

Honolulu, Hawaii

FEB 11 2008

RE: S.B. No. 2983
S.D. 1

Honorable Colleen Hanabusa
President of the Senate
Twenty-Fourth State Legislature
Regular Session of 2008
State of Hawaii

Madam:

Your Committee on Economic Development and Taxation, to which was referred S.B. No. 2983 entitled:

"A BILL FOR AN ACT RELATING TO COMMUNITY-BASED ECONOMIC DEVELOPMENT,"

begs leave to report as follows:

The purpose of this measure is to facilitate the Community-Based Economic Development Program (CBED) in providing financial assistance to community-based businesses and enterprises by:

- (1) Amending the definition of "community of interest" to conform to the definition of "community of identity";
- (2) Authorizing the CBED revolving fund to receive funding from other sources; and
- (3) Adjusting the terms of loans to decrease the outstanding balance allowed to any one applicant from \$500,000 to \$250,000, and the maximum interest rate from ten per cent to six per cent.

Testimony in support of this measure was received from the Department of Business, Economic Development, and Tourism.

Your Committee finds that this measure will provide the CBED program with greater flexibility, with the intent of improving the delivery of services, particularly loans.



Your Committee has amended this measure by:

- (1) Deleting section 7, as there were no amendments made to section 210D-11, Hawaii Revised Statutes, and the related reference in the purpose section; and
- (2) Making technical amendments to correct errors and to conform to the preferred drafting style.

As affirmed by the record of votes of the members of your Committee on Economic Development and Taxation that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2983, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2983, S.D. 1, and be referred to the Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committee on Economic
Development and Taxation,



CAROL FUKUNAGA, Chair



The Senate
 Twenty-Fourth Legislature
 State of Hawaii

Record of Votes
Committee on Economic Development and Taxation
EDT

Bill / Resolution No.:*	Committee Referral:	Date:
SB 2983	EDT, WAM	2/05/08

The committee is reconsidering its previous decision on this measure.
 If so, then the previous decision was to: _____

The Recommendation is:

Pass, unamended 2312
 Pass, with amendments 2311
 Hold 2310
 Recommit 2313

Members	Aye	Aye (WR)	Nay	Excused
FUKUNAGA, Carol (C)	✓			
ESPERO, Will (VC)				✓
BAKER, Rosalyn H.	✓			
ENGLISH, J. Kalani				✓
IGE, David Y.	✓			
SLOM, Sam	✓			
TOTAL	4			2

Recommendation: Adopted Not Adopted

Chair's or Designee's Signature: *Amid Y. Ige*

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*Only one measure per Record of Votes