

JAN 21 2011

S.B. NO. 112

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# A BILL FOR AN ACT

RELATING TO TOURISM.

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

1           SECTION 1. The legislature finds that tourism is the chief  
2 generator of employment and revenue in the State and influences  
3 all sectors of the State's economy. New developments in  
4 technology, increased visitor sophistication, and greater  
5 competition from other world tourism markets require Hawaii's  
6 tourism industry to direct their marketing efforts at visitors  
7 with specific interests.

8           The legislature recognizes that expanding the State's  
9 tourism product by developing new niche products, such as space  
10 tourism, can enhance Hawaii's appeal as a tourist destination.

11           In 2007, Virgin Galactic confirmed the viability of space  
12 tourism by earning approximately \$31,000,000 in ticket revenue  
13 from over one hundred passengers. On December 15, 2008, the  
14 Federal Aviation Administration awarded a launch license for  
15 vertical and horizontal launches to the New Mexico Spaceport  
16 Authority to establish a commercial spaceport. On January 11,  
17 2010, Cecil Field airport in Jacksonville, Florida was awarded a  
18 similar Federal Aviation Administration license.



1           Space tourism is a potential billion dollar global industry  
 2 that could significantly increase state revenues, provide new  
 3 aerospace jobs, and rejuvenate economic development in the  
 4 Kalaheo area. The Federal Aviation Administration is expected  
 5 to issue a limited number of spaceport licenses and the  
 6 legislature finds that it is crucial to position Hawaii for that  
 7 economic opportunity.

8           The purpose of this Act is to appropriate funds for the  
 9 application for a spaceport license from the Federal Aviation  
 10 Administration.

11           SECTION 2. There is appropriated out of the general  
 12 revenues of the State of Hawaii the sum of \$                    or so  
 13 much thereof as may be necessary for fiscal year 2011-2012 and  
 14 the same amount or so much thereof as may be necessary for  
 15 fiscal year 2012-2013 for the application for a spaceport  
 16 license from the Federal Aviation Administration.

17           The sums appropriated shall be expended by the department  
 18 of business, economic development, and tourism for the purposes  
 19 of this Act.

20           SECTION 3. This Act shall take effect on July 1, 2011.

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*David Y. Lee*

INTRODUCED BY: *Will Evers*

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*Clarence M. Mchilure*

*Randy de Soto*  
*Will Evers*  
*[Signature]*

S.B. NO. 112

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*Carol Fulkerson*



**Report Title:**

Tourism; Space Industry; Federal Aviation Administration;  
Spaceport License

**Description:**

Appropriates funds in FY 2011-2012 and FY 2012-2013 for the application of a spaceport license from the Federal Aviation Administration to establish space tourism in Hawaii.

*The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.*

