

DANNY A. MATEO
County Clerk



BF 50
JOSIAH K. NISHITA
Deputy County Clerk

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COUNTY OF MAUI
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WAILUKU, MAUI, HAWAII 96793
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May 22, 2017

Honorable Riki Hokama, Chair
Budget and Finance Committee
Council of the County of Maui
Wailuku, Hawaii 96793

Dear Chair Hokama:

Pursuant to the adoption of Committee Report No. 17-69 on May 19, 2017, the matter relating to possible amendments to Chapter 3.48, Article XIII, MCC, relating to the Circuit Breaker Tax Credit, including the phasing schedule for eligible percentage of circuit breaker tax credit set forth in Section 3.48.810, was referred to your Committee.

Respectfully yours,

A handwritten signature in black ink that reads "Danny A. Mateo". The signature is written in a cursive style with a large, sweeping flourish at the end.

DANNY A. MATEO
County Clerk

/jym

Enclosure

cc: Director of Council Services

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

May 19, 2017

Committee
Report No. 17-69

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 March 30, 2017, March 31, 2017, April 3, 2017, April 4, 2017, April 5, 2017, April 6, 2017, April 7, 2017, April 10, 2017, April 11, 2017, April 12, 2017, April 13, 2017, April 17, 2017, April 18, 2017, April 19, 2017, April 20, 2017, April 21, 2017, April 24, 2017, April 25, 2017, April 26, 2017, April 27, 2017, April 28, 2017, and May 1, 2017, makes reference to the following:

1. County Communication 17-69, from Council Chair Mike White, relating to the matter of the proposed budget for Fiscal Year ("FY") 2018.
2. County Communication 17-156, from the Chair of the Salary Commission, informing of the approval of a 12-percent salary increase for the County Auditor.
3. County Communication 17-165, from Mayor Alan M. Arakawa, relating to the proposed budget for FY 2018 for the County of Maui. Included in the Mayor's transmittal are the following:
 - a. A proposed bill entitled "A BILL FOR AN ORDINANCE RELATING TO THE OPERATING BUDGET FOR THE COUNTY OF MAUI FOR THE FISCAL YEAR JULY 1, 2017 TO JUNE 30, 2018" ("Budget bill").

The purpose of the proposed bill is to appropriate estimated revenues for the operating and capital improvement budget. Incorporated within the proposed bill are Appendix A, which lists Grant Revenues and

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Special Purpose Revenues; Appendix B, which is the Schedule of Fees, Rates, Assessments, and Taxes; Appendix B-1, which lists the County's concessions, leases, and licenses by department; and Appendix C, which provides descriptions of Capital Improvement Projects.

- b. A proposed bill entitled "A BILL FOR AN ORDINANCE RELATING TO THE CAPITAL PROGRAM FOR THE FISCAL YEAR ENDING JUNE 30, 2018" ("Capital Program bill").

The purpose of the proposed bill is to set forth the Capital Program for FY 2018 through 2023. Incorporated within the proposed bill are Appendix A-1, a report entitled "COUNTY OF MAUI CAPITAL IMPROVEMENT PROJECTS REPORT AS OF DECEMBER 31, 2016," which lists all pending capital improvement projects and appropriations, except for Water Fund projects, as of December 31, 2016; Appendix A-2, a report entitled "County of Maui Capital Improvement Program by District Job and Index Fiscal Year Ending 6/30/2016 - as of 12/31/2016," which includes pending Water Fund capital improvement projects and appropriations as of December 31, 2016; and Appendix B, the proposed Capital Program for FY 2018 through 2023.

- c. 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 LOAN FROM THE STATE OF HAWAII'S CLEAN WATER STATE REVOLVING FUND FOR THE CENTRAL MAUI LANDFILL PHASE VI-A, FISCAL YEAR 2018 BUDGET ORDINANCE" ("Clean Water Loan bill").

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The purpose of the proposed bill is to authorize the Mayor to enter into an intergovernmental agreement to finance the Central Maui Landfill Phase VI-A project, with funds not to exceed \$3,625,000.

- d. A proposed bill entitled "A BILL FOR AN ORDINANCE AUTHORIZING THE MAYOR OF THE COUNTY OF MAUI TO ENTER INTO INTERGOVERNMENTAL AGREEMENTS FOR LOANS FROM THE STATE OF HAWAII'S WATER POLLUTION CONTROL REVOLVING FUND FOR VARIOUS WASTEWATER PROJECTS, FISCAL YEAR 2018 BUDGET ORDINANCE" ("Water Pollution Control Loan bill").

The purpose of the proposed bill is to authorize the Mayor to enter into intergovernmental agreements to finance the following wastewater projects: (1) the South Maui Recycled Water System Expansion (2nd Tank) project, with funds not to exceed \$5,500,000; and (2) the Lahaina Wastewater Reclamation Facility Modifications, Stage 1A project, with funds not to exceed \$24,000,000.

- e. 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 LOAN FROM THE STATE OF HAWAII'S DRINKING WATER TREATMENT REVOLVING LOAN FUND FOR VARIOUS WATER PROJECTS, FISCAL YEAR 2018 BUDGET ORDINANCE" ("Drinking Water Treatment Loan bill").

The purpose of the proposed bill is to authorize the Mayor to enter into an intergovernmental agreement to finance the Mahinahina Well #1 Development project, with funds not to exceed \$5,000,000.

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- f. A proposed bill entitled "A BILL FOR AN ORDINANCE AUTHORIZING THE ISSUANCE OF SIXTY-THREE MILLION SIX HUNDRED FIFTY-SEVEN THOUSAND DOLLARS (\$63,657,000) AGGREGATE PRINCIPAL AMOUNT OF GENERAL OBLIGATION BONDS OF THE COUNTY OF MAUI FOR THE PURPOSE OF PROVIDING FUNDS TO PAY ALL OR A PART OF THE COST OF APPROPRIATIONS FOR PUBLIC IMPROVEMENTS OF AND FOR THE COUNTY OF MAUI; FIXING THE FORM, DENOMINATIONS AND CERTAIN OTHER FEATURES OF SUCH BONDS AND PROVIDING FOR THEIR SALE; AUTHORIZING THE DIRECTOR OF FINANCE TO DETERMINE CERTAIN DETAILS OF THE BONDS; AUTHORIZING THE ISSUANCE AND SALE OF A LIKE PRINCIPAL AMOUNT OF GENERAL OBLIGATION BOND ANTICIPATION NOTES IN ANTICIPATION OF THE ISSUANCE AND SALE OF SUCH BONDS; AND PROVIDING FOR OTHER ACTIONS RELATED TO THE ISSUANCE, SALE AND DELIVERY OF SAID BONDS" ("Bond Authorization bill").

The purpose of the proposed bill is to authorize the issuance of \$63,657,000 in general obligation bonds for various capital improvement projects.

- g. Booklets entitled MAYOR'S PROPOSED BUDGET, Synopsis, Fiscal Year 2018" ("Synopsis"); and "MAYOR'S PROPOSED BUDGET, Proposed Program, Fiscal Year 2018" ("Program Budget").
- h. Mayor's Budget Message.

Your Committee is in receipt of the following:

1. Correspondence dated March 20, 2017, from the Corporation Counsel and the Prosecuting Attorney, transmitting a proposed bill entitled "A BILL FOR AN ORDINANCE

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AMENDING SECTION 2.44.015, MAUI COUNTY CODE,
RELATING TO SALARIES OF DEPUTIES CORPORATION
COUNSEL AND DEPUTIES PROSECUTING ATTORNEY.”

The purpose of the proposed bill is to amend Section 2.44.015, Maui County Code (“MCC”), relating to adjustments to the salary plan for deputies in the Department of the Corporation Counsel and the Department of the Prosecuting Attorney, retroactive to July 1, 2016.

2. Correspondence dated April 11, 2017, from the Department of the Corporation Counsel, transmitting a proposed resolution entitled “ADOPTING THE FUEL TAX RATES FOR THE COUNTY OF MAUI, EFFECTIVE JULY 1, 2017.” The purpose of the proposed resolution, as proposed by the Chair of your Committee, is to adopt the fuel tax rates, effective July 1, 2017, for the following: (1) Gasoline & Diesel Oil, \$0.230 per gallon; (2) Biodiesel, \$0.060 per gallon; (3) Ethanol, \$0.115 per gallon; (4) Methanol, \$0.115 per gallon; and (5) Liquefied Petroleum Gas, \$0.115 per gallon.
3. Correspondence dated April 17, 2017, from the Department of the Corporation Counsel, transmitting a proposed resolution entitled “ADOPTING THE FUEL TAX RATES FOR THE COUNTY OF MAUI, EFFECTIVE JULY 1, 2017.” The purpose of the proposed resolution, as proposed by the Mayor, is to adopt the fuel tax rates, effective July 1, 2017, for the following: (1) Gasoline & Diesel Oil, \$0.230 per gallon; (2) Biodiesel, \$0.180 per gallon; (3) Ethanol, \$0.115 per gallon; (4) Methanol, \$0.115 per gallon; and (5) Liquefied Petroleum Gas, \$0.115 per gallon.
4. Correspondence dated April 18, 2017, from the Department of the Corporation Counsel, transmitting a proposed bill entitled “A BILL FOR AN ORDINANCE TO AMEND CHAPTER 14.34, MAUI COUNTY CODE, TO REPEAL THE COLLECTION AND TRANSMISSION SYSTEM PROJECT ASSESSMENT FEE.”

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The purpose of the proposed bill is to repeal the collection and transmission system project assessment fee for the Kihei Regional Wastewater Treatment System and transfer the balance in the account to the Sewer Fund.

Your Committee notes public meetings were held in seven of the Councilmembers' residency areas to receive public testimony on the Mayor's proposed FY 2018 Budget. The public meetings were held as follows: (1) March 30, 2017, South Maui; (2) April 3, 2017, Lanai; (3) April 5, 2017, Upcountry; (4) April 6, 2017, Makawao-Haiku-Paia; (5) April 10, 2017, Molokai; (6) April 13, 2017, East Maui; and (7) April 17, 2017, West Maui.

Your Committee conducted a site inspection on Lanai on April 3, 2017, to view the Department of Environmental Management's Wastewater Reclamation Facility, the Department of Public Works' Highways Division office, the Department of Parks and Recreation office, and the Police and Fire stations. Your Committee also conducted a site inspection on Molokai on April 10, 2017, to visit the Department of Public Works' new baseyard site, the Department of Finance office, and the Department of Parks and Recreation office.

Your Committee also notes the Council held a public hearing on the Mayor's proposed FY 2018 Budget, pursuant to Section 9-4, Revised Charter of the County of Maui (1983), as amended ("Charter"), on April 18, 2017.

Your Committee further notes the Council held a public hearing on real property tax rates, pursuant to Section 3.48.565, MCC, on April 26, 2017, and reconvened on May 12, 2017, to adopt a resolution fixing the real property tax rates for FY 2018.

Your Committee notes the Council held a public hearing on motor vehicle weight tax rates, pursuant to Section 249-13, Hawaii Revised Statutes ("HRS"), and Section 3.24.030, MCC, on May 12, 2017.

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Your Committee also conducted a community survey, which yielded the following top three spending priorities: 1) roads, bridges, and drainage; 2) water resources; and 3) audits of County departments and programs.

Your Committee extensively reviewed the proposed FY 2018 Budget with the Administration from March 30, 2017 to April 21, 2017. Decision-making on the proposed FY 2018 Budget began on April 24, 2017, and was completed on May 1, 2017.

GENERAL

The Mayor's proposed budget estimated revenues of \$720,282,863 for FY 2018. Of that amount, \$563,549,587 was appropriated for operations, and \$156,733,276 was appropriated for capital improvement projects.

Your Committee's recommendation for the FY 2018 Budget decreased the Mayor's proposed budget by \$15,067,411, or approximately 2.09 percent, to \$705,215,452. Your Committee decreased operating appropriations by \$873,917, to \$562,675,670, and decreased capital improvement project appropriations by \$14,193,494, to \$142,539,782.

Your Committee decreased "Other Intergovernmental" revenue by \$1,750,000, from \$38,200,000 to \$36,450,000. Your Committee concurred with the Mayor's request for authorization to enter into State loan agreements for the Central Maui Landfill project, the Mahinahina Well #1 Development project, and the Lahaina Wastewater Reclamation Facility Modifications Stage 1A project. Your Committee revised the name of the Central Maui Landfill project at the Department of Environmental Management's request from Phase VI-A, to V-B Extension, and reduced the appropriation for the South Maui Recycled Water System Expansion (2nd Tank) project from \$5,500,000 to \$3,750,000.

Your Committee decreased General Fund operating expenditures by \$6,941,982, or approximately 1.83 percent, from \$378,370,073 to \$371,428,091. This decrease was largely a result of the need to shift

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proposed revenues and expenditures for the Environmental Protection and Sustainability Program from the General Fund to the Solid Waste Management Fund because the MCC directs that fees upon which the Program was relying be deposited in the Solid Waste Management Fund.

The Mayor proposed borrowing \$101,782,000 to finance capital improvement projects. Your Committee reduced proposed borrowing through general obligation bonds and State revolving loan funds by \$17,952,000, or 28.2 percent, and \$1,750,000, or 4.59 percent, respectively. With these reductions, your Committee's proposed borrowing is \$82,080,000. Your Committee recommended using cash where feasible to fund capital improvement projects rather than increasing the County's debt.

The Mayor's proposed budget anticipated receiving \$66,073,323 in grant revenue from Federal, State, and private sources. Your Committee revised this figure to \$64,573,323 to recognize the increase of the HOME Investment Partnership Program by \$500,000 and to delete the Maui Motor Sports Park grant of \$2 million because the award was received in FY 2017.

Your Committee notes the General Budget Provisions contained in the Budget bill provide binding policy statements and principles to implement the FY 2018 Budget. The FY 2017 Budget incorporated revisions to Section 7 of the General Budget Provisions to increase transparency by restricting disbursements for each program by category of use, with allocations specified for: (a) salaries, premium pay, or reallocation pay ("A" category); (b) operations or services ("B" category); and (c) equipment ("C" category). Allocations for each category were fixed in Exhibit "1" to the FY 2017 committee report and the budget ordinance.

Your Committee notes category-of-use restrictions have allowed the Council to make its policy decisions concerning the spending of taxpayer dollars clear. These restrictions have proven to be a useful tool, achieving the purpose of increased accountability across departments.

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This same approach has been followed in the proposed FY 2018 Budget. In addition, language has been added to Section 7 of the General Budget Provisions to allow amounts appropriated as County matching funds to be used for operations, services, or equipment.

Your Committee notes it has historically relied upon representations made in the Mayor's Budget Proposal, including the information contained in the capital improvement project sheets, in making decisions to approve or disapprove appropriations.

Your Committee also notes in April 2017, the Office of the County Auditor issued Report 14-02, entitled "Audit of Expenditures from the Fiscal Year 2012 Budget Appropriation for the Old Wailuku Post Office Rehabilitation Project." As noted by the Auditor, following receipt of the Department of the Corporation Counsel's guidance during the Committee's FY 2017 Budget deliberations, the Council attempted to strengthen the General Budget Provisions to legally bind the Administration to the project description and justification provided as the basis for funding. The FY 2017 Budget contained a new Appendix C and language in Section 10 of the General Budget Provisions to incorporate into the FY 2017 Budget ordinance project descriptions for which appropriations were being made.

Nonetheless, the Auditor noted, "While the changes made by the Council to the FY 2017 Budget Ordinance are steps in the right direction, the Council must continue to explore the limitations of the General Budget Provisions. This holds true not only for the CIP [capital improvement projects] section, but also for the operating funds within each department."

Accordingly, your Committee requested the Department of the Corporation Counsel suggest appropriate language or other revisions to the FY 2018 Budget bill that would further strengthen the Council's ability to bind the Administration to the representations being made as the basis for appropriations. In response, the Department stated, "At this time, absent any specific instances of the current language being inadequate, we are comfortable that the inclusion of Appendix C and the language of Section 10 of the General Budget Provisions are acceptable in accomplishing what we understand to be the Council's policy direction."

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Your Committee, therefore, retained the method of binding the Administration to appropriate descriptions for capital improvement projects through Appendix C and Section 10 of the General Budget Provisions. Your Committee did, however, remove the column designating project phase from Appendix C and elected instead to specify authorized phases of a project in the description itself. Capital improvement project funding may not be used for any purpose other than as described in Appendix C.

Your Committee considered adding a new Section 11 in the General Budget Provisions to limit a grantee's use of County grants and disbursements to no more than 25 percent for personnel and administrative costs, with 75 percent reserved for other operational costs. The intent of the provision was to increase accountability and ensure County funds are being used effectively. However, your Committee received testimony from representatives of organizations with largely service-based programs that those organizations require a larger share of their grant monies be used for staff salaries and case managers in furtherance of their mission. Therefore, your Committee decided against including the grant restrictions at this time. Instead, your Committee recommended the matter of creating a task force to work on financial measures for County grants be referred to the appropriate standing committee for further consideration.

Your Committee also recommended Section 14 of the General Budget Provisions be revised to require that expenditures from special purpose revenue funds (Appendix A, Part II) be specifically authorized in the annual budget ordinance. The provision would increase accountability for use of the funds and fund balances. Your Committee also discussed a proposed bill to amend the sections of the MCC relating to special purpose revenue funds for consistency with the budget provision.

Your Committee further recommended Section 18 of the General Budget Provisions be revised to require the Director of Finance to submit a quarterly report to the Council providing a breakdown of expenditures and a brief description of each expenditure for Countywide capital

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improvement projects. Quarterly reports will better inform the Council on progress made on these broadly described projects throughout the year, rather than the Council having to rely solely on annual updates submitted during the budget review process.

Your Committee's revisions to the Mayor's proposed FY 2018 Budget appropriations are identified in a worksheet attached hereto and incorporated in this report as Exhibit "1."

The following is a summary of your Committee's recommendations as they relate to revenues and expenditures.

REVENUES

On April 19, 2017, your Committee received the certification by the Director of Finance of the net taxable real property within the County of Maui, pursuant to Section 3.48.135 and Section 3.48.580, MCC. The Director of Finance certified that for FY 2018, the net taxable real property valuation is \$45,964,191,550, and is expected to generate revenues of \$303,379,856, taking into account the circuit breaker tax credit and the Mayor's proposed minimum tax, and assuming the tax rates proposed by the Mayor are adopted by the Council. The certified net real property tax revenues exceeded the Mayor's proposed FY 2018 Budget estimates by \$951,560.

Your Committee notes the Mayor proposed a 7.5-percent increase in real property tax rates across all classifications. Your Committee considered, but ultimately rejected, this approach. Instead, your Committee recommended analyzing revenues generated by each real property tax classification and adjusting rates to result in an increase in estimated revenues of 10.5 percent per classification. Your Committee's approach recognizes that, while rising property assessments affect the entire community, increases in real property tax contributions should be more equitably distributed.

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Your Committee recommended the Mayor's proposed real property tax rates, expressed as rates per \$1,000 of net taxable valuation, be adjusted as follows: Time Share, from \$15.38 to \$15.43; Residential, from \$5.70 to \$5.54; Apartment, from \$6.45 to \$6.32; Commercial, from \$7.10 to \$7.28; Industrial, from \$7.19 to \$7.49; Agricultural, from \$6.09 to \$6.01; Conservation, from \$6.24 to \$6.37; Hotel/Resort, from \$9.36 to \$9.37; Homeowner, from \$2.90 to \$2.86; and Commercialized Residential, from \$4.68 to \$4.56.

Your Committee also recommended the minimum real property tax be increased from \$300 to \$400. Many of those who pay the minimum tax are homeowners. Your Committee notes the Fire Chief estimated the cost of providing fire protection services for each person is \$160.60 per year. This figure does not include road maintenance, police protection and enforcement, water or wastewater, or other services the County provides to residents pursuant to the Charter. Prorated over a period of 12 months, your Committee noted the increase would raise real property tax bills by a minimal amount while generating approximately \$1,095,103 in additional revenue. The additional revenue will help to offset costs for providing basic services, such as health and safety, to the community.

Your Committee notes the Mayor's proposed budget anticipated receipt of \$23,484,000 in transient accommodations taxes ("TAT"). That amount would have been equal to 22.8 percent, or Maui's share, of \$103,000,000 in TAT that has been allocated to the counties for the past three years. Current State law reduced the counties' share for fiscal year 2017-2018 to \$93,000,000, with Maui's share now equal to \$21,204,000. Your Committee adjusted the Mayor's proposed budget to reflect this \$2,280,000 reduction in TAT. Your Committee notes that, although there were measures to increase the counties' share of TAT before the State legislature this year, the legislature adjourned without making any adjustment to the existing law.

Your Committee notes that, with the reduction in TAT, the County is constrained in its ability to fund its own requirements, let alone mandates that should be borne by the State.

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Your Committee declined to increase the water service rate or water shortage rate for general consumers and agricultural consumers and the monthly meter service charge, as proposed by the Mayor. Your Committee considered the amount of carryover/savings the Department of Water Supply had accumulated in FY 2017 and could not justify the proposed increases. However, your Committee concurred with the Mayor's proposed increases for restoration of water service and installation charges, and for labor, equipment, and materials costs.

Your Committee noted the Mayor proposed closing the Waiehu Municipal Golf Course at the end of calendar year 2017 due to continued operating losses, which he noted to be nearly \$3 million annually. Your Committee rejected the proposal and recommended the golf course remain open. Your Committee received public testimony opposing the closure and supporting modest playing fee increases to keep the course open. Your Committee received a fee proposal from the Department of Parks and Recreation and opted for a 15-percent increase in daily playing fees, with twilight and nine-hole rates at one half of the daily rate for all categories of users except students through age 18. The student rate remains the same as in FY 2017.

Your Committee also supported improving network connectivity at the golf course to allow for the implementation of an online tee-time reservation system and processing of credit card transactions. Your Committee noted these improvements could enhance revenues for the course. Your Committee recommended the matter of operations and improvements at the golf course be referred to the appropriate standing committee for consideration.

The Mayor proposed shifting various fees from the Solid Waste Management Fund to the General Fund for the Environmental Protection and Sustainability Program. These fees included disposal fees for uncontaminated greenwaste, grease trap waste, and biosolids; a recycling surcharge; and an abandoned vehicles administrative fee. Your Committee rejected the proposal, noting the MCC directs the fees be deposited into the Solid Waste Management Fund. The Department stated it intends to propose an amendment to the MCC to make this change.

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The Mayor proposed increases of \$6 per month on Maui and Molokai, and \$3 per month on Lanai for residential trash pick-up. The Mayor also recommended an increase of \$18 per ton for commercial landfill fees. Your Committee agreed the fees should be increased, but recommended a smaller increase of \$3 per month on Maui and Molokai, and \$2 per month on Lanai for residential trash pick-up, and \$9 per ton for commercial landfill fees. The increased fees will offset some, but not all, of the cost of providing these services.

As in prior years, your Committee discussed whether to continue the curbside recycling pilot project, also known as the "3-Can Plan," that has been implemented in a segment of South Maui. The 3-Can Plan provides weekly collection of household trash, twice-monthly collection of recyclables, and twice-monthly collection of green waste. Although the Council referred the matter to a standing committee for further evaluation when it considered the FY 2017 Budget, questions regarding the cost and effectiveness of the project remain. Of particular concern are the proposed project cost of \$126,000 and whether the project should instead be undertaken in West Maui. Nonetheless, residents who participated in the project asked that curbside recycling be retained, and your Committee recommended it be funded. Your Committee again recommended the matter be referred to the appropriate standing committee for discussion.

Your Committee concurred with the sewer rate proposal received from the Deputy Director of Environmental Management, incorporating a modest, three-percent increase on most categories for residential and non-residential sewer rates and the rate for private septic disposals (haulers).

The Department of Environmental Management informed your Committee it no longer needed a collection/transmission system project assessment fee for the Kihei Regional Wastewater Treatment System, and recommended it be deleted from Appendix B. The Department noted the fee authorized by Section 14.34.070, MCC, has not been collected for several years. Accordingly, the Budget Director proposed a bill to amend Chapter 14.34, MCC, to repeal the fee. Your Committee revised the

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proposed bill to incorporate amendments to other provisions in the Chapter affected by the proposed repeal of the fee, and recommended passage of the revised proposed bill.

The Mayor proposed modest fee increases for building and construction permits, electrical permits, and plumbing permits, related inspection and installation fees, and supplies. Your Committee concurred with these increases, which are estimated to generate an additional \$400,000 in revenue, to help to offset some of the Department of Public Works' operational costs.

Your Committee recommended a one-half-cent increase in the motor vehicle weight tax for passenger vehicles and trucks and noncommercial vehicles not exceeding 6,500 pounds, and a one-cent increase in the weight tax for other motor vehicles, effective January 1, 2018. The increase is anticipated to generate an additional \$1,785,280 in six months of revenues for the Highway Fund and enhance the County's ability to complete more roadway improvement projects. The increase directly supports roads – the top spending priority identified by respondents to your Committee's community survey.

Your Committee notes the Mayor proposed a biodiesel tax of 18 cents per gallon, where currently there is none, to offset the increasing costs of road maintenance. Your Committee debated whether to impose a tax on biodiesel, even at a lower rate of six cents per gallon, reasoning that all drivers, including those using biodiesel, should share in the cost of maintaining the roads. However, your Committee declined to recommend any biodiesel tax be imposed at this time. Fuel tax rates, therefore, will remain unchanged, and no fuel tax public hearing was scheduled.

The Mayor proposed changing the fee structure for the Play and Learn Session ("PALS") Program from daily rates to summer and winter session rates. For the summer session, the fee for the first child would be \$160, the second child \$120, and additional siblings \$80 each. Winter session fees would be 25 percent of the summer session. The Mayor also proposed eliminating the reduced rates for free and reduced lunch program participants. Your Committee concurred with the Mayor's

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proposal, noting the PALS Program would still provide cost-effective activities for participants.

Your Committee recommended the Commercial Ocean Recreational Activity ("CORA") permit fee be increased from \$1,000 annually to \$200 per month. The fee applies to each permit. Each permit allows a business or entity to conduct one activity at a CORA-approved beach park. Your Committee noted limited availability of CORA permits and the significant business opportunities they create for the permit holder. Your Committee notes the permit fees help to offset some of the costs associated with regulating ocean recreational activities and support the use of County beach parks for the community's recreational, environmental, and economic benefit.

Your Committee noted significant subsidies for certain Maui Bus routes, and expressed a need to lower the County's share so that riders cover at least half the cost of the program. The Department of Transportation proposed a new Waihee route and expanded hours for five existing routes, but declined to provide an analysis concerning anticipated ridership and revenues, proposed fare increases, and other measures to justify the expansion. Your Committee, therefore, recommended the expansion requests for both the Maui Bus fixed route and paratransit services be deferred, but provided \$50,000 from the Highway Fund for a transportation study for Waihee. Your Committee also recommended the matter of evaluating the proposed new Waihee route and expanded hours for the Kihei Islander, Lahaina Islander, Kihei Villager, Kaanapali Islander, and Napili Islander routes, and whether such expansion, including bus replacements, is warranted, be referred to the appropriate standing committee for further consideration.

Your Committee also recommended authorizing fees for National park commemorative plates, slight increases to dog license and impoundment fees, fees for nondecennial General Plan amendments and Business Country Town Design appeals, and increases to fees for County employee parking.

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Your Committee recommended that Appendix B, the Schedule of Revenues - Fees, Rates, Assessments and Taxes, be revised to incorporate your Committee's suggested changes.

EXPENDITURES

Over the course of your Committee's meetings, your Committee heard testimony from the community expressing priorities for spending taxpayer dollars.

Your Committee struggled with the rising costs of the County's workforce. Your Committee noted recent 12-percent salary increases for the Mayor and department heads and their deputies alone, with fringe benefits, required \$919,641 in salary adjustments for a one-year period. Your Committee discussed the proposed bill to increase salaries of the deputies Corporation Counsel and deputies Prosecuting Attorney, in accordance with the recent adjustments for their relevant department heads and first deputies. Your Committee concurred with the proposal to provide the 12-percent increase in two phases of 6 percent each, with the first increase retroactive to July 1, 2016. Your Committee recommended the effective date of the second increase be revised from July 1, 2017 to July 1, 2018.

Your Committee also anticipates a need to adopt legislation relating to cost items totaling \$975,713 for Bargaining Unit 11 (Fire Fighters) for FY 2018, pursuant to an arbitration award dated April 17, 2017. Additional cost items (salary and fringe benefit adjustments) are also expected for the seven other bargaining units.

Even though the State legislature allowed the County's share of TAT to be reduced, it passed Senate Bill 936, which increased employer contributions for the State Employees' Retirement System ("ERS") for FY 2018. The legislation required the contributions to be based on 28 percent of the member's compensation for police officers, fire fighters, and corrections officers, and 18 percent for all other employees. The percentage contributions escalate in subsequent years. The Director of

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Finance calculated the County's increase in FY 2018 ERS contributions alone to be \$3,329,093.

In addition, the Director notified the Council that the employer's share of the health fund contribution for FY 2018 rose by 9.1 percent, or 2.1 percent more than the amount anticipated in the Mayor's Budget Proposal. Your Committee incorporated the additional \$686,164 into the proposed FY 2018 Budget.

The State legislature also stripped the counties of their liability protection for county lifeguards, gutting Section 662-16, HRS, and replacing it with language requiring only that the attorney general defend a civil action brought against persons employed by the county as lifeguards who provide lifeguard services at a designated State beach park under an agreement between the State and a county. In response to Senate Bill 562, House Draft 1, your Committee debated whether to delete the grant for lifeguards at Makena Beach Park, the only State beach park in the County, serviced by County ocean safety officers.

Your Committee considered deleting all funding for State programs, noting actions by the State had placed the County in financial jeopardy. Your Committee nonetheless continued to recognize the grant for the ocean safety officers at Makena and maintained funding for other State-related programs, including the University of Hawaii College of Tropical Agriculture and Human Resources, the University of Hawaii Maui College Sea Grant Program, and the Maui School Garden Network.

Your Committee supported environmental protection through \$4.6 million in appropriations to address issues including watershed management; the eradication of coqui frogs, miconia, and other invasive species; and community concerns regarding rat lungworm disease. Your Committee noted the importance of protecting the sources of the County's water supply and taking the steps necessary to maintain native habitats.

Your Committee provided \$4.3 million for the continued revitalization of Wailuku town, including construction funds for parking expansion and office space. Your Committee also provided \$200,000 for

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Wailuku's Clean and Safe Program, which had received national recognition for its innovative approach to addressing the concerns and needs of merchants and residents, and creating a safer, more attractive neighborhood.

For FY 2017, the Council provided \$400,000 from the West Maui Park Assessment Fund for work related to the restoration of Moku`ula and Mokuhinia. Your Committee was informed the funding remained unspent because of the time involved in fulfilling environmental impact statement requirements. Expressing continued support for this valuable cultural resource, your Committee recommended the unused \$400,000 be reappropriated this year, continuing the proviso that the funds be awarded through a request for proposals process.

Because of ongoing concerns regarding vagrancy and vandalism in County parks, your Committee added funding for five equivalent personnel, in place of a private security contract, to bolster the enforcement of rules at County parks and facilities. Your Committee also supported \$105,000 for three vehicles for CORA-related enforcement.

Your Committee notes the Council adopted Resolution 17-78 at its meeting of May 1, 2017, authorizing the Council Chair to contract for a performance and fiscal audit of the Department of Fire and Public Safety, pursuant to Charter Section 3-6. The proposed resolution was an outgrowth of your Committee's FY 2018 Budget discussions concerning personnel recruitment and management and other aspects of departmental operations. The Department was concerned a single battalion chief per watch could not effectively supervise multiple companies when incidents occur simultaneously. Your Committee authorized two Limited Term Appointment battalion chiefs, pending the result of the audit.

Your Committee also recommended a management and performance audit of the Department of Transportation, and an assessment study to assist in the administration of lands acquired through the Open Space, Natural Resources, Cultural Resources, and Scenic Views Preservation Fund. Through the audits and assessment study, your Committee hopes

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to identify improvements that can be made in government efficiency and operations, and also, to confirm those aspects of operations that already function well. Funding for the audits and study are appropriated under the Council Services Program's budget for professional services.

Your Committee found that funding in the FY 2017 Budget for professional services to assist with contract arbitrations for Bargaining Unit 11 (Fire Fighters) was money well spent. Your Committee, therefore, added \$50,000 in professional services for the Department of the Corporation Counsel to assist with further contract negotiations.

In an effort to consolidate County functions into a centrally located, one-stop shop, your Committee supported \$25 million for the construction of a new County-owned service center at the Maui Business Park Phase II in Kahului. The service center will save the County in rental costs for existing office space, and is anticipated to house the Department of Finance's Real Property Tax Assessment Division, Treasury, and Motor Vehicle Registration and Licensing Division; the Department of Housing and Human Concerns; and other County offices.

To address ongoing concerns over homelessness and the lack of affordable housing, your Committee provided \$1,000,000 for homeless programs and \$1,000,000 for affordable rental housing programs. Your Committee also provided funding for a housing assessment specialist and \$250,000 for an affordable housing policy and implementation analysis. In addition, four projects received appropriations from the Affordable Housing Fund. Among them, your Committee provided \$2.5 million for the Hale Mahaolu Ewalu Senior Project, Phase II, which will include 22 rental units for seniors at 60 percent and below the County's area median income. Your Committee also provided \$1.5 million for the purchase of nine lots for the Fabmac affordable housing project, to accommodate six homes for households with incomes at 80 percent and below the County's area median income, and three homes for households with incomes at 90 to 100 percent of the area median income.

Despite fiscal challenges, your Committee continued to reinvest in the community by supporting social services to assist with basic needs.

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Your Committee provided \$400,000 for the Maui Food Bank, Inc. and \$100,000 for Feed My Sheep, representing a combined increase of \$69,650 between the two over the Mayor's proposal; \$800,000 for food, shelter, and safety programs; \$1.3 million for the Kupuna Care Program, \$777,508 for services to the frail and elderly, and \$358,440 for the Maui Day Care Center for Senior Citizens and Disabled, Inc.; \$170,195 for early childhood programs, \$245,040 to Maui Economic Opportunity, Inc. ("MEO") for the Head Start Afterschool Programs, \$180,250 to MEO for the Head Start Summer Programs, and \$97,850 to MEO for the Infant/Toddler Care Program; \$50,000 to Mental Health Association in Hawaii and \$100,000 to Mental Health Kokua; and \$140,000 to The Salvation Army.

Your Committee noted a desire to increase transparency in the grants it awards by structuring them so that the total award to a grantee can be easily identified. Your Committee requested future budget proposals be structured with this goal in mind.

Your Committee supported \$3,765,405 in funding for cultural and economic development programs, including the Festivals of Aloha, the 250th anniversary celebration of Queen Kaahumanu, small business promotion, and specific appropriations for Central Maui, East Maui, Haiku-Paia-Upcountry, Lanai, Molokai, South Maui, and West Maui. In addition, your Committee provided \$175,000 for renewable energy and energy efficiency programs, and continued funding for an energy specialist in the Department of Management.

Your Committee supported the Mayor's proposal to purchase the building at 2103 Wells Street in Wailuku for a new Family Justice Center under the Department of the Prosecuting Attorney. Your Committee provided the appraised value of \$1.6 million for the facility, to enable victims of sexual assault and other violent crimes to receive legal, medical, and social services under one roof. The facility is anticipated to house the Children's Justice Center, the Friends of the Children's Justice Center, the Victim Witness Division, deputies prosecuting attorney, investigators, detectives with the Department of Police, a Child and Family Services counselor, and a sexual assault forensic examiner.

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Your Committee invested \$2.2 million more than proposed by the Mayor for Countywide road resurfacing projects, for a total of over \$5.2 million. Other road and bridge projects include \$2.4 million for Kaupakalua Road pavement reconstruction, \$1 million for Keanae Road safety improvements, \$250,000 for Lelekea Bridge improvements, \$800,000 for Waipoli Ditch improvements, \$1.25 million for the Kulanihakoi Bridge project, \$1.5 million for Waiopai Bridge repairs, and \$1.15 million for Hana Highway landslide repairs.

Your Committee supported agriculture through \$1.2 million in funding for the expansion of the Kula Agricultural Park and related water infrastructure improvements. This funding represents the County's share for the project, with a \$5 million match from the State. Your Committee also supported \$500,000 for an agricultural park on Lanai and provided various agriculture-related grants totaling roughly \$750,000.

To restore the County civic center built to honor veterans, your Committee supported \$350,000 for design and \$1.4 million for construction of improvements for the War Memorial Gymnasium in Wailuku. The Director of Parks and Recreation requested the War Memorial Complex paving improvements be deferred for one year and expressed a preference for funding the gym improvements instead. Your Committee noted that modernizing the facility will help to attract sporting events to the island. Your Committee declined to authorize general obligation bond funding for the construction of the improvements concurrently with the appropriation. Your Committee requested completion of the design work and research on the cost of air conditioning the facility before it would consider authorizing the bond.

Significant funding for equipment to provide more reliable service to the community includes: \$1 million for a ladder truck for the Wailea Fire Station, \$1,350,000 for three automated refuse trucks for Central Maui, \$350,000 for a manual refuse truck for West Maui, \$275,000 for a street sweeper, \$150,000 for an emergency generator to address concerns stemming from the recent island-wide blackout, and \$250,000 for fuel storage tanks for Lanai.

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Your Committee also supported the following major capital improvement projects: \$24 million for the West Maui Wastewater Reclamation Facility, \$6.25 million for the South Maui Recycled Water System Expansion project, \$4.6 million for modifications to two Napili Wastewater Pump Stations, over \$5.5 million in parks systems improvements throughout the County, an additional \$200,000 for a multi-skill-level Upcountry skate park (for a total \$1.4 million project), \$500,000 for the Waikapu Community Center basketball court improvements, \$250,000 for the design of a new Kahului Community Center, \$250,000 for a commercial kitchen at the Lanai Community Center, and \$35,000 for relocation planning for Pukoo Fire Station on Molokai.

Your Committee voted 9-0 to recommend referral of various matters to your standing committees, as noted below.

Your Committee voted 9-0 to recommend passage on first reading of the revised proposed Capital Program bill, incorporating the Capital Program for Fiscal Years 2018 through 2023.

Your Committee voted 9-0 to recommend passage on first reading of the revised proposed bill relating to the salaries of the deputies corporation counsel and the deputies prosecuting attorney, the revised proposed bill to repeal the collection and transmission system project assessment fee for the Kihei Regional Wastewater Treatment System, the revised proposed Clean Water Loan bill, the revised proposed Water Pollution Control Loan bill, the revised proposed Drinking Water Treatment Loan bill, the revised proposed Bond Authorization bill, and the revised proposed Budget bill.

Finally, your Committee voted 9-0 to recommend filing of County Communications 17-69, 17-156, and 17-165.

For all of your Committee's recommendations, Committee Chair Hokama, Vice-Chair White, and members Atay, Carroll, Cochran, Crivello, Guzman, King, and Sugimura voted "aye."

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Your Committee is in receipt of a revised proposed Budget bill, a revised proposed Capital Program bill, a revised proposed Bond Authorization bill, a revised proposed Clean Water Loan bill (with the title revised to change the project name to the Central Maui Landfill Phase V-B Extension), a revised proposed Water Pollution Control Loan bill, a revised proposed Drinking Water Treatment Loan bill (with the title revised to identify the Mahinahina Well #1 Development project), and a revised proposed bill relating to the salaries of the deputies corporation counsel and the deputies prosecuting attorney, approved as to form and legality by the Department of the Corporation Counsel, incorporating your Committee's recommended revisions and nonsubstantive revisions.

Your Budget and Finance Committee RECOMMENDS the following:

1. That Bill 58 (2017), as revised herein and attached hereto, entitled "A BILL FOR AN ORDINANCE AUTHORIZING THE MAYOR OF THE COUNTY OF MAUI TO ENTER INTO AN INTERGOVERNMENTAL AGREEMENT FOR A LOAN FROM THE STATE OF HAWAII'S CLEAN WATER STATE REVOLVING FUND FOR THE CENTRAL MAUI LANDFILL PHASE V-B EXTENSION, FISCAL YEAR 2018 BUDGET ORDINANCE," be PASSED ON FIRST READING and be ORDERED TO PRINT;
2. That Bill 59 (2017), as revised herein and attached hereto, entitled "A BILL FOR AN ORDINANCE AUTHORIZING THE MAYOR OF THE COUNTY OF MAUI TO ENTER INTO INTERGOVERNMENTAL AGREEMENTS FOR LOANS FROM THE STATE OF HAWAII'S WATER POLLUTION CONTROL REVOLVING FUND FOR VARIOUS WASTEWATER PROJECTS, FISCAL YEAR 2018 BUDGET ORDINANCE," be PASSED ON FIRST READING and be ORDERED TO PRINT;
3. That Bill 60 (2017), as revised herein and attached hereto, entitled "A BILL FOR AN ORDINANCE AUTHORIZING THE MAYOR OF THE COUNTY OF MAUI TO ENTER INTO AN INTERGOVERNMENTAL AGREEMENT FOR A LOAN FROM THE STATE OF HAWAII'S DRINKING WATER TREATMENT

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REVOLVING LOAN FUND FOR THE MAHINAHINA WELL #1 DEVELOPMENT FISCAL YEAR 2018 BUDGET ORDINANCE,” be PASSED ON FIRST READING and be ORDERED TO PRINT;

4. That Bill 61 (2017), as revised herein and attached hereto, entitled “A BILL FOR AN ORDINANCE AMENDING SECTION 2.44.015, MAUI COUNTY CODE, RELATING TO SALARIES OF DEPUTIES CORPORATION COUNSEL AND DEPUTIES PROSECUTING ATTORNEY,” be PASSED ON FIRST READING and be ORDERED TO PRINT;
5. That Bill 62 (2017), attached hereto, entitled “A BILL FOR AN ORDINANCE TO AMEND CHAPTER 14.34, MAUI COUNTY CODE, TO REPEAL THE COLLECTION AND TRANSMISSION SYSTEM PROJECT ASSESSMENT FEE,” be PASSED ON FIRST READING and be ORDERED TO PRINT;
6. That Bill 63 (2017), as revised herein and attached hereto, entitled “A BILL FOR AN ORDINANCE AUTHORIZING THE ISSUANCE OF FORTY-FOUR MILLION THREE HUNDRED FIVE THOUSAND DOLLARS (\$44,305,000) AGGREGATE PRINCIPAL AMOUNT OF GENERAL OBLIGATION BONDS OF THE COUNTY OF MAUI FOR THE PURPOSE OF PROVIDING FUNDS TO PAY ALL OR A PART OF THE COST OF APPROPRIATIONS FOR PUBLIC IMPROVEMENTS OF AND FOR THE COUNTY OF MAUI; FIXING THE FORM, DENOMINATIONS AND CERTAIN OTHER FEATURES OF SUCH BONDS AND PROVIDING FOR THEIR SALE; AUTHORIZING THE DIRECTOR OF FINANCE TO DETERMINE CERTAIN DETAILS OF THE BONDS; AUTHORIZING THE ISSUANCE AND SALE OF A LIKE PRINCIPAL AMOUNT OF GENERAL OBLIGATION BOND ANTICIPATION NOTES IN ANTICIPATION OF THE ISSUANCE AND SALE OF SUCH BONDS; AND PROVIDING FOR OTHER ACTIONS RELATED TO THE ISSUANCE, SALE AND DELIVERY OF SAID BONDS,” be PASSED ON FIRST READING and be ORDERED TO PRINT;

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7. That Bill 64 (2017), as revised herein and attached hereto, entitled "A BILL FOR AN ORDINANCE RELATING TO THE CAPITAL PROGRAM FOR THE FISCAL YEAR ENDING JUNE 30, 2018," be PASSED ON FIRST READING and be ORDERED TO PRINT;
8. That Bill 65 (2017), as revised herein and attached hereto, entitled "A BILL FOR AN ORDINANCE RELATING TO THE OPERATING BUDGET FOR THE COUNTY OF MAUI FOR THE FISCAL YEAR JULY 1, 2017 TO JUNE 30, 2018," be PASSED ON FIRST READING and be ORDERED TO PRINT;
9. That the matter relating to the development of a cost-effective funding structure for County capital improvement projects be REFERRED to your Budget and Finance Committee;
10. That the matter relating to possible amendments to Chapter 3.48, Article XIII, MCC, relating to the Circuit Breaker Tax Credit, including the phasing schedule for eligible percentage of circuit breaker tax credit set forth in Section 3.48.810, be REFERRED to your Budget and Finance Committee;
11. That the matter relating to the Department of Parks and Recreation's use of ActiveNet software for permits and credit card transaction processing, including an analysis of associated charges and their impact on the Department's net fees and collections, be REFERRED to your Budget and Finance Committee;
12. That the matter relating to the status of grants under the Department of Housing and Human Concerns and benchmarks for grantee performance be REFERRED to your Housing, Human Services, and Transportation Committee;
13. That the matter relating to the status of grants under the Department of Transportation and benchmarks for grantee performance be REFERRED to your Housing, Human Services, and Transportation Committee;

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14. That the matter relating to an audit of every housing agreement starting with Mayor Charmaine Tavares' term, including an evaluation of any inconsistencies in implementation between different administrations or directors, be REFERRED to your Housing, Human Services, and Transportation Committee;
15. That the matter relating to an evaluation of the proposed new Waihee route and expanded hours for the Kihei Islander, Lahaina Islander, Kihei Villager, Kaanapali Islander, and Napili Islander routes, including estimated implementation costs, schedules, proposed fare increases, and whether such expansion, including bus replacements, is warranted, be REFERRED to your Housing, Human Services, and Transportation Committee;
16. That the matter relating to the use of 64-gallon carts for residential refuse collection be REFERRED to your Infrastructure and Environmental Management Committee;
17. That the matter relating to a review of the Highway Beautification and Disposal of Abandoned or Derelict Vehicles Revolving Fund be REFERRED to your Infrastructure and Environmental Management Committee;
18. That the matter relating to a review of the curbside recycling program, or 3-Can Plan, including a determination of the true cost to operate the program and whether the Department of Environmental Management should charge a fee differently from the fee provided in the annual budget, whether the program is operating efficiently, the demand for and feasibility of the program, the possible relocation of the program service area, and whether the program should be discontinued, be REFERRED to your Infrastructure and Environmental Management Committee;

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19. That the matter relating to the status of grants under the Department of Parks and Recreation and benchmarks for grantee performance be REFERRED to your Parks, Recreation, Energy, and Legal Affairs Committee;
20. That the matter relating to the Waiehu Municipal Golf Course operations and improvements, including network connectivity, fees, and an update of the United States Golf Association Green Section Turf Advisory Service Visit reports dated October 29, 2008, and January 17, 2012, be REFERRED to your Parks, Recreation, Energy, and Legal Affairs Committee;
21. That the matter relating to the status of grants under the Department of Planning and benchmarks for grantee performance be REFERRED to your Planning Committee;
22. That the matter relating to the procurement by the Department of Planning of contract services for transient vacation rental enforcement be REFERRED to your Planning Committee;
23. That the matter relating to the review of existing goals, objectives, and key performance measures for each County Department be REFERRED to your Policy, Economic Development, and Agriculture Committee;
24. That the matter relating to the status of grants under the Office of Economic Development and benchmarks for grantee performance be REFERRED to your Policy, Economic Development, and Agriculture Committee;
25. That the matter relating to creating a task force to work on financial measures for County grants be REFERRED to your Policy, Economic Development, and Agriculture Committee;
26. That the matter relating to the status of grants under the Department of Water Supply and benchmarks for grantee

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performance be REFERRED to your Water Resources Committee;

27. That County Communication 17-69 be FILED;
28. That County Communication 17-156 be FILED; and
29. That County Communication 17-165 be FILED.

This report is submitted in accordance with Rule 8 of the Rules of the Council.



RIKI HOKAMA, Chair

bf:cr:17001aa:mmy

COUNCIL OF THE COUNTY OF MAUI

WAILUKU, HAWAII 96793

CERTIFICATION OF ADOPTION

It is HEREBY CERTIFIED that the recommendations contained in COMMITTEE REPORT NO. 17-69 were adopted by the Council of the County of Maui, State of Hawaii, on the 19th day of May, 2017, by the following vote:

MEMBERS	Michael B. WHITE Chair	Robert CARROLL Vice-Chair	Alika ATAY	Eleanora COCHRAN	S. Stacy CRIVELLO	Donald S. GUZMAN	G. Riki HOKAMA	Kelly T. KING	Yuki Lei K. SUGIMURA
ROLL CALL	Aye	Aye	Aye	Aye	Aye	Aye	Aye	Aye	Aye

THE RECOMMENDATIONS CONTAINED IN THIS COMMITTEE REPORT WERE VOTED ON SEPARATELY AS FOLLOWS:

BILL NOS. 58 (2017), 59 (2017), 60 (2017), 61 (2017), AND 62 (2017) PASS FIRST READING AND BE ORDERED TO PRINT:

MEMBERS	Michael B. WHITE Chair	Robert CARROLL Vice-Chair	Alika ATAY	Eleanora COCHRAN	S. Stacy CRIVELLO	Donald S. GUZMAN	G. Riki HOKAMA	Kelly T. KING	Yuki Lei K. SUGIMURA
ROLL CALL	Aye	Aye	Aye	Aye	Aye	Aye	Aye	Aye	Aye

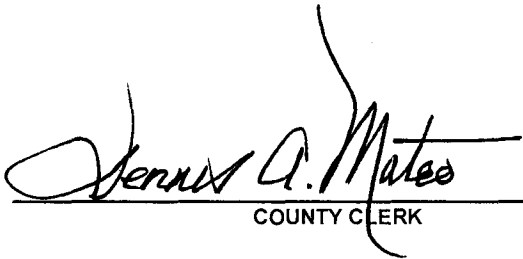
BILL NOS. 63 (2017), 64 (2017), AND 65 (2017) PASS FIRST READING AND BE ORDERED TO PRINT:

MEMBERS	Michael B. WHITE Chair	Robert CARROLL Vice-Chair	Alika ATAY	Eleanora COCHRAN	S. Stacy CRIVELLO	Donald S. GUZMAN	G. Riki HOKAMA	Kelly T. KING	Yuki Lei K. SUGIMURA
ROLL CALL	Aye	Aye	Aye	Aye	Excused	Aye	Aye	Aye	Aye

**REFERRAL OF EIGHTEEN (18) ITEMS AND FILING OF COUNTY COMMUNICATIONS
17-69, 17-156, AND 17-165:**

MEMBERS	Michael B. WHITE Chair	Robert CARROLL Vice-Chair	Alika ATAY	Eleanora COCHRAN	S. Stacy CRIVELLO	Donald S. GUZMAN	G. Riki HOKAMA	Kelly T. KING	Yuki Lei K. SUGIMURA
ROLL CALL	Aye	Aye	Aye	Aye	Excused	Aye	Aye	Aye	Aye

Bill No. 65 (2017) was amended prior to passage on first reading.



COUNTY CLERK