

Council Chair
Alice L. Lee

Vice-Chair
Yuki Lei K. Sugimura

Presiding Officer Pro Tempore
Tasha Kama

Councilmembers
Tom Cook
Gabe Johnson
Tamara Paltin
Keani N.W. Rawlins-Fernandez
Shane M. Sinenci
Nohelani U'u-Hodgins



Director of Council Services
David M. Raatz, Jr., Esq.

Deputy Director of Council Services
Richelle K. Kawasaki, Esq.

COUNTY COUNCIL
COUNTY OF MAUI
200 S. HIGH STREET
WAILUKU, MAUI, HAWAII 96793
www.MauiCounty.us

December 14, 2023

Mr. Scott Teruya, Director
Department of Finance
County of Maui
Wailuku, Hawaii 96793

Dear Mr. Teruya:

SUBJECT: **ITEMIZED BREAKDOWN OF RESTRICTED,
COMMITTED, AND ASSIGNED BALANCES**
(BFED-51, -52, -53, -54, -56)

Thank you for your attached response dated December 8, 2023, relating to the calculation of Carryover/Savings, which the Committee received on December 13, 2023.

May I please request that you provide an itemized breakdown of the Restricted, Committed, and Assigned balances listed on page 2 of the chart provided with your response, as follows:

| | |
|------------|--------------|
| Restricted | (93,149,412) |
| Committed | (57,276,519) |
| Assigned | (56,722,532) |

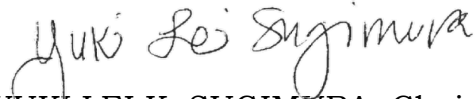
Further, please explain the difference between the Actual FY 2023 Carryover/Savings of \$166,467,589 and the department savings and actual revenue of \$100,327,527.35. The difference is \$66,140,061.65.

May I further request you transmit your response to bfed.committee@mauicounty.us by **December 20, 2023**. To ensure efficient processing, please include the relevant Committee item numbers in the subject line of your response.

Mr. Scott Teruya
December 14, 2023
Page 2

Should you have any questions, please contact me or the Committee staff (Kasie Apo Takayama at ext. 7665, or Yvette Bouthillier at ext. 7758).

Sincerely,

A handwritten signature in black ink that reads "Yuki Lei Sugimura". The signature is written in a cursive, flowing style.

YUKI LEI K. SUGIMURA, Chair
Budget, Finance, and Economic
Development Committee

bfed:ltr:051afn03:cmn

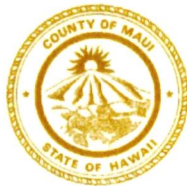
Attachment

cc: Mayor Richard T. Bissen, Jr.
Budget Director

RICHARD T. BISSEN, JR.
Mayor

SCOTT K. TERUYA
Director

STEVE A. TESORO
Deputy Director



DEPARTMENT OF FINANCE
COUNTY OF MAUI
200 SOUTH HIGH STREET
WAILUKU, MAUI, HAWAII 96793
www.mauicounty.gov

December 8, 2023

Ms. Maria Zielinski
Budget Director, County of Maui
200 South High Street
Wailuku, Hawaii 96793

A handwritten signature in black ink, appearing to be "my" or a stylized version of the name.

Honorable Richard T. Bissen, Jr.
Mayor, County of Maui
200 South High Street
Wailuku, Hawaii 96793

APPROVED FOR TRANSMITTAL

12-8-23

Mayor Date

For Transmittal to:

Honorable Yuki Lei K. Sugimura, Chair
Budget, Finance, and Economic Development Committee
Maui County Council
200 South High Street
Wailuku, Hawaii 96793

Dear Chair Sugimura:

SUBJECT: CALCULATION OF CARRYOVER SAVINGS (BFED-51,-52,-53,-54,-56)

Pursuant to your letter dated November 29, 2023, regarding the Certification of Additional Revenues for Fiscal Year 2024, please refer to the response below:

May I please request further clarification on the source of these funds? For example, were there specific budgeted expenditures not made or revenue in excess of the estimated amount that resulted in the availability of the additional Carryover / Savings? Please explain.

RECEIVED

'23 DEC -8 A11 :14

OFFICE OF THE MAYOR

APPROVED FOR TRANSMITTAL

Mayor Date

Response: Please refer to the attached document FY23 Carryover Savings Components for the budgeted expenditure savings and revenue excess/deficits that are components of the available carryover savings.

May I request that you provide the actual calculation of Carryover / Savings from FY2023, beginning with the unreserved general fund balance from the Annual Comprehensive Financial Report, less any amount certified for reappropriation through budget amendments for FY2024, and the remaining balance available for FY 2025.

Response: Please refer to the attached document Carryover/Savings Estimate – Fiscal 2024. Please note that the unreserved fund balance is estimated as of 11/28/2023 as the Annual Comprehensive Financial Report is in progress and not completed as of the date of this letter. In addition, the carryover / savings amount available for fiscal year 2025 has changed from the previously reported estimated amount of \$100,000,000 to \$89,098,325 as additional certification requests were presented since that date.

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, consisting of several overlapping loops and a long horizontal stroke.

SCOTT K. TERUYA
Director of Finance

SKT:mms

Attachments

Council Chair
Alice L. Lee

Vice-Chair
Yuki Lei K. Sugimura

Presiding Officer Pro Tempore
Tasha Kama

Councilmembers
Tom Cook
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November 29, 2023

Mr. Scott Teruya, Director
Department of Finance
County of Maui
Wailuku, Hawaii 96793

Dear Mr. Teruya:

SUBJECT: **CALCULATION OF CARRYOVER SAVINGS**
(BFED-51, -52, -53, -54, -56)

Thank you for your response dated November 27, 2023, explaining the calculation of \$24,103,895 in Carryover/Savings reflected in Bills 116, 121, 122, 123, and 124.

As stated in your response, these funds are "derived from the unreserved general fund balance of the previous fiscal year's financial statements." May I please request further clarification on the source of these funds? For example, were there specific budgeted expenditures not made or revenue in excess of the estimated amount that resulted in the availability of the additional Carryover/Savings? Please explain.

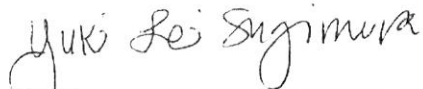
At the Budget, Finance, and Economic Development Committee's meeting of November 28 2023, a representative from your Department stated the amount of Carryover/Savings from FY 2023 is \$100,000,000, unaudited. May I request that you provide the actual calculation of Carryover/Savings from FY 2023, beginning with the unreserved general fund balance from the Annual Comprehensive Financial Report, less any amount certified for reappropriation through budget amendments for FY 2024, and the remaining balance available for FY 2025.

May I further request you transmit your response to bfed.committee@mauicounty.us by **December 8, 2023**. To ensure efficient processing, please include the relevant Committee item numbers in the subject line of your response.

Mr. Scott Teruya
November 29, 2023
Page 2

Should you have any questions, please contact me or the Committee staff (James Krueger at ext. 7761, or Yvette Bouthillier at ext. 7758).

Sincerely,

A handwritten signature in cursive script that reads "Yuki Lei Sugimura".

YUKI LEI K. SUGIMURA, Chair
Budget, Finance, and Economic
Development Committee

bfed:ltr:051afn02:jgk

cc: Mayor Richard T. Bissen, Jr.
Budget Director

| FY23 Carryover Savings Components | | |
|--|-------------------------------|----------------|
| | | |
| | | |
| Estimated Budgeted Expenditure Savings | Council Services | 2,547,427.00 |
| | County Clerk | 754,906.00 |
| | Office of the Mayor | 2,309,362.00 |
| | Management | 2,505,192.00 |
| | Corporation Counsel | 742,433.00 |
| | Prosecuting Attorney | 1,087,429.00 |
| | Finance | 2,940,273.00 |
| | Finance - CW costs | 35,093,382.00 |
| | Personnel | 472,411.00 |
| | Planning | 624,504.00 |
| | Police | 8,750,022.00 |
| | Fire | 2,876,736.00 |
| | MEMA | 158,207.00 |
| | DHHC | 4,660,011.00 |
| | Park and Recreation | 5,308,460.00 |
| | PW - General Fund | 1,983,728.00 |
| | Transportation - General Fund | 2,121,880.00 |
| | DEM - General Fund | 65,657.00 |
| | Agriculture | 460,998.00 |
| | | 75,463,018.00 |
| | | |
| Estimated Budgeted revenue excess/deficits | Real Property Tax - FY23 | (1,150,772.00) |
| | RPT PY uncollected | (9,347,218.48) |
| | TAT | 15,785,895.60 |
| | Public Service Company Tax | 1,897,603.00 |
| | License Permits Other | 17,679,001.23 |
| | | 24,864,509.35 |

| CARRYOVER/SAVINGS ESTIMATE - FISCAL 2024 | |
|--|----------------------------|
| | GENERAL FUND |
| TOTAL FUND BALANCE | |
| PER CAFR 06/30/23 as of 11/28/2023 | 373,616,052 |
| LESS: Restricted | (93,149,412) |
| LESS: Committed | (57,276,519) |
| LESS: Assigned | <u>(56,722,532)</u> |
| | |
| ACTUAL FY2023 CARRYOVER | <u>166,467,589</u> |
| | |
| CARRYOVER/SAVINGS USED IN FISCAL 2024: | |
| ORIGINAL BUDGET (per Ordinance) | <u>(39,887,306)</u> |
| | |
| FY 2023 BUDGET | <u>(39,887,306)</u> |
| | |
| EXCESS OF ESTIMATED ACTUAL OVER BUDGET AS AMENDED | 126,580,283 |
| | |
| ESTIMATED CARRYOVER/SAVINGS 6/30/23 - as of 11/28/2023 | <u>126,580,283</u> |
| | |
| FY24 Certification: | |
| BD-BA 24-18 GF MPD | 1,300,000 |
| BD-BA 24-29 GF Parks | 300,000 |
| BD-BA 24-31 GF Management | 7,403,895 |
| BD-BA 24-32 GF DEM | 5,200,000 |
| BD-BA 24-33 GF DWS for WF clean up | 9,200,000 |
| BD-BA 24-34 GF Fire | 2,000,000 |
| BD-BA 24-28 GF Fire | 500,000 |
| BD-BA 24-40 GF CIP Police | 1,578,063 |
| BD-BA 24-41 GF Police THP | 10,000,000 |
| | |
| Total Certifications submitted as of 12.8.2023: | 37,481,958 |
| | |
| Carryover after Certifications | 89,098,325 |
| **Amount subject to change pending completion of FY23 audit | |

BFED Committee

From: BFED Committee
Sent: Thursday, December 14, 2023 1:46 PM
To: Scott.Teruya@co.maui.hi.us
Cc: BFED Committee; Steve Tesoro; Didi Hamai; Michelle Santos; Zeke Kalua; Maria Zielinski; Lesley Milner; Kristina Cabbat
Subject: PLEASE READ attached letter re: ITEMIZED BREAKDOWN OF RESTRICTED, COMMITTED, AND ASSIGNED BALANCES (BFED 51, 52, -53, -54, -56). . .
Attachments: 051afn03-YLS signed.pdf

Mr. Teruya: Please refer to the attached letter from the Budget, Finance, and Economic Development (BFED) Committee Chair, dated December 14, 2023 and respond by **12/20/2023**.

Mayor's Office (attention: Michelle Santos and Zeke Kalua): Please forward the attached letter to Mayor Bissen for his information.

Ms. Zielinski: FYI

Thank you,
BFED Staff