S.B. NO. 3068 S.D. 1 H.D. 1 C.D. 1

A BILL FOR AN ACT

MAKING APPROPRIATIONS FOR WILDFIRE RECOVERY.

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

SECTION 1. The legislature finds that the devastating
 wildfires brought on by winds from Hurricane Dora on August 8,
 2023, resulted in one of the worst natural disasters in the
 State's history. The wildfires caused loss of life and
 displacement of thousands on the island of Maui. The disaster
 also destroyed nearly all of Lahaina.

7 The people of Hawaii and the world responded 8 compassionately by coming together with donation drives and 9 relief efforts to support those on Maui who had survived the 10 devastation. Federal, state, and county agencies worked 11 together with nonprofit organizations, including the American 12 Red Cross, Hawaii Community Foundation, Maui United Way, and 13 many others, on the emergency response and recovery efforts.

14 The legislature further finds that to support response and 15 recovery efforts and address immediate 2023 wildfire funding 16 needs, the governor, through the seventh emergency proclamation 17 relating to wildfires, dated September 8, 2023, and executive

18 memorandum no. 23-08, redirected \$164.1 million, after SB3068 CD1 LRB 24-1805.docx





1 adjustments, from selected general fund operating appropriations from Act 164, Session Laws of Hawaii 2023, originally intended 2 3 for specific purposes and capital improvement projects, to the 4 department of budget and finance. The department of budget and 5 finance subsequently transferred \$65 million to the major 6 disaster fund and set aside the remaining \$99.1 million for the 7 State's share of noncongregate housing and debris clean-up costs 8 initially being paid by the Federal Emergency Management Agency. 9 These steps, among others, allowed the State to address response 10 and recovery expenses incurred thus far without cutting 11 positions and departmental base budgets.

12 The legislature notes that this Act is a vital component to 13 funding wildfire recovery. In addition to significant funding 14 in this Act, the Supplemental Appropriations Act of 2024 15 appropriates \$96,560,000 for various infrastructure projects on 16 Maui that include:

17 (1) \$4,560,000 for a final disposition site;

18 (2) \$11,000,000 for wastewater collection system repairs;

19 (3) \$9,000,000 for wastewater collection system laterals
20 and cleanouts;

21

(4) \$3,000,000 for traffic signal replacement;

SB3068 CD1 LRB 24-1805.docx

S.B. NO. ³⁰⁶⁸ S.D. 1 H.D. 1 C.D. 1

1 \$10,000,000 for fire flow improvements to water (5) 2 systems; 3 (6) \$10,000,000 for water supply infrastructure repairs 4 and replacements; 5 (7) \$8,000,000 for storm drainage, flood control, and 6 water quality improvements; 7 (8) \$8,000,000 for roadway connectivity for disaster 8 evacuation; and 9 \$33,000,000 for the repair and rehabilitation of (9) 10 highways in Lahaina. 11 The legislature further finds that the status of Federal 12 Emergency Management Agency eligible and ineligible expenses 13 remains uncertain, making accurate appropriations an extreme 14 challenge. 15 The purpose of this Act is to appropriate additional moneys 16 to continue the State's recovery efforts in response to the Maui 17 wildfires and to accelerate statewide wildfire mitigation and

18 response capabilities.

19 SECTION 2. In accordance with section 9 of article VII of 20 the Constitution of the State of Hawaii and sections 37-91 and 21 37-93, Hawaii Revised Statutes, the legislature has determined

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1	that the appropriations contained in H.B. No. 40, S.D. 1,
2	C.D. 1, will cause the state general fund expenditure ceiling
3	for fiscal year 2024-2025 to be exceeded by \$323,123,869 or 3.0
4	per cent. In addition, the appropriations contained in this Act
5	will cause the general fund expenditure ceiling for fiscal year
6	2024-2025 to be further exceeded by \$221,189,453 or 2.5 per cent.
7	The reasons for exceeding the general fund expenditure ceiling
8	are that:
9	(1) The appropriations made in this Act are necessary to
10	serve the public interest; and
11	(2) The appropriations made in this Act meet the needs
12	addressed by this Act.
13	SECTION 3. There is appropriated out of the state risk
14	management revolving fund established by section 41D-4, Hawaii
15	Revised Statutes, the sum of \$200,000,000 or so much thereof as
16	may be necessary for fiscal year 2024-2025 for insurance claim
17	payments related to the Maui wildfires disaster that began on
18	August 8, 2023; provided that the department of accounting and
19	general services shall submit to the legislature, on the seventh
20	day of each month, the following information associated with the
21	Maui wildfires disaster that began on August 8, 2023:

SB3068 CD1 LRB 24-1805.docx

S.B. NO. 3068 S.D. 1 H.D. 1 C.D. 1

1	(1)	The date of insurance proceeds allocation;
2	(2)	The amount of proceeds allocated;
3	(3)	The date of each expenditure;
4	(4)	The amount of each expenditure;
5	(5)	The purpose of each expenditure;
6	(6)	Any contracts executed for the expenditure of funds;
7	(7)	All liquidation dates for contracts or liabilities;
8		and
9	(8)	A detailed explanation of the public purposes served
10		by the expenditure of resources.
11	Notw	ithstanding any law to the contrary, the governor shall
12	submit to	the legislature, no later than thirty days prior to
13	the conve	ning of the regular session of 2025, a summary report
14	containin	g the aforementioned information for the previous
15	twelve-mo	nth period from December 1 to November 30.
16	The	sum appropriated shall be expended by the department of
17	accountin	g and general services, state risk management and
18	insurance	administration (AGS 203), for the purposes of this
19	section,	with the approval of the comptroller.
20	SECT	ION 4. There is appropriated out of the general

revenues of the State of Hawaii the sum of \$186,160,000 or so

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1 much thereof as may be necessary for fiscal year 2024-2025 as a 2 set-aside for recovery costs for the Maui wildfires disaster 3 that began on August 8, 2023; provided that notwithstanding any 4 law to the contrary the governor may authorize the transfer of 5 up to \$186,160,000 in general funds to other state agencies for recovery costs for the Maui wildfires disaster that began on 6 7 August 8, 2023; provided further that the governor shall provide 8 notice to the legislature fourteen days prior to the date of any 9 transfer and submit a report to the legislature within five days 10 of each use of this authority; provided further that the report 11 shall include the date of transfer, the amount of the transfer, 12 the program ID to which funds were transferred, and an 13 explanation of the purpose of the transfer of resources.

14 Notwithstanding any law to the contrary, the governor shall
15 submit to the legislature, no later than thirty days prior to
16 the convening of the regular sessions of 2025 and 2026, a
17 summary report containing the aforementioned information for
18 each use of this authority for the previous twelve-month period
19 from December 1 to November 30.





1	The sum appropriated shall be expended by the department of
2	budget and finance, departmental administration and budget
3	division (BUF 101), for the purposes of this Act.
4	SECTION 5. Notwithstanding any law to the contrary, the
5	department of budget and finance or any department or agency
6	receiving funds transferred by the governor under this Act shall
7	submit to the legislature, on the seventh day of each month, the
8	following information associated with the Maui wildfires
9	disaster that began on August 8, 2023:
10	(1) The date of each expenditure;
11	(2) The amount of each expenditure, for expenses that are
12	Federal Emergency Management Agency eligible; and
13	separately, for expenses that are Federal Emergency
14	Management Agency ineligible;
15	(3) The purpose of expenditures;
16	(4) Any contracts executed for the expenditure of funds;
17	(5) All liquidation dates for contracts or liabilities;
18	and
19	(6) A detailed explanation of the public purposes served
20	by the expenditure of resources.

SB3068 CD1 LRB 24-1805.docx

Page 7



Notwithstanding any law to the contrary, the governor shall
 submit to the legislature, no later than thirty days prior to
 the convening to the regular session of 2025, a summary report
 containing the aforementioned information for the previous
 twelve-month period from December 1 to November 30.

6 SECTION 6. There is appropriated out of the general
7 revenues of the State of Hawaii the sum of \$62,500 or so much
8 thereof as may be necessary for fiscal year 2024-2025 for a
9 temporary library located in Lahaina, Maui.

10 The sum appropriated shall be expended by the Hawaii state 11 public library system, public libraries (EDN 407) for the 12 purposes of this section.

13 SECTION 7. (a) There is appropriated out of the general 14 revenues of the State of Hawaii the sum of \$424,344 or so much 15 thereof as may be necessary for fiscal year 2024-2025 for six 16 full-time equivalent (6.0 FTE) temporary positions in the 17 department of human services.

(b) There is appropriated out of the general revenues of
the State of Hawaii the sum of \$13,370,000 or so much thereof as
may be necessary for fiscal year 2024-2025, and the sum of
\$12,751,554 or so much thereof as may be necessary for fiscal

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1	year 2024-2025 in federal funds for emergency management related
2	to the Maui wildfires that began on August 8, 2023.
3	(c) The sums appropriated shall be expended by the
4	department of human services, general administration - DHS
5	(HMS 904), for the purposes of this section.
6	SECTION 8. There is appropriated out of the conservation
7	and resources enforcement special fund established by section
8	199-1.5, Hawaii Revised Statutes, the sum of \$521,473 or so much
9	thereof as may be necessary for fiscal year 2024-2025 for the
10	department of land and natural resources, division of
11	conservation and resources enforcement, for Maui wildfire
12	recovery efforts.
13	The sum appropriated shall be expended by the department of
14	land and natural resources, division of conservation and
15	resources enforcement (LNR 405), for the purposes of this
16	section.
17	CECTION 0 There is appropriated out of the public

SECTION 9. There is appropriated out of the public
utilities commission special fund established by section 269-33,
Hawaii Revised Statutes, the sum of \$1,000,000 or so much
thereof as may be necessary for fiscal year 2024-2025 for
consultant contracts for utility dockets.

SB3068 CD1 LRB 24-1805.docx



1	The sum appropriated shall be expended by the public
2	utilities commission (CCA 901) for the purposes of this section.
3	SECTION 10. There is appropriated or authorized for
4	expenditure out of federal moneys received by the State of
5	Hawaii the sum of \$20,000,000 or so much thereof as may be
6	necessary for fiscal year 2024-2025 for wildfire response,
7	recovery, and prevention measures.
8	The sum appropriated shall be expended by the department of
9	Hawaiian home lands, administration and operating support
10	(HHL 625), for the purposes of this section.
11	SECTION 11. There is appropriated out of the general
12	revenues of the State of Hawaii the sum of \$7,425,000 or so much
13	thereof as may be necessary for fiscal year 2024-2025 for fire
14	response and rehabilitation and wildfire fuels reduction
15	contracts for the department of land and natural resources,
16	division of forestry and wildlife.
17	The sum appropriated shall be expended by the department of
18	land and natural resources, native resources and fire protection
19	program (LNR 402), for the purposes of this section.
20	SECTION 12. There is appropriated out of the general
21	revenues of the State of Hawaii the sum of \$1,412,928 or so much



Page 11



thereof as may be necessary for fiscal year 2024-2025 for 1 2 twenty-two full-time equivalent (22.0 FTE) positions within the 3 native resources and fire protection program of the department 4 of land and natural resources. 5 The sum appropriated shall be expended by the department of 6 land and natural resources, native resources and fire protection 7 program (LNR 402), for the purposes of this section. 8 SECTION 13. There is appropriated out of the general 9 revenues of the State of Hawaii the sum of \$10,000,000 or so 10 much thereof as may be necessary for fiscal year 2024-2025 for 11 fire and emergency response equipment. 12 The sum appropriated shall be expended by the department of land and natural resources, native resources and fire protection 13 **14** program (LNR 402), for the purposes of this section. SECTION 14. There is appropriated or authorized for 15 expenditure out of federal moneys received by the State of 16 17 Hawaii the sum of \$3,549,000 or so much thereof as may be 18 necessary for fiscal year 2024-2025 for fire and emergency 19 response equipment.

SB3068 CD1 LRB 24-1805.docx



1	The sum appropriated shall be expended by the department of
2	land and natural resources, native resources and fire protection
3	program (LNR 402), for the purposes of this section.
4	SECTION 15. There is appropriated out of the public
5	utilities commission special fund established under section
6	269-33, Hawaii Revised Statutes, the sum of \$900,000 or so much
7	thereof as may be necessary for fiscal year 2024-2025 for
8	consultant contracts for utility dockets.
9	The sum appropriated shall be expended by the division of
10	consumer advocacy (CCA 103) for the purposes of this section.
11	SECTION 16. Act 164, Session Laws of Hawaii 2023, as
12	amended by House Bill 1800, H.D. 1, S.D. 1, C.D. 1, passed by
13	the legislature during the regular session of 2024, is amended
14	as follows:
15	1. By adding two new sections to Part III to read:
16	"SECTION . Provided that of the general fund
17	appropriation for the Hawaii association of conservation
18	districts (LNR141), the sum of \$400,000 or so much thereof as is
19	necessary for fiscal year 2024-2025 shall be expended in
20	accordance with chapter 180, Hawaii Revised Statutes, in areas
21	affected by Hurricane Dora in 2023; provided further that:



Page 13



1	(1)	The moneys shall be used to match extramural funding
2		for stormwater management for drought resiliency and
3		reducing wildfire risk;
4	(2)	No later than thirty days prior to the convening of
5		the regular session of 2025, the department of land
6		and natural resources shall submit a report to the
7		legislature accounting for the usage of funds; and
8	(3)	These funds are deemed necessary to qualify for
9		federal aid financing or reimbursement.
10	SECT	ION . Provided that of the general fund
11	appropria	tion for amelioration of natural disasters (DEF101),
12	the sum o	f \$194,000 or so much thereof as is necessary for
13	fiscal ye	ar 2024-2025 shall be expended for civilian auxiliary
14	aviation	services, which may include search and rescue efforts,
15	damage as	sessments, aerial photography of impacted areas, alerts
16	and notif	ications, and transportation of supplies."
17	2.	By adding a new section to Part V to read:
18	" <u>SEC</u>	TION . Provided that the sums appropriated to the
19	county of	Maui (SUB401) for wildfire recovery projects in this
20	act denot	ed in section 7 as items K-18.1, K-18.2, K-18.3,
21	<u>K-18.4, K</u>	-18.5, K-18.6, K-18.7, and K-18.8 shall be expended by



Page 14



1	the count	y of Maui for the purposes of this Act; provided
2	further t	hat the county of Maui shall reimburse the State for
3	all debt	service including principal, interest, and any other
4	debt-rela	ted costs for the reimbursable general obligation
5	bonds; pr	ovided further that any debt service reimbursements
6	received	by the State may be paid from tax revenue or any other
7	source re	ceived by the county of Maui, and from reimbursements
8	to the co	unty of Maui by the Federal Emergency Management Agency
9	as allowe	d by law."
10	SECT	ION 17. There is appropriated out of the general
11	revenues	of the State of Hawaii the sum of \$2,334,681 or so much
12	thereof a	s may be necessary for fiscal year 2024-2025 for the
13	universit	y of Hawaii economic research organization, which shall
14	be alloca	ted as follows:
15	(1)	\$1,500,000 to conduct a multiethnic cohort study on
16		the health effects of the August 2023 Maui wildfires;
17		and
18	(2)	\$834,681 to develop and maintain a registry of those
19		affected by the wildfires to assess their long-term
20		health and well-being and the impacts on communities.

SB3068 CD1 LRB 24-1805.docx





The sum appropriated shall be expended by the university of
 Hawaii for the purposes of this Act.
 SECTION 18. Any law to the contrary notwithstanding, the
 appropriations authorized by this Act that are unencumbered as
 of June 30, 2025, shall lapse as of that date.
 SECTION 19. New statutory material is underscored.
 SECTION 20. This Act shall take effect on July 1, 2024.



Report Title:

Wildfires; General Obligation Bonds; Appropriations; General Fund Expenditure Ceiling Exceeded

Description:

Appropriates funds to support the State's continued response to the August 2023 wildfires that affected the counties of Hawaii and Maui. Declares that the appropriation exceeds the state general fund expenditure ceiling for 2023-2024. (CD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

