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DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES | KA 'OIHANA LOIHELU A LAWELAWÉ LAULĀ
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WRITTEN TESTIMONY
OF
KEITH A. REGAN, COMPTROLLER
DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES
TO THE
COMMITTEE ON GOVERNMENT OPERATIONS

FEBRUARY 5, 2026, 3:01 P.M.
CONFERENCE ROOM 225 AND VIA VIDEOCONFERENCE, STATE CAPITOL

S.B. 2930

RELATING TO THE STATE RISK MANAGEMENT REVOLVING FUND

Chair McKelvey, Vice Chair Gabbard, and members of the Committee, thank you for the opportunity to submit testimony on S.B. 2930.

S.B. 2930 proposes to increase the expenditure ceiling and appropriates funds out of the State Risk Management Revolving Fund established by section 41D-4, HRS, to enable the Department of Accounting and General Services (DAGS), State Risk Management and Insurance Administration to transfer and distribute property and liability insurance proceeds related to the 2023 Maui wildfires to applicable accounts. In addition, this measure requires DAGS to submit a master coordinated project spreadsheet to the Legislature in collaboration with certain state agencies, the County of Maui, and other relevant entities.

DAGS **supports** S.B. 2930 with respect to increasing the spending ceiling for the

Risk Management Revolving Fund so the insurance proceeds can be distributed to the appropriate State programs affected by the Lahaina wildfire event. The \$211,000,000 ceiling increase is critical to ensure timely funding for recovery efforts. To date, the liability insurance collection is complete and there are no additional insurance proceeds anticipated from that source. The Risk Management Office is still working with insurance companies to collect the balance of the \$200,000,000 property policy limit. As it relates to the requirement that DAGS submit a “master coordinated project spreadsheet,” we have no objection as we have already been working collaboratively with other agencies, the County of Maui, and private agencies related to our involvement in supporting state facilities damaged/destroyed by the tragic events of August 2023. Over the past year, our team has been collaborating and consulting with public and private entities on the rebuilding of the King Kamehameha III Elementary School. We look forward to continued collaboration with the legislature, state and county leadership, along with various agencies to complete this project and others for the Lahaina community.

In conclusion, the ceiling increase is necessary so funding can be distributed to the applicable State programs.

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