

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

March 7, 2008

Committee
Report No.

08-38

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 21, 2008, makes reference to County Communication No. 08-35, from the Budget Director, transmitting the following:

1. A proposed bill entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2008 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO ESTIMATED REVENUES, LANAI COMMUNITY PLAN AREA – LANAI CITY AFFORDABLE HOUSING PROJECT, TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS, AND TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)".

The purpose of the proposed bill is to amend the Fiscal Year 2008 Budget by increasing the Carryover/Savings in the General Fund by \$350,000; and by increasing the appropriation in Section 4.A.6.c., Lanai Community Plan Area, Other, for the "Lanai City Affordable Housing Project" from \$500,000 to \$850,000.

2. A document entitled "Certification of Additional Revenues for Fiscal Year 2008" dated January 31, 2008, pursuant to Section 9-9.1, Revised Charter of the County of Maui (1983), as amended.

At its meeting, your Committee met with the Budget Director; an Executive Assistant, Office of the Mayor; the First Deputy Corporation Counsel; Dwight Mitsunaga, President, Pacific Architects; and Gwen Ohashi Hiraga, Project Manager, Munekiyo & Hiraga, Inc.

There was no public testimony.

The Executive Assistant stated that the Lanai City Affordable Housing Project (project) consists of 115 acres of County land adjacent to the Lanai High and Elementary

COUNCIL OF THE COUNTY OF MAUI

BUDGET AND FINANCE COMMITTEE

March 7, 2008
Page 2

Committee
Report No. 08-38

School. The land was donated to the County by Lanai Company, Inc. for use by the Lanai community. Fifty acres are earmarked for expansion of the school and the remaining 65 acres are designated for residential affordable housing.

Your Committee noted that Lanai Company, Inc. required that the land be used for residential affordable housing and the future expansion of the school.

The Executive Assistant explained that the original estimate of \$500,000 for the project was a preliminary estimate, and the request for an additional \$350,000 is based on a detailed estimate provided by Pacific Architects. The Executive Assistant provided a breakdown of the \$850,000 requested, and identified the consultants to be contracted for the project.

Ms. Ohashi Hiraga submitted a detailed timeline for the preparation of the Environmental Assessment, the 201H Application, and the State Land Use Commission District Boundary Amendment petition.

Mr. Mitsunaga explained that Pacific Architects will be working with the Lanai community to develop a master plan and conceptual design for the project to ensure that the project satisfies the community's needs.

The Executive Assistant stated that the future construction of the project could be funded totally by County or in partnership with a nonprofit organization. She further stated that Federal grants would also be considered.

Your Committee noted that the development of this project may provide housing opportunities for all Lanai residents, including those who are not employees of Castle and Cook Resorts, LLC.

Your Committee recommended that the proposed bill be revised to incorporate pending budget amendments and make any nonsubstantive revisions as required.

Your Committee voted to recommend passage of the revised proposed bill and filing of the communication.

Your Committee is in receipt of a revised proposed bill incorporating your Committee's recommendations.

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

March 7, 2008
Page 3

Committee
Report No. 08-38

Your Budget and Finance Committee RECOMMENDS the following:

1. That Bill No. _____ (2008), as revised herein and attached hereto, entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2008 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO ESTIMATED REVENUES, LANAI COMMUNITY PLAN AREA – LANAI CITY AFFORDABLE HOUSING PROJECT, 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 County Communication No. 08-35 be FILED.

Adoption of this report is respectfully requested.

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

March 7, 2008
Page 4

Committee
Report No. 08-38

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**