**NEIL ABERCROMBIE** GOVERNOR OF HAWAII



LORETTA J. FUDDY, A.C.S.W., M.P.H. DIRECTOR OF HEALTH

STATE OF HAWAII DEPARTMENT OF HEALTH P.O. Box 3378 HONOLULU, HAWAII 96801-3378

In reply, please refer to: File:

## HOUSE COMMITTEE ON ENERGY & ENVIRONMENTAL PROTECTION

### H.B. 901, RELATING TO SOLID WASTE

Testimony of Loretta J. Fuddy, A.C.S.W., M.P.H. Director of Health

## January 31, 2013 8:30 a.m.

1 **Department's Position:** The Department of Health strongly supports this measure.

2 **Fiscal Implications:** Increase annual revenue from approximately \$500,000 to \$1,000,000.

3 **Purpose and Justification:** The purpose of this bill is to modify, and increase, the existing solid waste

4 management surcharge so that it applies to waste-to-energy facilities and facilities that prepare waste for

5 disposal outside the state of Hawaii.

The changes proposed in this bill will help the department address at least two pressing issues for its
solid waste regulatory program.

First, and foremost, is the provision of adequate funding for the solid waste program. The surcharge is the program's primary funding source and was instituted in 1994 at 25 cents per ton. The surcharge is applied to waste being deposited in the state's landfills and sole incinerator. It was subsequently increased to 35 cents per ton in 1997. The surcharge has not been raised in fifteen years despite a growing workload for program staff and the loss of 25% of positions due to the 2009 Reduction-In-Force and loss of general funds. Current annual revenues of approximately \$500,000 are exceeded by staffing costs that are in excess of \$700,000. The program has maintained operations through savings from vacancies, furloughs, salary

# Promoting Lifelong Health & Wellness

1	reductions, and reduced services. Despite these efforts fund balances are approaching critically low levels.
2	The situation is now more urgent since our initial request in 2011.
3	The proposed surcharge tiers also address the evolving waste management field and its changing
4	technologies. For example, the department is aware of waste-to-energy facilities that are proposing to use
5	new technologies that the current solid waste management surcharge would not apply to. The recent past has
6	also seen attempts to ship waste out of the state for disposal. The department feels that it is appropriate that
7	the surcharge be modified to apply to these facilities as they are permitted and regulated by the solid waste
8	program.
9	Our goal is to create social and physical environments that promote and support good health for all.
10	Thank you for the opportunity to testify on this measure.
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DEPARTMENT OF ENVIRONMENTAL SERVICES

#### CITY AND COUNTY OF HONOLULU 1000 ULUOHIA STREET, SUITE 308, KAPOLEI, HAWAII 96707

1000 ULUOHIA STREET, SUITE 308, KAPOLEI, HAWAII 96707 TELEPHONE: (808) 768-3486 ● FAX: (808) 768-3487 ● WEBSITE: http://envhonolulu.org

KIRK CALDWELL MAYOR



January 31, 2013

LORI M.K. KAHIKINA, P.E. DIRECTOR DESIGNATE

EDUARDO P. MANGLALLAN DEPUTY DIRECTOR

ROSS S. TANIMOTO, P.E. DEPUTY DIRECTOR

IN REPLY REFER TO: WAS 13-25

The Honorable Chris Lee, Chair and Members of the Committee on Energy & Environmental Protection House of Representatives State Capitol Honolulu, Hawaii 96813

Dear Chair Lee and Members:

Subject: House Bill 901, Relating to Solid Waste

The City and County of Honolulu's Department of Environmental Services (ENV) supports adequate funding for the Department of Health's Solid Waste Management programs. House Bill (HB) 901, Relating to Solid Waste, proposes to increase funding for those programs through increases in the solid waste management surcharge.

While we are in full support of adequate funding of the Department of Health's Solid Waste Management programs, we are concerned with funding these regulatory functions through fees on regulated activities rather than through use of State general funds. We would appreciate the committee evaluating the appropriate source of funding for these Department of Health programs during its consideration of this bill.

Thank you for your consideration.

Sincerely,

ori M.K. Kahikina, P.E.

Lori M.K. Kanikina, P.I Director Designate



**Sierra Club** Hawai'i Chapter PO Box 2577, Honolulu, HI 96803 808.538.6616 hawaii.chapter@sierraclub.org

# HOUSE COMMITTEE ON ENERGY & ENVIRONMENTAL PROTECTION

# January 31, 2013, 8:30 A.M. (Testimony is 1 page long)

# **TESTIMONY IN SUPPORT OF HB 901**

Aloha Chair Lee and Members of the Committee:

The Sierra Club, Hawaii Chapter, with over 10,000 dues paying members and supporters statewide, respectfully *supports* HB 901. This measure establishes increases the solid waste management surcharge so as to ensure Department of Health has the resources to enforce and regulate our solid waste laws.

We believe DOH lacks adequate resources to aggressively monitor and enforce existing solid waste laws. Further, DOH lacks the resources to achieve Hawaii's ambitious waste reduction goals. Moving towards reducing waste and all of the associated costs -- shipping, handling, disposal, etc. -- would save everyone money.

We encourage this Committee to move this measure forward.

Mahalo for the opportunity to testify.