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Testimony of MARK B. GLICK, Chief Energy Officer

before the SENATE COMMITTEES ON ENERGY, ECONOMIC DEVELOPMENT, AND TOURISM AND WATER AND LAND

> Monday, March 18, 2024 1:45 PM State Capitol, Conference Room 229 and Videoconference

> > In Support of HB 2020, HD2

RELATING TO RENEWABLE ENERGY.

Chairs DeCoite and Inouye, Vice Chairs Wakai and Elefante, and members of the Committees, the Hawai'i State Energy Office (HSEO) supports HB 2020, HD2, with an amendment. HB 2020, HD2, expands the definition of "renewable energy producer" that is used to determine the Board of Land and Natural Resources' disposition of public lands to renewable energy producers.

HSEO advises that (1) clarifying the definition would be helpful, and (2) the anticipated need for renewable energy extends beyond the electricity sector, since the state's decarbonization goals include the reduction in greenhouse gases from fuels used in the transportation sector, utility gas, and nonregulated fuel gases.

HSEO recommends a further refinement to a change that was recently made to this bill. HSEO recommends that on page 4, lines 12 and 13 be revised to read as follows:

"provided that nothing in this definition shall be construed to allow wheeling that is not authorized by law, or rule or order of the public utilities commission." This change will address concerns about potential complexities being introduced into DLNR's statute.

HSEO supports this bill, as it provides clarity and consistency in definition with HRS section 269-91. The contents of the definitions are shown side-by-side in the table below for comparison.

HRS Section <u>171-95(c)</u> (existing)	From HRS Section 269-91
For the purposes of this section, "renewable energy	For the purposes of this part:
producer" means:	"Renewable energy" means
(1) Any producer or developer of electrical or thermal	energy generated or produced
energy produced by wind, solar energy,	using the following sources:
hydropower, geothermal resources, landfill gas,	(1) Wind;
waste-to-energy, ocean thermal energy	(2) The sun;
conversion, cold seawater, wave energy, biomass,	(3) Falling water;
including municipal solid waste, biofuels or fuels	(4) Biogas, including landfill and
derived from organic sources, hydrogen fuels	sewage-based digester gas;
derived primarily from renewable energy, or fuel	(5) Geothermal;
cells where the fuel is derived primarily from	(6) Ocean water, currents, and
renewable sources that sell all of the net power	waves, including ocean
produced from the demised premises to an	thermal energy conversion;
electric utility company regulated under chapter	(7) Biomass, including biomass
269 or that sells all of the thermal energy it	crops, agricultural and
produces to customers of district cooling systems;	animal residues and wastes,
provided that up to twenty-five per cent of the	and municipal solid waste
power produced by a renewable energy producer	and other solid waste;
and sold to the utility or to district cooling system	(8) Biofuels; and
customers may be derived from fossil fuels; or	(9) Hydrogen produced from
(2) Any grower or producer of plant or animal	renewable energy sources.
materials used primarily for the production of	
biofuels or other fuels; provided that nothing	
herein is intended to prevent the waste product	
or byproduct of the plant or animal material	
grown or produced for the production of biofuel,	
other fuels, electrical energy, or thermal energy,	
from being used for other useful purposes.	

HSEO defers to the appropriate agency on the administration of this measure. Thank you for the opportunity to testify.