A BILL FOR AN ACT

RELATING TO TOURISM.

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

1 SECTION 1. The legislature finds that tourism is the chief generator of employment and revenue in the State, and extends 2 3 into all sectors of the State's economy. New developments in technology, visitor sophistication, and increased competition 4 5 from other world tourism markets have challenged Hawaii's tourism industry to attract visitors with specific interests. 6 7 The legislature recognizes that expansion of the State's tourism product by developing new niche products, such as space 8 9 tourism, can enhance Hawaii's appeal as a tourist destination. 10 In 2007, Virgin Galactic confirmed viability of space 11 tourism, by earning approximately \$31,000,000 in ticket revenue 12 from over one hundred passengers. On December 15, 2008, the 13 Federal Aviation Administration awarded a launch license for 14 vertical and horizontal launch to the New Mexico Spaceport 15 Authority to establish a commercial spaceport. 16 Space tourism is a potential billion dollar global industry

that could significantly increase state revenue sources, provide

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- 1 new aerospace jobs, and rejuvenate economic development in the
- 2 Kalaeloa area. The Federal Aviation Administration is expected
- 3 to issue a limited number of spaceport licenses, and the
- 4 legislature finds that it is crucial to position Hawaii for the
- 5 economic advantages a license may bring.
- 6 The purpose of this Act is to appropriate funds for the
- 7 application for a spaceport license from the Federal Aviation
- 8 Administration.
- 9 SECTION 2. There is appropriated out of the general
- 10 revenues of the State of Hawaii the sum of \$500,000 or so much
- 11 thereof as may be necessary for fiscal year 2009-2010 for the
- 12 application for a spaceport license from the Federal Aviation
- 13 Administration.
- 14 The sum appropriated shall be expended by the department of
- 15 business, economic development, and tourism for the purposes of
- 16 this Act.

17 SECTION 3. This Act shall take effect on July 1, 2009.

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Report Title:

Tourism; Space Industry; Federal Aviation Administration; Spaceport License

Description:

Appropriates funds for the application of a spaceport license from the Federal Aviation Administration to establish space tourism in Hawaii.