HOUSE OF REPRESENTATIVES TWENTY-SIXTH LEGISLATURE, 2012 STATE OF HAWAII

H.C.R. NO. ⁵⁸ H.D. 1

HOUSE CONCURRENT RESOLUTION

REQUESTING THE PUBLIC UTILITIES COMMISSION TO DIRECT ELECTRIC UTILITIES TO EXAMINE SPECIFIC RENEWABLE ENERGY SCENARIOS IN THE INTEGRATED RESOURCE PLANNING PROCESS.

WHEREAS, the increased use of renewable energy appears to 1 create a conflict of interest for electric utilities that own 2 fossil fuel-based electricity generation facilities; and 3 4 WHEREAS, replacing firm power fossil fuel-based electricity 5 generation facilities owned and operated by investor-owned 6 electric utilities with firm renewable resources developed and 7 operated by independent power producers could impact the overall 8 profitability and viability of those electric utilities; and 9 10 WHEREAS, the future success of electric utilities in Hawaii 11 depends on their ability to adapt to and incorporate new 12 technologies, and to integrate, operate, and manage the heavy 13 penetration of renewable energy generation on an evolving 14 electricity grid system; and 15 16 WHEREAS, currently, electric utilities act through their 17 own resource planning processes to determine the timing and type 18 of new electricity generation capacity introduced to the 19 electric grid. Consequently the electric utilities' resource 20 planning processes have become a de facto state energy planning 21 process as well as a key part of the electric utilities' efforts 22 to meet the mandates of Hawaii's renewable portfolio standards 23 law under part V of chapter 269, Hawaii Revised Statutes (HRS); 24 and 25 26 WHEREAS, the State's focus on renewable electricity 27 generation must be based on technically sound, commercially 28 29 available, and cost-effective resources; and



H.C.R. NO. ⁵⁸ H.D. 1

WHEREAS, the State's focus on renewable electricity 1 generation must recognize each island's unique endowment of 2 resources and potential contribution to Hawaii's clean energy 3 future; now, therefore, 4 5 BE IT RESOLVED by the House of Representatives of the 6 Twenty-sixth Legislature of the State of Hawaii, Regular Session 7 of 2012, the Senate concurring, that the Public Utilities 8 Commission direct that the integrated resource plans of electric 9 utilities examine a strategy that replaces existing fossil fuel-10 based electricity generation plants with renewable energy 11 resources; and 12 13 BE IT FURTHER RESOLVED that the Public Utilities Commission 14 direct that the integrated resource plans of investor-owned 15 electric utilities examine a strategy that develops excess firm 16 or intermittent electricity to be transmitted between islands, 17 including plans to develop undersea electricity transmission 18 cables to support transmission of electricity between the 19 islands; and 20 21 BE IT FURTHER RESOLVED that the Public Utilities Commission 22 direct that the integrated resource plans of investor-owned 23 electric utilities consider the following resources: 24 25 Electricity generated using geothermal steam on (1)26 identified geothermal resources to replace or mitigate 27 the use of fossil fuel-based electricity generation 28 facilities: 29 30 Hydrogen and other available energy storage (2) 31 technologies used as a source of stored energy to 32 stabilize the grid when necessary; and 33 34 Electricity generated by waste-to-energy facilities to 35 (3) serve as an untapped fuel source; and 36 37 BE IT FURTHER RESOLVED that the Public Utilities Commission 38 is requested to examine: 39 40 Its avoided cost calculation methodology; (1)41 42 Ways to maximize the use of distributed generation, 43 (2) including an examination of the appropriateness of 44



H.C.R. NO. ⁵⁸ H.D. 1

current circuit penetration threshold levels for the 1 2 interconnection of distributed generation resources; 3 4 (3) The increased use of energy efficiency programs and technology to meet the goals of the energy-efficiency 5 portfolio standards under section 269-96, HRS; 6 7 Ways to minimize the curtailment of renewable energy 8 (4) resources; and 9 10 Ways to modernize the State's electrical grids; and 11 (5) 12 BE IT FURTHER RESOLVED that the Public Utilities Commission 13 is requested to include in its annual reports for 2013 and 2014, 14 prepared pursuant to section 269-5, HRS, actions taken by the 15 Commission, as well as findings, recommendations, and any 16 proposed legislation necessary to further the purposes of this 17 18 Concurrent Resolution; and 19 BE IT FURTHER RESOLVED that certified copies of this 20 Concurrent Resolution be transmitted to the Governor and the 21 Chairperson of the Public Utilities Commission. 22 23 24 25 26

