



Bill 150 and 151

State of Hawai'i Drinking Water State Revolving Fund
Loan for Wildfire Disaster Relief Projects

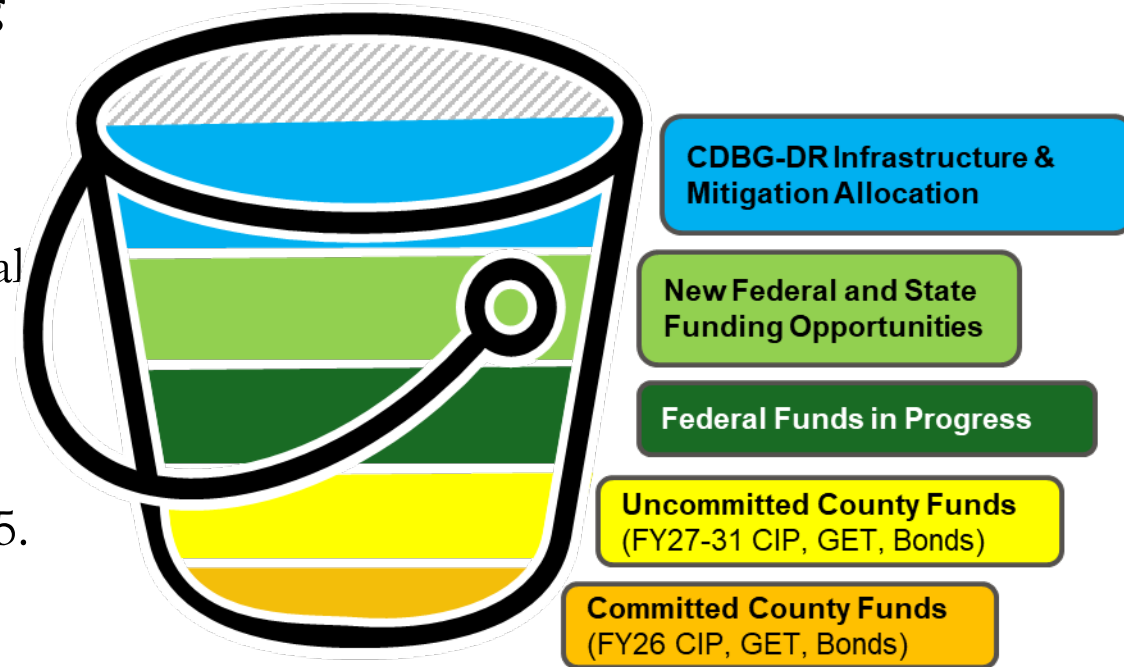
MAYOR RICHARD T. BISSEN, JR. | DIRECTOR JOHN STUFFLEBEAN, P.E.

Received at BFED meeting on 11/04/2025.

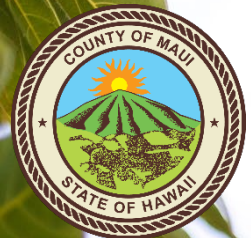
State of Hawai'i Drinking Water State Revolving Fund Loan for Wildfire Disaster Relief Projects

- Authorizes the County to secure \$64,469,830.00 in Environmental Protection Agency funding for **drinking water system improvements that support wildfire recovery**.
- Funds are from the Environmental Protection Agency Disaster Supplemental Appropriation (December 2024, H.R.10445).
- The State of Hawai'i Department of Health received the funds in August 2025.
- **Bill 150 and 151 are required for the County of Maui to secure these funds from the State.**

Infrastructure Recovery Needs



BILL 150 and 151



Funding Terms

0% interest loan with 90% principal forgiveness for \$64,469,830 funding offered
= \$58,022,847 principal forgiveness (grant)
= \$6,446,983 at 0% interest over 30-year repayment

The ARA requires at least 30 percent of the SA-HMW to be provided as additional subsidy to eligible recipients. Hawaii's DWSRF will provide Maui Department of Water Supply with at least 60 percent of the funds as additional subsidy, plus an additional ten (10) percent for each milestone listed below, up to 90 percent total:

- ☒ 1. Submittal of the environmental documents completed by EPA for the affected 2023 Lahaina Wildfire area to DOH. This includes the Endangered Species Act, Section 7, and the National Historic Preservation Act, Section 106, consultations.
- ☐ 2. Submittal of a blanket ordinance to DOH. An ordinance is Maui County's vehicle for debt authorization. For a blanket ordinance, it sets an authorized dollar amount to borrow with the DWSRF but doesn't specify a dollar amount per loan or project.
- ☒ 3. Submittal of a robust final list of projects that are eligible for SA-HMW funding. This will be the sub-project list for the programmatic financing loan (Appendix A).

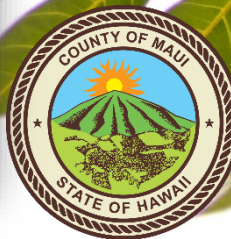
DWSRF will provide all additional subsidies in the form of zero percent interest loans with principal forgiveness.

DRINKING WATER TREATMENT REVOLVING LOAN FUND
DRAFT 2 - INTENDED USE PLAN FOR
THE STATE OF HAWAII FISCAL YEAR (SFY) 2026 AND
THE FEDERAL FISCAL YEAR (FFY) 2025 APPROPRIATION



August 16, 2025

BILL 150 and 151



Alignment with Recovery Goals

Key Infrastructure Targets:

Projects that increase water source and infrastructure reliability within the Lahaina West Maui Water System, including:

- Waipuka and Kanaha Wells MCC and Electrical Upgrades with Emergency Generator,
- Lahaina Water Line Improvement Project
- Launiupoko Aquifer Development (LI and L3) exploratory and development phases
- Mahinahina backup well development
- Honolua Aquifer development (HI and H2) exploratory and development phase.

Supports Recovery Plans & Directives:

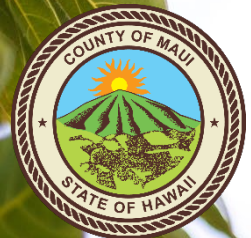
- Implements priority projects under the Long Term Recovery Plan.
- Implemented in coordination between Department of Water Supply and Office of Recovery, in support of the Mayor's Recovery Coordination Directive #1 .

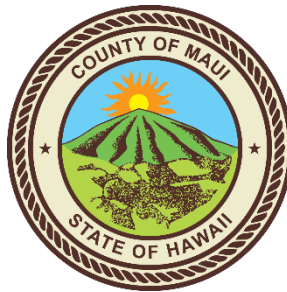
Timing of Funds:

- Funds anticipated to be encumbered before the end of calendar year 2026.
- EPA funds will be used to advance projects while CDBG-DR Infrastructure and Mitigation programs are being established.

Broader Impact:

- Enhances the reliability of the drinking water supply.
- Reduces future disaster risk and economic disruption.





Mahalo

BILL 150 and 151

