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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

February 28, 2024

Ms. Lesley Milner, Interim Budget Director
Office of the Mayor
County of Maui
Wailuku, Hawaii 96793

Dear Ms. Milner:

**SUBJECT: BILL 35 (2024), AMENDING THE FISCAL YEAR 2024
BUDGET: APPENDIX A, PART II, AFFORDABLE
HOUSING FUND (AIKANAHA) (BFED-82)**

May I please request you provide Bill 35, CD1 (2024), reflecting the changes shown on the attached marked-up copy.

May I further request you transmit your response to bfed.committee@mauicounty.us by **9:00 a.m. on March 1, 2024**. To ensure efficient processing, please include the relevant Committee item number in the subject line of your response.

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 black ink that reads "Yuki Lei Sugimura".

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

bfed:ltr:082abd01:jgk
Attachment

cc: Mayor Richard T. Bissen, Jr.

ORDINANCE NO. _____

BILL NO. 35 (2024)

Insert ", CD1"

A BILL FOR AN ORDINANCE AMENDING
THE FISCAL YEAR 2024 BUDGET FOR THE COUNTY OF MAUI,
APPENDIX A, PART II, SPECIAL PURPOSE REVENUES –
SCHEDULE OF REVOLVING/SPECIAL FUNDS FOR FISCAL YEAR 2024,
AFFORDABLE HOUSING FUND, AIKANAHA

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

SECTION 1. Ordinance No. 5528, Bill No. 22, CD1, FD2 (2023), as amended, "Fiscal Year 2024 Budget", Appendix A, Part II, Special Purpose Revenues – Schedule of Revolving/Special Funds for Fiscal Year 2024, is amended as it relates to the Affordable Housing Fund by deleting the conditional language for Ka Hale a Ke Ola and the Kuikahi Village Workforce Housing Project and adding new conditional language for the Aikanaha Project Phases I and II, to read as follows:

**"II. SPECIAL PURPOSE REVENUES - SCHEDULE OF REVOLVING/SPECIAL FUNDS
FOR FISCAL YEAR 2024**

	ESTIMATED BALANCE AS OF 6/30/2023	ANTICIPATED REVENUES FOR FY 2024	TOTAL FOR FY 2024
L. Affordable Housing Fund (Section 9-20, Revised Charter of the County of Maui (1983), as amended; Chapter 3.35, Maui County Code)	24,244,705	43,016,123	67,260,828"
(1) Up to \$70,000 must be for Administrative expenses.			
(2) Up to \$5,800,000 must be for a loan for the planning, design and new construction of a 116-unit rental housing project for seniors aged 55 and above The Liloa Hale project will include 12 units at or below 30 percent of the AMI; 104 units at or below 60 percent of the AMI and one unit for a property manager. The affordability period is 62 years. TMK (2) 2-2-002:072 located in Kīhei, Maui, Hawai'i.			
(3) Up to \$1,897,586 must be for a grant to Hawai'i Community Development Board (HCDB) for new construction of a 35-unit multi-family, long-term rental housing project for 34 families and 1 unsheltered resident/family. The project will include 4 units at or below 30 percent of the AMI, 10 units at or below 50 percent of the AMI, and 21 units at or below 60 percent of the AMI and one unit for an onsite manager.			

The affordability period is 61 years. The project will be 4 garden-style apartment buildings at Hale O Pi'ikea III. TMK (2) 3-9-002:076 Unit D located at Pi'ikea Avenue and Līloa Drive, Kīhei, Hawai'i.

- (4) Up to \$3,300,000 must be for a grant to Hawai'i Community Development Board (HCDB) for new construction of an 89-unit multi-family, long-term rental housing project for 88 families and one unsheltered resident/family consisting of 9 units at or below 30 percent of the AMI, 9 units at or below 50 percent and 71 units at or below 60 percent of the AMI and one unit for an onsite property manager. The affordability period is 61 years. The project is comprised of 2 mid-rise apartment buildings at Hale O Pi'ikea I. TMK (2) 3-9-002:076 Unit A. Located at Pi'ikea Avenue and Līloa Drive, Kīhei, Hawai'i.
- (5) Up to \$2,150,000 must be for a grant to Hawai'i Community Development Board (HCDB) for a 95 family and one unsheltered rental housing at Hale O Pi'ikea II, TMK (2) 3-9-002:076, located at Pi'ikea Avenue and Līloa Drive, Kīhei, Maui, Hawai'i. The project will include 10 units at or below 30 percent of the AMI, 10 units at or below 50 percent and 76 units at or below 60 percent of the AMI. The project is one mid-rise apartment building.
- (6) Up to \$6,000,000 must be for a loan for planning, design and new construction of a 119-unit multi-family rental housing project. The Hale Mahaolu Ke Kahua (fka Waiehu Apts) project will include 12 units at or below 30 percent of the AMI, 107 units at or below 60 percent of the AMI and a manager's office. The affordability period is 62 years. TMK (2) 3-3-001:106 located at Kahekili Hwy & Wai'eahu Beach

Road, Waihe'e-Waiehu, Maui, Hawai'i.

- [(7)] Up to \$7,500,000 must be for a grant to Ka Hale A Ke Ola Homeless Resource Centers, Inc. for the purchase and retrofit of TMK (2) 4-5-006:004 located at 222 Papalua Street, Lāhainā, Maui, Hawai'i.]
- [(8)] (7) Up to \$250,000 must be for a master plan and feasibility study for TMK (2) 4-9-002:058 (por.) located at 5th Street, Lāna'i City, Maui, Hawai'i.
- [(9)] (8) Up to \$10,650,000 must be for a grant to Waikapū Development Venture LLC for the Waikapū Development Venture LLC Affordable Workforce Housing Project at TMK (2) 3-5-002:011. The release of these funds is contingent on Resolution 18-150, as amended by Resolution 20-107, being further amended to extend the completion of construction deadline beyond the current date of September 7, 2024.
- [(10)] (9) Up to \$1,000,000 must be for a feasibility analysis and planning for development of affordable housing on County-owned parcels in Waikapū identified as TMKs (2) 3-6-002:004 and (2) 3-8-005:023.
- [(11)] (10) Up to \$5,500,000 must be for planning, design, engineering, ground and site improvements, equipment and appurtenances, and construction to repurpose the Haggai Institute facility for affordable housing.
- [(12)] Up to \$6,000,000 must be for the Kuikahi Village Workforce Housing Project at TMK (2) 3-5-002:003 (por.) located in Wailuku, Maui, Hawai'i.]

Insert condition from Bill 4 (2024) for Kilohana Makai; show renumbering from (13) to (11) in Ramseyer format.

Insert condition from Bill 34, CD1 (2024) for Hale Pilina; show renumbering from (14) to (12) in Ramseyer format.

(13) ~~(11)~~ Up to \$7,000,000 must be for a loan to Pacific Development Group, Inc. for the Aikanaha Project Phase I. The Aikanaha Project Phase I will include 11 units at or below 30 percent of the AMI, 11 units at or below 50 percent of the AMI, 83 units at or below 60 percent of the AMI, and one unit for an onsite manager. The affordability period is a minimum of 62 years. TMK (2) 3-6-002:003 (por.) located on 5.3 acres in Waikapu Country Town east of the Honoapiilani Highway, Wailuku, Maui, Hawai'i.

(14) ~~(12)~~ Up to \$7,000,000 must be for a loan to Pacific Development Group, Inc. for the Aikanaha Project Phase II. The Aikanaha Project Phase II will include 11 units at or below 30 percent of the AMI, 11 units at or below 50 percent of the AMI, 83 units at or below 60 percent of the AMI, and one unit for an onsite manager. The affordability period is a minimum of 62 years. TMK (2) 3-6-002:003 (por.) located on 4.6 acres in Waikapu Country Town east of the Honoapiilani Highway, Wailuku, Maui, Hawai'i.

SECTION 2. Material to be repealed is bracketed. New material is underscored.

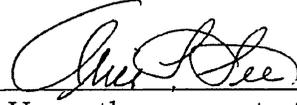
SECTION 3. This Ordinance takes effect upon approval.

APPROVED AS TO FORM AND LEGALITY:



KRISTINA C. TOSHIKIYO
Deputy Corporation Counsel

INTRODUCED BY:

A handwritten signature in cursive script, appearing to read "James R. Lee", written over a horizontal line.

Upon the request of the Mayor.

BFED Committee

From: BFED Committee
Sent: Wednesday, February 28, 2024 12:36 PM
To: Lesley Milner
Cc: BFED Committee; Kristina Cabbat; Michelle Santos; Zeke Kalua
Subject: PLEASE READ attached letter re: (BFED-82); reply by 3/1/24
Attachments: 082abd01 - YLS signed.pdf

Ms. Milner: Please refer to the attached letter from the Budget, Finance, and Economic Development (BFED) Committee Chair, dated February 28, 2024. Please respond by **March 1, 2024**

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

Thank you,
Yvette Bouthillier, Senior Secretary
BFED Committee