THE SENATE THIRTY-FIRST LEGISLATURE, 2021 STATE OF HAWAII

S.B. NO. 500

JAN 2 2 2021

A BILL FOR AN ACT

RELATING TO THE ENVIRONMENT.

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

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PART I

2 SECTION 1. The legislature finds that the use of fossil 3 fuels is the State's primary contributor to greenhouse gas 4 emissions. These emissions cause climate change, which poses a serious threat to the State's economic well-being, public 5 health, infrastructure, and environment. The State's dependence 6 on fossil fuels also drains the economy of billions of dollars 7 each year, makes residents vulnerable to the volatility of oil 8 9 prices, and puts residents at increased risk in the event of a natural disaster. Thus, Act 15, Session Laws of Hawaii 2018, 10 was enacted to establish a goal for the State's economy to 11 become carbon neutral by 2045. 12

13 The legislature further finds that the transportation 14 sector accounts for the use of over two-thirds of the oil 15 imported into the State. The legislature notes that, for ground 16 transportation, electric vehicles provide a viable,

17 cost-effective alternative to vehicles that run on fossil fuels.



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1 For state-owned transportation fleets, the transition to 2 electric vehicles will bring with its considerable cost savings because of lower costs to operate and maintain these vehicles. 3 With the impacts of the COVID-19 pandemic on the state budget, 4 it is imperative that the State take advantage of all 5 opportunities for savings, and the electrification of state 6 7 fleets to the extent possible is one of these opportunities. 8 The purpose of this part is to begin the transition to one 9 hundred per cent clean ground transportation in the State by 10 establishing a goal for the reduction and ultimate elimination 11 of the use of fossil fuels for ground transportation by 2045, and a goal for the State to lead by example by transitioning to 12 one hundred per cent of light duty vehicles powered by renewable 13 14 energy sources by 2035. 15 SECTION 2. Chapter 103D, Hawaii Revised Statutes, is amended by adding a new section to be appropriately designated 16 17 and to read as follows:

18 "<u>\$103D-</u> Other motor vehicle requirements. (a) The
19 procurement policy for all agencies purchasing or leasing
20 medium- and heavy-duty motor vehicles shall be to seek vehicles



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1	that redu	ce dependence on petroleum-based fuels that meet the	
2	needs of	the agency, where feasible and cost-effective.	
3	Priorities for selecting vehicles for lease or purchase		
4	shall be as follows:		
5	(1)	Electric or plug-in hybrid electric vehicles and fuel	
6		cell electric vehicles;	
7	(2)	Other alternative fuel vehicles;	
8	(3)	Hybrid electric vehicles; and	
9	(4)	Vehicles that are identified by the United States	
10		Environmental Protection Agency in its annual "Fuel	
11		Economy Leaders" report as being among the top	
12		performers for fuel economy in their class.	
13	(b)	Vehicles shall not be larger than necessary for their	
14	intended	functions."	
15	SECTION 3. Chapter 225P, Hawaii Revised Statutes, is		
16	amended by adding a new section to be appropriately designated		
17	and to read as follows:		
18	" <u>§</u> 22	5P- Climate change mitigation. (a) It shall be	
19	the goal	of the State to reduce emissions that cause climate	
20	change ar	d build energy efficiencies across all sectors,	
21	including	decarbonizing the transportation sector.	



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1	(b) There is established a clean ground transportation
2	target, across all business sectors of the State, to attain a
3	goal of one hundred per cent of light duty vehicles powered by
4	renewable energy sources by December 31, 2045, and for
5	light-duty state-owned vehicles by December 31, 2035."
6	SECTION 4. Chapter 264, Hawaii Revised Statutes, is
7	amended by adding a new section to part I to be appropriately
8	designated and to read as follows:
9	"§264- Clean ground transportation goal. The
10	department of transportation, in collaboration with the Hawaii
11	state energy office, shall develop strategies to transition all
12	light-duty motor vehicles, both public and private, in the State
13	to meet the clean ground transportation target established
14	pursuant to section 225P- (b)."
15	SECTION 5. Section 103D-412, Hawaii Revised Statutes, is
16	amended to read as follows:
17	"§103D-412 Light-duty motor vehicle requirements. (a)
18	The procurement policy for all agencies purchasing or leasing
19	light-duty motor vehicles shall be to reduce dependence on
20	petroleum for transportation energy[$ au$] and meet the following
21	clean ground transportation goals:



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1	(1)	Thirty per cent of light-duty motor vehicles of each
2		fleet shall be powered by renewable energy sources by
3		December 31, 2025;
4	(2)	Sixty per cent of light-duty motor vehicles of each
5		fleet shall be powered by renewable energy sources by
6		December 31, 2030; and
7	(3)	One hundred per cent of light-duty motor vehicles of
8		each fleet shall be powered by renewable energy
9		sources by December 31, 2035.
10	(b)	Beginning January 1, 2010, all state and county
11	entities,	when purchasing new vehicles, shall seek vehicles with
12	reduced d	ependence on petroleum-based fuels that meet the needs
13	of the ag	ency. Priority for selecting vehicles shall be as
14	follows:	
15	(1)	Electric or plug-in hybrid electric vehicles and fuel
16		cell electric vehicles;
17	(2)	Other alternative fuel vehicles;
18	(3)	Hybrid electric vehicles; and
19	(4)	Vehicles that are identified by the United States
20		Environmental Protection Agency in its annual "Fuel

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1	Economy Leaders" report as being among the top
2	performers for fuel economy in their class.
3	(c) Vehicles shall not be larger than necessary for their
4	intended functions.
5	[(c)] <u>(d)</u> For the purposes of this section:
6	"Agency" means a state agency, office, or department.
7	"Alternative fuel" means alcohol fuels, mixtures containing
8	eighty-five per cent or more by volume of alcohols with gasoline
9	or other fuels, natural gas, liquefied petroleum gas, hydrogen,
10	biodiesel, mixtures containing twenty per cent or more by volume
11	of biodiesel with diesel or other fuels, other fuels derived
12	from biological materials, and electricity provided by off-board
13	energy sources.
14	"Covered fleet" has the same meaning as contained in 10
15	Code of Federal Regulations Part 490 Subpart C.
16	"Excluded vehicles" has the same meaning as provided in 10
17	Code of Federal Regulations section 490.3.
18	"Fuel cell electric vehicle" means a zero-emission electric
19	vehicle that uses a fuel cell to convert hydrogen gas and oxygen
20	into electricity that is used in a vehicle powertrain for
21	propulsion.

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"Light-duty motor vehicle" has the same meaning as
 contained in 10 Code of Federal Regulations Part 490, not
 including any vehicle incapable of traveling on highways or any
 vehicle with a gross vehicle weight rating greater than eight
 thousand five hundred pounds.

[(d)] (e) Agencies may apply to the chief procurement 6 officer for exemptions from the requirements of this section to 7 8 the extent that the vehicles required by this section are not 9 available or do not meet the specific needs of the agency; provided that life cycle vehicle and fuel costs may be included 10 11 in the determination of whether a particular vehicle meets the needs of the agency. Estimates of future fuel costs shall be 12 13 based on projections from the United States Energy Information 14 Administration.

15 [(e)] (f) Vehicles acquired from another state agency and 16 excluded vehicles are exempt from the requirements of this 17 section[-] <u>but shall be included in the calculation of the clean</u> 18 ground transportation goals established under subsection (a). 19 [(f)] (g) Nothing in this section is intended to interfere 20 with the ability of a covered fleet to comply with the vehicle



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1	purchase 1	mandates required by 10 Code of Federal Regulations
2	Part 490 S	Subpart C."
3	SECT	ION 6. Section 196-9, Hawaii Revised Statutes, is
4	amended by	y amending subsection (c) to read as follows:
5	"(C)	With regard to motor vehicles and transportation
6	fuel, each	n agency shall:
7	(1)	Comply with Title 10, Code of Federal Regulations,
8		Part 490, Subpart C, "Mandatory State Fleet Program",
9		if applicable;
10	(2)	Comply with all applicable state laws regarding
11		vehicle purchases;
12	(3)	Once federal and state vehicle purchase mandates have
13		been satisfied, purchase the most fuel-efficient
14		vehicles that meet the needs of their programs;
15		provided that life cycle cost-benefit analysis of
16		vehicle purchases shall include projected fuel costs;
17	(4)	Purchase alternative fuels and ethanol blended
18		gasoline when available;
19	(5)	Evaluate a purchase preference for biodiesel blends,
20		as applicable to agencies with diesel fuel purchases;
21	(6)	Promote efficient operation of vehicles;

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1	(7)	Use the most appropriate minimum octane fuel; provided
2		that vehicles shall use 87-octane fuel unless the
3		owner's manual for the vehicle states otherwise or the
4		engine experiences knocking or pinging;
5	(8)	Beginning with fiscal year 2005-2006 as the baseline,
6		collect and maintain, for the life of each vehicle
7		acquired, the following data:
8		(A) Vehicle acquisition cost;
9		(B) United States Environmental Protection Agency
10		rated fuel economy;
11		(C) Vehicle fuel configuration, such as gasoline,
12		diesel, flex-fuel gasoline/E85, and dedicated
13		propane;
14		(D) Actual in-use vehicle mileage;
15		(E) Actual in-use vehicle fuel consumption; and
16		(F) Actual in-use annual average vehicle fuel
17		economy; [and]
18	(9)	Beginning with fiscal year 2005-2006 as the baseline
19		with respect to each agency that operates a fleet of
20		thirty or more vehicles, collect and maintain, in
21		addition to the data in paragraph (8), the following:

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1		(A)	Information on the vehicles in the fleet,
2			including vehicle year, make, model, gross
3			vehicle weight rating, and vehicle fuel
4			configuration;
5		(B)	Fleet fuel usage, by fuel;
6		(C)	Fleet mileage; and
7		(D)	Overall annual average fleet fuel economy and
8			average miles per gallon of gasoline and
9			diesel[+]; and
10	(10)	Plan	and coordinate vehicle acquisition to meet the
11		foll	owing clean ground transportation goals:
11 12		<u>foll</u> (A)	owing clean ground transportation goals: Thirty per cent of light-duty motor vehicles of
12			Thirty per cent of light-duty motor vehicles of
12 13			Thirty per cent of light-duty motor vehicles of each fleet shall be powered by renewable sources
12 13 14		<u>(A)</u>	Thirty per cent of light-duty motor vehicles of each fleet shall be powered by renewable sources by December 31, 2025;
12 13 14 15		<u>(A)</u>	Thirty per cent of light-duty motor vehicles of each fleet shall be powered by renewable sources by December 31, 2025; Sixty per cent of light-duty motor vehicles of
12 13 14 15 16		<u>(A)</u>	Thirty per cent of light-duty motor vehicles of each fleet shall be powered by renewable sources by December 31, 2025; Sixty per cent of light-duty motor vehicles of each fleet shall be powered by renewable sources
12 13 14 15 16 17		<u>(A)</u> (B)	Thirty per cent of light-duty motor vehicles of each fleet shall be powered by renewable sources by December 31, 2025; Sixty per cent of light-duty motor vehicles of each fleet shall be powered by renewable sources by December 31, 2030; and



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SECTION 7. Section 196-42, Hawaii Revised Statutes, is 1 2 amended to read as follows: 3 "§196-42 State support for achieving alternate fuels standards [-,] and clean ground transportation goals. (a) The 4 State shall facilitate the development of alternate fuels and 5 6 support the attainment of a statewide alternate fuels standard of ten per cent of highway fuel demand to be provided by 7 alternate fuels by 2010, fifteen per cent by 2015, twenty per 8 9 cent by 2020, and thirty per cent by 2030. For purposes of the alternate fuels standard, ethanol produced from cellulosic 10 materials shall be considered the equivalent of two and one-half 11 gallons of noncellulosic ethanol. "Alternate fuels" shall have 12 the same meaning as contained in 10 Code of Federal Regulations 13 Part 490; provided that it shall also include liquid or gaseous 14 15 fuels produced from renewable feedstocks such as organic wastes, or from water using electricity from renewable energy sources. 16 17 The State shall support the attainment of the clean (b) ground transportation target established pursuant to section 18 19 225P- (b)."



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1	PART II
2	SECTION 8. Chapter 103D, Hawaii Revised Statutes, is
3	amended by adding a new section to part IV to be appropriately
4	designated and to read as follows:
5	" <u>§103D-</u> Construction projects, roadway materials;
6	carbon footprint reduction. When purchasing building materials
7	for the construction of new roads, state and county agencies
8	shall purchase building materials that reduce the carbon
9	footprint of the project for use on the project, where the
10	purchase of the building materials is feasible and
11	cost-effective."
12	PART III
13	SECTION 9. Statutory material to be repealed is bracketed
14	and stricken. New statutory material is underscored.
15	SECTION 10. This Act shall take effect upon its approval.
16	
	INTRODUCED BY:



S.B. NO. *Soo*

Report Title:

Clean Ground Transportation Goals; Fleet Procurement; Road Construction; Carbon Footprint Reduction

Description:

Establishes clean ground transportation goals for state agencies on a staggered basis until achieving a 100 per cent light-duty motor vehicle clean fleet by 12/31/2035, and all light-duty motor vehicles in the State by 12/31/2045. Requires the procurement policy for all agencies purchasing or leasing medium- and heavy-duty motor vehicles to seek vehicles that reduce dependence on petroleum-based fuels that meet the needs of the agency, where feasible and cost-effective. Requires state and county agencies to purchase building materials that reduce the carbon footprint of the project for use on the construction of new roads, where feasible and cost-effective.

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

