A BILL FOR AN ACT

RELATING TO ENERGY.

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

- 1 SECTION 1. The legislature finds that climate change
- 2 caused by carbon emissions from burning fossil fuels poses a
- 3 serious threat to the economic well-being, public health,
- 4 natural resources, and environment of Hawaii. The State has
- 5 committed to eliminating fossil fuels from the electricity and
- 6 ground transportation sectors, abiding by the Paris Climate
- 7 Accord's goal to limit the amount of global warming to less than
- 8 1.5 degrees Celsius, and achieving negative carbon emissions for
- 9 Hawaii by 2045. The legislature also finds that meeting the
- 10 State's clean energy goals and commitments necessitates the
- 11 rapid transition to zero-emission vehicles that utilize local,
- 12 renewable energy sources.
- 13 The legislature further finds that the number of electric
- 14 vehicles in Hawaii is rising. As more electric vehicles come to
- 15 market, the ranges of electric vehicles increase and the cost of
- 16 electric vehicles decrease. The legislature also notes that the
- 17 number of registered electric vehicles in Hawaii increased more

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- 1 than thirty per cent during 2021, while the number of registered
- 2 gasoline-powered vehicles has decreased.
- 3 The legislature believes that while there is a growing
- 4 interest in electric vehicles among Hawaii residents, the lack
- 5 of adequate vehicle charging infrastructure presents a key
- 6 barrier to widespread adoption. Many Hawaii residents, such as
- 7 renters and other residents living in apartment buildings and
- 8 other multi-family dwellings, lack access to electric vehicle
- 9 charging stations at home and at work because a vast majority of
- 10 parking facilities in the State lack electric vehicle charging
- 11 stations. In 2019, recognizing that a lack of charging
- 12 infrastructure remains a barrier to more widespread adoption of
- 13 electric vehicles, the legislature established an electric
- 14 vehicle charging system rebate program to incentivize the
- 15 installation of publicly available charging stations and
- 16 charging stations that serve multiple tenants, employees, or
- 17 customers, or electric vehicle fleets.
- 18 The legislature additionally finds that the continuation of
- 19 the electric vehicle charging system rebate program is a
- 20 critical component of the State's efforts to transition off of
- 21 fossil fuels and achieve a carbon-negative economy by 2045.

- 1 Furthermore, the program should work in tandem with, and not
- 2 duplicate, any available federal funding to further the goal of
- 3 expanding the network of electric vehicle charging systems in
- 4 the State. To ensure that the program is keeping pace with
- 5 market and technology changes, periodic program adjustments may
- 6 be needed from time to time. Flexibility in program
- 7 implementation can help ensure that the program is adequately
- 8 and sufficiently deploying rebates to priority locations in
- 9 furtherance of the State's clean energy and carbon reduction
- 10 goals, including in multi-family dwellings; at workplaces that
- 11 can support daytime charging; in parking facilities that can
- 12 support the visitor industry's transition to clean
- 13 transportation, such as at hotels and rental car facilities; and
- 14 in areas that will help to make the purchase of an electric
- 15 vehicle a choice for Hawaii's low and moderate-income working
- 16 families. Expanding rebate eligibility to a wider variety of
- 17 electric vehicle charging systems can increase program
- 18 participation and accelerate charging system deployment.
- 19 The purpose of this Act is to:
- 20 (1) Provide a rebate for new Level 2 charging stations
- with one port;

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2		consideration by the public utilities commission in
3		administering the program;
4	(3)	Clarify that marketing and outreach expenses may be
5		included among allowable program administration
6		expenses; and
7	(4)	Appropriate funds out of the electric vehicle charging
8		system subaccount for the electric vehicle charging
9		system rebate program.
10	SECT	ION 2. Section 269-72, Hawaii Revised Statutes, is
11	amended t	o read as follows:
12	"[+]	§269-72[] Electric vehicle charging system; rebate
12 13	"[+]	§269-72[] Electric vehicle charging system; rebate (a) The public utilities commission, in consultation
	program.	
13	<pre>program. with elec</pre>	(a) The public utilities commission, in consultation
13 14	<pre>program. with elect office, s</pre>	(a) The public utilities commission, in consultation tric vehicle stakeholders and the Hawaii state energy
13 14 15	program. with electorice, so	(a) The public utilities commission, in consultation stric vehicle stakeholders and the Hawaii state energy shall administer a rebate program that incentivizes the
13 14 15 16	program. with electronic office, so installate as provide	(a) The public utilities commission, in consultation stric vehicle stakeholders and the <u>Hawaii</u> state energy shall administer a rebate program that incentivizes the sion or upgrade of an electric vehicle charging system,
13 14 15 16	program. with electrons office, so installate as provide administrations.	(a) The public utilities commission, in consultation stric vehicle stakeholders and the Hawaii state energy shall administer a rebate program that incentivizes the sion or upgrade of an electric vehicle charging system, led in this section, and may contract with a third-party
13 14 15 16 17	program. with electrons office, so installate as provide administrations.	(a) The public utilities commission, in consultation stric vehicle stakeholders and the <u>Hawaii</u> state energy shall administer a rebate program that incentivizes the sion or upgrade of an electric vehicle charging system, led in this section, and may contract with a third-party sator pursuant to section 269-73 to operate and manage

(2) Amend and add flexibility to the guidelines for

l	(1)	Insta	alls a new electric vehicle charging system where
2		none	previously existed to either:
3		(A)	An alternating current Level 2 station with [two]
4			one or more ports that provide electricity to
5			[two] one or more electric vehicles; or
6		(B)	A direct current fast charging system; or
7	(2)	Upgra	ades an existing electric vehicle charging system
8		to ei	ther:
9		(A)	An alternating current Level 2 station with two
10			or more ports that provide electricity to two or
11			more electric vehicles; or
12		(B)	A direct current fast charging system.
13	(c)	Subje	ect to subsection $[\frac{(d)_{r}}{(d)_{r}}]$ rebates shall be
14	distribute	d as	follows:
15	(1)	Each	eligible installation of an electric vehicle
16		char	ging system shall receive:
17		(A)	Up to \$2,000 for the installation of an
18			alternating current Level 2 station with one
19			port;

1	[-(A)-]-	(B) Up to \$4,500 for the installation of an
2		alternating current Level 2 station with two or
3		more ports; and
4	[-(B)-]	(C) Up to \$35,000 for the installation of a
5		direct current fast charging system; and
6	(2) Each	eligible upgrade of an electric vehicle charging
7	syste	em shall receive:
8	<u>(A)</u>	Up to \$1,300 for the upgrade to an alternating
9		current Level 2 station with one port;
10	[-(A)-]	(B) Up to \$3,000 for the upgrade to an
11		alternating current Level 2 station with two or
12		more ports; and
13	[-(B)-]	(C) Up to \$28,000 for the upgrade to a direct
14		current fast charging system.
15	[-(d) The -	public utilities commission shall not issue more
16	than \$500,000	in total rebates under this section each fiscal
17	year.	
18	(e)] <u>(d)</u>	The public utilities commission shall:
19	(1) Prepa	are any forms that may be necessary for an
20	appl	icant to claim a rebate pursuant to this section;
2.1	and	

1	(2) Require each applicant to furnish reasonable
2	information to ascertain the validity of the claim,
3	including but not limited to documentation necessary
4	to demonstrate that the installation or upgrade for
5	which the rebate is claimed is eligible.
6	$[\frac{f}{f}]$ (e) This section shall apply to electric vehicle
7	charging systems that are installed or upgraded after
8	December 31, 2019.
9	$[\frac{g}{g}]$ (f) Applicants shall submit applications to the
10	public utilities commission within twelve months of the date
11	that the newly installed or upgraded charging system is placed
12	into service to claim a rebate from the electric vehicle
13	charging system rebate program. Failure to apply to the
14	commission within twelve months of the date that the newly
15	installed or upgraded charging system is placed into service
16	shall constitute a waiver of the right to claim the rebate.
17	Rebates shall be subject to available funds, and the program
18	administrator shall not approve additional rebates for the
19	remainder of the fiscal year after program funds have been fully
20	exhausted.

1	[-(h)-] <u>(g)</u> Nothing in this section shall alter taxes due on
2	the origi	nal purchase or upgrade price of an electric vehicle
3	charging	system [prior to] <u>before</u> the application of the rebate.
4	Any rebat	e received pursuant to the electric vehicle charging
5	system re	bate program shall not be considered income for the
6	purposes	of state or county taxes.
7	[-(i)] (h) In administering the electric vehicle charging
8	system re	bate program, the public utilities commission shall
9	give cons	ideration to the following guidelines:
10	(1)	Priority should be given to electric vehicle charging
11		systems that are publicly available $[\tau]$ $\underline{:}$ serve multiple
12		tenants, employees, or customers[, or]; serve electric
13		vehicle fleets; support the visitor industry in
14		transitioning to clean transportation; and serve low-
15		income, moderate-income, and environmental justice
16		<pre>communities;</pre>
17	(2)	Electric vehicle charging system rebates should
18		enhance broader public clean energy and grid
19		resiliency goals by supporting deployment of electric
20		vehicle charging systems that can regulate their time
21		of use, be networked and co-optimized with other

1		electric vehicle charging systems, and otherwise
2		provide grid services or other benefits to the utility
3		and electric grid; [and]
4	(3)	Electric vehicle charging systems that serve a single
5		person, such as a reserved parking stall or a single-
6		family residence, shall not be eligible for
7		rebates[-];
8	(4)	Electric vehicle charging system rebates should
9		support accessibility of charging to as many electric
10		vehicle drivers as feasible; and
11	<u>(5)</u>	The program administrator may propose new or modified
12		guidelines to be considered in addition to those
13		specified in this subsection and should have the
14		flexibility to make programmatic adjustments due to
15		market changes, technological advancements, and levels
16		of participation to ensure the prudent use of taxpayer
17		funds and to effectively manage the program budget.
18	[-(j) -]	(i) As used in this section:
19	"Alte	ernating current Level 2 charging station", commonly
20	referred	to as "Level 2 charging station", means an electric
21	wehicle c	parging system that utilizes alternating current

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1 electricity providing at least three kilowatts and means a 2 system that: 3 Is capable of providing electricity from a non-vehicle (1)4 source to charge the batteries of one or more electric 5 vehicles; 6 (2) Meets recognized standards and protocols including, 7 but not limited to, Society of Automotive Engineers 8 (SAE) J1772 of SAE International and Tesla protocol; 9 and 10 Is designed and installed in compliance with article (3) 11 625 of the National Electrical Code to appropriate 12 Nationally Recognized Testing Laboratories' standards. 13 "Applicant" means an individual; non-profit or for-profit 14 corporation; local, state, or federal government agency; homeowner association; or any other eligible entity as defined 15 16 under rules adopted for the electric vehicle charging system 17 rebate program. 18 "Direct current fast charging system", commonly referred to as "DC fast charging system", means an electric vehicle charging 19 20 system that utilizes direct current electricity providing forty

kilowatts or greater and:

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1	(1)	is capable of providing electricity from a non-vehicle
2		source to charge the batteries of one or more electric
3		vehicles;
4	(2)	Meets recognized standards and protocols, including,
5		but not limited to, Society of Automotive Engineers
6		(SAE) J1772 of SAE International, Tesla protocol, and
7		CHAdeMO protocol; and
8	(3)	Is designed and installed in compliance with article
9		625 of the National Electrical Code to appropriate
10		Nationally Recognized Testing Laboratories' standards.
11	"Ele	ctric vehicle charging system" has the same meaning as
12	Electric	Vehicle Supply Equipment as defined in article 625.2 of
13	the Natio	nal Electrical Code, as amended."
14	SECT	ION 3. Section 269-73, Hawaii Revised Statutes, is
15	amended b	y amending subsection (a) to read as follows:
16	"(a)	The public utilities commission may contract with a
17	third-par	ty administrator to operate and manage any programs
18	establish	ed under section 269-72. The administrator shall not
19	be deemed	to be a "governmental body" as defined in section
20	103D-104;	provided that all moneys transferred to the third-
21	party adm	inistrator shall have been appropriated by the

- 1 legislature or shall be from funds provided by the federal
- 2 government or private funding sources. The administrator shall
- 3 not expend more than [ten] fifteen per cent of the amounts
- 4 appropriated for the rebate program or other reasonable
- 5 percentage determined by the public utilities commission for
- 6 administration of the programs established under section 269-72.
- 7 Program administration expenses may include marketing and
- 8 outreach expenses to increase program participation, if needed."
- 9 SECTION 4. There is appropriated out of the electric
- 10 vehicle charging system subaccount within the public utilities
- 11 commission special fund the sum of \$500,000 or so much thereof
- 12 as may be necessary for fiscal year 2021-2022 for the electric
- 13 vehicle charging system rebate program established pursuant to
- 14 sections 269-72 and 269-73, Hawaii Revised Statutes.
- 15 The sum appropriated shall be expended by the public
- 16 utilities commission for the purposes of this Act.
- 17 SECTION 5. There is appropriated out of the electric
- 18 vehicle charging system subaccount within the public utilities
- 19 commission special fund the sum of \$1,000,000 or so much thereof
- 20 as may be necessary for fiscal year 2022-2023 for the electric

- 1 vehicle charging system rebate program established pursuant to
- 2 sections 269-72 and 269-73, Hawaii Revised Statutes.
- 3 The sum appropriated shall be expended by the public
- 4 utilities commission for the purposes of this Act.
- 5 SECTION 6. Statutory material to be repealed is bracketed
- 6 and stricken. New statutory material is underscored.
- 7 SECTION 7. This Act shall take effect on July 1, 2100;
- 8 provided that section 4 shall take effect upon its approval.

Report Title:

Electric Vehicle Charging Stations; Rebate; Public Utilities Commission; Appropriation

Description:

Allows new electric vehicle charging stations and certain upgrades having a single port to qualify for a rebate. Removes the \$500,000 cap on the electric vehicle charging station rebate program. Specifies that no rebates shall be approved after available funds are exhausted for the fiscal year. Increases flexibility of the Public Utilities Commission to administer the electric vehicle charging station rebate program. Increases the percentage of funds that the Public Utilities Commission may use for administration of the rebate program from ten per cent to fifteen per cent. Allows for marketing and outreach expenses to be included within allowable administration costs of the electric vehicle charging station rebate program. Appropriates funds out of the electric vehicle charging system subaccount for the electric vehicle charging system rebate program. Effective 7/1/2100. (HD1)

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