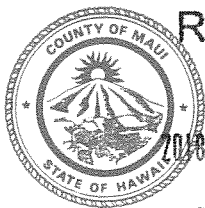


ALAN M. ARAKAWA  
MAYOR



RECEIVED

KEITH A. REGAN  
MANAGING DIRECTOR

2018 FEB 20 PM 1:49

OFFICE OF THE MAYOR  
COUNTY COUNCIL

Ke'ena O Ka Meia

COUNTY OF MAUI – Kalana O Maui

REFERENCE NO. BD-BA 18-51a

February 19, 2018

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

For Transmittal to:

Honorable Riki Hokama, Chair  
Budget and Finance Committee  
200 South High Street  
Wailuku, Hawaii 96793

Dear Chair Hokama:

**SUBJECT: AMENDING FISCAL YEAR 2018 BUDGET: DEPARTMENT OF FINANCE (ONE MAIN PLAZA LEASE) (BF-116)**

Pursuant to your letter dated February 14, 2018, I am transmitting the attached revised proposed bill relating to the Department of Finance, One Main Plaza lease. The revised proposed bill incorporates the changes included on the marked-up copy attached to your letter.

Thank you for your attention in this matter. Should you have any questions, please feel free to contact me at Ext. 7212.

Sincerely,

A handwritten signature in black ink, appearing to read "Sananda K. Baz".

SANANDA K. BAZ  
Budget Director

Attachment

cc: Keith Regan, Managing Director  
Mark Walker, Director of Finance

ORDINANCE NO. \_\_\_\_\_

BILL NO. \_\_\_\_\_ (2018)

A BILL FOR AN ORDINANCE AMENDING  
THE FISCAL YEAR 2018 BUDGET FOR THE COUNTY OF MAUI  
AS IT PERTAINS TO ESTIMATED REVENUES;  
DEPARTMENT OF FINANCE, COUNTYWIDE COSTS;  
TOTAL OPERATING APPROPRIATIONS; AND  
TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)

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

SECTION 1. Ordinance No. 4456, Bill No. 65 (2017), Draft 1, as amended, "Fiscal Year 2018 Budget", is hereby amended as it pertains to Section 2, Estimated Revenues, by increasing Carryover/Savings from the General Fund in the amount of \$25,808; and by increasing Total Estimated Revenues in the amount of \$25,808, to read as follows:

"ESTIMATED REVENUES

FROM TAXES, FEES AND ASSESSMENTS:

|                              |  |             |
|------------------------------|--|-------------|
| Real Property Taxes          |  | 303,548,805 |
| Circuit Breaker Adjustment   |  | (373,138)   |
| Charges for Current Services |  | 142,393,137 |
| Transient Accommodations Tax |  | 21,204,000  |
| Public Service Company Tax   |  | 8,500,000   |
| Licenses/Permits/Others      |  | 40,354,398  |
| Fuel and Franchise Taxes     |  | 21,000,000  |
| Special Assessments          |  | 6,002,000   |
| Other Intergovernmental      |  | 36,450,000  |

FROM OTHER SOURCES:

|                             |             |                   |
|-----------------------------|-------------|-------------------|
| Interfund Transfers         |             | 49,705,630        |
| Bond                        |             | 49,435,000        |
| Carryover/Savings:          |             |                   |
| General Fund                | [6,365,004] | <u>6,390,812</u>  |
| Sewer Fund                  |             | 5,023,222         |
| Highway Fund                |             | 1,530,866         |
| Solid Waste Management Fund |             | 298,920           |
| Golf Fund                   |             | 363,433           |
| Liquor Fund                 |             | 722,099           |
| Bikeway Fund                |             | 47,276            |
| Water Fund                  |             | <u>18,475,916</u> |

TOTAL ESTIMATED REVENUES [711,046,568] 711,072,376"

SECTION 2. Fiscal Year 2018 Budget is hereby amended as it pertains to Section 3.B.4.f., Department of Finance, Countywide Costs, by increasing B – Operations and Total by \$25,808, to read as follows:

|                                                                                                                                                                                                                                                                           | <u>A - Salaries</u> | <u>B - Operations</u> | <u>C - Equipment</u> | <u>Total</u> |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------|-----------------------|----------------------|--------------|
| "4. Department of Finance                                                                                                                                                                                                                                                 |                     |                       |                      |              |
| a. Administration Program                                                                                                                                                                                                                                                 | 617,636             | 90,612                | 1,500                | 709,748      |
| (1) Provided, that disbursement for salaries and premium pay is limited to 8.8 equivalent personnel.                                                                                                                                                                      |                     |                       |                      |              |
| b. Accounts Program                                                                                                                                                                                                                                                       | 952,542             | 409,400               | 0                    | 1,361,942    |
| (1) Provided, that disbursement for salaries and premium pay is limited to 17.0 equivalent personnel.                                                                                                                                                                     |                     |                       |                      |              |
| c. Financial Services Program                                                                                                                                                                                                                                             |                     |                       |                      |              |
| (1) General                                                                                                                                                                                                                                                               | 4,677,891           | 1,803,614             | 1,500                | 6,483,005    |
| (i) Provided, that disbursement for salaries and premium pay is limited to 98.7 equivalent personnel.                                                                                                                                                                     |                     |                       |                      |              |
| (ii) Provided, that two positions relating to maintaining geographic information systems maps for the County shall be in the Department of Finance, Financial Services Program, Real Property Tax Assessment Division, pursuant to Section 3.48.010(F), Maui County Code. |                     |                       |                      |              |
| (2) Countywide Service Center – Annual Lease Costs                                                                                                                                                                                                                        | 0                   | 570,000               | 0                    | 570,000      |
| d. Purchasing Program                                                                                                                                                                                                                                                     | 375,198             | 68,331                | 3,600                | 447,129      |
| (1) Provided, that disbursement for salaries and premium pay is limited to 7.0 equivalent personnel.                                                                                                                                                                      |                     |                       |                      |              |
| e. Treasury Program                                                                                                                                                                                                                                                       | 669,890             | 554,333               | 2,500                | 1,226,723    |
| (1) Provided, that disbursement for salaries and premium pay is limited to 14.0 equivalent personnel.                                                                                                                                                                     |                     |                       |                      |              |
| (2) Provided, that a minimum of two tax sales are held.                                                                                                                                                                                                                   |                     |                       |                      |              |

|                                                                                                                                                                                                                 | <u>A - Salaries</u> | <u>B - Operations</u> | <u>C - Equipment</u> | <u>Total</u> |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------|-----------------------|----------------------|--------------|
| f. Countywide Costs                                                                                                                                                                                             |                     |                       |                      |              |
| (1) Fringe Benefits                                                                                                                                                                                             | 0                   | 93,976,551            | 0                    | 93,976,551   |
| (i) Provided, that the expenditure of funds related to salary adjustments shall be limited to those cost items required to be authorized by the County Council pursuant to Chapter 89, Hawaii Revised Statutes. |                     |                       |                      |              |
| (ii) Provided, that the Council shall approve by resolution the expenditure of any funds for any bargaining unit supplemental agreement regarding EUTF contributions.                                           |                     |                       |                      |              |
| (2) Fringe Benefits Reimbursement                                                                                                                                                                               | 0                   | (20,535,928)          | 0                    | (20,535,928) |
| (3) Bond Issuance and Debt Service                                                                                                                                                                              | 0                   | 40,859,235            | 0                    | 40,859,235   |
| (4) Supplemental Transfer to the Golf Fund                                                                                                                                                                      | 0                   | 2,153,414             | 0                    | 2,153,414    |
| (5) Supplemental Transfer to the Solid Waste Management Fund                                                                                                                                                    | 0                   | 14,952,702            | 0                    | 14,952,702   |
| (6) Insurance Programs and Self Insurance                                                                                                                                                                       | 0                   | 12,700,000            | 0                    | 12,700,000   |
| (7) Transfer to the Open Space, Natural Resources, Cultural Resources, and Scenic Views Preservation Fund                                                                                                       | 0                   | 3,031,757             | 0                    | 3,031,757    |
| (8) Transfer to the Affordable Housing Fund                                                                                                                                                                     | 0                   | 6,063,514             | 0                    | 6,063,514    |
| (9) General Costs                                                                                                                                                                                               | 0                   | 1,030,126             | 6,000                | 1,036,126    |
| (10) Overhead Reimbursement                                                                                                                                                                                     | 0                   | (21,176,292)          | 0                    | (21,176,292) |
| (11) Post-Employment Obligations                                                                                                                                                                                | 0                   | 17,000,000            | 0                    | 17,000,000   |
| (i) Provided, that the funds are paid to the State of Hawaii Employer-Union Health Benefits Trust Fund prior to September 30, 2017.                                                                             |                     |                       |                      |              |

|                           | <u>A - Salaries</u> | <u>B - Operations</u>       | <u>C - Equipment</u> | <u>Total</u>                |
|---------------------------|---------------------|-----------------------------|----------------------|-----------------------------|
| (12) One Main Plaza Lease | 0                   | [373,451]<br><u>399,259</u> | 0                    | [373,451]<br><u>399,259</u> |

SECTION 3. Fiscal Year 2018 Budget is hereby amended as it pertains to the Total Operating Appropriations to reflect a B – Operations and Total increase of \$25,808, to read as follows:

|                                 |             |                                     |           |                                       |
|---------------------------------|-------------|-------------------------------------|-----------|---------------------------------------|
| “TOTAL OPERATING APPROPRIATIONS | 177,286,835 | [378,510,723]<br><u>378,536,531</u> | 6,314,619 | [562,112,177]<br><u>562,137,985</u> ” |
|---------------------------------|-------------|-------------------------------------|-----------|---------------------------------------|

SECTION 4. Fiscal Year 2018 Budget is hereby amended as it pertains to the Total Appropriations (Operating and Capital Improvement Projects) to reflect an increase of \$25,808, to read as follows:

|                                                                    |  |  |               |                      |
|--------------------------------------------------------------------|--|--|---------------|----------------------|
| “TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS) |  |  | [711,046,568] | <u>711,072,376</u> ” |
|--------------------------------------------------------------------|--|--|---------------|----------------------|

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