HOUSE OF REPRESENTATIVES THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII

H.B. NO. 1415

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 according to the 2 United States Energy Information Administration, about ninety 3 per cent of the energy consumed in United States transportation 4 sector comes from petroleum. The legislature believes that 5 establishing an electric vehicle charging system loan program will provide residents of Hawaii equal access to cleaner 6 electric vehicle technologies, as well as help the environment. 7 8 Electric vehicles and charging stations should be easily 9 accessible to residents of the State to lower daily and monthly 10 costs for families, all while decreasing exposure to vehicle 11 admissions and particulate matter and advancing the State's 12 overall energy and affordability goals.

Accordingly, the purpose of this Act is to require the public utilities commission to administer an electric vehicle charging system loan program to provide loans to applicants who install eligible electric vehicle charging systems.

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1	SECTION 2. Chapter 269, Hawaii Revised Statutes, is
2	amended by adding two new sections to part III to be
3	appropriately designated and to read as follows:
4	" <u>§269-A</u> Electric vehicle charging system; loan program.
5	(a) The public utilities commission, in consultation with
6	electric vehicle stakeholders and the Hawaii state energy
7	office, shall administer a loan program that incentivizes the
8	installation of an eligible electric vehicle charging system, as
9	provided in this section, and may contract with a third-party
10	administrator pursuant to section 269-73 to operate and manage
11	the loan program.
12	(b) An applicant may be eligible for a loan under this
13	section if the applicant installs an eligible electric vehicle
14	charging system and is:
15	(1) A homeowner whose household income is no more than one
16	hundred per cent of the area median income; or
17	(2) An existing or new affordable housing development
18	located in and serving households that make no more
19	than one hundred per cent of the area median income.

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1	(c) Loans made under this section shall bear no :	interest
2	for the first five years and thereafter shall be no more	re than
3	three per cent simple interest.	
4	(d) No person who receives a loan under this sect	tion shall
5	be eligible for the electric vehicle charging system re	ebate
6	program under section 269-72.	
7	(e) The public utilities commission shall:	
8	(1) Apply for any federal funding available to ca	arry out
9	the purposes of this section;	
10	(2) Prepare any forms that may be necessary to a	oply for a
11	loan under this section; and	
12	(3) Require each applicant to furnish reasonable	
13	information to ascertain the validity of the	
14	application, including but not limited to	
15	documentation necessary to demonstrate that	the
16	installation is eligible for a loan.	
17	(f) The public utilities commission shall adopt	rules
18	pursuant to chapter 91 to carry out the purposes of th	is
19	section.	
20	(g) For purposes of this section:	

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1	"Alternating current level 2 charging station" has the same
2	meaning as in section 269-72.
3	"Applicant" has the same meaning as in section 269-72.
4	"Direct current fast charging system" has the same meaning
5	as in section 269-72.
6	"Electric vehicle charging system" has the same meaning as
7	in section 269-72.
8	"Eligible electric vehicle charging system" means:
9	(1) An alternating current level 2 station with one or
10	more ports that provides electricity to one or more
11	electric vehicles; or
12	(2) A direct current fast charging system.
13	<u>§269-B</u> Electric vehicle charging system loan revolving
14	fund. (a) There is established the electric vehicle charging
15	system loan revolving fund to be administered by the public
16	utilities commission. Moneys in the electric vehicle charging
17	system loan revolving fund may be used to provides loans
18	pursuant to section 269-A to eligible applicants.
19	(b) The electric vehicle charging system loan revolving
20	fund shall consist of the following moneys:
21	(1) Federal funds;

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1 (2) Moneys appropriated by the legislature; 2 (3) Private contributions; 3 Repayment of loans, including interest and payments (4) 4 received on account of principal; and 5 (5) All income and interest earned or accrued on moneys 6 deposited into the fund." SECTION 3. Section 269-72, Hawaii Revised Statutes, is 7 8 amended to read as follows: 9 "§269-72 Electric vehicle charging system; rebate program. 10 (a) The public utilities commission, in consultation with 11 electric vehicle stakeholders and the Hawaii state energy 12 office, shall administer a rebate program that incentivizes the 13 installation or upgrade of an electric vehicle charging system, 14 as provided in this section, and may contract with a third-party 15 administrator pursuant to section 269-73 to operate and manage 16 the rebate program. 17 (b) An applicant may be eligible for a rebate under the 18 rebate program if the applicant: 19 (1) Installs a new electric vehicle charging system where 20 none previously existed to either:

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1		(A)	An alternating current Level 2 station with one
2			or more ports that provide electricity to one or
3			more electric vehicles; or
4		(B)	A direct current fast charging system; or
5	(2)	Upgr	ades an existing electric vehicle charging system
6		to e	ither:
7		(A)	An alternating current Level 2 station with one
8			or more ports that provide electricity to one or
9			more electric vehicles; or
10		(B)	A direct current fast charging system.
11	(c)	Subj	ect to subsection [(f),] <u>(g),</u> rebates shall be
12	distribut	ed as	follows:
13	(1)	Each	eligible installation of an electric vehicle
14		char	ging system shall receive:
15		(A)	Up to \$2,000 for the installation of an
16			alternating current Level 2 station with one
17			port;
18		(B)	Up to \$4,500 for the installation of an
19			alternating current Level 2 station with two or
20			more ports; and

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1		(C)	Up to \$35,000 for the installation of a direct
2			current fast charging system; and
3	(2)	Each	eligible upgrade of an electric vehicle charging
4		syst	em shall receive:
5		(A)	Up to \$1,300 for the upgrade to an alternating
6			current Level 2 station with one port;
7		(B)	Up to \$3,000 for the upgrade to an alternating
8			current Level 2 station with two or more ports;
9			and
10		(C)	Up to \$28,000 for the upgrade to a direct current
11			fast charging system.
12	<u>(d)</u>	No p	erson who claims a rebate under this section shall
13	be eligib	le fo	r the electric vehicle charging system loan
14	program u	nder	section 269-A.
15	[-(d)-] <u>(e)</u>	The public utilities commission shall:
16	(1)	Prep	are any forms that may be necessary for an
17		appl	icant to claim a rebate pursuant to this section;
18		and	
19	(2)	Requ	ire each applicant to furnish reasonable
20		info	rmation to ascertain the validity of the claim,
21		incl	uding but not limited to documentation necessary

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

18 [-(g)-] (h) Nothing in this section shall alter taxes due on
19 the original purchase or upgrade price of an electric vehicle
20 charging system before the application of the rebate. Any
21 rebate received pursuant to the electric vehicle charging system

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1 rebate program shall not be considered income for the purposes 2 of state or county taxes. 3 $\left[\frac{1}{2}\right]$ (i) In administering the electric vehicle charging 4 system rebate program, the public utilities commission shall 5 give consideration to the following guidelines: 6 Priority should be given to electric vehicle charging (1)7 systems that are publicly available; serve multiple 8 tenants, employees, or customers; serve electric vehicle fleets; support the visitor industry in 9 10 transitioning to clean transportation; or serve low-11 income, moderate-income, or environmental justice 12 communities: 13 (2) Electric vehicle charging system rebates should 14 enhance broader public clean energy and grid 15 resiliency goals by supporting deployment of electric 16 vehicle charging systems that can regulate their time 17 of use, be networked and co-optimized with other 18 electric vehicle charging systems, and otherwise 19 provide grid services or other benefits to the utility 20 and electric grid;

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

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

19 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 TM 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 4. Section 269-73, Hawaii Revised Statutes, is
15	amended t	o read as follows:
16	"§26	9-73 Electric vehicle charging system; rebate program;
17	<u>loan prog</u>	ram; administrator; establishment. (a) The public
18	utilities	commission may contract with a third-party
19	administr	ator to operate and manage any programs established
20	under sec	tion 269-72[-] or 269-A. The administrator shall not
21	be deemed	to be a "governmental body" as defined in section

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1 103D-104; provided that all moneys transferred to the third-2 party administrator shall have been appropriated by the 3 legislature or shall be from funds provided by the federal 4 government or private funding sources. The administrator shall 5 not expend more than fifteen per cent of the amounts 6 appropriated for the rebate program or electric vehicle charging 7 system loan program, or other reasonable percentage determined 8 by the public utilities commission for administration of the 9 programs established under section 269-72; provided that program 10 administration expenses may include marketing and outreach 11 expenses to increase program participation, if needed; provided 12 further that not more than ten per cent of the amounts 13 appropriated for the rebate program or electric vehicle charging 14 system loan program may be expended on non-marketing and 15 outreach programs or administration of the program. 16 (b) The [electric vehicle charging system rebate program] 17 administrator of the electric vehicle charging system rebate 18 program and electric vehicle charging system loan program shall 19 be subject to regulation by the public utilities commission 20 under any provision applicable to a public utility in sections 21 269-7, 269-8, 269-8.2, 269-8.5, 269-9, 269-10, 269-13, 269-15,

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1 269-19.5, and 269-28, and shall report to the public utilities 2 commission on a regular basis. Notwithstanding any other 3 provision of law to the contrary, the [electric vehicle charging 4 system rebate program] administrator shall not be an electric 5 public utility or an electric public utility affiliate." 6 SECTION 5. There is appropriated out of the general 7 revenues of the State of Hawaii the sum of \$ or so 8 much thereof as may be necessary for fiscal year 2023-2024 to be 9 deposited into the electric vehicle charging system loan 10 revolving fund established under section 269-B, Hawaii Revised 11 Statutes. 12 SECTION 6. There is appropriated out of the electric 13 vehicle charging system loan revolving fund the sum of 14 Ŝ or so much thereof as may be necessary for fiscal 15 year 2023-2024 to provide loans under the electric vehicle 16 charging system loan program under section 269-A, Hawaii Revised 17 Statutes. 18 The sum appropriated shall be expended by the public 19 utilities commission for the purposes of this Act.

20 SECTION 7. In codifying the new sections added by section
21 2 of this Act, the revisor of statutes shall substitute

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appropriate section numbers for the letters used in designating
 the new sections in this Act.

3 SECTION 8. Statutory material to be repealed is bracketed4 and stricken. New statutory material is underscored.

5 SECTION 9. This Act shall take effect on July 1, 2023.

JAN 2 5 2023 INTRODUCED BY:

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Report Title:

PUC; Electric Vehicle Charging System; Installation; Loan Program; Appropriation

Description:

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Requires the public utilities commission to administer an electric vehicle charging system loan program to provide loans to applicants who install eligible electric vehicle charging systems. Appropriates funds.

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