

**COST OF GOVERNMENT COMMISSION
MINUTES
Ka Lana O Maui, 9th floor, Mayor's Conference Room
Thursday, February 4, 2010**

PRESENT: Craig Anderson, Chair
Malcolm Findley, Member
Yarrow Flower, Member
Robert Hill, Member
Leo Caires, Vice-Chair
Rebecca Kikumoto, Member
Ivan Lay, Member
Ann Moe, Member

EXCUSED: Bradford Ing, Member

STAFF: Shelley Pellegrino, Executive Assistant to the Mayor
Aulani Delatori, Executive Secretary

I. CALL TO ORDER

Chair Anderson called the meeting to order at 9:03 a.m.

II. PUBLIC TESTIMONY

No one was present to give public testimony.

III. REVIEW AND DISCUSS DECEMBER 10, 2009 AND JANUARY 14, 2010 MEETING MINUTES

The minutes were not ready for discussion. The review and discussion of the meeting minutes will be done at the next scheduled meeting on February 22, 2010.

IV. REVIEW AND DISCUSS CORRESPONDENCE RECEIVED

- January 25, 2010 Letter from Lynn Krieg, Personnel Services Director/EEO Officer, Regarding Equal Employment Opportunities/Affirmative Action Plan

Chair Anderson asked whether all members had the opportunity to look over the letter then asked for any discussion or comments.

Member Findley raised a concern about the EEO/Affirmative Action Plan regarding arrest and court records.

Member Moe volunteered to contact Personnel Director Krieg about the issue.

- January 27, 2010 E-mail from Alan Kaufman Regarding Financial Disclosure Form Filing Requirements

Members discussed Mr. Kaufman's e-mail and the COGC's role in following up on his request. Member Kikumoto stated that Mr. Kaufman contacted her and requested that this item be added to the COGC annual report. Members agreed that, with the annual report almost complete, it

would be difficult to follow up on his request immediately; however, the issue he raised could be reviewed in the course of next year's report. Member Moe suggested that Mr. Kaufman be contacted to make clear specifically what he wanted the COGC to look into. Chair Anderson agreed to contact Mr. Kaufman to see if he would like to testify at the next meeting.

V. REVIEW AND DISCUSS EXECUTIVE FINAL REPORTS PREPARED BY COGC SUBCOMMITTEES

1. Energy Subcommittee

Energy Subcommittee Chair Findley pointed out an error in the Energy Subcommittee report, namely that the potential savings figure in the Fleet Management Section should be \$32,818,000, not \$44,225,000. Member Findley then explained to the Commission how he arrived at this number. Commission members then discussed their concerns with the fact that the figure was so large. Chair Anderson suggested the section be modified by reversing the subsections dealing with "actual savings" (e.g., maintenance, fuel, depreciation) and "replacement cost savings," which are dependent on the number of replacement vehicles purchased per year, and stating that potential cost savings could be "up to" or "as much as" \$32,818,000. Member Findley agreed with the changes. Chair Anderson and Member Findley will work with Ms. Pellegrino to finalize these changes.

Member Caires suggested some changes to the Renewable Energy Section of the report regarding Power Purchase Agreements. The members discussed and agreed to the suggested changes. Vice-Chair Caires and Member Flower will work on the changes and forward them to Ms. Pellegrino.

2. Personnel Cost Management Subcommittee

Personnel Cost Management Subcommittee Chair Moe stated that the only change to the report since the last meeting was the format of the report.

3. Department of Management Subcommittee

Department of Management Subcommittee Chair Flower summarized the changes made to the report since the last meeting. Members discussed the report and made no substantive changes.

Ms. Pellegrino stated that she will forward to the subcommittee chairs the latest version of the annual report for them to revise based on the changes suggested in the meeting. All changes to the report must be given to Ms. Pellegrino no later than Monday, February 8, 2010.

VI. DETERMINE NEXT MEETING DATE AND AGENDA

The COGC's next meeting will be on Monday, February 22, 2010 at 9:00 a.m.