

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

February 22, 2008

Committee
Report No.

08-30

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 4, 2008, makes reference to the following:

1. County Communication No. 08-17, from the Budget Director, transmitting a proposed bill entitled "A BILL FOR AN ORDINANCE AUTHORIZING THE MAYOR OF THE COUNTY OF MAUI TO ENTER INTO AN INTERGOVERNMENTAL AGREEMENT FOR A STATE WATER POLLUTION CONTROL REVOLVING FUND LOAN FOR THE FRONT STREET SEWER LINE REHABILITATION, WEST MAUI COMMUNITY PLAN AREA, FISCAL YEAR 2008 BUDGET ORDINANCES (ALSO KNOWN AS FRONT STREET SEWER REHABILITATION)".

The purpose of the proposed bill is to authorize the Mayor to enter into an intergovernmental agreement to finance the construction of the Front Street Sewer Line Rehabilitation project with a State Water Pollution Control Revolving Fund Loan (SRF loan) for an amount not to exceed \$1,200,000.

2. County Communication No. 08-18, from the Budget Director, transmitting a proposed bill entitled "A BILL FOR AN ORDINANCE AUTHORIZING THE MAYOR OF THE COUNTY OF MAUI TO ENTER INTO AN INTERGOVERNMENTAL AGREEMENT FOR A STATE WATER POLLUTION CONTROL REVOLVING FUND LOAN FOR THE ENVIRONMENTAL PROTECTION AGENCY (EPA) CONSENT DECREE SEWER REHABILITATION, WAILUKU-KAHULUI COMMUNITY PLAN AREA, FISCAL YEAR 2008 BUDGET ORDINANCES (ALSO KNOWN AS ISLANDWIDE EPA CONSENT DECREE SEWER REHABILITATION)".

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

February 22, 2008
Page 2

Committee
Report No. 08-30

The purpose of the proposed bill is to authorize the Mayor to enter into an intergovernmental agreement to finance the construction of the EPA Consent Decree Sewer Rehabilitation, Wailuku-Kahului Community Plan Area project, with an SRF loan for an amount not to exceed \$1,000,000.

3. County Communication No. 08-19, from the Budget Director, transmitting a proposed bill entitled "A BILL FOR AN ORDINANCE AUTHORIZING THE MAYOR OF THE COUNTY OF MAUI TO ENTER INTO AN INTERGOVERNMENTAL AGREEMENT FOR A STATE WATER POLLUTION CONTROL REVOLVING FUND LOAN FOR THE ENVIRONMENTAL PROTECTION AGENCY (EPA) CONSENT DECREE SEWER REHABILITATION, KIHEI-MAKENA COMMUNITY PLAN AREA, FISCAL YEAR 2008 BUDGET ORDINANCES (ALSO KNOWN AS ISLANDWIDE EPA CONSENT DECREE SEWER REHABILITATION)".

The purpose of the proposed bill is to authorize the Mayor to enter into an intergovernmental agreement to finance the construction of the EPA Consent Decree Sewer Rehabilitation, Kihei-Makena Community Plan Area project, with an SRF loan for an amount not to exceed \$1,000,000.

4. County Communication No. 08-20, from the Budget Director, transmitting a proposed bill entitled "A BILL FOR AN ORDINANCE AUTHORIZING THE MAYOR OF THE COUNTY OF MAUI TO ENTER INTO AN INTERGOVERNMENTAL AGREEMENT FOR A STATE WATER POLLUTION CONTROL REVOLVING FUND LOAN FOR THE ENVIRONMENTAL PROTECTION AGENCY (EPA) CONSENT DECREE SEWER REHABILITATION, WEST MAUI COMMUNITY PLAN AREA, FISCAL YEAR 2008 BUDGET ORDINANCES (ALSO KNOWN AS ISLANDWIDE EPA CONSENT DECREE SEWER REHABILITATION)".

The purpose of the proposed bill is to authorize the Mayor to enter into an intergovernmental agreement to finance the construction of the EPA Consent Decree Sewer Rehabilitation, West Maui Community Plan Area project, with an SRF loan for an amount not to exceed \$1,000,000.

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

February 22, 2008
Page 3

Committee
Report No. 08-30

5. County Communication No. 08-21, from the Budget Director, transmitting a proposed bill entitled “A BILL FOR AN ORDINANCE AUTHORIZING THE MAYOR OF THE COUNTY OF MAUI TO ENTER INTO AN INTERGOVERNMENTAL AGREEMENT FOR A STATE WATER POLLUTION CONTROL REVOLVING FUND LOAN FOR THE KAA NAPALI/HYATT FORCE MAIN REPLACEMENTS, WEST MAUI COMMUNITY PLAN AREA, FISCAL YEAR 2008 BUDGET ORDINANCES (ALSO KNOWN AS HYATT/KAA NAPALI FORCE MAIN REPLACEMENTS)”.

The purpose of the proposed bill is to authorize the Mayor to enter into an intergovernmental agreement to finance the construction of the Hyatt/Kaanapali Force Main Replacements project with an SRF loan for an amount not to exceed \$1,750,000.

Your Committee notes that Chapter 342D-83, Hawaii Revised Statutes, establishes a Water Pollution Control Revolving Fund to be administered by the State Director of Health. The Revolving Loan Fund’s primary purpose is to provide loans and other financial assistance to eligible State and County agencies to plan, design, and construct publicly-owned wastewater treatment works in accordance with Title 33, United States Code, sections 1381 through 1387; implement management programs pursuant to Title 33, United States Code, section 1329; and implement conservation and management plans pursuant to Title 33, United States Code, section 1330.

At its meeting, your Committee met with the Budget Director; the Director of Finance; the Wastewater Reclamation Division Chief, Department of Environmental Management; and the First Deputy Corporation Counsel.

There was no public testimony.

The Budget Director stated that financing these projects through low-interest SRF loans is more cost effective than using County General Obligation Bonds.

The Wastewater Reclamation Division Chief stated that funds for these capital improvement projects were appropriated in the Fiscal Year 2008 Budget from SRF loans.

The Wastewater Reclamation Division Chief explained that the wastewater system is constantly being inspected to prioritize repair and maintenance projects, as required by an EPA Consent Decree.

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

February 22, 2008
Page 4

Committee
Report No. 08-30

Your Committee voted to recommend passage of the proposed bills and filing of the communications.

Your Budget and Finance Committee RECOMMENDS the following:

1. That Bill No. _____ (2008), attached hereto, entitled “A BILL FOR AN ORDINANCE AUTHORIZING THE MAYOR OF THE COUNTY OF MAUI TO ENTER INTO AN INTERGOVERNMENTAL AGREEMENT FOR A STATE WATER POLLUTION CONTROL REVOLVING FUND LOAN FOR THE FRONT STREET SEWER LINE REHABILITATION, WEST MAUI COMMUNITY PLAN AREA, FISCAL YEAR 2008 BUDGET ORDINANCES (ALSO KNOWN AS FRONT STREET SEWER REHABILITATION)”, be PASSED ON FIRST READING and be ORDERED TO PRINT;

2. That Bill No. _____ (2008), attached hereto, entitled “A BILL FOR AN ORDINANCE AUTHORIZING THE MAYOR OF THE COUNTY OF MAUI TO ENTER INTO AN INTERGOVERNMENTAL AGREEMENT FOR A STATE WATER POLLUTION CONTROL REVOLVING FUND LOAN FOR THE ENVIRONMENTAL PROTECTION AGENCY (EPA) CONSENT DECREE SEWER REHABILITATION, WAILUKU-KAHULUI COMMUNITY PLAN AREA, FISCAL YEAR 2008 BUDGET ORDINANCES (ALSO KNOWN AS ISLANDWIDE EPA CONSENT DECREE SEWER REHABILITATION)”, be PASSED ON FIRST READING and be ORDERED TO PRINT;

3. That Bill No. _____ (2008), attached hereto, entitled “A BILL FOR AN ORDINANCE AUTHORIZING THE MAYOR OF THE COUNTY OF MAUI TO ENTER INTO AN INTERGOVERNMENTAL AGREEMENT FOR A STATE WATER POLLUTION CONTROL REVOLVING FUND LOAN FOR THE ENVIRONMENTAL PROTECTION AGENCY (EPA) CONSENT DECREE SEWER REHABILITATION, KIHAI-MAKENA COMMUNITY PLAN AREA, FISCAL YEAR 2008 BUDGET ORDINANCES (ALSO KNOWN AS ISLANDWIDE EPA CONSENT DECREE SEWER REHABILITATION)”, be PASSED ON FIRST READING and be ORDERED TO PRINT;

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

February 22, 2008
Page 5

Committee
Report No. 08-30

4. That Bill No. _____ (2008), attached hereto, entitled "A BILL FOR AN ORDINANCE AUTHORIZING THE MAYOR OF THE COUNTY OF MAUI TO ENTER INTO AN INTERGOVERNMENTAL AGREEMENT FOR A STATE WATER POLLUTION CONTROL REVOLVING FUND LOAN FOR THE ENVIRONMENTAL PROTECTION AGENCY (EPA) CONSENT DECREE SEWER REHABILITATION, WEST MAUI COMMUNITY PLAN AREA, FISCAL YEAR 2008 BUDGET ORDINANCES (ALSO KNOWN AS ISLANDWIDE EPA CONSENT DECREE SEWER REHABILITATION)", be PASSED ON FIRST READING and be ORDERED TO PRINT;
5. That Bill No. _____ (2008), attached hereto, entitled "A BILL FOR AN ORDINANCE AUTHORIZING THE MAYOR OF THE COUNTY OF MAUI TO ENTER INTO AN INTERGOVERNMENTAL AGREEMENT FOR A STATE WATER POLLUTION CONTROL REVOLVING FUND LOAN FOR THE KAA NAPALI/HYATT FORCE MAIN REPLACEMENTS, WEST MAUI COMMUNITY PLAN AREA, FISCAL YEAR 2008 BUDGET ORDINANCES (ALSO KNOWN AS HYATT/KAA NAPALI FORCE MAIN REPLACEMENTS)", be PASSED ON FIRST READING and be ORDERED TO PRINT;
6. That County Communication No. 08-17 be FILED;
7. That County Communication No. 08-18 be FILED;
8. That County Communication No. 08-19 be FILED;
9. That County Communication No. 08-20 be FILED; and
10. That County Communication No. 08-21 be FILED.

Adoption of this report is respectfully requested.

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

February 22, 2008
Page 6

Committee
Report No. 08-30

JOSEPH PONTANILLA **Chair**

DANNY A. MATEO **Member**

G. RIKI HOKAMA **Vice-Chair**

BILL KAUAKEA MEDEIROS **Member**

MICHELLE ANDERSON **Member**

MICHAEL J. MOLINA **Member**

GLADYS C. BAISA **Member**

MICHAEL P. VICTORINO **Member**

JO ANNE JOHNSON **Member**