THE SENATE THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII

S.C.R. NO. 136

MAR 1 0 2023

## SENATE CONCURRENT RESOLUTION

REQUESTING THE DIRECTOR OF FINANCE TO CONVENE OF A WORKING GROUP TO OPTIMIZE DRAWDOWNS OF FEDERAL FUNDS UNDER THE INFLATION REDUCTION ACT OF 2022 (PUBLIC LAW 117-169).

WHEREAS, on August 16, 2022, the 117th United States 1 Congress passed the Inflation Reduction Act of 2022 (Public Law 2 3 117-169), which, in part, would make hundreds of billions of dollars available to the states to support their efforts to 4 5 mitigate climate change; and 6 7 WHEREAS, the State and counties are eligible to receive 8 federal funding, which currently includes but is not limited to: 9 10 Over \$4 billion for the creation of a program that (1)11 awards grants to state energy offices to develop and implement home energy rebate programs for certain 12 households that have achieved certain energy savings; 13 14 Billions of dollars for tax credits to encourage 15 (2) 16 consumers to make purchases, such as new and used clean energy vehicles (in credit amounts of up to 17 \$7,500 and \$4,000, respectively), and other energy 18 efficient expenditures; 19 20 Competitive grants from the newly-created \$27 billion 21 (3) 22 Greenhouse Gas Reduction Fund to form the basis for the first national green bank, with sixty percent of 23 24 funding dedicated to low-income and disadvantaged 25 communities to deploy or benefit from zero-emission technologies, including distributed technologies on 26 27 residential rooftops; to carry out other greenhouse 28 gas emission reduction activities, and to promote environmental justice; 29 30 (4) \$5.5 billion for grants, contracts, or financial 31 assistance agreements for disadvantaged communities 32



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for up to one hundred percent of the cost of the 1 planning, design, or construction of certain water 2 projects that primarily provide domestic water 3 supplies to communities or households that do not have 4 5 reliable access to domestic water supplies; 6 \$3 billion for competitive rebates and grants that 7 (5) address air pollution at ports, specifically for: 8 9 The purchase or installation of zero-emission 10 (A) port equipment or technology for use at, or to 11 directly serve, one or more ports; 12 13 Any relevant planning or permitting in connection 14 (B) 15 with the purchase or installation of zeroemission port equipment or technology; and 16 17 The development of qualified climate action 18 (C) 19 plans; and 20 A billion-dollar clean heavy-duty vehicle rebate and 21 (6) award program for the: 22 23 Replacement of heavy-duty vehicles, such as 24 (A) garbage trucks, transit buses, and school buses, 25 with zero-emission vehicles; 26 27 Purchase, installation, operation, and 28 (B) maintenance of infrastructure needed to charge, 29 fuel, or maintain zero-emission vehicles; 30 31 Workforce development and training to support the 32 (C) maintenance, charging, fueling, and operation of 33 zero-emission vehicles; and 34 35 (D) Planning and technical activities to support the 36 adoption and deployment of zero-emission 37 38 vehicles; and 39 WHEREAS, the State should take full advantage of the 40 federal funds being made available through the Inflation 41 42 Reduction Act, which requires the concerted efforts of county



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agencies, state agencies, and Hawaii's congressional delegation; 1 now, therefore, 2 3 BE IT RESOLVED by the Senate of the Thirty-second 4 Legislature of the State of Hawaii, Regular Session of 2023, the 5 House of Representatives concurring, that the Director of 6 Finance is requested to convene a working group to optimize 7 drawdowns of federal funds under the Inflation Reduction Act of 8 9 2022; and 10 11 BE IT FURTHER RESOLVED that the working group: 12 (1) Consist of members representing all levels of 13 government, as invited by the Director of Finance; 14 15 . Review the potential for drawing down of federal (2) 16 funds; 17 18 19 (3) Plan for the drawing down of federal funds; 20 21 (4) Plan for the use of federal funds; 22 23 (5) Account for federal funds that have been drawn down 24 and spent; and • • 25 (6) Recommend any legislation that would help secure 26 additional federal funding; and 27 28 BE IT FURTHER RESOLVED that the working group is requested 29 to submit a preliminary report of its findings and 30 31 recommendations to the Legislature no later than twenty days prior to the convening of the Regular Session of 2024, and a 32 final report of its findings and recommendations, including any 33 proposed legislation, to the Legislature no later than twenty 34 days prior to the convening of the Regular Session of 2025; and 35 36 37 BE IT FURTHER RESOLVED that certified copies of this 38 Concurrent Resolution be transmitted to the Governor, Director 39 of Finance, Chief Energy Officer, members of Hawaii's

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congressional delegation, Mayor of each county, and Chair of
each county council.

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OFFERED BY:

