

Honolulu, Hawaii

Feb 17 , 2012

RE: H.B. No. 116
H.D. 2

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Sixth State Legislature
Regular Session of 2012
State of Hawaii

Sir:

Your Committee on Economic Revitalization & Business, to which was referred H.B. No. 116, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO MEDICAL ENTERPRISE ZONES,"

begs leave to report as follows:

The purpose of this measure is to encourage the development of medical and research services in the State by:

- (1) Establishing medical enterprise zones;
- (2) Establishing a qualified income tax credit of 25 percent for three years; and *
- (3) Creating a pilot medical enterprise zone in West Maui.

The Hawaii Medical Association and West Maui Improvement Foundation, Incorporated testified in support of this measure. The Department of Business, Economic Development, and Tourism testified in support of the intent of this measure. The Department of Taxation and the Tax Foundation of Hawaii provided comments on this measure.

Your Committee respectfully requests that the Committee on Finance further examine the possibility of including more areas for the pilot medical enterprise zones.

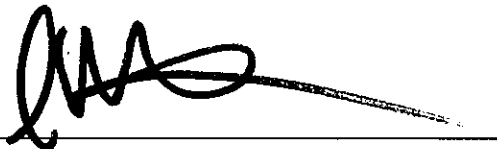


Your Committee has amended this measure by:

- (1) Including Honouliuli as a pilot medical enterprise zone;
- (2) Changing the effective date of this measure to January 1, 2112, for the purpose of facilitating further discussion; and
- (3) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Economic Revitalization & Business that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 116, H.D. 1, as amended herein, and recommends that it be referred to the Committee on Finance in the form attached hereto as H.B. No. 116, H.D. 2.

Respectfully submitted on
behalf of the members of the
Committee on Economic
Revitalization & Business,



ANGUS L.K. MCKELVEY, Chair



State of Hawaii
House of Representatives
The Twenty-sixth Legislature

HSCR 608-12

Record of Votes of the Committee on Economic Revitalization & Business

Bill/Resolution No.: HSCR HB 116 HD1 188	Committee Referral: HLT, ERB, FIN	Date: 2/14/12		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)				
ERB Members	Ayes	Ayes (WR)	Nays	Excused
1. McKELVEY, Angus L.K. (C)	✓			
2. CHOY, Isaac W. (VC)	✓			
3. AWANA, Karen L.	✓			
4. BROWER, Tom				✓
5. EVANS, Cindy	✓			
6. HASHEM, Mark J.	✓			
7. NISHIMOTO, Scott Y.	✓			
8. TOKIOKA, James Kunane	✓			
9. TSUJI, Clift	✓			
10. MARUMOTO, Barbara C.				✓
11. PINE, Kymberly Marcos				✓
TOTAL (11)	8	—	—	3
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. _____ committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				