DEPARTMENT OF PLANNING AND PERMITTING CITY AND COUNTY OF HONOLULU

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RICK BLANGIARDI MAYOR



February 16, 2021

The Honorable Sean Quinlan, Chair and Members of the Committee on Economic Development Hawaii House of Representatives Hawaii State Capitol 415 South Beretania Street Honolulu, Hawaii 96813

Dear Chair Quinlan and Committee Members:

#### Subject: House Bill No. 900, HD 1 Brownfields Cleanup Revolving Loan Fund

The Department of Planning and Permitting (DPP) **supports** House Bill No. 900, HD 1, which would enable use of the Hawaii Brownfields Cleanup Revolving Loan Fund for loans and sub-grants to eligible entities for brownfields site assessments, cleanup activities of contaminated sites, and site monitoring activities necessary to determine the effectiveness of a cleanup.

This measure would allow the City and County of Honolulu to receive funding to support cleanup activities for public benefit, such as to create a new shoreline park envisioned on contaminated property along the Pearl Harbor Historic Trail. The DPP manages the City's brownfields assessment grant, which cannot be used for cleanup activities, and has identified a number of potential brownfields sites for cleanup, in close coordination with State agencies. These sites could potentially accommodate park and open space, as well as affordable housing.

Should you have any questions, please contact Harrison Rue, Community Building and Transit-Oriented Development Administrator, at 768-8294.

Thank you for the opportunity to testify.

Very truly yours,

Director Designate

DEAN UCHIDA DIRECTOR DESIGNATE

DAWN TAKEUCHI APUNA DEPUTY DIRECTOR

EUGENE H. TAKAHASHI DEPUTY DIRECTOR

# **DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM**

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Statement of **MIKE MCCARTNEY** Director Department of Business, Economic Development, and Tourism before the HOUSE COMMITTEE ON ECONOMIC DEVELOPMENT

> Wednesday, February 17, 2021 10:00 AM State Capitol, Conference Room 312 Via Videoconference

### In consideration of HB 900. HD1 RELATING TO THE BROWNFIELDS CLEANUP REVOLVING LOAN FUND.

Chair Quinlan, Vice Chair Holt and members of the Committee. The Department of Business, Economic Development and Tourism (DBEDT) supports Administration Bill, HB 900, HD1, which amends Hawaii Revised Statutes (HRS) § 201-18 to allow the use of funds in the Hawaii Brownfields Cleanup Revolving Loan Fund (HBCRLF) to be used for cleanup grants and brownfields site assessments. The HBCRLF Program was capitalized with a \$2 million grant from the U.S. Environmental Protection Agency (EPA), and is administered by the Office of Planning (OP).

This measure is needed to authorize use of HBCRLF funds—currently limited to cleanup loans-for grants for cleanup activities and site assessments, which are allowed under the EPA closeout agreement with DBEDT for the HBCRLF grant. Broadening the use of funds for cleanup grants and site assessments will result in more effective and timely use of the funds, and facilitate reuse of underutilized, contaminated properties slated for redevelopment for affordable housing and community open space and park enhancements.

Thank you for the opportunity to testify.

#### DAVID Y. IGE GOVERNO

MIKE MCCARTNEY DIRECTOR

CHUNG I. CHANG DEPUTY DIRECTOR





# OFFICE OF PLANNING STATE OF HAWAII

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MARY ALICE EVANS DIRECTOR OFFICE OF PLANNING

Telephone: (808) 587-2846 Fax: (808) 587-2824 Web: http://planning.hawaii.gov/

Statement of MARY ALICE EVANS Director, Office of Planning before the HOUSE COMMITTEE ON ECONOMIC DEVELOPMENT Wednesday, February 17, 2021 10:00 AM Via Videoconference

## in consideration of HB 900, HD1 RELATING TO THE BROWNFIELDS CLEANUP REVOLVING LOAN FUND.

Chair Quinlan, Vice Chair Holt, and Members of the House Committee on Economic Development.

The Office of Planning (OP) **strongly supports** Administration Bill, HB 900, HD1, which would amend Hawaii Revised Statutes (HRS) § 201-18 to allow the use of funds in the Hawaii Brownfields Cleanup Revolving Loan Fund (HBCRLF) to be used for cleanup grants and brownfields site assessments, in addition to cleanup loans. The HBCRLF Program was capitalized with a \$2 million Brownfields Revolving Loan Fund grant from the U.S. Environmental Protection Agency (EPA) and is administered by OP.

This measure is needed to authorize and take advantage of expanded use of HBCRLF funds, which EPA provided under a closeout agreement for the HBCRLF grant. Broadening the use of funds for grants for cleanups and site assessments will result in more effective and timely use of the funds, because the demand for funds for grants as opposed to loans is high.

As the program administrator of the HBCRLF Program, OP has identified with its EPA and Department of Health partners, several potential projects seeking site assessment and/or cleanup grant funds for the restoration and reuse of underutilized, contaminated properties that are slated for redevelopment for affordable housing and community open space and park enhancements. This measure would enable use of the funds for such projects and put the HBCRLF funds to more productive use advancing the redevelopment of impaired lands for projects of community benefit.

Thank you for the opportunity to testify on this measure.

LATE \*Testimony submitted late may not be considered by the Committee for decision making purposes.

DAVID Y. IGE GOVERNOR OF HAWAII



STATE OF HAWAII DEPARTMENT OF HEALTH P. O. Box 3378 Honolulu, HI 96801-3378 doh.testimony@doh.hawaii.gov ELIZABETH A. CHAR, M.D. DIRECTOR OF HEALTH

WRITTEN TESTIMONY ONLY

## Testimony in SUPPORT of HB900-HD1 RELATING TO THE BROWNFIELDS CLEANUP REVOLVING LOAN FUND

REPRESENTATIVE SEAN QUINLAN, CHAIR HOUSE COMMITTEE ON ECONOMIC DEVELOPMENT Hearing Date: 2/17/2021 Room Number: Via Videoconference

**1 Fiscal Implications:** This measure will not impact the priorities identified in the Governor's

2 Executive Budget Request for the Department of Health's (Department) appropriations and

3 personnel priorities.

4 Department Testimony: The Department strongly supports this measure to expand the Hawaii
5 Brownfields Cleanup Revolving Loan Fund (BFRLF) authority to enable sub-grants to eligible
6 public, private and non-profit entities for the assessment and cleanup of contaminated properties
7 and return them to productive reuse.

The Department has dedicated federally funded staff within the Hazard Evaluation and 8 Emergency Response Office to actively support safe redevelopment of Brownfields sites. These 9 sites are often underutilized due to contamination or perceived contamination that hinders 10 11 redevelopment. The Department actively supports property owners and potential purchasers through outreach, Brownfield forums, and technical assistance needed to complete assessment 12 13 and remediation to prepare sites for redevelopment. A key part of this effort are our partnerships with Office of Planning who manages the BFRLF and U.S. EPA who initially capitalized the 14 15 fund and provides ongoing, annual competitive assessment and remediation grants.

16 Expanding the use of the BFRLF to conduct assessments and where necessary, cleanups of

17 potentially contaminated property, will encourage redevelopment of commercial or industrial

18 properties that are left idled, abandoned and underutilized because of contamination. Expanding

19 the use of the loan funds to sub-grants will benefit the local community by having more lands to

- 1 be developed for affordable housing, public parks, and open areas. This will also promote infill
- 2 redevelopment that will provide more land available for housing away from productive
- 3 agricultural lands.
- 4 The Department serves as the Site Manager for the Hawaii Brownfields Cleanup Revoving Loan
- 5 Fund Program with Office of Planning provides oversight and technical review in the
- 6 assessment and cleanup of these contaminated properties. The Department believes that this
- 7 legislation will benefit the state, counties, private owners, non-profit organizations in providing
- 8 more available lands for redevelopment.

### 9 Offered Amendments: None

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