## A BILL FOR AN ACT

RELATING TO FOSSIL FUELS.

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

1	SECTION 1. The legislature finds that carbon dioxide from
2	fossil fuel consumption is implicated in global climate change
3	and may have profound consequences on the state's environment
4	and quality of life. Current scientific consensus predicts a
5	very different future from what we are accustomed to, if heat-
6	trapping greenhouse gas emissions continue unabated. Due to
7	rising sea levels, coastal areas throughout the state are
8	threatened and saltwater intrusion can contaminate island
9	aquifers. More frequent storms and hurricanes may strike the
10	islands, and prolonged droughts and subtle shifts in island
11	microclimates may rapidly increase the extinction of endangered
12	plants and animals.
13	The legislature finds that the state's dependency on

The legislature finds that the state's dependency on
foreign fossil fuel results in the annual outflow of billions of
dollars from the state economy. In 2005, the State imported
over fifty-one million barrels of petroleum and eight hundred
five thousand short tons of coal. In the summer of 2008, the

- 1 price per barrel of oil exceeded \$140. As a result, billions of
- 2 dollars are directly exported from the state each year. Efforts
- 3 to dramatically reduce fossil fuel consumed in the state will
- 4 benefit both the economy and the environment.
- 5 However, the legislature finds that the State can play a
- 6 pivotal role in using technologies that reduce humankind's
- 7 contribution to global climate change and help to stabilize
- 8 Hawaii's economy by transitioning away from fossil fuel sources
- 9 to generate electricity, by encouraging the construction of
- 10 facilities that can use multiple types of feedstocks to
- 11 eventually transition into primarily renewable feedstocks as
- 12 they become available.
- 13 Therefore, the purpose of this Act is to align the State's
- 14 energy policy by prohibiting the construction or operation of a
- 15 new facility that produces electrical energy solely from the
- 16 combustion of any type of fossil fuel, to allow for the
- 17 transition into locally available renewable feedstocks to
- 18 advance the goals and objectives of the Hawaii clean energy
- 19 initiative.
- 20 SECTION 2. Chapter 196, Hawaii Revised Statutes, is
- 21 amended by adding a new section to be appropriately designated
- 22 and to read as follows:

SB1671 HD2 HMS 2009-3334



1	"§196- New fossil fuel-powered electrical generation
2	facilities; prohibition. (a) No state or county agency shall
3	issue a permit to any applicant for the construction or
4	operation of a new facility that produces electrical energy
5	solely from the combustion of any type of fossil fuel; provided
6	that under extraordinary circumstances, as determined by the
7	public utilities commission, a permit may be issued; provided
8	further that this section shall not apply when the electric
9	generation unit is primarily used to serve the facility's own
10	internal operation and has a rated capacity of less than two
11	megawatts.
12	(b) For the purposes of this section, "extraordinary
13	circumstances" may include circumstances:
14	(1) That may have detrimental and adverse effects on the
15	ratepayer or the viability of the public utility; or
16	(2) In which there is a certainty that renewable fuels are
17	unavailable to carry out the effect of the
18	prohibition."
19	SECTION 3. Chapter 269, Hawaii Revised Statutes, is
20	amended by adding a new section to be appropriately designated
21	and to read as follows:

1	"§269- New fossil fuel-powered electrical generation
2	facilities; prohibition. (a) The commission shall not approve
3	the construction or operation of a new facility whose new
4	electrical generation unit produces electricity solely from the
5	combustion of any type of fossil fuel; provided that under
6	extraordinary circumstances, as determined by the commission, an
7	approval may be granted; provided further that this section
8	shall not apply to electric generation units that have a primary
9	purpose to serve the internal operations of a facility and have
10	a rated capacity of less than two megawatts.
11	(b) For the purposes of this section, "extraordinary
12	circumstances" may include circumstances:
13	(1) That may have detrimental and adverse effects on the
14	ratepayer or the viability of the public utility; or
15	(2) In which there is a certainty that renewable fuels are
16	unavailable to carry out the effect of the
17	prohibition."
18	SECTION 4. New statutory material is underscored.
19	SECTION 5. This Act shall take effect on January 1, 2090.

## Report Title:

Fossil Fuel-Powered Electrical Generation Facilities; Prohibition

## Description:

Prohibits the construction or operation of any new electricity generating facility using fossil fuel, except under extraordinary circumstances, as determined by the PUC, or when the electric generation unit has rated capacity of less than 2 megawatts and is used primarily to serve a facility's own internal operation. (SB1671 HD2)