

STAND. COM. REP. NO. 347

Honolulu, Hawaii

FEB 18 2021

RE: S.B. No. 963

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

Sir:

Your Committee on Energy, Economic Development, and Tourism,
to which was referred S.B. No. 963 entitled:

"A BILL FOR AN ACT RELATING TO THE ISSUANCE OF SPECIAL
PURPOSE REVENUE BONDS TO ASSIST HK MANAGEMENT, LLC,"

begs leave to report as follows:

The purpose and intent of this measure is the issuance of special purpose revenue bonds to assist HK Management, LLC, in planning, designing, constructing, reconstructing, renovating, acquiring, equipping, and improving a surf industry center in Kalaeloa on Oahu.

Your Committee received testimony in support of this measure from Kai Law, LLC, and nine individuals. Your Committee received comments on this measure from Department of Budget and Finance.

Your Committee finds that HK Management, LLC, was selected to develop the Surf Industry Center and believes that its development will advance the State's interest by promoting Hawaii's surfing and film industries, cultural education, smart tourism, and economic development. Your Committee also finds that the surf center will provide other benefits, which include:

- (1) Supporting local surf-related businesses;
- (2) Providing a world-class surf and aquatic film studio;



- (3) Providing an artificial surf facility to serve as a training and meet venue; and
- (4) Providing employment opportunities and promoting awareness of surf history and Hawaii surf culture.

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. 963 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



