HOUSE CONCURRENT RESOLUTION

URGING THE DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT, AND TOURISM TO ESTABLISH A PROGRAM TO PROVIDE GRANTS FOR HOTEL EMPLOYEES, OR ENTITIES ENTIRELY OWNED BY HOTEL EMPLOYEES, TO PURCHASE HOTELS AND CONVERT THEM INTO EMPLOYEE-OWNED COOPERATIVES.

WHEREAS, according to the University of Hawaii, the accommodation and food services sector of the State's economy employed 113,417 people in 2020; and

WHEREAS, throughout the State, many hotels are privately owned by multinational corporations having directors, executives, and shareholders that are not residents of the State; and

WHEREAS, hotels are bought and sold on the open market regularly; and

WHEREAS, numerous industries throughout the United States operate successfully as cooperatives; and

WHEREAS, there are numerous examples of successful employee-owned hotels throughout the world, including The Priory Hotel in Scotland, the hotels of Quaintance-Weaver Restaurants and Hotels in North Carolina, and the hotels of TPI Hospitality in Minnesota; and

WHEREAS, developing a process for employees of a bankrupt hotel to purchase and operate that hotel as a cooperative business could prevent increased unemployment in the State; and

WHEREAS, accordingly, it is appropriate for the State to provide grants to match funds for hotel employees to buy hotels and establish employee-owned hotel cooperatives; now, therefore,

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BE IT RESOLVED by the House of Representatives of the Thirty-second Legislature of the State of Hawaii, Regular Session of 2023, the Senate concurring, that the Department of Business, Economic Development, and Tourism is urged to establish a program to provide grants for hotel employees, or entities entirely owned by hotel employees, to purchase hotels and convert them into employee-owned hotel cooperatives; and

Economic Development, and Tourism is requested to require employees and entities to provide matching funds on a dollar-for-dollar basis to qualify for grants under the program; and

BE IT FURTHER RESOLVED that the Department of Business,

BE IT FURTHER RESOLVED that a certified copy of this Concurrent Resolution be transmitted to the Director of Business, Economic Development, and Tourism.

OFFERED BY:

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