STAND. COM. REP. NO. (50)

Honolulu, Hawaii

MAR 2.1 , 2025

RE: S.B. No. 1269

> S.D. 1 H.D. 2

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

Madame:

Your Committee on Consumer Protection & Commerce, to which was referred S.B. No. 1269, S.D. 1, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO GEOTHERMAL RESOURCES,"

begs leave to report as follows:

The purpose of this measure is to appropriate funds for the continued exploration and identification of geothermal resources and commercial viability for utility-scale geothermal production in counties with a population of less than three hundred thousand, with certain limitations.

Your Committee received testimony in support of this measure from Ulupono Initiative; Waika Consulting; Innovations Development Group; Coalition Earth; Hawaiian Electric; and eight individuals. Your Committee received testimony in opposition to this measure from the Hulu Mamo Hawaiian Civic Club; Energy Justice Network; Environmental Caucus of the Democratic Party of Hawai'i; Green Party Hawai'i; Mala Hanai Pua LLC; Malu 'Aina Center for Nonviolent Education & Action; La'akea Permaculture Farm; and numerous individuals. Your Committee received comments on this measure from the Department of Business, Economic Development, and Tourism; Sustainable Energy Hawai'i; and one individual.

Your Committee finds that geothermal energy is heat that was generated during the planet's formation, stored in rocks and fluids, and brought as steam to the Earth's surface using deep wells. The steam drives turbines to generate electricity. Your Committee further finds that geothermal has been identified as a near-term and mid-term decarbonization opportunity for Hawaii. Geothermal energy thus has the potential to play an extremely significant role in meeting the State's energy objectives of reliability, affordability, and diversification. Because geothermal exploration and identification require significant investment of upfront capital, underlying research to confirm the viability of geothermal is needed.

Your Committee further finds that the Hawaii Technology Development Corporation received an appropriation of \$3,000,000 for the 2024-2025 Fiscal Year, and, through its partnership with the University of Hawaii, has already begun work on an integrated geothermal development roadmap with the concrete goal of facilitating the development of a utility-scale geothermal power plant. This measure provides further necessary funding for the Hawaii Technology Development Corporation to continue its work.

Your Committee has amended this measure by:

- (1) Amending the restriction on the usage of funds such that funds shall not be used for exploratory, test, or production wells within a fifteen-mile radius of an existing geothermal power plant that is currently providing electricity to the grid; and
- (2) Specifying that funds shall not be used on projects within an unspecified radius of residential areas.

Your Committee respectfully requests your Committee on Finance, should it deliberate on this measure, to consider an appropriation amount of \$3,000,000.

As affirmed by the record of votes of the members of your Committee on Consumer Protection & Commerce that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1269, S.D. 1, H.D. 1, as amended herein, and recommends that it be referred to your Committee on Finance in the form attached hereto as S.B. No. 1269, S.D. 1, H.D. 2.

STAND. COM. REP. NO. **150**/ Page 3

Respectfully submitted on behalf of the members of the Committee on Consumer Protection & Commerce,

SCOT Z. MATTOSHI, Chair

State of Hawaii House of Representatives



Record of Votes of the Committee on Consumer Protection & Commerce

Bill/Resolution No.: SB1249, SD1, HD1	Committee Referral: EEP/ECD, CPC, FIN	Date: 3/19	125
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)			
CPC Members	Ayes Ayes	(WR) Nays	Excused
1. MATAYOSHI, Scot Z. (C)			
2. CHUN, Cory M. (VC)	<u> </u>		
3. ILAGAN, Greggor			
e. Indian, Gregori			V Company
4. ICHIYAMA, Linda			
5. IWAMOTO, Kim Coco		V	
6. KONG, Sam Satoru			
o. Kong, sam satoru	V		
7. LOWEN, Nicole E.			
			,
8. MARTEN, Lisa			V
9. TAM, Adrian K.			
10. PIERICK, Elijah			
TOTAL (10)	6	2	2
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronymes			
Vice Chair's or designee's signature:			
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO			