

EXECUTIVE CHAMBERS

DAVID Y. IGE GOVERNOR

June 27, 2022

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Thirty-First State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirty-First State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on June 27, 2022, the following bill was signed into law:

HB1586 HD2 SD1 CD1

RELATING TO DISASTER RESPONSE. **ACT 116**

Sincerely,

DAVID Y. IGE

Governor, State of Hawai'i

ORIGINAL

Approved by the Governor Jun 2 7 2022

JUN 2 7 2022

HOUSE OF REPRESENTATIVES THIRTY-FIRST LEGISLATURE, 2022 STATE OF HAWAII **ACT** 1 1 6 H.B. NO. H.D. 2 S.D. 1 C.D. 1

A BILL FOR AN ACT

RELATING TO DISASTER RESPONSE.

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

1	SECTION 1. The legislature finds that Hawaii has always
2	been vulnerable to natural disasters, including hurricanes,
3	earthquakes, volcanic eruptions, storm surges, tsunamis, and
4	wildfires. The legislature further finds that over the years,
5	various state departments and agencies have been affected by
6	natural disasters and emergencies and have spent departmental
7	funds to respond to incidents as necessary. Many departments
8	apply for reimbursement for the costs of emergency response
9	measures from the Federal Emergency Management Agency. Disaster
10	reimbursement may take months or years, depending on the federal
11	government. The delay in disaster reimbursements has resulted
12	in the holding of federal reimbursement funds in the major
13	disaster fund, rather than the funds being returned to the
14	originating department or agency.
15	The purpose of this Act is to:
16	(1) Clarify that federal funds received by the State for

reimbursement of disaster-related expenses, except for

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1		rederal lunds received by the State to reimburse the
2		department of education for disaster-related expenses,
3		shall first be applied to the originating fund used by
4		the department or agency for payment of disaster
5		relief expenses; provided that if the original
6		appropriation has lapsed, the funds shall be returned
7		to the general fund; and
8	(2)	Require the administrator of the Hawaii emergency
9		management agency to submit an annual report to the
10		legislature on the status of federal reimbursement
11		moneys for disaster response, and disaster response
12		spending by each state department and agency.
13	SECT	ION 2. Section 127A-16, Hawaii Revised Statutes, is
14	amended t	o read as follows:
15	"§12	7A-16 Major disaster fund. (a) The administrator
16	shall sub	mit requests to the legislature to appropriate from the
17	general r	evenues of the State sufficient moneys as may be
18	necessary	for expenditure by or under the direction of the
19	governor	for immediate relief in response to an emergency or
20	disaster	in any part of the State; provided that:

H.B. NO. H.D. 2 S.D. 1

1	(1)	The governor has issued a proclamation of a state of	
2		emergency;	
3	(2)	The governor [may] shall not expend in excess of	
4		\$10,000,000 for immediate relief as a result of any	
5		single emergency or disaster; and	
6	(3)	In addition to the funds in paragraph (2), an	
7		additional \$5,000,000 may be made available solely for	
8		the purpose of matching federal disaster relief funds	
9		when these funds become available to the State	
10		following a presidential disaster declaration.	
11	In expend	ing the moneys, the governor may allot any portion	
12	thereof to any agency, office, or employee of the State or a		
13	county for the most efficient relief for the population.		
14	Notwithstanding this subsection, the only exception to		
15	paragraphs (1), (2), and (3) is that the administrator may use		
16	up to \$250,000 per year to support the emergency management		
17	reserve corps.		
18	(b)	No later than sixty days after any allotment by the	
19	governor	or the expenditure of any fund moneys, the	
20	administr	ator shall report to the legislature on the purpose of	

the allotment or expenditure.

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1	(c) Except as provided in subsection (d), federal
2	reimbursement moneys for disaster relief shall be deemed to be
3	trust moneys and [may] shall be deposited into a trust account
4	with and under the control of the Hawaii emergency management
5	agency. [These moneys and any interest earned thereon shall be
6	used for the purpose identified in subsection (a) and shall not
7	lapse to the general fund. Upon receipt by the Hawaii emergency
8	management agency, these moneys shall be reimbursed to the
9	originating fund of the expending agency; provided that if the
10	original appropriation has lapsed, the funds shall be returned
11	to the general fund.
12	(d) In cases in which the department of education expends
13	the funds appropriated to the department for purposes deemed to
14	be reimbursable by federal reimbursement moneys for disaster
15	relief, the federal reimbursement moneys shall not lapse to the
16	general fund and shall be credited directly to the department of
17	education without regard to whether the original appropriation
18	has lapsed. Such funds shall carry over in accordance with
19	section 37-41.5(c).

1	(e)	Any unspent funding under \$2,500,000 shall be rolled
2	over to t	he next fiscal year to support future emergencies and
3	disasters	
4	(f)	Each state department and agency shall submit to the
5	administr	ator no later than August 1 of each year a report of
6	all funds	expended, if any, for the prior fiscal year by the
7	state dep	artment and agency for disaster response. The report
8	shall inc	lude:
9	(1)	The source of funds, including the name and account
10		number of the funding source;
11	(2)	The amount and purpose of each expenditure; and
12	(3)	Whether any programs, activities, or contracts were
13		reduced as a result of disaster response spending by
14		the state department and agency.
15	(g)	The administrator shall submit an annual report to the
16	legislatu	re no later than September 1 of each year on:
17	(1)	The amount of federal reimbursement moneys for
18		disaster response that the State could have applied
19		for during the prior fiscal year. The report shall
20		indicate the amount of federal reimbursement moneys

1		for disaster response broken down by department and
2		agency;
3	(2)	The amount of federal reimbursement moneys for
4		disaster response that the State applied for and the
5		amount received during the prior fiscal year. The
6		report shall indicate the amount of federal
7		reimbursement moneys for disaster response broken down
8		by department and agency;
9	(3)	The justification for any difference in the amount of
10		federal reimbursement moneys for disaster response
11		that the State was eligible for and the amount the
12		State applied for;
13	(4)	The average amount of time between the submittal of an
14		application for a Federal Emergency Management Agency
15		reimbursement and receipt of the funds;
16	<u>(5)</u>	The number of disaster accounts opened for the prior
17		fiscal year; and
18	<u>(6)</u>	The information relating to the expenditure of funds
19		that is reported by each state department and agency
20		pursuant to subsection (f)."

- 1 SECTION 3. If any part of this Act is found to be in
- 2 conflict with federal requirements that are a prescribed
- 3 condition for the allocation of federal funds to the State, the
- 4 conflicting part of this Act is inoperative solely to the extent
- 5 of the conflict and with respect to the agencies directly
- 6 affected, and this finding does not affect the operation of the
- 7 remainder of this Act in its application to the agencies
- 8 concerned. The rules under this Act shall meet federal
- 9 requirements that are a necessary condition to the receipt of
- 10 federal funds by the State.
- 11 SECTION 4. Statutory material to be repealed is bracketed
- 12 and stricken. New statutory material is underscored.
- SECTION 5. This Act shall take effect on July 1, 2022.

APPROVED this 27th day of June

, 2022

Amil y Jge GOVERNOR OF THE STATE OF HAWAII

HB No. 1586, HD 2, SD 1, CD 1

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 3, 2022 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-First Legislature of the State of Hawaii, Regular Session of 2022.

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Scott K. Saiki Speaker House of Representatives

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Brian L. Takeshita

Chief Clerk

House of Representatives

THE SENATE OF THE STATE OF HAWAI'I

Date: May 3, 2022 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-First Legislature of the State of Hawai'i, Regular Session of 2022.

President of the Senate

Clerk of the Senate