

S.B. NO. 2760

JAN 24 2018

A BILL FOR AN ACT

RELATING TO THE HAWAII COMMUNITY-BASED ECONOMIC DEVELOPMENT
TECHNICAL AND FINANCIAL ASSISTANCE PROGRAM.

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

1 SECTION 1. Section 210D-4, Hawaii Revised Statutes, is
2 amended to read as follows:

3 "**S210D-4 Hawaii community-based economic development**
4 **revolving fund; established.** There is established a revolving
5 fund to be known as the Hawaii community-based economic
6 development revolving fund from which moneys shall be loaned or
7 granted by the department under this chapter. All moneys
8 appropriated to the fund by the legislature, received as
9 repayments of loans, payments of interest or fees, and all other
10 moneys received by the fund from any other source shall be
11 deposited into the revolving fund and used for the purposes of
12 this chapter. The department may deposit moneys it receives
13 from the repayments of loans and payments of interest or fees
14 from the Hawaii capital loan program established by chapter 210,
15 the Hawaii large fishing vessel purchase, construction,
16 renovation, maintenance, and repair loan program established by
17 part II of chapter 189, and the Hawaii small fishing vessel loan

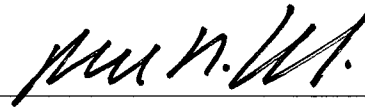
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1 program established by part IV of chapter 189, into the Hawaii
2 community-based economic development revolving fund to be used
3 for the purposes of this chapter. The department may use all
4 appropriations and other moneys in the revolving fund not
5 appropriated for a designated purpose to make grants or loans."

6 SECTION 2. New material is underscored.

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

8
9 INTRODUCED BY: _____



10 BY REQUEST

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Report Title:

Hawaii Community-Based Economic Development Technical and Financial Assistance Program

Description:

Authorizes the Department of Business, Economic Development, and Tourism to deposit moneys it receives from the repayments of loans and payments of interest or fees from the Hawaii capital loan program in chapter 210, the Hawaii large fishing vessel purchase, construction, renovation, maintenance, and repair loan program in chapter 189, and the Hawaii small fishing vessel loan program in chapter 189, into the Hawaii community-based economic development revolving fund.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

JUSTIFICATION SHEET

DEPARTMENT: Business, Economic Development, and Tourism

TITLE: A BILL FOR AN ACT RELATING TO THE HAWAII COMMUNITY-BASED ECONOMIC DEVELOPMENT TECHNICAL AND FINANCIAL ASSISTANCE PROGRAM.

PURPOSE: Authorizes the Department of Business, Economic Development, and Tourism (DBEDT) to deposit moneys it receives from the repayments of loans and payments of interest or fees from the Hawaii capital loan program established by chapter 210, Hawaii Revised Statutes (HRS), the Hawaii large fishing vessel purchase, construction, renovation, maintenance, and repair loan program established by part II of chapter 189, HRS, and the Hawaii small fishing vessel loan program established by part IV of chapter 189, HRS, into the Hawaii community-based economic development revolving fund.

MEANS: Amend section 210D-4, HRS.

JUSTIFICATION: The community-based economic development (CBED) program addresses the needs of Hawaii's most socially and economically challenged regions and demographic groups through community-supported economic development projects. By stimulating business activity and creating jobs, the CBED program improves the economic environment and standard of living in some of Hawaii's most vulnerable communities, particularly those in rural areas of the State. The Hawaii capital loan program, the Hawaii large fishing vessel purchase, construction, renovation, maintenance, and repair loan program, and the Hawaii small fishing vessel loan program share similar missions with the CBED program, in that they are all economic development programs designed to assist small businesses succeed in their industries and positively impact their communities.

The Hawaii capital loan program, the Hawaii large fishing vessel purchase, construction, renovation, maintenance, and repair loan program, and the Hawaii small fishing vessel loan program have been inactive since the repeal of the programs' revolving funds. This bill would allow DBEDT to deposit any recoveries from outstanding loans into the CBED revolving fund, to be used to make loans and grants to small businesses that will result in positive community economic impacts.

Impact on the public: This amendment will provide some funds with which to make loans and grants to small community-based organizations and businesses.

Impact on the department and other agencies:
None.

GENERAL FUND: None.

OTHER FUNDS: None.

PPBS PROGRAM:
DESIGNATION: BED 100.

OTHER AFFECTED
AGENCIES: Department of Budget and Finance.

EFFECTIVE DATE: Upon its approval.