

Honolulu, Hawaii

MAR 20 2018

RE: H.B. No. 2333  
H.D. 1

Honorable Ronald D. Kouchi  
President of the Senate  
Twenty-Ninth State Legislature  
Regular Session of 2018  
State of Hawaii

Sir:

Your Committee on Economic Development, Tourism, and  
Technology, to which was referred H.B. No. 2333, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE HAWAII COMMUNITY-BASED  
ECONOMIC DEVELOPMENT TECHNICAL AND FINANCIAL ASSISTANCE  
PROGRAM,"

begs leave to report as follows:

The purpose and intent of this measure is to authorize the  
Department of Business, Economic Development, and Tourism to  
deposit monies it receives from the repayments of outstanding  
loans and payments of certain loan programs into the Hawaii  
community-based economic development revolving fund.

Your Committee received testimony in support of this measure  
from the Department of Business, Economic Development, and  
Tourism; Hawai'i Alliance for Community-Based Economic Development;  
O'ahu County Committee on Legislative Priorities of the Democratic  
Party of Hawai'i; Waianae Economic Development Council; Hawai'i  
Farm Bureau; and one individual.

Your Committee finds that the Hawaii capital loan program,  
Hawaii large fishing vessel purchase, construction, renovation,  
maintenance, and repair loan program, and Hawaii small fishing  
vessel loan program have been inactive since the repeal of the  
three programs' revolving funds. Your Committee further finds  
that the recoveries from outstanding loans from these programs



would be better utilized in the Hawaii community-based economic development revolving fund, which supports the community-based economic development (CBED) program. The three loan programs share similar missions with the CBED program in that all of the programs were designed to assist small businesses and positively impact their communities, thereby validating the deposit of monies into the Hawaii community-based economic development revolving fund.

Your Committee believes that reallocating funds to the CBED program will support Hawaii's most socially and economically challenged regions and demographic groups through community-supported economic development projects. The CBED program improves the living standards of Hawaii's residents in the most vulnerable communities and provides an opportunity to not only stimulate business activity, but also create jobs for socially and economically challenged communities.

As affirmed by the record of votes of the members of your Committee on Economic Development, Tourism, and Technology that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2333, H.D. 1, 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 Economic  
Development, Tourism, and  
Technology,



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GLENN WAKAI, Chair



The Senate  
Twenty-Ninth Legislature  
State of Hawai'i

**Record of Votes**  
**Committee on Economic Development, Tourism, and Technology**  
**ETT**

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|--|--|-------------------------|----------|----------|
| Bill / Resolution No.:*<br><b>HB 2333 HDI</b>  | Committee Referral:<br><b>ETT, NAM</b> | Date:<br><b>3/12/18</b> |          |          |
| <input type="checkbox"/> The Committee is reconsidering its previous decision on this measure.<br>If so, then the previous decision was to: _____  |  |                         |          |          |
| The Recommendation is:<br><input checked="" type="checkbox"/> Pass, unamended 2312 <input type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313 |  |                         |          |          |
| Members  | Aye                                    | Aye (WR)                | Nay      | Excused  |
| WAKAI, Glenn (C)   | ✓                                      |                         |          |          |
| TANIGUCHI, Brian T. (VC)   | ✓                                      |                         |          |          |
| BAKER, Rosalyn H.  |  |                         |          | ✓        |
| GALUTERIA, Brickwood   |  |                         |          | ✓        |
| THIELEN, Laura H.  | ✓                                      |                         |          |          |
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| <b>TOTAL</b>   | <b>3</b>                               | <b>0</b>                | <b>0</b> | <b>2</b> |
| Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted   |  |                         |          |          |
| Chair's or Designee's Signature:   |  |                         |          |          |
| <b>Distribution:</b> Original     Yellow     Pink     Goldenrod<br>File with Committee Report     Clerk's Office     Drafting Agency     Committee File Copy   |  |                         |          |          |

\*Only one measure per Record of Votes