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Testimony of MARK B. GLICK, Chief Energy Officer

before the SENATE COMMITTEE ON WAYS AND MEANS

Wednesday, February 28, 2024 10:01 AM State Capitol, Conference Room 211 and Videoconference

In Support of SB 3183, SD1

RELATING TO ROAD USAGE CHARGE PROGRAM.

Chair Dela Cruz, Vice Chair Moriwaki, and members of the Committee, the Hawai'i State Energy Office (HSEO) supports SB 3183, SD1, which provides authority for a county to impose a mileage-based road usage charge, provides for disposition of funds of county mileage-based road usage charge, clarifies the disposition of funds of state mileage-based road usage charge, and repeals the maximum amount a driver will pay in a mileage-based road usage charge on June 30, 2028.

HSEO's comments are guided by our statutory mission to promote energy efficiency, renewable energy, and clean transportation as laid out in HRS §196-71 and the specific duties of the Chief Energy Officer pursuant to §196-72 relating to clean transportation as well as the interface of clean transportation in the overall energy ecosystem.

Securing sustainable funding for roadway maintenance is crucial to Hawai'i's economy and the safety of those using the roadways. The Legislature required the Hawai'i Department of Transportation to develop a plan to transition all vehicles in Hawai'i to a per mile road usage charge by 2033. Transitioning from the motor fuel taxes to a permile road usage charge is proposed to promote fairness and guarantee a continual and equitable source of funding for highway maintenance as the state works towards decarbonizing ground transportation. HSEO stands ready to collaborate with the Department of Transportation and counties to achieve the State's decarbonization policy objectives and transition to a sustainable funding framework for an evolving transportation system. We believe the extension of the mileage-based road usage charge program from the state to the county level is a logical progression that ensures financial sustainability and administrative efficiency.

Thank you for the opportunity to testify.