STAND. COM. REP. NO. 311

Honolulu, Hawaii

FEB 1 2 2025

RE: S.B. No. 1320 S.D. 1

Honorable Ronald D. Kouchi President of the Senate Thirty-Third State Legislature Regular Session of 2025 State of Hawaii

Sir:

Your Committee on Judiciary, to which was referred S.B. No. 1320 entitled:

"A BILL FOR AN ACT RELATING TO SETTLEMENT OF CLAIMS RELATED TO THE MAUI WILDFIRES,"

begs leave to report as follows:

The purpose and intent of this measure is to:

- (1) Establish the Maui Wildfires Settlement Trust Fund; and
- (2) Appropriate funds to fund the settlement of claims related to the 2023 Maui wildfires.

Your Committee received testimony in support of this measure from the Department of the Attorney General, one member of the Maui County Council, and one individual.

Your Committee received comments on this measure from the Tax Foundation of Hawaii.

Your Committee finds that the 2023 Maui wildfires settlement agreements reached in November 2024 aim to resolve lawsuits relating to the 2023 Maui wildfires. Under the proposed terms of the 2023 Maui wildfires settlement agreements, the State, County of Maui, Hawaiian Electric, Kamehameha Schools, Charter Communications/Spectrum, Hawaiian Telcom, and West Maui Land

Company collectively agreed to pay \$4.037 billion to provide compensation to approximately two thousand two-hundred affected parties who filed lawsuits. The State's contribution is approximately \$807,500,000, to be paid over four years, which is in addition to the State's \$65 million contribution to the One Ohana Fund for wildfire assistance. Your Committee believes that authorizing the expenditure of public moneys as the State's payment to the compromise and settlement of claims arising from the 2023 Maui wildfires will provide a means of compensation to any individual or personal representative of a deceased individual who suffered real and personal property damage, personal injury, wrongful death, emotional distress and inconvenience, or economic loss as a result of the 2023 Maui wildfires. This measure will offer a timely and compassionate resolution to those affected by the 2023 Maui wildfires, relieve the burden on the judicial system, and contribute to the rebuilding of lives and community.

Your Committee has amended this measure by:

- (1) Changing the appropriations to unspecified amounts;
- (2) Inserting an effective date of April 23, 2057, to encourage further discussion; and
- (3) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

Your Committee notes that this measure, as amended, contains unspecified appropriation amounts. Should your Committee on Ways and Means choose to deliberate on this measure, your Committee respectfully requests that it consider inserting appropriation amounts of:

- (1) \$400,000,000 for fiscal year 2025-2026; and
- (2) \$407,500,000 for fiscal year 2026-2027,

to be deposited into the Maui Wildfires Settlement Trust Fund to fund the State's contribution to the settlement of claims related to the 2023 Maui wildfires and for the payment of administrative expenses relating to the 2023 Maui wildfires settlement agreements.

As affirmed by the record of votes of the members of your Committee on Judiciary that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1320, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 1320, S.D. 1, and be referred to your Committee on Ways and Means.

Respectfully submitted on behalf of the members of the Committee on Judiciary,

Kal Manh

KARL RHOADS, Chair

The Senate Thirty-Third Legislature State of Hawai'i

Record of Votes Committee on Judiciary JDC

Bill / Resolution No.:*	solution No.:* Committee		Referral:		Date:		
SB 1320	JDC, W			M	2/7/25		
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							
Memb	ers		Aye	Aye (WI	R)	Nay	Excused
RHOADS, Karl (C)							
GABBARD, Mike (VC)			V				
CHANG, Stanley			V_{\prime}				
SAN BUENAVENTURA, Joy A.			V				
AWA, Brenton							
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TOTAL		4		_			
Recommendation: Adopted Not Adopted							
Chair's or Designers's Signature:							
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*Only one measure per Record of Votes