STAND. COM. REP. NO. [190 -22

Honolulu, Hawaii

, 2022

MAR 2 2 S.B. No. 2805 RE:

> S.D. 2 H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-First State Legislature Regular Session of 2022 State of Hawaii

Sir:

Your Committee on Economic Development, to which was referred S.B. No. 2805, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO SMALL BUSINESS LOANS,"

begs leave to report as follows:

The purpose of this measure is to:

- Establish the Hawaii Start-Up Business Loan Program and Hawaii Start-Up Business Loan Program Revolving Fund; and
- (2) Appropriate funds for the Hawaii Start-Up Business Loan Program.

Your Committee received testimony in support of this measure from the Department of Business, Economic Development, and Tourism; Hawaii Technology Development Corporation; Hawaii Food Industry Association; and one individual. Your Committee received comments on this measure from the Department of Budget and Finance.

Your Committee finds that the State is in need of an alternative source of financial assistance for new businesses and enterprises to expand and succeed in Hawaii. Many businesses that

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began during the coronavirus disease 2019 pandemic are having difficulty accessing capital at reasonable rates and terms. This measure would provide immediate working capital and equipment to new businesses and encourage the diversification of economic opportunities for the State's residents.

Your Committee has amended this measure by:

- (1) Changing the effective date to October 18, 2050, to encourage further discussion; and
- (2) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

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 S.B. No. 2805, S.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2805, S.D. 2, H.D. 1, and be referred to your Committee on Finance.

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

SEAN QUINLAN, Chair

State of Hawaii House of Representatives The Thirty-first Legislature

HSCR 1190-22

Record of Votes of the Committee on Economic Development

Bill/Resolution No.: SB 2805 SD2	Committee Referral:	FIN	ate: 3/14	122
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)				
ECD Members	Ayes	Ayes (WR)	Nays	Excused
1. QUINLAN, Sean (C)		F 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		
2. HOLT Doniel (VC)				
2. HOLT, Daniel (VC)				
3. BELATTI, Della Au	<u> </u>		And the second s	ott att an en e te seeme e de communitational de est
4. KOBAYASHI, Dale T.				
5. ONISHI, Richard H.K.				Constitution and Constitution Constitution
	-J V			
6. SAYAMA, Jackson D.	J			
7. TAKAYAMA, Gregg				
7. TARATAMA, Gregg				
8. OKIMOTO, Val				
TOTAL (8)	7	D	0	
The recommendation is: Adopted If joint referral, did not support recommendation. confimittee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				