STAND. COM. REP. NO. 722

Honolulu, Hawaii

APR 08 , 2022

RE: S.B. No. 3325 '

S.D. 2 H.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 Finance, to which was referred S.B. No. 3325, S.D. 2, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO CARBON SEQUESTRATION INCENTIVES,"

begs leave to report as follows:

The purpose of this measure is to:

- (1) Establish the Hawaii Carbon Smart Land Management Assistance Pilot Program to incentivize carbon sequestration activities through incentive contracts that provide compensation for eligible practices;
- (2) Repeal the Carbon Offset Program; and
- (3) Appropriate funds for staff positions and assistance with the Pilot Program.

Your Committee received testimony in support of this measure from the Kauai Women's Caucus, Climate Protectors Hawai'i, Environmental Caucus of the Democratic Party of Hawai'i, The Nature Conservancy - Hawai'i and Palmyra, Hawai'i Farm Bureau, Hawai'i Alliance for Progressive Action, 350Hawaii.org, and numerous individuals. Your Committee received testimony in opposition to

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this measure from two individuals. Your Committee received comments on this measure from the Department of Land and Natural Resources; Department of Budget and Finance; Department of Agriculture; Office of Planning and Sustainable Development; Hawaii Cattlemen's Council, Inc.; and Hawaii Gas.

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. 3325, S.D. 2, H.D. 1, and recommends that it pass Third Reading.

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

SVIVIA LIKE Chair

State of Hawaii

Record of Votes of the Committee on Finance

SB 3325 SD2 HD1 EE	ee Referral:	EIN) Date:	4-5-22	
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)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. LUKE, Sylvia (C)	1			
2. YAMASHITA, Kyle T. (VC)				
3. BRANCO, Patrick Pihana				
4. ELI, Stacelynn K.M.				
5. HOLT, Daniel		·		
6. ILAGAN, Greggor	/			
7. KOBAYASHI, Bertrand				
8. MARTEN, Lisa				
9. NISHIMOTO, Scott Y.				
10. PERRUSO, Amy A.				
11. SAYAMA, Jackson D.	/			
12. TAM, Adrian K.	/			
13. TODD, Chris				
14. WILDBERGER, Tina				
15. McDERMOTT, Bob			-	
TOTAL (15)	12			3
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				