## SB 1030

MAKING AN EMERGENCY
APPROPRIATION TO THE DEPARTMENT
OF BUSINESS, ECONOMIC
DEVELOPMENT, AND TOURISM FROM
THE ENERGY SECURITY SPECIAL
FUND.

Makes an emergency appropriation of \$145,000 from the Energy Security Special Fund to staff and support the Hawaii Refinery Task Force



### DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

NEIL ABERCROMBIE GOVERNOR

RICHARD C. LIM

MARY ALICE EVANS DEPUTY DIRECTOR

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 (808) 586-2377

#### Statement of RICHARD C. LIM

Director

Department of Business, Economic Development, and Tourism before the

# SENATE COMMITTEES ON ECONOMIC DEVELOPMENT, GOVERNMENT OPERATIONS AND HOUSING AND ENERGY AND ENVIRONMENT

Tuesday, February 12, 2013 3:00 p.m. State Capitol, Conference Room 225

in consideration of SB1030

## RELATING TO MAKING AN EMERGENCY APPROPRIATION TO THE DEPARMENT OF BUSINESS, ECONOMIC DEVELOPMENT, AND TOURISM FROM THE ENERGY SECURITY SPECIAL FUND.

Chairs Gabbard and Dela Cruz, Vice Chairs Ruderman and Slom, and Members of the Committees.

The Department of Business, Economic Development & Tourism (DBEDT) strongly supports SB1030, to appropriate \$145,000 in energy security special funds for an emergency appropriation for fiscal year 2012-2013 to staff and support the Hawaii Refinery Task Force, as discussed by Governor Abercrombie in his State of the State address.

The Task Force will serve as the principal advisory group to the Governor, and if so requested, the Hawaii State Legislature, on the market disruptions facing the State associated with changes in the State's refining capacity and ownership, and on specific measures, alternatives and actions the State should consider to maintain adequate and affordable fuel

supplies to meet the State's energy needs. With the impending closure of Tesoro Hawaii's Kapolei refinery, and the uncertain future of Hawaii's remaining Chevron refinery, the Task Force will help the State plan and prepare for changes in Hawaii's refining capacity.

The Department of Business, Economic Development, and Tourism has identified the need for an additional \$145,000 in energy security special funds for fiscal year 2012-2013 to support the Task Force in assessing these refinery issues, including funding for coordination and operation of the task force, studies and assessments, and funding for a staff position. A vacancy currently exists within the department's energy division as a result of budget control measures and will be filled immediately to serve as the staff liaison to the Task Force and related matters involving fueling infrastructure and energy assurance.

This emergency funding will ensure that the Hawaii Refinery Task Force will be provided with appropriate support to meet its intended purposes in fiscal year 2012-2013.

Thank you for the opportunity to offer these comments in support of SB1030.