STAND. COM. REP. NO. 66

Honolulu, Hawaii

Fely 6, 2009

RE: H.B. No. 371 H.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fifth State Legislature Regular Session of 2009 State of Hawaii

Sir:

Your Committee on Energy & Environmental Protection, to which was referred H.B. No. 371 entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this bill is to make permanent the one cent per gallon tax on naphtha sold for use in a power-generating facility.

The Kauai Island Utility Cooperative and Hamakua Energy Partners, L.P., testified in support of this bill. The Department of Taxation and Tax Foundation of Hawaii provided comments.

Your Committee has amended this bill by adding language providing background on the initial implementation of the tax in 2007.

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 H.B. No. 371, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 371, H.D. 1, and be referred to the Committee on Consumer Protection & Commerce.

STAND. COM. REP. NO. 66 Page 2

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

## State of Hawaii House of Representatives The Twenty-fifth Legislature

## Record of Votes of the Committee on Energy & Environmental Protection

Bill/Resolution No.: Committee  HB 371  EEF	Committee Referral: EEP CPC, FIN 2/3/09			
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to:  □ Pass, unamended (as is) ■ Pass, with amendments (HD) □ Hold □ Pass short form bill with HD to recommit for future public hearing (recommit)				
EEP Members	Ayes	Ayes (WR)	Nays	Excused
1. MORITA, Hermina M. (C)				
2. COFFMAN, Denny (VC)				
		o Maria		E. S. B. S. B. S.
3. CABANILLA, Rida				
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4. CHANG, Jerry L.				
5. CHONG, Pono				
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6. HAR, Sharon E.				
7. HERKES, Robert N.				
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8. ITO, Ken			•	J De
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9. LEE, Chris				
10. LUKE, Sylvia				
11. SACUM Polond D. III				
11. SAGUM, Roland D., III				
12. CHING, Corinne W.L.				
13. THIELEN, Cynthia				
TOTAL (13)	11			2
The recommendation is:  Adopted  If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature:  Denny Coffine				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				