Honolulu, Hawaii

MARCH 1, 2018

RE: H.B. No. 2010

H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Twenty-Ninth State Legislature Regular Session of 2018 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 2010 entitled:

"A BILL FOR AN ACT RELATING TO TOURISM,"

begs leave to report as follows:

The purpose of this measure is to address financing issues related to debt, maintenance, and operations of the Hawaii Convention Center by:

- (1) Forgiving the debt owed to the State by the Hawaii Tourism Authority for Convention Center construction costs and related interest;
- (2) Reducing the transient accommodations tax revenue allocation to the Convention Center Enterprise Special Fund;
- (3) Establishing a Convention Center Repair and Maintenance Special Fund and a Convention Center Emergency Special Fund, allocating a portion of transient accommodations tax revenues to these Funds, and requiring the Authority to report on expenditures and balances in these Funds; and

(4) Increasing the minimum fund balance of the Tourism Emergency Special Fund.

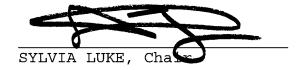
The Hawaii Tourism Authority testified in support of this measure. The Department of Budget and Finance and Tax Foundation of Hawaii provided comments.

Your Committee has amended this measure by:

- (1) Changing the amounts of revenues allocated for the Convention Center Enterprise Special Fund, Convention Center Repair and Maintenance Special Fund, and Convention Center Emergency Special Fund, to unspecified amounts;
- (2) Changing the amount of the minimum fund balance of the Tourism Emergency Special Fund to an unspecified amount; 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 Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2010, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 2010, H.D. 1.

Respectfully submitted on behalf of the members of the Committee on Finance,



State of Hawaii House of Representatives The Twenty-ninth Legislature

HSCR 1131-18

Record of Votes of the Committee on Finance

Bill/Resolution No.:	Committee Referral:	Date: 2 - 2	3-20/8
HB 2010	Tou, FIN	<i>O. D</i>	2 20/8
☐ 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)			
FIN Members	Ayes Ay	ves (WR) Nays	s Excused
1. LUKE, Sylvia (C)			
2. CULLEN, Ty J.K. (VC)			
3. CACHOLA, Romy M.			
4. DeCOITE, Lynn			
5. FUKUMOTO, Beth			
6. GATES, Cedric Asuega			
7. HOLT, Daniel			
8. KEOHOKALOLE, Jarrett			
9. KOBAYASHI, Bertrand			
10. LOWEN, Nicole E.			
11. NAKAMURA, Nadine K.			
12. TODD, Chris			
13. YAMASHITA, Kyle T.			
14. TUPOLA, Andria P.L.			
15. WARD, Gene			
:			
TOTAL (15)	2	1 0	6
The recommendation is: Adop	oted	, , , ,	
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			