DAVID Y. IGE GOVERNOR OF HAWAII



VIRGINIA PRESSLER, M.D. DIRECTOR OF HEALTH

STATE OF HAWAII DEPARTMENT OF HEALTH P. O. Box 3378 Honolulu, HI 96801-3378 doh.testimony@doh.hawaii.gov

### **Testimony in SUPPORT of BILL H.B. 1110**

## RELATING TO TIER II FILING FEES FOR REPORTING OF HAZARDOUS SUBSTANCES

REPRESENTATIVE DELLA AU BELATTI, CHAIR HOUSE COMMITTEE ON HEALTH

Hearing Date: February 2, 2017 Time: 8:30 a.m. Room Number: 329

Fiscal Implications: This measure proposes to increase the annual TIER II Chemical
Inventory Reporting Filing Fee from \$100 to \$200.

3 Department Testimony: The Department strongly supports this measure to increase the Hawaii

4 Emergency Planning and Community Right-to-Know (HEPCRA) Act Tier II annual filing fee

5 from \$100 to \$200 in order to provide adequate emergency preparedness funding to Local Area

6 Planning Committees (LEPCs) in the face of rising operational and equipment costs. The LEPCs

7 rely on these fees as their primary source of funding to do their part to keep their counties safe.

8 In FY 2014, 889 total facilities (civilian and military) paid a total of \$68,300 in filing fees, which

9 were deposited into the environmental response revolving fund. DOH transferred funds to the

10 LEPCs in FY 2016 in proportion to the number of facilities per county, pursuant to section

11 128E-9, HRS.

12 The Tier II filings fees are used by the county LEPCs to conduct joint emergency planning

13 response training, purchase specialized equipment, and for hazardous materials emergency

14 preparedness activities. The \$100 flat filing fee has not changed since the program began

collecting fees in 1993. With inflation rising 70% over the past 27 years, the funding to LEPCs is

16 no longer adequate to cover present day costs of specialized equipment, training and travel

17 required to maintain the emergency preparedness and response capabilities of the county first

18 responders that respond to hazardous materials incidents statewide.

19 Thank you for the opportunity to testify on this measure.

DEPARTMENT OF EMERGENCY MANAGEMENT CITY AND COUNTY OF HONOLULU

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KIRK CALDWELL MAYOR



MELVIN N. KAKU DIRECTOR

PETER J.S. HIRAI DEPUTY DIRECTOR

February 2, 2017

The Honorable Della Au Belatti, Chair House Committee on Health State House of Representatives State Capitol 415 South Beretania Street, Room 329 Honolulu, Hawaii 96813

Dear Chair Au Belatti and Members:

# SUBJECT: SUPPORT OF H.B. 1110 RELATING TO TIER II FILING FEES FOR REPORTING OF HAZARDOUS SUBSTANCES

I am Robert Harter, Emergency Management Staff Officer (Hazardous Materials), Department of Emergency Management, City and County of Honolulu (City) and Coordinator for the Honolulu Local Emergency Planning Committee (LEPC).

The City strongly supports H.B. 1110, which increases the annual Tier II filing fee to \$200.00. As part of the emergency management community who collaboratively plan for, respond to, and recover from hazardous materials (HAZMAT) incidents, I understand and concur that the Tier II filling fee should be increased from \$100.00 to \$200.00 to provide more funding to each county LEPC, due to increased operational costs. Each LEPC would use the added funding to secure HAZMAT specific training and specialized equipment for first responders who would utilize this specialized training and equipment for any hazardous material incident (e.g. spill or release). Additional funding would also be used to expand community safety preparedness outreach efforts. The proposed fee increase is reasonable and will enhance community safety preparedness and emergency response capability should a HAZMAT spill or release ever occur.

The City urges your committee to pass H.B. 1110. Thank you for the opportunity to testify.

Sincerely

Robert H-H Harter Emergency Management Staff Officer Coordinator, Honolulu LEPC

cc: Roy K. Amemiya, Jr., Managing Director



February 2, 2017

### TESTIMONY IN SUPPORT OF HOUSE BILL 1110, RELATING TO TIER II FILING FEES FOR REPORTING OF HAZARDOUS SUBSTANCES

House Committee on Health The Honorable Della Au Belatti, Chair The Honorable Bertrand Kobayashi, Vice Chair

House Committee on Human Services The Honorable Dee Morikawa, Chair The Honorable Chris Todd, Vice Chair

Thursday, February 2, 2017 – 8:30 a.m. State Capitol, Room 329

Chairs Belatti and Morikawa and members of both Committees,

Thank you for providing Par Hawaii with this opportunity to submit written testimony on House Bill 1110, Relating to Tier II Filing Fees for Reporting of Hazardous Substances. My name is Lance Tanaka, director of government and public affairs for Par Hawaii. Par Hawaii, Inc., formerly Mid Pac Petroleum, and Par Hawaii Refining, LLC, formerly Hawaii Independent Energy, are subsidiaries of Texas-based Par Pacific Holdings, Inc., formerly known as Par Petroleum Corporation. Collectively, we are known as Par Hawaii, the leading supplier of transportation fuels in the Islands.

The purpose of this bill and its companion measure, Senate Bill 976, is to raise the Hawaii Emergency Planning and Community Right-to-Know Act (HEPCRA) annual Tier II filing fee from \$100 to \$200, beginning on July 1, 2017.

#### Par Hawaii supports HB 1110.

Funds raised by the filing fee are used by the Local Emergency Planning Committees (LEPC) to hold hazardous materials emergency preparedness activities, to purchase specialized equipment, and to conduct joint emergency planning response training.

To our understanding, the Tier II fund helps the Honolulu Fire Department to send its people to the annual Continuing Challenge Hazmat Training in Sacramento, California. In addition, LEPC uses the fund to hold ammonia and propane emergency response workshops, U.S. DOT pipeline leak response training, and provide other vitally needed services. Recently, HFD withdrew from participating in joint industrial fire training Testimony in Support of H.B. 1110, Relating to Tier II Filing Fees for Reporting of Hazardous Substances Lance N. Tanaka, Par Hawaii Joint Hearing of the Committees on Health and on Human Services Hawaii State Capitol, Room 329 Thursday, February 2, 2017 – 8:30 a.m. Page 2

with our Kapolei refinery due to lack of funding. With additional funding that is made available through this bill's proposed increase in the Tier II fee, we are hoping that HFD will again be able to train with us.

Par Hawaii takes emergency preparedness very seriously and invests millions of dollars each year to ensure its emergency response teams are trained and prepared in the event of an incident. Increased funding from the Tier II filing fee will go towards enabling facilities covered under the HEPCRA to conduct business safely. This is critically important to ensuring the safety of our employees, the businesses located around our facilities, and the public.

For these reasons, we support House Bill 1110 and ask that your committees find in favor of its passage. Thank you.

Tancel

Lance N. Tanaka Director, Government & Public Affairs Par Hawaii