

**COUNCIL OF THE COUNTY OF MAUI**

# **BUDGET AND FINANCE COMMITTEE**

April 17, 2015

**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 27, 2015, and April 6, 2015, makes reference to County Communication 15-86, from the Budget Director, transmitting the following:

1. A proposed bill entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2015 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO ESTIMATED REVENUES; DEPARTMENT OF FIRE AND PUBLIC SAFETY; TOTAL OPERATING APPROPRIATIONS; AND TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)".

The purpose of the proposed bill is to amend the Fiscal Year ("FY") 2015 Budget by: (1) increasing Carryover/Savings in the General Fund by \$2,185,068; and (2) amending Section 3.B.5., Department of Fire and Public Safety, by increasing (a) Administration/Maintenance Program by \$359,374, (b) Fire/Rescue Operations Program by \$1,799,652, and (c) Fire Prevention Program by \$26,042, to cover projected funding shortfalls in salaries, premium pay, and operations.

2. A Certification of Additional Revenues for FY 2015, dated February 19, 2015, for \$2,185,068 in Carryover/Savings from the General Fund.

The Fire Chief informed your Committee the request for additional operational funds in the Department of Fire and Public Safety's Administration/Maintenance Program is for costs to maintain response apparatuses and other equipment. The funds are required because of unforeseen equipment repair needs and because the FY 2015 Budget

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

Page 2

**Committee**  
**Report No.** \_\_\_\_\_

appropriation was smaller than the Department's estimated maintenance costs.

He further informed your Committee additional funds are being requested for salaries and premium pay in the Administration/Maintenance Program, the Fire/Rescue Operations Program, and the Fire Prevention Program. The costs are attributed to arbitrated requirements, including "rank-for-rank recall" and "bureau opportunity incentive" programs.

The Fire Chief explained the rank-for-rank recall program guarantees personnel above the Fire Fighter I classification a minimum of 288 hours, or 12 additional 24-hour work shifts, at premium pay, per fiscal year. He further explained the bureau opportunity incentive program provides a salary supplement to all firefighters, captains, assistant chiefs, and battalion chiefs who are on a 40-hour work schedule, to offset lost overtime opportunities when compared to those of front-line firefighters.

Your Committee noted concern about the escalating costs of the collective bargaining agreement governing these personnel.

Your Committee voted 7-1 to recommend passage of the proposed bill on first reading and filing of the communication. Committee Chair Hokama and members Baisa, Carroll, Cochran, Couch, Crivello, and Guzman voted "aye". Committee Vice-Chair White voted "no". Committee member Victorino was excused.

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, including adjustments to reflect the expected passage of other pending legislation.

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

Page 3

**Committee**  
**Report No. \_\_\_\_\_**

Your Budget and Finance Committee RECOMMENDS the following:

1. That Bill \_\_\_\_\_ (2015), as revised herein and attached hereto, entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2015 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO ESTIMATED REVENUES; DEPARTMENT OF FIRE AND PUBLIC SAFETY; TOTAL OPERATING APPROPRIATIONS; AND TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)" be PASSED ON FIRST READING and be ORDERED TO PRINT; and
2. That County Communication 15-86 be FILED.

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

Page 4

**Committee**  
**Report No.** \_\_\_\_\_

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

  
\_\_\_\_\_  
RIKI HOKAMA, Chair

bf:cr:15033aa:mmy

ORDINANCE NO. \_\_\_\_\_

BILL NO. \_\_\_\_\_ (2015)

A BILL FOR AN ORDINANCE AMENDING  
THE FISCAL YEAR 2015 BUDGET FOR THE COUNTY OF MAUI  
AS IT PERTAINS TO ESTIMATED REVENUES;  
DEPARTMENT OF FIRE AND PUBLIC SAFETY;  
TOTAL OPERATING APPROPRIATIONS; AND  
TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)

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", is hereby amended as it pertains to Section 2, Estimated Revenues by increasing Carryover/Savings from the General Fund in the amount of \$2,185,068; and by increasing Total Estimated Revenues in the amount of \$2,185,068, to read as follows:

"ESTIMATED REVENUES

FROM TAXES, FEES AND ASSESSMENTS:

Real Property Taxes		238,015,312
Circuit Breaker Adjustment		(297,122)
Charges for Current Services		121,285,248
Transient Accommodations Tax		23,280,000
Public Service Company Tax		9,000,000
Licenses/Permits/Others		29,043,396
Fuel and Franchise Taxes		21,100,000
Special Assessments		4,130,000
Other Intergovernmental		18,109,000

FROM OTHER SOURCES:

Interfund Transfers		48,316,652
Bond/Lapsed Bond		56,955,308
Carryover/Savings:		
General Fund	[28,587,569]	<u>30,772,637</u>
Sewer Fund		9,264,849
Highway Fund		5,165,973
Solid Waste Management Fund		2,015,382
Golf Fund		157,634
Liquor Fund		719,109
Bikeway Fund		346,946
Water Fund		<u>9,484,652</u>

TOTAL ESTIMATED REVENUES	[624,679,908]	<u>626,864,976"</u>
--------------------------	---------------	---------------------

SECTION 2. Fiscal Year 2015 Budget is hereby amended as it pertains to Section 3.B.5., Department of Fire and Public Safety, by increasing the appropriations for Administration/Maintenance Program by \$359,374; Fire/Rescue Operations Program by \$1,799,652; and Fire Prevention Program by \$26,042, to read as follows:

"5. Department of Fire and Public Safety		
a. Administration/Maintenance Program	[2,383,157]	<u>2,742,531</u>
(1) Provided, that disbursement for salaries and premium pay is limited to 19.0 equivalent personnel.		
(2) Provided, that \$50,000 shall be for the Maui All Hazards Incident Management Team.		
b. Training Program		
(1) Provided, that disbursement for salaries and premium pay is limited to 8.0 equivalent personnel.		
c. Fire/Rescue Operations Program		
(1) Provided, that disbursement for salaries and premium pay is limited to 282.0 equivalent personnel.		
d. Fire Prevention Program		
(1) Provided, that disbursement for salaries and premium pay is limited to 9.0 equivalent personnel.		

SECTION 3. Fiscal Year 2015 Budget is hereby amended as it pertains to the Total Operating Appropriations to reflect an increase of \$2,185,068, to read as follows:

"TOTAL OPERATING APPROPRIATIONS	[502,283,902]	<u>504,468,970"</u>
---------------------------------	---------------	---------------------

SECTION 4. Fiscal Year 2015 Budget is hereby amended as it pertains to the Total Appropriations (Operating and Capital Improvement Projects) to reflect an increase of \$2,185,068, to read as follows:

"TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)	[624,679,908]	<u>626,864,976"</u>
--	---------------	---------------------

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