

STAND. COM. REP. NO.

1145

Honolulu, Hawaii

March 17

, 2017

RE: S.B. No. 1292

S.D. 2

H.D. 1

Honorable Joseph M. Souki
Speaker, House of Representatives
Twenty-Ninth State Legislature
Regular Session of 2017
State of Hawaii

Sir:

Your Committees on Economic Development & Business and
Tourism, to which was referred S.B. No. 1292, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO THE HILO COMMUNITY ECONOMIC
DISTRICT,"

beg leave to report as follows:

The purpose of this measure, as received by your Committee,
is to establish the Hilo Community Economic District to facilitate
efficient and effective improvements, and economic opportunity, in
a specified area in Hilo on the Island of Hawaii.

The Mayor of the County of Hawaii, Hawaii Farm Bureau, Hilo
Fish Company, Inc., Chika Nakano Repair Shop, Big Island Toyota,
Inc./De Luz Chevrolet, Hawaii Construction Alliance, Hawaii
Laborers-Employers Cooperation and Education Trust, Hawaii
Operating Engineers Industry Stabilization Fund, Hawaii Planing
Mill, Ltd. dba HPM Building Supply, Kanoelehua Industrial Area
Association, Hawaii Government Employees Association, AFSCME,
Local 152, AFL-CIO, and several concerned individuals supported
this bill. The University of Hawaii at Hilo and the University of
Hawaii Community College System supported the intent of this
measure. The Department of Land and Natural Resources, Office of
Hawaiian Affairs, and Hawaii Community Development Authority
submitted comments.

SB1292 HD1 HSCR EDB-TOU HMS 2017-2994



Upon further consideration, your Committees have amended this measure by deleting its contents and inserting the substantive provisions of H.B. No. 575, H.B. No. 1310, H.D. 1, and H.B. No. 1469, H.D. 1., all of which addressed similar issues and were previously heard in the House earlier this session. As amended, this measure:

- (1) Identifies areas of commercial, industrial, resort, and hotel parcels in need of revitalization and establishes guidelines for the redevelopment of those parcels;
- (2) Establishes the Waiakea Peninsula Redevelopment District until June 30, 2027;
- (3) Authorizes the Board of Land and Natural Resources to authorize the extension of commercial, hotel, resort, and industrial leases for the lessees' substantial improvement to the leased premises;
- (4) Appropriates funds for public lands redevelopment and the Waiakea Peninsula Redevelopment District; and
- (5) Takes effect on July 1, 2117.

As affirmed by the records of votes of the members of your Committees on Economic Development & Business and Tourism that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 1292, S.D. 2, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 1292, S.D. 2, H.D. 1, and be referred to your Committee on Water & Land.

Respectfully submitted on
behalf of the members of the
Committees on Economic
Development & Business and
Tourism,



RICHARD H.K. ONISHI, Chair



MARK M. NAKASHIMA, Chair



