STAND. COM. REP. NO. 4477 -22

Honolulu, Hawaii

FEB 17' 2022

RE: H.B. No. 2203

H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-First State Legislature Regular Session of 2022 State of Hawaii

Sir:

Your Committee on Energy & Environmental Protection, to which was referred H.B. No. 2203 entitled:

"A BILL FOR AN ACT RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO ASSIST DIBSHAWAII LLC,"

begs leave to report as follows:

The purpose of this measure is to authorize the issuance of special purpose revenue bonds to assist DIBSHawaii LLC in the construction of a net zero carbon capture storage utilization platform that will recover vented carbon dioxide emissions and scrub them into food grade liquid carbon dioxide.

Your Committee received testimony in support of this measure from the Department of Hawaiian Home Lands; Hawaii State Energy Office; DIBSHawaii LLC; Ohana Hui Ventures, Inc.; and five individuals. Your Committee received testimony in opposition to this measure from one individual. Your Committee received comments on this measure from the Department of Budget and Finance.

Your Committee finds that carbon dioxide has many commercial uses in the State, such as for carbonated beverages, agricultural technology, water treatment, and surface cleaning. This measure supports a variety of initiatives that benefit the State, including capturing carbon dioxide that would otherwise be

released into the atmosphere, reducing reliance on out-of-state materials for local application, and promoting import substitution and economic diversification.

Your Committee has amended this measure by:

- (1) Changing the amount of special purpose revenue bonds authorized to be issued by the Director of Finance to an unspecified amount;
- (2) Changing the effective date to July 1, 2100, to encourage further discussion; 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 Energy & Environmental Protection that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2203, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 2203, H.D. 1, and be referred to your Committee on Finance.

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

NICOLE E. LOWEN, Chair

State of Hawaii House of Representatives The Thirty-first Legislature

HSCR 497-22

Record of Votes of the Committee on Energy & Environmental Protection

Bill/Resolution No.: HB 2203	Committee Referral:	Date:	2/15/22	
☐ 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. LOWEN, Nicole E. (C)				
2. MARTEN, Lisa (VC)				
Z. WARTEN, Lisa (VC)				
3. HASHEM, Mark J.				
4. MATAYOSHI, Scot Z.	/		4. 1. 1	
5. PERRUSO, Amy A.				
6. TODD, Chris				
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7. TOKIOKA, James Kunane				
8. MATSUMOTO, Lauren			Andrew Commencer (1981)	
TOTAL (8)	4		=	
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				