

Honolulu, Hawaii

March 15, 2012

RE: S.B. No. 2787
S.D. 2

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Sixth State Legislature
Regular Session of 2012
State of Hawaii

Sir:

Your Committee on Energy & Environmental Protection, to which was referred S.B. No. 2787, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO ELECTRICITY,"

begs leave to report as follows:

The purpose of this measure is to ensure stability and reliability of the State's power grid.

Specifically, this measure:

- (1) Authorizes the Public Utilities Commission to perform necessary electricity system reliability and grid access oversight functions;
- (2) Allows the Public Utilities Commission to contract for the services of a Hawaii Electricity Reliability Administrator to support the Commission in carrying out some of those reliability and grid access oversight functions; and
- (3) Authorizes the establishment of a surcharge affecting users, owners, and operators of Hawaii's electricity system to be collected to maintain system reliability.

The Governor; the Department of Business, Economic Development, and Tourism; the Public Utilities Commission; Hawaiian Electric Company and its subsidiary utilities, Maui

SB2787 SD2 HSCR EEP HMS 2012-2803



Electric Company and Hawaii Electric Light Company; the International Longshore and Warehouse Union Local 142; the Hawaii Renewable Energy Alliance; the Sierra Club, Hawaii Chapter; and an individual supported this measure. Life of the Land commented on this measure.

As affirmed by the record of votes of the members of your Committee on Energy & Environmental Protection that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2787, S.D. 2, and recommends that it pass Second Reading and be referred to the Committee on Consumer Protection & Commerce.

Respectfully submitted on
behalf of the members of the
Committee on Energy &
Environmental Protection,

Denny Coffman

DENNY COFFMAN, Chair



HECR 1004-12

State of Hawaii
House of Representatives
The Twenty-sixth Legislature

Record of Votes of the Committee on Energy & Environmental Protection

Bill/Resolution No.: SB 2787 SD2	Committee Referral: EEP, CPC, FIN	Date: March 13 2012		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input checked="" type="checkbox"/> Pass, unamended (as is) <input type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)				
EEP Members	Ayes	Ayes (WR)	Nays	Excused
1. COFFMAN, Denny (C)	✓			
2. KAWAKAMI, Derek S.K. (VC)	✓			
3. CABANILLA, Rida T.R.				✓
4. CARROLL, Mele				✓
5. CHANG, Jerry L.	✓			
6. HAR, Sharon E.				✓
7. HERKES, Robert N.	✓			
8. ITO, Ken	✓			
9. NAKASHIMA, Mark M.	✓			
10. RIVIERE, Gil	✓			
11. THIELEN, Cynthia				✓
TOTAL (11)	7	0	0	4
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not 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				