STAND. COM. REP. NO. 44216

Honolulu, Hawaii **February 8**, 2016

RE: H.B. No. 1730 H.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Eighth State Legislature Regular Session of 2016 State of Hawaii

Sire

Your Committee on Energy & Environmental Protection, to which was referred H.B. No. 1730 entitled:

"A BILL FOR AN ACT RELATING TO ENERGY TARIFFS,"

begs leave to report as follows:

The purpose of this measure is to ensure fair compensation to electrical customers and create an incentive for more investment in storage for distributed energy, thereby moving Hawaii closer to achieving its clean energy goals, by requiring electric utilities that use a time-of-use feature in their rate structure to include a credit to the eligible customer-generator for any net electricity produced during peak hours of usage.

The Alliance for Solar Choice, Hawaii Solar Energy
Association, Blue Planet Foundation, Sierra Club of Hawaii, and a
concerned individual supported this measure. Hawaiian Electric
Company, Maui Electric Company, Hawaii Electric Light Company, and
a concerned individual opposed the measure. The Division of
Consumer Advocacy of the Department of Commerce and Consumer
Affairs submitted comments.

Your Committee has amended this measure by:

(1) Clarifying that the Public Utilities Commission shall make the determination regarding electric utilities' use of a time-of-use feature in their rate structure and the credit to be given to eligible customer-generators for

any net electricity produced during peak hours of usage; and

(2) Expressly requiring the Public Utilities Commission to effectuate the intent of this provision.

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 H.B. No. 1730, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1730, H.D. 1, and be referred to your Committee on Consumer Protection & Commerce.

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

CHRIS LEE, Chair

State of Hawaii House of Representatives The Twenty-eighth Legislature

Record of Votes of the Committee on Energy & Environmental Protection

Bill/Resolution No.: HB 1730	Committee Referral: EEP, CPC	Date	2-9-	-16
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)				
EEP Members	Ayes	Ayes (WR)	Nays	Excused
1. LEE, Chris (C)				
2. LOWEN, Nicole E. (VC)				
3. CULLEN, Ty J.K.				
4. EVANS, Cindy				
5. ING, Kaniela				
6. NISHIMOTO, Scott Y.				
7. SAY, Calvin K.Y.				
8. YAMANE, Ryan I.			-	
9. POUHA, Feki				
10. THIELEN, Cynthia				
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TOTAL (10)	10	\$	0	0
The recommendation is: 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				