

Honolulu, Hawaii

APR 23

, 2021

RE:

H.B. No. 1191

H.D. 2 S.D. 2 C.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-First State Legislature Regular Session of 2021 State of Hawaii

Honorable Ronald D. Kouchi President of the Senate Thirty-First State Legislature Regular Session of 2021 State of Hawaii

Sirs:

Your Committee on Conference on the disagreeing vote of the House of Representatives to the amendments proposed by the Senate in H.B. No. 1191, H.D. 2, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO BROADBAND SERVICE INFRASTRUCTURE,"

having met, and after full and free discussion, has agreed to recommend and does recommend to the respective Houses the final passage of this bill in an amended form.

The purpose of this measure is to:

- (1) Establish the Broadband Infrastructure Grant Program to award grants to applicants to extend deployment of infrastructure used to provide broadband service to unserved and underserved areas of the State;
- (2) Amend the Hawaii Technology Loan Revolving Fund to rename it the Hawaii Broadband Infrastructure Fund, change the

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types of funds deposited into the fund, and increase the expenditure ceiling; and

(3) Authorize the issuance of general obligation bonds for the Broadband Infrastructure Grant Program.

Your Committee on Conference has amended this measure by:

- (1) Clarifying the eligibility requirements for an applicant under the Broadband Infrastructure Grant Program by:
 - (A) Requiring an applicant to commit to paying a minimum of sixty percent, rather than eighty percent, of the total project costs out of the applicant's own funds;
 - (B) Removing references to the State's portion of the total project costs; and
 - (C) Removing the requirement for an applicant to attest that the project does not jeopardize the eligibility of federal funding;
- (2) Renaming the Hawaii Technology Loan Revolving Fund the Hawaii Broadband Infrastructure Special Fund, rather than the Hawaii Broadband Infrastructure Fund;
- (3) Deleting language that would have allowed funds received from a county to be deposited into the Hawaii Broadband Infrastructure Special Fund;
- (4) Deleting language that would have authorized the issuance of general obligation bonds for the Broadband Infrastructure Grant Program;
- (5) Appropriating \$5,000,000 out of the funds received by the State from the American Rescue Plan Act of 2021, Public Law 117-2 (Section 9901), for the Broadband Infrastructure Grant Program;
- (6) Establishing the Hawaii Broadband and Digital Equity Office within the Department of Business, Economic Development, and Tourism;

- (7) Requiring the Governor, upon the advice and consent of the Senate, to appoint a Strategic Broadband Coordinator to head the Hawaii Broadband and Digital Equity Office;
- (8) Changing the effective date to July 1, 2021; and
- (9) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

As affirmed by the record of votes of the managers of your Committee on Conference that is attached to this report, your Committee on Conference is in accord with the intent and purpose of H.B. No. 1191, H.D. 2, S.D. 2, as amended herein, and recommends that it pass Final Reading in the form attached hereto as H.B. No. 1191, H.D. 2, S.D. 2, C.D. 1.

> Respectfully submitted on behalf of the managers:

ON THE PART OF THE SENATE

ON THE PART OF THE HOUSE

GLENN W Chair

MICHELLE N. KIDANI

Co-Chair

SEAN QUINLAN

Co-Chair

Co-Chair

Record of Votes of a Conference Committee

Bill / Concurrent Resolution No.: HB 1191, HD 2, SD 2				Date/Time: 4/22/21 4:55 pm					
The recommendation of the House and Senate managers is to pass with amendments (CD).									
☐ The Committee is reconsidering its previous decision.									
The recommendation of the Senate Manager(s) is to AGREE to the House amendments made to the Senate Measure				The recommendation of the House Manager(s) is to AGREE to the Senate amendments made to the House Measure.					
Senate Managers	A,	WR	N	E	House Managers	Α	WR	N	Е
WAKAI, Glenn, Chr.		,			QUINLAN, Sean, Co-Chr.	abla	,		
KIDANI, Michelle N., Co-Chr.					JOHANSON, Aaron Ling, Co-Chr.		,		
MISALUCHA, Bennette E.					CULLEN, Ty J.K., Co-Chr.				
					KOBAYASHI, Dale T.				
					OKIMOTO, Val				
						-			
TOTAL	3	0	0	0	TOTAL	4	0	0	l
A = Aye WR	= Ay	e with	Reser	vation	s $N = Nay$ E	= Exc	used		
Senate Recommendation is:				House Recommendation is:					
Adopted Not Adopted				Adopted					
Senate Lead Chair's or Designee's Signature:				House Lead Chair's or Designee's Signature:					
Distribution: Vellow Pink Goldenrod File with Conference Committee Report House Clerk's Office Senate Clerk's Office Drafting Agenc									