

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

April 1, 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 March 15, 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 January 27, 2016, the Budget Director transmitted the following:

1. 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 FIRE AND PUBLIC SAFETY, ADMINISTRATION/MAINTENANCE PROGRAM; 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 Carryover/Savings from the General Fund by \$20,000; and 2) increasing the Department of Fire and Public Safety, Administration/Maintenance Program, by \$20,000, to provide additional funds for a Weis Draft Commander mobile fire pump testing unit.

2. 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; COUNTYWIDE, OTHER PROJECTS, COUNTYWIDE EQUIPMENT; TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS; AND TOTAL

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APPROPRIATIONS (OPERATING AND CAPITAL
IMPROVEMENT PROJECTS)" ("Pumper Truck bill").

The purpose of the proposed bill is to amend the FY 2016 Budget by 1) increasing Bond/Lapsed Bond revenues by \$197,000; 2) increasing the appropriation to the Bond Fund, Countywide, Other Projects, Countywide Equipment, by \$197,000; and 3) increasing the appropriation by \$197,000 in the proviso for a pumper truck for the Pukoo Fire Station.

3. A proposed bill entitled "A BILL FOR AN ORDINANCE AMENDING ORDINANCE NO. 4228, BILL NO. 35 (2015), RELATING TO THE ISSUANCE OF GENERAL OBLIGATION BONDS OF THE COUNTY OF MAUI (COUNTYWIDE EQUIPMENT)" ("Bond bill").

The purpose of the proposed bill is to amend the FY 2016 general obligation bond authorization ordinance by 1) increasing the appropriation under Countywide, Other Projects, Countywide Equipment, by \$197,000; and 2) increasing the appropriation by \$197,000 in the proviso for a pumper truck for the Pukoo Fire Station.

4. A Certification of Additional Revenues for FY 2016, dated January 28, 2016, for \$20,000 in Carryover/Savings from the General Fund.

Your Committee notes it previously reported on this matter through Committee Report 16-34. In that report, your Committee recommended the proposed bill relating to the mobile fire pump testing unit be passed on first reading and be ordered to print. Bill 26 (2016) passed second and final reading on March 18, 2016.

Your Committee notes \$500,000 was appropriated in the FY 2016 Budget for the purchase of a pumper truck for the Pukoo Fire Station.

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The Budget Director said the bid for the pumper truck is higher than the appropriated amount, coming in at \$696,457. The proposed bills would appropriate an additional \$197,000 for the purchase of the truck.

In response to your Committee's questions, the Deputy Fire Chief clarified the difference between tankers and pumper trucks. Tankers generally carry 1,000 or more gallons of water and are used to supply water to the pumpers and other trucks at fire scenes. Pumpers contain a smaller supply of water and are primarily used at the front lines of fighting fires.

The Deputy informed your Committee the proposed pumper will be a replacement vehicle for the Pukoo Fire Station. The current vehicle has reached the end of its useful life. He estimated a 10- to 12-year life cycle on the Department's vehicles.

Your Committee noted the proposed pumper will have protective features to slow the degradation caused by the corrosive salt air environment of the station. The truck will have stainless steel connectors and piping, and other anti-corrosion fittings and coatings.

Your Committee voted 8-0 to recommend passage of the proposed Pumper Truck bill and the proposed Bond bill on first reading. Committee Chair Hokama and members Baisa, Carroll, Cochran, Couch, Crivello, Guzman, and Victorino voted "aye." Committee Vice-Chair White was excused.

Your Committee is in receipt of a revised proposed Pumper Truck 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 other nonsubstantive revisions.

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Your Budget and Finance Committee RECOMMENDS the following:

1. 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; COUNTYWIDE, OTHER PROJECTS, COUNTYWIDE EQUIPMENT; TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS; AND TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)," be PASSED ON FIRST READING and be ORDERED TO PRINT; and

2. That Bill _____ (2016), attached hereto, entitled "A BILL FOR AN ORDINANCE AMENDING ORDINANCE NO. 4228, BILL NO. 35 (2015), 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.

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



RIKI HOKAMA, Chair

bf:cr:16038(38)ab:srs

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;
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. 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 Bond/Lapsed Bond Fund in the amount of \$197,000; and by increasing Total Estimated Revenues in the amount of \$197,000, 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		46,585,913
Bond/Lapsed Bond	[29,784,122]	<u>29,981,122</u>
Carryover/Savings:		
General Fund		26,050,482
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		<u>16,110,544</u>

TOTAL ESTIMATED REVENUES	[633,752,791]	<u>633,949,791"</u>
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SECTION 2. Fiscal Year 2016 Budget is hereby amended as it pertains to Section 4.D.8.c., From the Bond Fund, Countywide, Other Projects, by increasing the appropriation for Countywide Equipment, in the amount of \$197,000, and by increasing the appropriation in the proviso for a Pumper Truck for the Pukoo Fire Station, in the amount of \$197,000 to read as follows:

"D. From the Bond Fund	
1. Hana 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) Piilani Highway Roadway and Embankment Repairs at Waiopai	500,000
(2) Waiopai Bridge Improvements	600,000
(3) Keanae Road Safety Improvements	400,000
2. Paia-Haiku 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) Baldwin Avenue Bicycle Improvements	350,000
(2) North Shore Greenway	350,000
3. Makawao-Pukalani-Kula Community Plan Area	
a. Government Facilities	
(1) Kula Community Center Land Acquisition	307,000
(2) Waiakoa (Kula) Gym Acquisition	1,220,000
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) Baldwin Avenue Resurfacing Phase 2	3,361,250
(2) Kokomo Road and Makawao Avenue Pavement Reconstruction, Phase 2	1,400,000
(3) Old Haleakala Highway Reconstruction	1,381,750
c. Other Projects	
(1) Kula Agricultural Park Expansion	1,000,000
4. Wailuku-Kahului Community Plan Area	
a. Government Facilities	
(1) Kalana O Maui Campus Electrical Upgrades	1,200,000
(2) Acquisition of Real Property at 2154 Kaohu Street	1,220,000
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) Kahekili Highway Improvements	3,000,000
(2) Kuikahi Drive Pavement Rehabilitation	440,000
5. 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) North South Collector Road (Namauu Place to Kulanihakoi Street)		553,622
6. West Maui Community Plan Area		
a. Drainage		
(1) Lahaina Watershed Flood Control		2,000,000
7. Molokai Community Plan Area		
a. Drainage		
(1) Kaunakakai Drainage System B		400,000
b. Government Facilities		
(1) Kaunakakai Police Station		250,000
8. Countywide		
a. Drainage		
(1) Countywide Drainage Improvements		1,500,000
b. Government Facilities		
(1) Countywide Facility Building Improvements		750,000
c. Other Projects		
(1) Bus Stops and Shelters		800,000
(2) Countywide Equipment	[3,650,500]	<u>3,847,500</u>
(i) Provided, that \$2,162,500 shall be for a D8 Dozer, a 4,000-Gallon Water Truck, a Roll-off Truck, and (2) 28-Cubic-Yard Refuse Trucks for the Solid Waste Operations Program.		
(ii) Provided, that \$988,000 shall be for a D8 Dozer with Ripper Attachment for the Iao Flood Control Project.		
(iii) Provided, that [\$500,000] <u>\$697,000</u> shall be for a Pumper Truck for the Pukoo Fire Station.		
d. Parks and Recreation		
(1) Large Capacity Cesspool Closure		550,000"

SECTION 3. Fiscal Year 2016 Budget is hereby amended as it pertains to the Total Capital Improvement Project Appropriations to reflect an increase of \$197,000, to read as follows:

"TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS	[110,230,080]	<u>110,427,080"</u>
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SECTION 4. Fiscal Year 2016 Budget is hereby amended as it pertains to the Total Appropriations (Operating and Capital Improvement Projects) to reflect an increase of \$197,000, to read as follows:

"TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)	[633,752,791]	<u>633,949,791"</u>
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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

ORDINANCE NO. _____

BILL NO. _____ (2016)

A BILL FOR AN ORDINANCE AMENDING ORDINANCE NO. 4228,
BILL NO. 35 (2015), 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. 4228, Bill No. 35 (2015), 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 [~~\$28,784,122~~] \$28,981,122 (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. 4228, Bill No. 35 (2015), 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 2016 Budget, including amendments and supplements thereto, duly approved by the Council of the County (the "Council") for the fiscal year ending June 30, 2016 (the "Fiscal Year 2016 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 2016 Budget, to be financed with proceeds from the sale of the Bonds, are as follows:

Public Improvements:

Estimated Project Cost

1. Hana 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) Piilani Highway Roadway and Embankment Repairs at Waiopai 500,000
 - (2) Waiopai Bridge Improvements 600,000
 - (3) Keanae Road Safety Improvements 400,000

2. Paia-Haiku 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) Baldwin Avenue Bicycle Improvements 350,000
 - (2) North Shore Greenway 350,000

3. Makawao-Pukalani-Kula Community Plan Area
 - a. Government Facilities
 - (1) Kula Community Center Land Acquisition 307,000
 - (2) Waiakoa (Kula) Gym Acquisition 1,220,000
 - 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) Baldwin Avenue Resurfacing Phase 2 3,361,250
 - (2) Kokomo Road and Makawao Avenue Pavement Reconstruction, Phase 2 1,400,000
 - (3) Old Haleakala Highway Reconstruction 1,381,750
 - c. Other Projects
 - (1) Kula Agricultural Park Expansion 1,000,000

4. Wailuku-Kahului Community Plan Area
 - a. Government Facilities
 - (1) Kalana O Maui Campus Electrical Upgrades 1,200,000
 - (2) Acquisition of Real Property at 2154 Kaohu Street 1,220,000
 - 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) Kahekili Highway Improvements	3,000,000
	(2) Kuikahi Drive Pavement Rehabilitation	440,000
5.	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) North South Collector Road (Namu Place to Kulanihakoi Street)	553,622
6.	West Maui Community Plan Area	
	a. Drainage	
	(1) Lahaina Watershed Flood Control	2,000,000
7.	Molokai Community Plan Area	
	a. Drainage	
	(1) Kaunakakai Drainage System B	400,000
	b. Government Facilities	
	(1) Kaunakakai Police Station	250,000
8.	Countywide	
	a. Drainage	
	(1) Countywide Drainage Improvements	1,500,000
	b. Government Facilities	
	(1) Countywide Facility Building Improvements	750,000
	c. Other Projects	
	(1) Bus Stops and Shelters	800,000
	(2) Countywide Equipment [3,650,500]	<u>3,847,500</u>
	(a) Provided, that \$2,162,500 shall be for a D8 Dozer, a 4,000-Gallon Water Truck, a Roll-off Truck, and (2) 28-Cubic-Yard Refuse Trucks for the Solid Waste Operations Program.	
	(b) Provided, that \$988,000 shall be for a D8 Dozer with Ripper Attachment for the Iao Flood Control Project.	
	(c) Provided, that [\$500,000] <u>\$697,000</u> shall be for a Pumper Truck for the Pukoo Fire Station.	
	d. Parks and Recreation	
	(1) Large Capacity Cesspool Closure	550,000

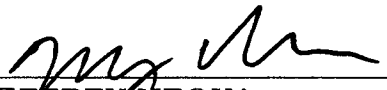
The cost of issuance of the Bonds or any series thereof, including without limitation, the initial fee of paying agents and registrars, the fees of financial consultants and bond counsel, the cost of preparation of any Official Statement relating to the Bonds, any notices of sale and forms of bid and 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 DEOKA
Deputy Corporation Counsel
County of Maui

LF 2014-3082

BF-38(38) 2016-03-21 bond and Fire (Fire Pump Testing Unit and Pumper Truck for Pukoo Station)