A BILL FOR AN ACT

RELATING TO BIOFUELS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that zero waste biofuel
- 2 research and development is essential to enhance Hawaii's food
- 3 and energy security. The zero waste concept will provide
- 4 farmers additional income from their crops by selling farm waste
- 5 as feedstock that can be converted into oil and high protein
- 6 feed. This process can include agricultural waste products
- 7 derived from papaya and sugar cane production or other low-value
- 8 streams of organic material farmed or otherwise.
- 9 The purpose of this Act is to allocate, for every 15 cents
- 10 of the environmental response, energy, and food security tax
- 11 that is deposited into the energy security special fund and the
- 12 agricultural development and food security special fund,
- 13 respectively, 1.5 cents of each deposit to the agribusiness
- 14 development corporation as investment capital for research and
- 15 development partnerships with entities and enterprises for zero
- 16 waste biofuel production.
- 17 SECTION 2. Section 243-3.5, Hawaii Revised Statutes, is
- 18 amended by amending subsection (a) to read as follows:

2013-0874 SB SMA.doc



S.B. NO. 985

1	"(a)	In addition to any other taxes provided by law,
2	subject t	o the exemptions set forth in section 243-7, there is
3	hereby im	posed a state environmental response, energy, and food
4	security	tax on each barrel or fractional part of a barrel of
5	petroleum	product sold by a distributor to any retail dealer or
6	end user	of petroleum product, other than a refiner. The tax
7	shall be	\$1.05 on each barrel or fractional part of a barrel of
8	petroleum	product that is not aviation fuel; provided that of
9	the tax c	ollected pursuant to this subsection:
10	(1)	5 cents of the tax on each barrel shall be deposited
11		into the environmental response revolving fund
12		established under section 128D-2;
13	(2)	15 cents of the tax on each barrel shall be deposited
14		into the energy security special fund established
15		under section 201-12.8[\div], 1.5 cents of which shall be
16		allocated to the agribusiness development corporation
17		as investment capital for research and development
18		partnerships with entities and enterprises for zero
19		waste biofuel production;
20	(3)	10 cents of the tax on each barrel shall be deposited
21		into the energy systems development special fund
22		established under section 304A-2169; and

2013-0874 SB SMA.doc

S.B. NO. 985

special fund established under section 141-10[-], 1. cents of which shall be allocated to the agribusines development corporation as investment capital for research and development partnerships with entities and enterprises for zero waste biofuel production. The tax imposed by this subsection shall be paid by the distributor of the petroleum product." SECTION 3. Statutory material to be repealed is brackete and stricken. New statutory material is underscored. SECTION 4. This Act shall take effect upon its approval, and shall be repealed on June 30, 2015; provided that section 243-3.5, Hawaii Revised Statutes, shall be reenacted in the fo in which it read on June 30, 2010, pursuant to Act 73, Session Laws of Hawaii 2010.	1	(4)	15 cents of the tax on each barrel shall be deposited	
development corporation as investment capital for research and development partnerships with entities and enterprises for zero waste biofuel production. The tax imposed by this subsection shall be paid by the distributor of the petroleum product." SECTION 3. Statutory material to be repealed is brackete and stricken. New statutory material is underscored. SECTION 4. This Act shall take effect upon its approval, and shall be repealed on June 30, 2015; provided that section the section in which it read on June 30, 2010, pursuant to Act 73, Session Laws of Hawaii 2010.	2		into the agricultural development and food security	
development corporation as investment capital for research and development partnerships with entities and enterprises for zero waste biofuel production. The tax imposed by this subsection shall be paid by the distributor of the petroleum product." SECTION 3. Statutory material to be repealed is brackete and stricken. New statutory material is underscored. SECTION 4. This Act shall take effect upon its approval, and shall be repealed on June 30, 2015; provided that section 243-3.5, Hawaii Revised Statutes, shall be reenacted in the fo in which it read on June 30, 2010, pursuant to Act 73, Session Laws of Hawaii 2010.	3		special fund established under section 141-10[\div], 1.5	
research and development partnerships with entities and enterprises for zero waste biofuel production. The tax imposed by this subsection shall be paid by the distributor of the petroleum product." SECTION 3. Statutory material to be repealed is brackete and stricken. New statutory material is underscored. SECTION 4. This Act shall take effect upon its approval, and shall be repealed on June 30, 2015; provided that section 4 243-3.5, Hawaii Revised Statutes, shall be reenacted in the fo in which it read on June 30, 2010, pursuant to Act 73, Session Laws of Hawaii 2010.	4		cents of which shall be allocated to the agribusiness	
and enterprises for zero waste biofuel production. The tax imposed by this subsection shall be paid by the distributor of the petroleum product." SECTION 3. Statutory material to be repealed is brackete and stricken. New statutory material is underscored. SECTION 4. This Act shall take effect upon its approval, and shall be repealed on June 30, 2015; provided that section 4 243-3.5, Hawaii Revised Statutes, shall be reenacted in the fo in which it read on June 30, 2010, pursuant to Act 73, Session Laws of Hawaii 2010.	5		development corporation as investment capital for	
The tax imposed by this subsection shall be paid by the distributor of the petroleum product." SECTION 3. Statutory material to be repealed is brackete and stricken. New statutory material is underscored. SECTION 4. This Act shall take effect upon its approval, and shall be repealed on June 30, 2015; provided that section 4 243-3.5, Hawaii Revised Statutes, shall be reenacted in the fo in which it read on June 30, 2010, pursuant to Act 73, Session Laws of Hawaii 2010.	6		research and development partnerships with entities	
gettion of the petroleum product." SECTION 3. Statutory material to be repealed is brackete and stricken. New statutory material is underscored. SECTION 4. This Act shall take effect upon its approval, and shall be repealed on June 30, 2015; provided that section 243-3.5, Hawaii Revised Statutes, shall be reenacted in the fo in which it read on June 30, 2010, pursuant to Act 73, Session Laws of Hawaii 2010.	7		and enterprises for zero waste biofuel production.	
SECTION 3. Statutory material to be repealed is brackete and stricken. New statutory material is underscored. SECTION 4. This Act shall take effect upon its approval, and shall be repealed on June 30, 2015; provided that section 243-3.5, Hawaii Revised Statutes, shall be reenacted in the fo in which it read on June 30, 2010, pursuant to Act 73, Session Laws of Hawaii 2010.	8 .	The	tax imposed by this subsection shall be paid by the	
and stricken. New statutory material is underscored. SECTION 4. This Act shall take effect upon its approval, and shall be repealed on June 30, 2015; provided that section 4 243-3.5, Hawaii Revised Statutes, shall be reenacted in the fo in which it read on June 30, 2010, pursuant to Act 73, Session Laws of Hawaii 2010.	9	distributor of the petroleum product."		
SECTION 4. This Act shall take effect upon its approval, and shall be repealed on June 30, 2015; provided that section 243-3.5, Hawaii Revised Statutes, shall be reenacted in the fo in which it read on June 30, 2010, pursuant to Act 73, Session Laws of Hawaii 2010.	10	SECT	ION 3. Statutory material to be repealed is bracketed	
and shall be repealed on June 30, 2015; provided that section 243-3.5, Hawaii Revised Statutes, shall be reenacted in the fo in which it read on June 30, 2010, pursuant to Act 73, Session Laws of Hawaii 2010.	11	and stricken. New statutory material is underscored.		
14 243-3.5, Hawaii Revised Statutes, shall be reenacted in the fo 15 in which it read on June 30, 2010, pursuant to Act 73, Session 16 Laws of Hawaii 2010.	12	SECT	ION 4. This Act shall take effect upon its approval,	
in which it read on June 30, 2010, pursuant to Act 73, Session Laws of Hawaii 2010.	13	and shall	be repealed on June 30, 2015; provided that section	
16 Laws of Hawaii 2010.	14	243-3.5,	Hawaii Revised Statutes, shall be reenacted in the form	
17	15	in which	it read on June 30, 2010, pursuant to Act 73, Session	
17	16	Laws of Hawaii 2010.		
	17		11.1 . 11.1	

Report Title:

Environmental Response, Energy, and Food Security Tax; Liquid and Gaseous Fossil Fuels; Agribusiness Development Corporation

Description:

Allocates 1.5 cents of every 15 cents of the barrel tax deposited into the energy security special fund and 1.5 cents of every 15 cents of the barrel tax deposited into the agricultural development and food security special fund, as provided in section 243-3.5, Hawaii Revised Statutes, to the agribusiness development corporation as investment capital for zero waste biofuel production.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.