

COUNCIL OF THE COUNTY OF MAUI

BUDGET AND FINANCE COMMITTEE

March 24, 2017

Committee
Report No. _____

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 7, 2017, makes reference to County Communication 17-39, from the Budget Director, transmitting the following:

1. A proposed bill entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2017 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO ESTIMATED REVENUES; DEPARTMENT OF MANAGEMENT, WAILUKU-KAHULUI COMMUNITY PLAN AREA, GOVERNMENT FACILITIES, COUNTY SERVICE CENTER; TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS; AND TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)."

The purpose of the proposed bill to amend the Fiscal Year 2017 Budget by 1) increasing Bond/Lapsed Bond by \$160,000; and 2) adding an appropriation of \$160,000 under the Department of Management, Wailuku-Kahului Community Plan Area, Government Facilities, Bond Fund, for the County Service Center project.

2. A proposed bill entitled "A BILL FOR AN ORDINANCE AMENDING ORDINANCE NO. 4331, BILL NO. 59 (2016), RELATING TO THE ISSUANCE OF GENERAL OBLIGATION BONDS OF THE COUNTY OF MAUI (COUNTY SERVICE CENTER)."

The purpose of the proposed bill is to amend the Fiscal Year 2017 general obligation bond authorization ordinance by adding an appropriation of \$160,000 under the Department

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of Management, Wailuku-Kahului Community Plan Area, Government Facilities, for the County Service Center project.

3. A proposed bill entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2017 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO APPENDIX C – CAPITAL IMPROVEMENT PROJECTS, DEPARTMENT OF MANAGEMENT, WAILUKU-KAHULUI COMMUNITY PLAN AREA, COUNTY SERVICE CENTER."

The purpose of the proposed bill is to amend the Fiscal Year 2017 Budget, Appendix C, Capital Improvement Projects, by adding: 1) an appropriation of \$160,000 under the Department of Management, Wailuku-Kahului Community Plan Area, for the County Service Center project; and 2) a description of the project.

Your Committee notes Ordinance 4160, Bill 67 (2014), appropriated \$7,145,582 for the acquisition of 7 lots, composed of approximately 4.101 acres located in the Maui Business Park II, for a new service center in the Central Maui area.

Your Committee notes on January 16, 2015, the Council passed on second and final reading Ordinance 4187, Bill 95 (2014), which appropriated \$1,632,976 for planning and design of the new service center facility. In December 2015, Contract C5908 was executed with Group 70 International, Inc. for \$1,632,809.

Your Committee notes the current County Service Center located at the Maui Mall in Kahului is in leased space. The annual lease rent is approximately \$506,000.

The Managing Director said design for a new County Service Center is complete with the exception of a few minor adjustments. Overall, the design and construction drawings are ready for submittal to various agencies for permit review.

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He said the proposed funds will be for building permit fees, including building permit review fee, approximately \$40,000; fire prevention review fee, approximately \$20,000; Maui Electric Company review fee, \$10,000; Disability and Communication Access Board review fee, \$10,000; Archaeological Impact Survey and management fee, \$18,500; additional consultant fees, approximately \$40,000; and 15 percent contingency, \$20,000. He noted filing fees for development or permit applications as it relates to the planning review fee, on behalf of any County agency, could be waived by the Planning Director.

He explained fees could be waived for County projects if allowed by ordinance. Currently, the Department of Public Works and the Department of Fire and Public Safety do not have provisions to waive fees for County projects.

Your Committee expressed grave disappointment relating to the consultant's work on the design for the project. The facility will be constructed expending public funds, or taxpayer dollars, so amenities should not be excessive and be limited to what is needed or required to meet health and safety guidelines. Your Committee noted the facility is a public facility, which should be functional and appropriate to service the community's needs.

Your Committee voted 9-0 to recommend passage of the proposed bills on first reading and filing of the communication. Committee Chair Hokama, Vice-Chair White, and members Atay, Carroll, Cochran, Crivello, Guzman, King, and Sugimura voted "aye."

Your Committee is in receipt of revised proposed bills as noted in 1 and 2 above, approved as to form and legality by the Department of the Corporation Counsel, incorporating nonsubstantive revisions that take into account prior amendments to the Fiscal Year 2017 Budget.

Your Budget and Finance Committee **RECOMMENDS** the following:

1. That Bill _____ (2017), as revised herein and attached hereto, entitled "A BILL FOR AN ORDINANCE AMENDING

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THE FISCAL YEAR 2017 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO ESTIMATED REVENUES; DEPARTMENT OF MANAGEMENT, WAILUKU-KAHULUI COMMUNITY PLAN AREA, GOVERNMENT FACILITIES, COUNTY SERVICE CENTER; TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS; AND TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS),” be PASSED ON FIRST READING and be ORDERED TO PRINT;

2. That Bill _____ (2017), as revised herein and attached hereto, entitled “A BILL FOR AN ORDINANCE AMENDING ORDINANCE NO. 4331, BILL NO. 59 (2016), RELATING TO THE ISSUANCE OF GENERAL OBLIGATION BONDS OF THE COUNTY OF MAUI (COUNTY SERVICE CENTER),” be PASSED ON FIRST READING and be ORDERED TO PRINT;
3. That Bill _____ (2017), attached hereto, entitled “A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2017 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO APPENDIX C – CAPITAL IMPROVEMENT PROJECTS, DEPARTMENT OF MANAGEMENT, WAILUKU-KAHULUI COMMUNITY PLAN AREA, COUNTY SERVICE CENTER,” be PASSED ON FIRST READING and be ORDERED TO PRINT; and
4. That County Communication 17-39 be FILED.

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



RIKI HOKAMA, Chair

ORDINANCE NO. _____

BILL NO. _____ (2017)

A BILL FOR AN ORDINANCE AMENDING
THE FISCAL YEAR 2017 BUDGET FOR THE COUNTY OF MAUI
AS IT PERTAINS TO ESTIMATED REVENUES;
DEPARTMENT OF MANAGEMENT,
WAILUKU-KAHULUI COMMUNITY PLAN AREA, GOVERNMENT FACILITIES,
COUNTY SERVICE CENTER;
TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS; AND
TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)

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

SECTION 1. Ordinance No. 4334, Bill No. 62 (2016), Draft 1, as amended, "Fiscal Year 2017 Budget", is hereby amended as it pertains to Section 2, Estimated Revenues, by increasing Bond/Lapsed Bond in the amount of \$160,000; and by increasing Total Estimated Revenues in the amount of \$160,000, to read as follows:

"ESTIMATED REVENUES

FROM TAXES, FEES AND ASSESSMENTS:

Real Property Taxes		273,887,388
Circuit Breaker Adjustment		(398,235)
Charges for Current Services		136,035,737
Transient Accommodations Tax		23,484,000
Public Service Company Tax		9,100,000
Licenses/Permits/Others		35,170,154
Fuel and Franchise Taxes		23,606,500
Special Assessments		5,975,000
Other Intergovernmental		36,285,000

FROM OTHER SOURCES:

Interfund Transfers		46,168,410
Bond/Lapsed Bond	[41,515,000]	<u>41,675,000</u>
Carryover/Savings:		
General Fund		18,186,419
Sewer Fund		4,112,252
Highway Fund		4,886,279
Solid Waste Management Fund		451,823
Golf Fund		474,956
Liquor Fund		797,883
Bikeway Fund		311,997
Water Fund		8,012,766

TOTAL ESTIMATED REVENUES [668,063,329] 668,223,329"

SECTION 2. Fiscal Year 2017 Budget is hereby amended as it pertains to Section 4.E.2.a.(1), Department of Management, Wailuku-Kahului Community Plan Area, Government Facilities, Bond Fund, by adding an appropriation for a capital project entitled, "County Service Center", in the amount of \$160,000, to read as follows:

"E. Department of Management

- 1. Countywide
 - a. Other Projects
 - (1) Bond Fund
 - (i) Public Safety Radio System Replacement 4,550,000

- 2. Wailuku-Kahului Community Plan Area
 - a. Government Facilities
 - (1) Bond Fund
 - (i) Waikapu Baseyards 550,000
 - (a) Provided, that a quarterly report be submitted to the Council on the project.
 - (ii) County Service Center 160,000"

SECTION 3. Fiscal Year 2017 Budget is hereby amended as it pertains to the Total Capital Improvement Project Appropriations to reflect an increase of \$160,000, to read as follows:

"TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS [121,186,914] 121,346,914"

SECTION 4. Fiscal Year 2017 Budget is hereby amended as it pertains to the Total Appropriations (Operating and Capital Improvement Projects) to reflect an increase of \$160,000, to read as follows:

"TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS) [668,063,329] 668,223,329"

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

SECTION 6. This Ordinance shall take effect upon its approval.

APPROVED AS TO FORM AND LEGALITY:



 JEFFREY UEOKA
 Deputy Corporation Counsel

ORDINANCE NO. _____

BILL NO. _____ (2017)

A BILL FOR AN ORDINANCE AMENDING ORDINANCE NO. 4331,
BILL NO. 59 (2016), RELATING TO THE ISSUANCE
OF GENERAL OBLIGATION BONDS OF THE COUNTY OF MAUI
(COUNTY SERVICE CENTER)

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

SECTION 1. Ordinance No. 4331, Bill No. 59 (2016), is amended by amending Section 1 to read as follows:

“SECTION 1. Authorization of General Obligation Bonds. Pursuant to Chapter 47, Hawaii Revised Statutes, as amended, and particularly Part I thereof, there are hereby authorized to be issued and sold from time to time general obligation bonds of the County of Maui, State of Hawaii (the "County") in an aggregate principal amount not to exceed [~~\$33,139,000~~] \$33,299,000 (the "Bonds"), the proceeds derived from the sale of which shall be used to pay all or part of the cost of appropriations for the public improvements of the County described in Section 2 hereof.”

SECTION 2. Ordinance No. 4331, Bill No. 59 (2016), is amended by amending Section 2 to read as follows:

“SECTION 2. Disposition of Bond Proceeds. All or any portion of the proceeds derived from the sale of the Bonds or any notes issued in anticipation of the Bonds shall be used to pay all or part of the cost of any of the public improvements listed below in accordance with appropriations contained in the Fiscal Year 2017 Budget, including amendments and supplements thereto, duly approved by the Council of the County (the "Council") for the fiscal year ending June 30, 2017 (the "Fiscal Year 2017 Budget"); provided, however, that pursuant to Section 47-5, Hawaii Revised Statutes, the part of such proceeds which are in excess of the amounts required for the purposes for which the Bonds are initially issued from time to time, or which may not be applied to such purposes, or which the Council deems should not be applied to such purposes, may be applied to finance such other public improvements of the County as the Council shall, by ordinance approved by an affirmative vote of two-thirds of all of its members, determine; and provided further that the actual use and application of the proceeds of Bonds issued pursuant to this ordinance shall not in any way affect the validity or legality of such Bonds. No proceeds of the Bonds shall be applied to any public improvement listed in this section unless and until there shall be a valid appropriation of general obligation bond proceeds in effect for such public improvement. The public improvements provided for or to be provided for in the

Fiscal Year 2017 Budget, to be financed with proceeds from the sale of the Bonds, are as follows:

Public Improvements:

Estimated Project Cost

A. Department of Environmental Management		
1. Hana Community Plan Area		
a. Sanitation		
(1)	Hana Landfill Makai Berm Waste Removal	2,000,000
2. West Maui Community Plan Area		
a. Government Facilities		
(1)	Lahaina Refuse Office	250,000
B. Department of Finance		
1. Countywide		
a. Other Projects		
(1)	Countywide Equipment	3,190,000
C. Department of Management		
1. Countywide		
a. Other Projects		
(1)	Public Safety Radio System Replacement	4,550,000
2. Wailuku-Kahului Community Plan Area		
a. Government Facilities		
(1)	Waikapu Baseyards	550,000
(2)	<u>County Service Center</u>	<u>160,000</u>
D. Department of Parks and Recreation		
1. Countywide		
a. Parks and Recreation		
(1)	Countywide Park Playground Improvements	200,000
(2)	Countywide Toilet Trailers	440,000
2. Hana Community Plan Area		
a. Parks and Recreation		
(1)	Helene Hall Improvements	50,000

3.	Kihei-Makena Community Plan Area	
	a. Parks and Recreation	
	(1) South Maui Building Maintenance Repairer Baseyard	150,000
	(2) South Maui Community Park	650,000
	(3) South Maui Parks System	303,000
4.	Lanai Community Plan Area	
	a. Parks and Recreation	
	(1) Lanai Parks System	425,000
5.	Makawao-Pukalani-Kula Community Plan Area	
	a. Parks and Recreation	
	(1) Upcountry Skate Park	1,100,000
	(2) Waiakoa Gym Improvements	75,000
6.	Molokai Community Plan Area	
	a. Parks and Recreation	
	(1) Molokai Parks System	580,000
7.	Paia-Haiku Community Plan Area	
	a. Parks and Recreation	
	(1) Paia-Haiku Parks System	400,000
8.	Wailuku-Kahului Community Plan Area	
	a. Parks and Recreation	
	(1) Central Maui Parks System	461,000
	(2) Waiehu Golf Course Starter Booth and Restaurant	500,000
	(3) Waiehu Golf Course Wastewater Improvements	50,000
	(4) Waikapu Community Center Expansion	1,000,000
	(5) Wailuku Pool Improvements	50,000
	(6) War Memorial Complex Paving Improvements	100,000

9.	West Maui Community Plan Area		
	a.	Parks and Recreation	
		(1) West Maui Parks System	1,915,000
E. Department of Police			
1.	Molokai Community Plan Area		
	a.	Government Facilities	
		(1) Kaunakakai Police Station	390,000
F. Department of Public Works			
1.	Countywide		
	a.	Road Improvements (and related improvements, beautification, sidewalks, bike paths, drainage, bridge repairs and maintenance, safety and utilities, accessibility for persons with disabilities) including:	
		(1) Countywide Bridge Improvements	370,000
2.	Hana Community Plan Area		
	a.	Road Improvements (and related improvements, beautification, sidewalks, bike paths, drainage, bridge repairs and maintenance, safety and utilities, accessibility for persons with disabilities) including:	
		(1) Kalepa Revetment and Seawall Repairs	500,000
		(2) Koukouai Bridge Rehabilitation	600,000
		(3) Piilani Highway Road Improvements at Nuanualoa	147,000
3.	Kihei-Makena Community Plan Area		
	a.	Road Improvements (and related improvements, beautification, sidewalks, bike paths, drainage, bridge repairs and maintenance, safety and utilities, accessibility for persons with disabilities) including:	
		(1) North South Collector Road – Lokelani School to Auhana Road	100,000
		(2) Pavement Rehabilitation at Various Locations – South Maui	1,860,000
	b.	Drainage	
		(1) South Kihei Road Culvert Replacement at Waiakoa	2,100,000

4.	Lanai Community Plan Area		
	a. Government Facilities		
	(1) Lanai Baseyard Improvements		300,000
5.	Makawao-Pukalani-Kula Community Plan Area		
	a. Drainage		
	(1) Ditch Improvements at Waipoli Road		800,000
6.	Molokai Community Plan Area		
	a. Drainage		
	(1) Kaunakakai Drainage System B		200,000
	b. Government Facilities		
	(1) Molokai Baseyard		4,533,000
7.	Wailuku-Kahului Community Plan Area		
	a. Drainage		
	(1) Papa Avenue Drainage Improvements		400,000
	b. Road Improvements (and related improvements, beautification, sidewalks, bike paths, drainage, bridge repairs and maintenance, safety and utilities, accessibility for persons with disabilities) including:		
	(1) Kahakuloa Stream Bridge		650,000
	(2) Onehee Avenue and Kea Street Pavement Rehabilitation		200,000
8.	West Maui Community Plan Area		
	a. Drainage		
	(1) Lahaina Watershed Flood Control		500,000
G. Department of Transportation			
1.	Countywide		
	a. Other Projects		
	(1) Bus Stops and Shelters		500,000

The cost of issuance of the Bonds or any series thereof, including without limitation, the initial fee of paying agents and registrars, the fees of financial consultants and bond counsel, the cost of preparation of any Official Statement relating to the Bonds, any notices of sale and forms of bid and the definitive Bonds, and the costs of publication of any notices of sale, may be paid from the proceeds of the Bonds or any series thereof and such costs shall be allocated pro rata to each of the foregoing projects financed from such proceeds.”

SECTION 3. Material to be repealed is bracketed. New material is underscored.

SECTION 4. This ordinance shall take effect upon its approval.

APPROVED AS TO FORM
AND LEGALITY:



Deputy Corporation Counsel
County of Maui

2016-0345

2017-01-12 Bond Amendment Management County Service Center

ORDINANCE NO. _____

BILL NO. _____ (2017)

A BILL FOR AN ORDINANCE AMENDING
 THE FISCAL YEAR 2017 BUDGET FOR THE COUNTY OF MAUI
 AS IT PERTAINS TO APPENDIX C - CAPITAL IMPROVEMENT PROJECTS,
 DEPARTMENT OF MANAGEMENT,
 WAILUKU-KAHULUI COMMUNITY PLAN AREA,
 COUNTY SERVICE CENTER

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

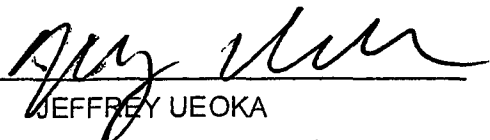
SECTION 1. Ordinance No. 4334, Bill No. 62 (2016), Draft 1, as amended, "Fiscal Year 2017 Budget", Appendix C – Capital Improvement Projects, is hereby amended as it pertains to the Department of Management, Wailuku-Kahului Community Plan Area, by adding a project entitled "County Service Center", in the amount of \$160,000, to read as follows:

"APPENDIX C - Capital Improvement Projects			
CBS NO.	PROJECT TITLE/DESCRIPTION	APPROPRIATION	
	<u>Department of Management</u>		
	<u>1. Countywide</u>		
CBS-1009	a. Public Safety Radio System Replacement	3,800,000	C
		750,000	G
	Design, site improvements, construction, and acquisition of required components for replacement of the Public Safety Radio System. FY 2017 scope includes constructing new radio sites at Lahaina Water Treatment Plant and Mahinahina Water Plant, acquisition of equipment and electronics required within the facilities, and additional user equipment system-wide. Begin design and permitting process for new radio site at Hana.		
	<u>2. Wailuku-Kahului Community Plan Area</u>		
CBS-1213	a. Waikapu Baseyards		
	Planning and development of the 100-acre property recently acquired by the County for baseyard operations and other appropriate County facilities. Scope of work to include archaeological services, environmental assessment, and lot consolidation/subdivision and zoning.	500,000	G
		50,000	P
CBS-2324	b. County Service Center	160,000	D"
	<u>Permitting fees to include planning, fire, DCAB, and utility review fees, archaeological inventory survey work, miscellaneous permitting fees and consultant scope changes.</u>		

SECTION 2. New material is underscored.

SECTION 3. This Ordinance shall take effect upon its approval.

APPROVED AS TO FORM AND LEGALITY:

A handwritten signature in black ink, appearing to read "Jeffrey Ueoka", is written over a horizontal line.

JEFFREY UEOKA
Deputy Corporation Counsel