

COUNCIL OF THE COUNTY OF MAUI

BUDGET, FINANCE, AND ECONOMIC DEVELOPMENT COMMITTEE

September 13, 2024

**Committee
Report No.** _____

Honorable Chair and Members
of the County Council
County of Maui
Wailuku, Maui, Hawaii

Chair and Members:

Your Budget, Finance, and Economic Development Committee, having met on August 20, 2024, makes reference to the following:

1. Bill 118 (2024), entitled “A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2025 BUDGET FOR THE COUNTY OF MAUI, REVENUES AND DEPARTMENT OF WATER SUPPLY, WATER OPERATIONS PROGRAM.”

Bill 118’s purpose is to amend the Fiscal Year (“FY”) 2025 Budget by 1) amending Section 2, Estimated Revenues, by increasing Carryover/Savings from the Water Fund by \$3,500,000; 2) amending Section 3.B.21.c., Department of Water Supply, Water Operations Program - Water Fund, by increasing the appropriation for Category B - Operations & Equipment by \$3,500,000; and 3) adjusting the totals accordingly.

2. A Certification of Additional Revenues for Fiscal Year 2025, dated August 6, 2024, for \$3,500,000 in Carryover/Savings from the Water Fund.

Your Committee notes by Ordinance 5599 (2024), the Council amended the FY 2024 Budget for the Department of Water Supply to fund various costs related to the August 2023 Wildfires, including \$3,000,000 for portable generators.

By correspondence dated August 5, 2024, the Budget Director said that the Department of Water Supply attempted to procure the portable

COUNCIL OF THE COUNTY OF MAUI
**BUDGET, FINANCE, AND ECONOMIC
DEVELOPMENT COMMITTEE**

Page 2

**Committee
Report No. _____**

emergency generators, but during the process, the Department received a bid protest and the funding lapsed in FY 2024. Thus, the Department is requesting to reappropriate the funds for the generators in FY 2025 so it can seek new bids.

The Department also sought bids for building structures in which to store the generators, but the lowest bidder retracted their bid and the funding lapsed. If funding is reappropriated for the structures, the Department intends to contract with the next lowest bidder.

A representative from the Department of Water Supply clarified the Department is requesting \$3,000,000 for seven 500-kilowatt portable generators and \$500,000 for a Quonset hut in which the generators would be stored. The Quonset hut would be located at the Department's Kahului baseyard.

The generators would be transported to the necessary facilities during an emergency to keep the water system operating. The generators could support the Department in non-emergency situations or to substitute for permanent generators at certain facilities should permanent generators fail.

Your Committee voted 9-0 to recommend passage of Bill 118 (2024) on first reading. Committee Chair Sugimura, Vice-Chair Kama, and members Cook, Johnson, Lee, Paltin, Rawlins-Fernandez, Sinenci, and U'u-Hodgins voted "aye."

Your Committee is in receipt of Bill 118, CD1 (2024), entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2025 BUDGET FOR THE COUNTY OF MAUI, ESTIMATED REVENUES AND DEPARTMENT OF WATER SUPPLY, WATER OPERATIONS PROGRAM," approved as to form and legality by the Department of the Corporation Counsel, incorporating nonsubstantive revisions.

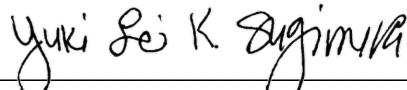
COUNCIL OF THE COUNTY OF MAUI
**BUDGET, FINANCE, AND ECONOMIC
DEVELOPMENT COMMITTEE**

Page 3

**Committee
Report No.** _____

Your Budget, Finance, and Economic Development Committee RECOMMENDS that Bill 118, CD1 (2024), as revised herein and attached hereto, entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2025 BUDGET FOR THE COUNTY OF MAUI, ESTIMATED REVENUES AND DEPARTMENT OF WATER SUPPLY, WATER OPERATIONS PROGRAM," be PASSED ON FIRST READING and be ORDERED TO PRINT.

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



YUKI LEI K. SUGIMURA, Chair

bfed:cr:24098aa:jgk

ORDINANCE NO. _____

BILL NO. 118, CD1 (2024)

A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2025
BUDGET FOR THE COUNTY OF MAUI, ESTIMATED REVENUES
AND DEPARTMENT OF WATER SUPPLY,
WATER OPERATIONS PROGRAM

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

SECTION 1. Ordinance No. 5657, Bill No. 60, CD1, FD2 (2024), as amended "Fiscal Year 2025 Budget", Section 2, Estimated Revenues, is amended to increase Carryover/Savings, Water Fund in the amount of \$3,500,000, and increase the total accordingly, to read as follows:

"ESTIMATED REVENUES

FROM TAXES, FEES AND ASSESSMENTS:

Real Property Taxes	586,905,349
Circuit Breaker Adjustment	(293,838)
Transient Accommodations Tax	60,000,000
General Excise Tax	60,000,000
Charges for Current Services	167,395,404
Public Service Company Tax	7,000,000
Licenses/Permits/Others	46,353,332
Fuel and Franchise Taxes	24,500,000
Special Assessments	9,866,000
Other Intergovernmental	10,750,000

FROM OTHER SOURCES:

Interfund Transfers	78,707,485
Bond/Lapsed Bond	107,785,000
Carryover/Savings:	
General Fund	50,785,000
Sewer Fund	10,229,492
Highway Fund	17,365,696
Solid Waste Management Fund	3,313,077
Environmental Protection and Sustainability Fund	920,551
Liquor Fund	854,521
Bikeway Fund	199,760
Water Fund	[20,516,394] <u>24,016,394</u>

TOTAL ESTIMATED REVENUES [1,262,901,162] 1,266,401,162"

SECTION 2. Fiscal Year 2025 Budget Section 3.B.21.c, Department of Water Supply, Water Operations Program – Water Fund, is amended to increase the appropriation for Category B – Operations & Equipment in the amount of \$3,500,000, and adjust the total appropriation accordingly, to read as follows:

<u>"FUNCTION AND PROGRAMS</u>	<u>A - Salaries</u>	<u>B – Operations & Equipment</u>	<u>Total</u>
21. Department of Water Supply			
c. Water Operations Program – Water Fund	11,757,094	[33,823,500]	[45,580,594]
(1) Disbursement for salaries and premium pay is limited to 153.0 equivalent personnel		<u>37,323,500</u>	<u>49,080,594"</u>

SECTION 3. Fiscal Year 2025 Budget, Total Operating Appropriations, is amended to reflect an increase of \$3,500,000 in Category B – Operations & Equipment and to adjust the total accordingly, to read as follows:

<u>"FUNCTION AND PROGRAMS</u>	<u>A - Salaries</u>	<u>B – Operations & Equipment</u>	<u>Total</u>
TOTAL OPERATING APPROPRIATIONS	256,460,001	[796,395,161] <u>799,895,161</u>	[1,052,855,162] <u>1,056,355,162"</u>

SECTION 4. Fiscal Year 2025 Budget, Total Appropriations (Operating and Capital Improvement Projects), is amended to reflect an increase of \$3,500,000, to read as follows:

"TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)	[1,262,901,162]	<u>1,266,401,162"</u>
--	-----------------	-----------------------

SECTION 5. Material to be repealed is bracketed. New material is underscored.

SECTION 6. This Ordinance takes effect on approval.

APPROVED AS TO FORM AND LEGALITY:



 KRISTINA C. TOSHIKIYO
 Deputy Corporation Counsel

INTRODUCED BY:

A handwritten signature in cursive script, appearing to read "Greg A. Lee". The signature is written in black ink and is positioned above a horizontal line.

Upon the request of the Mayor.