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# A BILL FOR AN ACT

RELATING TO TECHNOLOGY.

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

1           SECTION 1. The Hawaii technology development corporation  
2 currently holds a lease agreement with the University of Hawaii  
3 for a building used by the corporation that is known as the  
4 Manoa innovation center. While the Hawaii technology  
5 development corporation uses the building for the administration  
6 and operations of the corporation and programs under their  
7 jurisdiction, the corporation also subleases space in the  
8 building to tenants participating in various programs operated  
9 by the corporation. In turn, the Hawaii technology development  
10 corporation receives a portion of the revenues received from the  
11 subleasing of space in the building which can be used by the  
12 corporation for other purposes, including administrative and  
13 operational costs. According to the Hawaii technology  
14 development corporation, revenues received from subleasing space  
15 currently offsets operational costs that support fifty per cent  
16 of staff salaries and other operating expenses.



1           The legislature has been made aware that the lease  
2 agreement between the Hawaii technology development corporation  
3 and the University of Hawaii will expire on July 1, 2018. The  
4 termination of this lease agreement will result in loss of  
5 revenue for the Hawaii technology development corporation for  
6 operational and administrative costs, resulting in staff  
7 reductions and a reduction in programs administered and operated  
8 by the corporation which would have a detrimental impact on  
9 diversifying Hawaii's economy through technology development.

10           The purpose of this Act is to appropriate funds to the  
11 Hawaii technology development corporation for the continued  
12 operations and administration of the corporation and their  
13 programs and provide additional time for the corporation to  
14 develop public-private partnerships for a new incubator facility  
15 to be established where small business startups can lease space  
16 that will help fund operating and administrative costs of the  
17 corporation similar to what occurred at the Manoa innovation  
18 center.

19           SECTION 2. There is appropriated out of the general  
20 revenues of the State of Hawaii the sum of \$                    or so much  
21 thereof as may be necessary for fiscal year 2018-2019 for the



1 operations and administration of the Hawaii technology  
2 development corporation and the various programs operated and  
3 administered by the Hawaii technology development corporation.

4 The sum appropriated shall be expended by the Hawaii  
5 technology development corporation for the purposes of this Act.

6 SECTION 3. This Act shall take effect on July 1, 2018.



**Report Title:**

Technology; Hawaii Technology Development Corporation;  
Operational Costs; Administrative Costs; Appropriation

**Description:**

Appropriates funds to the Hawaii Technology Development  
Corporation for administrative and operational costs. (HB583  
HD1)

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

