

STAND. COM. REP. NO. **2606**

Honolulu, Hawaii

MAR 02 2012

RE: S.B. No. 2239
S.D. 1

Honorable Shan S. Tsutsui
President of the Senate
Twenty-Sixth State Legislature
Regular Session of 2012
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 2239 entitled:

"A BILL FOR AN ACT RELATING TO ECONOMIC DEVELOPMENT,"

begs leave to report as follows:

The purpose and intent of this measure is to:

- (1) Exempt grants made under the community-based economic development program from the Hawaii public procurement code;
- (2) Clarify that the Hawaii Strategic Development Corporation is the expending agency for the moneys in the hydrogen investment capital special fund; and
- (3) Abolish the High Technology Innovation Corporation.

Your Committee received written comments in support of this measure from the Hawaii Strategic Development Corporation. The High Technology Development Corporation and the High Technology Innovation Corporation submitted written comments in opposition to this measure, and the Department of Business, Economic Development, and Tourism submitted written comments.

Your Committee finds that exempting the grants of the community-based economic development program from the Hawaii public procurement code is in accord with legislative intent



surrounding the establishment of the community-based economic development program in 1990.

Your Committee also finds that, due to continuing state general fund support for the High Technology Development Corporation, the funding mechanism provided by the non-profit High Technology Innovation Corporation is no longer necessary.

Your Committee further finds that clarifying the Hawaii Strategic Development Corporation's expenditure authority over the hydrogen investment capital special fund would facilitate the efficient and appropriate use of the fund.

Your Committee has amended this measure by making a technical, nonsubstantive amendment for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2239, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 2239, S.D. 1.

Respectfully submitted on
behalf of the members of the
Committee on Ways and Means,



DAVID Y. IGE, Chair



The Senate
 Twenty-Sixth Legislature
 State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* <i>SB 2239</i>	Committee Referral: <i>EDT/PCM, WAM</i>	Date: <i>2-23-12</i>		
<input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
IGE, David Y. (C)	✓			
KIDANI, Michelle N. (VC)		✓		
CHUN OAKLAND, Suzanne	✓			
DELA CRUZ, Donovan M.				✓
ENGLISH, J. Kalani	/			
ESPERO, Will	/			
FUKUNAGA, Carol	/			
KIM, Donna Mercado	/			
KAHELE, Gilbert	/			
KOUCHI, Ronald D.	/			
RYAN, Pohai				✓
TOKUDA, Jill N.	/			
WAKAI, Glenn	/			
SLOM, Sam		✓		
TOTAL	10	2	0	2
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: <i>Michelle N. Kidani</i>				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes