JOSH GREEN, M.D. GOVERNOR

> SYLVIA LUKE LT. GOVERNOR

JAMES KUNANE TOKIOKA DIRECTOR

> DANE K. WICKER DEPUTY DIRECTOR



DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

ka 'oihana ho'omohala pā'oihana, 'imi waiwai A ho'omāka'ika'i

No. 1 Capitol District Building, 250 South Hotel Street, 5th Floor, Honolulu, Hawaii 96813 Mailing Address: P.O. Box 2359, Honolulu, Hawaii 96804 Web site: dbedt.hawaii.gov Telephone:(808) 586-2355Fax:(808) 586-2377

Statement of JAMES KUNANE TOKIOKA Director Department of Business, Economic Development, and Tourism before the SENATE COMMITTEE ON JUDICIARY

> Tuesday, February 27, 2024 10:00 AM State Capitol, Conference Room 016

In consideration of Senate Bill 3043 SD1 RELATING TO THE SMALL BUSINESS REGULATORY REVIEW BOARD.

Chair Rhoads, Vice Chair Gabbard and members of the Committee. The Department of Business, Economic Development and Tourism (DBEDT) **supports** Senate Bill 3043 SD1. This measure clarifies the intent of the Small Business Regulatory Review Board's (SBRRB's) powers so that in addition to considering any request from small business owners for review of any rule, proposed, amended, or adopted by a state agency, the SBRRB has the authority to review legislation affecting small businesses in response to requests from small business owners.

It is important that the SBRRB's purview is clearly understood by the small business community, state and county agencies, Hawaii business chambers, and trade organizations. The changes are expected to clarify the Board's powers to avoid any misinterpretations.

Thank you for allowing DBEDT the opportunity to provide written testimony in support of this measure.



SMALL BUSINESS REGULATORY REVIEW BOARD

Department of Business, Economic Development & Tourism (DBEDT) No. 1 Capitol District Building, 250 S. Hotel Street, Fifth Floor, Honolulu, HI 96813 Mailing Address: P.O. Box 2359, Honolulu, HI 96804 Email: dbedt.sbrrb.info@hawaii.gov Website: sbrrb.hawaii.gov

Regulatory Review Board

Tel: 808 798-0737

Josh Green, M.D. Governor

> Sylvia Luke Lt. Governor

James Kunane Tokioka DBEDT Director

Dane K. Wicker DBEDT Deputy Director

Members

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Vice Chairperson Oʻahu

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Sanford Morioka O'ahu

Tessa Gomes Oʻahu

Mark Ritchie for Director, DBEDT Voting Ex Officio

	Committee on Judiciary
FROM:	Mary Albitz, Chair, Small Business Regulatory Review Board (SBRRB) Mary Albitz

February 27, 2024 – Room 016 at 10:00 a.m.

Chair Rhoads, Vice Chair Gabbard, and Members of the Senate

Support – Senate Bill 3043 SD1 – Relating to the Small Business

DATE:

TO:

Robert Cundiff

SUBJECT:

TESTIMONY

On behalf of the SBRRB, I submit this testimony in support of Senate Bill 3043 SD1, Relating to the Small Business Regulatory Review Board.

Specifically, Senate Bill 3043 SD1 clarifies that, in addition to reviewing any proposed new or amended rule, the SBRRB has the authority to review legislation affecting small businesses.

I am proud of the success and accomplishments this hardworking group of gratis members has had over the past 25+ years. This measure will ensure the stability of the SBRRB by clarifying its legislative powers under the Small Business Regulatory Flexibility Act.

Thank you for receiving our comments and the SBRRB's support of Senate Bill 3043 SD1.

GRASSROOT INSTITUTE OF HAWAII

1050 Bishop St. #508 Honolulu, HI 96813 808-864-1776 info@grassrootinstitute.org

Removing barriers to Hawaii's prosperity

Feb. 27, 2024, 10 a.m. Hawaii State Capitol Conference Room 016 and Videoconference

To: Senate Committee on Judiciary Sen. Karl Rhoads, Chair Sen. Mike Gabbard, Vice Chair

From: Grassroot Institute of Hawaii Ted Kefalas, Director of Strategic Campaigns

RE: TESTIMONY SUPPORTING SB3043 SD1 — RELATING TO THE SMALL BUSINESS REGULATORY REVIEW BOARD

Aloha Chair Tarnas, Vice-Chair Takayama and Committee Members,

The Grassroot Institute of Hawaii would like to offer its comments in support of <u>SB3043 SD1</u>, which would allow the Small Business Regulatory Review Board to comment on proposed legislation at the request of a small business owner.

The Small Business Regulatory Review Board was established in 1998 to represent the interests of Hawaii entrepreneurs. It functions mainly to review proposed amendments, additions and deletions to the administrative rules of state agencies.

However, it rarely suggests amendments to or opposes new administrative rules,¹ calling into question its efficacy as a defender of small business interests.

This might be because few business owners know about the board. By expanding its scope of responsibilities to include legislative input, this bill could help increase the Board's impact and effectiveness.

Thank you for the opportunity to testify.

Ted Kefalas Director of Strategic Campaigns Grassroot Institute of Hawaii

¹ "<u>Hawaii Small Business Regulatory Review Board: Annual Report Summary</u>," Hawaii Department of Business, Economic Development & Tourism, 2023, p. 33.



HEARING BEFORE THE SENATE COMMITTEE ON JUDICIARY HAWAII STATE CAPITOL, SENATE CONFERENCE ROOM 016 Tuesday, February 27, 2024 AT 10:00 A.M.

To The Honorable Senator Karl Rhoads, Chair The Honorable Senator Mike Gabbard, Vice Chair Members of the committee on Judiciary

SUPPORT SB3043 SD1 RELATING TO THE SMALL BUSINESS REGULATORY REVIEW BOARD

The Maui Chamber of Commerce SUPPORTS SB3043 SD1.

The Chamber agrees that it is important that the purview of the Small Business Regulatory Review Board (SBRRB) is clearly understood by the small business community, state and county agencies, chambers of commerce, and trade organizations. This measure clarifies that, in addition to reviewing any proposed new or amended rules, the SBRRB also has the authority to review legislation impacting small businesses at the request of a small business owner. Given the many regulatory burdens that small businesses face in our state, having the SBRRB review and provide comments on legislation impacting small businesses is key to moving toward a more business friendly climate.

We would like to encourage the legislature to seriously take the reports the SBRRB submits into consideration when drafting legislation affecting small businesses.

For this reason, we SUPPORT SB3043 SD1.

Sincerely,

Pamela Jumpap

Pamela Tumpap President

To advance and promote a healthy economic environment for business, advocating for a responsive government and quality education, while preserving Maui's unique community characteristics.