## A BILL FOR AN ACT

RELATING TO SELF-SUFFICIENCY.

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

1 SECTION 1. The legislature finds that a self-sufficiency 2 standard that is measured appropriately and updated consistently for the State of Hawaii would much more accurately reflect the 3 4 actual income needed to afford the basic necessities of life. 5 In 2003, a study conducted for the Hawaii state commission 6 on the status of women calculated the bare-minimum costs for 7 housing, child care, food, transportation, health care, clothing 8 and household costs, and federal and state tax obligations. 9 result was a measurement of the cost of living in Hawaii that 10 took into account family size, children's ages, geography, and number of household wage-earners. The study found that certain 11 12 households in Hawaii could require as much as double to triple 13 the amount listed in the federal poverty guidelines to meet 14 their basic living needs. A self-sufficiency standard for 15 Hawaii would be an excellent tool for lawmakers, the business 16 and education community, and the nonprofit sector to improve

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    efforts to help lower income families reach economic
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    sufficiency.
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         The purpose of this Act is to establish and update
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    biennially a self-sufficiency standard for Hawaii.
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         SECTION 2. Section 201-3, Hawaii Revised Statutes, is
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    amended to read as follows:
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         "§201-3 Specific research and promotional functions of the
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    department. Without prejudice to its general functions and
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    duties the department of business, economic development, and
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    tourism shall have specific functions in the following areas:
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              Industrial development. The department shall
         (1)
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              determine through technical and economic surveys the
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              profit potential of new or expanded industrial
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              undertakings; develop through research projects and
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              other means new and improved industrial products and
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              processes; promote studies and surveys to determine
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              consumer preference as to design and quality and to
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              determine the best methods of packaging, transporting,
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              and marketing the State's industrial products;
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              disseminate information to assist the present
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              industries of the State, to attract new industries to
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the State, and to encourage capital investment in

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1		present and new industries in the State; assist
2		associations of producers and distributors of
3		industrial products to introduce [such] these products
4		to consumers; and make [such] grants or contracts as
5		may be necessary or advisable to accomplish the
6		foregoing;
7	(2)	Land development. The department shall encourage the
8		most productive use of all land in the State in
9		accordance with a general plan developed by the
10		department; encourage the improvement of land tenure
11		practices on leased private lands; promote an
12		informational program directed to landowners,
13		producers of agricultural and industrial commodities,
14		and the general public regarding the most efficient
15		and most productive use of the lands in the State; and
16		make [such] grants or contracts as may be necessary or
17		advisable to accomplish the foregoing;
18	(3)	Credit development. The department shall conduct a
19		continuing study of agricultural and industrial credit
20		needs; encourage the development of additional private
21		and public credit sources for agricultural and

industrial enterprises; promote an informational

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1		program to acquaint financial institutions with
2		agricultural and industrial credit needs and the
3		potential for agricultural and industrial expansion,
4		and inform producers of agricultural and industrial
5		products as to the manner in which to qualify for
6		loans; and make [such] grants or contracts as may be
7		necessary or advisable to accomplish the foregoing;
8	(4)	Promotion. The department shall disseminate
9		information developed for or by the department
10		pertaining to economic development to assist present
11		industry in the State, attract new industry and
12		investments to the State, and assist new and emerging
13		industry with good growth potential or prospects in
14	•	jobs, exports, and new products. The industrial and
15		economic promotional activities of the department may
16		include the use of literature, advertising,
17		demonstrations, displays, market testing, lectures,
18		travel, motion picture and slide films, and [such]
19		other promotional and publicity devices as may be
20		appropriate; [and]

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1	(5)	Tourism research and statistics. The department sha		
2		maintain a program of research and statistics for the		
3		purpose of:		
4		(A)	Meas	uring and analyzing tourism trends;
5		(B)	Prov	iding information and research to assist in
6			the	development and implementation of state
7			tour	ism policy;
8		(C)	Enco	uraging and arranging for the conduct of
9			tour	ism research and information development
10			thro	ugh voluntary means or through contractual
11			serv	ices with qualified agencies, firms, or
12			pers	ons; and
13		(D)	Prov	iding tourism information to policy makers,
14			the	public, and the visitor industry. This
15			incl	udes:
16			(i)	Collecting and publishing visitor-related
17				data including visitor arrivals, visitor
18				characteristics and expenditures;
19			(ii)	Collecting and publishing hotel-related
20				statistics including the number of units
21				available, occupancy rates, and room rates;

1		(111)	Collecting and publishing airline-related
2			data including seat capacity and number of
3			flights;
4		(iv)	Collecting information and conducting
5			analyses of the economic, social, and
6			physical impacts of tourism on the State;
7		(v)	Conducting periodic studies of the impact of
8			ongoing marketing programs of the Hawaii
9			tourism authority on Hawaii's tourism
10			industry, employment in Hawaii, state taxes,
11			and the State's lesser known and
12			underutilized destinations; and
13		(vi)	Cooperate with the Hawaii tourism authority
14			and provide it with the above information in
15			a timely manner[+]; and
16	<u>(6)</u>	Self-suff	iciency standard. The department shall
17		establish	and update biennially a self-sufficiency
18		standard '	that shall incorporate existing methods of
19		calculation	on, and shall reflect, at minimum, costs
20		relating '	to housing, food, child care, transportation,
21		health ca:	re, clothing and household expenses, federal

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              and state tax obligations, family size, children's
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              ages, geography, and number of household wage earners.
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         The department shall be the central agency to coordinate
    film permit activities in the State."
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         SECTION 3. The department of business, economic
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    development, and tourism shall report to the legislature with
    the self-sufficiency standard no later than twenty days prior to
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    the convening of the regular session of 2009, and every odd-
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    numbered year thereafter.
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         SECTION 4. The department of business, economic
    development, and tourism shall periodically advise and make
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    recommendations for the utilization of any federal funding
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    including, but not limited to, Temporary Assistance for Needy
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    Families and Workforce Investment Act funds that may be
    available for the purposes of establishing and updating the
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    self-sufficiency standard.
         SECTION 5. There is appropriated out of the general
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    revenues of the State of Hawaii the sum of $ or so much
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    thereof as may be necessary for fiscal year 2008-2009 for the
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    department of business, economic development, and tourism to
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    hire one staff position to establish and update the self-
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    sufficiency standard.
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- 1 The sum appropriated shall be expended by the department of
- 2 business, economic development, and tourism for the purposes of
- 3 this Act.
- 4 SECTION 6. Statutory material to be repealed is bracketed
- 5 and stricken. New statutory material is underscored.
- 6 SECTION 7. This Act shall take effect on July 1, 2008.

### Report Title:

Economic Self-sufficiency Standard

### Description:

Requires the department of business, economic development, and tourism to establish, update biennially, and define the self-sufficiency standard. (SB2840 SD2)