EXECUTIVE CHAMBERS KE KE'ENA O KE KIA'ĀINA

July 3, 2025

The Honorable Ronald D. Kouchi President of the Senate, and Members of the Senate Thirty-Third State Legislature State Capitol, Room 409 Honolulu, Hawai'i 96813 The Honorable Nadine Nakamura Speaker, and Members of the House of Representatives Thirty-Third State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Aloha President Kouchi, Speaker Nakamura, and Members of the Legislature:

I am transmitting herewith H.B. 1296 without my approval and with the statement of objections relating to the measure.

H.B. 1296 RELATING TO THE MAJOR DISASTER FUND.

Mahalo,

Jòsh Green, M.D.

Governor, State of Hawai'i

# EXECUTIVE CHAMBERS HONOLULU July 3, 2025

### STATEMENT OF OBJECTIONS TO HOUSE BILL NO. 1296

Honorable Members Thirty-Third Legislature State of Hawai'i

Pursuant to Section 16 of Article III of the Constitution of the State of Hawai'i, I am returning herewith, without my approval, House Bill No. 1296, entitled "A Bill for an Act Relating to the Major Disaster Fund."

The purposes of this bill are (1) to add to the existing requirement that the Administrator of Emergency Management (Administrator) file a report following an allotment from the Major Disaster Fund (Fund) by also requiring a report following a "transfer" from the Fund; (2) to shorten from sixty days to thirty days the time that the Administrator has to file a report following an allotment or transfer; (3) to add a requirement that the report must include a description of the allotment and use of funds; (4) to require that the report include an accounting of Federal Emergency Management Agency eligible and ineligible expenses; and (5) to require the Governor and the Administrator to submit a report no later than October 1, 2025, for the prior fiscal year.

This bill is objectionable because it will interfere with the ability of the Administration to quickly deploy resources in the Fund in response to emergencies. During emergencies, it is critical that the Administration have flexibility to address rapidly changing situations. The Administration is committed to using state funds in a transparent and efficient manner. However, the new administrative burdens this bill places on utilizing the Fund may jeopardize public safety.

For the foregoing reasons, I am returning House Bill No. 1296 without my approval.

Respectfully,

JOSH GREEN, M.D. Governor of Hawai'i HOUSE OF REPRESENTATIVES THIRTY-THIRD LEGISLATURE, 2025 STATE OF HAWAII

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**VETO**H.B. NO. 1296
H.D. 1
S.D. 1

# A BILL FOR AN ACT

SECTION 1. The legislature finds that the devastating

RELATING TO THE MAJOR DISASTER FUND.

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

	-		
2	wildfires brought on by winds from hurricane Dora on August 8,		
3	2023, resulted in one of the worst natural disasters in the		
4	State's history. The wildfires caused loss of life and the		
5	displacement of thousands on the island of Maui. The disaster		
6	also destroyed nearly all of Lahaina.		
7	The legislature further finds that to support response and		
8	recovery efforts and address immediate 2023 Maui wildfire		
9	funding needs, the governor, through several emergency		
10	proclamations relating to wildfires and other executive powers,		
11	has redirected appropriations from selected general fund		
12	operating appropriations originally intended for specific		
13	purposes and capital improvement projects, to the department of		
14	budget and finance. The department of budget and finance		
15	subsequently transferred funds to the major disaster fund. With		

the veto of S.B. No. 3068, C.D. 2 (2024), and in light of the

provisions of S.B. No. 582, C.D. 1 (2024), provisions regarding

# H.B. NO. H.D. S.D.

- 1 transparency and accountability for the use of appropriations
- 2 redirected no longer exist in statute.
- 3 The legislature believes that full transparency and
- 4 accountability requires a full accounting of all appropriations
- 5 transferred and deposited into the major disaster fund, and all
- 6 reimbursements of Federal Emergency Management Agency funds
- 7 received by the major disaster fund. In addition, assessing the
- 8 impacts to departments of the transfers made from various
- 9 appropriations is vital to ensuring that programs from which
- 10 funding was transferred remain effective.
- Accordingly, the purpose of this Act is to establish timely
- 12 notice and reporting requirements to the legislature regarding
- 13 the transfer of appropriations to the major disaster fund.
- 14 SECTION 2. Section 127A-16, Hawaii Revised Statutes, is
- 15 amended by amending subsection (b) to read as follows:
- 16 "(b) No later than [sixty] thirty days after any allotment
- 17 or transfer by the governor or the expenditure of any fund
- 18 moneys, the administrator shall report to the legislature on the
- 19 purpose of the allotment, transfer, or expenditure. The report
- **20** shall:

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

(1)	Desc	ribe the allotment, subsequent use of the
	tran	sferred funds, or the expenditure; and
(2)	Incl	ude an accounting for Federal Emergency Management
	Agen	cy eligible and ineligible expenses that specify:
	(A)	The date of allotment, transfer, or expenditure;
	<u>(B)</u>	The amount of allotment, transfer, or
		expenditure;
	<u>(C)</u>	The program identification number from which
		funds were transferred or expended;
	(D)	The program identification number to which funds
		were transferred;
	<u>(E)</u>	The impact on the program identification number
		from which funds are transferred or expended; and
	<u>(F)</u>	A detailed explanation of:
		(i) The uses of the resources transferred or
		expended; and
		(ii) The public purposes served by the transfer
		of the resources."
SECT	ION 3	. No later than October 1, 2025, the governor and
administr	ator	of the Hawaii emergency management agency shall
submit to	the	legislature a summary report containing the
	(2) SECT	(2) Incl Agen (A) (B) (C) (D) (E) (F)

- 1 information specified in section 2 of this Act for the previous
- 2 fiscal year.
- 3 SECTION 4. This Act shall take effect on July 1, 2025, and
- 4 shall be repealed on July 1, 2026; provided that section 127A-
- 5 16(b), Hawaii Revised Statutes, shall be repealed and reenacted
- 6 in the form in which it read prior to the effective date of this
- 7 Act.

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

APPROVED this day of

, 2025

**GOVERNOR OF THE STATE OF HAWAII** 

### THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: April 30, 2025 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-Third Legislature of the State of Hawaii, Regular Session of 2025.

Nadine K. Nakamura Speaker

House of Representatives

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Mudin K. Mahre

Brian L. Takeshita

Chief Clerk

House of Representatives

## THE SENATE OF THE STATE OF HAWAI'I

Date: April 30, 2025 Honolulu, Hawai'i 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-Third Legislature of the State of Hawai'i, Regular Session of 2025.

resident of the Senate

Clerk of the Senate