

STAND. COM. REP. NO.

1399

Honolulu, Hawaii

MAR 22 2019

RE: H.B. No. 401
H.D. 1
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Thirtieth State Legislature
Regular Session of 2019
State of Hawaii

Sir:

Your Committees on Energy, Economic Development, and Tourism and Government Operations, to which was referred H.B. No. 401, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO CONTRACTING FOR PUBLIC FACILITIES,"

beg leave to report as follows:

The purpose and intent of this measure is to allow agencies to enter performance contracts to undertake or implement energy conservation or alternate energy measures for vehicles.

Your Committees received testimony in support of this measure from the Department of Business, Economic Development, and Tourism; Department of Transportation; Office of the Mayor of the County of Maui; Office of Climate Change, Sustainability, and Resiliency of the City and County of Honolulu; Ulupono Initiative; Hawaii Energy Policy Forum; Organizing for Action; and one individual. Your Committees received comments on this measure from the Department of Budget and Finance.

Your Committees find that utilizing cleaner alternative energy forms and reducing carbon emissions are in the best interest of the State. This measure allows agencies to enter energy performance contracts for vehicles, which will allow for increased use of more efficient, cleaner forms of ground



transportation in public fleets, ultimately reducing Hawaii's dependence on imported fossil fuels.

Your Committees have amended this measure by:

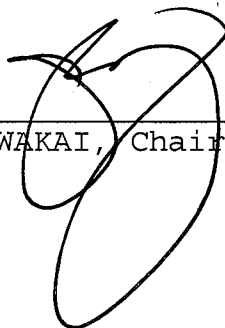
- (1) Clarifying certain provisions that referenced "vehicles" to mean a "vehicle fleet" and defining "vehicle fleet";
- (2) Adding vehicle fueling or charging infrastructure to the definition of "energy performance contract";
- (3) Adding avoided operations and avoided fuel costs as additional contingencies for the level of payments made pursuant to energy performance contracts; and
- (4) Changing the effective date to upon approval.

As affirmed by the records of votes of the members of your Committees on Energy, Economic Development, and Tourism and Government Operations that are attached to this report, your Committees are in accord with the intent and purpose of H.B. No. 401, H.D. 1, as amended herein, and recommend that it pass Second Reading in the form attached hereto as H.B. No. 401, H.D. 1, S.D. 1, and be referred to your Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committees on Energy, Economic
Development, and Tourism and
Government Operations,



LAURA H. THIELEN, Chair




GLENN WAKAI, Chair



The Senate
Thirtieth Legislature
State of Hawai'i

Record of Votes
Committee on Government Operations
GVO

Bill / Resolution No.:*	Committee Referral:	Date:		
HBA01 HDI	EET/GVO, WAM	3/19/2019		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is:				
<input type="checkbox"/> Pass, unamended 2312	<input checked="" type="checkbox"/> Pass, with amendments 2311	<input type="checkbox"/> Hold 2310		
<input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
THIELEN, Laura H. (C)	✓			
INOUYE, Lorraine R. (VC)	✓			
BAKER, Rosalyn H.	✓			
KANUHA, Dru Mamo	✓			
FEVELLA, Kurt				✓
TOTAL	4			1
Recommendation:				
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
				
Distribution:				
Original File with Committee Report	Yellow Clerk's Office	Pink Drafting Agency	Goldenrod Committee File Copy	

*Only one measure per Record of Votes