

COUNCIL OF THE COUNTY OF MAUI

BUDGET AND FINANCE COMMITTEE

March 19, 2010

Committee
Report No. _____

Honorable Chair and Members
of the County Council
County of Maui
Wailuku, Maui, Hawaii

Chair and Members:

Your Budget and Finance Committee, having met on March 2, 2010, makes reference to County Communication No. 10-40, from the Mayor, notifying the Council of a potential revenue shortfall of \$13.9 million in Fiscal Year 2010, as required by Section 9-10, Revised Charter of the County of Maui (1983), as amended.

The Director of Finance explained that the causes of the projected revenue shortfall are as follows: the General Fund shortfall of \$5.5 million is primarily from real property tax appeals; the projected Highway Fund shortfall of \$2.5 million is from overstating the revenue generated by an increase in the Vehicle Weight Tax; the projected Solid Waste Management Fund shortfall of \$1.4 million is from a 23 percent decrease in the tonnage coming into the landfill; and the projected Water Fund shortfall of \$4.5 million is primarily from increased conservation by consumers.

The Director stated that the projected shortfalls were being addressed by fiscal restraint within the Administration, and a budget amendment for Fiscal Year 2010 was not needed.

Your Committee voted 9-0 to recommend filing of the communication. Committee Chair Pontanilla, Vice-Chair Mateo, and members Baisa, Johnson, Kaho`ohalahala, Medeiros, Molina, Nishiki, and Victorino voted "aye".

Your Budget and Finance Committee **RECOMMENDS** that County Communication No. 10-40 be FILED.

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

March 19, 2010
Page 2

Committee
Report No. _____

This report is submitted in accordance with Rule 7 of the Rules of the Council.



JOSEPH PONTANILLA, Chair

bf:cr:10070aa:ghr