JAN 2 3 2025

#### A BILL FOR AN ACT

RELATING TO INTERNATIONAL AFFAIRS.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that fifty years ago, Act
- 2 82, Session Laws of Hawaii 1975, established an educational non-
- 3 profit public corporation to administer and operate what is today
- 4 known as the East-West center. The mission of the East-West
- 5 center is to benefit local residents and the State's
- 6 international partners by strengthening the State's international
- 7 ties and advancing cooperation across the Pacific. It has been
- 8 an invaluable partner that is well suited to continuing to assist
- 9 the State in building partnerships, expanding economic
- 10 development and education, and collaborating abroad.
- 11 The legislature further finds that in 2014, the State of
- 12 Hawaii joined an international partnership between pacific
- 13 island nations, states, and territories, committed to green
- 14 economic development, cooperation, and together addressing the
- 15 many challenges each island community faces. In Hawaii this
- 16 became known as the Aloha+ Challenge, which was adopted by the
- 17 legislature with the passage of S.C.R. No. 69, S.D. 1 (2014).

- 1 The Aloha+ Challenge sets six integrated targets for
- 2 sustainability in the State on clean energy, local food, natural
- 3 resource management, waste reduction, smart sustainable
- 4 communities, and green workforce and education. This effort was
- 5 led by Hawaii Green Growth, a coalition of local businesses,
- 6 community organizations, schools and students, who are well
- 7 positioned to continue tracking Hawaii's progress toward the
- 8 State's shared international goals, and build bridges with
- 9 economic, academic, and community partners abroad.
- 10 The legislature further finds that strong sister-state,
- 11 sister-school, and similar relationships benefit the State's
- 12 businesses and economy, improve access to flights and
- 13 transportation, expand high school and college student
- 14 educational exchanges, broaden access to Pacific culture and
- 15 arts, preserve the State's relationships to the places of origin
- 16 of its immigrant communities, and spur sub-national government
- 17 collaborations to address common priorities, including the
- 18 eradication of invasive species, promotion of economic
- 19 development, advancement of clean energy, and preservation of
- 20 peace between nations. Further, it is appropriate for the State
- 21 to explore and take advantage of additional ways that Hawaii can

- 1 benefit from international partnerships, including generating
- 2 revenue abroad similar to many other jurisdictions. For example,
- 3 hosting facilities abroad for local farmers and retailers to more
- 4 easily sell Hawaii products in key markets, or investing in
- 5 projects that generate a return. This enables direct financial
- 6 benefit that can create revenue to support Hawaii programs and
- 7 services without additional expense to local taxpayers.
- 8 The legislature also finds that international relations
- 9 between East and West across the Pacific have been rapidly
- 10 changing. Additionally, previous generations of the State's key
- 11 community, business, and government leaders who have carefully
- 12 fostered and maintained these important relationships are
- 13 retiring or passing on. If local residents are going to
- 14 continue to benefit from the State's international ties, and if
- 15 Hawaii is going to take advantage of international business and
- 16 revenue opportunities abroad as so many other jurisdictions
- 17 currently do, it is critical that the State adjust its engagement
- 18 strategy, ensure continuity with its sister-state communities and
- 19 partners, and plan for the future.
- Therefore, the legislature finds that in celebration of the
- 21 fiftieth anniversary of the legislature's establishment of the

- 1 East-West center, the State must update its international
- 2 engagement strategy, and reaffirm its commitment to building and
- 3 maintaining the international partnerships that have benefitted
- 4 the State over the years, so they can continue to benefit local
- 5 residents for generations to come.
- 6 Accordingly, the purpose of this Act is to:
- 7 (1) Engage local leaders with strong relationships abroad
- **8** to support the governor and legislature in
- 9 strengthening international partnerships, by
- 10 redesignating the Hawaii sister-state committee as the
- Hawaii sister-state and international partnerships
- 12 commission;
- 13 (2) Enable the East-West center and Hawaii Green Growth to
- 14 better help and maintain the State's international
- relationships, programs, and partnerships; and
- 16 (3) Enable the State to more easily generate revenue from
- international partnerships and investment as other
- jurisdictions do, where appropriate.
- 19 SECTION 2. Chapter 201, Hawaii Revised Statutes, is
- 20 amended by adding two new sections to part I to be appropriately
- 21 designated and to read as follows:

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2 of the East-West center shall be the center for cultural and 3 technical interchange between East and West, Inc. 4 (b) The qualifying standards and conditions related to the 5 receipt of funds under chapter 42F shall not apply to funds 6 received by the East-West center; provided that if the East-West 7 center contracts with a recipient or provider, then the 8 qualifying standards, conditions, and other provisions of 9 chapter 42F shall apply to the recipient or provider and the 10 contract. 11 (c) The allocation of state support shall not impinge on 12 the autonomy of the East-West center, nor imply state control 13 over its programs or policies, except as provided in this 14 section. 15 §201- Hawaii Green Growth. (a) The official 16 designation of Hawaii Green Growth shall be the Hawaii Local2030 17 Hub. 18 (b) The qualifying standards and conditions related to the 19 receipt of funds under chapter 42F shall not apply to funds 20 received by Hawaii Green Growth; provided that if Hawaii Green 21 Growth contracts with a recipient or provider, then the

"\$201- East-West center. (a) The official designation

1	qualifying	standards, conditions, and other provisions of
2	chapter 42	F shall apply to the recipient or provider and the
3	contract.	
4	(c) '	The allocation of state support shall not impinge on
5	the autonor	my of Hawaii Green Growth nor imply state control over
6	its progra	ms or policies, except as provided in this section."
7	SECTIO	ON 3. Section 201-17, Hawaii Revised Statutes, is
8	amended by	amending subsection (b) to read as follows:
9	"(b)	The office shall:
10	(1)	Develop policies that promote and strengthen relations
11	1	with other countries in the areas of international
12	}	business, economy, culture, and the arts;
13	(2)	Develop policies that promote transportation between,
14	ě	and tourism with, other countries;
15	(3)	Develop and promote international telecommunications
16	á	and high technology exchanges;
17	(4) I	Encourage the development of international sister-city
18	ļ	programs, pairing Hawaii cities with cities around the
19	-	globe for artistic, cultural, economic, educational,
20		and faith-based exchanges;

1	(5)	Develop and promote Hawaii as the economic, trade,
2		commerce, transportation, banking, and tourism hub of
3		the Pacific;
4	(6)	Develop an international affairs and peace education
5		curriculum that includes studies of international
6		affairs and peace initiatives and takes a proactive,
7		strategic approach to the development of policies that
8		promote the prevention of national and international
9		conflict, nonviolent intervention, mediation, peaceful
10		resolution of conflict, and structured mediation of
11		conflict; [and]
12	(7)	Provide for exchanges of individuals between Hawaii
13		and other nations to develop international and peace-
14		based initiatives [-]; and
15	(8)	Provide support to the Hawaii sister-state and
16		international partnerships commission."
17	SECT	ION 4. Section 201-81, Hawaii Revised Statutes, is
18	amended t	o read as follows:
19	"§ <b>2</b> 0	1-81 Establishment of out-of-state offices; purposes.
20	The depar	tment of business, economic development, and tourism
21	may estab	lish and operate offices and facilities in out-of-state

1	locations	, including foreign nations, to effectuate the
2	following	purposes:
3	(1)	Develop programs to reach targeted companies or
4		industries in the respective area and surrounding
5		regions;
6	(2)	Monitor out-of-state government policies and
7		regulations that have an impact on business, markets,
8		sales, tourism, and related activities;
9	(3)	Host government and business officials at conferences,
10		meetings and social occasions, or other events on
11		matters pertaining to business opportunities and
12		attraction of investments for the State;
13	(4)	Develop and conduct advertising efforts, promotional
14		events, media coverage, and educational programs
15		regarding commerce in the State; [and]
16	(5)	Conduct related operations as needed, such as hiring
17		or contracting for consultants[-];
18	<u>(6)</u>	Support sister-state, -province, and other
19		partnerships that promote and enrich the people,
20		cultures, environments, and economies of the State and
21		its international partners; and

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2	SECT	ION 5. Section 201-82, Hawaii Revised Statutes, is
3	amended t	o read as follows:
4	"§ <b>2</b> 0	1-82 Powers of the department. The department,
5	subject t	o the approval of the director of budget and finance,
6	shall hav	e the following general powers to operate out-of-state
7	offices <u>a</u>	nd facilities established:
8	(1)	To enter into contracts, leases, or cooperative
9		agreements, or perform other transactions with any
10		person, firm, partnership, association, company,
11		corporation, or foreign nation, as may be necessary in
12		the conduct of its business and on such terms as the
13		department may deem appropriate, using competitive
14		procurement practices, to the extent practicable, in
15		accordance with rules adopted by the policy board;
16	(2)	To establish operational bank accounts in out-of-state
17		locations, including foreign denomination accounts, as
18		may be necessary in the conduct of its business,
19		notwithstanding the provisions of chapter 38;
20	(3)	To receive by gifts, grants, devises, bequests, or
21		otherwise from private sources or a foreign nation.

(7) Generate revenue for the State."

1		any property, real, personal, or mixed, intangible or
2		tangible, absolutely or in trust, to be used and
3		disposed of, either the principal or the income
4		therefrom, in accordance with the conditions under
5		which it was received;
6	(4)	To buy, sell, lease, rent, hold, maintain, use, and
7		operate any property, real, personal, or mixed,
8		tangible or intangible, in accordance with the
9		conditions under which it was received;
10	(5)	To hire such personnel as may be necessary in the
11		conduct of its business and on such terms as the
12		department may deem appropriate; and
13	(6)	To do any or all other acts reasonably necessary to
14		carry out the objects and purposes of this part,
15		provided that the department shall not obligate any
16		funds of the State not appropriated to the
17		department."
18	SECT	ION 6. Section 229-2, Hawaii Revised Statutes, is
19	amended to	o read as follows:
20	"[+]	\$229-2[] Hawaii sister-state [committee] and
21	internation	onal partnerships commission. [ <del>{(a)} There shall be</del>



established the Hawaii sister-state committee, to be placed 1 2 within the department of business, economic development, and tourism for administrative purposes only, consisting of five 3 members appointed by the governor as provided in section 26-34. 4 The purpose of the committee shall be to advise the 5 governor and the legislature on matters relating to sister-state 6 or province relations and relations, in general, between the 7 State and the states or provinces of foreign countries. 8 9 (b) The governor shall appoint five members, one member 10 from each of five lists of nominees submitted respectively by 11 the following: 12 (1) Speaker of the house of representatives; 13 (2) President of the senate; 14 (3) Native Hawaiian cultural organization; 15 (4) East-West Center; and (5) Hawaii State Association of Counties. 16 A chair and vice chair of the committee shall be appointed 17 by the committee members from among themselves. Members shall 18 serve without compensation but shall be reimbursed for expenses, 19 20 including travel expenses, necessary for the performance of 21 their duties.

1	<u>(a)</u>	There is established within the department of
2	business,	economic development, and tourism the Hawaii sister-
3	state and	international partnerships commission for
4	administr	ative purposes only.
5	(b)	The commission shall support the governor,
6	legislatu	re, and office of international affairs in building and
7	maintaini	ng strategic long-term sister-state, -province, and
8	other par	tnerships that promote and enrich the people, cultures,
9	environme	nts, and economies of the State and its international
10	partners.	
11	(c)	The commission shall consist of the following members:
12	(1)	Three members appointed by the governor; provided that
13		two of the three members appointed by the governor
14		shall be from a list of at least three nominees
15		submitted respectively by the:
16		(A) Office of Hawaiian affairs; and
17		(B) East-West center;
18	(2)	One member appointed by the president of the senate;
19	(3)	One member appointed by the speaker of the house of
20		representatives; and

1	(4)	The chairs of the respective senate and house
2		committees with jurisdiction over international
3		affairs who shall serve as ex-officio, non-voting
4		members of the commission.
5	<u>(d)</u>	The commission shall elect from among its members a
6	chairpers	on and vice-chairperson.
7	<u>(e)</u>	Members of the commission shall serve without
8	compensat	ion but shall be reimbursed for expenses, including
9	travel expenses, necessary for the performance of their duties.	
10	SECT	ION 7. Section 229-3, Hawaii Revised Statutes, is
11	amended t	o read as follows:
12	"[+]	§229-3[] Initiating sister-state relationships. The
13	Hawaii si	ster-state [committee] and international partnerships
14	commissio	$\underline{n}$ shall evaluate and develop recommendations for the
15	initiatio	n of all sister-state or province relationships and
16	forward i	ts recommendation to the legislature. The legislature,
17	if it so	chooses, shall implement the recommendation to initiate
18	a sister-	state or province relationship by either adopting a
19	concurren	t resolution or by enacting session law to that
20	effect."	

- 1 SECTION 8. Section 229-4, Hawaii Revised Statutes, is 2 amended to read as follows: 3 "[f]\$229-4[f] Maintaining sister-state relationships. The 4 Hawaii sister-state [committee] and international partnerships commission shall periodically evaluate established sister-state 5 relationships and forward its recommendations on maintaining a 6 7 sister-state relationships to the governor and to the 8 legislature." 9 SECTION 9. Section 229-5, Hawaii Revised Statutes, is 10 amended to read as follows: 11 "[+]\$229-5[+] Dissolving sister-state relationships. The 12 Hawaii sister-state [committee] and international partnerships 13 commission may make a recommendation to terminate a sister-state 14 relationship it deems to be defunct, moribund, or not beneficial 15 and forward its recommendation to the legislature. The 16 legislature, if it so chooses, shall implement the 17 recommendation to terminate a sister-state relationship either 18 by adopting a concurrent resolution or by enacting session law
- 20 SECTION 10. There is appropriated out of the general 21 revenues of the State of Hawaii the sum of \$180,000 or so much

to that effect."

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- 1 thereof as may be necessary for fiscal year 2025-2026 and the
- 2 same sum or so much thereof as may be necessary for fiscal year
- 3 2026-2027 for the office of international affairs to develop an:
- 4 (1) Updated strategy for the State's international
- 5 engagement in the twenty-first century; and
- 6 (2) Analysis of potential investment and revenue
- 7 generation abroad.
- 8 The sums appropriated shall be expended by the department
- 9 of business, economic development, and tourism for the purposes
- 10 of this Act.
- 11 SECTION 11. There is appropriated out of the general
- 12 revenues of the State of Hawaii the sum of \$ or so
- 13 much thereof as may be necessary for fiscal year 2025-2026 and
- 14 the same sum or so much thereof as may be necessary for fiscal
- 15 year 2026-2027 for the East-West center to assist in the
- 16 development and maintenance of the State's international
- 17 relationships, programs, and partnerships.
- 18 The sums appropriated shall be expended by the university
- 19 of Hawaii for the purposes of this Act.
- 20 SECTION 12. Statutory material to be repealed is bracketed
- 21 and stricken. New statutory material is underscored.



1 SECTION 13. This Act shall take effect on July 1, 2025.

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INTRODUCED BY:

#### Report Title:

DBEDT; Office of International Affairs; Hawaii Sister-State and International Partnerships Commission; East-West Center; Hawaii Green Growth; Sister-State Relationships; Appropriations

#### Description:

Establishes the Hawaii Sister-State and International Partnerships Commission. Requires the Office of International Affairs to provide support to the Hawaii Sister-State and International Partnerships Commission. Allows the Department of Business, Economic Development, and Tourism to establish out-of-state offices and facilities to support sister-state and other partnerships that promote and enrich the people, cultures, environments, and economies of the State and its international partners, generate revenue for the State, and buy property. Appropriates funds.

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