

STAND. COM. REP. NO.

2482

Honolulu, Hawaii

FEB 26 2010

RE: S.B. No. 2461
S.D. 2

Honorable Colleen Hanabusa
President of the Senate
Twenty-Fifth State Legislature
Regular Session of 2010
State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred S.B. No. 2461, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TRANSPORTATION,"

begs leave to report as follows:

The purpose of this measure is to raise the rental motor vehicle customer facility charge.

Specifically, the measure:

- (1) Beginning September 1, 2010, increases the rental motor vehicle customer facility charge from \$1 to \$4.50 per day;
- (2) Requires the Department of Transportation to collect the fee for at least twenty years;
- (3) Raises the ceiling of the rental motor vehicle customer facility special fund from \$25,000,000 to \$500,000,000;
- (4) Appropriates \$320,000,000 from the rental motor vehicle customer facility charge special fund for rental motor vehicle related expenses at the Honolulu international airport and the Kahului airport; and
- (5) Requires all unencumbered balances of appropriations made pursuant to Act 226, Session Laws of Hawaii 2008,



to lapse into the rental motor vehicle customer facility charge special fund on June 30, 2011.

Your Committee finds that facility improvements to motor vehicle rental concessions at the State's public airports are now necessary. Over time, the motor vehicle rental facilities have deteriorated and not kept pace with the demands of visitors and residents who use motor vehicle rental services.

Your Committee also finds that in 2008, the Legislature established a rental motor vehicle customer facility charge of \$1 per day. The charges, however, have not generated the revenue necessary to finance related construction projects. Your Committee believes that an increase of the rental motor vehicle customer facility charge will strongly support rental motor vehicle facility construction projects and save as much as \$300,000,000 in finance costs.

Your Committee has amended this measure by:

- (1) Codifying the increase of the rental motor vehicle customer facility charge from \$1 to \$4.50 per day;
- (2) Clarifying the department's authority to establish, levy, assess, and collect rental motor vehicle customer facility charges without the prior necessity of adopting rules;
- (3) Repealing the provisions in section 9 of Act 226, Session Laws of Hawaii 2008, relating to the rental motor vehicle customer facility charge, which in part, repeals the ceiling on the rental motor vehicle customer facility special fund; and
- (4) Making technical nonsubstantive changes for the purposes of clarity and style.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2461, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 2461, S.D. 2.



Respectfully submitted on
behalf of the members of the
Committee on Ways and Means,

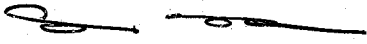


DONNA MERCADO KIM, Chair



The Senate
Twenty-Fifth Legislature
State of Hawaii

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:*	Committee Referral:	Date:		
SB 2461 SDI	TIA, WAM	02/18/10		
<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
KIM, Donna Mercado (C)	✓			
TSUTSUI, Shan S. (VC)	✓			
CHUN OAKLAND, Suzanne	✓			
ENGLISH, J. Kalani	✓			
FUKUNAGA, Carol				/
GALUTERIA, Brickwood	✓			
HEE, Clayton	✓			
HOOSER, Gary L.	✓			
KIDANI, Michelle N.	✓			
KOKUBUN, Russell S.	✓			
TOKUDA, Jill N.				/
HEMMINGS, Fred				/
TOTAL	9	0	0	3
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
Distribution: <div style="display: flex; justify-content: space-between; padding: 0 10px;"> Original File with Committee Report Yellow Clerk's Office Pink Drafting Agency Goldenrod Committee File Copy </div>				

*Only one measure per Record of Votes