401 -1

Honolulu, Hawaii

February 18 , 2016

RE: H.B. No. 2550 H.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Eighth State Legislature Regular Session of 2016 State of Hawaii

Sir:

Your Committee on Economic Development & Business, to which was referred H.B. No. 2550 entitled:

"A BILL FOR AN ACT RELATING TO THE DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT, AND TOURISM,"

begs leave to report as follows:

The purpose of this measure is to continue to diversify Hawaii's economy and promote Hawaii's manufacturing industry. Specifically, this measure appropriates funds to the Department of Business, Economic Development, and Tourism for promotion, regulation, and administration of the Made in Hawaii brand program.

The Department of Agriculture, Chamber of Commerce Hawaii, High Technology Development Corporation, and Hawaii Farm Bureau testified in support of this measure. The Department of Business, Economic Development and Tourism testified in support of the intent of this bill.

Food products, books, gifts, apparel and jewelry, arts and crafts, produce, and many more home-grown products are currently manufactured in the state and sold in Hawaii and abroad. Your Committee finds that the "Made in Hawaii" brand is associated with a premium, high-quality product that provides Hawaii manufacturers with an asset to compete in the global market. As such, it is critical that the management and promotion of the "Made in Hawaii" brand is appropriately funded to protect the integrity and the

value of authentic Hawaii branded products both locally and abroad.

Your Committee has amended this measure by changing:

- (1) The appropriation from \$150,000 to an unspecified amount; and
- (2) Its effective date to February 19, 2022, to facilitate further discussion.

Should the Committee on Finance deliberate this measure further, your Committee on Economic Development and Business respectfully requests that it consider appropriating \$150,000 for the promotion, regulation, and administration of the Made in Hawaii brand program.

As affirmed by the record of votes of the members of your Committee on Economic Development & Business that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2550, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 2550, H.D. 1, and be referred to your Committee on Finance.

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

DEREK S.K. KAWAKAMI, Chair

State of Hawaii House of Representatives The Twenty-eighth Legislature H3CR 401-16

Record of Votes of the Committee on Economic Development & Business

| Bill/Resolution No.: HB 2550 | Committee Referral: | | | Date: 9 FEB 16 | | |
|---|---------------------|--------------|---------|----------------|----------|--------------|
| ☐ The committee is reconsidering its previous decision on the measure. | | | | | | |
| The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit) | | | | | | |
| EDB Members | | Ayes | Ayes (W | (R) | Nays | Excused |
| 1. KAWAKAMI, Derek S.K. (C) | | $\sqrt{}$ | | | | |
| 2. KONG, Sam Satoru (VC) | | V | | | | |
| 3. BROWER, Tom | | | | | | |
| 4. CACHOLA, Romy M. | | | | | | : |
| | | * | | | | |
| 5. CHOY, Isaac W. | | V | | | | |
| 6. DECOITE, Lynn | | \checkmark | | , | | |
| 7. ITO, Ken | | | | | <i>:</i> | \checkmark |
| 8. OHNO, Takashi | | √ | | | | |
| 9. ONISHI, Richard H.K. | | / | | : | | |
| 10. TOKIOKA, James Kunane | | √ | | | | |
| 11. TSUJI, Clift | | V | | | | |
| 12. WOODSON, Justin H. | | | | | | |
| 12 MATCHMOTO I V | and and | |] " . | | | |
| 13. MATSUMOTO, Lauren Kealoh | liani | ν | | | | |
| 14. WARD, Gene | | \checkmark | | | | |
| TOTAL (14) | | 13 | | | | 1 |
| The recommendation is: Adopted If joint referral, committee acronym(s) Description: Adopted If joint referral, committee acronym(s) | | | | | | |
| Vice Chair's or designee's signature: | | | | | | |
| Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO | | | | | | |