STAND. COM. REP. NO. (744

Honolulu, Hawaii

MAR 18

, 2025

RE:

S.B. No. 989

S.D. 1 H.D. 1

Honorable Nadine K. Nakamura Speaker, House of Representatives Thirty-Third State Legislature Regular Session of 2025 State of Hawaii

Madame:

Your Committee on Economic Development & Technology, to which was referred S.B. No. 989, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO ECONOMIC DEVELOPMENT,"

begs leave to report as follows:

The purpose of this measure is to:

- (1) Appropriate funds to the Hawaii Technology Development Corporation to assist small businesses with technology enablement; and
- (2) Require the Hawaii Technology Development Corporation to submit a report to the Legislature on the status of assisting technology enablement for small businesses related to the tourism sector.

Your Committee received testimony in support of this measure from the Hawaii Technology Development Corporation; Hawaii Food Industry Association; Maui Chamber of Commerce; Hawai'i Farm Bureau; Nalu Scientific, LLC; Chamber of Commerce Hawaii; SSFM International; KO'OLAU Distillery; Ai.Fish; Ten Tomorrow; Blue Startups, LLC; Referentia Systems; and one individual.

2025-2571 SB989 HD1 HSCR HMSO

Your Committee finds that the Hawaii Technology Development Corporation is well-positioned to provide small businesses with access to modern digital tools and technology, helping businesses reduce costs and remain competitive. Your Committee recognizes that small businesses in the State also need support navigating certain permitting processes, which can be cumbersome and can subject businesses to lengthy waiting periods.

Accordingly, your Committee has amended this measure by:

- (1) Requiring the Hawaii Technology Development Corporation to also use the appropriated funds to develop project management software to simplify the facilitated application process for small businesses;
- (2) Changing the effective date to July 1, 3000, to encourage further discussion; and
- (3) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

Your Committee respectfully requests your Committee on Finance, should it deliberate on this measure, to consider an appropriation amount of \$600,000.

As affirmed by the record of votes of the members of your Committee on Economic Development & Technology that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 989, S.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 989, S.D. 1, H.D. 1, and be referred to your Committee on Finance.

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

GRECOUR TLAGAN Chair

State of Hawaii



Record of Votes of the Committee on Economic Development & Technology

Bill/Resolution No.: Committee	ECD, F	Date	3/12-1	d-5
☐ 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. ILAGAN, Greggor (C)				
		in particular		
2. HUSSEY, Ikaika (VC)				
3. HOLT, Daniel	Lagrania de Terrando			
4. TAM, Adrian K.	· [4] [2] [2] [4]	No. Here		
5. TEMPLO, Shirley Ann	Petit P	gester god	Mes. III sales III	
6. TODD, Chris				
7. MATSUMOTO, Lauren				
TOTAL (7)	6	•		
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Diplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				