THE SENATE THIRTIETH LEGISLATURE, 2019 STATE OF HAWAII

S.B. NO. 961

JAN 1 8 2019

#### A BILL FOR AN ACT

RELATING TO CRITICAL INFRASTRUCTURE.

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

| 1  | SECTION 1. Chapter 46, Hawaii Revised Statutes, is amended      |
|----|---|
| 2  | by adding a new part to be appropriately designated and to read |
| 3  | as follows:   |
| 4  | "PART . CRITICAL INFRASTRUCTURE                                 |
| 5  | §46-A Definitions. As used in this part, unless the             |
| 6  | context requires otherwise:                                     |
| 7  | "Battery storage device" means any identifiable facility,       |
| 8  | equipment, or apparatus that:                                   |
| 9  | (1) Is electrically connected to a critical                     |
| 10 | infrastructure's critical load and paired with a new            |
| 11 | or existing renewable generation system;                        |
| 12 | (2) Stores electricity from its paired renewable                |
| 13 | generation system via a chemical or mechanical                  |
| 14 | process;  |
| 15 | (3) Delivers stored energy at a later time to the critical      |
| 16 | infrastructure's critical load, an electric utility,            |
| 17 | or the Hawaii electric system; and                              |



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| 1  | (4) Has a storage capacity capable of supplying:                 |
|----|--|
| 2  | (A) A critical infrastructure's critical load for a              |
| 3  | minimum of forty-eight hours; or                                 |
| 4  | (B) The total of a critical infrastructure's average             |
| 5  | daily usage for a minimum of five hours.                         |
| 6  | "Critical infrastructure" means police stations, fire            |
| 7  | stations, hospitals, nursing homes, designated emergency         |
| 8  | shelters, and other critical infrastructure that may be          |
| 9  | designated as such by the governor or other authorized official  |
| 10 | pursuant to a natural disaster or state of emergency             |
| 11 | designation. "Critical infrastructure" may include privately     |
| 12 | owned property.  |
| 13 | "Critical load" means the minimum load necessary for any         |
| 14 | critical infrastructure to perform its essential functions       |
| 15 | during a natural disaster or state of emergency.                 |
| 16 | "Designated emergency shelter" means any building owned by       |
| 17 | the State, a county, or a municipal government agency that has   |
| 18 | been designated by appropriate authorities as a place of         |
| 19 | community refuge made available to provide temporary shelter and |
| 20 | housing to citizens during any natural disaster or state of      |
|    |  |



emergency as declared by the governor or other authorized
 official.

3 "Electrically isolated community" means a rural or remote 4 community vulnerable to prolonged outages because the community 5 is served by a single distribution or transmission line, is 6 located in or surrounded by mountainous or other isolating 7 terrain, or has historically experienced frequent or prolonged 8 outages.

9 "Grid resiliency" means the installation and operation of 10 electric equipment that:

- 11 (1) Prevents or reduces the severity of damage to the
  12 electric grid from a natural disaster or state of
  13 emergency;
- 14 (2) Enables faster recovery of normal grid operations
  15 after a grid outage due to a natural disaster or state
  16 of emergency;
- 17 (3) Maintains critical loads at critical infrastructure
  18 during a grid outage due to a natural disaster or
  19 state of emergency; and



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1 (4) May include, without limitation, distributed energy 2 resources, battery storage devices, and microgrid 3 projects, as defined in section 269-46. 4 "Prolonged outage" means any outage of the electrical grid 5 lasting forty-eight hours or longer. 6 §46-B Identification of critical infrastructure. (a) It 7 is declared to be the policy of the State to ensure that there 8 is an adequate supply of critical infrastructure in the State 9 and to ensure that critical infrastructure can continue 10 operations in service of the public following a natural 11 disaster. The counties of this state, in coordination with the 12 department of business, economic development, and tourism, shall 13 be responsible for implementing this policy in a manner 14 consistent with this chapter. 15 (b) No later than July 1, 2020, each county, in 16 coordination with the department of business, economic development, and tourism, shall: 17 18 (1) Develop a comprehensive list of critical 19 infrastructure in this State. The comprehensive list 20 shall include:



| 1  |     | (A)  | The name and address of each critical              |
|----|-----|------|--|
| 2  |     |      | infrastructure location;                           |
| 3  |     | (B)  | The name, telephone number, and electronic mail    |
| 4  |     |      | address of at least one individual employed at     |
| 5  |     |      | the critical infrastructure location in a          |
| 6  |     |      | supervisory role;                                  |
| 7  |     | (C)  | The estimated capacity of each designated          |
| 8  |     |      | emergency shelter, stated as the number of         |
| 9  |     |      | individuals who could feasibly take refuge at the  |
| 10 |     |      | designated emergency shelter during a natural      |
| 11 |     |      | disaster or state of emergency; and                |
| 12 |     | (D)  | The estimated critical load of each critical       |
| 13 |     |      | infrastructure location;                           |
| 14 | (2) | Dete | rmine the estimated number of hours that the       |
| 15 |     | desi | gnated emergency shelter would be able to continue |
| 16 |     | oper | ations following a natural disaster or during a    |
| 17 |     | stat | e of emergency. The determination shall consider:  |
| 18 |     | (A)  | Each critical infrastructure location's ability    |
| 19 |     |      | to store or access adequate food, water, and       |
| 20 |     |      | medical supplies to serve the local community      |
| 21 |     |      | that may be expected to rely on the critical       |



| 1  |     |      | infrastructure following a natural disaster or    |
|----|-----|------|---|
| 2  |     |      | during a state of emergency;                      |
| 3  |     | (B)  | The ability of each designated emergency shelter  |
| 4  |     |      | to store or access adequate food, water, and      |
| 5  |     |      | medical supplies to serve the estimated number of |
| 6  |     |      | individuals who could feasibly take refuge at the |
| 7  |     |      | designated emergency shelter following a natural  |
| 8  |     |      | disaster or during a state of emergency; and      |
| 9  |     | (C)  | Whether each critical infrastructure location has |
| 10 | -   |      | sufficient access to a source of backup           |
| 11 |     |      | electricity such that it would be capable of      |
| 12 |     |      | supplying its critical load without significant   |
| 13 |     |      | interruption during an electrical grid outage;    |
| 14 |     |      | and   |
| 15 | (3) | Deve | lop a list of improvements that the county        |
| 16 |     | cons | iders reasonably necessary to ensure that each    |
| 17 |     | crit | ical infrastructure location can continue         |
| 18 |     | oper | ations following a natural disaster or during a   |
| 19 |     | stat | e of emergency. The list of improvements shall    |
| 20 |     | incl | ude, as applicable:                               |
| 21 |     | (A)  | Food and water storage equipment;                 |



| 1  | (B)             | Medical supplies and equipment to store           |
|----|-----------------|---|
| 2  |                 | perishable medical supplies; and                  |
| 3  | (C)             | Grid resiliency improvements; provided that any   |
| 4  |                 | electricity generation technology used in such    |
| 5  |                 | grid resiliency improvements shall be consistent  |
| 6  |                 | with the State's renewable portfolio standards    |
| 7  |                 | established in section 269-92.                    |
| 8  | §46-C Cr:       | itical infrastructure access to electricity. (a)  |
| 9  | It is declared  | to be the policy of the State to ensure that      |
| 10 | critical infra  | structure locations in the State have access to   |
| 11 | adequate suppl  | ies of electricity after natural disasters and    |
| 12 | during states o | of emergency. The counties, in coordination with  |
| 13 | the department  | of business, economic development, and tourism,   |
| 14 | shall be respon | nsible for implementing this policy in a manner   |
| 15 | consistent wit  | h this chapter.                                   |
| 16 | (b) No la       | ater than July 1, 2020, each county shall develop |
| 17 | a plan to ensu  | re that each critical infrastructure location has |
| 18 | access to elect | tricity after natural disasters and during states |
| 19 | of emergency.   | The plan shall:                                   |

20 (1) Recommend grid resiliency improvements for each
21 critical infrastructure location; provided that any



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1 electricity generation technology used in such grid 2 resiliency improvements shall be consistent with the 3 State's renewable portfolio standards established in 4 section 269-92;

5 (2)Consider potential cost savings that may result from 6 the use of grid resiliency improvements at critical 7 infrastructure locations to supply the critical 8 infrastructure location's daily electricity needs, or 9 a portion of such daily electricity needs, in addition 10 to the critical infrastructure's critical load after a 11 natural disaster or during a state of emergency; and 12 (3) Consider and account for the increasing use and 13 importance of electricity in the fields of 14 transportation, communications, and medicine and each 15 of these field's importance to responding to natural 16 disasters and states of emergency.

17 (c) No later than July 1, 2020, each county shall develop
18 recommendations to ensure that any electrically isolated
19 community has access to electricity after natural disasters and
20 during states of emergency. The recommendations shall include:



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| 1  | (1)           | A br  | ief statement explaining the reason or reasons     |
|----|---------------|-------|--|
| 2  |               | that  | the area is an electrically isolated community;    |
| 3  |               | and   |  |
| -4 | (2)           | Spec  | ific grid resiliency improvements that would allow |
| 5  |               | each  | electrically isolated community to have access to  |
| 6  |               | elec  | tricity in the event of a prolonged outage of the  |
| 7  |               | elec  | trical grid after natural disasters and during     |
| 8  |               | stat  | es of emergency; provided that:                    |
| 9  |               | (A)   | The county shall only recommend measures that are  |
| 10 |               |       | consistent with the State's renewable portfolio    |
| 11 |               |       | standards established in section 269-92; and       |
| 12 |               | (B)   | The county shall consider measures capable of      |
| 13 |               |       | supplying the critical loads of critical           |
| 14 |               |       | infrastructure in the electrically isolated        |
| 15 |               |       | community as well as other loads in the            |
| 16 |               |       | electrically isolated community."                  |
| 17 | SECT:         | ION 2 | . Chapter 196, Hawaii Revised Statutes, is         |
| 18 | amended by    | y add | ing two new sections to be appropriately           |
| 19 | designated    | d and | to read as follows:                                |
| 20 | " <u>§</u> 19 | б     | Identification of critical infrastructure. (a)     |
| 21 | It is dec     | lared | to be the policy of the State to ensure that       |



| 1  | there is an ad  | equate supply of critical infrastructure in the    |
|----|-----------------|--|
| 2  | State and to e  | nsure that critical infrastructure can continue    |
| 3  | operations in   | service of the public following a natural          |
| 4  | disaster. The   | department of business, economic development, and  |
| 5  | tourism, in co  | ordination with the counties, shall be responsible |
| 6  | for implementi  | ng this policy in a manner consistent with this    |
| 7  | chapter.        |  |
| 8  | <u>(b)</u> No l | ater than July 1, 2020, the department of          |
| 9  | business, econ  | omic development, and tourism shall:               |
| 10 | (1) Deve        | lop a comprehensive list of critical               |
| 11 | infr            | astructure in the State. The comprehensive list    |
| 12 | shal            | l include:   |
| 13 | (A)             | The name and address of each critical              |
| 14 |                 | infrastructure location;                           |
| 15 | <u>(B)</u>      | The name, telephone number, and electronic mail    |
| 16 |                 | address of at least one individual employed at     |
| 17 |                 | the critical infrastructure location in a          |
| 18 |                 | supervisory role;                                  |
| 19 | <u>(C)</u>      | The estimated capacity of each designated          |
| 20 |                 | emergency shelter, stated as the number of         |
| 21 |                 | individuals who could feasibly take refuge at the  |



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| 1  |     |             | designated emergency shelter during a natural      |
|----|-----|-------------|--|
| 2  |     |             | disaster or state of emergency; and                |
| 3  |     | (D)         | The estimated critical load of each critical       |
| 4  |     |             | infrastructure location;                           |
| 5  | (2) | Dete        | rmine the estimated number of hours that each      |
| 6  |     | <u>desi</u> | gnated emergency shelter would be able to continue |
| 7  |     | oper        | ations following a natural disaster or during a    |
| 8  | •   | stat        | e of emergency. The determination shall consider:  |
| 9  |     | (A)         | Each critical infrastructure location's ability    |
| 10 |     |             | to store or access adequate food, water, and       |
| 11 |     |             | medical supplies to serve the local community      |
| 12 |     |             | that may be expected to rely on the critical       |
| 13 |     |             | infrastructure following a natural disaster or     |
| 14 |     |             | during a state of emergency;                       |
| 15 |     | <u>(B)</u>  | With respect to each designated emergency          |
| 16 |     |             | shelter, the ability to store or access adequate   |
| 17 |     |             | food, water, and medical supplies to serve the     |
| 18 |     |             | estimated number of individuals who could          |
| 19 |     |             | feasibly take refuge at the designated emergency   |
| 20 |     |             | shelter following a natural disaster or during a   |
| 21 |     |             | state of emergency; and                            |



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| 1  |     | (C)         | Whether each critical infrastructure location has |
|----|-----|-------------|---|
| 2  |     |             | sufficient access to a source of backup           |
| 3  |     |             | electricity such that it would be capable of      |
| 4  |     |             | supplying its critical load without significant   |
| 5  |     |             | interruption during an electrical grid outage;    |
| 6  |     |             | and   |
| 7  | (3) | Deve        | lop a list of improvements that the department of |
| 8  |     | busi        | ness, economic development, and tourism considers |
| 9  |     | reas        | onably necessary to ensure that each critical     |
| 10 |     | infr        | astructure location can continue operations       |
| 11 |     | foll        | owing a natural disaster or during a state of     |
| 12 |     | emer        | gency. The list of improvements shall include, as |
| 13 |     | <u>appl</u> | icable:   |
| 14 |     | (A)         | Food and water storage equipment;                 |
| 15 |     | <u>(B)</u>  | Medical supplies and equipment to store           |
| 16 |     |             | perishable medical supplies; and                  |
| 17 |     | (C)         | Grid resiliency improvements; provided that any   |
| 18 |     |             | electricity generation technology used in such    |
| 19 |     |             | grid resiliency improvements shall be consistent  |
| 20 |     |             | with the State's renewable portfolio standards    |
| 21 |     |             | established in section 269-92.                    |



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| 1  | <u>§196-</u>  | Critical infrastructure access to electricity.      |
|----|---------------|---|
| 2  | (a) It is de  | clared to be the policy of the State to ensure that |
| 3  | critical infr | astructure locations in the State have access to    |
| 4  | adequate supp | lies of electricity after natural disasters and     |
| 5  | during states | of emergency. The department of business,           |
| 6  | economic deve | lopment, and tourism, in coordination with the      |
| 7  | counties, sha | ll be responsible for implementing this policy in a |
| 8  | manner consis | tent with this chapter.                             |
| 9  | (b) No        | later than July 1, 2020, the department of          |
| 10 | business, eco | nomic development, and tourism shall:               |
| 11 | (1) Dev       | elop a plan to ensure that each critical            |
| 12 | inf           | rastructure location has access to electricity      |
| 13 | aft           | er natural disasters and during states of           |
| 14 | eme           | rgency. The plan shall:                             |
| 15 | <u>(A)</u>    | Recommend grid resiliency improvements for each     |
| 16 |               | critical infrastructure location; provided that     |
| 17 |               | any electricity generation technology used in the   |
| 18 |               | grid resiliency improvements shall be consistent    |
| 19 |               | with the State's renewable portfolio standards      |
| 20 |               | established in section 269-92;                      |



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| 1  |     | <u>(B)</u> | Consider potential cost savings that may result    |
|----|-----|------------|--|
| 2  |     |            | from the use of grid resiliency improvements at    |
| 3  |     |            | critical infrastructure locations to supply the    |
| 4  |     |            | critical infrastructure location's daily           |
| 5  |     |            | electricity needs, or a portion of daily           |
| 6  |     |            | electricity needs, in addition to the critical     |
| 7  |     |            | infrastructure's critical load after a natural     |
| 8  |     |            | disaster or during a state of emergency; and       |
| 9  |     | (C)        | Consider and account for the increasing use and    |
| 10 |     |            | importance of electricity in the fields of         |
| 11 |     |            | transportation, communications, and medicine and   |
| 12 |     |            | each of these field's importance to responding to  |
| 13 |     |            | natural disasters and states of emergency; and     |
| 14 | (2) | Deve       | lop recommendations to ensure access to            |
| 15 |     | elec       | tricity in electrically isolated communities in    |
| 16 |     | the        | State after natural disasters and during states of |
| 17 |     | emer       | gency. The plan shall:                             |
| 18 |     | (A)        | Identify and list electrically isolated            |
| 19 |     |            | communities; and                                   |
| 20 |     | <u>(B)</u> | Recommend specific grid resiliency improvements    |
| 21 |     |            | that would allow electrically isolated             |



| 1  | communities to have access to electricity in the            |
|----|---|
| 2  | event of a prolonged outage of the electrical               |
| 3  | grid after natural disasters and during states of           |
| 4  | emergency; provided that the department of                  |
| 5  | business, economic development, and tourism                 |
| 6  | shall:  |
| 7  | (i) Only recommend measures that are consistent             |
| 8  | with the State's renewable portfolio                        |
| 9  | standards established in section 269-92; and                |
| 10 | (ii) Consider measures capable of supplying the             |
| 11 | critical loads of critical infrastructure in                |
| 12 | electrically isolated communities as well as                |
| 13 | other loads in such electrically isolated                   |
| 14 | communities."   |
| 15 | SECTION 3. Section 196-2, Hawaii Revised Statutes, is       |
| 16 | amended by adding seven new definitions to be appropriately |
| 17 | inserted and to read as follows:                            |
| 18 | ""Battery storage device" shall have the same meaning as in |
| 19 | section 46-A.   |
| 20 | "Critical infrastructure" shall have the same meaning as in |
| 21 | section 46-A.   |
|    |   |



| 1  | "Critical load" shall have the same meaning as in section       |
|----|---|
| 2  | 46-A.   |
| 3  | "Designated emergency shelter" shall have the same meaning      |
| 4  | as in section 46-A.   |
| 5  | "Electrically isolated community" shall have the same           |
| 6  | meaning as in section 46-A.                                     |
| 7  | "Grid resiliency" shall have the same meaning as in section     |
| 8  | <u>46-A.</u>  |
| 9  | "Prolonged outage" shall have the same meaning as in            |
| 10 | section 46-A."  |
| 11 | SECTION 4. In codifying the new sections added by section       |
| 12 | 1 of this Act, the revisor of statutes shall substitute         |
| 13 | appropriate section numbers for the letters used in designating |
| 14 | the new sections in this Act.                                   |
| 15 | SECTION 5. New statutory material is underscored.               |
| 16 | SECTION 6. This Act shall take effect upon its approval.        |
| 17 | 8.11.   |
|    | INTRODUCED BY:  |
|    | Am Marado Ki ////   |
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|    | N SPA   |
|    | prova EV a  |



#### Report Title:

Critical Infrastructure; Identification; Access to Electricity; Natural Disaster; State of Emergency

#### Description:

Requires the department of business, economic development, and tourism and the counties to identify and develop plans for critical infrastructure following a natural disaster or during a state of emergency. Requires the department of business, economic development, and tourism and the counties to identify and develop plans for ensuring access to electricity following a natural disaster or during a state of emergency.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

