#### A BILL FOR AN ACT

RELATING TO EDUCATION.

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

1	SECTION 1.	The legislature finds that Hawaii's desire for
2	economic growth	that benefits all residents depends on building
3	our State's huma	n resources.
4	Realizatior	of Hawaii's longstanding desire for economic
5	diversification	and sustainability turns on applying the State's
6	high skilled resources to the creation and adoption of	
7	innovation acros	ss the economy.
8	This Act is	s part of an initial package of initiatives
9	focusing on innovation introduced for the 2007 regular session	
10	This package is	intented to achieve:
11	(1) A twer	ty-first century workforce with science,
12	techno	ology, engineering, math, and problem-solving
13	skills	s sufficient to ensure innovation and
14	sustai	nability of Hawaii's economy;
15	(2) Higher	education institutions as "drivers" for
16	innova	ation;

1	(3)	continued public investment in the State's innovation
2		infrastructure;
3	(4)	Addressing the capital gap for Hawaii's emerging
4		technology and creative industry companies;
5	(5)	Opportunities for incumbent workers to engage in life-
6		long learning and skill-building;
7	(6)	Residents and businesses with international exposure,
8		orientation, and skills to interact with and compete
9		in a global economy;
10	(7)	An innovation environment that encourages the creation
11		of new products and services that command global
12		market share; and
13	(8)	Analytical capability to assess policy performance and
14		progress toward innovation economy objectives.
15	In p	articular this Act provides for four initiatives:
16	(1)	The establishment of a lifelong learning program and
17	tax	credit to support training to upgrade skills of the
18	incu	mbent workforce;
19	(2)	The establishment of a rapid response training program
20	and	revolving fund in the department of business, economic
21	deve	lopment, and tourism in order to facilitate rapid
22	cust	om training for high priority business investments;

1	(3) The establishment of a state level, "Kama`aina come		
2	home" program in the department of business, economic		
3	development, and tourism to attract former residents back		
4	into jobs in Hawaii's economy; and,		
5	(4) The merging of certain workforce and economic		
6	development programs of the departments of labor and		
7	industrial relations and business, economic development,		
8	and tourism in order to more effectively and efficiently		
9	build a high-skilled economy.		
10	Hawaii completed a year of solid economic and workforce		
11	growth in 2006. For most of 2006 Hawaii also enjoyed the lowest		
12	unemployment rate in the nation. However, according to the		
13	state workforce development council, the current shortage may be		
14	a relatively modest precursor of a more serious long-term		
15	shortage in the future. The workforce development council		
16	expects that this will become most evident after the baby boom		
17	generation becomes eligible for full social security retirement		
18	around 2012. But already parts of the economy in which pensions		
19	will support earlier retirement, such as government, are		
20	beginning to see an upturn in retirements. The duration of this		
21	coming shortage will be measured in decades not years. That is		

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- 1 because the tail end of the baby boom generation will not reach
- 2 the age of full social security retirement benefits (under
- 3 current rules) until about 2031.
- 4 The latest projections from the department of labor, and
- 5 industrial relations, research and statistics office anticipate
- 6 that reasonable expectations for growth in the economy, coupled
- 7 with the need to replace workers leaving the workforce, will
- 8 create a demand for about 24,000 additional workers in Hawaii
- 9 per year between 2004 and 2014. This is about twice the rate at
- 10 which our youth will be arriving at workforce age. Moreover,
- 11 2014 is only two years into the baby boom retirement era.
- 12 Retirements and separations will tend to accelerate through the
- 13 following two decades.
- In addition to the approaching, long-term labor shortage,
- 15 studies point out two major weaknesses about Hawaii's workforce
- 16 performance compared with top performing states.
- 17 First, Hawaii high school graduates are not adequately
- 18 prepared for post-secondary training. A range of test score
- 19 results for Hawaii students from eighth grade through high
- 20 school are significantly lower than the top states. The rates
- 21 at which high school graduates are enrolling in and completing
- 22 post-secondary training also need to improve according to data

- 1 collected by the National Center for Public policy and Higher
- 2 Education.
- 3 Second, there is an inadequate focus on the need to
- 4 increase the skill levels of incumbent workers to meet the
- 5 rising skill need of an economy driven by more technology and
- 6 competition. The workforce development council forum in the
- 7 fall of 2006 concluded that employers need more information
- 8 about training options and assistance in meeting the need to
- 9 improve the skills of their workers.
- 10 Coupled with the emerging worker shortage, the weaknesses
- 11 in preparing and upgrading our workforce have serious
- 12 implications for Hawaii's ability to support a more knowledge-
- 13 and innovation-intensive economy or raise its standard of living
- 14 through a significant increase in higher paying jobs.
- 15 SECTION 2. This Act establishes a lifelong learning
- 16 accounts program in Hawaii, in order to encourage employer and
- 17 employee investment in upgrading the skills of the incumbent
- 18 workforce.
- 19 Lifelong learning accounts are employer-matched educational
- 20 savings accounts used to finance workers' education and training.
- 21 The concept is for an individual worker to be able to contribute
- 22 to a lifelong learning account and have that contribution

- 1 matched by the employer, similar to a 401(k), but for education
- 2 and training. Lifelong learning accounts encourage a
- 3 partnership between workers and employers to effectively
- 4 leverage resources to increase access to education and training.
- 5 They are grounded in the idea that individual responsibility,
- 6 choice, and empowerment are key building bocks for self-
- 7 reliance.
- 8 Funding is provided to establish and administer a lifelong
- 9 learning accounts program.
- 10 SECTION 3. Chapter 235, Hawaii Revised Statutes, is
- 11 amended by adding a new section to be appropriately designated
- 12 and to read as follows:
- 13 "§235- Lifelong learning account tax credit. (a) Each
- 14 individual taxpayer, who files an individual income tax return
- 15 for a taxable year and who is not claimed or is not otherwise
- 16 eliqible to be claimed as a dependent by another taxpayer for
- 17 Hawaii state individual income tax purposes, may claim a
- 18 lifelong learning account credit for payments made by the
- 19 taxpayer into a lifelong learning account during the taxable
- 20 year against the taxpayer's net individual income tax liability
- 21 for the taxable year for which the individual's income tax return

1	is being	filed. An individual who has no income or no income
2	taxable u	nder this chapter and who is not claimed or is not
3	otherwise	eligible to be claimed as a dependent by a taxpayer
4	for Hawai	i state individual income tax purposes may also claim
5	this cred	it. The tax credit shall be as follows:
6	(1)	The tax credit shall not exceed \$1,000 in aggregate
7		for a husband and wife filing a joint return, provided
8		that a husband and wife filing separate tax returns
9		for a taxable year, for which a joint return could
10		have been filed by them, shall claim only the tax
11		credit to which they would have been entitled under
12		this section had a joint return been filed.
13	(2)	The tax credit shall not exceed \$500 in aggregate for
14		all other taxpayers filing a return.
15	(b)	The credit applies to payments made by the taxpayer
16	during th	e taxable year into a qualified lifelong learning
17	account t	hat covers the taxpayer.
18	(c)	As used in this section:
19	Life	elong learning account" means an individual asset
20	account h	eld by a trustee, custodian, or fiduciary approved by

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2 the employee in the state. (d) For the purpose of this credit, the "net income tax 3 4 liability" means net income tax liability reduced by all other 5 credits allowed under this chapter. If the tax credits claimed 6 by a taxpayer exceed the amount of income tax payment due from 7 the taxpayer, the excess of credits over payments due shall be 8 refunded to the taxpayer; provided that tax credits properly 9 claimed by an individual who has no income tax liability shall **10** be paid to the resident individual; and provided further that no refunds or payment on account of the tax credit allowed by this 11 **12** section shall be made for amounts less than \$1. **13** (e) All claims, including any amended claims, for tax 14 credits under this section shall be filed on or before the end **15** of the twelfth month following the close of the taxable year for **16** which the credit may be claimed. Failure to comply with the **17** foregoing provision shall constitute a waiver of the right to 18 claim the credit. 19 (f) If a taxpayer claims any other tax credit or deduction 20 under title 14, including a deduction under section 162 or 213 21 of the Internal Revenue Code, to which state law conforms, for 22 premiums paid on a long-term care insurance policy, no credit

the department of labor and industrial relations on behalf of

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2 payments. 3 (g) The director of taxation shall prepare any forms that 4 may be necessary to claim a tax credit under this section. 5 director may also require the taxpayer to furnish information to 6 ascertain the validity of the claims for a tax credit made under 7 this section and may adopt rules necessary to effectuate the 8 purposes of this section pursuant to chapter 91." 9 SECTION 4. Chapter 235, Hawaii Revised Statutes, is 10 amended by adding a new section to be appropriately designated 11 and to read as follows: 12 "§235- Employer's tax credit for lifelong learning **13** account matching funds paid for employees. (a) Subject to the 14 limitations of this section, an employer subject to taxation 15 under this chapter may claim a non-refundable tax credit for 16 payments made by the employer during the taxable year to make **17** matching payments to lifelong learning accounts for its 18 employees. The maximum tax credit shall not exceed \$500 during 19 the taxable year for each employee on whose behalf qualified 20 lifelong learning account matching payments are made. 21 The credit allowed under this section shall be claimed (b) 22 against the net income tax liability for the taxable year. If

shall be claimed under this section for the same premium

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2 tax liability, the excess of the credit may be carried forward 3 until exhausted. 4 (c) All claims, including any amended claims, for tax 5 credits under this section shall be filed on or before the end 6 of the twelfth month following the close of the taxable year for 7 which the credit may be claimed. Failure to comply with this 8 provision shall constitute a waiver of the right to claim the 9 credit. **10** The director of taxation shall prepare any forms that 11 may be necessary to claim a credit under this section. The 12 director may also require the taxpayer to furnish information to **13** ascertain the validity of the claims for deductions made under 14 this section and may adopt rules necessary to effectuate the 15 purposes of this section pursuant to chapter 91. 16 (e) As used in this section: "Lifelong learning account" means an individual asset 17 account held by a trustee, custodian, or fiduciary approved by 18 19 the department of labor and industrial relations on behalf an employee in the state. " 20

the tax credit under this section exceeds the taxpayer's income

1	SECTION 5. Chapter 394, Hawaii Revised Statutes, is
2	amended by adding a new section to be appropriately designated
3	and to read as follows:
4	"§394- Lifelong learning accounts program. (a) There is
5	established the lifelong learning accounts program.
6	(b) For the purposes of this section, "lifelong learning
7	account" means an individual asset account held by a trustee,
8	custodian, or fiduciary approved by the department of labor and
9	industrial relations on behalf of an employee in the State. The
10	moneys in the individual asset account shall be used only to pay
11	education expenses incurred by or on behalf of the account
12	owner.
13	(c) The department shall use moneys appropriated for the
14	lifelong learning accounts program to:
15	(1) Encourage both lower-income and lower-skilled
16	healthcare, hospitality, and technology industry
17	workers to participate in a lifelong learning account;
18	(2) Encourage the establishment of lifelong learning
19	accounts in diverse geographic and economic areas,
20	among differing sizes of firms, and include healthcare,
21	hospitality, and technology industry workers in urban,
22	suburban, and rural areas of the State;

1	(3)	Make technical assistance available to companies, and
2		make educational and career advising available to
3		individual participants;
4	(4)	Document the process and outcomes in the establishment
5		of lifelong learning accounts, and prepare a report
6		thereon;
7	(5)	Partially offset the contribution of low-income
8		employees; and,
9	(6)	In conformity with and subject to chapter 91, the
10		director of labor and industrial relations shall make
11		rules, not inconsistent with this chapter, which the
12		director deems necessary for or conducive to its proper
13		application and enforcement of this chapter.
14	(d)	The department may enter into contracts with other
15	governmen	nt agencies, non-profit organizations, or for-profit
16	firms in	addressing the purpose and required activities of the
17	lifelong	learning accounts program."
18	SEC	FION 6. This Act establishes a rapid response,
19	technical	l training development program and revolving fund within
20	the depar	rtment of business, economic development, and tourism.
21	The goal	of the program shall be to work with employers,
22	business	and industry organizations, economic development

- 1 agencies, workforce development agencies, and training providers
- 2 to develop training programs for firms needing trained workers
- 3 in critical technical skill sets that cannot be adequately
- 4 addressed by existing training programs.
- 5 The rapid pace of changing technology in business and
- 6 industry is requiring companies and workers to seek frequent
- 7 skills upgrade training in order to remain competitive. This is
- 8 a particularly critical need for technical sectors of the
- 9 economy such as military contracting, high technology firms,
- 10 biotechnology, firms in life science, and digital media firms.
- 11 In addition, companies that are interested in expanding in, or
- 12 relocating to Hawaii, often face the challenge of finding a
- 13 trained technical workforce in a matter of months.
- 14 The community college system has taken steps to develop an
- 15 internal capacity to respond to rapid response training needs.
- 16 Because a broader effort is needed to identify and work with the
- 17 potential users of rapid response training, it is the intent of
- 18 this Act to supplement, rather than replace funds for rapid
- 19 response training that may be in the biennium budget of the
- 20 University of Hawaii.

1	SECTION 7. Chapter 201, Hawaii Revised Statutes, is
2	amended by adding a new part to be appropriately designated and
3	to read as follows:
4	"Part . RAPID RESPONSE TRAINING
5	§201- Rapid response training program. (a) There is
6	established the rapid response training program in the
7	department of business, economic development, and tourism. The
8	purpose of the program shall be to facilitate the development of
9	a rapid response training capacity in Hawaii that will be
10	capable of developing and delivering, for businesses and
11	industries, short-term customized training programs, which
12	cannot be provided in a timely fashion by existing training
13	programs.
14	(b) The program shall achieve its purpose by:
15	(1) Working with the workforce development community,
16	county economic development boards, business and industry
17	associations, and other appropriate entities to identify
18	and market rapid response custom training to the business
19	community;

1	(2) Contracting with firms requesting customized training
2	to provide for the development and delivery of such
3	training; and,
4	(3) Contracting with appropriate training providers for
5	the development of customized training programs and, upon
6	commencement of training delivery, collecting fees from
7	contracted firms for the training of their current or
8	prospective employees.
9	(c) The department shall contract for the development of
10	custom training programs with educational and training resources
11	in the public and private sectors throughout the State, as may
12	be appropriate to accomplish the purpose of the program.
13	(d) The rapid response training program shall place a
14	priority on developing training programs that provide high
15	skilled workers for jobs paying more than the median wage in new
16	or expanding businesses, and for which the rapid development and
17	delivery of training is important to the decision of the firm or
18	industry to make the proposed business investment. The program
19	shall also place priority on business expansions that propose to
20	train or retrain workers unemployed or facing unemployment due
21	to mass-layoff events.

1	(e) The program shall develop measures of program
2	performance to assess the impact of the training provided under
3	the rapid response program on the supply of high skilled workers
4	in the economy and the impact on the development of sustained,
5	new business activity.
6	§201 Rapid response training revolving fund. (a)
7	There is established in the state treasury the rapid response
8	training revolving fund into which shall be deposited:
9	(1) Appropriations by the legislature;
10	(2) Training fees paid by firms or other agencies and
11	organizations related to training services;
12	(3) Donations and contributions made by private
13	individuals or organizations for deposit into the
14	<pre>fund; and,</pre>
15	(3) Grants or transfers of funds provided by governmental
16	agencies or any other source.
17	(b) Moneys in the rapid response training revolving fund
18	shall be used by the department:
19	(1) To contract with appropriate training providers for
20	the development of rapid response custom training
21	programs; and

1	(2) For administrative expenses including, but not limited
2	to, supplies, equipment, and services necessary for
3	the appropriate administration of the rapid response
4	training program."
5	SECTION 8. This Act establishes a statewide Kama`aina come
6	home program, that will assist the efforts of county, private
7	sector, and state organizations to attract out-of-state, former
8	Hawaii residents (Kama`aina) back into Hawaii's economy.
9	Pioneering efforts to attract Kama`aina back home have been
10	developed by county economic development boards and the
11	department of business, economic development, and tourism. The
12	Hawaii County economic development board, which originated the
13	"Kama`aina come home" brand, pioneered the concept in the 1990s
14	and ever since, the counties and the State have run occasional
15	events on the mainland to attract Kama`aina.
16	SECTION 9. Chapter 201, Hawaii Revised Statutes, is
17	amended by adding a new section to be appropriately designated
18	and to read as follows:
19	"§201 Establishment of Kama`aina come home program.
20	(a) There is established within the department of business,
21	economic development, and tourism, the Kama`aina come home

1	program.	The purpose of the program is to initiate new efforts,
2	and suppo	rt existing efforts by the county economic development
3	boards and	d other agencies, organizations, and businesses, to
4	attract fo	ormer Hawaii residents with high-demand work skills
5	back into	jobs in Hawaii's economy.
6	(b)	The program shall pursue, but not be limited to, the
7	following	activities to achieve the purpose of the program:
8	(1)	Develop a joint effort between the department, the
9		county economic development boards, and major
10		employers to develop a series of periodic events in
11		selected mainland U.S. cities to inform, and recruit
12		back to the State, skilled Kama`aina based on actual
13		employment opportunities;
14	(2)	Develop, or support the development of, a voluntary,
15		ongoing data base of high school seniors in Hawaii,
16		and establish methods to continuously track the
17		residency of these graduates for the purpose of
18		informing them about career opportunities in Hawaii.
19	(3)	Work with the department of labor and industrial
20		relations to enhance that department's HIRENET job
21		search web site to include specific information on

1	Hawaii job opportunities and related information for
2	out-of-state Kama`aina.
3	(c) The department may enter into contracts with other
4	government agencies, the county economic development boards,
5	other non-profit organizations, or for-profit firms in
6	addressing the purpose and required activities of the program.
7	(d) The program shall establish measures of effectiveness
8	regarding the effectiveness of the high school senior and out-
9	of-state databases developed, the success of the out-of-state
10	events at filling jobs in Hawaii, and the effectiveness of the
11	HIRENET component to match out-of-state Kama`aina with jobs
12	under the program. "
13	SECTION 10. This Act improves the effectiveness of economic
14	development and workforce development in the State by relocating
15	certain key workforce development programs within the department
16	of labor and industrial relations to the department of business,
17	economic development, and tourism.
18	The need to merge economic development and workforce
19	development efforts stems from the changing role of workforce
20	development. In the past, federal and state workforce programs
21	were targeted towards specific client groups that found entry
22	into the labor market difficult. This included such populations

- 1 as school dropouts, the disabled, welfare recipients, and other
- 2 hard to hire groups. These groups are still important in
- 3 workforce development. However, the main thrust of workforce
- 4 development is undergoing a significant transformation from
- 5 serving primarily client groups to the broader goal of supplying
- 6 business's need for skilled, productive workers, especially in
- 7 industries emerging as new economic drivers in the twenty-first
- 8 century. This changing role has redirected workforce
- 9 development from a social service orientation to an economic
- 10 development orientation involving considerable collaboration
- 11 with the business community. Moreover, as the baby boom
- 12 generation enters retirement age the emerging critical issue for
- 13 economic development is ensuring skilled labor replacement and
- 14 growth to maintain a competitive growing economy. In effect,
- 15 workforce and economic development are now two sides of the same
- 16 coin. Each system maintains teams that deal with business,
- 17 develop growth strategies, and generate research and policy
- 18 recommendations. However, they are currently not doing these
- 19 within the scope of a single coordinated plan for economic and
- 20 workforce development. Nor are the activities of these systems
- 21 coordinated to draw on the expertise and additional resources of
- 22 one another.

1 A recent, September 2005 study by the National Governors Association ("Aligning State Workforce Development and Economic 2 3 Development Initiatives"), finds that organization consolidation 4 can produce many benefits and lasting change that justify the 5 effort, such as unified authority and its potential for ensuring more coordinated planning, implementation, and evaluation. 6 7 Other benefits include: consistency and alignment through one 8 broadly defined, clear mission; greater resources under one roof 9 that can be more flexibly and creatively applied; greater 10 accountability by all staff ultimately answering to one 11 organizational leader, and the potential for restructuring to **12** institutionalize desired changes in attitudes, behavior, and 13 outcomes that often motivate the effort and influence its 14 success. 15 The December 19, 2005 final report of the Governor's 16 Economic Momentum Commission also recommends the merger of the 17 workforce development programs of the department of labor and 18 industrial relations with the economic development programs of 19 the department of business, economic development, and tourism, 20 with the latter department providing strategic oversight and 21 coordination.

- 1 SECTION 11. Section 202-5, Hawaii Revised Statutes, is
- 2 amended to read as follows:
- 3 "S202-5 Organizational relationships. The workforce development
- 4 council is placed within the department of [labor and industrial
- 5 relations] business, economic development and tourism for
- 6 administrative purposes and shall act in an advisory capacity to
- 7 the governor."
- 8 SECTION 12. On July 1, 2008, the Workforce Development
- 9 Division and Office of Research and Statistics in the department
- 10 of labor and industrial relations, including rights, powers,
- 11 functions duties and positions, shall be transferred to the
- 12 Department of business, economic development, and tourism.
- 13 SECTION 13. All officers and employees whose functions are
- 14 transferred by this Act shall be transferred with their
- 15 functions and shall continue to perform their regular duties
- 16 upon their transfer, subject to the state personnel laws and
- 17 this Act.
- 18 No officer or employee of the State having tenure shall
- 19 suffer any loss of salary, seniority, prior service credit,
- 20 vacation, sick leave, or other employee benefit or privilege as

- 1 a consequence of this Act, and such officer or employee may be
- 2 transferred or appointed to a civil service position without the
- 3 necessity of examination; provided that the officer or employee
- 4 possesses the minimum qualifications for the position to which
- 5 transferred or appointed; and provided that subsequent changes
- 6 in status may be made pursuant to applicable civil service and
- 7 compensation laws.
- 8 An officer or employee of the State who does not have
- 9 tenure and who may be transferred or appointed to a civil
- 10 service position as a consequence of this Act shall become a
- 11 civil service employee without the loss of salary, seniority,
- 12 prior service credit, vacation, sick leave, or other employee
- 13 benefits or privileges and without the necessity of examination;
- 14 provided that such officer or employee possesses the minimum
- 15 qualifications for the position to which transferred or
- 16 appointed.
- 17 If an office or position held by an officer or employee
- 18 having tenure is abolished, the officer or employee shall not
- 19 thereby be separated from public employment, but shall remain in
- 20 the employment of the State with the same pay and classification
- 21 and shall be transferred to some other office or position for

- 1 which the officer or employee is eligible under the personnel
- 2 laws of the State as determined by the head of the department or
- 3 the governor.
- 4 All appropriations, records, equipment, machines, files,
- 5 supplies, contracts, books, papers, documents, maps, and other
- 6 personal property heretofore made, used, acquired, or held by
- 7 the agencies, divisions, or offices transferred or placed for
- 8 administrative purposes under this Act shall be transferred with
- 9 the functions to which they relate.
- 10 All rules, policies, procedures, guidelines, and other
- 11 material adopted or developed by the agencies, divisions or
- 12 offices transferred or placed for administrative purposes under
- 13 this Act, shall remain in full force and effect until amended or
- 14 repealed by the department of business, economic development,
- 15 and tourism pursuant to chapter 91, Hawaii Revised Statutes.
- 16 All deeds, leases, contracts, loans, agreements, permits,
- 17 or other documents executed or entered into by or on behalf of
- 18 the agencies, divisions, or offices transferred or placed for
- 19 administrative purposes under this Act, shall remain in full
- 20 force and effect.

1	The department of business, economic development, and
2	tourism and the department of labor and industrial relations,
3	with the cooperation and assistance of the workforce development
4	council shall prepare an implementation plan for the
5	reorganization of the State's economic development and workforce
6	development programs transferred or placed for administrative
7	purposes under this Act and shall submit a report to the
8	legislature not later than twenty days prior to the convening of
9	the 2008 regular session. The report shall include but not be
10	limited to the implementation plan, recommendations for any
11	additional statutory amendments that may be necessary to fully
12	effectuate the implementation plan and the purposes of this Act,
13	and proposed legislation containing the recommended statutory
14	amendments.
15	If any part of this Act is found to be in conflict with
16	federal requirements that are a prescribed condition for the
17	allocation of federal funds to the State, the conflicting part
18	of this Act is inoperative solely to the extent of the conflict
19	and with respect to the agencies directly affected, and this
20	finding does not affect the operation of the remainder of this
21	Act in its application to the agencies concerned. The rules

- 1 under this Act shall meet federal requirements that are a
- 2 necessary condition to the receipt of federal funds by the
- 3 State.
- 4 SECTION 14. There is appropriated out of the general
- 5 revenues of the State of Hawaii the sum of \$900,000, or so much
- 6 thereof as may be necessary for fiscal year 2007-2008, and the
- 7 sum of \$900,000, or so much thereof as may be necessary for
- 8 fiscal year 2008-2009, to carry out the purposes of the lifelong
- 9 learning accounts program. The sums appropriated shall be
- 10 expended by the department of labor and industrial relations.
- 11 SECTION 15. There is appropriated out of the general
- 12 revenues of the State of Hawaii the sum of \$450,000 for fiscal
- 13 year 2007-2008, and the sum of \$450,000 for fiscal year 2008-
- 14 2009, to be paid into the rapid response training revolving
- 15 fund. The sum appropriated shall be expended by the department
- 16 of business, economic development, and tourism for the purposes
- 17 of the fund. The sum appropriated under this Act shall be in
- 18 addition to, and not replace, funds requested in the University
- 19 of Hawaii biennium budget for rapid response training program
- 20 development.
- 21 SECTION 16. There is appropriated out of the general
- 22 revenues of the State of Hawaii the sum of \$215,000, or so much

- 1 thereof as may be necessary for fiscal year 2007-2008, and the
- 2 sum of \$250,000 or so much thereof as may be necessary for
- 3 fiscal year 2008-2009, to carry out the purposes of the
- 4 Kama`aina come home program. Of the sums appropriated, \$175,000
- 5 for fiscal year 2007-2008 and \$235,000 for fiscal year 2008-2009
- 6 shall be expended by the department of business, economic
- 7 development, and tourism for the purposes of the program. Of
- 8 the sums appropriated, \$35,000 for fiscal year 2007-2008 and
- 9 \$10,000 for fiscal year 2008-2009 shall be expended by the
- 10 department of labor and industrial relations for the purposes of
- 11 the program.
- 12 SECTION.17 Statutory material to be repealed is bracketed
- 13 and stricken. New statutory material is underscored.
- 14 SECTION.18. This Act shall take effect on July 1, 2007.

15

INTRODUCED BY:

JAN 2 4 2007

. Eland

#### Report Title:

Using education to help build our state's human resources.

#### Description:

Provides for education and tax credits and benefits related to education.