

STAND. COM. REP. NO.

122

Honolulu, Hawaii

February 7, 2019

RE: H.B. No. 1402

H.D. 1

Honorable Scott K. Saiki
Speaker, House of Representatives
Thirtieth State Legislature
Regular Session of 2019
State of Hawaii

Sir:

Your Committee on Water, Land, & Hawaiian Affairs, to which was referred H.B. No. 1402 entitled:

"A BILL FOR AN ACT RELATING TO THE COMMUNITY-BASED ECONOMIC DEVELOPMENT PROGRAM,"

begs leave to report as follows:

The purpose of this measure is to establish the Micro Enterprise Assistance Program on Hawaiian Home Lands subaccount in the Hawaii Community-based Economic Development Revolving Fund for the purpose of providing grants and loans for qualified native Hawaiians, native Hawaiian-controlled homestead associations, and Hawaiian homestead associations' designated tax-exempt community development corporations.

Your Committee received testimony in support of this measure from the Sovereign Council of Hawaiian Homestead Associations, Kanehili Community Association, and an individual. Your Committee received testimony in opposition to this measure from two individuals. Your Committee received comments on this measure from the Department of Hawaiian Home Lands, Department of the Attorney General, Department of Business, Economic Development & Tourism, Department of Budget and Finance, and Council for Native Hawaiian Advancement.

HB1402 HD1 HSCR WLH HMS 2019-1646



Your Committee has amended this measure by:

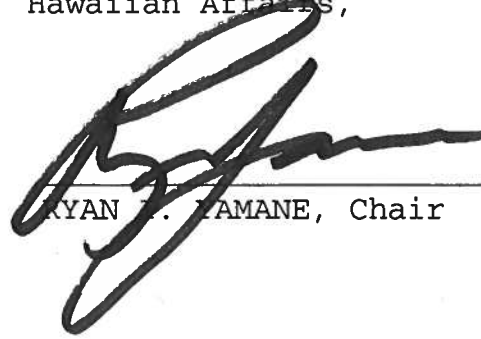
- (1) Clarifying that funds in the subaccount may be used exclusively for providing loans and grants to qualified native Hawaiians through implementation of the Micro Enterprise Assistance Program;
- (2) Clarifying that entities eligible to receive funding are native Hawaiian-controlled homestead associations with members who are qualified native Hawaiians, Hawaiian Homestead associations' designated tax-exempt community development corporations, and native Hawaiian community organizations with the ability and history of making and administering loans and providing support to qualified native Hawaiians;
- (3) Changing appropriations to unspecified amounts;
- (4) Changing its effective date to July 1, 2050 to encourage further discussion; and
- (5) Making nonsubstantive technical amendments for the purpose of clarity and consistency.

Should your Committee on Finance choose to hear this measure, your Committee respectfully requests that the Committee on Finance consider appropriating \$4,000,000 for deposit into the Micro Enterprise Assistance Program on Hawaiian Home Lands subaccount and appropriating the same sum out of the subaccount to the Department of Business, Economic Development, and Tourism for expenditure on the Program.

As affirmed by the record of votes of the members of your Committee on Water, Land, & Hawaiian Affairs that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1402, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1402, H.D. 1, and be referred to your Committee on Economic Development & Business.



Respectfully submitted on
behalf of the members of the
Committee on Water, Land, &
Hawaiian Affairs,



RYAN J. LAMANE, Chair



State of Hawaii
House of Representatives
The THIRTIETH Legislature

H SR 122

Record of Votes of the Committee on Water, Land, & Hawaiian Affairs

Bill/Resolution No.: HB1402	Committee Referral: WLH, EDB, FIN	Date: 02/01/19		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)				
WLH Members	Ayes	Ayes (WR)	Nays	Excused
1. YAMANE, Ryan I. (C)	✓			
2. TODD, Chris (VC)	✓			
3. HAR, Sharon E.	✓			
4. LOWEN, Nicole E.	✓			
5. TARNAS, David A.	✓			
6. WILDBERGER, Tina	✓			
7. THIELEN, Cynthia				✓
TOTAL (7)	6	0	0	1
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature: <i>Chris Todd</i>				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				