

### DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

LUIS P. SALAVERIA DIRECTOR

MARY ALICE EVANS

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 LUIS P. SALAVERIA

Director

Department of Business, Economic Development and Tourism before the

### SENATE COMMITTEES ON TRANSPORATION AND ENEGY AND

### **COMMERCE, CONSUMER PROTECTION AND HEALTH**

Monday, March 19, 2018 3:15 P.M. State Capitol, Conference Room 225

### in consideration of HB2249, HD2 RELATING TO ELECTRIC GRID RESILIENCY

Chair Luke, Vice Chair Cullen, and Members of the Committee.

The Department of Business, Economic Development, and Tourism (DBEDT) offers comments on HB2249, HD2, which creates a \$30,000,000 revolving line of credit sub-fund under the umbrella of the green energy market securitization loan fund for any state agency or department to finance energy efficiency measures, establishes the grid resiliency rebate program, and a grid resiliency task force to prepare the State's electrical grid for natural disasters and other emergencies.

HGIA has submitted testimony that addresses \$30.0 million revolving line of credit for state agencies to borrow for energy efficiency projects and the \$20.0 million to establish a grid resiliency rebate program. DBEDT concurs with HGIA comments.

DBEDT appreciates the leadership found in Part II to enhance grid resiliency to prepare for and recover more quickly from events such as hurricanes, which are increasing in frequency.

However, DBEDT does not have the resources to establish such a Grid Resiliency Task Force. Under the statutory responsibilities of the Energy Resource Coordinator, we could assist by consulting with stakeholders regarding grid resiliency and building grid resiliency into buildings and planning, but our limited staffing and funding for technical assistance is a concern.

Thank you for the opportunity to provide DBEDT's comments on HB2249, HD2.



DAVID Y. IGE GOVERNOR

DOUGLAS S. CHIN LIEUTENANT GOVERNOR

### STATE OF HAWAII OFFICE OF THE DIRECTOR DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS

335 MERCHANT STREET, ROOM 310 P.O. Box 541 HONOLULU, HAWAII 96809 Phone Number: 586-2850 Fax Number: 586-2856

cca.hawaii.gov

CATHERINE P. AWAKUNI COLÓN

JO ANN M. UCHIDA TAKEUCHI DEPUTY DIRECTOR

TO THE SENATE COMMITTEES ON TRANSPORTATION AND ENERGY AND COMMERCE, CONSUMER PROTECTION, AND HEALTH

TWENTY-NINTH LEGISLATURE Regular Session of 2018

Monday, March 19, 2018 3:15 P.M.

TESTIMONY OF DEAN NISHINA, EXECUTIVE DIRECTOR, DIVISION OF CONSUMER ADVOCACY, DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS, TO THE HONORABLE LORRAINE R. INOUYE, CHAIR, TO THE HONORABLE ROSALYN H. BAKER, CHAIR, AND MEMBERS OF THE COMMITTEES

HOUSE BILL NO. 2249, H.D. 2 – RELATING TO ELECTRIC GRID RESILIENCY.

### **DESCRIPTION:**

This measure, which is a companion to S.B. 2910, proposes to establish a \$30,000,000 revolving line of credit sub-fund within the green energy market securitization loan fund for any state agency or department to finance energy efficiency measures. This measure also proposes to establish a grid resiliency rebate program as well as a grid resiliency task force to prepare the State's electrical grid for natural disasters and other emergencies. H.D. 2 amends the effective date of this measure to July 1, 2050.

### **POSITION:**

The Division of Consumer Advocacy ("Consumer Advocate") appreciates the intent of this measure and offers comments.

House Bill No. 2249, H.D. 2 March 19, 2018 Page 2

### COMMENTS:

The Consumer Advocate observes that, in section 4 of the bill, the proposed Hawaii Revised Statutes ("HRS") section 196-65(b)(2), creating a \$30 million sub-fund to specifically fund energy efficiency measures for any state agency or department, will not directly benefit hard-to-reach customers or decrease the cost of electric utility service for all. However, the Consumer Advocate acknowledges savings to the state general fund, via lower electricity costs, could reach many of the same utility customers in the form of lower taxes.

The Consumer Advocate also observes that this bill does not include any language that ensures that funded energy efficiency measures are cost-effective. Consumer Advocate believes that including clear guidance that any proposed use of the green infrastructure loan program must be cost-effective will require adequate evaluation to ensure that sufficient savings in electricity costs will allow using general revenue savings resulting from those cost-effective energy efficiency measures to repay the loan plus the stated cost of interest. Including a provision requiring cost-effective energy efficiency measures would facilitate: 1) the "health" of the proposed sub-fund as well as the whole green infrastructure fund; 2) mitigating potential adverse impacts to electricity consumers that may be asked to replenish the green infrastructure funds if adequate repayment from past loans are not received; and 3) mitigating the possibility that general funds might need to be encumbered to repay the loans. Language requiring cost-effective energy efficiency measures could be inserted in HRS section 196-65(b)(2) and read as: "Creating a \$50,000,000 sub-fund, as a revolving line of credit under the umbrella of the green energy market securitization loan fund, for any state agency or department to obtain low-cost financing to install cost-effective energy efficiency measures."

Regarding the grid resiliency task force, rebate program, and rebate special fund, the Consumer Advocate supports grid resiliency in order to enable faster recovery after catastrophic events. To make the grid resiliency task force more effective, the Consumer Advocate respectfully suggests adding at least one representative from the State's electric utility companies as well as a government agency familiar with the electric grid and regulation of the electric utility companies to the task force. The Consumer Advocate also suggests that, in order to facilitate the state's ability to recover from a catastrophic event, this committee should consider whether the resiliency task force should also consider the necessary steps to make ready the State's telecommunications and transportation resiliency plans.

The Consumer Advocate, from an electric utility ratepayer perspective, supports efforts that will ensure that the grid resiliency rebate special fund proposed in HRS section 269-B will derive some funding from other funding sources, not just from the public benefits fund and customer bills; the Consumer Advocate hopes that the majority of funding for the grid resiliency rebate special fund will not be through increased electricity bills, especially if the resiliency task force is expanded to evaluate the resiliency of the state's telecommunications and transportation infrastructures. It would be inappropriate

House Bill No. 2249, H.D. 2 March 19, 2018 Page 3

to use electric customer bills to fund telecommunications and transportation planning and/or projects.

The Consumer Advocate respectfully suggests that the legislature consider allowing the task force to complete a holistic evaluation and report on additional legislative actions (as already included in the measure) that might be necessary, rather than establishing resiliency plan definitions or parameters in the context of this bill. For instance, it may be premature to define an "eligible resiliency facility" or "battery storage device" - eligible for some rebate under the program - until after the task force has completed its deliberations. The Consumer Advocate also offers that it prefers the current language of the companion measure S.B. 2910, S.D. 1, which excludes the sections dealing with the Hawaii green infrastructure loan program and focuses only on grid resiliency matters, which is consistent with the measure's title. S.B. 2910, S.D. 1 has also excluded sections related to overly prescriptive definitions associated with grid resiliency, the proposed grid resiliency rebate, and the grid resiliency rebate special fund. The Consumer Advocate believes that S.B. 2910, S.D. 1 correctly recognizes that the grid resiliency task force, or council as it is referred to in S.B. 2910, S.D. 1, should be allowed to complete its analysis to inform the report that will summarize the findings. recommendations, and status of actions before the convening of the 2019 regular session.

Thank you for this opportunity to testify.

(808) 587-3868

(808) 587-3896



Telephone:

Fax:



### HAWAII GREEN INFRASTRUCTURE AUTHORITY

No. 1 Capitol District Building, 250 South Hotel Street, Suite 501, Honolulu, Hawaii 96813 Mailing Address: P.O. Box 2359, Honolulu, Hawaii 96804 Web site: gems.hawaii.gov

Testimony of Gwen Yamamoto Lau, Executive Director Hawaii Green Infrastructure Authority (HGIA) before the

#### SENATE COMMITTEE ON TRANSPORTATION AND ENERGY

and

### SENATE COMMITTEE ON COMMERCE, CONSUMER PROTECTION AND HEALTH

Monday, March 19, 2018 at 3:15 P.M. State Capitol, Conference Room 225

in consideration of HOUSE BILL NO. 2249, HD2
RELATING TO ELECTRIC GRID RESILIENCY

Chair Inouye, Chair Baker, Vice Chair Espero, Vice Chair Tokuda and Members of the Transportation and Energy and Commerce, Consumer Protection and Health Committees:

Thank you for the opportunity to testify and provide comments on House Bill 2249, HD2, relating to electric grid resiliency. This bill proposes to (1) create a sub-fund under the umbrella of the Green Energy Market Securitization ("GEMS") loan fund and convert \$30.0 million into a revolving line of credit available for any state agency or department to obtain low-cost financing to install energy efficiency measures, (2) establish a grid resiliency rebate program utilizing \$20.0 million of GEMS funds and (3) establish a grid resiliency task force. As the Legislature's intent of the GEMS fund was to have it available for the underserved (i.e. low and moderate-income homeowners, renters and nonprofits) and as the Hawaii Public Utilities Commission's Order no. 32318 requires that at least 51% of the GEMS funds to benefit said underserved, the original intent of HB2029 (which was merged into HB2249, HD2) was to include the Department of Education's existing \$46.4 million loan under the \$50.0 million revolving line. As such, the minimum amount of the revolving line of credit for state agencies cannot be less than \$46.4 million. Additionally, a \$20.0 million raid on the GEMS funds would force HGIA to start turning away applications for small businesses, which are not considered "underserved" for the purposes of the GEMS fund, but are still the backbone of Hawaii's economy.

While the intent of this bill addresses an important matter, the cost to upgrade state and city/county facilities with battery storage devices should not be borne by ratepayers via an unsustainable rebate program which, once expended, would require the State to find additional funding sources.

In doing a quick review of the California small generator incentive program referenced in the bill, it appears that although the California program generously provides rebates equivalent to approximately 37% of the cost of storage, it would still require an eligible grid resiliency facility to have or to have access to cash amounting to 63% of the cost of the battery storage device in order to utilize the rebate.

Over the past year, by attracting and leveraging 52% in private capital, HGIA has approved loans facilitating almost \$34.0 million in total project costs for nonprofits, small businesses and multifamily rental projects to install solar PV. Cash rebates are an attractive incentive ONLY if one has access to excess cash or favorable financing terms. Instead of utilizing \$20.0 million in GEMS funds for rebates, a longer-term, sustainable solution may be to leverage these funds to attract private investments enabling a wider reach with each public dollar to provide low-cost financing of battery storage devices for eligible non-government grid resiliency facilities. Creating a \$20.0 million battery storage revolving loan fund would provide an exponential potential for greater impacts than a rebate could by recycling, re-investing and re-lending that same public dollar.

Lastly, as HGIA only has some \$47.0 million in GEMS funds available, raiding \$20.0 million for a one-time use rebate, would only leave approximately \$27.0 million available for its current lending programs, as well as it on-bill repayment mechanism and future programs, including community based solar.

Thank you for this opportunity to testify and offer comments for House Bill 2249, HD2.

# TESTIMONY OF RANDY IWASE CHAIR, PUBLIC UTILITIES COMMISSION STATE OF HAWAII TO THE SENATE COMMITTEE ON TRANSPORTATION AND ENERGY AND

COMMERCE, CONSUMER PROTECTION, AND HEALTH

March 19, 2018 3:15 p.m.

MEASURE: H.B. No. 2249 HD2

**TITLE:** RELATING TO ELECTRIC GRID RESILIENCY.

Chair Inouye and Chair Baker and Members of the Committees:

#### **DESCRIPTION:**

Creates a \$30,000,000 revolving line of credit sub-fund under the umbrella of the Green Energy Market Securitization Loan Fund for any state agency or department to finance energy efficiency measures. Establishes the Grid Resiliency Rebate Program and a Grid Resiliency Task Force to prepare the State's electrical grid for natural disasters and other emergencies. (HB2249 HD2).

#### POSITION:

The Public Utilities Commission ("Commission") offers the following comments for consideration.

### **COMMENTS:**

The Commission takes no position on the \$30,000,000 revolving line of credit sub-fund under the umbrella of the green energy market securitization loan fund.

Regarding the grid resiliency rebate program, the Commission welcomes legislative guidance to specifically analyze vulnerability and improve grid resilience through planning and investment. The Commission notes that the Public Benefits Fee (PBF) supports the Hawaii Energy program and achievement of the State's energy efficiency portfolio

standards under HRS § 269-96. Redirecting funds away from the PBF into the grid resiliency rebate program could be detrimental to achievement of the State's energy efficiency standards under HRS § 269-96.

The Commission notes that in the alternative, this legislation would require increasing the PBF on customer bills to support the grid resiliency rebate program. As such, the Commission requests the Legislature consider appropriating additional funds into the grid resiliency special fund instead of requiring an increase in the PBF.

In addition, the Commission is unclear as to whether it is the Legislature's intent that Section 16 would allow electric utilities to receive rebates from the grid resiliency rebate program.

Thank you for the opportunity to testify on this measure.

DAVID Y. IGE GOVERNOR

EMPLOYEES' RETIREMENT SYSTEM

OFFICE OF THE PUBLIC DEFENDER

HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND



STATE OF HAWAII
DEPARTMENT OF BUDGET AND FINANCE

P.O. BOX 150 HONOLULU, HAWAII 96810-0150 LAUREL A. JOHNSTON DIRECTOR

KEN N. KITAMURA ACTING DEPUTY DIRECTOR

ADMINISTRATIVE AND RESEARCH OFFICE BUDGET, PROGRAM PLANNING AND MANAGEMENT DIVISION FINANCIAL ADMINISTRATION DIVISION OFFICE OF FEDERAL AWARDS MANAGEMENT (OFAM)

### **WRITTEN ONLY**

TESTIMONY BY LAUREL A. JOHNSTON
DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE
TO THE SENATE COMMITTEES ON TRANSPORTATION AND ENERGY AND
COMMERCE, CONSUMER PROTECTION, AND HEALTH

ON HOUSE BILL NO. 2249, H.D. 2

> March 19, 2018 3:15 p.m. Room 225



### RELATING TO ELECTRIC GRID RESILIENCY

House Bill No. 2249, H.D. 2, creates a \$30,000,000 revolving line of credit sub-fund under the umbrella of the Green Energy Market Securitization Loan Fund for any State agency or department to finance energy efficiency measures; establishes the Grid Resiliency Rebate Program (GRRP) and Special Fund; allocates an unspecified amount from the revenues collected through the Public Benefits Fee as authorized in Section 269-121, HRS, to be deposited into the GRRP Special Fund for the purposes of the GRRP; and establishes a Grid Resiliency Task Force to prepare the State's electrical grid for natural disasters and other emergencies.

The Department of Budget and Finance, as a matter of general policy, does not support the creation of any special fund which does not meet the requirements of Section 37-52.3, HRS. Special funds should: 1) serve a need as demonstrated by the purpose, scope of work and an explanation why the program cannot be implemented successfully under the general fund appropriation process; 2) reflect a clear nexus between the benefits sought and charges made upon the users or beneficiaries or a clear link between the program and the sources of revenue; 3) provide an appropriate means of financing for the program or activity; and 4) demonstrate the capacity to be financially self-sustaining. In regards to House Bill No. 2249, H.D. 2, it is difficult to determine whether the special fund would be self-sustaining.

Thank you for your consideration of our comments.

### LEGISLATIVE TAX BILL SERVICE

### TAX FOUNDATION OF HAWAII

126 Queen Street, Suite 304

Honolulu, Hawaii 96813 Tel. 536-4587

SUBJECT: MISCELLANEOUS, Establish GEMS Sub-Fund to Loan to State Agencies

BILL NUMBER: HB 2249, HD-2

INTRODUCED BY: House Committee on Consumer Protection & Commerce

EXECUTIVE SUMMARY: Part I of the bill creates a \$30,000,000 revolving line of credit subfund under the umbrella of the Green Energy Market Securitization (GEMS) loan fund for any state agency or department to finance energy efficiency measures. If the GEMS program is to be allowed to live, it must be able to make loans at commercially reasonable rates at commercially reasonable terms. If loans are to be repaid out of reduced utility costs, what happens if the utility rates go up and the reduction in utility costs fails to materialize?

SYNOPSIS: Adds definitions of "energy efficiency measures," "revolving line of credit," and "sub-fund" to section 196-61, HRS.

Amends section 196-62, HRS, to allow the Hawaii Green Infrastructure Authority to make loans to government entities.

Amends section 196-65, HRS, to set aside a \$30 million revolving fund to be used exclusively for this purpose.

Specifies that loans to government agencies shall be issued at an interest rate of 3.5% per annum, and that loans are to be repaid "using general revenue savings resulting from reduced utility costs as a result of the implementation of energy efficient lighting and other energy efficiency measures."

EFFECTIVE DATE: This Act shall take effect on July 1, 2050.

STAFF COMMENTS: The Foundation's testimony is limited to Part I of the bill.

The Green Energy Market Securitization or GEMS program is a financing program that was supposed to provide loans at a low interest rate to finance alternative energy systems and other clean energy improvements for those, such as nonprofits and individuals with lower credit scores, who might not be able to get other kinds of financing. Governor Abercrombie signed the program into law, after which a 2014 bond issue raised \$150 million for the program.

Recently, in Order No. 34930, the Hawaii Public Utilities Commission (PUC) focused on how the GEMS program was coexisting with another ratepayer-funded program, which you may know as Hawaii Energy. That's the same Hawaii Energy that sends you a little chart every month showing how your energy use compares against that of (1) your neighbors, and (2) your *energy efficient* neighbors.

Re: HB 2249, HD-2

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Back in 2014, the PUC was asked to, and did, approve a Green Infrastructure Fee that went on everyone's utility bill. For residents, it started at about \$1.50 per month and is now down to \$1.18 after periodic readjustments. The \$150 million, after all, needs to be paid back with interest. The PUC noted that ratepayers were also paying a Public Benefits Fee of about \$5 a month to fund Hawaii Energy and it didn't want to whammy ratepayers again, so it directed that the PBF be reduced by the GIF...temporarily. The PUC made it clear that it wanted the shortfall in the PBF to be paid back. Quickly. So as not to disrupt the energy efficiency programs that Hawaii Energy was carrying out.

GEMS, however, wasn't accomplishing the lofty goals that were set for it. Of the \$150 million borrowed on the bond market, a measly 3%, or \$5 million, had been loaned out as of July 31, 2017. The 2017 legislature, by Act 57, SLH 2017, required GEMS to loan \$46.4 million to the Department of Education to cool the schools, but that wasn't helpful to GEMS because it also provided that the loan was to be at zero interest. Since its inception, GEMS administrative and program costs were nearly \$2.8 million, against revenues just shy of \$1 million. "If HGIA [the Hawaii Green Infrastructure Authority, which administers GEMS] does not collect loan repayments, with interest," the PUC said, it "in the long term, will be unable to support itself."

The PUC noted that Hawaii Energy claimed to have saved consumers over \$1 billion in energy bill savings to date, with every dollar of investment generating \$9 in benefits.

The PUC concluded that "HGIA has not demonstrated the ability to replenish the PBF," and that the prospects for GEMS repaying the revenue that it borrowed from the PBF are dim unless the PUC acts now. Therefore, it said, the dollars that GEMS gets from its loan repayments and such will be used to repay the PBF, starting *now*. And, these payments will be made *before* funding GEMS program administrative costs. Apparently, the GEMS staff had better get those green infrastructure loans deployed and get that interest coming in if they want to get paid.

### What does this mean?

If you are a legislator, this is not just a wake-up call. The GEMS program has been a disaster from its inception, and the PUC has basically said that it expects the program to crash and burn. The program does not simply need polishing; it needs radical surgery if it is to survive. And, given the other pressing needs that our government faces, it may be that the correct decision is to cut our losses and scrap the program before the fallout from its death throes takes out other programs and agencies.

This bill, by walling off 20% of GEMS' funding for the exclusive use of state agencies, could be an opportunity – or another train wreck. Particularly troublesome is the language in section 9 of the bill: "Beginning with fiscal year 2018-2019, and annually thereafter, the department or agency shall begin to repay the loan pursuant to section 6 of this Act using general revenue savings resulting from reduced utility costs as a result of the implementation of energy efficient lighting and other energy efficiency measures." Because general law can and does specify what in a contract can be enforced, there is some question whether section 9 would allow an agency to avoid repaying a loan from GEMS if either (1) it does not achieve reduced utility costs, or (2) it doesn't know whether it has achieved reduced utility costs due to the energy efficiency measures

Re: HB 2249, HD-2

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it implements. What happens, for example, if the price of bunker fuel jumps precipitously, resulting in a sharp rise in electricity rates? The energy efficiency measures could be working splendidly, but there will be no reduced utility costs.

If GEMS is to be allowed to survive, it needs the ability to make its loans at commercially reasonable rates and terms.

Our first recommendation, therefore, is that section 9 of the bill be deleted. It's nice to know that energy efficiency measures are in fact paying for themselves, but the risk of that not being the case needs to be on the borrower, not on the lender.

Our second recommendation is that the interest rate not be fixed at 3.5%. A commercially reasonable rate needs to be negotiated, and it needs to be above the program's actual cost of capital. If it is not, the PUC, in pursuit of its fiduciary duties, may well make even more restrictive orders that further hamstring the GEMS program.

Our third recommendation is to revisit the "loan" appropriated to the Department of Education under Act 57, SLH 2017. GEMS must be able to charge a commercially reasonable interest rate, and must be able to make loans on commercially reasonable terms, to the Department of Education the same as any other state agency.

Digested 2/26/2018

### Testimony before the Senate Committee on Transportation & Energy and the Senate Committee on Commerce, Consumer Protection & Health

H.B. No. 2249, H.D. 2
Relating to Electric Grid Resiliency

Monday, March 19, 2018 3:15 pm State Capitol, Conference Room 225

Rodney Chong Manager, Grid Modernization Hawaiian Electric Company, Inc.

Chairs Inouye & Baker, Vice Chairs Espero & Tokuda, and Members of the Committees:

My name is Rodney Chong and I am testifying on behalf of Hawaiian Electric Company and its subsidiary utilities Maui Electric Company and Hawai'i Electric Light Company in opposition to H.B. 2249, H.D. 2.

The preamble of this bill correctly frames the importance of and need to invest in grid resiliency. However the bill does not address improving overall electric system resilience – which benefits all customers - but instead focuses on using public funding for PV-battery systems to serve as emergency generators at critical infrastructure facilities. As such, this bill is too narrowly focused and fails to consider and prioritize resilience upgrades that provide the best benefits to the State.

H.B. 2249, H.D. 2 jumps to a one-size-fits-all solution without properly considering the specific needs of critical facilities. Although PV-battery systems may be suitable to provide emergency power for certain buildings if properly designed and hardened to withstand severe hurricanes and operate independently from the grid, they may still be inadequate for other critical facilities that will need emergency power during periods beyond the capability of a PV-battery system. The cloudy and rainy weather that we have been experiencing the past week and a half has shown that

having PV-battery systems as a single solution will not always meet the needs for critical infrastructure to operate under a range of events and circumstances.

For example, the Queen's Medical Center and the Daniel K. Inouye
International Airport have emergency power systems that are able to separate from
the utility grid during a power outage and keep operating through prolonged periods
of adverse weather, which a PV-battery system would not be able to do.
Furthermore, this bill does not take into consideration existing codes and standards
related to emergency power systems, such as the National Fire Protection
Association (NFPA) 101 Life Safety Code, NFPA 110 Emergency and Standby
Power Systems, and NFPA 111 Standard on Stored Electrical Energy Emergency
and Standby Power Systems, that have been developed over time and includes
design, installation, and testing requirements for these systems..

We support the need for resilience of critical infrastructure and critical facilities. But there first needs to be a process of determining and prioritizing those needs, and then meeting those needs with the right solutions. We should not force fit one technology as the solution for resilience, because there are a variety of needs and a variety of solutions. We support companion bill <u>S.B. 2910 S.D. 2</u> since it appropriately focuses on the need to assess and prioritize the security and resiliency needs of our state's electric grid and critical infrastructure, and then to develop recommendations to best serve those needs.

Accordingly, the Hawaiian Electric Companies oppose H.B. 2249, H.D. 2. Thank you for this opportunity to testify.



P.O. Box 37158, Honolulu, Hawai`i 96837-0158 Phone: 927-0709 henry.lifeoftheland@gmail.com

COMMITTEE ON TRANSPORTATION AND ENERGY Senator Lorraine R. Inouye, Chair Senator Will Espero, Vice Chair

COMMITTEE ON COMMERCE, CONSUMER PROTECTION, AND HEALTH Senator Rosalyn H. Baker, Chair Senator Jill N. Tokuda, Vice Chair

Monday, March 19, 2018 3:15pm Conference Room 225

HB 2249, HD2 RELATING TO ELECTRIC GRID RESILIENCY.

**CONCERNS** 

Aloha Chairs Inouye and Baker, Vice Chairs Espero and Tokuda, and Members of the Committes

The bill violates Article III, Section 14 of the Hawaii State Constitution:

"Each law shall embrace but one subject, which shall be expressed in its title."

The bill contents covers several subjects, much of it beyond the title.



Email: communications@ulupono.com

# SENATE COMMITTEES ON TRANSPORTATION & ENERGY AND COMMERCE, CONSUMER PROTECTION, & HEALTH Monday, March 19, 2018 — 3:15 p.m. — Room 225

### Ulupono Initiative <u>Provides Comments</u> on HB 2249 HD 2, Relating to Electric Grid Resiliency

Dear Chair Inouye, Vice Chair Espero, Chair Baker, Vice Chair Tokuda, and Members of the Committees:

My name is Murray Clay and I am Managing Partner of the Ulupono Initiative, a Hawai'i-based impact investment firm that strives to improve the quality of life for the people of Hawai'i by working toward solutions that create more locally produced food; increase affordable, clean, renewable energy; and better management of waste and fresh water. Ulupono believes that self-sufficiency is essential to our future prosperity and will help shape a future where economic progress and mission-focused impact can work hand in hand.

**Ulupono <u>provides comments</u> on HB 2249 HD 2**, which creates a revolving line of credit sub-fund for state government agencies and provides funding for a rebate special fund using the green energy market securitization (GEMS) loan fund.

For Part I, Ulupono believes this bill will help deploy GEMS funds faster as now state departments will be able to qualify for financing its internal energy efficiency projects. This could further provide additional flexibility for GEMS, one of the key issues that the GEMS program has encountered in its brief existence.

Ulupono is also supportive of this portion of the bill and will remain so as long as the GEMS funds are deployed as originally intended – with a payback structure – to help continuously replenish the fund and adhere to standard business practices.

For Part II, Ulupono opposes using GEMS funding, which was designed as a loan program to be used as a rebate program. The rebate program complicates the repayment of the green infrastructure bonds, as there is no direct revenue-generating component from the rebate. Ulupono further feels that funding for energy programs will continue to be available and replenished if an effective loan program is implemented.



The bond legal documents and the Public Utilities Commission's order clearly state the purpose of the funds to be loans. A "bait and switch" approach to financial markets where the State applies for funds for one reason and use them for another is going to damage our state's reputation with the investment community.

As Hawai'i's energy issues become more complex and challenging, we appreciate these committees' efforts to look at policies that support renewable energy production.

Thank you for this opportunity to testify.

Respectfully,

Murray Clay Managing Partner



Before the Senate Committees on Transportation and Energy & Commerce, Consumer Protection, and Health

Monday, March 19, 2018, 3:15 p.m., Room 225.

HB 2249 HD 2: Relating to Electric Grid Resiliency

Aloha Chair Luke, Vice Chair Cullen, and members of the Committee,

On behalf of the Distributed Energy Resources Council of Hawaii ("DER Council"), I would like to provide comments on HB 2249 HD 2 which creates a \$30,000,000 revolving line of credit under the GEMS fund, and establishes the grid resiliency rebate program as well as a grid resiliency task force to prepare the State's electric grid for natural disasters and other emergencies. HB 2249 HD 2 also appropriates \$20,000,000 out of the GEMS fund to be deposited in the grid resiliency rebate program. Our principal area of interest is in the grid resiliency rebate fund.

The DER Council is a nonprofit trade organization formed to assist with the development of distributed energy resources and smart grid technologies which will support an affordable, reliable, and sustainable energy supply for Hawaii.

The investment in grid resiliency is seen as a crucial next step towards the development of an electrical grid which can respond to and withstand any emergency that may come our way. Even though Hawaii has made significant progress in the development of renewable energy, that renewable energy will not necessarily help Hawaii should we face a natural disaster or some other kind of emergency. A standard roof-top solar deployment, for instance, is designed to shut down if the grid is down. This is a safety feature that is part of an inverter's programming to protect line workers should they shut down a part of the grid for repair. Hawaii needs installations which are designed as a microgrid, such that the installation can operate independently from the grid should the grid fail. Microgrids are very flexible in that they can be designed for a wide range of uses, from single residential homes, commercial buildings, schools, and entire communities.

However, we are concerned that the GEMS fund might not be a viable option for this appropriation due to other commitments under the GEMS loan fund. In addition, even if the \$20,000,000 were available and allocated as a <u>loan</u> (rather than a <u>rebate</u> as it is allocated under this bill) DERC does not believe that \$20,000,000 would adequately support the DER industry in Hawaii and would only serve to create a "boom and bust" dynamic. Instead, we recommend SB 2100 as an appropriate option which would provide a sustainable and cost-effective option for

the continued development of renewables. Hawaii is the most isolated island in the world, and we need to ensure that we can stand strong should we face a natural disaster or other emergency.

Thank you for the opportunity to testify.

Best regards, Leslie Cole-Brooks Executive Director Distributed Energy Council of Hawaii To: The Senate Committee on Transportation and Energy

From: Brodie Lockard, OFA Hawaii, 262-1285

Date: Monday, March 19, 2018

### In strong support of HB 2249 HD2

Dear Chair Inouye, Vice Chair Espero and Committee members--

I am the Hawaii Climate Lead for Organizing for Action, a progressive group that played a lead in electing President Barack Obama twice. OFA Hawaii strongly supports HB 2249 HD2.

Anywhere GEMS monies can be used to save energy, they should be. Ideally, funds should be appropriated to all our public schools for energy efficiency and solar energy systems, but if it currently must be done via GEMS, so be it.

After the recent catastrophe in Puerto Rico, the need for better grid resiliency here is obvious. Hawaii is far past due for a direct hit from a powerful hurricane.

Please support HB 2249 HD2. It will help us reach our clean energy goals, and prepare for impending disaster.

Thank you for the opportunity to testify.

Brodie Lockard Hawaii Climate Lead, Organizing for Action



### **Hawaii Solar Energy Association**

Serving Hawaii Since 1977

### TESTIMONY OF THE HAWAII SOLAR ENERGY ASSOCIATION IN REGARD TO HB 2249 HD2, RELATING TO ELECTRIC GRID RESILIENCY BEFORE THE

### SENATE COMMITTEE ON TRANSPORTATION AND ENERGY AND THE

## SENATE COMMITTEE ON COMMERCE, CONSUMER PROTECTION, AND HEALTH ON

### MONDAY, MARCH 19<sup>TH</sup>, 2018

Chair Inouye, Chair Baker, Vice-Chair Espero, Vice-Chair Cullen, and members of the committee, my name is Will Giese, and I represent the Hawaii Solar Energy Association, Inc. (HSEA)

HSEA **strongly supports** HB 2249 HD2. The measure amends establishes the grid resiliency capital investment program and the grid resiliency rebate program as well as a grid resiliency task force to prepare Hawaii's electrical grid for natural disasters and other emergencies.

The HSEA was founded in 1977 to further solar energy and related arts, sciences and technologies with concern for the ecologic, social and economic fabric of the Hawaiian Islands. Our membership includes the vast majority of locally owned and operated solar installers, contractors, distributors, manufacturers, and inspectors across all islands.

Grid resiliency and stability before, during, and after disasters is essential to providing residents of Hawaii a sense of security and the ability to quickly recover. Now more than ever electrical systems that build resiliency and stability into island electrical grids should be seriously considered as a path to energy independence by 2045.

As of last month, more than 30% of Puerto Ricans are without electricity. Puerto Rico is a wakeup call for Hawaii. In the wake of Hurricane Maria, Puerto Rico released proposed rules on microgrid development and other grid resiliency efforts to strengthen its grid against extreme weather. As a state we must decide if we are going to stand by and wait until a major disaster hits our islands or be proactive with intelligent and timely energy policy.

<sup>&</sup>lt;sup>1</sup> Savransky, Rebecca. "Nearly Half a Million Customers Are Still without Power in Puerto Rico." *TheHill*, 25 Jan. 2018, thehill.com/blogs/blog-briefing-room/news/370744-nearly-half-a-million-customers-still-dont-have-power-in-puerto.

<sup>&</sup>lt;sup>2</sup> Staff, PREC. *REGULATION ON MICROGRID DEVELOPMENT*. MI ed., CEPR, ser. 0001, 2018, *REGULATION ON MICROGRID DEVELOPMENT*.



### **Hawaii Solar Energy Association**

Serving Hawaii Since 1977

The 2015 Hawaii Catastrophic Hurricane Plan published by the Hawaii Emergency Management Agency paints a stark picture of the current state of Hawaii's electrical grid.<sup>3</sup> The report states:

"A catastrophic hurricane will produce statewide power outages and disrupt all energy systems, resources, and markets. Much of Hawaii's electrical systems are located in inundation zones. Failure of this infrastructure will lead to major disruptions of production, transmission, and distribution of electricity. The power generation and distribution systems in Hawaii are subject to island-wide outages before, during, and after a catastrophic hurricane."

Per this report, a *best case* scenario estimates 50% power outage for *at least* 30 days post-disaster (category 4 hurricane or stronger):<sup>5</sup>

Summary of Impact Days without power 50% of power generation lost for up to 30 days Source: Hawaiian Electric Company Days without water/sewer services 7 days without service post-hurricane Source: 2013 State of Hawaii Mass Care Council Days without seaport services 7 days without basic/emergency service post-hurricane Source: 2013 State of Hawaii Mass Care Council Days without airport services<sup>12</sup> 3-5 days with no airport availability. Source: 2013 State of Hawaii Mass Care Council Initially, only emergency operations via military transport. Estimate for restoration of commercial traffic was not available. Days required for debris clearance 7 days for major roadways Mass Care Working Group

**Table 2-6: Critical Services Impacts** 

It is essential that Hawaii be prepared for a major emergency or natural disaster. Through this bill, critical services like EMS, fire, and police as well as utility line workers and healthcare professionals would be given an extra layer of security in the event of a disaster. Hospitals and emergency shelters (primarily public schools) will be hardened against the impacts of a major emergency. Utility infrastructure will be made more resilient.

HB2249 does a variety of things to assist in the construction of resiliency measures across all parts of Hawaii's energy sector, from residential up to utility scale. In fact, this bill specifically directs the PUC to incorporate grid resiliency planning into the utility's grid modernization efforts, which include a number of aspects related to energy generation, distribution, and transmission. This bill seeks to raise all boats and help all people.

<sup>&</sup>lt;sup>3</sup> HI-EMA, Staff. *2015 Hawaii Catastrophic Hurricane Plan*. SOH-HI-EMA, 2015, *2015 Hawaii Catastrophic Hurricane Plan*.

<sup>&</sup>lt;sup>4</sup> See "Report" at pp. 109.

<sup>&</sup>lt;sup>5</sup> See "Report" at Impacts, 2-6.



### **Hawaii Solar Energy Association**

Serving Hawaii Since 1977

The state must act to treat grid resiliency efforts like those outlined in HB 2249 proactively, rather than symptomatically. Renewable energy, energy storage, microgrids, and grid resiliency efforts inherent in this bill build the critical infrastructure needed to safeguard the state against major disaster. This bill makes our state more secure, more resilient, and cleaner.

Put simply, this bill will save lives.

We **strongly support** HB 2249 and we urge this committee to pass this measure.

Thank you for the opportunity to testify.

### HB-2249-HD-2

Submitted on: 3/18/2018 10:36:09 AM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing
Janet Graham	Testifying for 350.org	Support	No

### Comments:

HB2249 Hearing on Monday, 3-19-18 3:15PM in conference room 225.

### TRE and CPH committees

Aloha Chairs Inouye and Baker, Vice Chairs Espero and Tokuda, and members of the Committees,

I am writing in support of HB2249. Anywhere GEMS monies can be used to save energy, they should be. Ideally, funds should be appropriated to all our public schools for energy efficiency and solar energy systems, but if it currently must be done via GEMS, so be it.

After the recent catastrophe in Puerto Rico, the need for better grid resiliency here is obvious. Hawaii is far past due for a direct hit from a powerful hurricane. This bill will help us reach our clean energy goals, and prepare for impending disaster. I urge the committees to pass this bill!

Mahalo for the opportunity to testify today.



To: The Senate Committee on Transportation and Energy

From: Sherry Pollack, 350Hawaii.org

Date: Monday, March 19, 2018

### In strong support of HB 2249 HD2

Dear Chair Inouye, Vice Chair Espero and Committee members--

I am the Vice President of the Hawaii chapter of 350.org, the largest international organization dedicated to fighting climate change. 350Hawaii.org strongly supports HB 2249 HD2.

Anywhere GEMS monies can be used to save energy, they should be. Ideally, funds should be appropriated to all our public schools for energy efficiency and solar energy systems, but if it currently must be done via GEMS, so be it.

After the recent catastrophe in Puerto Rico, the need for better grid resiliency here is obvious. Hawaii is far past due for a direct hit from a powerful hurricane.

Please support HB 2249 HD2. It will help us reach our clean energy goals and prepare for impending disaster.

Thank you for the opportunity to testify.

Sherry Pollack Vice President, 350Hawaii.org

<u>HB-2249-HD-2</u> Submitted on: 3/18/2018 9:33:12 PM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing
Melodie Aduja	Testifying for OCC Legislative Priorities Committee, Democratic Party of Hawai'i	Support	No

Comments:



#### **TESTIMONY REGARDING HB 2249, HD2**



### being heard by the Senate Committees on Transportation and Energy and Commerce, Consumer Protection, and Health on Monday, March 19, 2018 at 3:15p.m. in Room 225

Aloha Chairs Inouve and Baker and Members of the Committee:

Thank you for the opportunity to provide testimony regarding HB 2249, HD2. Part II of this important bill would advance efforts to improve the resiliency of Hawaii's critical infrastructure facilities by integrating resiliency considerations into planning activities and by providing support for the deployment of energy solutions that reduce the risk of electrical service interruptions during crisis events.

In the wake of the large scale natural disasters that impacted numerous parts of the United States and its territories last year, the after effects of which are still being felt by many, it is reasonable and appropriate that localities like Hawaii, which are uniquely vulnerable to such disasters, to take steps to ensure that critical infrastructure facilities continue to be operational in times of crisis.

Access to electricity is a fundamental need, the absence of which can effectively render many critical infrastructure facilities inoperative exacerbating the adverse immediate impacts of any given crisis event, deepening the challenges such episodes invariably pose and slowing the pace of recovery in their aftermath.

The distributed solar and battery storage technologies that Tesla both manufacturers and deploys, specifically solar PV and lithium-ion battery systems, provide system planners and facilities managers a new set of tools that can play an important part in improving facility and system resiliency. For example, battery systems paired with solar represents a robust form of energy back-up, allowing customers to identify priority electricity needs at a given premises that will continue to be powered even in the event of a broader grid outage. Further, because such systems are not dependent on an onsite conventional fuel supply they represent a more robust and environmentally sound approach as compared to conventional gas or diesel generators.

While the resiliency "use case" is intuitively appealing, the ability of those entities that manage critical infrastructure facilities to deploy these solutions may be limited, owing to constraints these entities face. At the same time, given the public nature of the benefits of ensuring these facilities remain operational, there is strong policy rationale for programmatic support to facilitate the deployment of such systems.

While Tesla supports HB 2249, HD2, especially Part II, we request the following friendly amendment: To ensure that the Task Force's recommendations are well-vetted and practical, it should be explicitly directed to convene stakeholder meetings to solicit input from the broader stakeholder community.

Thank you for the opportunity to provide testimony.





HB2249

Grid Resiliency; Energy; Disaster Preparedness; Capital Investment; Rebate Program; Task Force (\$)

March 19 2018

Relating to Electric Grid Resiliency

Aloha Chairs Inouye, Baker, Vice Chairs Espero, Tokuda, and members of the committee, The Sierra Club Student Coalition stands in support of HB2249 in relation to electric grid resiliency.

Hb2249 will greatly modernize our grid, as well as allow for the use of more sources of renewable energy. This modernization will help Hawai'i's infrastructure by greatly reducing blackouts, and the protect this state against the loss of power from natural disasters such as what happened in Puerto Rico after being devastated by hurricane Irma. Having a more resilient electric grid with renewable energy will safeguard this State's power when it becomes imperative for survival and relief. With such natural disasters becoming ever more apparent bills such as this are imperative for safeguarding Hawai'i for the future.

Thank you for allowing the Sierra Club Student Coalition to testify.



# SENATE COMMITTEE ON TRANSPORTATION AND ENERGY SENATE COMMITTEE ON COMMERCE, CONSUMER PROTECTION, AND HEALTH

Monday, March 19, 2018 3:15PM Conference Room 225

In STRONG SUPPORT of HB 2249 HD2 Relating to electric grid resiliency

Aloha Chairs Inouye and Baker, Vice Chairs Espero and Tokuda and members of the Committees.

On behalf of our 20,000 members and supporters, the Sierra Club of Hawai'i, a member of the Common Good Coalition, **strongly supports HB 2249 HD2**, a measure that establishes the grid resiliency capital investment program and the grid resiliency rebate program as well as a grid resiliency task force to prepare Hawai'i's electrical grid for natural disasters and other emergencies.

The electrical infrastructure of Hawai'i is severely vulnerable to major disaster. Currently, all of Hawai'i's major utility scale power generators sit within inundation zones across all islands. In the event of a major natural disaster, such as a category 4 hurricane or a tsunami, the majority of these generators would be rendered inoperable. This and other major vulnerabilities also extend to transformers, transmission systems, and distribution networks. The people of Hawai'i would be without power for days or weeks post disaster, and recovery would be slow and expensive.

HB 2249 HD2 creates a structure by which this system can be updated. By allowing the use of the Public Benefits Fee to create resiliency in the electric grid, our emergency shelters and hospitals, and residential homes, this measure seeks to safeguard the people of Hawai'i against major disaster. Additionally, many of these updates will utilize renewable energy which is in line with Hawaii's 2045 RPS goals, the power supply improvement plan, and grid modernization efforts. HB 2249 HD2 simultaneously creates reliability, grid stability, and clean power infrastructure.

Last year, Hurricane Irma and Maria devastated the country of Puerto Rico and its people, leaving thousands without power and creating massive environmental devastation. A similar fate awaits Hawai'i, unless this bill is passed. Major flooding in even one of our fuel oil burning power plants could irreversibly destroy the vulnerable ecosystems surrounding them. A renewable power generator on a similar geographic footprint, such as wind turbines or ground-mounted solar, would have not even 1/100 of the environmental impact of an inundated traditional fossil fuel plant. Solar panels do not generate oil slicks or leak dangerous hydrocarbons into the water supply.

**Hawai'i, its people, and the environment need smart energy policies** like HB 2249 HD2. The alternative to not passing this measure is terrifying and unacceptable.

We strongly support HB 2249 HD2 and urge the committee to pass this measure.

### HB-2249-HD-2

Submitted on: 3/17/2018 10:45:10 AM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing	
John Crouch	Individual	Support	No	

### Comments:

My name is John Crouch. I have been involved with Renewable Energy Development since 1975 with the development of the first MegaWatt class windfarm in Hawaii on the Big Island and the first large PV farm on Lanai in 2008.

I support this measure because it is inperrative that we do all we can to support improving grid resilience on every island grid system in order to even come close to our energy independence goals by 2030 and 2045.

This measure adds commercial size MegaWatt storage systems to grid operations which is the major tool for energy independence.

Thank you for your support of this measure.

Aloha, John Crouch

### HB-2249-HD-2

Submitted on: 3/17/2018 12:29:53 PM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing	
Michele Nihipali	Individual	Support	No	

### Comments:

Aloha Chairs Inouye and Baker, Vice Chairs Espero and Tokuda, and members of the Committees,

My name is Michele Nihipali and I live in Hauula. I am in **STRONG SUPPORT** of this important bill that moves Hawai'i toward our goal of 100% renewable energy by 2045. We have a long way to go and many things to do before we reach this admirable and ambitious goal, which showcases to the world our commitment to combat climate change and preserve our beautiful planet for generations to come. This measure is one of several that will contribute to these important efforts. We need to prepare and stabilize our electrical grid in the event of any emergency or natural disaster. I urge the committees to pass this bill!

Mahalo for the opportunity to testify today.

Michele Nihipali

54-074 A Kam Hwy.

Hauula, HI 96717

<u>HB-2249-HD-2</u> Submitted on: 3/17/2018 4:17:34 PM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing	_
Benton Kealii Pang, Ph.D.	Individual	Support	No	

Comments:

### HB-2249-HD-2

Submitted on: 3/18/2018 1:53:37 AM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing	
Jun Shin	Individual	Support	No	

### Comments:

Aloha Chairs Inouye and Baker, Vice Chairs Espero and Tokuda, and members of the Committees,

My name is Jun Shin, I am a Freshman at the University of Manoa, a board member atlarge for Young Progressives Demanding Action - Hawaii and I live in House District 26. I am in **STRONG SUPPORT** of HB2249 HD2 that moves Hawai'i toward our goal of 100% renewable energy by 2045. We have a long way to go and many things to do before we reach this admirable and ambitious goal, which showcases to the world our commitment to combat climate change and preserve our beautiful planet for generations to come. This measure is one of several that will contribute to these important efforts. I urge the committees to pass this bill!

Mahalo for the opportunity to testify today.

Jun

Board Member At- Large

Young Progressives Demanding Action - Hawaii

808-255-6663

<u>HB-2249-HD-2</u> Submitted on: 3/18/2018 6:32:46 AM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing
Patricia Blair	Individual	Support	No

Comments:

### HB-2249-HD-2

Submitted on: 3/18/2018 7:00:29 AM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing
Deana Shelby	Individual	Support	No

### Comments:

I **SUPPORT** of HB2249. This bill will help us reach our clean energy goals, and help Hawaii prepare for any disaster which may come. I urge the committees to pass this bill!

Mahalo for the opportunity to testify today.

Submitted on: 3/18/2018 9:04:58 AM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing	
Jonathan Boyne	Individual	Support	No	

#### Comments:

Aloha Chairs Inouye and Baker, Vice Chairs Espero and Tokuda, and members of the Committees,

I am writing in **SUPPORT** of HB2249. Anywhere GEMS monies can be used to save energy, they should be. Ideally, funds should be appropriated to all our public schools for energy efficiency and solar energy systems, but if it currently must be done via GEMS, so be it.

After the recent catastrophe in Puerto Rico, the need for better grid resiliency here is obvious. Hawaii is far past due for a direct hit from a powerful hurricane. This bill will help us reach our clean energy goals, and prepare for impending disaster. I urge the committees to pass this bill!

Mahalo for the opportunity to testify today.

<u>HB-2249-HD-2</u> Submitted on: 3/18/2018 11:52:57 AM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing
Lois Crozer	Individual	Support	No

# Comments:

Because we live so far from the mainland, we need to ensure our grid resiliency is top notch in case of a storm. We will have more frequent, bigger storms!!

Submitted on: 3/18/2018 12:05:54 PM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing
Denise Boisvert	Individual	Support	No

### Comments:

I strongly support this very important bill because it is a genius way to encourage energy efficiency measures and to move Hawai'i toward our goal of 100% renewable energy by 2045.

Thank you in advance for your kind consideration to pass HB 2249.

Respectfully yours,

**Denise Boisvert** 

Waikiki

<u>HB-2249-HD-2</u> Submitted on: 3/18/2018 12:40:48 PM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing
Susan Douglas	Individual	Support	No

Submitted on: 3/18/2018 1:30:50 PM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing	
Kim Jorgensen	Individual	Support	No	

# Comments:

This is a very important bill to encourage energy efficiency measures and to move Hawai'i toward our goal of 100% renewable energy by 2045.

Please pass HB 2249.

<u>HB-2249-HD-2</u> Submitted on: 3/18/2018 2:11:55 PM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing
Laura Gray	Individual	Support	No

<u>HB-2249-HD-2</u> Submitted on: 3/18/2018 2:43:14 PM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing
Sandra Fujita	Individual	Support	No

Submitted on: 3/18/2018 7:37:03 PM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing
tlaloc tokuda	Individual	Support	No

#### Comments:

I belong to 350HI and we try to assist policy makers to create bills that promote renewables, keep fossil fuels in the ground and try to make State Funds join the divestment movement so we support the following:

Technological development and R&D in PV, Wind generation, battery storage and driving prices down so that wind and PV are competitive with coal without all the environmental, social, health, poverty externalities. So we should try and implement the United Nations' Global Goals. 7. Hawaii is well placed to use these and other (OTEC, Geothermal & market mechanisms to transition to a 100% renewable future.

Aloha Chairs Inouye and Baker, Vice Chairs Espero and Tokuda, and members of the Committees,

I am writing in **SUPPORT** of HB2249. Anywhere GEMS monies can be used to save energy, they should be. Ideally, funds should be appropriated to all our public schools for energy efficiency and solar energy systems, but if it currently must be done via GEMS, so be it.

After the recent catastrophe in Puerto Rico, the need for better grid resiliency here is obvious. Hawaii is far past due for a direct hit from a powerful hurricane. This bill will help us reach our clean energy goals, and prepare for impending disaster. I urge the committees to pass this bill!

Mahalo for the opportunity to testify today.

Submitted on: 3/18/2018 7:39:50 PM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing	
Philipp LaHaela Walter	Individual	Support	No	

#### Comments:

Aloha Chairs Inouye and Baker, Vice Chairs Espero and Tokuda, and members of the Committees,

My name is Philipp LaHaela Walter and I live in Moiliili, Honolulu. I am in **STRONG SUPPORT** of this important bill that moves Hawai'i toward our goal of 100% renewable energy by 2045. We have a long way to go and many things to do before we reach this admirable and ambitious goal, which showcases to the world our commitment to combat climate change and preserve our beautiful planet for generations to come. This measure is one of several that will contribute to these important efforts. I urge the committees to pass this bill!

Mahalo for the opportunity to testify today.

Submitted on: 3/18/2018 8:44:38 PM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing	
Randy Ching	Individual	Support	No	

#### Comments:

Aloha Chairs Inouye and Baker, Vice Chairs Espero and Tokuda, and members of the Committees,

I am in **STRONG SUPPORT** of HB2249 HD2. Energy efficiency is one of our low hanging fruit. GEMS should play a valuable role in encouraging energy efficiency. GEMS has not been utilized to its maximum capacity. It should be leveraged with matching funds whenever possible.

Mahalo for the opportunity to testify today.

Randy Ching / Honolulu

Submitted on: 3/18/2018 11:00:21 PM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing	
Severine Busquet	Individual	Support	No	

#### Comments:

Hi,

I am writing in **SUPPORT** of HB2249. Anywhere Green Energy Market Securitization (GEMS) can be used to save energy. Ideally, funds should be appropriated to all our public schools for energy efficiency and solar energy systems, but if it currently must be done via GEMS, so be it.

After the recent catastrophe in Puerto Rico, the need for better grid resiliency here is obvious. Hawaii is far past due for a direct hit from a powerful hurricane. This bill will help us reach our clean energy goals, and prepare for impending disaster. I urge the committees to pass this bill!

Thanks for your attention

Severine

<u>HB-2249-HD-2</u> Submitted on: 3/19/2018 12:41:28 AM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing
Janet Pappas	Individual	Support	No

Submitted on: 3/19/2018 10:17:42 AM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing	
Kylie Cruz	Individual	Support	No	1

# Comments:

I live in Sen. Ihara's district and strongly support this bill.

Kylie Wager Cruz



HB2249

Grid Resiliency; Energy; Disaster Preparedness; Capital Investment; Rebate Program; Task Force (\$)

March 19 2018

Relating to Electric Grid Resiliency

Aloha Chairs Inouye, Baker, Vice Chairs Espero, Tokuda, and members of the committee, My name is Maxim Poudrier-Tudan and I am in support of HB2249 in relation to electric grid resiliency.

Hb2249 will greatly modernize our grid, as well as allow for the use of more sources of renewable energy. This modernization will help Hawai'i's infrastructure by greatly reducing blackouts, and the protect this state against the loss of power from natural disasters such as what happened in Puerto Rico after being devastated by hurricane Irma. Having a more resilient electric grid with renewable energy will safeguard this State's power when it becomes imperative for survival and relief. With such natural disasters becoming ever more apparent bills such as this are imperative for safeguarding Hawai'i for the future.

Thank you for allowing the Sierra Club Student Coalition to testify.



Submitted on: 3/19/2018 9:13:43 PM

Testimony for TRE on 3/19/2018 3:15:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing
Nanea Lo	Individual	Support	No

#### Comments:

Aloha Chairs Inouye and Baker, Vice Chairs Espero and Tokuda, and members of the Committees,

I am writing in **SUPPORT** of HB2249. Anywhere GEMS monies can be used to save energy, they should be. Ideally, funds should be appropriated to all our public schools for energy efficiency and solar energy systems, but if it currently must be done via GEMS, so be it.

After the recent catastrophe in Puerto Rico, the need for better grid resiliency here is obvious. Hawaii is far past due for a direct hit from a powerful hurricane. This bill will help us reach our clean energy goals, and prepare for impending disaster. I urge the committees to pass this bill!

Mahalo for the opportunity to testify today.

Nanea Lo

