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ADMINISTRATIVE AND RESEARCH OFFICE BUDGET, PROGRAM PLANNING AND MANAGEMENT DIVISION FINANCIAL ADMINISTRATION DIVISION OFFICE OF FEDERAL AWARDS MANAGEMENT

WRITTEN ONLY TESTIMONY BY LUIS P. SALAVERIA DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE TO THE HOUSE COMMITTEE ON FINANCE ON SENATE BILL NO. 2512, S.D. 2, H.D. 2

> March 28, 2024 3:30 p.m. Room 308 and Videoconference

RELATING TO EMERGENCY MANAGEMENT POWERS

The Department of Budget and Finance (B&F) offers comments on this bill.

Senate Bill No. 2512, S.D. 2, H.D. 2, amends Section 127A-12, HRS, to set

reporting requirements for the Governor for the expenditure or use of contributions or grants received through the exercising of emergency management powers and make other non-substantive amendments.

While B&F supports improving government transparency, B&F notes that the proposed reporting requirements may be onerous to completely adhere to during a crisis and may interfere with the State's ability to efficiently respond to it. B&F is amenable to working with the Legislature to develop reporting processes for the expenditure or use of contributions or grants that were received through emergency management powers that would not require a statutory amendment.

Thank you for your consideration of our comments.

LATE *Testimony submitted late may not be considered by the Committee for decision making purposes.

JOSH GREEN, M.D. GOVERNOR KE KIA'ĀINA



KENNETH S. HARA DIRECTOR OF EMERGENCY MANAGEMENT

JAMES DS. BARROS ADMINISTRATOR OF EMERGENCY MANAGEMENT

STATE OF HAWAII KA MOKU'ĀINA O HAWAI'I DEPARTMENT OF DEFENSE KA 'OIHANA PILI KAUA HAWAI'I EMERGENCY MANAGEMENT AGENCY 4204 DIAMOND HEAD ROAD HONOLULU, HAWAI'I 96816-4420

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

TESTIMONY ON SENATE BILL 2512 SD 2 HD 2, RELATING TO EMERGENCY MANAGEMENT POWERS

BEFORE THE HOUSE COMMITTEE ON FINANCE

ΒY

JAMES DS. BARROS ADMINISTRATOR HAWAI'I EMERGENCY MANAGEMENT AGENCY

MARCH 28, 2024

Aloha Chairs Yamashita, Vice-Chairs Kitagawa, and Members of the Committee:

Thank you for the opportunity to submit testimony to **OPPOSE** on SB 2512 SD2 HD2.

This bill would amend HRS 127A-12 to establish a reporting requirement for the transfer of public monies by the Governor, pursuant to the Governor's Emergency Powers.

HI-EMA recognizes the value of transparency of government, especially during a disaster. The proposed reporting requirement which would amend HRS 127A-12, would be in direct conflict with the Governor's emergency powers and the ability to lead the state during a declared disaster.

The proposed amendments to HRS 127A-12 would establish reporting guidelines for reallocations or transferring of monies during a declared disaster. During a disaster, the Governor may request an expedient means of reallocating funding to provide lifesaving and property recovery efforts during a declared emergency.

The amendments recommended would require that during a disaster, a calculated request to reallocate of funds be made when weighting against the immediacy of response actions which affect life, safety, and the well-being of the public. This impedes the ability during a disaster to transfer monies and resources to fund the timely response efforts appropriately during a declared emergency.

Thank you for the opportunity to provide testimony on Senate Bill 2512 SD2 HD2.

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