## A BILL FOR AN ACT

RELATING TO GASOLINE.

## RE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

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1	SECTION 1. The legislature finds that methyl
2	tertiary-butyl ether is a chemical that is not regulated by
3	environmental regulations in the State and is known to have
4	contaminated extensive drinking water and groundwater resources
5	nationally. In July 1999, an Environmental Protection Agency
6	panel recommended that the use of methyl tertiary-butyl ether,
7	also known as tert-butyl methyl ether, should be reduced
8	substantially. Even prior to the Environmental Protection
9	Agency panel's findings, California announced a phase-out of
10	methyl tertiary-butyl ether in California gasoline by
11	December 2002.
12	Although reformulated gasoline is not required in Hawaii, a
13	1998 survey by the department of health's underground storage
14	tank section found that the presence of methyl tertiary-butyl
15	ether in Hawaii gasoline could not be ruled out. Therefore, as
16	of January 1, 1999, the department of health has required the
17	testing for methyl tertiary-butyl ether at petroleum release
18	sites involving gasoline. At this time, methyl tertiary-butyl



- 1 ether has not been found as a contaminant in drinking water as a
- 2 result of a release of gasoline at a regulated underground fuel
- 3 storage facility.
- 4 While methyl tertiary-butyl ether's incidence in Hawaii's
- 5 gasoline supply appears to be much less frequent than in other
- 6 regions of the country, it still poses a significant groundwater
- 7 contamination threat, especially in sensitive inland areas that
- 8 are watershed areas for drinking water supply aquifers, such as
- 9 Wahiawa and Mililani. The potential impact of contamination on
- 10 Hawaii's drinking water supplies could be significant and
- 11 costly.
- Once methyl tertiary-butyl ether contaminates groundwater
- 13 resources, its removal is more expensive than the treatment of
- 14 other volatile organic compounds. The State could incur
- 15 significant costs as a result of environmental response actions
- 16 to a release and the treatment of our drinking water supplies.
- 17 Additional costs may be involved if alternative public drinking
- 18 water supplies need to be provided.
- 19 The legislature finds that methyl tertiary-butyl ether has
- 20 been listed as a probable animal carcinogen and possible human
- 21 carcinogen. Relatively low levels of the chemical in drinking
- 22 water can be tasted and smelled by susceptible individuals. The

taste has been characterized as "bitter," "turpentine-like," and 1 "nauseating." It is clear that the people of Hawaii will not 2 accept drinking water in which they can taste or smell methyl 3 tertiary-butyl ether, and treatment of a drinking water source 4 contaminated with the chemical will be very expensive. 5 Moreover, the chemical presents a threat to Hawaii's 6 groundwater, surface water, and drinking water systems. 7 The purpose of this Act is to require that levels of methyl 8 tertiary-butyl ether in gasoline imported or sold in the State 9 contain no more than .15 volume per cent of methyl 10 tertiary-butyl ether by January 1, 2009. 11 SECTION 2. Chapter 486, Hawaii Revised Statutes, is 12 amended by adding a new section to part II to read as follows: 13 "§486- Gasoline containing methyl tertiary-butyl ether; 14 reporting requirements; penalties. (a) No distributor shall 15 sell or supply gasoline in the State that contains methyl 16 tertiary-butyl ether in concentrations greater than: 17 0.4 volume per cent starting July 1, 2007; 18 (1)0.3 volume per cent starting January 1, 2008; and 19 (2) 0.15 volume per cent starting January 1, 2009. 20 (3) (b) Beginning on December 31, 2007, and every twelve 21

months thereafter, each distributor shall file with the

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1	administrator, on forms prescribed by the administrator, a
2	certified statement. The certified statement shall indicate the
3	following:
4	(1) The methyl tertiary-butyl ether concentration of
5	gasoline sold, supplied, or imported into the State,
6	using American Society of Testing and Materials
7	specification D 4815-99; and
8	(2) The ethyl tertiary-butyl ether and the tertiary amyl
9	methyl ether concentrations of the gasoline sold or
10	supplied or imported into the State.
11	(c) Any distributor who sells or supplies gasoline subject
12	to this section and who fails to timely submit a certified
13	statement required by subsection (b) shall be subject to a
14	penalty of up to \$25,000. Any distributor or person violating
15	the requirements of this section shall be subject to a fine of
16	not less than \$2 per gallon of nonconforming gasoline, up to a
17	<pre>maximum of \$25,000 per violation."</pre>
18	SECTION 3. Section 486-1, Hawaii Revised Statutes, is
19	amended by adding four new definitions to be appropriately
20	inserted and to read as follows:
21	""Distributor" means a refiner, as defined in section
22	486J-1, and any person who imports gasoline into the State.

"Gasoline" has the same meaning as defined in section 1 2 486H-1. "Methyl tertiary-butyl ether" or "tert-butyl methyl ether" 3 means the substance the chemical composition of which is 4 (CH3) 3COCH3. 5 "Supply" or "supplied" means to provide or transfer a 6 product to a physically separate facility." 7 SECTION 4. Section 342L-3, Hawaii Revised Statutes, is 8 9 amended to read as follows: "§342L-3 Powers; rulemaking; appointment of hearings 10 officers. (a) The director may adopt, amend, and repeal 11 [state] rules controlling and regulating underground storage 12 tanks and tank systems. All rules shall be adopted pursuant to 13 chapter 91. 14 In addition to other specific powers provided in this 15 chapter, the director may appoint, without regard to chapter 76, 16 hearings officers to conduct public participation activities 17 including public hearings and public informational meetings. 18 (c) The director may regulate the methyl tertiary-butyl 19 ether content in gasoline sold or supplied or imported for use 20

in the State. For purposes of this subsection, the terms

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- 1 "methyl tertiary-butyl ether", "gasoline", and "supplied" shall
- 2 have the same meaning as defined in section 486-1."
- 3 SECTION 5. Statutory material to be repealed is bracketed
- 4 and stricken. New statutory material is underscored.
- 5 SECTION 6. This Act shall take effect upon its approval.

5. B. No. 3182 3.D. 2, H.D.I

## Report Title:

Gasoline; Methyl Tertiary-butyl Ether

## Description:

Requires a phased reduction of methyl tertiary-butyl ether in gasoline sold or imported in the State with levels no greater that .15 volume per cent by 1/1/09. Effective on approval. (HD1)