



**DEPARTMENT OF BUSINESS,
ECONOMIC DEVELOPMENT & TOURISM**

LINDA LINGLE
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THEODORE E. LIU
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Statement of
THEODORE E. LIU
Director
Department of Business, Economic Development & Tourism
before the
SENATE COMMITTEE ON WAYS AND MEANS
February 27, 2008
10:30 a.m.
State Capitol, Conference Room 211
in consideration of
SB 2891
RELATING TO AEROSPACE DEVELOPMENT.

Chair Baker, Vice Chair Tsutsui, and members of the Committee. The department supports the concept behind SB 2891. There have been many good ideas introduced this legislative session that support the State's economic development goals. We note, however, that this appropriation was not included in the Executive's Supplemental Budget, and request that this appropriation not displace the priorities contained in that budget.

As you know, the State Legislature provided \$400,000 in seed funding for the Pacific International Space Center for Exploration Systems (PISCES) during the 2007 Session through Act 149. Since its formal inception in October of last year, PISCES has been utilizing these funds to achieve several significant

milestones, including the establishment of a headquarters office at the University of Hawaii at Hilo; implementation of a major international conference establishing collaborative R&D teams linking University of Hawaii faculty and local business entrepreneurs with NASA field centers, mainland universities, and major aerospace corporations; the first national student design competition inspiring college students to apply STEM-related disciplines in the conceptual design of a manned lunar base; the development of a curriculum for aerospace studies at the University of Hawaii at Hilo; and two successful proposals to NASA's Innovative Partnership Program resulting in grants totaling \$640,000 to support the design, development, testing and evaluation of innovative technologies in Hawaii to support future robotic and human missions to the Moon, Mars and beyond.

Thank you for the opportunity to testify on this bill.

February 25, 2008

Hawaii State legislature
State Capital
Honolulu, Hawaii 96813



Support Testimony on
S.B. NO. 2891

RELATING TO AEROSPACE DEVELOPMENT

Senate Committee on Ways and Means

Rosalyn H. Baker, Chair

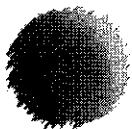
Senator Shan S. Tsutsui, Vice Chair

Wednesday, February 27, 2008, 10:30 a.m., Conference Room 211

Enterprise Honolulu strongly **supports S.B 2891**, providing continuing funding support for PISCES and Hawaii's growing Aerospace sector. Hawaii has a realistic opportunity to benefit from the changes and events taking place in the aerospace, space sciences, optics, and astronomy sectors with the continuing vision and support of our State legislature. Right now there are dozens of local companies, employing thousands of local residents in rewarding jobs that pay a living wage and that are growing in the aerospace and dual-use sector.

Hawaii has a long testing history with NASA that dates back to the 1960's Apollo project and this supports the proposal for a testing center on the Big Island. This collaboration on lunar/Mars-like terrain, perfect for developing analog lunar base and testing/evaluating new technologies to support robotic/human missions to moon and Mars, is just one aspect.

Hawaii has resident experts in space-related fields, with over 40 NASA PIs at UH performing ongoing research in astronomy, planetary geosciences, robotics, satcom, laser-based power systems, and other technologies critical for supporting future space exploration missions around and beyond Earth. NASA and others recognize Hawaii's strategic assets/advantages and want to partner with Hawaii to advance space exploration goals. The **2007 Space Act Agreements** set forth a formula and steps to implement this partnership. Short- and long-term benefits to Hawaii include scientific, educational and economic returns (as many Hawaii companies could benefit from the R&D work envisioned in Hawaii). Many of these companies are the same defense companies we have all been working with to build to a sustainable sector. This will accelerate that process and include new Hawaii companies in research and testing.



ENTERPRISE
HONOLULU

THE BUSINESS CLIMATE OF PARADISE

737 Bishop Street, Suite 2040, Honolulu, Hawaii 96813 • 808-521-3611
Fax: 808-536-2281 • www.EnterpriseHonolulu.com

Approving the funding requested for the Office of Aerospace Development will evidence the State's ongoing commitment to the industry and encourage both federal centers (like NASA) and private industry to seriously consider Hawaii for joint venture opportunities and investment in aerospace-related enterprise.

Insuring adequate funding to quickly proceed on the PISCES Project, advanced robotics activities, and the UH small satellite programs would provide clear benefits from this state investment with exciting new career opportunities for our children.

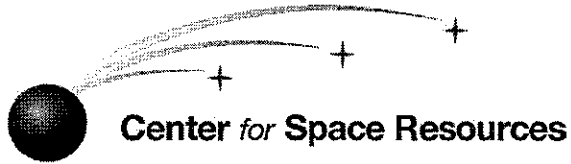
Again, Enterprise Honolulu strongly **supports SB 2891**.

Sincerely,

A handwritten signature in black ink, appearing to read "John R. Strom". The signature is fluid and cursive, with a large, sweeping flourish at the end.

John Strom

VP Director of Business Development & Technology



January 30, 2008

Dear Members of the Hawaii State Legislature:

It is my pleasure to submit this letter of encouragement for the continuation of your support to the Pacific International Space Center for Exploration Systems (PISCES). I would first like to congratulate you for your vision to begin the support last year of this one-of-a-kind initiative. PISCES has successfully assembled the natural, economic, entrepreneurial, technical, and scientific assets of the State of Hawaii and offered a unique program to national and international organizations interested on promoting the many benefits, on Earth and space, of the aerospace industry. In the process, PISCES has also started to make a lasting impact on the education of the future generation of scientists and engineers in the state and beyond, by providing access for students to exciting projects on aeronautics and space exploration.

Recognizing these accomplishments, the Colorado School of Mines (CSM), through its Center for Space Resources (CSR), has decided to make an institutional commitment to collaborate with PISCES on a variety of activities. Based on the rich complementary expertise of PISCES and CSR, we have agreed to enter into formal collaboration by putting together a Memorandum of Understanding which will be signed by the President of CSM and the Chancellor of the University of Hawaii at Hilo in April. This agreement will allow us to work jointly on educational initiatives, writing of proposals, development and testing of prototype equipment on our individual facilities, and organizing international forums to attract an even larger number of collaborators and participants to our joint program.

I applaud your efforts to consider the continuation of funding for PISCES into its next phase. We fully support the PISCES activities planned for this year and firmly believe on its potential to contribute to the advancement of the aerospace industry, while making a substantial impact on the economic development and education of the State of Hawaii and the US. Please do not hesitate to contact me personally if you need additional information on our joint activities.

Sincerely,

Dr. Angel Abbud-Madrid
Director, Center for Space Resources
Colorado School of Mines
Golden, CO 80401
Phone: (303) 384-2300 Fax: (303) 384-2327
E-mail: aabbudma@mines.edu
Website: <http://www.mines.edu/research/csr>



JAPAN-UNITED STATES SCIENCE, TECHNOLOGY & SPACE APPLICATIONS PROGRAM (JUSTSAP)

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Fuji-Tokoha University*

ADVISORS

The Honorable

George Ariyoshi

Former Governor of Hawaii

The Honorable

Tetsuo Kondo

Former Member, Japanese Diet

SECRETARIAT

Mr. Jim Crisafulli

*Office of Aerospace Development
State of Hawaii*

February 25, 2008

Testimony to the Senate Committee on Ways and Means
Subject: Senate Bill 2891

Chair Baker, Vice-Chair Tsutsui, and members of your Committee. I am writing this testimonial in strong support of Senate Bill 2891 that provides continued funding for the Pacific International Space Center for Exploration Systems (PISCES) in Hawaii.

As you know, PISCES is a project that was envisioned and designed through the Japan-U.S. Science, Technology & Space Applications Program (JUSTSAP) – a unique association of scientists, business leaders, educators, and government officials from both Japan and the United States that convenes in Hawaii annually to promote scientific and technological collaboration in space-related ventures.

Over the years, JUSTSAP has spawned a broad range of innovative projects promoting advanced satellite communications, remote sensing for disaster management, microgravity research, the development of solar-powered alternative energy systems, and other space-related applications benefiting communities within the Asia-Pacific region. PISCES, the most recent brainchild of JUSTSAP, is a program being developed in Hawaii as an international center for space-related research and development, aerospace education, astronaut training, and the formulation of collaborative international space exploration missions. It will draw heavily upon the substantial scientific and technological expertise resident within JUSTSAP to promote collaborative research and educational partnerships with University of Hawaii faculty and students, as well as local business entrepreneurs statewide, to develop each component of this initiative.

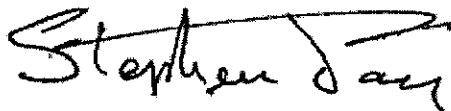
A long-term project that will grow and mature over the next decade, PISCES' primary objectives will be to: (1) leverage Hawaii's diverse natural resources, abundant scientific and technological expertise, unique geographical terrain, and strategic mid-Pacific location to support the development and implementation of future international robotic and manned missions to the Moon, Mars, and other bodies in our solar system; (2) provide a broad range of scientific, economic, and educational opportunities to help grow Hawaii's research and development infrastructure, expand and diversify private sector initiatives in aerospace-related technology, and enhance secondary and college-level training and mentorship programs in advanced mathematics, engineering and science disciplines; and (3) help establish Hawaii as a globally-recognized leader in aerospace.

Thanks to the visionary and sustained support from your Legislature, initial seed funding appropriated through ACT 149 enabled us to inaugurate PISCES in the fall of 2007. In the brief time since its inception, PISCES has convened an international conference of world-renown scientists, engineers and educators to form collaborative research teams that have (1) begun pioneering a new space science curriculum at the University of Hawaii at Hilo to train undergraduates for careers in aerospace; (2) established a national student design competition challenging college students to apply their skills in STEM-related disciplines to develop detailed designs for a manned lunar base; and (3) inaugurated NASA-funded R&D programs engaging local researchers with colleagues from various NASA centers nationwide to design, develop, and test innovative technologies in Hawaii that will facilitate future robotic and human missions to the Moon, Mars, and beyond.

With your continued support during this critical period in its development, PISCES will be able to realize its full potential – becoming a truly international, multidisciplinary, and financially independent center for space exploration that will establish Hawaii as both a major contributor to and beneficiary of the global aerospace enterprise.

Thank you for the opportunity to testify on SB 2891.

Respectfully submitted,

A handwritten signature in black ink that reads "Stephen Day". The signature is written in a cursive, flowing style with a long horizontal stroke at the end.

Chairman

JAMSS America, Inc.

16055 Space Center Blvd., Suite 240, Houston, TX 77062
Tel: 281-461-3700 • FAX: 281-461-3776



February 25, 2008

Dear Chairman Baker, Vice Chairman Tsutsui, and Members of the Senate Ways and Means Committee:

As a current member of the PISCES organizing committee, a ten-year participant in Hawaii's JUSTSAP forum, President of JAMSS America, Inc. (a support contractor to the Japanese Space Agency), former Senior Vice President of SPACEHAB, Inc., and former NASA Johnson Space Center lunar mission operations specialist, I am acutely aware of the unique challenges that space exploration places on human ingenuity, on hardware and software technologies, and on test and simulation facilities that are exceedingly representative of those in-space environments within which or on which space explorers will conduct their operations. As a young NASA engineer during the Apollo Program, I was indeed fortunate to accompany several of the Apollo crews to the Big Island where they experienced a simulated lunar surface training environment unlike any other on Planet Earth. To a crewmember, each Apollo astronaut returning from the moon said that Hawaii was the most useful training environment that they experienced during their extensive geologic and surface operations training program.

The journey is now set to continue as NASA sets its vision on the establishment of a permanent lunar base within this generation. I am proud to have been a part of the evolution of the PISCES program and have been quite amazed at the immediate bipartisan support received for PISCES from the State of Hawaii in this year's budget. NASA also has taken note - as has the Japan Space Exploration Agency (JAXA) - and PISCES has more than matched its original State funding with NASA research contracts awarded over the past six months. On Friday of this week (February 1st) I will have the privilege of speaking with representatives of a number of the leading Japanese commercial aerospace corporations and of informing them of the many opportunities for exploration technologies development, test and checkout that PISCES will offer. I will also tell them that NASA has specifically offered to collaborate with each of these companies on the upcoming research projects in November of this year. My goal is to secure the commitment from one or more Japanese companies to investigate the possibilities with their NASA counterparts.

Your continued support of PISCES will help facilitate the next remarkable chapter of human space exploration in ways that are a fundamental departure from the Apollo program of four decades ago: 1) this renewed journey will very likely be international in nature with all major space-faring nations as participants, 2) lunar explorers returning to the moon will establish a permanent lunar outpost which will require advanced and reliable technologies to sustain it, and 3) importantly, the students from Hawaii and other states and nations learning from their PISCES participation today will have unprecedented opportunities to be tomorrow's lunar outpost inhabitants.

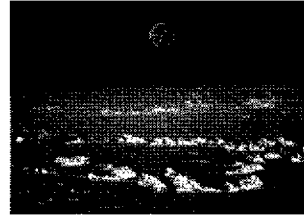
I thank you for your leadership in supporting our space program through your continued support of PISCES in 2008 and 2009 through approval of SB 2891.

Sincerely,

A handwritten signature in black ink that reads 'Dan Bland'. The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Dan Bland
President

**Dedicated to the Creation and Promotion
of Partnerships for Space Commerce**



January 28, 2008

Hawaii State Legislature
State Capitol
Honolulu, Hawaii 96813

Dear Members of the Hawai'i State Legislature:

I am writing to express my strong support and endorsement of SB 2891 and HB 2939, which provide funding for the Pacific International Space Center for Exploration Systems (PISCES) for its second year.

Given my position as the current director of PISCES, you might view my support of these bills as obvious and not meaningful, but let me tell you about my situation here. I am fully retired, having spent a long and productive career in academia, following which time I spent three years at NASA headquarters in Washington, DC managing major programs designed to get companies into space to do research in partnership with NASA. Upon leaving NASA I founded SpacePartnerships.com, which helps bring universities together with companies and federal agencies into partnerships to do mission-related research and education.

When the idea for PISCES first emerged at the Japan-US Science, Technology and Space Applications Program (JUSTSAP) symposium, I realized that it was made to order for an industry/university/government partnership center of the kind I have had extensive experience with, both in academia and in government. I also saw that it needed strong leadership from someone who had the time and the experience to make it a reality. So I agreed to lead the center for its first two years to get it established. We are now at the midway point of that period. I have announced that I will step down as director at the end of the 2008-09 fiscal year and turn the center over to someone chosen in a nationwide search. If the center is to survive, that search must begin this year.

By any measure whatsoever, the first year of existence for PISCES has been spectacular. As soon as the JUSTSAP symposium ended, we organized quickly and wrote a proposal for State of Hawai'i funding. As you know, the legislature was impressed with our plans and decided to fund PISCES for its first year at a level of \$400K, and the governor signed the bill. Even before we received any of that money at UHH, we formally established the center, began work on our long-range strategic plan, started planning for our first conference and wrote a number of proposals for external funding from NASA. Two of the latter proposals, one for *In-Situ* Resource Utilization (ISRU) research and education and one for robotics testing, were successful and were funded at a total level of \$640K,

for work to be done at and with PISCES. We are now beginning the process of identifying and characterizing field sites where these NASA projects will be conducted.

We also held our first international conference, in November 2007, which was attended by over 100 people, representing four different countries, five NASA field centers, prominent aerospace companies such as Lockheed-Martin and Boeing, and numerous faculty members from UH-Hilo, UH-Manoa and other universities from around the world. At this conference we also heard from representatives of local business, civic and cultural organizations about their hopes, dreams and concerns for PISCES, along with a health dose of advice about involving local leaders in the planning. Largely as a result of this input, we have now formed a local cultural advisory committee and will hold the first meeting of that group next weekend.

So PISCES is off to a great start, thanks in large part to the vision and generosity of the State Legislature. I respectfully request that you act affirmatively on this continuation legislation so we can continue the progress we've made so far. It is critical, now that we have captured NASA's attention and won their confidence with these first two awards that we build on that confidence by showing them that the State is in this for the long term. As you will recall from our original proposal last year, we are planning for PISCES to be self-supporting after five years, with a State funding profile that increases for the first two years, followed by diminishing support after that. Thus this second year's funding is crucial for demonstrating State commitment and allowing us time to mount a vigorous fundraising campaign from private capital sources to complement our already successful efforts at securing operational funding from NASA.

Thank you for your time and attention. I would be happy to testify before any of your committees concerning these bills.

Sincerely,



Dr. Frank Schowengerdt
President and CEO
SpacePartnerships.com
709 Fitzhugh Way
Alexandria, VA 22314

Phone: 571-309-3815
Email: schoweng@hawaii.edu

Frederick C. Kiga
Vice President
Govt & Community Relations
Commercial Airplanes

The Boeing Company
P.O. Box 3707 MC 21-81
Seattle, WA 98124-2207

January 30, 2008

Hawaii State Legislature
State Capitol
Honolulu, Hawaii 96813

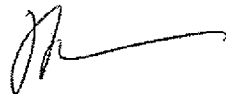
Subject: Endorsement of PISCES Bills HB 2939 and SB 2891

Members of the Twenty-Fifth State Legislature,

The Boeing Company applauds Hawaii's State initiative in funding the University of Hawaii's Pacific International Space Center for Exploration Systems (PISCES). For many years, since Project Apollo, Boeing has performed research using Hawaii's unique volcanic terrain to simulate lunar surface operations. In addition to simulating human space operation, Boeing has supported robotic space exploration using this ideal analog environment, under NASA contracts and internal research, in cooperation with the University.

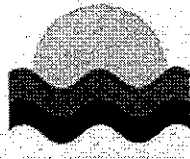
Thank you for this great opportunity for aerospace research and education in Hawaii,

Sincerely,



Frederick C. Kiga
Vice President, State and Local Government Relations
Northwest Region
The Boeing Company





Hawaii Island Economic Development Board ISLAND OF OPPORTUNITY

Board of Directors

SENT VIA EMAIL

Chair
Robert Saunders
Vice President
CSV Hospitality Mgmt, LLC

February 25, 2008

Vice Chair
Richard Ha
President and Owner
Mauna Kea Banana

Senator Rosalyn H. Baker, Chair
Senator Shan S. Tsutsui, Vice Chair
Senate Committee on Ways and Means
Hawai'i State Legislature
State Capitol, Honolulu, Hawai'i 96813

Treasurer
Richard Henderson
President
Realty Investments

Reference: SB 2891 – Relating to Aerospace Development - PISCES
Hearing: Conference Room 211 at 10:30 a.m., Wednesday, February 27 2008.

Secretary
Barry Mizuno
Owner's Representative
Puna Geothermal Venture

Dear Senator Baker, Senator Tsutsui, and Committee Members:

Immediate Past Chair
Warren Lee
President
Hawaii Electric Light Company

On behalf of the directors and the 115 member organizations of the Hawaii Island Economic Development Board, we wholeheartedly support SB 2891 to enable the office of aerospace development, department of business, economic development and tourism to continue to build upon the foundation and great beginnings achieved thus far and to further the development of the Pacific International Space Center for Exploration Systems (PISCES) here in Hawai'i.

Director
Winston Chow
Senior Vice President
First Hawaiian Bank

The development of new education programs that PISCES will bring to the University of Hawai'i Hilo will allow for new opportunities for our students to further scientific and technical field research and assist in the preparation for a higher skilled labor force to support commercial development of aerospace projects.

Director
Roberta Chu
Senior Vice President
Bank of Hawaii

On behalf of the directors, we ask that you pass this legislation and appreciate the opportunity to submit testimony before you.

Director
Greg Chun, Ph.D.
President and General Manager
Kamehameha Investment Corp.

'O wau nō me ka ha'a ha'a

Director
Patricia Provalenko
President
PATDI, INC.

Director
James Takemine
Market Manager
American Savings Bank

Mark McGuffie
Executive Director

Director
Barry K. Taniguchi
President and CEO
KTA Super Stores

Director
Mark McGuffie
Executive Director

February 1, 2008

Testimony for Gov. George Ariyoshi to the State Senate re SB2891 and SB2340

Dear Members of the Twenty-Fourth Legislature:

I am writing this testimonial in strong support of two timely and visionary bills that have been introduced to help position Hawaii as both a competitive and globally recognized leader in the aerospace industry.

The first bill, **SB2891**, requests additional funding to support the sustained development and build-out of a Pacific International Space Center for Exploration Systems (PISCES) in Hawaii – an initiative which our State Legislature helped launch through ACT 149 in the 2007 Session.

I serve as the United States Advisor to the Japan-U.S. Science, Technology & Space Applications Program (JUSTSAP), which is the international body that helped develop the PISCES concept for the State of Hawaii. In this capacity, for which I have volunteered my efforts for the past fifteen years, I envision PISCES as a truly outstanding opportunity for our State whose time has clearly come – and yet one which, if we do not act now, will cause our State to “miss the boat” and the wealth of scientific, educational and commercial development opportunities this unique opportunity can provide.

Building upon Hawaii’s Moon-Mars like terrain, resident experience and expertise in aerospace, and strategic mid-Pacific location, PISCES is designed to address the substantial technological, human and financial challenges associated with future space exploration – providing an interdisciplinary and multinational testbed for the demonstration, evaluation and validation of innovative technologies to support future robotic and human missions to the Moon, Mars, and beyond; facilitating the training of astronauts, scientists, engineers and other professionals engaged in research and development activities associated with future space exploration; catalyzing innovative aerospace education programs in local secondary schools, community colleges, and universities statewide; and affording a unique international venue to support sustained dialogue and collaboration toward the formulation of multinational space enterprise.

In addition to both enhancing and diversifying research, training, and employment opportunities for Hawaii residents in scientific and technical fields, PISCES will also strengthen the University of Hawaii as a center of excellence for aerospace-oriented education in science, technology, engineering and mathematics (the fundamental STEM disciplines), expand tourism opportunities as space exploration captures the imagination and interest of the international public, and help establish our state as a vital resource for the planning, development, and implementation of future space exploration missions.

Although PISCES was only formally established last October, this program has already achieved some truly remarkable milestones, including the establishment of an international headquarters at the University of Hawaii at Hilo (UHH) to help coordinate PISCES activities, an international PISCES conference linking Hawaii scientists and entrepreneurs with aerospace professionals from around the Asia-Pacific region, implementation of a space science curriculum at UHH to train undergraduates for careers in aerospace, a national student design competition enabling college undergraduates to engage in the formulation of a plan for a human habitat on the moon, and the formation of collaborative research teams involving researchers from the University of Hawaii, the Jet Propulsion Laboratory in California, and the NASA Johnson and Kennedy Space Centers in Texas and Florida, that recently won two NASA Innovative Partnership awards (totaling \$640,000) to develop, test and evaluate innovative technologies in Hawaii to support *in-situ* resource utilization and human-robotic systems for future missions to the Moon. In addition, a video highlighting the scientific, educational and commercial promise of PISCES has been produced by the PISCES Coordinating Team, and I understand copies of this production have been distributed to your Committee members for review.

Over the next three to four years, the goal is to make PISCES completely self-sustaining through government and industry contracts, facility user fees, education and outreach program grants, and tourist revenues. However, to achieve this goal, we need to provide continued State support for this outstanding program during this critical period in its development. The funding requested through HB2939 will provide sustained staff support for PISCES, enable logistical support for the annual PISCES conference and student design competition, expand aerospace education opportunities at both K-12 and university levels statewide, develop grant proposals for continued NASA funding, and facilitate the development of a national capital fundraising campaign to help build core facilities in Hawaii, such as a simulated lunar habitat, that will both train astronauts and other aerospace professionals for future space exploration missions as well as afford unique educational resources to educate and inspire Hawaii's youth in a broad range of science and engineering disciplines.

The second bill under consideration, **SB2340**, addresses another very promising opportunity for aerospace in Hawaii – the development of commercial space launch capabilities. To date, over several billion dollars have been invested nationally in developing innovative (e.g., smaller, more fuel-efficient, and safer) technologies to facilitate the launch of satellites, scientific payloads, and tourists to both sub- and low-earth orbits. One outstanding example is the "XP Spaceplane" under development by Rocketplane Global, which takes off and lands at an airport like a commercial jet plane, but also uses an onboard rocket engine to carry this vehicle (and its cargo of satellites, experiments and tourists!) to space.

Rocketplane Global has approached our State requesting permission to launch this vehicle from Hawaii by the year 2009. Its detailed business plan projects initial intra-state launch trajectories, launching from Honolulu International Airport and returning to HNL and/or Kona International Airport at

Keahole. Long-term buildout (five to ten years after initial operations) will include trans-Pacific flights between Hawaii, Japan, and the continental U.S. Over \$200 million in annual gross revenues are projected through this plan from launch fees paid by tourists and by universities, private companies and the Dept. of Defense launching research/remote sensing experiments and payloads. In addition, Rocketplane is planning to develop a terrestrial space-themed education and training center in the Kalaeloa district that will provide opportunities for both tourists and local residents to experience "virtual reality" simulations of space flight and exploration missions to the moon and Mars, as well as 2-3 day "space camp" experiences involving "zero-G" simulated spaced flights.

In order for spaceplanes like the Rocketplane XP to launch from Hawaii's airports, our State needs to obtain a commercial space transportation license from the Federal Aviation Administration. The Funding requested through this legislation will help support studies to secure this license and make both spaceplane and other commercial space launch operations in Hawaii possible.

The potential scientific, educational and economic development opportunities afforded by this enterprise are truly substantial. Suborbital spaceflights facilitated by spaceplanes will provide low cost and frequent access to space, enabling new R&D opportunities for the development of innovative drug, biotech, and materials science applications by both university researchers and entrepreneurial companies. Microsats launched aboard spaceplanes will support remote sensing operations to facilitate oceanographic surveillance, pollution monitoring and terrestrial resource management. The development of a spaceport visitor's center at Kalaeloa in tandem with spaceplane operations will provide unique aerospace education opportunities for both visitors to Hawaii and local residents. Spaceplane operations will also generate new high-paying employment opportunities for local residents, and tax revenues from spaceport operations will quickly help recapture the State's upfront investment in a space transportation license (the only public sector investment that will be required to realize income from suborbital space flight operations).

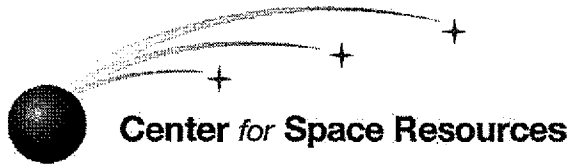
Our State is uniquely poised to partake of the tremendous scientific, economic and educational opportunities and benefits afforded through space exploration. I applaud your efforts to support this vision through these two bills, and urge you to pass this legislation.

Thank you for the opportunity to provide these comments.

Sincerely,


George R. Ariyoshi

GRA:khy



February 25, 2008

Dear Chair Baker, Vice Chair Tsutsui, and Members of the Senate Ways and Means Committee:

This letter is in support of S.B. 2891 for continued funding of the Pacific International Space Center for Exploration Systems (PISCES). The first year of operation of PISCES was highly successful in assembling key staff and associates, beginning to integrate the program into the University of Hawaii, Hilo curriculum, obtaining NASA support for field tests utilizing PISCES capabilities that will be carried out in November 2008, and putting together longer term plans for programs and resource requirements that will be the basis of funding the growth of PISCES from funds other than those of the State of Hawaii.

PISCES can offer a truly exciting, new capability for the State of Hawaii and for the United States. There is currently no university program in the U. S. that addresses the intellectual challenges of humankind's adventure into space in the way envisioned by PISCES. With the development of a realistic facility that represents a human outpost on the Moon and the myriad of operations that must go on there, PISCES will be able to support a wide range of intellectual activities by faculty and students. These may include technological development, in which the hardware and procedures needed to operate effectively and safely at a planetary outpost are developed, as well the social and societal implications of humans moving away from Earth. These opportunities will be challenging for students, who will be able to understand where the future in space may lead, allowing them to prepare for productive jobs in aerospace industry. It will provide a focus for technical teams interested in human space exploration to test their hardware and ideas in a realistic setting, taking advantage of the lunar-like attributes of the Hawaiian volcanic terrain. As a societal imperative that arguably will occur, with or without a dedicated NASA program, PISCES can become a thought leader and can influence the direction of future space exploration projects.

The State of Hawaii's support over the past year has been very effective in attracting other support to the PISCES concept. Additional funding will allow the next steps to be taken that can lead to a truly unique activity within the State of Hawaii.

Sincerely yours,

A handwritten signature in black ink that reads "Michael B. Duke".

Adjunct Research Professor

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UNIVERSITY
OF HAWAII
HILO

February 25, 2008

Testimony in support of SB 2891
Relating to Aerospace Development
Submitted by: Judith Fox-Goldstein,
Administrative Director, University of Hawai'i at Hilo Conference Center

Dear Chair Baker, Vice Chair Tsutsui and Members of the Senate Ways and Means Committee:

I serve as Administrative Director for the University of Hawai'i at Hilo Conference Center, and I would like to voice my strong and unqualified support for SB 2891.

SB 2891 advocates for the support and continuation of the Pacific International Space Center for Exploration Systems (PISCES) and, based on the accomplishments of last year, I strongly support this position. In fact, I can not think of an area that deserves more support because we are investing in the *future* of Hawai'i, in the *future* of our students and in the *future* of our economy.

Focusing on potential careers in science, technology and space will offer our students a unique opportunity to remain in the islands while being employed in cutting edge technological positions. We have an obligation to our youth, and to ourselves, to consistently support activities in the sciences that will decrease our BRAIN DRAIN. We are losing valuable resources, in terms of Hawaii's young minds, because there is a scarcity of professional positions and careers in the sciences in Hawaii. PISCES offers an answer and it also contributes to Hawaii's reputation in many other areas.

Hawai'i has long been known as the capital of 'sun and surf'. The time is **NOW** that we expand our reputation as a first class destination where technology, research and the "business of science" are also flourishing. The time is **NOW**, that we back our dreams and aspirations with appropriate funding.

Hawai'i is perfectly positioned to capture the science and technology meetings market. With our strategic location and environmental assets, we should be a leading competitor in the events and meetings market. Again, PISCES can, and will, help us achieve this positive notoriety as we launch ourselves into a business and scientific destination and a 'place of excellence' for conducting business.

Conference Center

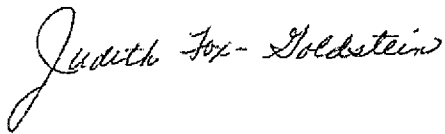
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We have an opportunity to take the lead in the growing industry of technology and education. We have an opportunity here to develop strong ties and positive linkages with NASA. How can we possibly consider anything less than full support!

In light of the substantial scientific, educational and economic benefits of PISCES, it behooves us to fully support SB 2891. The question we should all be asking is... "What else can we do to ensure this program is sustained and thrives?"

Thank you very much for the opportunity to provide these comments in support of SB 2891.

Respectfully submitted,

A handwritten signature in cursive script that reads "Judith Fox-Goldstein".

Judith Fox-Goldstein, Administrative Director
University of Hawaii at Hilo Conference Center

Conference Center

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SB 2891 RELATING TO AEROSPACE DEVELOPMENT

Testimony Presented to the
Senate Committee on Ways and Means

February 25, 2008

by

Rose Tseng
Chancellor
University of Hawai'i at Hilo

Aloha,

On behalf of the University of Hawaii at Hilo, I am pleased to provide this testimony in support of Senate Bill 2891, for the continued support and funding of the Pacific International Center for Space Exploration Systems (PISCES) which will strengthen Hawaii's capabilities and competitiveness as a major player in the global space industry.

In the year since the Hawai'i State Legislature provided initial funding for PISCES, I have been impressed by the positive effect it has had for the programs and students at the University of Hawai'i at Hilo (UH Hilo) . I write to you now in support of SB 2891, which would extend funding for a critical second year.

When I wrote to you last year in support of initial funding for PISCES, it was based on my hope that it would make contributions to international science, our educational programs at UH Hilo, and the economy of the Big Island. To be candid, I took a chance based on my hope that it would fulfill its promises.

I have watched the program develop over the last several months and I am pleased to report that, in its short life, PISCES is having a positive effect and I support its continuation. While still in its infancy, it has accomplished quite a lot but, like any such program, it will need nurturing for a short while longer.

PISCES has assembled a world-class group of scientists working on establishing a sustainable human habitat for the moon, Mars and beyond. It has begun developing academic programs at UH Hilo by establishing a Special Topics in Space Science course with a full enrollment of 20 students already studying the subject. PISCES is developing cooperative academic programs with faculty at UH Manoa to make this a genuinely systemwide program. A Memorandum of Understanding with Colorado School of Mines will increase UH Hilo's ability to provide science education and research for our local students and faculty. This is in keeping with my efforts to expand UH Hilo's capacity to provide outstanding research and educational opportunities for the children of our State.

As a result of its initial State funding, PISCES has already been awarded two NASA Partnership Grants totally approximately \$650,000; a degree of leverage that bodes well for the future. Scientists and Engineers from all over the country will be coming to the Big Island in November for a demonstration field test of robotics and in situ resource utilization projects.

I urge passage of SB 2891 and look forward to a long and increasing contribution to our State from PISCES.