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Testimony of MARK B. GLICK, Chief Energy Officer

before the SENATE COMMITTEE ON TRANSPORTATION AND CULTURE AND THE ARTS

Tuesday, February 6, 2024 3:01 PM State Capitol, Conference Room 224 and Videoconference

> **Providing Comments on** SB 2965

RELATING TO THE INTERISLAND TRANSPORT OF HYDROGEN.

Chair Lee, Vice Chair Inouye, and Members of the Committee, the Hawai'i State Energy Office (HSEO) respectfully offers comments on SB 2965 that authorizes the Public Utilities Commission to establish a discounted rate by tariff for water carriers that engage in the interisland transport of hydrogen.

As a part of Hawai'i's energy strategy, HSEO believes energy generated from hydrogen will play a role in the State's target to sequester more atmospheric carbon and greenhouse gases than emitted with the State as quickly as possible, but no later than 2045, and supports incentives for its development. HESO recent identified local clean hydrogen production at scale as a decarbonization opportunity in our *Hawai'i Pathways* to Decarbonization report.1

HSEO defers to the appropriate agencies for comment on the fiscal, administrative, and regulatory impacts of this bill.

Thank you for the opportunity to testify.

¹Hawai'i State Energy Office. Hawai'i Pathways to Decarbonization. 2023. https://energy.hawaii.gov/wpcontent/uploads/2024/01/Act-238 HSEO Decarbonization Report.pdf