



EXECUTIVE CHAMBERS
HONOLULU

DAVID Y. IGE
GOVERNOR

June 29, 2018

GOV. MSG. NO. 1169

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

The Honorable Scott K. Saiki,
Speaker and Members of the
House of Representatives
Twenty-Ninth State Legislature
State Capitol, Room 431
Honolulu, Hawai'i 96813

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

This is to inform you that on June 29, 2018, the following bill was signed into law:

HB1958 HD1 SD1 CD1

RELATING TO THE HAWAII TECHNOLOGY
DEVELOPMENT CORPORATION
ACT 068 (18)

Sincerely,

DAVID Y. IGE
Governor, State of Hawai'i

Approved by the Governor
on JUN 29 2018
HOUSE OF REPRESENTATIVES
TWENTY-NINTH LEGISLATURE, 2018
STATE OF HAWAII

ACT 068
H.B. NO. 1958
H.D. 1
S.D. 1
C.D. 1

A BILL FOR AN ACT

RELATING TO THE HAWAII TECHNOLOGY DEVELOPMENT CORPORATION.

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

1 SECTION 1. The legislature finds that the Hawaii small
2 business innovation research program is the longest-running
3 federal small business innovation research matching grant
4 program in the United States. The Hawaii small business
5 innovation research program of the Hawaii technology development
6 corporation has increased the competitiveness of small
7 businesses in Hawaii, attracted additional federal dollars into
8 the State, and helped Hawaii businesses to transform their
9 research into innovative commercial products and services.

10 The legislature further finds that in 2017, the Hawaii
11 small business innovation research program awarded approximately
12 \$1,900,000 in matching grants to businesses that had received a
13 federal small business innovation research phase II or III award
14 or contract. These matching grants helped to create an
15 anticipated one hundred thirty-one new high-paying jobs in the
16 State.

17 The legislature believes that continued funding for the
18 Hawaii small business innovation research program will further



1 help to develop Hawaii's technology sector. Additionally, in
2 light of the amendments made by Act 216, Session Laws of Hawaii
3 2015, that authorized the corporation to match phase II and III
4 awards or contracts, the Hawaii technology development
5 corporation should also be allowed to issue additional awards
6 which will help to maximize the efficiency of the appropriated
7 funds.

8 The purpose of this Act is to appropriate moneys to
9 continue the small business innovation research program and to
10 authorize the Hawaii technology development corporation to match
11 federal small business innovation research phase III or small
12 business technology transfer program phase III awards, including
13 those funded by the private sector or government sources outside
14 of the program.

15 SECTION 2. Section 206M-15, Hawaii Revised Statutes, is
16 amended by amending subsection (b) to read as follows:

17 "(b) The development corporation may provide grants to any
18 business in Hawaii that:

19 (1) Receives a federal small business innovation research
20 phase [~~I, II, or III~~] I or II award or contract from



1 any participating federal agency, up to fifty per cent
2 of the amount of the federal award or contract;

3 (2) Receives a federal small business technology transfer
4 program award or contract from any participating
5 federal agency, up to fifty per cent of the amount of
6 the federal award or contract; [~~e~~]

7 (3) Receives a federal small business innovation research
8 phase III or small business technology transfer
9 program phase III award or contract, up to fifty
10 percent of the amount of the award or contract funded
11 by private sector or government sources outside of the
12 program; or

13 [~~+3~~] (4) Applies for a small business innovation research
14 federal grant or a small business technology transfer
15 program federal grant, in an amount not to exceed
16 \$3,000,

17 subject to the availability of funds."

18 SECTION 3. There is appropriated out of the general
19 revenues of the State of Hawaii the sum of \$1,500,000 or so much
20 thereof as may be necessary for fiscal year 2018-2019 for the
21 small business innovation research program.



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

3 SECTION 4. Statutory material to be repealed is bracketed
4 and stricken. New statutory material is underscored.

5 SECTION 5. This Act shall take effect on July 1, 2018.

APPROVED this 29 day of JUN , 2018



GOVERNOR OF THE STATE OF HAWAII



HB No. 1958, HD 1, SD 1, CD 1

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 1, 2018
Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Twenty-Ninth Legislature of the State of Hawaii, Regular Session of 2018.



Scott K. Saiki
Speaker
House of Representatives




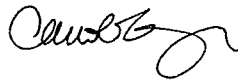
Brian L. Takeshita
Chief Clerk
House of Representatives

THE SENATE OF THE STATE OF HAWAI‘I

Date: May 1, 2018
Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the
Senate of the Twenty-ninth Legislature of the State of Hawai‘i, Regular Session of 2018.


President of the Senate


Clerk of the Senate