A BILL FOR AN ACT

RELATING TO A MAJOR DISASTER TRUST ACCOUNT.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. During a disaster, the state civil defense
- 2 division of the department of defense advances payments for
- 3 disaster relief out of the major disaster fund, which is usually
- 4 supplemented by department of defense operating funds and
- 5 general fund moneys, until the moneys are reimbursed by the
- 6 Federal Emergency Management Agency. However, reimbursements
- 7 can take up to a year or more. Moreover, federal reimbursements
- 8 received after June 30 are lapsed into the general fund of the
- 9 State, which places further strain on the department's already
- 10 tight budget.
- 11 Allowing federal reimbursements to be held in a trust
- 12 account would ensure that those funds do not lapse at the end of
- 13 the fiscal year, which means the department would no longer have
- 14 to use operating funds for emergency disaster relief.
- 15 The purpose of this Act is to allow federal reimbursement
- 16 moneys for disaster relief to be deposited into a trust account
- 17 for disaster relief.

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         SECTION 2. Section 127-11, Hawaii Revised Statutes, is
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    amended to read as follows:
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          "§127-11 Major disaster fund. (a) The director shall
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    submit requests to the legislature to appropriate from the
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    general revenues of the State sufficient moneys as may be
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    necessary for expenditure by or under the direction of the
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    governor for immediate relief in the event of the occurrence of
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    any major disaster in any part of the State; provided that:
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         (1)
              The governor may not expend in excess of $2,000,000
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              for immediate relief of any single major disaster or
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              emergency; and
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         (2)
              In addition to the funds in paragraph (1), an
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              additional $2,000,000 shall be available solely for
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              the purpose of matching federal disaster relief funds
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              when these funds become available following a
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              presidential disaster declaration.
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    In expending the moneys, the governor may allot any portion
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    thereof to any agency, office, or employee, federal, state, or
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    county, for the more speedy and efficient relief of the
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    conditions created by the disasters. The governor may determine
    whether a major disaster contemplated by this section has
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    occurred.
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- 1 (b) Federal reimbursement moneys for disaster relief shall
- 2 be deemed to be trust moneys and may be deposited into a trust
- 3 account with and under the control of the department of
- 4 defense. These moneys and any interest earned thereon shall be
- 5 used for the purpose identified in subsection (a) and shall not
- 6 lapse into the general fund."
- 7 SECTION 3. There is appropriated out of the general
- 8 revenues of the State of Hawaii the sum of \$ or so much
- 9 thereof as may be necessary for fiscal year 2010-2011 for
- 10 deposit into the trust account established under section 2 of
- 11 this Act.
- 12 The sum appropriated shall be expended by the department of
- 13 defense for the purposes of this Act.
- 14 SECTION 4. New statutory material is underscored.
- 15 SECTION 5. This Act shall take effect on July 1, 2055.

Report Title:

Major Disaster Trust Account; Federal Reimbursements

Description:

Allows federal reimbursement moneys for disaster relief to be deposited into a trust account for future disaster relief. Prohibits lapsing into general fund. (SD2)

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