## A BILL FOR AN ACT

RELATING TO BIOFUELS.

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

- 1 SECTION 1. The legislature finds that the State has the
- 2 goal of achieving one hundred per cent clean energy by the year
- 3 2045. However, currently Hawaii is the most fossil fuel
- 4 dependent state in the nation. Hawaii's dependence on fossil
- 5 fuel can best be explained in large part by the State's economic
- 6 dependence on tourism and the military, as well as the reliance
- 7 on the shipping industry to deliver consumer goods and
- 8 industrial materials. Reducing Hawaii's reliance on fossil
- 9 fuels and generating one hundred per cent of the State's energy
- 10 from renewable resources will help Hawaii's economy by keeping
- 11 an estimated \$3,000,000,000 in the State that would otherwise be
- 12 spent on imported oil.
- 13 The legislature further finds that biofuels could
- 14 significantly advance the State's clean energy goals. Biofuels
- 15 use organic matter to produce a predictable supply of green
- 16 energy that can be stored in presently used power plants.
- 17 Additionally, biofuels can be locally produced, directly
- 18 creating job growth in the energy and farming industries. In



- 1 May of 2016, the Sustainable Biodiesel Alliance provided a
- 2 Pacific Biodiesel plant with the first United States-based
- 3 certification of sustainability for a biodiesel plant. This
- 4 certification reflects an investment in biofuel technology that
- 5 has led to increases in the technology's efficiency,
- 6 profitability, and sustainability as a renewable energy source.
- 7 The purpose of this Act is to require the department of
- 8 business, economic development, and tourism to establish the
- 9 advanced biofuels pilot project to expand the use of biofuels in
- 10 an effort to achieve Hawaii's goal of becoming one hundred per
- 11 cent clean energy dependent by 2045.
- 12 SECTION 2. (a) The department of business, economic
- 13 development, and tourism shall:
- 14 (1) Establish a two-year advanced biofuels pilot project
- in at least two counties to expand the use of biofuels
- in an effort to achieve Hawaii's goal of becoming one
- hundred per cent clean energy dependent by 2045;
- 18 (2) Partner with the Hawaii state energy office, county
- 19 governments, and any appropriate nonprofit

1		orga	nizations and private businesses to design and
2		implement the pilot project; and	
3	(3)	No later than December 31, 2018, assess the	
4		implementation of the pilot project, including the	
5		pilot project's effectiveness for:	
6		(A)	Producing clean energy and reducing carbon
7			emissions;
8		(B)	Reducing dependence on fossil fuels;
9		(C)	Identifying biofuel production opportunities and
10			economic connections between biofuel and farming
11			industries;
12		(D)	Identifying possibilities for developing biofuel
13			production on vacant agricultural land;
14		(E)	Identifying best practices for modernizing and
15			optimizing biofuel technology;
16		(F)	Identifying appropriate methods of pricing,
17			valuing, and delivering biofuels to businesses
18			and consumers; and
19		(G)	Making recommendations for a statewide program to
20			increase biofuel production and capacity,

1 including the potential number of jobs created by 2 increasing investment in biofuel production. 3 (b) Based on the department of business, economic 4 development, and tourism's assessment of the advanced biofuels 5 pilot project, the department shall determine whether to continue, expand, or end the pilot project. 6 7 The department of business, economic development, and 8 tourism shall submit a report of its findings and 9 recommendations, including any proposed legislation, to the 10 legislature no later than twenty days prior to the convening of 11 the regular session of 2019. 12 There is appropriated out of the general 13 revenues of the State of Hawaii the sum of \$ or so 14 much thereof as may be necessary for fiscal year 2017-2018 and 15 the same sum or so much thereof as may be necessary for fiscal 16 year 2018-2019 for the establishment and implementation of the 17 two-year advanced biofuels pilot project.

The sums appropriated shall be expended by the department

of business, economic development, and tourism for the purposes

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of this Act.

1 SECTION 4. This Act shall take effect on July 1, 2017.

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## Report Title:

Department of Business, Economic Development, and Tourism; Advanced Biofuels Pilot Project; Appropriation

## Description:

Requires the department of business, economic development, and tourism to establish a two-year advanced biofuels pilot project to expand the use of biofuels in achieving the goal of 100 percent clean energy dependence by 2045. Requires a report to the legislature prior to the Regular Session of 2019. Makes an appropriation. (SD1)

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