STAND. COM. REP. NO.

, 2021

Honolulu, Hawaii



RE: H.B. No. 592 H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-First State Legislature Regular Session of 2021 State of Hawaii

Sir:

Your Committee on Energy & Environmental Protection, to which was referred H.B. No. 592 entitled:

"A BILL FOR AN ACT RELATING TO UTILITIES,"

begs leave to report as follows:

The purpose of this measure is to require the Public Utilities Commission to:

- (1) Explore, through its docket process, the feasibility of relocating above-ground electrical transmission lines and distribution lines underground in high-risk areas on the island of Maui; and
- (2) Submit a report to the Legislature prior to the Regular Session of 2022.

Your Committee received testimony in support of this measure from Life of the Land. Your Committee received testimony in opposition to this measure from Hawaiian Electric Company, Inc. Your Committee received comments on this measure from the Department of Commerce and Consumer Affairs and Public Utilities Commission.



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Your Committee finds that placing electric transmission and distribution lines above or below ground is a complex issue with certain benefits and challenges. Placing facilities underground provides more resiliency to certain damaging events, but is costly to install and requires more time and costs to restore service. Placing facilities overhead makes it more susceptible to damage from certain events, but is less costly and faster to restore services than underground facilities. Therefore, exploring solutions to the challenges of above-ground electrical infrastructure will provide for better planning of the energy infrastructure in the State.

Your Committee has amended this measure by:

- (1) Clarifying that the Public Utilities Commission shall explore solutions to the problems posed by siting of above-ground electrical infrastructure in high-risk areas, rather than the feasibility of relocating aboveground electric transmission lines and distribution lines underground in certain areas on the island of Maui;
- (2) Requiring that the assessment include the costs of possible solutions and potential impact for customers on the island of Maui, rather than the amortized costs of relocating above-ground electric transmission and distribution lines underground;
- (3) Changing the effective date to July 1, 2050, to encourage further discussion; and
- (4) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Energy & Environmental Protection that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 592, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 592, H.D. 1, and be referred to your Committee on Consumer Protection & Commerce.



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Respectfully submitted on behalf of the members of the Committee on Energy & Environmental Protection,

NICOLE E. LOWEN, Chair

2021-1208 HB592 HD1 HSCR HMSO

State of Hawaii House of Representatives The Thirty-first Legislature



Record of Votes of the Committee on Energy & Environmental Protection

| Bill/Resolution No.: HB 59 | Il/Resolution No.: HB 592 EEP, CPC, FIN | | | Date: $2/2/2$ | | |
|---|---|--|-----------|----------------------------|---------------------------|--|
| θ The committee is reconsidering its previous decision on the measure. | | | | | | |
| The recommendation is to: θ Pass, unamended (as is) θ Pass, with amendments (HD) θ Hold θ Pass short form bill with HD to recommit for future public hearing (recommit) | | | | | | |
| EEP Member | rs | Ayes | Ayes (WR) | Nays | Excused | |
| 1. LOWEN, Nicole E. (C) | | 1 | | | | |
| | | an a | | | | |
| 2. MARTEN, Lisa (VC) | | | | | | |
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| 3. HASHEM, Mark J. | | | | | | |
| 4. MATAYOSHI, Scot Z. | | | | | <u>BARANGAN ATUR ATUR</u> | |
| 4. MATATOSIII, Scot 2. | | | | | | |
| 5. PERRUSO, Amy A. | | | | 986 Soniki olara anka Sara | | |
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| 6. TODD, Chris | ante antipppe - want an antippe - the second sec | / | | | | |
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| 7. TOKIOKA, James Kuna | ne | an Andrea an | | | | |
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| 8. MATSUMOTO, Lauren | | | | | | |
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| TOTAL (8) | | 7 | | 0 | 1 | |
| The recommendation is: | Che recommendation is: β Adopted θ Not Adopted If joint referral, | | | | | |
| Vice Chair's or designee's signature: | | | | | | |
| Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO | | | | | | |