STAND. COM. REP. NO.



Honolulu, Hawaii

FEB 12 , 2021

RE: H.B. No. 424

H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-First State Legislature Regular Session of 2021 State of Hawaii

Sir:

Your Committee on Government Reform, to which was referred H.B. No. 424 entitled:

"A BILL FOR AN ACT RELATING TO PROCUREMENT OF CONTRACTS FOR VEHICLE RENTAL,"

begs leave to report as follows:

The purpose of this measure is to:

- (1) Require all state and county entities, when renting a vehicle on behalf of a state employee in the discharge of official government business, to rent electric or hybrid vehicles, in order of preference, subject to certain provisions; and
- (2) Require the State Procurement Office to promulgate rules and execute future contracts that prioritize the rental of electric vehicles.

Your Committee received testimony in support of this measure from the State Energy Office, Hawaiian Electric Company, and Climate Protectors Coalition. Your Committee received comments on this measure from the State Procurement Office and Hawaii Gas.

Your Committee finds that Hawaii currently has over one million gasoline-powered vehicles on its roads, which emit nearly

2021-1529 HB424 HD1 HSCR HMSO

five million metric tons of climate-changing carbon pollution annually. Some of these vehicles are used by government employees in the performance of their duties. Your Committee further finds that electric vehicles will play an important role in the State's clean energy future and meeting the goals set for Hawaii in reducing its greenhouse gas emissions. Your Committee believes that requiring state agencies to prioritize the rental of electric vehicles will put the agencies at the forefront of energy independence and greenhouse gas emissions reduction efforts.

Your Committee has amended this measure by:

- (1) Moving the preference for rental of electric vehicle or hybrid vehicles by government employees out of the Procurement Code and into section 196-9, Hawaii Revised Statutes, relating to energy efficiency and environmental standards for state facilities, motor vehicles, and transportation fuel, and making associated conforming amendments;
- (2) Limiting the preference for rental of electric vehicle or hybrid vehicles to state employees only, rather than state and county employees;
- (3) Removing language that required the State Procurement Office to adopt preferred contract terms with rental contractors to prioritize the rental of electric vehicles;
- (4) Changing its effective date to July 1, 2050, to encourage 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 Government Reform that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 424, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 424, H.D. 1, and be referred to your Committee on Consumer Protection & Commerce.

STAND. COM. REP. NO. 250 Page 3

Respectfully submitted on behalf of the members of the Committee on Government Reform,

ANGUS L.K. McKELVEY, Chair

## State of Hawaii House of Representatives The Thirty-first Legislature 4 SCR 250

## **Record of Votes of the Committee on Government Reform**

Bill/Resolution No.: Committee Referral: GVR, CPC, FIN 2-10, 21				
☐ 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)				
GVR Members	Ayes	Ayes (WR)	Nays	Excused
1. McKELVEY, Angus L.K. (C)	7			
<b>业的证明的证明的证明</b>		HOR KERNATE		<b>医生活性</b>
2. WILDBERGER, Tina (VC)	SERVICE OF THE PARTY OF THE PAR	REPORT OF THE		
3. CULLEN, Ty J.K.	7			
4. ELI, Stacelynn K.M.		THE STREET STATES OF SHARESTEEN BY	BELLEVIN BOSENA	_
	GEORGIA DE LA COMPANION DE LA			
5. ICHIYAMA, Linda				
6. MIZUNO, John M.				
	178501 N 152 MB			
7. WOODSON, Justin H.	7	·		
		WING STATE STATE		Series Series
8. YAMASHITA, Kyle T.	7			
9. WARD, Gene			<u> </u>	· -
				_
TOTAL (9)	lo	8		2
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				