NEIL ABERCROMBIE GOVERNOR

> RICHARD C. LIM DIRECTOR

MARY ALICE EVANS DEPUTY DIRECTOR



DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

No. 1 Capitol District Building, 250 South Hotel Street, 5th Floor, Honolulu, Hawaii 96813 Mailing Address: P.O. Box 2359, Honolulu, Hawaii 96804 Web site: www.hawaii.gov/dbedt Telephone: (808) 586-2355 Fax: (808) 586-2377

Statement of **RICHARD C. LIM** Director Department of Business, Economic Development, and Tourism before the **SENATE COMMITTEE ON WAYS AND MEANS**

> Friday, February 22, 2013 9:00 am State Capitol, Conference Room 211

in consideration of SB 101 RELATING TO ENERGY CONSERVATION.

Chair Ige, Vice Chair Kidani, and Members of the Committee.

The Department of Business, Economic Development, and Tourism supports SB 101

which eliminates language regarding increases to an agency's budget for the agency's

implementation of energy efficiency retrofitting through performance contracting. We consider

this a housekeeping measure to ensure that agencies are allowed to implement performance

contracting even if their budgets do not increase.

Thank you for the opportunity to offer these comments.

<u>SB101</u>

Submitted on: 2/20/2013 Testimony for WAM on Feb 22, 2013 09:00AM in Conference Room 211

Submitted By	Organization	Testifier Position	Present at Hearing
Troy Abraham	Individual	Support	No

Comments:

Please note that testimony submitted <u>less than 24 hours prior to the hearing</u>, improperly identified, or directed to the incorrect office, may not be posted online or distributed to the committee prior to the convening of the public hearing.

Do not reply to this email. This inbox is not monitored. For assistance please email webmaster@capitol.hawaii.gov



TESTIMONY BY KALBERT K. YOUNG DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE STATE OF HAWAII TO THE SENATE COMMITTEE ON WAYS AND MEANS ON SENATE BILL NO. 101

February 22, 2013

RELATING TO ENERGY CONSERVATION

Senate Bill No. 101 proposes to amend Section 36-41, Hawaii Revised Statutes, to delete the requirement that agencies, that perform energy efficiency retrofitting, receive a required increase to their energy budget proportionate to any increase in their overall budget.

The Department of Budget and Finance supports this bill. Section 36-41 already allows these agencies to continue to receive their pre-retrofit energy budget, without regard to their projected energy costs, which should be less barring any increases in fuel costs. As agencies normally submit justifiable budget requests for increased fuel costs which they cannot support within their existing energy budget, providing unrelated increases to their energy budget without regard to need is unnecessary.