JAN 2 4 2024

A BILL FOR AN ACT

RELATING TO REGENERATIVE TOURISM.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that the adverse effects
- 2 of traditional tourism on Hawaii's ecological and cultural
- 3 landscape have contributed to environmental degradation and
- 4 cultural dilution. There is an urgent need to shift towards a
- 5 tourism model that actively contributes to environmental
- 6 restoration, cultural integrity, and economic resilience within
- 7 the local community.
- 8 The legislature further finds that regenerative tourism can
- 9 prevent and mitigate environmental disasters, including limiting
- 10 coastal erosion, reducing reef dieback, and helping to prevent
- 11 wildfires by promoting sustainable environmental practices.
- 12 The legislature also finds that addressing economic
- 13 challenges in Hawaii, particularly the high cost of living and
- 14 operation, emphasizes the need for substantial startup support.
- The legislature commits to transforming the State's tourism
- 16 sector into a regenerative, sustainable model that benefits the



- 1 local community, setting a precedent for sustainable tourism
- 2 development worldwide.
- 3 Accordingly, the purpose of this Act is to establish
- 4 Lahaina, Maui, as a leader in regenerative tourism, promoting a
- 5 model that is environmentally sustainable, culturally enriching,
- 6 and economically beneficial, with scalability for statewide
- 7 application in Hawaii.
- 8 SECTION 2. The Hawaii Revised Statutes is amended by
- 9 adding a new chapter to be appropriately designated and to read
- 10 as follows:
- 11 "CHAPTER
- 12 REGENERATIVE TOURISM
- 13 § -1 Definitions. For purposes of this chapter:
- "Department" means the department of business, economic
- 15 development, and tourism.
- 16 "Environmental disaster mitigation" means strategies to
- 17 reduce the impact of natural disasters, that focus on
- 18 environmental and community protection, and that adopt the
- 19 recommendations of the Hawaii emergency management agency
- 20 regarding creating an initial plan for the local community
- 21 response.



- 1 "Local community" includes residents and indigenous groups
- 2 in and around the area of the member.
- 3 "Member" means a business accepted for membership in the
- 4 program under -2(b) and in good standing with the program.
- 5 "Program" means the regenerative tourism program
- 6 established under -2(a).
- 7 "Regenerative tourism" means tourism practices that
- 8 contribute to the restoration and enhancement of local
- 9 ecosystems, adhere to sustainable practices, respect and
- 10 preserve local culture, and support the local community.
- "Sustainable practices" means methods ensuring the
- 12 long-term sustainability of natural and cultural resources based
- 13 on input from the local community, input from cultural
- 14 practitioners, and historical information.
- 15 § -2 Regenerative tourism program; established. (a)
- 16 There is established the regenerative tourism program within the
- 17 department. The purpose of the program shall be to help
- 18 restructure the tourism industry to support regenerative
- 19 tourism.
- 20 (b) The department shall accept for membership into the
- 21 program any business that satisfies the following requirements:

1	(1)	A principal owner of the business has been a resident
2	•	of Hawaii for not less than ten years;
3	(2)	The business enters into a community benefit
4		agreement;
5	(3)	The business demonstrates cultural integration and
6		engagement by ensuring that Hawaiian cultural values
7		are integrated into the business's operation and
8		services;
9	(4)	Is in good standing with the department; and
10	(5)	Any other requirement specified by the department.
11	(c)	The program shall:
12	(1)	Provide mentorship, training, and resources to
13		members;
14	(2)	Assist members to provide their customers with a
15		sustainable and culturally aware tourism experience;
16	(3)	Assist members to develop and implement environmental
17		disaster mitigation;
18	(4)	Assist members to develop and implement
19		environmentally friendly practices and disaster
20		resilience;

- 1 (5) Include the names of the members on the department's
 2 tourism website;
- 3 (6) Encourage each member to advertise membership in the 4 program in the member's promotional materials; and
- (7) Allow members to apply for grants from theregenerative tourism grant program.
- 7. (c) The department may adopt rules pursuant to chapter 918 for the purposes of this chapter.
- 9 § -3 Regenerative tourism grant program. (a) There is 10 established within the program the regenerative tourism grant

program. Grants shall be awarded from funds in the regenerative

- 12 tourism special fund and shall be subject to available funds.
- 13 Grants shall be awarded on a one-to-one basis for each dollar
- 14 contributed by the member, subject to the maximum amounts
- 15 established by this section.
- 16 (b) The program shall award initial grants to members who
- 17 present a business plan that would help the member implement
- 18 regenerative tourism. The maximum initial grant to each member
- 19 shall be \$10,000.

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- 20 (c) Five years after an initial grant to a member, the
- 21 program shall award an expansion grant to a member if the member

- 1 demonstrates adherence to regenerative tourism and a fifty per
- 2 cent increase in business, compared to the year of the
- 3 application made in subsection (b). The maximum expansion grant
- 4 to each member shall be \$15,000.
- 5 -4 Regenerative tourism special fund. (a) There is
- 6 established within the department the regenerative tourism
- 7 special fund into which shall be deposited the following moneys:
- 8 (1) Appropriations by the legislature to the special fund;
- 9 and
- 10 (2) Gifts, donations, and grants from public agencies and
- 11 private persons.
- 12 (b) All interest earned or accrued on moneys deposited in
- 13 the fund shall become part of the fund. The fund shall be
- 14 administered by the department.
- 15 (c) Subject to legislative authorization, the department
- 16 may expend moneys from the fund for the regenerative tourism
- 17 grant program and to cover administrative and operational costs
- 18 of the program."
- 19 SECTION 3. In accordance with section 9 of article VII, of
- 20 the Constitution of the State of Hawaii and sections 37-91 and
- 21 37-93, Hawaii Revised Statutes, the legislature has determined

- 1 that the appropriations contained in this Act will cause the
- 2 state general fund expenditure ceiling for fiscal year 2024-2025
- 3 to be exceeded by \$, or per cent. The
- 4 reasons for exceeding the general fund expenditure ceiling are
- 5 that the appropriations made in this Act are necessary to serve
- $\mathbf{6}$ the public interest and to meet the needs provided for by this
- 7 Act.
- 8 SECTION 4. There is appropriated out of the general
- 9 revenues of the State of Hawaii the sum of \$ or so
- 10 much thereof as may be necessary for fiscal year 2024-2025 for
- 11 deposit into the regenerative tourism special fund.
- 12 SECTION 5. There is appropriated out of the regenerative
- 13 tourism special fund the sum of \$ or so much thereof
- 14 as may be necessary for fiscal year 2024-2025 for the
- 15 regenerative tourism program.
- 16 The sum appropriated shall be expended by the department of
- 17 business, economic development, and tourism for the purposes of
- 18 this Act.
- 19 SECTION 6. The department of business, economic
- 20 development, and tourism shall implement the regenerative
- 21 tourism program on a phased basis starting in an area that

- 1 sustained not less than an estimated \$1,000,000,000 in damages
- 2 from wildfires during 2023.
- 3 SECTION 7. This Act shall take effect on July 1, 2024.

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INTRODUCED BY:

Report Title:

Regenerative Tourism; DBEDT; Program; Grant; Appropriation; General Fund Expenditure Ceiling Exceeded

Description:

Establishes the regenerative tourism program with the Department of Business, Economic Development, and Tourism to increase regenerative tourism. Establishes a grant program.

Appropriates moneys. Declares that the appropriation exceeds the state general fund expenditure ceiling for 2024-2025.

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