Written Testimony Presented Before the House Committee on Finance February 21, 2008 at 5:00 p.m.

by

Virginia S. Hinshaw, Chancellor and Richard Dubanoski, Dean College of Social Sciences University of Hawai'i at Mānoa

HB 2166 - RELATING TO THE UNIVERSITY OF HAWAI'I

Chair Oshiro, Vice Chair Lee, and Members of the Committee:

Thank you for the opportunity to testify today. Unfortunately, the University of Hawai'i at Mānoa can only support the intent of the bill at this time because of our pressing priorities, such as our tremendous need for repairs and maintenance and health and safety issues, which are critical to our ability to perform our core mission for the State of Hawaii. We recognize that you have many priorities and issues to weigh for the state, so the following information on this program is provided to assist you in your decision-making process.

Sustainability is clearly a critically important effort for the entire State of Hawai'i. The University is committed to reducing its energy consumption and the Saunders Project has been leading a strong effort to accomplish that outcome. Our goal is to develop models for energy savings at the campus to benefit the entire university community and the people of Hawai'i. Currently repairs and maintenance projects are yielding substantial savings for the campus, so that has to be our major focus at this time, but there is certainly great respect and appreciation for the Saunders Project.

Thank you for the opportunity to testify, we appreciate all interest in the University, and want to emphasize that we will be able to perform better in all arenas and best serve the state with support of the current campus priorities approved by the Board of Regents.

TO: Representatives Marcus Oshiro, Chair

Committee on Finance

FROM: David Nixon, Associate Professor, Social Sciences Public Policy Center

University of Hawaii at Manoa

RE: Expression of Support for HB 2166

scheduled for testimony 2.21.2008 at 5:00pm, Conference Room 308

Thank you for the opportunity to express my support of HB2166.

The Sustainable Saunders initiative was originally proposed in Fall 2006 by the UH Legislators in Residence, Representative **Marumoto** and Senator **Chun Oakland**, and it is rapidly emerging as the focal point for sustainability on the UH Manoa campus. It is designated by the Chancellor and the Sustainability Council as one of the primary pilot projects for energy conservation. The initiative is spearheaded by the Social Sciences Public Policy Center, and is augmented in a significant way by a fantastic bunch of students who work tirelessly, effectively, and passionately through their independent student organization - the Sustainable Saunders HUB. Sustainable Saunders is being operated as a service learning experiment, and we have the dedicated and passionate contributions of many UH undergraduate and graduate students.. We're doing all this in a way to ensure that Saunders can serve as a model or template for public office buildings across the UH and the islands of Hawaii. I firmly believe that in the process, we are training the future leaders of Hawaii.

Saunders Hall is a tangible focal point for sustainability on the UH Manoa campus, and we have some dramatic and impressive accomplishments and projects underway. We launched a new deposit-bottle recycling program that achieved an 87% overall recycling rate, and reduced the number of bottles going into the dumpster by 70%. We launched an interactive Earth Day event that brought thousands of visitors to Saunders Hall to explore the possibilities and limits of workplace sustainability. Saunders Hall is home to most of the social science departments on campus. Naturally, then, we are in the process of doing some important scientific studies of human behaviors, and we have several very serious and carefully researched conservation programs underway that, together, can reduce the energy use of the building by a minimum of 20% with little or no resource investment. We have secured valuable equipment donations and commitments for installation assistance from several private sector renewable energy companies sufficient to install both the FIRST WIND TURBINE on the Manoa campus and the FIRST SOLAR PV ARRAY on the Manoa campus. These are to be small research and education in these fields.

Sustainable Saunders is working in cooperation with many campus and private sector partners. Our solar PV project is a collaborative effort between the Public Policy Center, HNEI, and four private sector companies who will be donating valuable equipment. Our bathroom retrofit

demonstration is in cooperation with UH Facilities, the Board of Water Supply, and two private sector donors. We have received some important seed money from the Dean of the College of Social Sciences, the Vice Chancellor for Facilities, the UH Manoa Sustainability Council, and our own fundraising efforts. Our submeter project has benefitted from some tremendous and selfless contributions from HECO. We are working in close cooperation with Facilities for the AC management plan

While many of the research and conservation projects of the Sustainable Saunders initiative focus on small scale human behaviors, conservation can only take us so far, and there are some very important technology investments that could emphatically bolster Saunders Hall as the focal point for energy conservation on the Manoa campus. UH Manoa Facilities management has long included the antiquated air conditioning system in its 'deferred maintenance list'. A professional energy and resource audit of Saunders Hall conducted by Energy Industries and sponsored by the Hawaii Energy Policy Forum echoed those plans in recommending an air conditioning retrofit and a large renewable energy and green roof installation on the Saunders rooftop as very cost-effective efforts. The AC upgrades will pay for themselves in reduced energy and water costs - for some items, the payback period is less than three years.

All told, EI recommended investments totaling \$1.7 million for Saunders. However, I don't support all of their recommendations.

- We are not prepared to go forward with a green roof installation, yet.
- •We much prefer that the renewable energy systems be set up as *demonstration and research* test-beds, rather than a large utility installation (and we have most of the necessary equipment for such projects already donated).
- EI failed to include a VAV system in their recommendations, which makes it unwise and unproductive to install variable motors for the Air Handling Units in isolation.

The table on the following page describes what I think would be an ideal budget for the money proposed in HB2166. Most of the AC upgrades are identical to those identified in the EI audit and proposed by UH Manoa Facilities for many many years. The renewable energy budget is a minimal investment in jump starting the also long overdue move of UH to take the lead in Hawaii's renewable energy. It will pay for some additional monitoring equipment and will leverage the donated equipment and installation assistance that is valued in the tens of thousands of dollars.

item	Cost	Annual resource savings (in kWh)	Annual financial savings	Estimated Payback Period (in years)
Chiller Replacement (to a variable speed motor)	\$480,000	310,600	\$49,700	9.3
Variable Primary Flow on Chill Water Pumps	\$118,000	112,200	\$18,000	6.3
Variable Frequency Drives on Condenser Water Pumps	\$46,000	91,000	\$14,600	2.8
Variable Frequency Drives for Cooling Towers	\$62,000	97,600	\$15,700	3.7
Occupancy Sensors for Office Fan Coils	\$118,000	135,700	\$21,800	5.2
Energy Management System	\$80,000	78,700	\$12,600	6.3
Renewable Solar/Wind Demonstration Project	\$44,000	26,000		1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
Totals	\$948,000	902,400	\$144,700	5.7

We are the beneficiaries of lots of moral support, some important logistical support, and we have become a focal point for private sector donor support. But we could use your help with these long overdue efforts. Blessed with abundant resources, the University of Hawaii can be a leader for the state and the world in solar and wind energy, and we're playing catch-up. I urge you to support the Sustainable Saunders effort to bring these crucially important technology investments to the University.

UH has set as a 30% energy reduction goal by 2012, and I know of no other place on campus as promising as Saunders to blaze the trail towards meeting that goal. I urge you to support this initiative.

I am writing to you as a citizen and as the UH faculty most intimately connected to the **Sustainable Saunders initiative**. Please note that I am not writing to you as a spokesperson for the University of Hawaii, and I do not want this bill to supplant any other essential funds in the University of Hawaii budget.

Thank you for the opportunity to express my support for this important legislation.

SUSTAINABLE SAUNDERS Help Us Bridge (HUB) Student Sustainability Team



LIVE CONNECT CREATE

Feb.20, 2008

TO: COMMITTEE ON FINANCE

Rep. Marcus R. Oshiro, Chair Rep. Marilyn B. Lee, Vice Chair

FROM: Shanah Trevenna

Student Sustainability Coordinator UHM Sustainable Saunders

RE: Expression of Support for HB 2166, scheduled for testimony 2.21.2008 at

5pm

Rep. Oshiro, Rep. Lee and the Committee on Finance,

The student team working on the Sustainable Saunders Hall project at the University of Hawaii at Manoa is very appreciative of the opportunity to testify in support of HB 2166.

Our team is comprised of passionate, committed students who have made the Saunders Hall project a top priority in our lives. Calling ourselves the HUB standing for Help Us Bridge our mission is two-fold: to demonstrate a sustainable community evolution and connect with the campus and extended community so that our united efforts can magnify and accelerate change. We have designed a web site to make transparent every detail of our progress such that what we learn, everyone learns (sustainablesaunders.hawaii.edu).

It has been a dream come true to coordinate this project. Previously, students devoted toward sustainability felt alone in their efforts. Sustainable Saunders gives everyone a tangible place to plug in and feel supported. Together we help each other brainstorm ideas, raise funds and remain very inspired. Through our community outreach and inclusive principles we aim to inspire and unite the community toward tangible change. The whole is truly greater than the sum of its parts.

Sustainable Saunders is also a unique opportunity to apply the UN's proven, whole-system approach which explores how improvement efforts in one area affect all other areas. And by working with the community throughout the entire process not only does this project evaluate the environmental and economic impact of sustainable solutions, it emphasizes the impact on an often overlooked asset, the people who live, breathe and work here. We are exploring the effects on behavior, health, productivity and perhaps most importantly, hope.

While we have been able to accomplish much with donated time and equipment from the

SUSTAINABLE SAUNDERS Help Us Bridge (HUB) Student Sustainability Team



LIVE CONNECT CREATE

community, we are approaching the time when additional resources are needed to invest in equipment that will pay itself back within a few years through the energy savings. Air conditioning repairs and retrofits would be top of the list. We also hope to invest in an energy management system that would help us manage the energy use resulting in conservation, but would also serve as an on-line portal for the community. UH should also be taking the lead in renewable energy for Hawaii. Saunders is the ideal site to have the first wind and solar demonstrations, especially since we've designed the plan with facilities and experts in the field. We just need some additional capital to make it happen.

Thank you once again for the opportunity to testify in support of Sustainable Saunders, a project we are very passionate about and which is been the source of much inspiration, collaboration and tangible action.

Shanah Trevenna Student Sustainability Coordinator

Hawai'i Energy Policy Forum

Mr. Robbie Alm, HECO Ms. Amy Asselbaye, Ofc of US Rep Neil Abercrombie

Ms. Catherine Awakuni, Div. of Consumer Advocacy

Mr. Warren Bollmeier

Hi Renewable Energy Alliance

Mr. Carlito Caliboso, PUC (Observer)

Mr. Albert Chee, Chevron

Mr. Kyle Datta, U.S. Biofuels

Sen. Kalani English, Hi State Senate

Mr. Mitch Ewan, UH HNEI

Mr. Carl Freedman

Haiku Design and Analysis

Mr. Mark Glick, OHA

Mr. Steve Golden, The Gas Company

Dr. Michael Hamnett, RCUH

Ms. Paula Helfrich, EDAH

Mr. William Kaneko, HI Institute for Public Affairs

Mr. Maurice Kaya, DBEDT

Mr. Darren Kimura, Energy Industries Holdings

Mr. Mike Kitamura, Ofc of US Sen. Daniel K. Akaka

Mr. Kal Kobayashi, Maui County

Mr. Laurence Lau, DOH

Ms. Yvonne Lau, Ofc of US Rep.

Mazie Hirono Mr. Allyn Lee, C&C of HNL

Mr. Aaron Leong, Ofc of US Senator Daniel K. Inouye Dr. Stephen Meder, AIA-Honolulu

en. Ron Menor, Hi State Senate 1r. Jeff Mikulina, Sierra Club

Dr. Bruce Miller, UH Ofc of Sustainability

Dr. Sharon Miyashiro, Social Sciences Public Policy Ctr.

Rep. Hermina Morita, HI State

House of Representatives Mr. Tim O'Connell, USDA/Rural

Development

Mr. Richard Paglinawan Pa Ku'i A Lua

Ms Melissa Paylicek Western States

Petroleum Assn Mr. Randy Perreira, HI State AFL-CIO

Mr. Rick Reed, Inter-Island

Solar Supply Dr. Rick Rocheleau, UH HNEI

Mr. Peter Rosegg, HECO

Mr. Steven Rymsha, KIUC

Mr. Riley Saito, PowerLight Corp. Mr. Glenn Sato, Kauai County OED

Mr. Bill Short, BIA of Hawaii

Mr. Ray Starling, HI Energy Grp

Mr. Lance Tanaka, Tesoro HI Corp

Dr. Don Thomas, UH Center for the

Study of Active Volcanoes

Mr. Murray Towill, Hawai'i Hotel Assn

Ms. Joan White, Hon Community Action Program

Testimony of Darren Kimura Co-Chair, Energy Efficiency Working Group

> House Committee on Finance Thursday, February 21, 2008 Agenda #8 - 5:00 p.m. Conference Room 308

IN SUPPORT OF HB 2166 - Relating to the University of Hawaii

I am Darren Kimura, Co-Chair of the Energy Efficiency Working Group of the Hawaii Energy Policy Forum ("Forum"). The Forum has been meeting since 2002 and has adopted a common vision and mission, and a comprehensive "10 Point Action Plan," which serves as a framework and guide for meeting our preferred energy vision and goals. The Forum supports the passage of HB 2166 that achieves the goal of Point Two to promote conservation and energy efficiency.

The "Sustainable Saunders" initiative was originally proposed in Fall 2006 by the UH Legislators in Residence, Representative Barbara Marumoto and Senator Suzanne Chun Oakland. The initiative has been supported by the Forum and the efforts to date are to be commended.

The Forum became involved with the Sustainable Saunders initiative, which sought to become a model of sustainability on campus and for the state, beginning with energy conservation measures at the Saunders Hall building.

In 2006, the Forum, through its "Energy by Example" program, sponsored five \$20,000 professional Preliminary Energy Assessments, which were awarded to various organizations to demonstrate the cost-effectiveness of building and/or retrofitting buildings with energy efficiency measures. Saunders Hall, the focus of the "Sustainable Saunders" initiative, was awarded one of the assessments because of the interest by the University and the residents of the building as well as its potential for showcasing resulting savings through energy efficiency actions.

More specifically, the Forum's engineering assessment was used to identify Energy Conservation and Renewable Energy Measures that would save energy. promote sustainable form and function, and save taxpayer money. Opportunities for cost effectively installing technologies such as new air conditioning chillers, lighting upgrades and energy management controls were found. Additionally, renewable energy opportunities were identified to produce green power from a solar photovoltaic system and reduce thermal gain by the installation of a green roof. These would constitute a landmark project for the University and for the State.

Since the initiation of the Sustainable Saunders proposal, and as a result of the Forum's Energy by Example energy assessment, the UHM administration, in partnership with HECO and students and faculty from the campus, has installed an electrical sub-meter in the building to monitor energy use, and performed a lighting assessment of the building. Building occupants have also made impressive energy conserving behavioral changes.

These are important first steps; however, more is needed in supporting the UHM administration to move forward in demonstrating energy and dollar savings and an improved quality of life in the campus facilities.

HB 2166 provides an appropriation of \$1.024 million to fund the energy conservation measures and tests two renewable energy technologies – wind and solar. If implemented, these measures will provide Saunders Hall a savings of \$167,350 per year and save over a million kilowatt hours/year. This is the roughly the equivalent of:

- Offsetting the energy consumed from approximately 90 households per year
- Planting approximately 958 trees per year
- Eliminating approximately 504,000 lbs of carbon dioxide per year

These energy efficient, sustainable initiatives would support the efforts of the UHM administration to demonstrate how existing buildings can showcase the energy goals of the University and of Act 96 passed by this Legislature in 2006, by demonstrating the benefits of energy, cost and greenhouse gas reductions and improved campus facilities as a result of collaborative work among numerous Hawaii stakeholders ranging from government to the private sector.

We strongly support the Sustainable Saunders initiative and HB 2166 as they advance efforts to achieve the energy conservation and efficiency goals of our 10 Point Plan.

Thank you for the opportunity to testify.