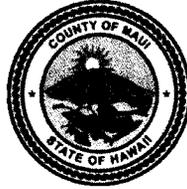


ALAN M. ARAKAWA
Mayor



MARK R. WALKER
Director

MARCI M. SATO
DEPUTY DIRECTOR

COUNTY OF MAUI
DEPARTMENT OF FINANCE
200 S. HIGH STREET
WAILUKU, MAUI, HAWAII 96793

March 29, 2018

Mr. Sandy Baz
Budget Director, County of Maui
200 South High Street
Wailuku, Hawaii 96793

Handwritten signature of Sandy Baz in black ink.

Honorable Alan M. Arakawa
Mayor, County of Maui
200 South High Street
Wailuku, Hawaii 96793

Handwritten signature of Alan Arakawa in black ink, dated 3/29/18.

For Transmittal to:

Honorable G. Riki Hokama
Chair, Budget and Finance Committee
Maui County Council
200 South High Street
Wailuku, Hawaii 96793

Dear Chair Hokama:

SUBJECT: FISCAL YEAR ("FY") 2019 BUDGET (FN- 5) (BF-1)

Please find our responses to your information request letter dated March 27, 2018:

1. May I please request you advise the Committee of the impact on revenues of the following increases to the motor vehicle weight tax for all vehicles, per pound of net weight: 0.5 cent, 1 cent, 1.5 cents, or 2 cents?

Response: The estimated revenue impact projections are based upon the following assumptions:

- 173,000 registered vehicles

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*Honorable G. Riki Hokoma, Chair
and Members of Budget and Finance Committee
March 29, 2018
Page 3*

Thank you for your attention to this matter. Should you have any questions, please feel free to contact me at Ext. 7474.

Sincerely,

A handwritten signature in black ink, appearing to read 'Mark R. Walker', with a long horizontal flourish extending to the right.

MARK R. WALKER
Finance Director

MRW:lv

- Average vehicle weights:
 - Passenger vehicles 3,303 pounds
 - Motorcycles 550 pounds
 - Trucks 6,567 pounds
 - Trailers 3,096 pounds

ESTIMATED REVENUE IMPACTS

Weight Tax Increase \$0.005 per pound of net weight

VEHICLE CLASS	Average Weight Tax Increase per Vehicle	% Increase per Vehicle	Additional Revenue FY19 (Jan - Jun)	Additional Revenue FY20 (Jul - Jun)
Passenger	\$16.52	14.3%	\$1,557,343	\$3,114,685
MTC	\$2.75	14.3%	\$14,618	\$29,235
Truck	\$32.84	9.3%	\$171,171	\$342,342
Trailer	\$15.48	9.3%	\$37,110	\$74,219
Total			\$1,780,242	\$3,560,481

Weight Tax Increase \$0.01 per pound of net weight

Passenger	\$33.03	28.6%	\$2,843,333	\$5,686,665
MTC	\$5.50	28.6%	\$21,036	\$42,072
Truck	\$65.67	18.7%	\$318,223	\$636,445
Trailer	\$30.96	18.7%	\$64,679	\$129,358
Total			\$3,247,271	\$6,494,540

Weight Tax Increase \$0.015 per pound of net weight

Passenger	\$49.55	42.9%	\$4,129,323	\$8,258,645
MTC	\$8.25	42.9%	\$27,455	\$54,909
Truck	\$98.51	28.0%	\$465,274	\$930,548
Trailer	\$46.44	28.0%	\$92,249	\$184,498
Total			\$4,714,301	\$9,428,600

Weight Tax Increase \$0.02 per pound of net weight

Passenger	\$66.06	57.1%	\$5,415,313	\$10,830,625
MTC	\$11.00	57.1%	\$33,873	\$67,746
Truck	\$131.34	37.3%	\$612,326	\$1,224,651
Trailer	\$61.92	37.3%	\$119,819	\$239,638
Total			\$6,181,331	\$12,362,660