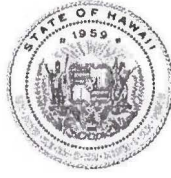


HB 2607, HD1

TESTIMONY



WRITTEN ONLY

DAVID Y. IGE
GOVERNOR

WESLEY K. MACHIDA
DIRECTOR

RODERICK K. BECKER
DEPUTY DIRECTOR

EMPLOYEES' RETIREMENT SYSTEM
HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND
OFFICE OF THE PUBLIC DEFENDER

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

TESTIMONY BY WESLEY K. MACHIDA
DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE
TO THE SENATE COMMITTEE ON TRANSPORTATION AND ENERGY
ON
HOUSE BILL NO. 2607, H.D. 1

March 15, 2016
2:45 P.M.

**AUTHORIZING THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO
ASSIST PQ ENERGY LLC**

House Bill No. 2607, H.D. 1, authorizes the issuance of Special Purpose Revenue Bonds (SPRB) to provide financing to assist PQ Energy LLC and to be formed special purpose entities with the development and construction of renewable energy plants within the State of Hawaii pursuant to Part V, Chapter 39A, Hawaii Revised Statutes.

The Department is providing comments only to advise the Legislature and prospective SPRB parties that should the legislation be approved, approval of the SPRB issuance will require further discussion and satisfactory credit underwriting review of the financing components with respect to any proposed financing.

The Department also recommends an amendment to Section 4 of the bill, as follows (deleted language striked through; new language underlined):

“SECTION 4. The department of budget and finance is authorized, from time to time, including times subsequent to ~~July 1, 2016~~ June 30, 2021, to issue special purpose revenue bonds...”

The amendment to Section 4 will allow the special purpose revenue bonds to be refunded after the sunset date of the authorization.

Thank you for the opportunity to provide testimony on this measure.

**Testimony of
Gary M. Slovin / Mihoko E. Ito
on behalf of
PVT Land Company**

DATE: March 14, 2016

TO: Senator Lorraine Inouye
Chair, Committee on Transportation and Energy
Submitted Via TRETestimony@capitol.hawaii.gov

RE: **H.B. 2607, H.D. 1 – Authorizing the Issuance of Special Purpose Revenue Bonds to Assist PQ Energy LLC**
Hearing Date: Tuesday, March 15, 2016 at 2:45pm
Conference Room: 229

Dear Chair Inouye and Members of the Committee on Transportation and Energy:

PVT Land Company submits this testimony in support of H.B. 2607, H.D. 1, which authorizes the issuance of Special Purpose Revenue Bonds to assist PQ Energy LLC.

PVT supports the production of clean renewable energy from locally produced solid waste. The development of waste-to-energy power plants will not only contribute to the State's energy security, but will also reduce the State's carbon footprint and the environmental impact of landfilling waste while adding living-wage jobs to the State's economy.

For these reasons, PVT Land Company supports H.B. 2607, H.D. 1 and respectfully requests this committee to pass the measure.

Thank you for the opportunity to submit testimony on this measure.

Gary M. Slovin
Mihoko E. Ito
C. Mike Kido
Tiffany N. Yajima

999 Bishop Street, Suite 1400
Honolulu, HI 96813
(808) 539-0840

Kaala Coleman

From: mailinglist@capitol.hawaii.gov
Sent: Monday, March 14, 2016 11:37 AM
To: TRE Testimony
Cc: kekoa.mcclellan@pelatronpower.com
Subject: Submitted testimony for HB2607 on Mar 15, 2016 14:45PM

HB2607

Submitted on: 3/14/2016

Testimony for TRE on Mar 15, 2016 14:45PM in Conference Room 229

Submitted By	Organization	Testifier Position	Present at Hearing
Kekoa McClellan	PQ Energy LLC / Pelatron Power Evolution	Support	No

Comments: Aloha and Mahalo for your support of renewable energy projects in Hawaii. We respectfully request the committee consider reinstating the value and effective date of the SPRB which were in the initial draft of HB2607. Me ka pono, Kekoa McClellan Pelatron Power Evolution / PQ Energy LLC

Please note that testimony submitted less than 24 hours prior to the hearing, improperly identified, or directed to the incorrect office, may not be posted online or distributed to the committee prior to the convening of the public hearing.

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