STAND. COM. REP. NO. 1318

Honolulu, Hawaii

March 20, 2007

RE:

S.B. No. 1222

S.D. 3

H.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fourth State Legislature Regular Session of 2007 State of Hawaii

Sir:

Your Committee on Energy & Environmental Protection, to which was referred S.B. No. 1222, S.D. 3, entitled:

"A BILL FOR AN ACT RELATING TO INCOME TAXATION,"

begs leave to report as follows:

The purpose of this measure is to clarify that the renewable energy technologies tax credit is available only for energy technology systems that are installed and placed in service in Hawaii.

Your Committee received testimony in support of the measure from the University of Hawaii's Hawaii Energy Policy Forum and the Hawaii Renewable Energy Alliance. The Tax Foundation of Hawaii submitted comments on this measure.

Your Committee finds that the renewable energy technologies tax credit provides an incentive for businesses and residents to install and place into service energy technology systems that capture and convert natural sources such as the wind, heat, or light into a consumable energy or fuel. The tax credit, however, is unclear as to the qualifying location of such energy technologies systems.

This measure clarifies that the energy technologies systems must be installed and placed into service in the State in order to qualify for the renewable energy technologies tax credit.

SB1222 HD1 HSCR LRB 07-3519.doc

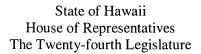


Your Committee has amended the bill by clarifying that this measure applies to taxable years beginning after December 31, 2006.

As affirmed by the record of votes of the members of your Committee on Energy & Environmental Protection that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1222, S.D. 3, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 1222, S.D. 3, H.D. 1, and be referred to the Committee on Finance.

Respectfully submitted on behalf of the members of the Committee on Energy & Environmental Protection,

Mununu Worlth Chair



HEGR 1318

Record of Votes of the Committee on Energy & Environmental Protection

Bill/Resolution No.:	Date:	alirlas		
SB 1222 SD 3	3 15 01			
Committee Referral: EEP,FIN	☐ The committee is reconsidering its previous decision on the measure.			
The recommendation is to: Pass, unamended	Pass, with amendments			
☐ Hold	Pass, with amendments, for recommittal for further consideration			
EEP Members	Ayes	Ayes (WR)	Nays	Excused
1. MORITA, Hermina M. (C)				
2. CARROLL, Mele (VC)	J			
3. CHONG, Pono	√,			
4. ITO, Ken	1			
5. MAGAOAY, Michael Y.	$\overline{}$			
6. SAGUM, Roland D., III	-			Colombia Lines (201)
7. SAIKI, Scott K.	/			
8. THIELEN, Cynthia				V
TOTAL	1			
The recommendation is: Adopted	•	<u> </u>		
□ Not Adopted				
If joint referral,com	mittee acronym	did not suppo (s)	rt recommendatior	1.
Vice Chair's or designee's signature:				
Mele Canoll				
Distribution: Original (White) – Committee Duplicate (Yellow) – Clerk's Office				
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