

COUNCIL OF THE COUNTY OF MAUI  
**BUDGET AND FINANCE COMMITTEE**

August 19, 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 July 7, 2014 and July 29, 2014, makes reference to County Communication 14-155, from the Budget Director, transmitting a proposed bill entitled "A BILL FOR AN ORDINANCE AMENDING APPENDIX A OF THE FISCAL YEAR 2015 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO PART II, SPECIAL PURPOSE REVENUES – SCHEDULE OF REVOLVING/SPECIAL FUNDS FOR FISCAL YEAR 2015, AFFORDABLE HOUSING FUND, HALE LOKELANI OHANA PROJECT".

The purpose of the proposed bill is to amend the Fiscal Year ("FY") 2015 Budget, relating to the Affordable Housing Fund, by adding a proviso that \$400,000 be appropriated for the Hale Lokelani Ohana Project of Lokelani Ohana ("Organization") for the purchase of property or the construction of a home for special needs tenants earning 80 per cent or below of the area median income.

The Director of Housing and Human Concerns informed your Committee the home will accommodate at least five adults with developmental disabilities.

The Director said the Organization was awarded funding in the FY 2013 Affordable Housing Fund Plan, but was unsuccessful in acquiring a house that met the requirements of the Americans with Disability Act prior to the lapsing of the funds. The Organization has expanded its project from purchasing a house to acquiring vacant land and constructing a custom house that meets the Americans with Disability Act and State Department of Health Licensure requirements.

A representative of the Organization stated \$5,000 was deposited in an escrow account for a two-acre parcel in Waihee, and has been pre-approved for a loan of \$395,000 from the U.S. Department of Agriculture, Rural Development Community Plan. Combined with the funds from the County's Affordable Housing Fund of \$400,000 and its own \$125,000, the Organization hopes the project will move forward.

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Your Committee voted 9-0 to recommend passage of the proposed bill on first reading and filing of the communication. Committee Chair White, Vice-Chair Hokama, and members Baisa, Carroll, Cochran, Couch, Crivello, Guzman, and Victorino voted "aye".

Your Committee is in receipt of a revised proposed bill, 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 2015 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 APPENDIX A OF THE FISCAL YEAR 2015 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO PART II, SPECIAL PURPOSE REVENUES – SCHEDULE OF REVOLVING/SPECIAL FUNDS FOR FISCAL YEAR 2015, AFFORDABLE HOUSING FUND, HALE LOKELANI OHANA PROJECT", be PASSED ON FIRST READING and be ORDERED TO PRINT; and
2. That County Communication 14-155 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 APPENDIX A  
OF THE FISCAL YEAR 2015 BUDGET FOR THE COUNTY OF MAUI  
AS IT PERTAINS TO PART II, SPECIAL PURPOSE REVENUES -  
SCHEDULE OF REVOLVING/SPECIAL FUNDS FOR FISCAL YEAR 2015,  
AFFORDABLE HOUSING FUND, HALE LOKELANI OHANA PROJECT

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

SECTION 1. Ordinance No. 4133, Bill No. 37 (2014), as amended, "Fiscal Year 2015 Budget", Appendix A, Part II, Special Purpose Revenues – Schedule of Revolving/Special Funds for Fiscal Year 2015, is hereby amended as it pertains to the Affordable Housing Fund, by adding a proviso for the Hale Lokelani Ohana Project, to read as follows:

**"II. SPECIAL PURPOSE REVENUES - SCHEDULE OF REVOLVING/SPECIAL FUNDS  
FOR FISCAL YEAR 2015**

	<u>ESTIMATED BALANCE AS OF 6/30/14</u>	<u>ANTICIPATED REVENUES FOR FY 2015</u>	<u>TOTAL FOR FY 2015</u>
O. Affordable Housing Fund (Section 9-20, Revised Charter of the County of Maui (1983), as amended; Chapter 3.35, Maui County Code)	13,303,603	4,754,364	18,057,967
(1) Provided, that no more than \$70,000 shall be for Administrative Expenses.			
(2) Provided, that \$1,000,000 shall be for planning, design and engineering of the Lanai Affordable Housing Project Phase I.			
(3) Provided, that \$780,000 shall be for the Na Hale O Maui Kahoma Project for the acquisition of 12 improved residential lots in the 100% affordable Kahoma subdivision.			
(4) Provided, that \$1,400,000 shall be for the Building Houses, Building Hope Project of Habitat for Humanity Maui for the acquisition, construction and rehabilitation of dwelling units for families and individuals with incomes at or below 80% of the area median income.			

- (5) Provided, that \$9,510,000 shall be for the Kulamalu Affordable Housing project of the County of Maui for the master planning, design and construction of 56 County-owned rental units in the Kulamalu subdivision for families earning between 50% and 120% of the area median income.
- (6) Provided, that \$400,000 shall be for the Hale Lokelani Ohana Project of Lokelani Ohana for the purchase of property, or the construction of a home for special needs tenants earning 80% or below of the area median income."

SECTION 2. New material is underscored.

SECTION 3. This Ordinance shall take effect upon its approval.

APPROVED AS TO FORM AND LEGALITY:



JEFFREY UEOKA  
Deputy Corporation Counsel

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