STAND. COM. REP. NO. 654

Honolulu, Hawaii

FEB 1 5 2019

RE: S.B. No. 365 S.D. 1

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

Sir:

Your Committees on Energy, Economic Development, and Tourism and Education, to which was referred S.B. No. 365 entitled:

"A BILL FOR AN ACT RELATING TO ECONOMIC DEVELOPMENT," beg leave to report as follows:

The purpose and intent of this measure is to:

- (1) Require the Department of Business, Economic Development, and Tourism to develop annual regional economic plans for each county to identify regional economic priorities and industry clusters and jobs within those priorities and clusters;
- (2) Require the Workforce Development Council to develop, based on the findings of the regional economic plans, K-16 pathways and programs in each public school, including each public charter school, that prepare students to fill the priority jobs identified in the regional economic plans; and
- (3) Require participating schools to communicate opportunities to enroll in K-16 pathways and qualified internship programs to prepare students for jobs identified by regional economic plans as priorities in each geographical area.

Your Committees received testimony in support of this measure from the Workforce Development Council, State Public Charter School Commission, Chamber of Commerce Hawaii, HawaiiKidsCAN, W.A.V.E. Hawai'i Kids Can, O'ahu County Committee on Legislative Priorities of the Democratic Party of Hawai'i, and eight individuals. Your Committees received comments on this measure from the Department of Business, Economic Development, and Tourism; State Procurement Office; Department of Education, Executive Office on Early Learning; and University of Hawai'i System.

Your Committees find that technological advancements in automation and artificial intelligence will reshape the State and global economy and future generations must possess adaptability and skills to be successful in this new future economy. Your Committees also find that the State must develop a strategic, forward-looking approach toward work-based learning. This measure requires the Department of Business, Economic Development, and Tourism to develop annual regional economic plans for each county that will be used by the Workforce Development Council, Department of Education, and the University of Hawaii to provide K-16 pathways and internship programs in each public school, including each public charter school, thereby encouraging and fostering the education and future professional success of Hawaii's children in an ever-changing technology-influenced economy.

Your Committees have amended this measure by:

- (1) Exempting internship placements made within a qualified internship program, rather than all aspects of a qualified internship program, from the Hawaii procurement code; and
- (2) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the records of votes of the members of your Committees on Energy, Economic Development, and Tourism and Education that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 365, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 365, S.D. 1, and be referred to your

Committees on Public Safety, Intergovernmental, and Military Affairs and Ways and Means.

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

MICHELLE N. KIDANI, Chair

GLENN WAKAI

The Senate Thirtieth Legislature State of Hawai'i

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

Bill / Resolution No.:*	Committee Referral: Date:							
SB 365	BET/EDU, RSM/WAM 2/8/19							
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)								
TANIGUCHI, Brian T. (VC)		\checkmark			<i>;</i>			
INOUYE, Lorraine R.					✓			
KEOHOKALOLE, Jarrett		V						
FEVELLA, Kurt		V						
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TOTAL		4	0	0	(
Recommendation: Adopted Not Adopted								
Chair's or Designee's Signature:								
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy								

*Only one measure per Record of Votes

The Senate Thirtieth Legislature State of Hawai'i

Record of Votes Committee on Education EDU

Bill / Resolution No.:*	Committee Referral:			Date:				
58365	EET/EDU, PSM/WAM 2/8/19							
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			
KIDANI, Michelle N. (C)								
KIM, Donna Mercado (VC)	-							
DELA CRUZ, Donovan M.		/						
KANUHA, Dru Mamo		/						
FEVELLA, Kurt		/						
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TOTAL	·	5						
Recommendation: Adopted Not Adopted								
Chair's or Designee's Signature: How Mercado Ko								
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