

STAND. COM. REP. NO.

847

Honolulu, Hawaii

March 6, 2009

RE: H.B. No. 370

H.D. 2

Honorable Calvin K.Y. Say  
Speaker, House of Representatives  
Twenty-Fifth State Legislature  
Regular Session of 2009  
State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 370, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this bill is to decrease the cost of electricity generated by diesel fuel by reverting the license tax on liquid fuels back to 1 cent per gallon for diesel used in electric power-generation by a power-generating facility regulated by the Public Utilities Commission.

The Kauai Island Utility Cooperative supported this bill. The Department of Taxation and Department of Transportation opposed this measure. The Tax Foundation of Hawaii submitted comments.

Your Committee has amended this bill by changing the effective date to July 1, 2020, to encourage further discussion.

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. 370, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 370, H.D. 2.

HB370 HD2 HSCR FIN HMS 2009-2582



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



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MARCUS R. OSHIRO, Chair



