

Honolulu, Hawaii

FEB 13 2013

RE: S.B. No. 1234

Honorable Donna Mercado Kim  
President of the Senate  
Twenty-Seventh State Legislature  
Regular Session of 2013  
State of Hawaii

Madam:

Your Committees on Economic Development, Government Operations and Housing and Technology and the Arts, to which was referred S.B. No. 1234 entitled:

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

beg leave to report as follows:

The purpose and intent of this measure is to:

- (1) Repeal part III of Act 240, Session Laws of Hawaii 2012, which repealed the High Technology Innovation Corporation (HTIC); and
- (2) Exempt HTIC from chapter 103D, Hawaii Revised Statutes, the Hawaii Public Procurement Code.

Your Committees received testimony in support of this measure from the High Technology Development Corporation and High Technology Innovation Corporation.

Your Committees find that HTIC was established as a not-for-profit corporate body to leverage its tax deductible status and serve as a vehicle to receive donations from the private sector. This provides access to new forms of funding usually not available to state agencies, such as foundation monies and donations from businesses previously assisted by the High Technology Development Corporation. Further, HTIC can serve as an entity to house a proof of concept center, a significant objective of the Governor's HI Growth Initiative.




HTIC's structure combined with the HI Growth Initiative will more easily allow private and public community resources to be pooled, leverage each others' strengths, and coordinate efforts toward the growth and development of the commercial high technology industry in Hawaii. HTIC can also be used to foster inter-agency collaboration and allow for a more holistic approach to economic development.

Your Committees further find that exempting HTIC from the procurement code will aid it in facilitating more public-private funding opportunities.

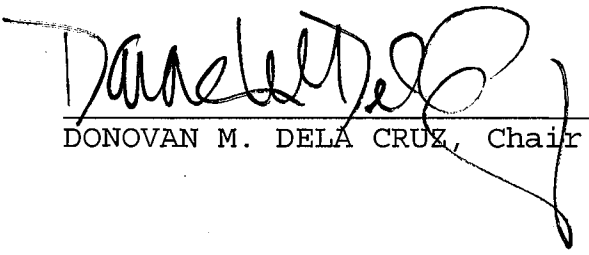
As affirmed by the records of votes of the members of your Committees on Economic Development, Government Operations and Housing and Technology and the Arts that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 1234 and recommend that it pass Second Reading and be referred to the Committee on Ways and Means.

Respectfully submitted on  
behalf of the members of the  
Committees on Economic  
Development, Government  
Operations and Housing and  
Technology and the Arts,



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GLENN WAKAI, Chair



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DONOVAN M. DELA CRUZ, Chair



The Senate  
Twenty-Seventh Legislature  
State of Hawai'i

**Record of Votes**  
**Committee on Economic Development, Government Operations and Housing**  
**EGH**

Bill / Resolution No.:* <b>SB 1234</b>	Committee Referral: <b>EGH/TEL, WAM</b>	Date: <b>2/6/13</b>		
<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 checked="" type="checkbox"/> Pass, unamended 2312 <input type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
DELA CRUZ, Donovan M. (C)	X			
SLOM, Sam (VC)	X			
BAKER, Rosalyn H.	X			
CHUN OAKLAND, Suzanne				X
ENGLISH, J. Kalani	X			X
THIELEN, Laura H.	X			
WAKAI, Glenn	X			
<b>TOTAL</b>	<b>6</b> <i>SMES</i>	<b>0</b>	<b>0</b>	<b>1</b> <i>SMES</i>
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
<b>Distribution:</b> Original                      Yellow                      Pink                      Goldenrod File with Committee Report    Clerk's Office            Drafting Agency        Committee File Copy				

\*Only one measure per Record of Votes

The Senate  
 Twenty-Seventh Legislature  
 State of Hawai'i

**Record of Votes**  
**Committee on Technology and the Arts**  
**TEC**

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SB 1234	EGH/TEC, WAM	2/6/13		
<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 checked="" type="checkbox"/> Pass, unamended 2312 <input type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
WAKAI, Glenn (C)	/			
NISHIHARA, Clarence K. (VC)	/			
GABBARD, Mike				/
TOKUDA, Jill N.				/
SLOM, Sam	/			
<b>TOTAL</b>	<b>3</b>	<del>0</del>	<del>0</del>	<b>2</b>
Recommendation:				
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
<i>Clarence K Nishihara</i>				
Distribution:				
Original File with Committee Report	Yellow Clerk's Office	Pink Drafting Agency	Goldenrod Committee File Copy	

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