STAND. COM. REP. NO. 1512 -12

Honolulu, Hawaii

April 4 , 2012

RE: H.R. No. 138

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Sixth State Legislature Regular Session of 2012 State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred H.R. No. 138 entitled:

"HOUSE RESOLUTION REQUESTING THE SPEAKER OF THE HOUSE OF REPRESENTATIVES TO CONVENE A LEGISLATIVE TASK FORCE TO ASSESS THE IMPACT OF THE POTENTIAL SALE OF THE TESORO OIL REFINERY ON CONSUMERS AND THE STATE,"

begs leave to report as follows:

The purpose of this measure is to address the concerns regarding the announced sale of the Tesoro oil refinery operations in Hawaii and the potential economic impact on consumers and the State by:

- (1) requesting the Speaker of the House of Representatives to convene a legislative task force of House members to assess the impact of the potential sale of the Tesoro oil refinery on consumers and the State; and
- (2) that the task force develop economic models that illustrate the potential economic effect that having a single oil refinery operating in the State would have as compared to having at least two oil refineries operating in the State; and
- (3) that the task force also develop an economic model that considers the economic impact to Hawaii consumers and the State if a natural or man-made event causes an oil refinery in the State to temporarily cease production; how petroleum products could be

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supplied under such a scenario; and the projected impact of such a scenario.

Tesoro Hawaii Corporation provided comments on this measure.

As affirmed by the record of votes of the members of your Committee on Consumer Protection & Commerce that is attached to this report, your Committee concurs with the intent and purpose of H.R. No. 138 and recommends its adoption.

Respectfully submitted on behalf of the members of the Committee on Consumer Protection & Commerce,

ROBERT N. HERKES, Chair

State of Hawaii House of Representatives The Twenty-sixth Legislature

Record of Votes of the Committee on Consumer Protection & Commerce

Bill/Resolution No.: HR 138	Committee Referral:) Dar	te: 4/2/	12
☐ 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)				
CPC Members	Ayes	Ayes (WR)	Nays	Excused
1. HERKES, Robert N. (C)				
2. YAMANE, Ryan I. (VC)				
3. BROWER, Tom				
4. CABANILLA, Rida T.R.				
5. CARROLL, Mele				
6. COFFMAN, Denny				
7. ITO, Ken		.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
8. KEITH-AGARAN, Gilbert S.C.				
9. LUKE, Sylvia		 .		
10. McKELVEY, Angus L.K.				-
11. SOUKI, Joseph M.				
12. TSUJI, Clift				
13. CHING, Corinne W.L.				<u> </u>
14. MARUMOTO, Barbara C.				
15. THIELEN, Cynthia				
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TOTAL (15)	- 11			ef
The recommendation is: Adopted Not Adopted				
If joint referral, did not support recommendation.				
Vice Chair's or designee's signature:				
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO				