STAND. COM. REP. NO. 3193

Honolulu, Hawaii

APR 0 5 2024

RE: H.B. No. 2690

H.D. 2 S.D. 1

Honorable Ronald D. Kouchi President of the Senate Thirty-Second State Legislature Regular Session of 2024 State of Hawaii

Sir:

Your Committees on Ways and Means and Judiciary, to which was referred H.B. No. 2690, H.D. 2, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO WATER,"

beg leave to report as follows:

The purpose and intent of this measure is to make changes to the management structure, responsibilities, and funding of the Commission on Water Resource Management to support the State's water management and water remediation efforts.

More specifically, part I of the measure:

- (1) Establishes the position of Red Hill Water Alliance Initiative (WAI) Policy Coordinator within the Office of the Executive Director of the Commission on Water Resource Management (Commission);
- (2) Establishes a Red Hill Remediation Special Fund to be administered by the WAI Policy Coordinator;
- (3) Establishes and appropriates moneys for positions within the Office of the Chairperson of the Board of Land and Natural Resources for purposes of WAI policy coordination; and

(4) Appropriates moneys for ecosystem monitoring by the Department of Land and Natural Resources of the area surrounding the Red Hill Bulk Fuel Storage Facility.

Part II of the measure:

- (1) Authorizes the Commission to retain independent legal counsel;
- (2) Authorizes the Commission to declare a water emergency in certain circumstances;
- (3) Repeals the position of Deputy for Water Resource
 Management and replaces it with the position of
 Executive Director of the Commission on Water Resource
 Management;
- (4) Clarifies that the Commission is attached to the Department of Land and Natural Resources for administrative purposes only;
- (5) Requires the nominating committee for the Commission to include one person appointed by the Chief Executive Officer of the Office of Hawaiian Affairs;
- (6) Authorizes affected parties to challenge an emergency order of the Commission;
- (7) Establishes fines for certain water use offenses and violations of the Commission's orders; and
- (8) Clarifies the Commission's authority to declare a water shortage and the requirements for providing public notice of the declared water shortage.

Your Committees received written comments in support of this measure from the Office of Hawaiian Affairs; University of Hawaii; Board of Water Supply; Koolau Foundation; Kupuna for the Moopuna; Hoakamana; Free Access Coalition; Lahaina Strong; Hui O Na Wai Eha; Jewish Voice for Peace - Hawaii; Recycle Hawaii, Clean the Pacific; Green Party of Hawaii; Save Honolua Coalition; Native Hawaiian Legal Corporation; Ke Kula Kaiapuni o Kekaulike; Ahahui o Hawaii; Na Kiai Kai; Koolaupoko Hawaiian Civic Club; Hawaii

Alliance for Progressive Action; Council for Native Hawaiian Advancement; Hawaii Government Employees Association; Sierra Club; Tagnawa for Maui; Sierra Club of Hawaii; Democratic Party of Hawaii; ACLU of Hawaii; Kaneohe Bay Regional Council; New Earth Flow; Help Maui Rise; and numerous individuals.

Your Committees received written comments in opposition to this measure from the Department of Land and Natural Resources, Attorney General, and two individuals.

Your Committees received written comments on this measure from the Department of Budget and Finance and two individuals.

Your Committees find that the changes made by this measure to the management, responsibilities, and funding of the Commission on Water Resource Management will help ensure comprehensive, coordinated, and complete remediation of the water contamination linked to the Red Hill Bulk Fuel Facility. Your Committees also find that these changes will improve the Commission's ability to oversee the State's water resource management and to address water shortages and water emergencies.

Your Committees note that the Department of Land and Natural Resources, in its written comments, requested the following amendments to the measure:

- (1) Placing the position of WAI Policy Coordinator within the Office of the Chairperson of the Board of Land and Natural Resources, rather than within the Office of the Executive Director of the Commission;
- (2) Deleting section 12 of the measure;
- (3) Adding language to section 174C-15(c), Hawaii Revised Statutes, establishing a presumption that a violator's economic and financial conditions allow the payment of the statutory penalty and placing the burden of proof to the contrary on the offender; and
- (4) Adding a provision to repeal subsection (g) of section 174C-62, Hawaii Revised Statutes.

As affirmed by the records of votes of the members of your Committees on Ways and Means and Judiciary that are attached to this report, your Committees are in accord with the intent and purpose of H.B. No. 2690, H.D. 2, S.D. 1, and recommend that it pass Third Reading.

Respectfully submitted on behalf of the members of the Committees on Ways and Means and Judiciary,

KARL RHOADS, Chair

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ONOVAN M. DELA CRUZ, Chair

The Senate Thirty-Second Legislature State of Hawaiʻi

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:		Da	Date:				
HB2690 HOZSDI	WILLAEN, WAM I JOX 4-5-24							
The Committee is reconsidering its previous decision on this measure.								
If so, then the previous decision was to:								
The Recommendation is:								
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313								
Members		Aye	Aye (WR)	Nay	Excused			
DELA CRUZ, Donovan M. (C)		X						
MORIWAKI, Sharon Y. (VC)		X						
AQUINO, Henry J.C.		X						
DECOITE, Lynn		X						
HASHIMOTO, Troy N.		×						
INOUYE, Lorraine R.		X						
KANUHA, Dru Mamo		×			,			
KIDANI, Michelle N.					X			
KIM, Donna Mercado		×						
LEE, Chris		X						
SHIMABUKURO, Maile S.L.		×						
WAKAI, Glenn		×						
FEVELLA, Kurt					X			
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TOTAL		11	0	9	2			
Recommendation: Adopted Not Adopted								
Chair's of Designee's Signature:								
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*Only one measure per Record of Votes

The Senate Thirty-Second Legislature State of Hawaiʻi

Record of Votes Committee on Judiciary JDC

Bill / Resolution No.:*	Committee Referral: Date:							
HB2690 HD2SDI	WTLIAEN, WAMIJDC 04 05 24							
The Committee is reconsidering its previous decision on this measure.								
If so, then the previous decision was to:								
The Recommendation is:								
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313								
Members		Aye	Aye (WR)	Nay	Excused			
RHOADS, Karl (C)		/						
GABBARD, Mike (VC)					~			
ELEFANTE, Brandon J.C.								
SAN BUENAVENTURA, Joy A.								
AWA, Brenton					V			
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TOTAL		7	1	Φ	2			
Recommendation: Adopted Not Adopted								
Chair's or Designee's Signature:								
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy								

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