

COUNCIL OF THE COUNTY OF MAUI

BUDGET, FINANCE, AND ECONOMIC DEVELOPMENT COMMITTEE

October 25, 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 October 8, 2024, makes reference to the following:

1. Bill 137 (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, FITTING AND VALVE REPLACEMENTS.”

Bill 137’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 \$1,700,000; 2) amending Section 3.B.21.c., Department of Water Supply, Water Operations Program - Water Fund, by increasing Category B - Operations & Equipment and Total appropriations by \$1,700,000; and 3) adjusting the totals accordingly.

2. A Certification of Additional Revenues for FY 2025, dated September 20, 2024, for \$1,700,000 in Carryover/Savings from the Water Fund.

Your Committee notes that Ordinance 5599 amended the FY 2024 Budget for the Department of Water Supply to fund various costs related to the August 2023 Wildfires, including \$2,000,000 for waterline repairs and valve replacement service line repairs.

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

Page 2

**Committee
Report No.** _____

By correspondence dated September 20, 2024, the Budget Director said the Department was not able to execute a contract for the fittings and valve replacements it needs for the repairs by the end of FY 2024, so reappropriation of the funds in FY 2025 was needed. The Director of Water Supply added that the contract is ready to be executed once the funds are reappropriated.

Your Committee noted the County's Annual Comprehensive Financial Report for FY 2024, which would confirm the availability of the funds for reappropriation, is not yet complete. The Budget Director confirmed that the funds were reserved for wildfire-related uses and not expended in FY 2024.

Your Committee notes the fitting and valve replacements will be used for repairs in Lahaina. The Director confirmed the Department does not need additional materials for repairs in other locations affected by the wildfires and the recovery efforts for Upcountry are proceeding as scheduled.

Your Committee voted 8-0 to recommend passage of Bill 137 (2024) on first reading. Committee Vice-Chair Kama and members Cook, Johnson, Lee, Paltin, Rawlins-Fernandez, Sinenci, and U'u-Hodgins voted "aye." Committee Chair Sugimura was excused.

Your Committee is in receipt of Bill 137, CD1 (2024), approved as to form and legality by the Department of the Corporation Counsel, incorporating nonsubstantive revisions.

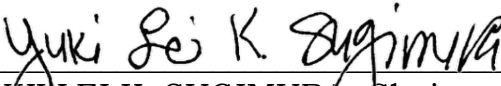
Your Budget, Finance, and Economic Development Committee **RECOMMENDS** that Bill 137, CD1 (2024), as revised herein and attached hereto, entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2025 BUDGET FOR THE COUNTY OF MAUI, ESTIMATED REVENUES AND DEPARTMENT OF WATER SUPPLY, WATER OPERATIONS PROGRAM, FITTING AND VALVE REPLACEMENTS," be **PASSED ON FIRST READING** and be **ORDERED TO PRINT**.

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

Page 3

**Committee
Report No.** _____

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



YUKILEI K. SUGIMURA, Chair

bfed:cr:24103aa:jgk

ORDINANCE NO. _____

BILL NO. 137, 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, FITTING
AND VALVE REPLACEMENTS

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 \$1,700,000, 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	51,764,655
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	854,621
Water Fund	[24,016,394]
	<u>25,716,394</u>

TOTAL ESTIMATED REVENUES [1,267,433,218] 1,269,133,218"

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 \$1,700,000, for fitting and valve replacements, 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	[37,323,500]	[49,080,594]
(1) Disbursement for salaries and premium pay is limited to 153.0 equivalent personnel		<u>39,023,500</u>	<u>50,780,594</u> "

SECTION 3. Fiscal Year 2025 Budget, Total Operating Appropriations, is amended to reflect an increase of \$1,700,000 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	256,527,057	[800,585,161] <u>802,285,161</u>	[1,057,112,218] <u>1,058,812,218</u> "

SECTION 4. Fiscal Year 2025 Budget, Total Appropriations (Operating and Capital Improvement Projects), is amended to reflect an increase of \$1,700,000, to read as follows:

"TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)	[1,267,433,218]	<u>1,269,133,218</u> "
--	-----------------	------------------------

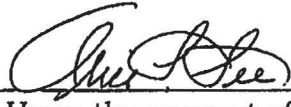
SECTION 5. Material to be repealed is bracketed. New material is underscored.

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 "John Lee", is written above a horizontal line.

Upon the request of the Mayor.