STAND. COM. REP. NO. **959** -08

Honolulu, Hawaii

Fch 29, 2008

RE: H.B. No. 3410 H.D. 2

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fourth State Legislature Regular Session of 2008 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 3410, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO BIODIESEL,"

begs leave to report as follows:

The purpose of this bill is to provide various market stimulation incentives for the development of biodiesel by:

- (1) Making available for lease state agricultural lands for biodiesel fuel crops;
- (2) Establishing a biodiesel preference for fuel for the state fleet;
- (3) Establishing a state biodiesel feedstock crop and biodiesel fuel purchasing program; and
- (4) Creating an income tax exemption for the income derived from the operation of an oil seed crushing facility.

Hawaiian Electric Company, Inc., Maui Electric Company, and Hawaii Electric Light Company testified in support of this bill. The Department of Agriculture, Department of Land and Natural Resources, Department of Taxation, Tax Foundation of Hawaii, and Imperium Renewables Hawaii LLC provided comments.

Your Committee has amended this bill by:

- (1) Changing the effective date to January 1, 2020, to encourage further discussion; and
- (2) Making technical, nonsubstantive amendments for style, clarity, and consistency.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 3410, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 3410, H.D. 2.

Respectfully submitted on behalf of the members of the Committee on Finance,

MARCUS R. OSHIRO, Chair

HK 959-08

State of Hawaii House of Representatives The Twenty-fourth Legislature

Record of Votes of the Committee on Finance

Bill/Resolution No.:	Committee Referral:	Date:		
☐ 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)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. OSHIRO, Marcus R. (C)	V			
2. LEE, Marilyn B. (VC)	~			
3. AWANA, Karen Leinani		~		
4. BELATTI, Della Au	ルキレ			
5. BROWER, Tom				
6. CARROLL, Mele	V			
7. HANOHANO, Faye P.				
8. HAR, Sharon E.				<u> </u>
9. KARAMATSU, Jon Riki				
10. MAGAOAY, Michael Y.				
11. MANAHAN, Joey				
12. MIZUNO, John				
13. NAKASONE, Bob				<u> </u>
14. RHOADS, Karl	u			
15. SAGUM, Roland D., III				
16. TOKIOKA, James Kunane				~
17. MEYER, Colleen Rose				\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\
18. PINE, Kymberly Marcos		~		
19. WARD, Gene, Ph.D.				
TOTAL (19)	13	2	0 -	4
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature: Marily B. Lel				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office				