Testimony of Trent L. Clark Public and Government Affairs Director Monsanto Soda Springs, Idaho

Before the Joint Interim Committee on Energy, Environment and Technology

Thursday, November 3, 2011

Mssrs. Co-Chairs. Please consider the following pronouncements by the world's foremost commentators on energy policy:

Energy is a crucial ingredient for economic development.

- Bihemo Kimasa, The Role of Energy in Economic Growth, December 26, 2010, p. 1.1

Secure, reliable and affordable energy sources are fundamental to economic stability and development.

- Paul Bulteel, Union of the Electricity Industry, and Pantelis Capros, Professor at National Technical University of Athens, World Energy Congress²

The World Summit on Sustainable Development (WSSD) recognized the explicit link between access to energy services and poverty reduction. . . . Energy services such as lighting, heating, cooking, motive power, mechanical power, transport and telecommunications are essential for socio-economic development, since they yield social benefits and support income and employment generation.

- United Nations Human Habitat Conference, Keynote Paper, June 22, 2005³

Energy used per unit of economic output has declined, but that this is to a large extent due to a shift in energy use from direct use of fossil fuels such as coal to the use of higher quality fuels,

¹ The process of converting economic inputs – capital, labor, and various forms of energy such as oil, coal etc – into economic outputs such as manufactured goods and services can be expressed using an equation called *production* function. http://vijana.fm/2010/12/26/the-role-of-energy-in-economic-growth-2/

² http://www.worldenergy.org/documents/p001469.pdf

 $^{3 \}underline{\text{http://www.unhabitat.org/downloads/docs/920}} \ 88725 \ \underline{\text{The\%20Energy\%20challenge\%20for\%20achieving\%20th}} \\ \underline{\text{e\%20millenium\%20development\%20goals.pdf}}$

and especially electricity. When this shift in the composition of final energy use is taken into account energy use and the level of economic activity are found to be tightly coupled.

- David I. Stern, Energy and Economic Growth, April 2003⁴

Clearly, the inability to pay **high energy costs** is a threat to the achievement of all of the Millennium Development Goals. It **holds back economic growth and job creation**. The answer is to provide access to affordable energy for all.

- Ban Ki-moon, United Nations Secretary-General, 10 October 2011⁵

I present these quotations to you in hopes of convincing you that no policy right now is more intrinsic to basic task of getting Idahoans back to work, in secure, decent-paying jobs, than to assure Idahoans access to affordable energy. That being the case, I would sincerely hope the Interim Committee would allow for more public input and statewide discussion of this policy than what we have had to date. I respectfully request that the plan be open for public comment for at least another six weeks so as to allow a broad cross-section of the state to fully digest and provide meaningful commentary on a plan that may be the critical link to our state's future prosperity.

Thank you.

⁴ http://www.localenergy.org/pdfs/Document%20Library/Stern%20Energy%20and%20Economic%20Growth.pdf. Department of Economics, Sage 3208, Rensselaer Polytechnic Institute, 110 8th Street Troy, NY, 12180-3590, USA

⁵ http://www.iea.org/weo/leaders.asp