STAND. COM. REP. NO.

Honolulu, Hawaii FEB 11 , 2025

RE: H.B. No. 1020 H.D. 1

Honorable Nadine K. Nakamura Speaker, House of Representatives Thirty-Third State Legislature Regular Session of 2025 State of Hawaii

Madame:

Your Committee on Energy & Environmental Protection, to which was referred H.B. No. 1020 entitled:

"A BILL FOR AN ACT RELATING TO A PROGRAM TO CHARACTERIZE CARBON SEQUESTRATION POTENTIAL AND UNDERGROUND WATER RESOURCES STATEWIDE,"

begs leave to report as follows:

The purpose of this measure is to establish the Carbon Sequestration and Underground Water Resource Characterization Program and require an environmental assessment of the program's actions.

Your Committee received testimony in support of this measure from the Department of Business, Economic Development, and Tourism; Hawaii State Energy Office; Ulupono Initiative; and two individuals. Your Committee received testimony in opposition to this measure from two individuals. Your Committee received comments on this measure from the Honolulu Board of Water Supply.

Your Committee finds that resource characterization via slimhole bores can help identify water and carbon sequestration resources across the State. Your Committee further finds that these resources can serve as a viable form of renewable energy. This measure establishes the Carbon Sequestration and Underground Water Resource Characterization Program to identify the location

2025-1399 HB1020 HD1 HSCR HMSO

and characteristics of underground water and carbon sequestration resources.

Your Committee has amended this measure by:

- (1) Requiring the Hawaii State Energy Office to collaborate with the Director of Business, Economic Development, and Tourism to implement the Carbon Sequestration and Underground Water Resource Characterization Program and conduct an environmental assessment;
- (2) Changing the appropriations to unspecified amounts;
- (3) Changing the number of positions established to an unspecified number;
- (4) Changing the effective date to July 1, 3000, to encourage further discussion; and
- (5) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

Your Committee respectfully requests your Committee on Finance, should it deliberate on this measure, to consider appropriation amounts of:

- (1) \$16,500,000 for the Carbon Sequestration and Underground Water Resource Characterization Program; and
- (2) \$135,000 for one full-time equivalent (1.0 FTE) permanent position.

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. 1020, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1020, H.D. 1, and be referred to your Committee on Finance.



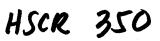
STAND. COM. REP. NO. 350 Page 3

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-third Legislature



Record of Votes of the Committee on Energy & Environmental Protection

Bill/Resolution No.:	Committee Referral:	Date:	0.1	/
HB 1020	EEP, FIN		2/4/29	5
The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) 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. PERRUSO, Amy A. (VC)				
3. KAHALOA, Kirstin	V			
	<u> 19 al Acquil 3</u>			
4. KUSCH, Matthias				95.5 Edit
5 OLINI AN Sect				
5. QUINLAN, Sean				
6. WARD, Gene				
, , , , , , , , , , , , , , , , , , , ,				
			·	
TOTAL (6)	5	······································		
The recommendation is: Adopted Not Adopted If joint referral,				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				