June 26, 2015

The Honorable Ronald D. Kouchi, President
and Members of the Senate
Twenty-Eighth State Legislature
State Capitol, Room 409
Honolulu, Hawai‘i 96813

The Honorable Joseph M. Souki, Speaker and Members of the House of Representatives
Twenty-Eighth State Legislature
State Capitol, Room 431
Honolulu, Hawai‘i 96813

Dear President Kouchi, Speaker Souki, and Members of the Legislature:

This is to inform you that on June 26, 2015, the following bill was signed into law:

SB892 SD2 HD3 CD1 RELATING TO OMNIBUS HAWAII RESILIENCE AND SUSTAINABILITY STRATEGY ACT 143 (15)

Sincerely,

DAVID Y. IGE
Governor, State of Hawai‘i
RELATING TO OMNIBUS HAWAI'I RESILIENCE AND SUSTAINABILITY STRATEGY.

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

PART I

SECTION 1. The legislature finds that Hawai'i needs a new way of thinking about how the State addresses critical infrastructure needs through the development of public-private partnerships that are specifically focused on research and development. The legislature's role is to create the environment for attracting partners with resources, technical expertise, and the willingness to develop a pacific hub technology park that integrates state-of-the-art communications platforms, big data analytics, and unmanned aerial vehicles.

In 2008, the State unveiled the Hawai'i 2050 Sustainability Plan, which was prepared by the Hawai'i 2050 sustainability task force composed of state and county government officials, University of Hawai'i representatives, and private industry representatives. The task force asked the following guiding questions: "What do the people of Hawai'i want for the future of our islands in the 21st century? What is the community's will
for the future of our economy, society, and environment? What steps can we take now to achieve that preferred future for our children and their children?" Similarly, the intent of this Act is to focus on an updated strategy to achieve a sustainable and resilient Hawai'i in the long term.

The purpose of this Act is to make appropriations for a Hawai'i resilience and sustainability strategy in the areas of broadband, first responders technology campus and cyber security command center, energy efficiency and smart grid, and water and sewer infrastructure.

PART II

SECTION 2. The legislature finds that the benefits of broadband internet access include:

(1) Access to all types of information within a few keystrokes, whether this information is to learn a new skill, learn a new language, or complete an online course. Broadband facilitates the rapid access of information in many different forms;

(2) Economic development to accelerate business development and provide new opportunities for innovation, expansion, and e-commerce. Communities
that connect their residents create wealth and attract
business investments;

(3) Public safety to connect first responders in an
emergency and allow emergency workers to communicate
across disparate networks, between jurisdictions, and
across different agencies, which are critical
capabilities at the scene of an emergency. Police,
fire, and emergency medical personnel can react to
crises quickly, fostering cooperation among numerous
public safety agencies;

(4) Facilitation of healthcare delivery and creation of
opportunities such as telemedicine for doctors and
healthcare specialists to work together as a virtual
team, with specialists located in any part of the
world. A family practitioner in a small rural town
can send medical images of a patient to a specialist
in any part of the world for an instant expert
consultation. Test results from a hospital emergency
room or laboratory can be sent to a radiologist or
doctor in seconds, making rapid diagnosis a reality.
Doctors are also now sending prescriptions directly
from their offices to pharmacies, greatly reducing errors, with automatic checking for interactions;

(5) Enhancement of, and greater equity of access to, educational resources. Children in inner city neighborhoods, affluent homes, and farm communities can all access the same resources. Scarce textbook materials can be replaced with online resources, and children can access all of these materials from school and home;

(6) Improved communications, which can improve people's professional and personal lives and increase participation by people with disabilities. Broadband empowers people with disabilities and removes barriers that keep them from participating in everyday activities;

(7) Enhanced telecommuting because broadband enables people to work from home, saving time, reducing expenses, and easing traffic congestion. Employers have been encouraging this concept to save overhead expenses and improve employee satisfaction; and
(8) Enabling of smart grid technology, which enables
homeowners to monitor energy usage in real time and
adjust usage patterns to save energy costs and aid in
conservation efforts.

SECTION 3. There is appropriated out of the general
revenues of the State of Hawaii the sum of $500,000 or so much
thereof as may be necessary for fiscal year 2015-2016 for the
Hawai'i broadband initiative, which explores how a public-private
partnership can deliver overall projects through research and
development.

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

PART III

SECTION 4. The legislature finds that it is necessary to
improve the reliability and security of the O'ahu power grid,
which involves a collaborative effort of Hawaiian Electric
Company; the Pacific-Asia institute for resilience and
sustainability; Mehta Tech, Inc.; United States Pacific Command;
and the Hawai'i department of defense; among others. The
collaboration is intended to result in the deployment of state-
of-the-art technology at the substation level to study the
potential enhancement of security, reliability, and
dependability of the electric grid on O'ahu and ultimately on all
islands.

SECTION 5. There is appropriated out of the general
revenues of the State of Hawaii the sum of $250,000 or so much
thereof as may be necessary for fiscal year 2015-2016 for the
State of Hawai'i's resilience and sustainability initiative
management team to continue its collaborative research efforts
in exploring methods to improve energy efficiency and grid
operations in all of Hawai'i.

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

PART IV

SECTION 6. The legislature finds that the United States
Environmental Protection Agency has identified Hawai'i as the
focus for improving how funding is used to support water systems
and infrastructure. There is approximately $100,000,000 in
unused funds from the United States Environmental Protection
Agency's drinking water state revolving fund. The fund is used
to make grants and low interest loans for county water improvement projects that have had difficulty obtaining necessary permits from the state department of health.

SECTION 7. There is appropriated out of the general revenues of the State of Hawaii the sum of $250,000 or so much thereof as may be necessary for fiscal year 2015-2016 for plans by the State of Hawai‘i's resilience and sustainability initiative management team to expedite county water improvement projects and target the water and sewer distribution systems on each island.

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

PART V

SECTION 8. The director of finance is authorized to issue reimbursable general obligation bonds in the sum of $25,000,000 or so much thereof as may be necessary and the same sum or so much thereof as may be necessary is appropriated for fiscal year 2015-2016 for the purpose of the Hawaii resilience and sustainability strategy.
SECTION 9. The sum appropriated shall be expended by the department of business, economic development, and tourism for the purposes of this Act.

SECTION 10. The appropriation made by this part shall not lapse at the end of the fiscal biennium for which the appropriation is made; provided that all moneys from the appropriation unencumbered as of June 30, 2018, shall lapse as of that date.

PART VI

SECTION 11. This Act shall take effect on July 1, 2015.