

STAND. COM. REP. NO.

1008

Honolulu, Hawaii

MAR 18 , 2021

RE: S.B. No. 180
S.D. 1
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 Energy & Environmental Protection, to which was referred S.B. No. 180, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO DEPOSIT BEVERAGE CONTAINERS,"

begs leave to report as follows:

The purpose of this measure is to:

- (1) Exempt a beverage dealer who is in a high-density population area from operating a redemption center if the dealer is located within one mile, rather than two miles, of a certified redemption center operated independently of the dealer; and
- (2) Require the Department of Health to annually adjust the handling fees for the Deposit Beverage Container Program to an amount not less than the handling fee in the prior calendar year as adjusted by percentage changes in the Consumer Price Index for the Honolulu area.

Your Committee received testimony in support of this measure from Reynolds Recycling and Zero Waste O'ahu. Your Committee received testimony in opposition to this measure from the Hawaii Food Industry Association and American Beverage Association. Your

2021-2432 SB180 HD1 HSCR HMSO



Committee received comments on this measure from the Department of Health and Tax Foundation of Hawaii.


Your Committee finds that under existing law, there are many challenges in the administration and efficiency of the Deposit Beverage Container Program. Therefore, it is necessary to further examine the Deposit Beverage Container Program to provide more recycling opportunities to Hawaii consumers.

Your Committee has amended this measure by:

- (1) Deleting its contents and inserting language from S.B. No. 349 (Regular Session of 2021), which requires the Department of Health to implement the Auditor's recommendations for the Deposit Beverage Container Program, including developing a risk-based selection process to select reports submitted by deposit beverage distributors and redemption centers for periodic audits;
- (2) Changing the effective date to July 1, 2050, 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 S.B. No. 180, S.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 180, S.D. 1, 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,



NICOLE E. LOWEN, Chair



Record of Votes of the Committee on Energy & Environmental Protection

Bill/Resolution No.: <i>SB 180, SD1</i>	Committee Referral: <i>EEP, CPC, FIN</i>	Date: <i>3/16/21</i>		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> 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)	/			
3. HASHEM, Mark J.	/			
4. MATAYOSHI, Scot Z.				/
5. PERRUSO, Amy A.	/			
6. TODD, Chris	/			
7. TOKIOKA, James Kunane	/			
8. MATSUMOTO, Lauren	/			
TOTAL (8)	<i>7</i>			<i>1</i>
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. <small>committee acronym(s)</small>				
Vice Chair's or designee's signature: <i>Lisa Marten</i>				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				