STAND. COM. REP. NO. **790**

Honolulu, Hawaii

MAR 0 6 2009

RE: S.B. No. 1260

S.D. 1

Honorable Colleen Hanabusa President of the Senate Twenty-Fifth State Legislature Regular Session of 2009 State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred S.B. No. 1260 entitled:

"A BILL FOR AN ACT RELATING TO AIR POLLUTION FEES,"

begs leave to report as follows:

The purpose of this measure is to eliminate a disincentive to air pollution reduction by removing the cap on fees for air pollution emissions.

Your Committee received one written comment on this measure. The written comment may be reviewed on the Legislature's website.

Your Committee finds that covered source permit holders must pay fees per ton of regulated air pollutant emitted annually. These fees fund the Clean Air Branch of the Department of Health and other programs. Covered source permit holders, however, are not assessed fees for emissions in excess of four thousand tons per year. Your Committee believes that this is inequitable for covered source permit holders that emit fewer than four thousand tons per year, while allowing polluters who exceed the cap no additional fines or penalties.

Your Committee has amended the measure by changing the effective date to January 1, 2099, to facilitate further discussion.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your

SB1260 SD1 SSCR LRB 09-2787.doc

Committee is in accord with the intent and purpose of S.B. No. 1260, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 1260, S.D. 1.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

DONNA MERCADO KIM, Chair

The Senate Twenty-Fifth Legislature State of Hawaii

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee	e Referral:	D	ate:	
SB 1260	ENE	MAW.	(1	Mar 2	2009
The committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
KIM, Donna Mercado (C)					
TSUTSUI, Shan S. (VC)					
CHUN OAKLAND, Suzanne					
ENGLISH, J. Kalani					
FUKUNAGA, Carol		1			
GALUTERIA, Brickwood					
HEE, Clayton					
HOOSER, Gary L.					
KIDANI, Michelle N.				4.65 44	3000
KOKUBUN, Russell S.					
TOKUDA, Jill N.			Same Called Lines		100000 0000 0000 0000 0000 0000 0000 0
HEMMINGS, Fred					
					inalia Sabbasanan
TOTAL		11	0		•
TOTAL				0	
Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

*Only one measure per Record of Votes