

COUNCIL OF THE COUNTY OF MAUI

**HOUSING, HUMAN SERVICES, AND
TRANSPORTATION 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 Housing, Human Services, and Transportation Committee, having met on July 2, 2015, and March 3, 2016, makes reference to a Miscellaneous Communication dated May 28, 2015, from the County Clerk, reporting that on May 26, 2015, the Council referred the matter relating to the Rental Housing Development Revolving Fund.

Your Committee notes the Fund was established by Ordinance 1918, effective July 1, 1990.

Section 3.34.010, Maui County Code, states: "All county rental housing project rent moneys in excess of expenses shall be deposited in a revolving fund whose proceeds shall be used for the purpose of developing county rental housing projects."

Your Committee notes the current balance remaining in the Fund is \$52,775. According to the Deputy Director of Finance, there have been no transactions involving the Fund since August 2000.

At the request of the Chair of your Committee, the Department of the Corporation Counsel transmitted a proposed bill, entitled "A BILL FOR AN ORDINANCE REPEALING CHAPTER 3.34, MAUI COUNTY CODE, RELATING TO THE RENTAL HOUSING DEVELOPMENT REVOLVING FUND," approved as to form and legality. The purpose of the proposed bill is to repeal Chapter 3.34, Maui County Code, eliminating the Fund, and transfer the Fund balance to the Affordable Housing Fund.

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A representative of the Department of Housing and Human Concerns said the Department supports the proposed bill.

A Deputy Corporation Counsel said the development of County rental housing projects is a permitted use for monies in the Affordable Housing Fund (Section 9-20 of the Revised Charter of the County of Maui (1983), as amended).

Your Committee expressed support for the proposed bill because the Fund has remained dormant for over 15 years, the balance could be put to use for the same goals in the Affordable Housing Fund, and transferring the balance into the Affordable Housing Fund would simplify accounting.

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

Your Housing, Human Services, and Transportation Committee **RECOMMENDS** the following:

1. That Bill _____ (2016), attached hereto, entitled "A BILL FOR AN ORDINANCE REPEALING CHAPTER 3.34, MAUI COUNTY CODE, RELATING TO THE RENTAL HOUSING DEVELOPMENT REVOLVING FUND," be PASSED ON FIRST READING and be ORDERED TO PRINT; and
2. That the Miscellaneous Communication be FILED.

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



STACY CRIVELLO, Chair

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ORDINANCE NO. _____

BILL NO. _____ (2016)

A BILL FOR AN ORDINANCE REPEALING CHAPTER 3.34,
MAUI COUNTY CODE, RELATING TO THE
RENTAL HOUSING DEVELOPMENT REVOLVING FUND

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

SECTION 1. Chapter 3.34, Maui County Code, is repealed in its entirety.

SECTION 2. Any balance remaining in the Rental Housing Development Revolving Fund as of June 30, 2016, shall be transferred to the Affordable Housing Fund.

SECTION 3. This ordinance shall take effect on July 1, 2016.

APPROVED AS TO FORM AND LEGALITY:



JEFFREY UEOKA
Department of the Corporation Counsel
County of Maui

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