

DAVID Y. IGE GOVERNOR

June 23, 2021

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Thirty First State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirty First State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on June 23, 2021, the following bill was signed into law:

**HB78 HD1 SD1** 

RELATING TO THE UNDERGROUND CONSTRUCTION OF HIGH-VOLTAGE ELECTRIC TRANSMISSION LINES ACT 065 (21)

Sincerely,

DAVID Y: IGE

Governor, State of Hawai'i

## Approved by the Governor

JUN 23 2021

HOUSE OF REPRESENTATIVES
THIRTY-FIRST LEGISLATURE, 2021
STATE OF HAWAII

### **ORIGINAL**

**ACT**065 H.B. NO. 78 H.D. 1 S.D. 1

# A BILL FOR AN ACT

RELATING TO THE UNDERGROUND CONSTRUCTION OF HIGH-VOLTAGE ELECTRIC TRANSMISSION LINES.

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

- 1 SECTION 1. Section 269-27.6, Hawaii Revised Statutes, is
- 2 amended to read as follows:
- 3 "\$269-27.6 Construction of high-voltage electric
- 4 transmission lines; overhead or underground construction. (a)
- 5 Notwithstanding any law to the contrary, whenever a public
- 6 utility applies to the public utilities commission for approval
- 7 to place, construct, erect, or otherwise build a new 46 kilovolt
- 8 or greater high-voltage electric transmission system, either
- 9 above or below the surface of the ground, the public utilities
- 10 commission shall determine whether the electric transmission
- 11 system shall be placed, constructed, erected, or built above or
- 12 below the surface of the ground; provided that in its
- 13 determination, the public utilities commission shall consider:
- 14 (1) Whether a benefit exists that outweighs the costs of
- placing the electric transmission system underground;

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1	(2)	Whether there is a governmental public policy
2		requiring the electric transmission system to be
3		placed, constructed, erected, or built underground,
4		and the governmental agency establishing the policy
5		commits funds for the additional costs of
6		undergrounding;
7	(3)	Whether any governmental agency or other parties are
8		willing to pay for the additional costs of
9		undergrounding;
10	(4)	The recommendation of the division of consumer
11		advocacy of the department of commerce and consumer
12		affairs, which shall be based on an evaluation of the
13		factors set forth under this subsection; and
14	(5)	Any other relevant factors.
15	(b)	In making the determination set forth in subsection
16	(a), for:	new 138 kilovolt or greater high-voltage electric
17	transmiss	ion systems, the public utilities commission shall
18	evaluate	and make specific findings on all of the following
19	factors:	

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1	(1)	The amortized cost of construction over the respective
2		usable life of an above-ground versus underground
3		system;
4	(2)	The amortized cost of repair over the respective
5		usable life of an above-ground versus underground
6		system;
7	(3)	The risk of damage or destruction over the respective
8		usable life of an above-ground versus an underground
9		system;
10	(4)	The relative safety and liability risks of an above-
11		ground versus underground system;
12	(5)	The electromagnetic field emission exposure from an
13		above-ground versus underground system;
14	(6)	The proximity and visibility of an above-ground system
15		to:
16		(A) High density population areas;
17		(B) Conservation and other valuable natural resource
18		and public recreation areas;
19		(C) Areas of special importance to the tourism
20		industry; and

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1		(D) Other industries particularly dependent on
2		Hawaii's natural beauty;
3	(7)	The length of the system;
4	(8)	The breadth and depth of public sentiment with respect
5		to an above-ground versus underground system; and
6	(9)	Any other factors that the public utilities commission
7		deems relevant.
8	(c)	A public utility making an application to the public
9	utilities	commission under this section shall clearly and fully
10	state and	support its evaluation of each factor set forth in
11	subsection	n (b).
12	(d)	Notwithstanding the requirements under subsections (a)
13	and (b), a	a public utility shall not be required to seek public
14	utilities	commission approval to place, construct, erect, or
15	otherwise	build a high-voltage electric transmission system if:
16	(1)	The electric transmission system is to be built
17		underground;
18	(2)	The entire cost due to building underground, rather
19		than above-ground, is paid by an entity other than the
20		public utility as a contribution in aid of
21		construction; and

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1	<u>(3)</u>	Prior to commencing construction, the public utility
2		provides a report to the public utilities commission,
3		with a copy to the consumer advocate, describing in
4		detail the electric transmission system and providing
5		sufficient documentation that affirms that the
6		additional costs of building the electric transmission
7		system underground will be paid by an entity other
8		than the public utility.
9	(e)	The public utilities commission shall have sixty days
10	to take a	ction on the report filed pursuant to subsection
11	(d)(3), o	r it shall be assumed that the public utility may
12	proceed w	ith the project."
13	SECT	ION 2. New statutory material is underscored.
14	SECT	ION 3. This Act shall take effect on July 1, 2021.

APPROVED this 23 day of JUN , 2021

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GOVERNOR OF THE STATE OF HAWAII

HB No. 78, HD 1, SD 1

#### THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: April 22, 2021 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-First Legislature of the State of Hawaii, Regular Session of 2021.

am

Scott K. Saiki Speaker House of Representatives

Mi L. Ille

Brian L. Takeshita Chief Clerk

House of Representatives

## THE SENATE OF THE STATE OF HAWAI'I

Date: April 13, 2021 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Third Reading in the Senate of the Thirty-First Legislature of the State of Hawai'i, Regular Session of 2021.

MMM. M.
President of the Senate

Clerk of the Senate