ORDINANCE NO. _____

BILL NO. <u>116</u> (2024)

A BILL FOR AN ORDINANCE AMENDING CHAPTER 3.36, MAUI COUNTY CODE, RELATING TO THE MAUI COUNTY GRANTS PROGRAM, AND CHAPTER 3.40, MAUI COUNTY CODE, RELATING TO CONCESSION AWARDS AND RENTAL OR LEASE OF COUNTY PROPERTY

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

SECTION 1. This Ordinance's purpose is to exempt real property to be

leased or rented at a charge below fair market value in connection with an

affordable housing or residential workforce housing program of an agency from

requirements related to bidding and grants of public property.

SECTION 2. Section 3.36.150, Maui County Code, is amended to read as follows:

"**3.36.150 Applicability.** <u>A.</u> All grants of County funds and County real property are subject to this chapter, except as described in section 3.36.150.B. Nothing in this chapter shall restricts the council from appropriating grants for public purposes, except for noncompliance under section 3.36.130, provided that sections 3.36.070 to 3.36.140 shall apply.

B. Real property to be leased or rented at a charge below fair market value within the price range established by the director for persons or families whose incomes are identified as 140 percent or less of the area median income for the County as determined by the Department of Housing and Urban Development of the United States of America in connection with a program of an agency is not subject to this chapter."

SECTION 3. Section 3.40.180, Maui County Code, is amended to read as

follows:

"**3.40.180 Leases—Exemptions from bidding.** The director of finance may award contracts to lease, rent or let property on terms, conditions and rentals which have been approved by the corporation counsel without calling for public bids when:

Real property and/or improvements thereon have Α. been acquired by the County by eminent domain proceedings, negotiated purchase or exchange, and where the finance director determines that the immediate use by the County of the property acquired is not necessary. The property shall must be rented on a month-to-month tenancy and shall be revocable at the option of the County after the tenant has been given thirty days' written notice to vacate. The total tenancy under any such lease or rental agreement shall must not exceed the period of one year from the date of the execution of such lease or rental agreement. No renewal or extension of the tenancy beyond the one-year period shall may be permitted without consent of the council. The provisions of this subsection shall may not be construed as prohibiting the director of finance from leasing, renting or letting the property by public bidding and for a period in excess of one year, pursuant to the provisions of as provided in this chapter.

B. Real property including improvements thereon are to be leased, rented, or let to employees of the County or the state. The property shall <u>must</u> be leased, rented, or let only under the following conditions:

1. The party or parties to whom the property is leased, rented, or let must be and continue to be an employee of the County or the state during the term of the demise; and.

2. The leasing, renting, or letting of property to the employee must be necessary in order to perform the service of his the employee's employment.

C. Real property including improvements thereon are to be leased, rented, or let to the state or its political subdivisions, the United States or other states and territories, or their political subdivisions, the state university or any of its colleges, the Board of Education, and other government agencies authorized to hold real property in lease-hold.

D. Real property and/or improvements thereon are to be leased or let for a period not to exceed fourteen <u>14</u> days. No extension of such lease shall <u>may</u> be permitted without calling for public bids.

<u>E.</u> Real property to be leased, rented, or set aside without any charge or at a charge below fair market value."

SECTION 4. Section 3.40.190, Maui County Code, is amended to read as

follows:

"**3.40.190 Concessions—Exemptions from bidding.** A. The bidding requirements of this chapter shall <u>do</u> not apply to concession space or space on public property set aside for the following purposes:

1. Operation of ground transportation services at airports;

2. Lei vendors;.

3. Airline and aircraft operations;.

4. Coin-operated vending machines, except coinoperated insurance vending machines;

5. Operations on concessions set aside without any charge;

6. Operation of concessions for the use of handicapped persons, or blind persons;

7. Operation of concessions on permits revocable on notice of thirty <u>30</u> days or less; provided, that no such permits shall may be issued unless the premises covered therein shall will no longer be used for the existing purposes and that the permit is issued as a temporary use of the premises until the governmental agency proceeds to apply the premises for the new use thereof; and provided further, that no permits shall may be issued for more than one year.

B. The bidding requirements of this section shall <u>do</u> not apply to any nonrenewable disposition granting rights for a period not in excess of fourteen <u>14</u> days.

<u>C.</u> The bidding requirements of this section do not apply to concession or concession spaces to be leased, rented, or set aside without any charge or at a charge below fair market value."

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

underscored. In printing this bill, the County Clerk need not include the

brackets, the bracketed material, or the underscoring.

SECTION 6. This Ordinance takes effect on approval.

APPROVED AS TO FORM AND LEGALITY:

ANDREW V. NELSON DEPUTY CORPORATION COUNSEL Department of the Corporation Counsel County of Maui

INTRODUCED BY:

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Upon the request of the Mayor.