

Honolulu, Hawaii

MAR 01 2018

RE: S.B. No. 1011
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Twenty-Ninth State Legislature
Regular Session of 2018
State of Hawaii

Sir:

Your Committees on Transportation and Energy and Ways and Means, to which was referred S.B. No. 1011 entitled:

"A BILL FOR AN ACT RELATING TO MOTOR VEHICLE REGISTRATION,"

beg leave to report as follows:

The purpose and intent of this measure is to:

- (1) Increase the state motor vehicle registration fee; and
- (2) Make an appropriation for the operations and maintenance of the state highway program.

Your Committees received testimony in support of this measure from the Department of Transportation. Your Committees received testimony in opposition to this measure from Ho'omanapono Political Action Committee; Ho'omana Pono, LLC; and one individual. Your Committees received comments on this measure from the Tax Foundation of Hawaii.

Your Committees find that the state motor vehicle registration fee is a major revenue source for the state highway fund, and that the state fuel tax is critical to the support and continued operations and maintenance of the state highway system. However, your Committees find that electric motor vehicles and hybrid motor vehicles have historically paid less than their fair share via the state fuel tax. Your Committees received testimony



from the Department of Transportation recommending an increased annual registration fee for electric motor vehicles and hybrid motor vehicles to compensate for the minimal revenue generated from the fuel tax by these vehicles. The Department of Transportation noted that there are over seven thousand electric motor vehicles and hybrid motor vehicles in the State.

Your Committees have amended this measure by:

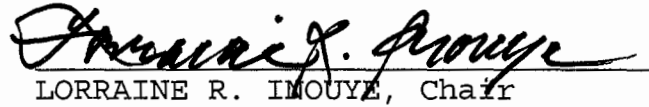
- (1) Establishing an additional annual motor vehicle registration fee of \$70 for electric motor vehicles and \$35 for hybrid motor vehicles;
- (2) Keeping the annual registration fee at \$45, instead of increasing the fee to \$75;
- (3) Making this measure effective upon its approval; provided that the appropriation out of the state highway fund shall take effect on July 1, 2018;
- (4) Adding a purpose section to explain the reasoning for the amount of the additional annual motor vehicle registration fee for electric motor vehicles and hybrid motor vehicles; and
- (5) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the records of votes of the members of your Committees on Transportation and Energy and Ways and Means that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 1011, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 1011, S.D. 1, and be placed on the calendar for Third Reading.



Respectfully submitted on
behalf of the members of the
Committees on Transportation
and Energy and Ways and Means,


DONOVAN M. DELA CRUZ, Chair


LORRAINE R. IMOUYE, Chair



The Senate
 Twenty-Ninth Legislature
 State of Hawai'i

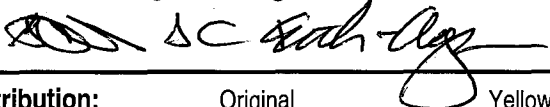
Record of Votes
Committee on Transportation and Energy
TRE

Bill / Resolution No.:* SB 1011	Committee Referral: TRE/WAM	Date: 2/21/2018		
<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
INOUYE, Lorraine R. (C)	x			
ESPERO, Will (VC)	x			
ENGLISH, J. Kalani	x			
HARIMOTO, Breene	x			
SHIMABUKURO, Maile S.L.				x
TOTAL	4			1
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: <div style="text-align:center;"><i>Will Espero</i></div>				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes

The Senate
Twenty-Ninth Legislature
State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* SB1011	Committee Referral: TRE WAM	Date: 2/21/18		
<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
DELA CRUZ, Donovan M. (C)	X			
KEITH-AGARAN, Gilbert S.C. (VC)	X			
ENGLISH, J. Kalani	X			
GALUTERIA, Brickwood	X			
HARIMOTO, Breene	X			
INOUYE, Lorraine R.	X			
KAHELE, Kaiali'i				X
KIDANI, Michelle N.				X
RIVIERE, Gil	X			
SHIMABUKURO, Maile S.L.				X
WAKAI, Glenn				X
TOTAL	7			4
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

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