A BILL FOR AN ACT

RELATING TO RENEWABLE ENERGY.

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

SECTION 1. The legislature finds that Act 97, Session Laws of Hawaii 2015, required electric utilities in the State to achieve a one hundred per cent renewable portfolio standard by December 31, 2045, in order to transition the State away from imported fossil fuels and toward locally available renewable energy sources.

7 The legislature further finds that to encourage the timely 8 build-out of a diverse, resilient, and reliable portfolio of 9 low-cost renewable energy generation and storage assets, Hawaii 10 must lower the administrative barriers that constrain deployment 11 of residential and commercial-scale distributed energy 12 resources.

13 The legislature also finds that exemptions from permitting 14 requirements based on estimated costs that have not been amended 15 since 1979 and fail to account for inflation of over three 16 hundred per cent have severely reduced the practical 17 availability of such exemptions and created an unnecessary



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impediment to the timely installation of residential distributed
 energy resources and other real property improvements.

3 The legislature further finds that the permitting process currently adds substantial time and cost to the adoption of 4 5 residential solar and energy storage projects and that online 6 permitting tools such as the United States Department of Energy's SolarAPP+ have been successfully implemented by 7 hundreds of government entities that issue building permits 8 9 throughout the nation and that Hawaii's permit-issuing 10 government entities should similarly take advantage of these tools to help meet the State's clean energy, reliability, and 11 12 resilience needs.

13 The purpose of this Act is to reduce administrative 14 barriers to the deployment of energy generation and storage 15 technology systems by requiring government entities in the State 16 that issue building permits to implement SolarAPP+ or a 17 functionally equivalent online automated permitting platform 18 that verifies code compliance and issues permits to licensed contractors for solar distributed energy resource systems in 19 real time by January 1, 2024. 20

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1	SECTION 2. Chapter 196, Hawaii Revised Statutes, is
2	amended by adding two new sections to be appropriately
3	designated and to read as follows:
4	" <u>§196-A</u> Building permit; issuing entity; adoption of
5	online permitting tools for solar distributed energy resource
6	systems. (a) Any government entity in the State that issues
7	building permits shall implement SolarAPP+ or a functionally
8	equivalent online automated permitting platform that verifies
9	code compliance and issues permits to licensed contractors for
10	solar distributed energy resource systems in real time; provided
11	that a government entity in the State that issues building
12	permits shall adopt self-certification, pursuant to section
13	196-B, for solar distributed energy resource systems that are
14	not compatible with SolarAPP+ at the time the application is
15	submitted to that entity.
16	(b) Any government entity in the State that issues
17	building permits shall meet the requirements of subsection (a)
18	by January 1, 2024.
19	(c) Any government entity in the State that issues
20	building permits shall notify the Hawaii state energy office

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1	when it achieves compliance with subsection (a) and shall
2	continue to provide such notification annually.
3	(d) As used in this section:
4	"Solar distributed energy resource system" means an
5	assembly of solar energy-generating or energy-storing materials,
6	or any combined assembly of solar energy-generating and energy-
7	storing materials, and the related infrastructure necessary for
8	its operation.
9	"SolarAPP+" means the web-based portal and associated
10	software tools developed by the National Renewable Energy
11	Laboratory, as updated from time to time.
12	<u>§196-B</u> Adoption of self-certification for solar and energy
13	storage projects. (a) Any government entity in the State that
14	issues building permits shall establish a self-certification
15	process for solar distributed energy resource systems that deems
16	permit applications approved and allows applicants to proceed to
17	build immediately; provided that:
18	(1) The applicable government entity in the State that
19	issues building permits is notified in writing by the
20	project owner, or an agent of the project owner, that

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1		the owner or agent requests issuance of the permit and
2		is prepared to pay any required fees; and
3	(2)	The applicable government entity in the State that
4		issues building permits is notified in writing by the
5		duly licensed electrician or duly licensed plumber, as
6		applicable, who intends to install the solar
7		distributed energy resource system that the
8		installation of the system complies with all
9		applicable codes and laws, including having an
10		executed interconnection agreement with the applicable
11		electric utility.
12	(b)	A permit application or self-certification for a solar
13	distribut	ed energy resource system shall not require submission
14	of an app	roved materials and methods number; provided that the
15	following	are provided with the license holder's notification to
16	the appli	cable government entity in the State that issues
17	building	permits:
18	(1)	A manufacturer specification sheet;
19	(2)	An installation and operations manual; and
20	(3)	A UL or other national testing laboratory
21		certification.

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1	(c) If the requirements of subsection (a) are satisfied,
2	the applicable government entity in the State that issues
3	building permits shall issue the building permit number and
4	close the permit within thirty days of submittal.
5	(d) As used in this section, "solar distributed energy
6	resource system" means an assembly of solar energy-generating or
7	energy-storing materials, or any combined assembly of solar
8	energy-generating and energy-storing materials, and the related
9	infrastructure necessary for its operation."
10	SECTION 3. Section 464-1, Hawaii Revised Statutes, is
11	amended by adding a new definition to be appropriately inserted
12	and to read as follows:
13	""Residential distributed energy resource system" means an
14	assembly of energy-generating or energy-storing materials, or
15	any combined assembly of solar energy-generating and energy-
16	storing materials, sited on a residence and the related
17	infrastructure for its operation."
18	SECTION 4. Section 464-13, Hawaii Revised Statutes, is
19	amended to read as follows:
20	"§464-13 [Structures] <u>Work</u> exempted from provisions of
21	chapter. (a) The provisions of this chapter shall not apply to

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1 work in respect to any privately owned or privately controlled 2 one-storied building, dwelling, or structure, the estimated cost of which does not exceed [\$40,000,] \$160,000, nor to any 3 4 privately controlled two-storied building, dwelling, or structure, the estimated cost of which does not exceed 5 6 [\$35,000.] \$140,000. However, no structure, dwelling, or 7 building in which the principal structural members consist of 8 reinforced concrete or structural steel having riveted, bolted, 9 or welded connections shall be exempted from this chapter.

10 (b) The provisions of this chapter shall not apply to work 11 in respect to any privately owned or privately controlled one-12 storied structure, which is used primarily as a residence, the 13 estimated cost of which does not exceed [\$50,000,] \$200,000, nor 14 to any privately owned or privately controlled two-storied 15 structure, which is used primarily as a residence, the cost of 16 which does not exceed [\$45,000.] \$180,000.

17 (c) The provisions of this chapter shall not apply to work
18 with respect to residential distributed energy resource systems.
19 [-(c)-] (d) Whenever the exemption provided for in
20 subsection (b) is applied to the construction of a new building,
21 it shall be noted and recorded with the bureau of conveyances."

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SECTION 5. In codifying the new sections added by section
 2 of this Act, the revisor of statutes shall substitute
 appropriate section numbers for the letters used in designating
 the new sections in this Act.
 SECTION 6. Statutory material to be repealed is bracketed
 and stricken. New statutory material is underscored.
 SECTION 7. This Act shall take effect on January 6, 2050.

Report Title:

Solar Distributed Energy Resource Systems; Online Building Permitting Tools; Work on Certain Structures; Professional Engineer, Architect, Surveyor, and Landscape Architect Licensure Exemption

Description:

Requires government entities in the State that issue building permits to implement SolarAPP+ or a functionally equivalent online automated permitting platform that verifies code compliance and issues permits to licensed contractors for solar distributed energy resource systems in real time by 1/1/2024. Requires government entities in the State that issue building permits to adopt self-certification for solar distributed energy resource systems that are not SolarAPP+ compatible. Makes the professional engineers, architects, surveyors, and landscape architects licensure law inapplicable to work with respect to residential distributed energy resource systems and increases the estimated cost of work on certain structures below which that licensure law is inapplicable. Takes effect 1/6/2050. (SD1)

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