# A BILL FOR AN ACT

RELATING TO STATE LIGHT DUTY VEHICLES.

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

1	PART I
2	SECTION 1. The legislature finds that the use of fossil
3	fuels is the State's primary contributor to greenhouse gas
4	emissions. These emissions cause climate change, which poses a
5	serious threat to the State's economic well-being, public
6	health, infrastructure, and environment. The State's dependence
7	on fossil fuels also drains the economy of billions of dollars
8	each year, makes residents vulnerable to the volatility of oil
9	prices, and puts residents at increased risk in the event of a
10	natural disaster. Thus, Act 15, Session Laws of Hawaii 2018,
11	was enacted to establish a goal for the State to become carbon
12	neutral by 2045.
13	The legislature further finds that the transportation
14	sector accounts for the use of over two-thirds of the oil
15	imported into the State. The legislature notes that, for ground
16	transportation, electric vehicles provide a viable,
17	cost-effective alternative to vehicles that run on fossil fuels.

- 1 For state-owned transportation fleets, the transition to
- 2 electric vehicles will bring with it considerable cost savings
- 3 because of lower costs to operate and maintain these vehicles.
- 4 With the impacts of the COVID-19 pandemic on the state budget,
- 5 it is imperative that the State take advantage of all
- 6 opportunities for savings, and the electrification of state
- 7 fleets to the extent possible is one of these opportunities.
- 8 The purpose of this part is to facilitate the transition to
- 9 one hundred per cent clean ground transportation in the State by
- 10 establishing a goal for the State to lead by example by
- 11 transitioning to one hundred per cent of state-owned, light duty
- 12 vehicles powered by renewable energy sources by 2035.
- 13 SECTION 2. Chapter 103D, Hawaii Revised Statutes, is
- 14 amended by adding a new section to be appropriately designated
- 15 and to read as follows:
- 16 "\$103D- Other motor vehicle requirements. (a) The
- 17 procurement policy for all agencies purchasing or leasing
- 18 medium- and heavy-duty motor vehicles shall be to seek vehicles
- 19 that reduce dependence on petroleum-based fuels that meet the
- 20 needs of the agency.

1	Priorities for selecting venicles for lease or purchase
2	shall be as follows:
3	(1) Zero emission vehicles;
4	(2) Plug-in hybrid electric vehicles;
5	(3) Alternative fuel vehicles; and
6	(4) Hybrid vehicles.
7	(b) Vehicles shall not be larger than necessary for their
8	<pre>intended functions."</pre>
9	SECTION 3. Chapter 225P, Hawaii Revised Statutes, is
10	amended by adding a new section to be appropriately designated
11	and to read as follows:
12	"§225P- Climate change mitigation. (a) It shall be
13	the goal of the State to reduce emissions that cause climate
14	change and build energy efficiencies across all sectors,
15	including decarbonizing the transportation sector.
16	(b) State agencies shall manage their fleets to achieve
17	the clean ground transportation goals defined in
18	section 196-9(c)(10) and decarbonization goals established
10	numquant to abantor 225D "

- 1 SECTION 4. Chapter 264, Hawaii Revised Statutes, is
- 2 amended by adding a new section to be appropriately designated
- 3 and to read as follows:
- 4 "\$264- Clean ground transportation goal. The
- 5 department of transportation, in collaboration with the Hawaii
- 6 state energy office, shall develop strategies to transition all
- 7 light-duty motor vehicles in the State to meet the clean ground
- 8 transportation goal established pursuant to
- **9** section 196-9(c)(10)."
- 10 SECTION 5. Section 103D-412, Hawaii Revised Statutes, is
- 11 amended to read as follows:
- "\$103D-412 Light-duty motor vehicle requirements. (a)
- 13 The procurement policy for all agencies purchasing or leasing
- 14 light-duty motor vehicles shall be to reduce dependence on
- 15 petroleum for transportation energy.
- 16 (b) [Beginning January 1, 2010,] The procurement policy
- 17 for all [state and county entities, when] agencies purchasing or
- 18 leasing new vehicles[7] shall seek vehicles with reduced
- 19 dependence on petroleum-based fuels that meet the needs of the
- 20 agency. Priority for selecting vehicles shall be as follows:

1	(1)	[Electric or plug-in hybrid electric vehicles and fuel			
2		cell electric vehicles; Zero emission vehicles;			
3	(2)	[Other alternative fuel] Plug-in hybrid electric			
4		vehicles;			
5	(3)	[Hybrid electric] Alternative fuel vehicles; and			
6	(4)	[Vehicles that are identified by the United States			
7		Environmental Protection Agency in its annual "Fuel			
8		Economy Leaders" report as being among the top			
9		performers for fuel economy in their class.] Hybrid			
10		vehicles.			
11	<u>(c)</u>	Vehicles shall not be larger than necessary for their			
12	intended	functions.			
13	[ <del>-(c)</del> -	d) For the purposes of this section:			
14	"Agency" means a state agency, office, or department.				
15	"Alternative fuel" [means alcohol fuels, mixtures				
16	containing eighty-five per cent or more by volume of alcohols				
17	with gaso	line or other fuels, natural gas, liquefied petroleum			
18	<del>gas, hydr</del>	ogen, biodiesel, mixtures containing twenty per cent or			
19	more by v	olume of biodiesel with diesel or other fuels, other			
20	fuels der	ived from biological materials, and electricity			
21	<del>provided</del>	by off-board energy sources.] shall have the same			

- 1 meaning as contained in title 10 Code of Federal Regulations
- 2 part 490; provided that "alternative fuel" shall also include
- 3 liquid or gaseous fuels produced from renewable feedstocks such
- 4 as organic wastes, or from water using electricity from
- 5 renewable energy sources.
- 6 "Alternative fuel vehicle" shall have the same meaning as
- 7 contained in title 10 Code of Federal Regulations part 490.
- 8 "Covered fleet" has the same meaning as contained in
- 9 title 10 Code of Federal Regulations [Part] part 490 [Subpart]
- 10 subpart C.
- "Excluded vehicles" has the same meaning as [provided]
- 12 contained in title 10 Code of Federal Regulations section 490.3.
- "Fuel cell electric vehicle" means a zero-emission electric
- 14 vehicle that uses a fuel cell to convert hydrogen gas and oxygen
- 15 into electricity that is used in a vehicle powertrain for
- 16 propulsion.
- 17 "Hybrid vehicle" shall have the same meaning as contained
- 18 in title 40 Code of Federal Regulations section 86.1803-01.
- "Light-duty motor vehicle" has the same meaning as
- 20 contained in title 10 Code of Federal Regulations [Part]
- 21 part 490[, not including any vehicle incapable of traveling on

- 1 highways or any vehicle with a gross vehicle weight rating
- 2 greater than eight thousand five hundred pounds].
- 3 "Plug-in hybrid electric vehicle" has the same meaning as
- 4 contained in title 40 Code of Federal Regulations
- 5 part 86.1803-01.
- 6 "Zero emission vehicle" has the same meaning as contained
- 7 in title 40 Code of Federal Regulations part 88.102-94.
- **8** [<del>(d)</del>] (e) Agencies may apply to the chief procurement
- 9 officer for exemptions from the requirements of this section to
- 10 the extent that the vehicles required by this section are not
- 11 available or do not meet the specific needs of the agency;
- 12 provided that life cycle vehicle and fuel costs may be included
- 13 in the determination of whether a particular vehicle meets the
- 14 needs of the agency. Estimates of future fuel costs shall be
- 15 based on projections from the United States Energy Information
- 16 Administration.
- 17 [<del>(e)</del>] (f) Vehicles acquired from another state agency and
- 18 excluded vehicles are exempt from the requirements of this
- 19 section[-] but shall be included in the calculation of the clean
- 20 ground transportation goals established under
- 21 section 196-9(c)(10).

	[-(+)-	j <u>(g)</u> Nothing in this section is intended to interier
2	with the	ability of a covered fleet to comply with the vehicle
3	purchase	mandates required by <u>title</u> 10 Code of Federal
4	Regulatio	ns [ <del>Part</del> ] <u>part</u> 490 [ <del>Subpart</del> ] <u>subpart</u> C."
5	SECT	ION 6. Section 196-9, Hawaii Revised Statutes, is
6	amended b	y amending subsection (c) to read as follows:
7	"(C)	With regard to motor vehicles and transportation
8	fuel, eac	h agency shall:
9	(1)	Comply with [Title] $\underline{\text{title}}$ 10[ $_{ au}$ ] Code of Federal
10		Regulations[, Part] part 490, [Subpart] subpart C,
11		"Mandatory State Fleet Program", if applicable;
12	(2)	Comply with all applicable state laws regarding
13		vehicle purchases;
14	(3)	Once federal and state vehicle purchase mandates have
15		been satisfied, purchase the most fuel-efficient
16		vehicles that meet the needs of their programs;
17		provided that life cycle cost-benefit analysis of
18		vehicle purchases shall include projected fuel costs;
19	(4)	Purchase alternative fuels and ethanol blended
20		gasoline when available;

1	(5)	Evaluate a purchase preference for biodiesel blends,
2		as applicable to agencies with diesel fuel purchases;
3	(6)	Promote efficient operation of vehicles[+], including
4		efficient planning of charging station locations and
5		efficient utilization of renewable energy for charging
6		electric vehicles;
7	(7)	Use the most appropriate minimum octane fuel; provided
8		that vehicles shall use 87-octane fuel unless the
9		owner's manual for the vehicle states otherwise or the
10		engine experiences knocking or pinging;
11	(8)	Beginning with fiscal year 2005-2006 as the baseline,
12		collect and maintain, for the life of each vehicle
13		acquired, the following data:
14		(A) Vehicle acquisition cost;
15		(B) United States Environmental Protection Agency
16		rated fuel economy;
17		(C) Vehicle fuel configuration, such as gasoline,
18		diesel, flex-fuel gasoline/E85, and dedicated
19		propane;
20		(D) Actual in-use vehicle mileage;
21		(E) Actual in-use vehicle fuel consumption; [and]

1		(F.)	Actual in-use annual average vehicle fuel
2			economy; and
3		(G)	Hourly charging data by electric vehicle and
4			electric vehicle charger;
5	(9)	Begi	nning with fiscal year 2005-2006 as the baseline
6		with	respect to each agency that operates a fleet of
7		thir	ty or more vehicles, collect and maintain, in
8		addi	tion to the data in paragraph (8), the following
9		(A)	Information on the vehicles in the fleet,
10			including vehicle year, make, model, gross
11			vehicle weight rating, and vehicle fuel
12			configuration;
13		(B)	Fleet fuel usage, by fuel;
14		(C)	Fleet mileage; [and]
15		(D)	Overall annual average fleet fuel economy and
16			average miles per gallon of gasoline and
17			diesel[-]; and
18		<u>(E)</u>	Hourly charging data by electric vehicle and
19			electric vehicle charger; and
20	(10)	Plan	and coordinate vehicle acquisition to meet the
21		foll	owing clean ground transportation goals:

1	<u>(A)</u>	One hundred per cent of light-duty passenger cars
2		in the State's fleet shall be zero emission
3		vehicles by December 31, 2030; and
4	<u>(B)</u>	One hundred per cent of light-duty motor vehicles
5		in the State's fleet shall be zero emission
6		vehicles by December 31, 2035.
7	For the p	urposes of this subsection:
8	"Light-du	ty motor vehicle" has the same meaning as
9	contained in t	itle 10 Code Federal Regulations part 490.
10	"Passenge	r car" has the same meaning as contained in
11	title 49 Code	of Federal Regulations part 571.3.
12	"Zero emi	ssion vehicle" has the same meaning as contained
13	in title 40 Co	de of Federal Regulations part 88.102-94."
14	SECTION 7	. Section 196-42, Hawaii Revised Statutes, is
15	amended to rea	d as follows:
16	"§196- <b>4</b> 2	State support for achieving alternate fuels
17	standards[+] a	nd clean ground transportation goals. (a) The
18	State shall fa	cilitate the development of alternate fuels and
19	support the at	tainment of a statewide alternate fuels standard
20	of ten per cen	t of highway fuel demand to be provided by
21	alternate fuel	s by 2010, fifteen per cent by 2015,

- 1 twenty per cent by 2020, and thirty per cent by 2030. For
- 2 purposes of the alternate fuels standard, ethanol produced from
- 3 cellulosic materials shall be considered the equivalent of two
- 4 and one-half gallons of noncellulosic ethanol. "Alternate
- 5 fuels" shall have the same meaning as contained in title 10 Code
- 6 of Federal Regulations [Part] part 490; provided that it shall
- 7 also include liquid or gaseous fuels produced from renewable
- 8 feedstocks such as organic wastes, or from water using
- 9 electricity from renewable energy sources.
- 10 (b) The State shall support the attainment of the clean
- 11 ground transportation target established pursuant to
- 12 section 196-9(c)(10)."
- 13 PART II
- 14 SECTION 8. Section 26-6, Hawaii Revised Statutes, is
- 15 amended by amending subsection (b) to read as follows:
- "(b) The department shall:
- 17 (1) Preaudit and conduct after-the-fact audits of the
- financial accounts of all state departments to
- 19 determine the legality of expenditures and the
- **20** accuracy of accounts;

•	(2)	Report to the governor and to each regular session or
2		the legislature as to the finances of each department
3		of the State;
4	(3)	Administer the state risk management program;
5	(4)	Establish and manage motor pools;
6	(5)	Manage the preservation and disposal of all records of
7		the State;
8	(6)	Undertake the program of centralized engineering and
9		office leasing services, including operation and
10		maintenance and lease buyback processing pursuant to
11		subsection (d) of public buildings, for departments of
12		the State;
13	(7)	Undertake the functions of the state surveyor;
14	(8)	Establish accounting and internal control systems;
15	(9)	Under the direction of the chief information officer,
16		provide centralized computer information management
17		and processing services;
18	(10)	Establish a program to provide a means for public
19		access to public information and develop an
20		information network for state government; [and]

1	(11)	Assu	me administrative responsibility for the office of
2		info	rmation practices[+]; and
3	(12)	Appr	ove state fleet acquisitions; provided that:
4		(A)	Beginning January 1, 2022, all new light-duty
5			passenger cars purchased for the State's fleet
6			shall be zero emission vehicles;
7		(B)	Beginning as soon as practicable but no later
8			than January 1, 2030, all new light-duty
9			multipurpose passenger vehicles and trucks for
10			the State's fleet shall be zero emission
11			vehicles; and
12		(C)	The comptroller may authorize an exemption for
13			new fleet vehicle purchases if zero emission
14			vehicles are demonstrated to be cost-prohibitive
15			on a lifecycle basis or unsuitable for the
16			vehicle's planned purpose.
17	For t	he pi	urposes of this subsection:
18	"Ligh	t-du	ty motor vehicle" has the same meaning as
19	contained	in t	itle 10 Code Federal Regulations part 490.
20	"Mult	ipur	pose passenger vehicle" has the same meaning as
21	contained	in t	itle 49 Code of Federal Regulations part 571.3.

1	"Passenger car" has the same meaning as contained in
2	title 49 Code of Federal Regulations part 571.3.
3	"Truck" has the same meaning as contained in title 49 Code
4	of Federal Regulations part 571.3.
5	"Zero emission vehicle" has the same meaning as contained
6	in title 40 Code of Federal Regulations part 88.102-94."
7	PART III
8	SECTION 9. Chapter 103D, Hawaii Revised Statutes, is
9	amended by adding a new section to part IV to be appropriately
10	designated and to read as follows:
11	"§103D- Construction projects, roadway materials;
12	carbon footprint reduction. When purchasing building materials
13	for the construction of new roads, state and county agencies
14	shall purchase building materials for the project that reduce
15	the carbon footprint of the project, where the purchase of such
16	building materials is feasible and cost-effective."
17	PART IV
18	SECTION 10. Statutory material to be repealed is bracketed
19	and stricken. New statutory material is underscored.

#### Report Title:

Clean Ground Transportation Goals; Fleet Procurement; Carbon Footprint Reduction

### Description:

Part I: Establishes clean ground transportation goals for state agencies to achieve a one hundred per cent light-duty motor vehicles zero-emission fleet by December 31, 2035. Part II: Authorizes the department of accounting and general services to approve state fleet acquisitions, including zero emission vehicle requirements for light-duty passenger cars and light-duty multipurpose passenger vehicles and trucks and allowance for exemptions. Part III: Requires state and county agencies to purchase building materials for the project that reduce the carbon footprint of the project whenever feasible and cost-effective. Effective 7/1/2050. (HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

2021-2556 SB920 HD1 HMSO