

STAND. COM. REP. NO.

665

Honolulu, Hawaii

FEB 15 2019

RE: S.B. No. 218
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Thirtieth State Legislature
Regular Session of 2019
State of Hawaii

Sir:

Your Committees on Technology and Government Operations, to which was referred S.B. No. 218 entitled:

"A BILL FOR AN ACT RELATING TO BROADBAND,"

beg leave to report as follows:

The purpose and intent of this measure is to:

- (1) Require the Hawaii Technology Development Corporation to establish a public-private partnership, exempt from the state procurement code and other certain state and county requirements, with a private organization to plan, build, and manage key strategic broadband infrastructure and attract cloud based companies to Hawaii; and
- (2) Appropriate funds to the Hawaii Technology Development Corporation to establish an open access, carrier neutral cable landing station to support the Hawaii broadband initiative.

Your Committees received testimony in support of this measure from the Cable Television Division of the Department of Commerce and Consumer Affairs; Department of Education; Department of Business, Economic Development, and Tourism; Hawaii Technology Development Corporation; Oahu Economic Development Board; Hawaiian Electric Companies; Oceanit Laboratories, Inc.; American Council



of Engineering Companies of Hawaii; and Ocean Networks. Your Committees received testimony in opposition to this measure from the State Procurement Office. Your Committees received comments on this measure from Hawaiki Submarine Cable USA LLC.

Your Committees find that Hawaii needs to better address critical broadband infrastructure in the State by establishing an open access, carrier neutral cable landing station to attract installers of transpacific fiber optic cables and expand Hawaii's connectivity around the world, which will establish Hawaii as a key player in the global broadband market and address the need for better broadband connection. Your Committees further find that the timing for an open access, carrier neutral cable landing is critical due to various federal and private contracts that are available to Hawaii.

Your Committees have amended this measure by:

- (1) Deleting language that would have exempted the public-private partnership from the public procurement code and certain other state and county requirements;
- (2) Inserting a blank appropriation amount;
- (3) Inserting an effective date of July 1, 2050, to encourage further discussion;
- (4) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the records of votes of the members of your Committees on Technology and Government Operations that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 218, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 218, S.D. 1, and be referred to your Committee on Ways and Means.



Respectfully submitted on
behalf of the members of the
Committees on Technology and
Government Operations,



LAURA H. THIELEN, Chair



JARRETT KEOHOKALOLE, Chair



The Senate
Thirtieth Legislature
State of Hawai'i

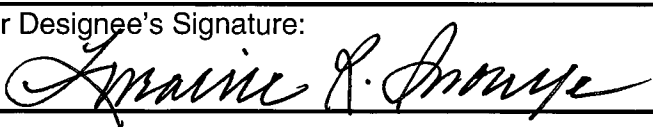
Record of Votes
Committee on Technology
TEC

Bill / Resolution No.:* SB 218	Committee Referral: TEC/GVO, WAM	Date: 2/12/19		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
KEOHOKALOLE, Jarrett (C)	✓			
ENGLISH, J. Kalani (VC)				✓
MORIWAKI, Sharon Y.	✓			
WAKAI, Glenn				✓
FEVELLA, Kurt	✓			
TOTAL	3			2
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: _____				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes

The Senate
Thirtieth Legislature
State of Hawai'i

Record of Votes
Committee on Government Operations
GVO

Bill / Resolution No.:* <i>SB 218</i>	Committee Referral: <i>TEC/GVO, WAM</i>	Date: <i>2/12/2019</i>		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
THIELEN, Laura H. (C)	✓			
INOUYE, Lorraine R. (VC)	✓			
BAKER, Rosalyn H.				✓
KANUHA, Dru Mamo	✓			
FEVELLA, Kurt	✓			
TOTAL	<i>4</i>			<i>1</i>
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

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