

STAND. COM. REP. NO. 2567

Honolulu, Hawaii

FEB 28 2014

RE: S.B. No. 2198
S.D. 1

Honorable Donna Mercado Kim
President of the Senate
Twenty-Seventh State Legislature
Regular Session of 2014
State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred S.B. No. 2198 entitled:

"A BILL FOR AN ACT RELATING TO RENEWABLE FUELS,"

begs leave to report as follows:

The purpose and intent of this measure is to create a task force within the Department of Business, Economic Development, and Tourism to perform a feasibility study and propose legislation related to locally produced fuels.

Specifically, the measure requires the task force to study and propose legislation relating to:

- (1) Requiring locally produced renewable fuels to account for at least ten per cent of a distributor's annual sales of fuels for motor vehicles; and
- (2) Requiring the mixture of up to five per cent of locally produced biofuels in diesel fuels.

Your Committee received written comments in support of the measure from the Alliance of Automobile Manufacturers and two individuals. The Department of Business, Economic Development, and Tourism submitted written comments.

Your Committee finds that creating a task force to study the feasibility of requiring fuel sales to include locally produced renewable fuels and biofuels, and to propose related legislation,

SB2198 SD1 SSCR LRB 14-1504.doc



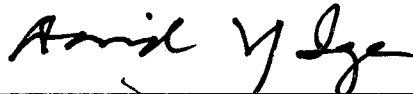
would advance the State's goals of decreasing dependence on foreign oil, reducing gasoline consumption, and producing fuels locally.

Your Committee has amended this measure by:

- (1) Clarifying that representatives of private organizations shall be invited, rather than required, to participate on the task force;
- (2) Changing the effective date to July 1, 2050, to facilitate further discussion on the measure; and
- (3) 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. 2198, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 2198, S.D. 1.

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



DAVID Y. IGE, Chair



The Senate
Twenty-Seventh Legislature
State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* SB 2198	Committee Referral: ENE/EGH, WAM	Date: 2-19-14		
<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	✓			
KAHELE, Gilbert	✓			
KEITH-AGARAN, Gilbert S.C.				✓
KOUCHI, Ronald D.	✓			
RUDERMAN, Russell E.	✓			
THIELEN, Laura H.	✓			
TOKUDA, Jill N.	✓			
SLOM, Sam	✓			
	11	0	0	2
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