STAND. COM. REP. NO.

Honolulu, Hawaii

FEB 1 8 2022

RE: S.B. No. 3054

Honorable Ronald D. Kouchi President of the Senate Thirty-First State Legislature Regular Session of 2022 State of Hawaii

Sir:

Your Committee on Energy, Economic Development, and Tourism, to which was referred S.B. No. 3054 entitled:

"A BILL FOR AN ACT RELATING TO THE HAWAII FILM AND CREATIVE INDUSTRIES DEVELOPMENT SPECIAL FUND,"

begs leave to report as follows:

The purpose and intent of this measure is to expand funding sources and authorized uses of the Hawaii Film and Creative Industries Development Special Fund.

Your Committee received testimony in support of this measure from the Department of Business, Economic Development, and Tourism and two individuals. Your Committee received comments on this measure from the Tax Foundation of Hawaii.

Your Committee finds that Act 228, Session Laws of Hawaii 2019 (Act 228), renamed the Hawaii Television and Film Development Special Fund as the Hawaii Film and Creative Industries Development Special Fund to align it with the State's focus on knowledge-based industries development, workforce programs expansion, and support for marketing efforts for creative and film projects in their intellectual property distribution and export activities. In 2021, the Legislature approved a ceiling and ability for the Department of Business, Economic Development, and Tourism to expend up to \$750,000 per year to effectuate the purposes of Act 228. This addressed a need within the community to support seed funding for Hawaii's emerging filmmakers and



STAND. COM. REP. NO. **2541** Page 2

creatives who require access to capital to advance their projects, establish entrepreneurial ventures in creative sectors, and accelerate intellectual property creation and licensing opportunities. This measure will allow the State to further support the State's growing local intellectual property export industry by expanding funding sources and authorized uses of the Hawaii Film and Creative Industries Development Special Fund.

As affirmed by the record of votes of the members of your Committee on Energy, Economic Development, and Tourism that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 3054 and recommends that it pass Second Reading and be referred to your Committee on Ways and Means.

> Respectfully submitted on behalf of the members of the Committee on Energy, Economic Development, and Tourism, GLENN WAKAI, Chair



The Senate Thirty-First Legislature State of Hawai'i

Record of Votes Committee on Energy, Economic Development, and Tourism EET

Bill / Resolution No.:* Committee Referral: Date:					
SB 7054 E	ET, V	VAM		2/161	22
The Committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is: Pass, unamended 2312 Pass, with amendments Hold Recommit 2310 Pass					
Members		Ауе	Aye (WR)	Nay	Excused
WAKAI, Glenn (C)					
MISALUCHA, Bennette E. (VC)					
LEE, Chris					
RIVIERE, Gil					
FEVELLA, Kurt					
	_				
				- <u> </u>	
TOTAL		5	Ø	Ø	Ø
Recommendation:			└ <u></u>	-[· <i>t</i>
Adopted 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 <u>one</u> measure per Record of Votes