STAND. COM. REP. NO.

Honolulu, Hawaii MAR 03 , 2023

RE: H.B. No. 1110 H.D. 2

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-Second State Legislature Regular Session of 2023 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 1110, H.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO THE ROAD USAGE CHARGE PROGRAM,"

begs leave to report as follows:

The purpose of this measure is to:

- Beginning July 1, 2025, create a mileage-based road usage charge to replace state motor fuel taxes, for electric vehicles;
- (2) Eliminate the \$50 annual state vehicle registration surcharge for electric vehicles;
- (3) Temporarily allow electric vehicles a choice of paying a registration surcharge or a per-mile road usage charge;
- (4) Require certificates of inspection to state the odometer reading;
- (5) Require the Department of Transportation to plan for the deployment of a state mileage-based road user charge program by 2033 and submit a report to the Legislature; and

2023-2146 HB1110 HD2 HSCR HMS0

STAND. COM. REP. NO. 982 Page 2

(6) Appropriate funds.

2023-2146 HB1110 HD2 HSCR HMSO

Your Committee received testimony in support of this measure from AAA Hawaii and one individual. Your Committee received testimony in opposition to this measure from one individual. Your Committee received comments on this measure from the Department of Transportation, Hawai'i State Energy Office, Big Island Electric Vehicle Association, Ulupono Initiative, Tax Foundation of Hawaii, Hawai'i Automobile Dealers' Association, and eight individuals.

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 H.B. No. 1110, H.D. 2, and recommends that it pass Third Reading.

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

KYLE T. YAMASHITA, Chair

State of Hawaii House of Representatives The Thirty-second Legislature

HSCR 982

Record of Votes of the Committee on Finance

Bill/Resolution No.: HB 1110 HD 2	Commit TRA	tee Referral: N, CPC, FI	N	2/24/23	
The committee is reconsid		/	I		
The recommendation is to:	Pass, unamended Pass short form		ss, with amendment mmit for future pub		
FIN Mer	nbers	Ayes	Ayes (WR)	Nays	Excused
1. YAMASHITA, Kyle	T. (C)	V			
2. KITAGAWA, Lisa (VC)	<hr/>			
3. AIU, Micah P.K.					
4. CHUN, Cory M.		\checkmark			
5. COCHRAN, Elle					
6. GARRETT, Andrew	Takuya				
7. KAHALOA, Kirstin					
8. KILA, Darius K.					
9. KOBAYASHI, Bertr	and				
10. LAMOSAO, Rachele	• F.	V			
11. MORIKAWA, Dee		V			
12. NISHIMOTO, Scott	Υ.	V			
13. POEPOE, Mahina		\sim			
14. TAKENOUCHI, Jen	na	\checkmark			
15. ALCOS III, David		V			
l6. WARD, Gene				\checkmark	
•					
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TOTAL (16)		14 13	U		2
The recommendation is:	Adopted If joint referral,	Not Adopted did not support recommendation. committee acronym(s)			
Vice Chair's or designee's sig	gnature:	20/2 tnen			
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