STAND. COM. REP. NO. 1945-18

Honolulu, Hawaii

APR 06 , 2018

RE: S.B. No. 2939 S.D. 2

Honorable Scott K. Saiki Speaker, House of Representatives Twenty-Ninth State Legislature Regular Session of 2018 State of Hawaii

Sir:

Your Committee on Finance, to which was referred S.B. No. 2939, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO ENERGY,"

begs leave to report as follows:

The purpose of this measure is to change the regulatory compact for electric utilities to promote decisions and strategies that maximize public benefit, reduce ratepayer risks, and meet Hawaii's energy goals by requiring the Public Utilities Commission to establish performance incentives and penalty mechanisms that directly tie an electric utility's revenues to the utility's achievement on performance metrics and break the direct link between allowed revenues and investment levels.

The Oahu County Committee on Legislative Priorities of the Democratic Party of Hawaii, 350Hawaii.org, Organizing for Action, Sierra Club of Hawaii, Hawaii Solar Energy Association, Blue Planet Foundation, and numerous concerned individuals testified in support of this measure. The Hawaiian Electric Company, Inc., Maui Electric Company, Ltd., and Hawaii Electric Light Company, Inc. testified in opposition to this measure. The Public Utilities Commission, Department of Commerce and Consumer Affairs, and International Brotherhood of Electrical Workers Local Union 1260, AFL-CIO, provided comments.

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 S.B. No. 2939, S.D. 2, and recommends that it pass Third Reading.

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

SYLVIA LUKE. Chair

## State of Hawaii House of Representatives The Twenty-ninth Legislature

HSCR 1965-18

## **Record of Votes of the Committee on Finance**

Bill/Resolution No.:	Committee Referral:	Date:		
SB 2939, SD 2	EEP, FIN		4/4/18	
☐ 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)				
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FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. LUKE, Sylvia (C)				1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
2. CULLEN, Ty J.K. (VC)				
3. CACHOLA, Romy M.				3 (1) (1) (1) (1) (1) (1) (1) (1) (1) (1)
4. DeCOITE, Lynn				
5. FUKUMOTO, Beth				<b>/</b>
6. GATES, Cedric Asuega				
7. HOLT, Daniel				
8. KEOHOKALOLE, Jarrett				
9. KOBAYASHI, Bertrand				
10. LOWEN, Nicole E.				
11. NAKAMURA, Nadine K.				
12. TODD, Chris				
13. YAMASHITA, Kyle T.				
14. TUPOLA, Andria P.L.				~
15. WARD, Gene				
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TOTAL (15)	10	Ø	Ø	5
The recommendation is: Adopted   Not Adopted				
If joint referral, did not support recommendation.  committee acronym(s)				
Vice Chair's or designee's signature:				
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