

STATE OF HAWAI'I DEPARTMENT OF DEFENSE HAWAI'I EMERGENCY MANAGEMENT AGENCY

TESTIMONY ON HOUSE BILL 1586, HD2, SD1 RELATING TO DISASTER RESPONSE

BEFORE THE SENATE COMMITTEE ON WAYS AND MEANS BY

Luke P. Meyers Administrator, Hawaiʻi Emergency Management Agency (HI-EMA)

APRIL 8, 2022

Aloha Chair Dela Cruz, Vice-Chair Keith-Agaran, and Members of the Committee:

Thank you for the opportunity to submit testimony to **OFFER COMMENTS** on HB1586, HD2, SD1.

House Bill 1586, HD2, SD1 requires federal disaster relief reimbursement moneys, except federal disaster relief reimbursement moneys for the Department of Education, to be deposited into a trust account of the Hawaii Emergency Management Agency and reimbursed to the originating fund of the expending agency, with funds to be returned to the general fund upon lapse of the original appropriation. Requires annual reports to the legislature on federal reimbursement moneys, and disaster response spending by each state agency. Appropriates funds.

Having a trust account for federal disaster relief reimbursement monies allows for quicker reimbursements to state departments and agencies that have expended funds due to disaster and will allow for the State to match federal emergency reimbursement funds. Additional restrictions on the trust fund account and removing the rollover limit will hinder HI-EMA's ability to manage open and future emergencies and disasters. These changes, combined with the current fiscal year reductions in operating budget and personnel to HI-EMA, will lead to less effective management of how we respond to and recover from emergencies and disasters.

Added reporting requirements on the Administrator regarding Federal funds received during a disaster will create substantial challenges due to the uncertain durations of different types of disasters as well as the myriad sources from which Federal funds originate. HI-EMA currently produces reports and summaries on a routine basis for Federal funds through the response, recovery, and mitigation functions. HI-EMA is willing and committed to sharing these with the community and our stakeholders. HI-EMA currently is managing response, recovery, mitigation functions dating back to 2006 for more than twelve open disasters.

The HI-EMA supports an appropriation for disaster response efforts provided it does not conflict with the Governor's budget priorities.

Thank you for the opportunity to provide testimony on House Bill 1586, HD2, SD1.

Luke P. Meyers: Luke.P.Meyers@hawaii.gov; 808-733-4300

Written Comments

KEITH T. HAYASHI INTERIM SUPERINTENDENT

DAVID Y. IGE GOVERNOR



STATE OF HAWAI'I DEPARTMENT OF EDUCATION P.O. BOX 2360 HONOLULU, HAWAI'I 96804

> Date: 04/08/2022 Time: 10:40 AM Location: CR 211 & Videoconference Committee: Senate Ways and Means

Department:	Education
Person Testifying:	Keith T. Hayashi, Interim Superintendent of Education
Title of Bill:	HB 1586, HD2, SD1 RELATING TO DISASTER RESPONSE.
Purpose of Bill:	Requires federal disaster relief reimbursement moneys, except federal disaster relief reimbursement moneys for the Department of Education, to be deposited into a trust account of the Hawaii Emergency Management Agency and reimbursed to the originating fund of the expending agency, with funds to be returned to the general fund upon lapse of the original appropriation. Requires annual reports to the legislature on federal reimbursement moneys, and disaster response spending by each state agency. Appropriates funds. Effective 7/1/2051. (SD1)

Department's Position:

The Hawaii State Department of Education (Department) respectfully offers comments.

The Department appreciates that the SD1 preserves the original language in Sections §37-41.5(c) and §127A-16(d), Hawaii Revised Statutes, which together allow the Department to retain federal disaster relief funds when federal disaster relief reimbursements are issued to the Department. These sections are needed to allow the Department to receive and retain federal disaster relief reimbursements for expenditures made by the Department in instances when, as often the case, it takes several years for the federal reimbursements to be issued. Without these sections, if the appropriation used by the Department to pay for the disaster relief has since lapsed by the time federal reimbursements are issued, under current accounting practice, the reimbursement would simply go to the State Treasury. These sections only apply in the

event that the Department is required to expend funds appropriated for other purposes for disaster relief.

The Department appreciates continued support for improving reliability and predictability of financing disaster relief and for school operations.

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