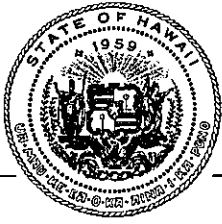


SB 1242



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

NEIL ABERCROMBIE
GOVERNOR
RICHARD C. LIM
INTERIM DIRECTOR
MARY LOU KOBAYASHI
PLANNING PROGRAM ADMINISTRATOR
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Statement of
MARY LOU KOBAYASHI
Planning Program Administrator, Office of Planning
Department of Business, Economic Development, and Tourism
before the
**SENATE COMMITTEE ON ENERGY AND ENVIRONMENT
AMD
SENATE COMMITTEE ON HAWAIIAN AFFAIRS**
Tuesday, February, 15, 2011
2:45 PM
State Capitol, Conference Room 225

in consideration of
SB 1242
**RELATING TO MAKING AN EMERGENCY APPROPRIATION OUT OF THE
BROWNFIELDS CLEANUP REVOLVING LOAN FUND.**

Chairs Gabbard and Galuteria, Vice Chairs English and Ryan, and Members of the
Senate Committees on Energy and Environment and Hawaiian Affairs.

SB 1242 requests that the Legislature make an emergency appropriation out of the
Brownfields Cleanup Revolving Loan Fund to raise the expenditure ceiling from the existing
\$1,000,000 ceiling to a total of \$2,000,000 so that federal funds can be disbursed to the
Department of Hawaiian Home Lands (DHHL) before the federal grant terminates at the end of
the current fiscal year 2010 – 2011. No state funds are involved.

The Department of Business, Economic Development & Tourism (DBEDT) received a
federal grant of \$2,000,000 from the Environmental Protection Agency for a brownfields cleanup
revolving loan program to clean up contaminated sites. Funds under this grant must be disbursed
by the end of the current fiscal year or they will be lost.

DBEDT executed a no-interest loan to DHHL to clean up a contaminated site in Kapolei. The amount of funds that remain to be disbursed exceeds the existing expenditure ceiling of \$1,000,000. Therefore, an appropriation increase to \$2,000,000 is needed before the end of this fiscal year to allow DBEDT to fulfill its loan contract with DHHL and meet its requirements under the federal grant. The general public and DHHL waiting list beneficiaries will benefit from the cleanup of the contaminated site.

We strongly urge your support for this bill.

Thank you for the opportunity to offer these comments.

NEIL ABERCROMBIE
GOVERNOR
STATE OF HAWAII



ALBERT "ALAPAKI" NAHALE-A
CHAIRMAN
HAWAIIAN HOMES COMMISSION

ROBERT J. HALL
DEPUTY TO THE CHAIRMAN

STATE OF HAWAII
DEPARTMENT OF HAWAIIAN HOME LANDS

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TESTIMONY OF ALAPAKI NAHALE-A, CHAIRMAN
HAWAIIAN HOMES COMMISSION
BEFORE THE SENATE COMMITTEES ON ENERGY AND ENVIRONMENT &
HAWAIIAN AFFAIRS ON

**SB 1242, MAKING AN EMERGENCY APPROPRIATION OUT OF THE BROWNFIELDS
CLEANUP REVOLVING LOAN FUND**

February 15, 2011

Chair Gabbard, Vice-Chair Galuteria and Members of the Committees:

The Department of Hawaiian Home Lands (DHHL) supports this measure as it impacts our brownfield cleanup in Kapolei. This project is estimated to cost \$2 million and is scheduled to begin this summer. Completion of this project will support the development of approximately 1,000 residential homestead lots as well as other projects like the Salvation Army Kroc Center.

We understand that this emergency appropriation does not require or involve any state funds, and if the federal grant dollars are not expended by June 30, 2011, they will be lost. We respectfully ask that your committees pass this measure.

Thank you for the opportunity to testify.