### THE SENATE TWENTY-FIFTH LEGISLATURE, 2009 STATE OF HAWAII

S.B. NO. 1303

JAN 2 8 2009

### A BILL FOR AN ACT

RELATING TO ENERGY INDEPENDENCE.

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

1 SECTION 1. The legislature finds that in the coming years, 2 it will be crucial for the United States and its allies to 3 establish sustainable and affordable new energy sources. 4 Nowhere is this need more pressing than in Hawaii and throughout 5 the Pacific Basin. The economy of the State and vital United 6 States emergency and security operations across the region 7 depend upon identifying, developing, demonstrating, and 8 validating sustainable and affordable alternative sources of 9 energy. Hawaii currently imports more than ninety per cent of 10 the State's energy in the form of fossil fuels, which has a 11 tremendous cost to Hawaii's economy. Although green energy 12 technologies, such as conventional photovoltaic arrays and 13 traditional biomass fuels, exist, these technologies alone are 14 incapable of meeting Hawaii's challenges.

15 The legislature finds that new technologies have emerged 16 during the past decade that may be used to make Hawaii energy 17 independent within a generation. These technologies include new



### S.B. NO. 1303

solutions in space, such as space solar power and solar energy
system management satellites, and ground-based systems, such as
integrated solar energy systems, solar-augmented synthetic
fuels, and "brilliant grids" for power distribution.

5 The legislature finds that identifying and making 6 significant new investments in sustainable and affordable energy 7 solutions will be a priority for the United States government 8 and many other countries during the next several years. Hawaii 9 has already established a leadership position in the development 10 and demonstration of key new technologies, in particular, 11 through the success of a recent international demonstration of 12 wireless solar power transmission technologies between the 13 islands of Maui and Hawaii. The legislature further finds that 14 Hawaii has a strong foundation of innovative small businesses 15 and robust educational institutions, as well as the presence of 16 major international industries across the State. Accordingly, the legislature finds that a focused new initiative is needed to 17 18 establish Hawaii as one of the principal leaders in research, 19 commercialization, and application of new ground-based and space-based energy technologies. 20

21 The purpose of this Act is to create an energy initiative 22 that will:



Page 2

# S.B. NO. /303

3

1	(1)	Lead the development and demonstration of
2		transformational new energy technologies, including
3		both space and terrestrial solar energy solutions;
4	(2)	Demonstrate that Hawaii is a leader in renewable
5		energy development;
6	(3)	Implement a portfolio of visionary short-term and
7		long-term energy solutions;
8	(4)	Create profitable high-quality new business
9		opportunities for innovative technology-based start-up
10		firms in Hawaii;
11	(5)	Establish Hawaii as a world-class leader in
12		sustainable energy education, research, development,
13		demonstrations, manufacturing, and operations; and
14	(6)	Enable Hawaii to achieve energy self-sufficiency
15	•	within a generation, as an example for the rest of the
16		world.
17	SECT	ION 2. (a) The energy resources coordinator shall
18	establish	a government-industry consortium which shall:
19	(1)	Establish the Sustainable Energy Innovation, LLC, to
20		leverage the systems' expertise of the various
21		universities and aerospace industries located in
22		Hawaii;



SB LRB 09-1649.doc

## S.B. NO. /303

1 (2)Seek federal and private industry funding for 2 renewable energy technology research; 3 (3)Develop and demonstrate advanced energy technology 4 projects and testing in Hawaii, including space solar 5 power prototypes, integrated solar energy systems, and 6 green fuel generation, beginning with integrated 7 ground-based testing of the first prototype solar 8 power satellite; 9 Provide funding for gualified small business ventures (4)10 to work on projects in partnership with the University 11 of Hawaii and other universities, corporations, and the international community to rapidly establish 12 13 renewable energy technologies and businesses; and 14 (5) Assist the University of Hawaii to develop new curricula for advanced sustainable energy economics 15 16 and systems and to lead the education of the next 17 generation of researchers, engineers, and technicians. 18 The energy resources coordinator shall seek (b) 19 participation in the government-industry consortium from: 20 The department of business, economic development, and (1)21 tourism; 22 The University of Hawaii; (2)



S.B. NO. 1303

1 (3) Managed Energy Technologies, LLC; 2 Federal agencies, including but not limited to the (4)3 Department of Energy, National Science Foundation, 4 National Aeronautics and Space Administration, Office 5 of Naval Research, and Defense Advanced Research 6 Projects Agency; and 7 National and international energy experts, such as the (5) 8 Boeing Company, Lockheed Martin Corporation, ENTECH, 9 Inc., Battelle Memorial Institute, Kobe University, 10 Mitsubishi Trading Company, Auburn University, and 11 Texas A&M University. 12 (c) The energy resources coordinator shall submit an 13 annual report of the findings and progress of the government-14 industry consortium to the legislature no later than twenty days 15 prior to the convening of each regular session. 16 SECTION 3. There is appropriated out of the general revenues of the State of Hawaii the sum of \$1,000,000 or so much 17 18 thereof as may be necessary for fiscal year 2009-2010 and 19 \$2,000,000 or so much thereof as may be necessary for fiscal 20 year 2010-2011 for the organization and operations of the 21 government-industry consortium pursuant to section 2 of this 22 Act.



## S.B. NO. /303

T	The sums appropriated shall be expended by the department
2	of business, economic development, and tourism for the purposes
3	of this Act.
4	SECTION 4. This Act shall take effect on July 1, 2009.
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	INTRODUCED BY:
	By Request
	Nill Enero



#### Report Title:

Energy Independence; Government-Industry Consortium

#### Description:

Directs the energy resources coordinator to establish a government-industry consortium for funding, research, and development of renewable energy resources.

