STAND. COM. REP. NO. 391

Honolulu, Hawaii

FEB 1 7 2017

RE: S.B. No. 910 S.D. 1

Honorable Ronald D. Kouchi President of the Senate Twenty-Ninth State Legislature Regular Session of 2017 State of Hawaii

Sir:

Your Committee on Economic Development, Tourism, and Technology, to which was referred S.B. No. 910 entitled:

"A BILL FOR AN ACT RELATING TO RENEWABLE FUELS TAX CREDIT," begs leave to report as follows:

The purpose and intent of this measure is to replace the Department of Business, Economic Development, and Tourism's requirements associated with the certification, administration, and verification of the renewable fuels production tax credit with a survey of the renewable fuels production tax credit.

Your Committee received testimony in support of this measure from the Department of Business, Economic Development, and Tourism; Department of Taxation; Tax Foundation of Hawaii; and one individual.

Your Committee finds that the Department of Business, Economic Development, and Tourism lacks the resources and expertise required to effectively conduct the certification, verification, and administration requirements of the renewable fuels production tax credit. Your Committee further finds that this measure will align the department's existing resources and expertise with statutory requirements while still providing collection data about the tax credit's effectiveness.

Your Committee has amended this measure by:

- (1) Specifying that taxpayers claiming the credit are required to pay for any costs related to obtaining the certification; and
- (2) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Economic Development, Tourism, and Technology that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 910, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 910, S.D. 1, and be referred to your Committee on Ways and Means.

Respectfully submitted on behalf of the members of the Committee on Economic Development, Tourism, and Technology,

GLENN WAKAI, Chair

The Senate Twenty-Ninth Legislature State of Hawai'i

Record of Votes Committee on Economic Development, Tourism, and Technology ETT

Bill / Resolution No.:*	Committee F	Referral:	Da	te: 2/13/	り
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
WAKAI, Glenn (C)					
TANIGUCHI, Brian T. (VC)					
BAKER, Rosalyn H.					
GALUTERIA, Brickwood		V			
THIELEN, Laura H.					
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TOTAL		3	0	0	2
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