

STAND. COM. REP. NO. **2607**

Honolulu, Hawaii

FEB 16 2024

RE: S.B. No. 3022
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Thirty-Second State Legislature
Regular Session of 2024
State of Hawaii

Sir:

Your Committees on Transportation and Culture and the Arts and Commerce and Consumer Protection, to which was referred S.B. No. 3022 entitled:

"A BILL FOR AN ACT RELATING TO TRANSPORTATION,"

beg leave to report as follows:

The purpose and intent of this measure is to:

- (1) Establish a ridesharing fee; and
- (2) Deposit fees collected into the State Highway Fund.

Your Committees received testimony in support of this measure from the Department of Transportation, Oahu Metropolitan Planning Organization, Ulupono Initiative, and one individual.

Your Committees received testimony in opposition of this measure from AllWays Charley's Taxi and one individual.

Your Committees received comments on this measure from the Department of Taxation, Tax Foundation of Hawaii, and Uber Technologies.

Your Committees find that over the past five years, the rideshare industry has experienced substantial growth nationally and in Hawaii, transforming the way people commute and navigate.



Your Committees recognize that Hawaii has the potential to create a self-sustaining model where those benefiting the most from rideshare services contribute directly to the maintenance and enhancement of the transportation infrastructure they utilize. This measure outlines an effective approach to address the challenges posed by the proliferation of rideshare services by implementing a fee to be utilized for infrastructure enhancements.

Your Committees have amended this measure by:

- (1) Replacing the term "rideshare" with the term "transportation network companies";
- (2) Inserting an unspecified fee amount;
- (3) Deleting language that would have deposited collected taxes into the State Highway Fund;
- (4) Adding language to clarify that collected taxes shall be deposited into the Safe Routes to School Program Special Fund;
- (5) Inserting an effective date of January 1, 2050, to encourage further discussion;
- (6) Amending section 1 to reflect its amended purpose; and
- (7) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the records of votes of the members of your Committees on Transportation and Culture and the Arts and Commerce and Consumer Protection that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 3022, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 3022, S.D. 1, and be referred to your Committee on Ways and Means.



Respectfully submitted on
behalf of the members of the
Committees on Transportation
and Culture and the Arts and
Commerce and Consumer
Protection,



JARRETT KEOHOKALOLE, Chair



CHRIS LEE, Chair



The Senate
 Thirty-Second Legislature
 State of Hawai'i

Record of Votes
Committee on Commerce and Consumer Protection
CPN

| | | | | |
|--|---------------------|----------|-----|----------|
| Bill / Resolution No.:* | Committee Referral: | Date: | | |
| SB302Z | TCA/CPN, WAM | 2/9/24 | | |
| <input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____ | | | | |
| The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313 | | | | |
| Members | Aye | Aye (WR) | Nay | Excused |
| KEOHOKALOLE, Jarrett (C) | ✓ | | | |
| FUKUNAGA, Carol (VC) | ✓ | | | |
| MCKELVEY, Angus L.K. | | ✓ | | |
| RICHARDS, III, Herbert M. "Tim" | | | | ✓ |
| AWA, Brenton | ✓ | | | |
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| TOTAL | 3 | 1 | | 1 |
| Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> 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