

STAND. COM. REP. NO.

2597

Honolulu, Hawaii

MAR 02 2012

RE: S.B. No. 3040
S.D. 2

Honorable Shan S. Tsutsui
President of the Senate
Twenty-Sixth State Legislature
Regular Session of 2012
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 3040, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TRANSPORTATION,"

begs leave to report as follows:

The purpose and intent of this measure is to promote car-sharing by exempting rentals made from car-sharing organizations from the rental motor vehicle surcharge.

Your Committee received written comments in support of this measure from the Department of Transportation and the Blue Planet Foundation.

Your Committee finds that there are over a million vehicles in Hawaii, with the vast majority being passenger vehicles. Some of these vehicles are owned by residents who drive them only a few times a week or by those who must purchase a large vehicle for work, but cannot afford to purchase a second fuel-efficient vehicle for personal use. Your Committee finds that car-sharing programs can address the needs of these residents and others while simultaneously reducing Hawaii's fuel consumption and the concomitant toll on the environment. Your Committee further finds that providing a rental motor vehicle surcharge tax exemption to car-sharing programs will remove one barrier hindering the growth of car-sharing programs in this State.

Your Committee has amended this measure by:

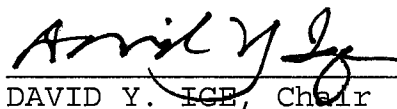
SB3040 SD2 SSCR LRB 12-1689.doc



- (1) Clarifying, within the definition of "car-sharing organization", that the term refers to non-profit car-sharing organizations;
- (2) Deleting the new paragraph (3) being added to section 251-2(a), Hawaii Revised Statutes, because it is redundant of the proviso language being added to the same section to exempt a car-sharing organization from the rental motor vehicle surcharge tax;
- (4) Changing the effective date to July 1, 2050, to promote further discussion; and
- (5) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, 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. 3040, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 3040, S.D. 2.

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



DAVID Y. IGE, Chair



The Senate
 Twenty-Sixth Legislature
 State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* SB 3040, SD 1	Committee Referral: TIA, WAM	Date: 2-23-12		
<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
IGE, David Y. (C)	✓			
KIDANI, Michelle N. (VC)		✓		
CHUN OAKLAND, Suzanne	✓			
DELA CRUZ, Donovan M.	✓			
ENGLISH, J. Kalani	✓			
ESPERO, Will	✓			
FUKUNAGA, Carol				✓
KIM, Donna Mercado	✓			
KAHELE, Gilbert	✓			
KOUCHI, Ronald D.	✓			
RYAN, Pohai	✓			
TOKUDA, Jill N.	✓			
WAKAI, Glenn	✓			
SLOM, Sam	✓			
TOTAL	12	1	0	1
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: <i>Michelle N. Kidani</i>				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes