STAND. COM. REP. NO. 572

Honolulu, Hawaii , 2021

FEB 19

RE: H.B. No. 75 H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-First State Legislature Regular Session of 2021 State of Hawaii

Sir:

Your Committee on Economic Development, to which was referred H.B. No. 75 entitled:

"A BILL FOR AN ACT RELATING TO GRANTS,"

begs leave to report as follows:

The purpose of this measure is to allow an organization to qualify for grants under chapter 42F, Hawaii Revised Statutes, if the organization spends at least ninety percent of its operating budget in the State.

Your Committee received testimony in support of this measure from the Office of the Mayor of the County of Kaua'i, Hanalei Watershed Hui, Waipā Foundation, National Tropical Botanical Garden, Laukahi: Hawai'i Plant Conservation Network, and seven individuals. Your Committee received comments on this measure from the Office of Community Services.

Your Committee finds that under existing law, a nonprofit organization must be incorporated in the State in order to be eligible to receive grants under chapter 42F, Hawaii Revised Statutes. This measure ensures that all nonprofit organizations that are doing work that benefits the State and are in good standing, regardless of where the organizations are incorporated, are eligible to receive state funding through such grants.



Your Committee has amended this measure by:

- (1) Deleting language that would have allowed an organization to qualify for a grant under chapter 42F, Hawaii Revised Statutes, if the organization spends at least ninety percent of its operating budget in the State;
- (2) Inserting language that allows an organization to qualify if the organization is registered with the Department of Commerce and Consumer Affairs and in possession of a valid certificate of vendor compliance issued by the State; and
- (3) Changing the effective date to July 1, 2050, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Economic Development that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 75, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 75, H.D. 1, and be referred to your Committee on Finance.

> Respectfully submitted on behalf of the members of the Committee on Economic Development,



State of Hawaii House of Representatives The Thirty-first Legislature **HSCR** 522

Record of Votes of the Committee on Economic Development

Bill/Resolution No.: HB 75	Committee Referral: ECD, FIN 2/17/2			
θ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: θ Pass, unamended (as is) θ Pass, with amendments (HD) θ Hold				
θ Pass short form bill with HD to recommit for future public hearing (recommit)				
ECD Members	Ayes	Ayes (WR)	Nays	Excused
1. QUINLAN, Sean (C)				
2. HOLT, Daniel (VC)				
3. BELATTI, Della Au				
4. KOBAYASHI, Dale T.				
5. ONISHI, Richard H.K.			endel fal Bedetetik berähler autoin horiset	
6. SAYAMA, Jackson D.			2. A releving the Still have Still a statistical difference. An end of the statistical difference of the statistical differ	19 mm 2 · · · · · · · · · · · · · · · · ·
7. TAKAYAMA, Gregg				
8. OKIMOTO, Val				
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TOTAL (8)	8	G	Ô	D
The recommendation is: (θ) Adopted θ Not Adopted				
If joint referral, did not support recommendation.				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				