

DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

LINDA LINGLE
GOVERNOR
THEODORE E. LIU
DIRECTOR
MARK K. ANDERSON
DEPUTY DIRECTOR

STRATEGIC INDUSTRIES DIVISION
235 South Beretania Street, Leiopapa A Kamehameha Bldg., 5th Floor, Honolulu, Hawaii 96813
Mailing Address: P.O. Box 2359, Honolulu, Hawaii 96804
Web site: www.hawaii.gov/dbedt/info/energy

Telephone:

(808) 587-3807 (808) 586-2536

Statement of THEODORE E. LIU Director

Department of Business, Economic Development, and Tourism before the

HOUSE COMMITTEES

ON

ENERGY AND ENVIRONMENTAL PROTECTION
AND

WATER, LAND USE, OCEAN RESOURCES AND HAWAIIAN AFFAIRS

Tuesday, February 12, 2008 8:50 AM State Capitol, Conference Room 312

in consideration of

HB647, HD1 RELATING TO ENERGY

Chair Morita and Ito, Vice Chair Carroll and Karamatsu, and Members of the Committees.

The Department of Business, Economic Development, and Tourism (DBEDT) opposes HB647,HD1, which changes the frequency with which the energy resources public-private Advisory Committee is required to report to the legislature from annual to biennial (even-numbered years only), beginning with the 2010 regular session.

Our concerns are based on the recommendations offered by the members of the Advisory Committee. The Committee was made up of fourteen leaders from government agencies, environmental and consumer groups, and the private sector. Its *State Facilities Energy Management Advisory Committee 2008 Report to the Legislature* contained twenty-five key recommendations in the areas of reducing energy use, enhancing the use of renewable forms of energy, and improving building design, among others. Recognizing that

these recommendations would take some time to implement, the Committee agreed to include a recommendation that this provision be sunsetted. The Committee noted that DBEDT could continue to advocate for and evaluate the progress of recommendations as well as evaluate any issues and concerns. Committee members felt that the complexity and scope of recommendations - most of which are not currently part of energy management for the State, and some of which necessitated further study, analysis or funding -- offered an abundance of potential initiatives and policy measures, and members expressed hope that they be fully funded to ensure implementation.

The following is a quotation from the Advisory Committee's report:

The State Facilities Energy Management Advisory Committee strongly recommends that this provision be sunsetted. We believe that the recommendations made by this Committee will serve as a framework for future years to come. In addition to this Committee's recommendations, the various departments have their legislative and administrative directives to guide them. The Department of Business, Economic, Development, and Tourism already has authority to convene ad hoc discussion groups and committees to discuss and evaluate issues and concerns.

Noting the recommendations of the Advisory Committee, DBEDT respectfully opposes this measure and recommends that Chapter 196-18 be sunsetted.

Thank you for the opportunity to offer these comments.