
A BILL FOR AN ACT

RELATING TO THE ECONOMY.

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

1 SECTION 1. Section 201-19, Hawaii Revised Statutes, is
2 amended by amending subsection (b) to read as follows:
3 "(b) The department shall submit to the legislature no
4 later than twenty days prior to the convening of each regular
5 legislative session, a ~~[written performance report on the impact~~
6 ~~of activities of the department and attached agencies that~~
7 ~~demonstrate their efforts to support, promote, and facilitate~~
8 ~~the expansion and long-term viability of emerging growth~~
9 ~~industries including those identified in subsection (a)(1).]~~
10 report that provides an update on the criteria used to measure
11 growth of these emerging growth industries. In updating its
12 reports on the growth of emerging growth industries each year,
13 the department shall develop updated measurements and analyses
14 in collaboration with the University of Hawaii, county economic
15 development boards, and private, non-profit economic research
16 groups."



1 SECTION 2. Section 226-6, Hawaii Revised Statutes, is
2 amended by amending subsection (b) to read as follows:

3 "(b) To achieve the general economic objectives, it shall
4 be the policy of this State to:

5 (1) Expand Hawaii's national and international marketing,
6 communication, and organizational ties, to increase
7 the State's capacity to adjust to and capitalize upon
8 economic changes and opportunities occurring outside
9 the [~~State.~~] state;

10 (2) Promote Hawaii as an attractive market for
11 environmentally and socially sound investment
12 activities that benefit Hawaii's people[~~.]~~ ;

13 (3) Seek broader outlets for new or expanded Hawaii
14 business investments[~~.]~~ ;

15 (4) Expand existing markets and penetrate new markets for
16 Hawaii's products and services[~~.]~~ ;

17 (5) Assure that the basic economic needs of Hawaii's
18 people are maintained in the event of disruptions in
19 overseas transportation[~~.]~~ ;

20 (6) Strive to achieve a level of construction activity
21 responsive to, and consistent with, state growth
22 objectives[~~.]~~ ;

- 1 (7) Encourage the formation of cooperatives and other
2 favorable marketing arrangements at the local or
3 regional level to assist Hawaii's [~~small-scale~~] small-
4 scale producers, manufacturers, and distributors[-];
- 5 (8) Encourage labor-intensive activities that are
6 economically satisfying and which offer opportunities
7 for upward mobility[-];
- 8 (9) Foster greater cooperation and coordination between
9 the government and private sectors in developing
10 Hawaii's employment and economic growth
11 opportunities[-];
- 12 (10) Stimulate the development and expansion of economic
13 activities [~~which~~] that will benefit areas with
14 substantial or expected employment problems[-];
- 15 (11) Maintain acceptable working conditions and standards
16 for Hawaii's workers[-];
- 17 (12) Provide equal employment opportunities for all
18 segments of Hawaii's population through affirmative
19 action and nondiscrimination measures[-];
- 20 (13) Stimulate the development and expansion of economic
21 activities capitalizing on defense, dual-use, and
22 science and technology assets, particularly on the



1 neighbor islands where employment opportunities may be
2 limited;

3 ~~(13)~~ (14) Encourage businesses that have favorable
4 financial multiplier effects within Hawaii's
5 economy~~[-]~~, particularly with respect to emerging
6 industries in science and technology;

7 ~~(14)~~ (15) Promote and protect intangible resources in
8 Hawaii, such as scenic beauty and the aloha spirit,
9 which are vital to a healthy economy~~[-]~~;

10 ~~(15)~~ (16) Increase effective communication between the
11 educational community and the private sector to
12 develop relevant curricula and training programs to
13 meet future employment needs in general, and
14 requirements of new, potential growth industries in
15 particular~~[-]~~; and

16 ~~(16)~~ (17) Foster a business climate in Hawaii~~[-]~~,
17 including attitudes, tax and regulatory policies, and
18 financial and technical assistance programs~~[-]~~ that
19 is conducive to the expansion of existing enterprises
20 and the creation and attraction of new business and
21 industry."



1 SECTION 3. Section 226-7, Hawaii Revised Statutes, is
2 amended by amending subsection (b) to read as follows:

3 "(b) To achieve the agriculture objectives, it shall be
4 the policy of this State to:

5 (1) Establish a clear direction for Hawaii's agriculture
6 through stakeholder commitment and advocacy[-];

7 (2) Encourage agriculture by making best use of natural
8 resources[-];

9 (3) Provide the governor and the legislature with
10 information and options needed for prudent [~~decision~~
11 ~~making~~] decision-making for the development of
12 agriculture[-];

13 (4) Establish strong relationships between the
14 agricultural and visitor industries for mutual
15 marketing benefits[-];

16 (5) Foster increased public awareness and understanding of
17 the contributions and benefits of agriculture as a
18 major sector of Hawaii's economy[-];

19 (6) Seek the enactment and retention of federal and state
20 legislation that benefits Hawaii's agricultural
21 industries[-];



- 1 (7) Strengthen diversified agriculture by developing an
2 effective promotion, marketing, and distribution
3 system between Hawaii's producers and consumer markets
4 locally, on the continental United States, and
5 internationally[-];
- 6 (8) Support research and development activities that
7 ~~[provide greater efficiency and]~~ strengthen economic
8 productivity in agriculture[-], stimulate greater
9 efficiency, and enhance the development of new
10 products and agricultural by-products;
- 11 (9) Enhance agricultural growth by providing public
12 incentives and encouraging private initiatives[-];
- 13 (10) Assure the availability of agriculturally suitable
14 lands with adequate water to accommodate present and
15 future needs[-];
- 16 (11) Increase the attractiveness and opportunities for an
17 agricultural education and livelihood[-];
- 18 (12) Expand Hawaii's agricultural base by promoting growth
19 and development of flowers, tropical fruits and
20 plants, livestock, feed grains, forestry, food crops,
21 aquaculture, and other potential enterprises[-];

- 1 (13) Promote economically competitive activities that
- 2 increase Hawaii's agricultural self-sufficiency[-];
- 3 (14) Promote and assist in the establishment of sound
- 4 financial programs for diversified agriculture[-];
- 5 (15) Institute and support programs and activities to
- 6 assist the entry of displaced agricultural workers
- 7 into alternative agricultural or other employment[-];
- 8 and
- 9 (16) Facilitate the transition of agricultural lands in
- 10 economically nonfeasible agricultural production to
- 11 economically viable agricultural uses."

12 SECTION 4. Section 226-8, Hawaii Revised Statutes, is

13 amended by amending subsection (b) to read as follows:

14 "(b) To achieve the visitor industry objective, it shall

15 be the policy of this State to:

- 16 (1) Support and assist in the promotion of Hawaii's
- 17 visitor attractions and facilities[-];
- 18 (2) Ensure that visitor industry activities are in keeping
- 19 with the social, economic, and physical needs and
- 20 aspirations of Hawaii's people[-];



- 1 (3) Improve the quality of existing visitor destination
2 areas[-] by using Hawaii's strengths in science and
3 technology, and other means;
- 4 (4) Encourage cooperation and coordination between the
5 government and private sectors in developing and
6 maintaining a well-designed, adequately serviced
7 visitor industry and related developments [~~which~~] that
8 are sensitive to neighboring communities and
9 activities[-];
- 10 (5) Develop the industry in a manner that will continue to
11 provide new job opportunities and steady employment
12 for Hawaii's people[-];
- 13 (6) Provide opportunities for Hawaii's people to obtain
14 job training and education that will allow for upward
15 mobility within the visitor industry[-];
- 16 (7) Foster a recognition of the contribution of the
17 visitor industry to Hawaii's economy and the need to
18 perpetuate the aloha spirit[-]; and
- 19 (8) Foster an understanding by visitors of the aloha
20 spirit and of the unique and sensitive character of
21 Hawaii's cultures and values."



1 SECTION 5. Section 226-9, Hawaii Revised Statutes, is
2 amended by amending subsection (b) to read as follows:

3 "(b) To achieve the federal expenditures objective, it
4 shall be the policy of this State to:

5 (1) Encourage the sustained flow of federal expenditures
6 in Hawaii that generates long-term government civilian
7 employment;

8 (2) Promote Hawaii's supportive role in national defense,
9 while remaining consistent with Hawaii's social,
10 environmental, and cultural goals[+], by building upon
11 dual-use and defense applications to develop thriving
12 ocean engineering, aerospace research and development,
13 and related dual-use technology sectors in Hawaii's
14 economy;

15 (3) Promote the development of federally supported
16 activities in Hawaii that respect statewide economic
17 concerns, are sensitive to community needs, and
18 minimize adverse impacts on Hawaii's environment;

19 (4) Increase opportunities for entry and advancement of
20 Hawaii's people into federal government service;

21 (5) Promote federal use of local commodities, services,
22 and facilities available in Hawaii;



1 (6) Strengthen federal-state-county communication and
2 coordination in all federal activities that affect
3 Hawaii; and

4 (7) Pursue the return of federally controlled lands in
5 Hawaii that are not required for either the defense of
6 the nation or for other purposes of national
7 importance, and promote the mutually beneficial
8 exchanges of land between federal agencies, the State,
9 and the counties."

10 SECTION 6. Section 226-10, Hawaii Revised Statutes, is
11 amended by amending subsection (b) to read as follows:

12 "(b) To achieve the potential growth activity objective,
13 it shall be the policy of this State to:

14 (1) Facilitate investment and employment in economic
15 activities that have the potential for growth [~~such~~
16 ~~as~~], and to expand and diversify Hawaii's economy,
17 including diversified agriculture, aquaculture,
18 [~~apparel and textile manufacturing, film and~~
19 ~~television production, and energy and marine-related~~
20 ~~industries.~~] renewable energy development, creative
21 media, and science and technology-based activities;



- 1 (2) Expand Hawaii's capacity to attract and service
2 international programs and activities that generate
3 employment for Hawaii's people~~[]~~;
- 4 (3) Enhance and promote Hawaii's role as a center for
5 international relations, trade, finance, services,
6 technology, education, culture, and the arts~~[]~~;
- 7 (4) Accelerate research and development of new energy-
8 related industries based on wind, solar, ocean, and
9 underground resources and solid waste~~[]~~;
- 10 (5) Promote Hawaii's geographic, environmental, social,
11 and technological advantages to attract new economic
12 activities into the [~~State.~~] state;
- 13 (6) Provide public incentives and encourage private
14 initiative to attract new industries that best support
15 Hawaii's social, economic, physical, and environmental
16 objectives~~[]~~;
- 17 (7) Increase research and the development of ocean-related
18 economic activities such as mining, food production,
19 and scientific research~~[]~~;
- 20 (8) Develop, promote, and support research and educational
21 and training programs that will enhance Hawaii's

1 ability to attract and develop economic activities of
2 benefit to Hawaii[-];

3 (9) Foster a broader public recognition and understanding
4 of the potential benefits of new, growth-oriented
5 industry in Hawaii[-];

6 (10) Encourage the development and implementation of joint
7 federal and state initiatives to attract federal
8 programs and projects that will support Hawaii's
9 social, economic, physical, and environmental
10 objectives[-]; and

11 (11) Increase research and development of businesses and
12 services in the telecommunications and information
13 industries."

14 SECTION 7. Section 226-10.5, Hawaii Revised Statutes, is
15 amended by amending subsection (a) to read as follows:

16 "(a) Planning for the State's economy with regard to [~~the~~
17 ~~information industry shall be directed toward the achievement of~~
18 ~~the objective of positioning Hawaii as the leading dealer in~~
19 ~~information businesses and services in the Pacific Rim.]~~
20 telecommunications and information technology shall be directed
21 toward positioning Hawaii as a leader in broadband
22 communications and applications in the Pacific Region."

1 SECTION 8. Statutory material to be repealed is bracketed
2 and stricken. New statutory material is underscored.

3 SECTION 9. This Act shall take effect upon its approval.

4



Report Title:

Science and Technology; Hawaii State Plan; Economy Growth

Description:

Amends the Hawaii State Planning Act to include references to science, technology, and related growth industries in Hawaii. Amends the Department of Business, Economic Development, and Tourism's reporting requirement to the Legislature on the growth industries of Hawaii. (SB1195 HD2)

