D. 2, S.D. 1, and be referred to your Committee on Ways and Means.

Respectfully submitted on behalf of the members of the Committee on Energy, Economic Development, and Tourism,

GLENN WAKAI, Xchair

The Senate Thirtieth Legislature State of Hawai'i

Record of Votes Committee on Energy, Economic Development, and Tourism EET

Bill / Resolution No.:* Committee	•	Dat	e: 3/13/	16
HB 773 HD2 CET	, WAM		7/15/	19
The Committee is reconsidering its previous decision on this measure.				
If so, then the previous decision was to:				
The Recommendation is:				
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313				
Members	Aye	Aye (WR)	Nay	Excused
WAKAI, Glenn (C)	X			
TANIGUCHI, Brian T. (VC)	_			
INOUYE, Lorraine R.				
KEOHOKALOLE, Jarrett	X			
FEVELLA, Kurt	/			
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TOTAL	3			2
Recommendation:				L
Adopted Not Adopted				
Chair's or Designee's Signature:				
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*Only one measure per Record of Votes