STAND. COM. REP. NO. 735

Honolulu, Hawaii

March 8, 2011

RE: H.B. No. 1019 H.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Sixth State Legislature Regular Session of 2011 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 1019 entitled:

"A BILL FOR AN ACT RELATING TO SUSTAINABILITY,"

begs leave to report as follows:

The purpose of this bill is to ensure Hawaii's energy and food security by increasing the allocated amounts for energy and food security from the environmental response, energy, and food security tax, more commonly known as the barrel tax.

Specifically, this measure increases the amount of the barrel tax deposited into:

- (1) The Energy Security Special Fund from 15 cents to 45 cents of the tax on each barrel; and
- (2) The Agricultural Development and Food Security Special Fund from 15 cents to 45 cents of the tax on each barrel.

The Department of Business, Economic Development, and Tourism, Department of Agriculture, Hawaii Farm Bureau Federation, Enterprise Honolulu, Oahu Economic Development Board, Sierra Club-Hawaii Chapter, Hawaii BioEnergy Producers Cooperative, and several concerned individuals testified in support of this bill. The University of Hawaii System, Blue Planet Foundation, Tax

Foundation of Hawaii, Windward Ahupuaa Alliance, and The Nature Conservancy of Hawaii provided comments.

Your Committee has amended this bill by:

- (1) Changing its effective date to July 1, 2030, to encourage further discussion; and
- (2) Making technical, nonsubstantive amendments for clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1019, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 1019, H.D. 1.

Respectfully submitted on behalf of the members of the Committee on Finance.

MARCUS R. OSHIRO, Chair

State of Hawaii House of Representatives The Twenty-sixth Legislature



Record of Votes of the Committee on Finance

Bill/Resolution No.:	Committee Referral:	Dates	2/25	/, ,
HB 1019	EEP/AGR F		2/20/	//
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)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. OSHIRO, Marcus R. (C)				
2. LEE, Marilyn B. (VC)	i			220.00
3. CHONG, Pono	· · ·			
4. CHOY, Isaac W.	<u> </u>			
5. COFFMAN, Denny				
6. CULLEN, Ty	V			
7. HAR, Sharon E.				
8. HASHEM, Mark J.				
9. ICHIYAMA, Linda				
10. JORDAN, Jo	· /			
11. LEE, Chris				<u> </u>
12. MORIKAWA, Dee				
13. TOKIOKA, James Kunane				
14. YAMASHITA, Kyle T.				
15. MARUMOTO, Barbara C.				<u> </u>
16. RIVIERE, Gil 17. WARD, Gene				
17. WARD, Gene	: '			1
				
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TOTAL (17)	om 514	1 Dans	0	2)
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature: Marily B. Jel				
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