

COUNCIL OF THE COUNTY OF MAUI

BUDGET AND FINANCE COMMITTEE

March 18, 2016

**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 29, 2016, makes reference to County Communication 15-164, from Councilmember Riki Hokama, relating to amendments to the Fiscal Year (“FY”) 2016 Budget.

By correspondence dated February 19, 2016, the Budget Director transmitted a proposed bill entitled “A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2016 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO ESTIMATED REVENUES; DEPARTMENT OF FINANCE, COUNTYWIDE COSTS; DEPARTMENT OF PARKS AND RECREATION, PARK MAINTENANCE PROGRAM, WAIEHU GOLF COURSE PROGRAM – GOLF FUND; TOTAL OPERATING APPROPRIATIONS; AND TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS).”

The purpose of the proposed bill is to amend the FY 2016 Budget by 1) increasing Interfund Transfers by \$15,020; 2) increasing Department of Finance, Countywide Costs, Supplemental Transfer to the Golf Fund, by \$15,020; 3) decreasing Department of Parks and Recreation, Park Maintenance Program, by \$15,020; and 4) increasing Department of Parks and Recreation, Waiehu Golf Course Program – Golf Fund, General, by \$15,020 for additional funds for golf course equipment including a greens roller, utility cart, fuel tanks, and a pumping system.

The Budget Director said the proposed bill appropriates additional funds for equipment approved in the FY 2016 Budget.

Your Committee notes the bids for a greens roller and a utility cart are \$5,020 more than the appropriations in the budget. The bids for fuel

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tanks and a pumping system are \$10,000 more than the appropriations in the budget.

Your Committee notes the transfer of funds from the Parks Maintenance Program in the General Fund to the Waiehu Golf Course Program in the Golf Fund increases the reliance on the General Fund for the operations and maintenance of the golf course.

Your Committee voted 8-0 to recommend passage of the proposed bill on first reading. Committee Chair Hokama, Vice-Chair White, and members Baisa, Carroll, Cochran, Couch, Guzman, and Victorino voted "aye." Committee member Crivello 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 that take into account prior amendments to the FY 2016 Budget and include adjustments to reflect the expected passage of other pending legislation.

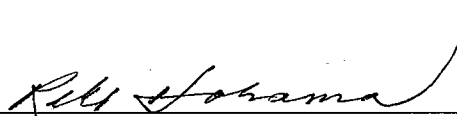
Your Budget and Finance Committee RECOMMENDS that Bill _____ (2016), attached hereto, entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2016 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO ESTIMATED REVENUES; DEPARTMENT OF FINANCE, COUNTYWIDE COSTS; DEPARTMENT OF PARKS AND RECREATION, PARK MAINTENANCE PROGRAM, WAIEHU GOLF COURSE PROGRAM – GOLF FUND; TOTAL OPERATING APPROPRIATIONS; AND TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)," be PASSED ON FIRST READING and be ORDERED TO PRINT.

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



RIKI HOKAMA, Chair

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ORDINANCE NO. _____

BILL NO. _____ (2016)

A BILL FOR AN ORDINANCE AMENDING
THE FISCAL YEAR 2016 BUDGET FOR THE COUNTY OF MAUI
AS IT PERTAINS TO ESTIMATED REVENUES;
DEPARTMENT OF FINANCE, COUNTYWIDE COSTS;
DEPARTMENT OF PARKS AND RECREATION, PARK MAINTENANCE PROGRAM,
WAIIEHU GOLF COURSE PROGRAM – GOLF FUND;
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. 4231, Bill No. 38 (2015), Draft 1, as amended, "Fiscal Year 2016 Budget", is hereby amended as it pertains to Section 2, Estimated Revenues, by increasing Interfund Transfers in the amount of \$15,020; and by increasing Total Estimated Revenues in the amount of \$15,020, to read as follows:

"ESTIMATED REVENUES

FROM TAXES, FEES AND ASSESSMENTS:

Real Property Taxes		255,944,996
Circuit Breaker Adjustment		(360,846)
Charges for Current Services		126,381,439
Transient Accommodations Tax		23,280,000
Public Service Company Tax		9,061,812
Licenses/Permits/Others		31,672,421
Fuel and Franchise Taxes		22,430,000
Special Assessments		480,000
Other Intergovernmental		39,046,700

FROM OTHER SOURCES:

Interfund Transfers	[46,570,893]	46,585,913
Bond/Lapsed Bond		29,784,122
Carryover/Savings:		
General Fund		24,050,482
Sewer Fund		2,922,538
Highway Fund		4,142,020
Solid Waste Management Fund		(822,125)
Golf Fund		(149,289)
Liquor Fund		864,275
Bikeway Fund		327,789
Water Fund		16,110,544

TOTAL ESTIMATED REVENUES [631,737,771] 631,752,791"

SECTION 2. Fiscal Year 2016 Budget is hereby amended as it pertains to Section 3.B.4.f., Department of Finance, Countywide Costs, by increasing the appropriation for Supplemental Transfer to the Golf Fund in the amount of \$15,020, to read as follows:

“4. Department of Finance

f. Countywide Costs

(1) Fringe Benefits		69,555,409
(2) Transfer to the Post-Employment Obligations Fund		14,930,000
(3) Fringe Benefits Reimbursements		(18,905,987)
(4) Bond Issuance and Debt Service		40,043,854
(5) Supplemental Transfer to the Golf Fund	[3,034,607]	<u>3,049,627</u>
(6) Supplemental Transfer to the Solid Waste Management Fund		13,465,415
(7) Insurance Programs and Self Insurance		10,500,000
(8) Transfer to the Open Space, Natural Resources, Cultural Resources, and Scenic Views Preservation Fund		2,555,842
(9) Transfer to the Affordable Housing Fund		5,111,683
(10) General Costs		1,095,126
(11) Overhead Reimbursement		(20,668,014)
(12) Transfer to the Emergency Fund		4,000,000”

SECTION 3. Fiscal Year 2016 Budget is hereby amended as it pertains to Section 3.B.10., Department of Parks and Recreation, by decreasing the appropriation for the Parks Maintenance Program by \$15,020, and by increasing the Waiehu Golf Course Program – Golf Fund, General by \$15,020, to read as follows:

“10. Department of Parks and Recreation

a. Administration Program

(1) General		1,399,260
(i) Provided, that disbursement for salaries and premium pay is limited to 25.0 equivalent personnel.		
(2) Grant to The Lahaina Restoration Foundation		178,828
(3) Grant to The Lahaina Restoration Foundation for Capital		75,000
(4) Grant to Maui Community Correctional Center for Workline Program		117,000

b. Aquatics Program

(1) Provided, that disbursement for salaries and premium pay is limited to 98.3 equivalent personnel.		6,093,028
(2) Provided, that \$40,000 shall be for an all-terrain vehicle (ATV) and pick-up truck, both for West Maui Aquatics Beaches Program.		

c. Park Maintenance Program

(1) Provided, that disbursement for salaries and premium pay is limited to 43.4 equivalent personnel.	[4,167,396]	<u>4,152,376</u>
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d. Planning and Development Program		626,592
(1) Provided, that disbursement for salaries and premium pay is limited to 7.0 equivalent personnel.		
(2) Provided, that \$200,000 shall be for a Wells Park Master Plan.		
e. Recreation and Support Services Program		16,109,298
(1) Provided, that disbursement for salaries and premium pay is limited to 183.7 equivalent personnel.		
(2) Provided, that the expansion of 0.5 equivalent personnel shall be to increase the Building Maintenance Repairer I position on Lanai, from half-time to full-time.		
f. Play and Learn Sessions (PALS) Program		1,977,326
(1) Provided, that disbursement for salaries and premium pay is limited to 61.4 equivalent personnel and 8.0 Limited Term Appointment (LTA) equivalent personnel.		
g. Waiehu Golf Course Program – Golf Fund		
(1) General	[1,918,182]	<u>1,933,202</u>
(i) Provided, that disbursement for salaries and premium pay is limited to 20.9 equivalent personnel.		
(2) Contribution to General Fund – Employees' Retirement System (ERS) and Federal Insurance Contributions Act (FICA)		226,783
(3) Contribution to General Fund – Hawaii Employer-Union Health Benefits Trust Fund (EUTF)		160,358
(4) Contribution to General Fund – Other Post-Employment Benefits (OPEB)		123,373
(5) Debt Service		239,930
(6) Administrative Overhead Charge		1,219,104"

SECTION 4. Fiscal Year 2016 Budget is hereby amended as it pertains to the Total Operating Appropriations to reflect an increase of \$15,020, to read as follows:

"TOTAL OPERATING APPROPRIATIONS	[521,507,691]	<u>521,522,711"</u>
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SECTION 5. Fiscal Year 2016 Budget is hereby amended as it pertains to the Total Appropriations (Operating and Capital Improvement Projects) to reflect an increase of \$15,020, to read as follows:

"TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)	[631,737,771]	<u>631,752,791"</u>
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SECTION 6. Fiscal Year 2016 Budget is hereby amended as it pertains to Appendix C, A,B,C Categories (Referenced in Section 7), Functions and Programs, Department of Finance, Countywide Costs, Supplemental Transfer to the Golf Fund, by increasing the appropriations under Category B and Total by \$15,020, to read as follows:

"APPENDIX C				
A,B,C CATEGORIES (REFERENCED IN SECTION 7)				
I. FUNCTIONS AND PROGRAMS				
Department of Finance	A	B	C	Total
Administration Program	\$ 611,070	\$ 92,462	\$ 1,500	\$ 705,032
Accounts Program	\$ 1,014,000	\$ 421,750	\$ 3,000	\$ 1,438,750
Financial Services Program	\$ 4,306,000	\$ 1,709,051	\$ 6,500	\$ 6,021,551
Countywide Service Center – Annual Lease	\$ -	\$ 506,800	\$ -	\$ 506,800
Purchasing Program	\$ 383,912	\$ 67,092	\$ -	\$ 451,004
Treasury Program	\$ 621,292	\$ 363,600	\$ 1,000	\$ 985,892
Countywide Costs				
Fringe Benefits	\$ -	\$ 69,555,409	\$ -	\$ 69,555,409
Transfer to the Post-Employment Obligations Fund	\$ -	\$ 14,930,000	\$ -	\$ 14,930,000
Fringe Benefits Reimbursements	\$ -	\$ (18,905,987)	\$ -	\$ (18,905,987)
Bond Issuance and Debt Service	\$ -	\$ 40,043,854	\$ -	\$ 40,043,854
Supplemental Transfer to the Golf Fund	\$ -	[\$ 3,034,607] \$ 3,049,627	\$ -	[\$ 3,034,607] \$ 3,049,627
Supplemental Transfer to the Solid Waste Management Fund	\$ -	\$ 13,465,415	\$ -	\$ 13,465,415
Insurance Programs and Self Insurance	\$ -	\$ 10,500,000	\$ -	\$ 10,500,000
Transfer to Open Space, Natural Resources, Cultural Resources, and Scenic Views Preservation Fund	\$ -	\$ 2,555,842	\$ -	\$ 2,555,842
Transfer to the Affordable Housing Fund	\$ -	\$ 5,111,683	\$ -	\$ 5,111,683
General Costs	\$ -	\$ 1,089,126	\$ 6,000	\$ 1,095,126
Overhead Reimbursements	\$ -	\$ (20,668,014)	\$ -	\$ (20,668,014)
Transfer to the Emergency Fund	\$ -	\$ 4,000,000	\$ -	\$ 4,000,000

SECTION 7. Fiscal Year 2016 Budget is hereby amended as it pertains to Appendix C, A,B,C Categories (Referenced in Section 7), Functions and Programs, Department of Parks and Recreation, Park Maintenance Program, by decreasing the appropriation under Category B and Total by \$15,020; and Waiehu Golf Course Program – Golf Fund, by increasing the appropriation under Category C and Total by \$15,020, to read as follows:

"APPENDIX C				
A,B,C CATEGORIES (REFERENCED IN SECTION 7)				
I. FUNCTIONS AND PROGRAMS				
Department of Parks and Recreation	A	B	C	Total
Administration Program	\$ 1,249,331	\$ 145,929	\$ 4,000	\$ 1,399,260
Grant to the Lahaina Restoration Foundation	\$ -	\$ 178,828	\$ -	\$ 178,828
Grant to the Lahaina Restoration Foundation for Capital	\$ -	\$ 75,000	\$ -	\$ 75,000
Grant to Maui Community Correctional Center for Workline Program	\$ -	\$ 117,000	\$ -	\$ 117,000
Aquatics Program	\$ 4,379,854	\$ 1,600,174	\$ 113,000	\$ 6,093,028
Park Maintenance Program	\$ 2,165,025	[\$ 1,529,899] \$ 1,514,879	\$ 472,472	[\$ 4,167,396] \$ 4,152,376
Planning and Development Program	\$ 404,290	\$ 222,302	\$ -	\$ 626,592

Recreation and Support Services Program	\$ 7,704,424	\$ 8,121,874	\$ 283,000	\$ 16,109,298
Play and Learn Sessions (PALS) Program	\$ 1,670,793	\$ 306,533	\$ -	\$ 1,977,326
Waiehu Golf Course Program - Golf Fund	\$ 935,280	\$ 751,402	(\$ 231,500) <u>\$ 246,520</u>	(\$ 1,918,182) <u>\$ 1,933,202</u>
Contribution to General Fund - Employees' Retirement System (ERS) and Federal Insurance Contributions Act (FICA)	\$ -	\$ 226,783	\$ -	\$ 226,783
Contribution to General Fund - Hawaii Employer-Union Health Benefits Trust Fund (EUTF)	\$ -	\$ 160,358	\$ -	\$ 160,358
Contributions to General Fund - Other Post-Employment Benefits (OPEB)	\$ -	\$ 123,373	\$ -	\$ 123,373
Debt Service	\$ -	\$ 239,930	\$ -	\$ 239,930
Administrative Overhead Charge	\$ -	\$ 1,219,104	\$ -	\$ 1,219,104"

SECTION 8. Material to be repealed is bracketed. New material is underscored.

SECTION 9. This Ordinance shall take effect upon its approval.

APPROVED AS TO FORM AND LEGALITY:



JEFFREY UEOKA
Deputy Corporation Counsel