A BILL FOR AN ACT

RELATING TO ENERGY.

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

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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

- 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.

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- 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 or upgraded Level 2 charging
- 21 stations with one port;

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1	(2)	Eliminate the annual cap on rebates, but provide that
2		rebates are subject to the availability of funds;
3	(3)	Amend and add flexibility to the guidelines for
4		consideration by the public utilities commission in
5		administering the program;
6	(4)	Increase the maximum percentage of rebate program
7		appropriations that may be expended for administrative
8		costs and allow for marketing and outreach expenses to
9		be included among allowable program administration
10		expenses; and
11	(5)	Appropriate funds out of the electric vehicle charging
12		system subaccount for the electric vehicle charging
13		system rebate program.
14	SECT	ION 2. Section 269-72, Hawaii Revised Statutes, is
15	amended t	o read as follows:
16	"[{]	§269-72[+] Electric vehicle charging system; rebate
17	program.	(a) The public utilities commission, in consultation
18	with elec	tric vehicle stakeholders and the <u>Hawaii</u> state energy
19	office, s	hall administer a rebate program that incentivizes the
20	installat	ion or upgrade of an electric vehicle charging system,
21	as provid	ed in this section, and may contract with a third-party

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1	administr	ator	pursuant to section 269-73 to operate and manage
2	the rebate program.		
3	(b)	An a	pplicant may be eligible for a rebate under the
4	rebate pr	ogram	if the applicant:
5	(1)	Inst	alls a new electric vehicle charging system where
6		none	previously existed to either:
7		(A)	An alternating current Level 2 station with [two]
8			one or more ports that provide electricity to
9			[two] one or more electric vehicles; or
10		(B)	A direct current fast charging system; or
11	(2)	Upgr	ades an existing electric vehicle charging system
12		to e	ither:
13		(A)	An alternating current Level 2 station with two
14			or more ports that provide electricity to two or
15			more electric vehicles; or
16		(B)	A direct current fast charging system.
17	(c)	Subj	ect to subsection $[\frac{(d)_{r}}{(f)_{r}}]$ rebates shall be
18	distribut	ed as	follows:
19	(1)	Each	eligible installation of an electric vehicle
20		char	ging system shall receive:

1	<u>(A)</u>	Up to \$ for the installation of an
2		alternating current Level 2 station with one
3		port;
4	[(A) -]	(B) Up to \$4,500 for the installation of an
5		alternating current Level 2 station with two or
6		more ports; and
7	[(B)]	(C) Up to \$35,000 for the installation of a
8		direct current fast charging system; and
9	(2) Each	eligible upgrade of an electric vehicle charging
10	syst	em shall receive:
11	<u>(A)</u>	Up to \$ for the upgrade to an
12		alternating current Level 2 station with one
13		<pre>port;</pre>
14	[-(A)-]	(B) Up to \$3,000 for the upgrade to an
15		alternating current Level 2 station with two or
16		more ports; and
17	[-(B)-]	(C) Up to \$28,000 for the upgrade to a direct
18		current fast charging system.
19	[(d) The	-public utilities commission shall not issue more
20	than \$500,000	in total rebates under this section each fiscal
21	VC3.F	

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2	(1)	Prepare any forms that may be necessary for an
3		applicant to claim a rebate pursuant to this section;
4		and
5	(2)	Require each applicant to furnish reasonable
6		information to ascertain the validity of the claim,
7		including but not limited to documentation necessary
8		to demonstrate that the installation or upgrade for
9		which the rebate is claimed is eligible.
10	[(f)] <u>(e)</u> This section shall apply to electric vehicle
11	charging	systems that are installed or upgraded after
12	December	31, 2019.
13	[-(g)] <u>(f)</u> Applicants shall submit applications to the
14	public ut	ilities commission within twelve months of the date
15	that the	newly installed or upgraded charging system is placed
16	into serv	ice to claim a rebate from the electric vehicle
17	charging	system rebate program. Failure to apply to the
18	commissio	n within twelve months of the date that the newly
19	installed	or upgraded charging system is placed into service
20	shall con	stitute a waiver of the right to claim the rebate.
21	Rebates s	hall be subject to available funds, and the program

(e) (d) The public utilities commission shall:

1	administr	ator shall not approve additional rebates for the
2	remainder	of the fiscal year after program funds have been fully
3	exhausted	<u>.</u>
4	[-(h)-	g Nothing in this section shall alter taxes due or
5	the origi	nal purchase or upgrade price of an electric vehicle
6	charging	system [prior to] <u>before</u> the application of the rebate.
7	Any rebat	e received pursuant to the electric vehicle charging
8	system re	bate program shall not be considered income for the
9	purposes	of state or county taxes.
10	[(i)	(h) In administering the electric vehicle charging
11	system re	bate program, the public utilities commission shall
12	give cons	ideration to the following guidelines:
13	(1)	Priority should be given to electric vehicle charging
14		systems that are publicly available $[au]$ $\underline{;}$ serve multiple
15		tenants, employees, or customers[, or]; serve electric
16		vehicle fleets; support the visitor industry in
17		transitioning to clean transportation; or serve low-
18		income, moderate-income, and environmental justice
19		communities;
20	(2)	Electric vehicle charging system rebates should
21		enhance broader public clean energy and grid

		restriction goals by supporting deproyment of electric
2		vehicle charging systems that can regulate their time
3		of use, be networked and co-optimized with other
4		electric vehicle charging systems, and otherwise
5		provide grid services or other benefits to the utility
6		and electric grid; [and]
7	(3)	Electric vehicle charging systems that serve a single
8		person, such as a reserved parking stall or a single-
9		family residence, shall not be eligible for
10		rebates[-];
11	(4)	Electric vehicle charging system rebates should
12		support accessibility of charging to as many electric
13		vehicle drivers as feasible; and
14	(5)	The program administrator may propose new or modified
15		guidelines to be considered in addition to those
16		specified in this subsection and should have the
17		flexibility to make programmatic adjustments due to
18		market changes, technological advancements, and levels
19		of participation to ensure the prudent use of taxpayer
20		funds and to effectively manage the program budget.
21	[-(i)-]	(i) As used in this section:

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

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•	DII	ect current rast charging system , commonly referred to
2	as "DC fa	st charging system", means an electric vehicle charging
3	system th	at utilizes direct current electricity providing forty
4	kilowatts	or greater and:
5	(1)	Is capable of providing electricity from a non-vehicle
6		source to charge the batteries of one or more electric
7		vehicles;
8	(2)	Meets recognized standards and protocols, including,
9		but not limited to, Society of Automotive Engineers
10		(SAE) J1772 $^{\text{\tiny{TM}}}$ of SAE International, Tesla protocol, and
11		CHAdeMO protocol; and
12	(3)	Is designed and installed in compliance with article
13		625 of the National Electrical Code to appropriate
14		Nationally Recognized Testing Laboratories' standards.
15	"Ele	ctric vehicle charging system" has the same meaning as
16	Electric	Vehicle Supply Equipment as defined in article 625.2 of
17	the Natio	nal Electrical Code, as amended."
18	SECT	ION 3. Section 269-73, Hawaii Revised Statutes, is
19	amended b	y amending subsection (a) to read as follows:
20	"(a)	The public utilities commission may contract with a
21	third-par	ty administrator to operate and manage any programs

1 established under section 269-72. The administrator shall not 2 be deemed to be a "governmental body" as defined in section 3 103D-104; provided that all moneys transferred to the third-4 party administrator shall have been appropriated by the 5 legislature or shall be from funds provided by the federal government or private funding sources. The administrator shall 6 7 not expend more than [ten] per cent of the amounts 8 appropriated for the rebate program or other reasonable 9 percentage determined by the public utilities commission for 10 administration of the programs established under section 269-72. 11 Program administration expenses may include marketing and 12 outreach expenses to increase program participation, if needed." 13 SECTION 4. There is appropriated out of the electric 14 vehicle charging system subaccount within the public utilities 15 commission special fund the sum of \$ or so much 16 thereof as may be necessary for fiscal year 2021-2022 for the 17 electric vehicle charging system rebate program established 18 pursuant to sections 269-72 and 269-73, Hawaii Revised Statutes. 19 The sum appropriated shall be expended by the public 20 utilities commission for the purposes of this Act.

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- 1 SECTION 5. There is appropriated out of the electric
- 2 vehicle charging system subaccount within the public utilities
- 3 commission special fund the sum of \$ or so much
- 4 thereof as may be necessary for fiscal year 2022-2023 for the
- 5 electric vehicle charging system rebate program established
- 6 pursuant to sections 269-72 and 269-73, Hawaii Revised Statutes.
- 7 The sum appropriated shall be expended by the public
- 8 utilities commission for the purposes of this Act.
- 9 SECTION 6. Statutory material to be repealed is bracketed
- 10 and stricken. New statutory material is underscored.
- 11 SECTION 7. This Act shall take effect on July 1, 2100;
- 12 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. 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. (HD2)

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