

STAND. COM. REP. NO.

2979

Honolulu, Hawaii

MAR 20 2018

RE: H.B. No. 2559
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. 2559, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO SPECIAL PURPOSE REVENUE BONDS TO ASSIST SPINLAUNCH,"

begs leave to report as follows:

The purpose and intent of this measure is to authorize the issuance of special purpose revenue bonds to assist SpinLaunch Inc., in financing the costs of planning, design, construction, equipping, acquisition of land, and other tangible assets required for an electrically powered, kinetic launch system for small satellites.

Your Committee received testimony in support of this measure from the Pacific International Space Center for Exploration Systems, Oahu County Committee on Legislative Priorities of the Democratic Party of Hawai'i, Engineering Space, and three individuals. Your Committee received comments on this measure from the Department of Budget and Finance.

Your Committee finds that it is important to diversify Hawaii's economy, rather than depend solely on tourism and agriculture. Your Committee believes that the aerospace industry has potential to be a key factor in Hawaii's economy given Hawaii's geographical location. SpinLaunch Inc., proposes to construct an electrical small satellite launch system on the



island of Hawaii, which your Committee believes to be a step toward advancing the aerospace industry in Hawaii. This proposed project is expected to generate millions of dollars in construction project spending and create long-term technical jobs relating to the operation of the launch facility. Accordingly, your Committee believes that the issuance of special purpose revenue bonds to assist SpinLaunch Inc., will improve the State's economy and benefit the aerospace industry.

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. 2559, 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,



GLENN WAKAI, Chair



The Senate
 Twenty-Ninth Legislature
 State of Hawai'i

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

Bill / Resolution No. :* <i>HB 2559 HDI</i>	Committee Referral: <i>ETT, WAM</i>	Date: <i>3/12/18</i>			
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____					
The Recommendation is:					
<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.	✓				
TOTAL		3	0	0	2
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted					
Chair's or Designee's Signature: <i>[Signature]</i>					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

*Only one measure per Record of Votes