STAND. COM. REP. NO. 1419-22

Honolulu, Hawaii

MAR 24 , 2022

RE: S.B. No. 2998 S.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-First State Legislature Regular Session of 2022 State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred S.B. No. 2998, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO RECYCLING,"

begs leave to report as follows:

The purpose of this measure is to require the Department of Health to develop a risk-based selection process to select reports submitted by certain distributors and redemption centers for audit.

Your Committee received testimony in support of this measure from the Department of Health and American Beverage Association.

Your Committee finds that the Office of the Auditor conducts a financial and program audit of the Department of Health's Deposit Beverage Container Program every other year. These audits have demonstrated the program's failure to develop and execute procedures to verify the accuracy and completeness of data used to support claims of the deposit and container fees paid to the program by the distributors, as well as deposits and handling fees paid to the redemption centers. This measure will improve the transparency and accountability of the Deposit Beverage Container Program and help correct program deficiencies.

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 is in accord with the intent and purpose of S.B. No. 2998, S.D. 1, and recommends that it be referred to your Committee on Finance.

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

AARON LING JOHANSON, Chair

State of Hawaii House of Representatives The Thirty-first Legislature



Record of Votes of the Committee on Consumer Protection & Commerce

Bill/Resolution No.:	Committee Referral: Date		ate: 3 2 1 2 2	
SB 2998, 507	EEP, CPC, FIN		71-11-0	
☐ 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. JOHANSON, Aaron Ling (C)	J			
2. KITAGAWA, Lisa (VC)		,		
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3. AQUINO, Henry J.C.				
4. HAR, Sharon E.			ediler Statistical	
5 HACUEM Monk I				
5. HASHEM, Mark J.	V	1 - 1 A - 1 - 1		
6. KONG, Sam Satoru				
o. Rowo, gam sacou				
7. MIZUNO, John M.			agenta de proposación de la composición	Mercellolation with a communication of succession
8. MORIKAWA, Dee		Commence of the commence of th		
9. ONISHI, Richard H.K.	$\sqrt{}$			
10. TARNAS, David A.	J			
11. MATSUMOTO, Lauren				
TOTAL (11) /	11	0	٥	0
The recommendation is: 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				