

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

February 21, 2014

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 February 4, 2014, makes reference to County Communication 14-19, from the Budget Director, transmitting the following:

1. A proposed bill entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2014 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO ESTIMATED REVENUES; COUNTYWIDE, OTHER PROJECTS, COUNTYWIDE EQUIPMENT; TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS; AND TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)".

The purpose of the proposed bill is to amend the Fiscal Year ("FY") 2014 Budget by (1) increasing the Bond/Lapsed Bond Fund by \$300,000, from \$34,420,000 to \$34,720,000; and (2) increasing the appropriation for Countywide Equipment by \$300,000, from \$3,205,000 to \$3,505,000, for a rescue boat and trailer for the Kahului Fire Station.

2. A proposed bill entitled "A BILL FOR AN ORDINANCE AMENDING ORDINANCE NO. 4041, BILL NO. 40 (2013), RELATING TO THE ISSUANCE OF GENERAL OBLIGATION BONDS OF THE COUNTY OF MAUI (COUNTYWIDE EQUIPMENT)".

The purpose of the proposed bill is to amend the FY 2014 general obligation bond authorization ordinance by increasing the appropriation for Countywide Equipment by \$300,000, for a rescue boat and trailer for the Kahului Fire Station.

The Budget Director informed your Committee the Department of Fire and Public Safety ("Fire Department") is requesting a 26-foot rescue boat and trailer. The station's existing 25-year-old boat is no longer operable. He said the procurement of a

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

Page 2

**Committee
Report No.** _____

replacement rescue boat would be a lengthy process. Enactment of the proposed bills would allow the Fire Department to expedite the replacement process.

The Fire Chief stated the Fire Department has requested the Mayor to consider a replacement boat and trailer for the past three years, but the replacement has not been included in the annual budget proposal to the Council.

He said the Fire Department has two other boats, one at the Lahaina Fire Station and the other at the Kaunakakai Fire Station. He stressed the importance of a rescue boat for the Kahului Fire Station.

The Fire Chief explained the State Department of Land and Natural Resources and United States Coast Guard work in conjunction with the Fire Department on ocean rescues, but the Fire Department typically is expected to play a primary role.

The Fire Chief discussed a mutual aid relationship between the County and State for airport-related emergencies. The Memorandum of Understanding, authorized by Ordinance 2767 (2010), envisions the Fire Department maintaining a rescue boat at the Kahului Fire Station, the closest station to the Kahului Airport.

Your Committee voted 5-0 to recommend passage of the proposed bills on first reading and filing of the communication. Committee Chair White and members Baisa, Cochran, Couch, and Crivello voted "aye". Committee Vice-Chair Hokama and members Carroll, Guzman, and Victorino were excused.

Your Committee is in receipt of revised proposed bills, approved as to form and legality by the Department of the Corporation Counsel, incorporating nonsubstantive revisions that take into account prior amendments to the FY 2014 Budget.

Your Budget and Finance Committee **RECOMMENDS** the following:

1. That Bill _____ (2014), as revised herein and attached hereto, entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2014 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO ESTIMATED REVENUES; COUNTYWIDE, OTHER PROJECTS, COUNTYWIDE EQUIPMENT; TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS; AND TOTAL APPROPRIATIONS

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

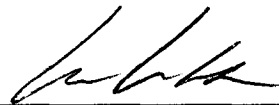
Page 3

Committee
Report No. _____

(OPERATING AND CAPITAL IMPROVEMENT PROJECTS)” be
PASSED ON FIRST READING and be ORDERED TO PRINT;

2. That Bill _____ (2014), as revised herein and attached hereto, entitled “A BILL FOR AN ORDINANCE AMENDING ORDINANCE NO. 4041, BILL NO. 40 (2013), RELATING TO THE ISSUANCE OF GENERAL OBLIGATION BONDS OF THE COUNTY OF MAUI (COUNTYWIDE EQUIPMENT)” be PASSED ON FIRST READING and be ORDERED TO PRINT; and
3. That County Communication 14-19 be FILED.

This report is submitted in accordance with Rule 8 of the Rules of the Council.



MIKE WHITE, Chair

ORDINANCE NO. _____

BILL NO. _____ (2014)

A BILL FOR AN ORDINANCE AMENDING
THE FISCAL YEAR 2014 BUDGET FOR THE COUNTY OF MAUI
AS IT PERTAINS TO ESTIMATED REVENUES;
COUNTYWIDE, OTHER PROJECTS, COUNTYWIDE EQUIPMENT;
TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS; AND
TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)

BE IT ORDAINED BY THE PEOPLE OF THE COUNTY OF MAUI:

SECTION 1. Ordinance No. 4044, Bill No. 43 (2013), Draft 1, as amended, ("Fiscal Year 2014 Budget"), is hereby amended as it pertains to Section 2, Estimated Revenues by increasing Bond/Lapsed Bond Fund in the amount of \$300,000; and by increasing Total Estimated Revenues in the amount of \$300,000, to read as follows:

"ESTIMATED REVENUES

FROM TAXES, FEES AND ASSESSMENTS:

Real Property Taxes		224,621,653
Circuit Breaker Adjustment		(1,303,505)
Charges for Current Services		115,863,840
Transient Accommodations Tax		21,000,000
Public Service Company Tax		9,000,000
Licenses/Permits/Others		28,996,770
Fuel and Franchise Taxes		20,400,000
Special Assessments		4,983,000
Other Intergovernmental		20,772,277

FROM OTHER SOURCES:

Interfund Transfers		36,383,088
Bond/Lapsed Bond	[34,668,000]	<u>34,968,000</u>
Carryover/Savings:		
General Fund		29,028,504
Sewer Fund		8,361,170
Highway Fund		8,280,953
Solid Waste Management Fund		3,720,286
Golf Fund		220,916
Liquor Fund		631,979
Bikeway Fund		(243,554)
Water Fund		<u>12,164,962</u>

TOTAL ESTIMATED REVENUES [577,550,339] 577,850,339"

SECTION 2. Fiscal Year 2014 Budget is hereby amended as it pertains to Section 4.D.7., From the Bond Fund, by increasing the appropriation for Countywide Equipment under Countywide, in the amount of \$300,000, to read as follows:

"D. From the Bond Fund		
7. Countywide		
a. Other Projects		
(1) Bus Stops and Shelters		1,000,000
(2) Countywide Equipment	[3,205,000]	<u>3,505,000</u>
(3) Public Safety Radio System Replacement		2,471,000"

SECTION 3. Fiscal Year 2014 Budget is hereby amended as it pertains to the Total Capital Improvement Project Appropriations to reflect an increase of \$300,000, to read as follows:

"TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS [103,639,021] 103,939,021"

SECTION 4. Fiscal Year 2014 Budget is hereby amended as it pertains to the Total Appropriations (Operating and Capital Improvement Projects) to reflect an increase of \$300,000, to read as follows:

"TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS) [577,550,339] 577,850,339"

SECTION 5. Material to be repealed is bracketed. New material is underscored.

SECTION 6. This Ordinance shall take effect upon its approval.

APPROVED AS TO FORM AND LEGALITY:



JEFFREY UEOKA
Deputy Corporation Counsel

\\Fs1\shared_data\mayor\BUDGET\FY2014\BUDGET AMENDMENTS\013-PROPOSED BILLS\BD-BA 14-33a CIP Bond Fire Rescue Boat.docx

ORDINANCE NO. _____

BILL NO. _____ (2014)

A BILL FOR AN ORDINANCE AMENDING ORDINANCE NO. 4041,
BILL NO. 40 (2013), RELATING TO THE ISSUANCE OF
GENERAL OBLIGATION BONDS OF THE COUNTY OF MAUI
(COUNTYWIDE EQUIPMENT)

BE IT ORDAINED BY THE PEOPLE OF THE COUNTY OF MAUI:

SECTION 1. Ordinance No. 4041, Bill No. 40 (2013), is amended
by amending Section 1 to read as follows:

"SECTION 1. Authorization of General Obligation Bonds. Pursuant to Chapter 47, Hawaii Revised Statutes, as amended, and particularly Part I thereof, there are hereby authorized to be issued and sold from time to time general obligation bonds of the County of Maui, State of Hawaii (the "County") in an aggregate principal amount not to exceed [\$34,139,000] \$34,439,000 (the "Bonds"), the proceeds derived from the sale of which shall be used to pay all or part of the cost of appropriations for the public improvements of the County described in Section 2 hereof."

SECTION 2. Ordinance No. 4041, Bill No. 40 (2013), is amended
by amending Section 2 to read as follows:

"SECTION 2. Disposition of Bond Proceeds. All or any portion of the proceeds derived from the sale of the Bonds or any notes issued in anticipation of the Bonds shall be used to pay all or part of the cost of any of the public improvements listed below in accordance with appropriations contained in the Fiscal Year 2014 Budget, including amendments and supplements thereto, duly approved by the Council of the County (the "Council") for the fiscal year ending June 30, 2014 (the "Fiscal Year 2014 Budget"); provided, however, that pursuant to Section 47-5, Hawaii Revised Statutes, the part of such proceeds which are in excess of the amounts required for the purposes for which the Bonds are initially issued from time to time, or which may not be applied to such purposes, or which the Council deems should not be applied to such purposes, may be applied to finance such other public improvements of the County as the Council shall, by ordinance approved by an affirmative vote of two-thirds of all of its members, determine; and provided further that the actual use and application of the proceeds of Bonds issued pursuant to this ordinance shall not in any way affect the validity or legality of such Bonds. No proceeds of the Bonds

shall be applied to any public improvement listed in this section unless and until there shall be a valid appropriation of general obligation bond proceeds in effect for such public improvement. The public improvements provided for or to be provided for in the Fiscal Year 2014 Budget, to be financed with proceeds from the sale of the Bonds, are as follows:

Public Improvements:

Estimated Project Cost

1. Paia-Haiku Community Plan Area
 - a. Drainage
 - (1) Baldwin Avenue Drainage System \$ 200,000
 - b. Road improvements (and related improvements, beautification, sidewalks, bike paths, drainage, bridge repairs and maintenance, safety and utilities, accessibility for persons with disabilities) including:
 - (1) Kaliialinui Bridge Improvements \$ 1,500,000

2. Makawao-Pukalani-Kula Community Plan Area
 - a. Road improvements (and related improvements, beautification, sidewalks, bike paths, drainage, bridge repairs and maintenance, safety and utilities, accessibility for persons with disabilities) including:
 - (1) Haleakala Highway Intersection Improvements at Makawao Avenue \$ 1,500,000
 - (2) Old Haleakala Highway Sidewalk (Kula Highway to Makawao Avenue) \$ 592,000
 - (3) Old Haleakala Highway and Makani Road Improvements \$ 600,000
 - b. Water Supply
 - (1) Makawao-Pukalani-Kula Treatment Plant Improvements \$ 700,000

3. Wailuku-Kahului Community Plan Area
 - a. Parks and Recreation
 - (1) Wailuku Gym Improvements \$ 1,700,000
 - (2) New Kahului Community Center Facility \$ 400,000

- b. Road Improvements (and related improvements, beautification, sidewalks, bike paths, drainage, bridge repairs and maintenance, safety and utilities, accessibility for persons with disabilities) including:
 - (1) Papa Avenue Pavement Rehabilitation, Puunene Avenue to Kaahumanu Avenue \$ 2,380,000
 - (2) Waiale Road Shoulder Improvements \$ 350,000
 - (3) Wakea Avenue Traffic Signals at Hina Avenue \$ 100,000
 - (4) Wakea Avenue and Wells Street Pavement Rehabilitation \$ 625,000
- c. Government Facilities
 - (1) Kalana O Maui Campus Expansion Design of Phase IA \$ 1,500,000
 Provided, that by this appropriation, it is not the Council's intent to ratify any or all of the administration's prior acts, actions, omissions, expenditures, and/or related events regarding the demolition of the Old Wailuku Post Office building, the master planning of the expansion project, or any of the subjects authorized for investigation pursuant to Resolution 13-83, as amended by Resolution 13-104. Further provided, that this appropriation shall neither affect nor hinder the Council's investigation of the demolition of the Old Wailuku Post Office building, the master planning of the expansion project, or any of the subjects authorized for investigation pursuant to Resolution 13-83, as amended by Resolution 13-104.
- d. Sanitation
 - (1) Central Maui Landfill Wind Turbine \$ 48,000
- 4. Kihei-Makena Community Plan Area
 - a. Drainage
 - (1) South Kihei Road Culvert Replacement at Waiakoa \$ 1,600,000

b.	Road Improvements (and related improvements, beautification, sidewalks, bike paths, drainage, bridge repairs and maintenance, safety and utilities, accessibility for persons with disabilities) including:		
(1)	South Kihei Road Pavement Rehabilitation	\$	400,000
(2)	South Kihei Road Traffic Signal Modernization at Various Locations	\$	268,000
5.	West Maui Community Plan Area		
a.	Drainage		
(1)	Lahaina Watershed Flood Control	\$	1,100,000
b.	Road Improvements (and related improvements, beautification, sidewalks, bike paths, drainage, bridge repairs and maintenance, safety and utilities, accessibility for persons with disabilities) including:		
(1)	Kahananui Bridge Replacement	\$	1,200,000
c.	Other Projects		
(1)	West Maui Land Acquisition	\$	6,500,000
d.	Parks and Recreation		
(1)	Mokuhinia Ecosystem Restoration Project	\$	200,000
6.	Molokai Community Plan Area		
a.	Sanitation		
(1)	Molokai Landfill Cell No. 4 Construction/Stormwater Improvements	\$	3,000,000
b.	Parks and Recreation		
(1)	Mitchell Pauole Community Center Improvements	\$	1,000,000
7.	Countywide		
a.	Other Projects		
(1)	Bus Stops and Shelters	\$	1,000,000
(2)	Countywide Equipment	[3,205,000]	\$ <u>3,505,000</u>
(3)	Public Safety Radio System Replacement	\$	2,471,000

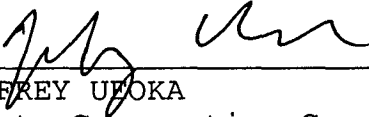
The cost of issuance of the Bonds or any series thereof, including without limitation, the initial fee of paying agents and registrars, the fees of financial consultants and bond counsel, the cost of preparation of any Official Statement relating to the

Bonds, any notices of sale and forms of bid and the definitive Bonds, and the costs of publication of any notices of sale, may be paid from the proceeds of the Bonds or any series thereof and such costs shall be allocated pro rata to each of the foregoing projects financed from such proceeds."

SECTION 3. Material to be repealed is bracketed. New material is underscored.

SECTION 4. This ordinance shall take effect upon its approval.

APPROVED AS TO FORM
AND LEGALITY:



JEFFREY UFOKA
Deputy Corporation Counsel
County of Maui

S:\ALL\JTU\ORDS\BUDGET\fy2014\gobondamd4041countywideequipment.wpd