STAND. COM. REP. NO. **2011**

Honolulu, Hawaii

FC10.13

, 2006

RE:

S.B. No. 3073

S.D. 1

Honorable Robert Bunda President of the Senate Twenty-Third State Legislature Regular Session of 2006 State of Hawaii

Sir:

Your Committees on Energy, Environment, and International Affairs and Intergovernmental Affairs, to which was referred S.B. No. 3073 entitled:

"A BILL FOR AN ACT RELATING TO MOTOR VEHICLE RECOVERY,"

beg leave to report as follows:

The purpose of this measure is to require an advance refundable vehicle disposal fee for each registered motor vehicle.

The County of Hawaii Department of Environmental Management and Windward Ahupua'a Alliance submitted testimony in support of this measure. The Hawaii Automobile Dealers' Association and the Alliance of Automobile Manufacturers submitted testimony in opposition.

Your Committees find that a problem exists in this State regarding abandoned vehicles, especially on the neighbor islands. Abandoned vehicles are illegally dumped on roadways and in other public areas, creating problems for the counties and the communities. According to the Windward Ahupua'a Alliance, its members helped dispose of nearly one thousand vehicles since March 2003. This measure creates a financial incentive for vehicle owners to responsibly dispose of vehicles at vehicle disposal centers.

Upon further consideration, your Committees amended this measure by:



- Restricting the measure to counties with a population of 1. 500,000 or less;
- 2. Clarifying that the fee shall apply to all motor vehicles;
- 3. Requiring a registered owner of a new motor vehicle to pay the fee in one lump sum upon the issuance of the first certificate of registration;
- 4. Enabling a registered owner of any other motor vehicle to pay the fee over four annual registration renewals;
- 5. Clarifying that the claim to the fee shall be transferred upon a transfer of the title to or interest in the registered motor vehicle;
- 6. Clarifying that if a motor vehicle is abandoned, the fee for the motor vehicle shall escheat to the county and shall be deposited into an environmental management special fund to be used for disposing of abandoned vehicles; and
- Leaving the disposal fee amount blank to encourage 7. further discussion of that issue.

As affirmed by the records of votes of the members of your Committees on Energy, Environment, and International Affairs and Intergovernmental Affairs that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 3073, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 3073, S.D. 1, and be referred to the Committee on Ways and Means.

> Respectfully submitted on behalf of the members of the Committees on Energy, Environment, and International Affairs and Intergovernmental Affairs,

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The Senate Twenty-Third Legislature State of Hawaii

Record of Votes of the Committee on Energy, Environment and International Affairs (Bills and Resolutions)

Measure:* SB 3073	Committee Referral: D EIA/IGA, WAM		Date: Fe	Date: February 7, 2006	
The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to:					
The Recommendation is to:	-				
Pass, unamended (2312)	Pass, with a (231	mendments 1)	Hold (231	L	Recommit (2313)
Members		Ayes	Ayes(WR)	Nays	Excused
ENGLISH, J. Kalani (C)					
KOKUBUN, Russell S. (VC)					
HANABUSA, Colleen	:				
HOOSER, Gary L.	<u></u>	1			
HEMMINGS, Fred	***				
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Section 1					1
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TOTAL		3			2
Recommendation: Not Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original File with Committee	Report Cle	Yellow rk's Office	Pink Drafting Agen		denrod ee File Copy

^{*}Do <u>not</u> list more than one measure per Record of Votes.

The Senate Twenty-Third Legislature State of Hawaii

Record of Votes of the Committee on Intergovernmental Affairs (Bills and Resolutions)

Measure:* SB 3073	Committee Referral: EIA/IGA, WAM		Date:	Date: 2/7/2006	
The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to:					
The Recommendation is to:					
			Recommit (2313)		
Members		Ayes	Ayes(WR)	Nays	Excused
IGE, David Y. (C)		✓			
KIM, Donna Mercado (VC)		100	rocker Br		✓
BAKER, Rosalyn H.		\			
ENGLISH, J. Kalani			1995 B		
INOUYE, Lorraine R.					
NISHIHARA, Clarence K.		V			
SLOM, Sam		•			
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TOTAL		4		•	2
Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution : Original File with Committee	Report Cle	Yellow erk's Office	Pink Drafting Agen		denrod ee File Copy

^{*}Do <u>not</u> list more than one measure per Record of Votes.

A BILL FOR AN ACT

RELATING TO MOTOR VEHICLE RECOVERY.

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

1	SECTION 1. Chapter 286, Hawaii Revised Statutes, is
2	amended by adding one new section to part III to be
3	appropriately designated and to read as follows:
4	"§286- Advance refundable vehicle disposal fee;
5	environmental management special fund. (a) Beginning
6	September 16, 2006, any county with a population of 500,000 or
7	less shall impose an advance refundable vehicle disposal fee of
8	<pre>\$ for every motor vehicle to be paid:</pre>
9	(1) In one lump sum by the registered owner of any new
10	motor vehicle upon the issuance of the first
11	certificate of registration; and
12	(2) Over four annual registration renewals by the
13	registered owner of any other motor vehicle.
14	(b) The fee shall be refunded to the registered owner at
15	the time the motor vehicle is surrendered to a county vehicle
16	disposal center.

1	(c) Any claim to the fee shall be transferred upon a
2	transfer of the title to or interest of an owner in the
3	registered motor vehicle.
4	(d) The county shall issue a certificate acknowledging
5	payment of the fee and shall keep records necessary to refund
6	the fee.
7	(e) If a motor vehicle is abandoned pursuant to chapter
8	290, the fee for that motor vehicle shall escheat to the county
9	and shall be deposited into an environmental management special
10	fund to be established by each county and used for disposing of
11	abandoned vehicles.
12	(f) Each county shall adopt rules in accordance with
13	chapter 91 to effectuate the purpose of this section, including
14	instances when a motor vehicle is moved to another county."
15	SECTION 2. New statutory material is underscored.
16	SECTION 3. This Act shall take effect on upon approval.

SB3013,501

Report Title:

Motor Vehicle Recovery Program; Advance Disposal Fee

Description:

Requires an advance refundable vehicle disposal fee for registration of motor vehicles; unclaimed fees escheat to county to be used for disposing of abandoned vehicles. Applies to any county with a population of 500,000 or less. (SD1)