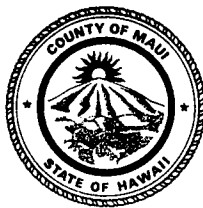


ALAN M. ARAKAWA  
MAYOR



RECEIVED

KEITH A. REGAN  
MANAGING DIRECTOR

2018 NOV -9 PM 3:07

**OFFICE OF THE MAYOR**

Ke'ena O Ka Meia

COUNTY OF MAUI - Kalana O Maui

November 8, 2018

OFFICE OF THE  
COUNTY COUNCIL

REFERENCE NO. BD-BA 19-57a

Honorable Alan Arakawa  
Mayor, County of Maui  
200 South High Street  
Wailuku, Hawaii 96793

For Transmittal to:

Honorable Riki Hokama, Chair  
Budget and Finance Committee  
200 South High Street  
Wailuku, Hawaii 96793

APPROVED FOR TRANSMITTAL  
*[Signature]* 11/9/18  
For Mayor Date

Dear Chair Hokama:

**SUBJECT: SERIES 2018 GENERAL OBLIGATION BOND OFFICIAL STATEMENT  
(BF-176)**

I am transmitting the attached revised bill relating to a proposed Fiscal Year 2019 appropriation to reimburse the General Fund for projects that were disqualified from reimbursement by the recent issuance of Tax-Exempt Bonds. The revised bill includes non-substantive changes and corrections to errors that were discovered after transmittal.

Thank you for your attention in this matter. Should you have any questions, please feel free to contact Mark Walker, Director of Finance at ext. 7474 or me at ext. 7212.

Sincerely,

*[Signature]*  
SANANDA K. BAZ  
Budget Director

Attachment

cc: Keith Regan, Managing Director  
Mark Walker, Director of Finance

ORDINANCE NO. \_\_\_\_\_

BILL NO. \_\_\_\_\_ (2018)

A BILL FOR AN ORDINANCE AMENDING  
THE FISCAL YEAR 2019 BUDGET FOR THE COUNTY OF MAUI  
AS IT PERTAINS TO ESTIMATED REVENUES;  
DEPARTMENT OF FINANCE, COUNTYWIDE COSTS,  
REIMBURSEMENT TO THE GENERAL FUND FOR PROJECTS  
DISQUALIFIED FROM TAX-EXEMPT BOND ISSUANCE;  
TOTAL OPERATING APPROPRIATIONS; AND  
TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)

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

SECTION 1. Ordinance No. 4861, Bill No. 57 (2018), as amended, "Fiscal Year 2019 Budget", is hereby amended as it pertains to Section 2, Estimated Revenues, by increasing Carryover/Savings General Fund in the amount of \$1,500,000, increasing Bond/Lapsed Bond in the amount of \$6,334,000; and by increasing Total Estimated Revenues in the amount of \$7,834,000, to read as follows:

"ESTIMATED REVENUES

FROM TAXES, FEES AND ASSESSMENTS:

Real Property Taxes		321,907,576
Circuit Breaker Adjustment		(421,854)
Charges for Current Services		149,631,691
Transient Accommodations Tax		23,484,000
Public Service Company Tax		7,500,000
Licenses/Permits/Others		39,500,999
Fuel and Franchise Taxes		24,311,000
Special Assessments		7,602,000
Other Intergovernmental		19,698,000

FROM OTHER SOURCES:

Interfund Transfers		38,485,216
Bond/Lapsed Bond	[71,610,000]	<u>77,944,000</u>
Carryover/Savings:		
General Fund	[20,254,424]	<u>21,754,424</u>
Sewer Fund		4,494,008
Highway Fund		10,318,711
Solid Waste Management Fund		3,135,751
Golf Fund		419,510
Liquor Fund		945,163
Bikeway Fund		11,733
Water Fund		<u>17,835,400</u>

TOTAL ESTIMATED REVENUES [760,723,328] 768,557,328"

SECTION 2. Fiscal Year 2019 Budget is hereby amended as it pertains to Section 3.4.f., Department of Finance, Countywide Costs, by adding a B – Operations and Total appropriation entitled, “Reimbursement to the General Fund for Projects Disqualified from Tax-Exempt Bond Issuance”, in the amount of \$7,834,000, to read as follows:

	<u>A - Salaries</u>	<u>B - Operations</u>	<u>C - Equipment</u>	<u>Total</u>
“4. Department of Finance				
a. Administration Program	583,754	90,612	1,500	675,866
(1) Provided, that disbursement for salaries and premium pay is limited to 8.8 equivalent personnel.				
(2) Provided, that funds for the Internal Control Officer position are available in the Department of Finance, Countywide Costs and shall be available for transfer upon completion of the Council’s audit of the Department of Finance, review of the final report, and recommendations by the appropriate Council Committee. Said transfer shall be completed in accordance with law.				
b. Accounts Program	1,071,549	423,100	0	1,494,649
(1) Provided, that disbursement for salaries and premium pay is limited to 18.0 equivalent personnel.				
(2) Provided, that funds for the Assistant Accounts System Administrator position are available in the Department of Finance, Countywide Costs and shall be available for transfer upon completion of the Council’s audit of the Department of Finance, review of the final report, and recommendations by the appropriate Council Committee. Said transfer shall be completed in accordance with law.				
c. Financial Services Program				
(1) General	5,017,276	2,349,511	11,000	7,377,787
(i) Provided, that disbursement for salaries and premium pay is limited to 99.7 equivalent personnel.				

	<u>A - Salaries</u>	<u>B - Operations</u>	<u>C - Equipment</u>	<u>Total</u>
(2) Countywide Service Center – Annual Lease Costs	0	570,000	0	570,000
d. Purchasing Program	400,448	70,081	3,600	474,129
(1) Provided, that disbursement for salaries and premium pay is limited to 7.0 equivalent personnel.				
e. Treasury Program	703,286	688,814	14,330	1,406,430
(1) Provided, that disbursement for salaries and premium pay is limited to 14.0 equivalent personnel.				
f. Countywide Costs				
(1) Fringe Benefits	0	96,048,913	0	96,048,913
(2) Fringe Benefits Reimbursement	0	(20,683,536)	0	(20,683,536)
(3) Bond Issuance and Debt Service	0	40,395,403	0	40,395,403
(4) Supplemental Transfer to the Golf Fund	0	3,172,170	0	3,172,170
(5) Supplemental Transfer to the Environmental Protection and Sustainability Fund	0	3,937,382	0	3,937,382
(6) Insurance Programs and Self Insurance	0	14,245,384	0	14,245,384
(7) Transfer to the Open Space, Natural Resources, Cultural Resources, and Scenic Views Preservation Fund	0	3,214,857	0	3,214,857
(8) Transfer to the Affordable Housing Fund	0	6,429,714	0	6,429,714
(9) General Costs	108,332	1,140,126	6,000	1,254,458
(10) Overhead Reimbursement	0	(19,401,799)	0	(19,401,799)
(11) Transfer to the Emergency Fund	0	6,500,000	0	6,500,000
(12) Post-Employment Obligations	0	18,126,930	0	18,126,930
(i) Provided, that the funds are paid to the State of Hawaii Employer-Union Health				

	<u>A - Salaries</u>	<u>B - Operations</u>	<u>C - Equipment</u>	<u>Total</u>
Benefits Trust Fund prior to September 30, 2018.				
(13) One Main Plaza Lease	0	373,451	0	373,451
(14) <u>Reimbursement to the General Fund for Projects Disqualified from Tax-Exempt Bond Issuance</u>	<u>0</u>	<u>7,834,000</u>	<u>0</u>	<u>7,834,000</u>

SECTION 3. Fiscal Year 2019 Budget is hereby amended as it pertains to the Total Operating Appropriations to reflect a B – Operations and Total increase of \$7,834,000, to read as follows:

"TOTAL OPERATING APPROPRIATIONS	189,510,671	[399,639,379]	9,919,486	[599,069,536]
		<u>407,473,379</u>		<u>606,903,536</u>

SECTION 4. Fiscal Year 2019 Budget is hereby amended as it pertains to Section 4.D.1.b., Department of Management, Wailuku-Kahului Community Plan Area, Government Facilities, by increasing the Bond Fund appropriation for the Wailuku Civic Complex capital project by \$2,000,000 and removing the \$2,000,000 General Fund appropriation, to read as follows:

<u>PROJECT TITLE</u>	<u>APPROPRIATION</u>		
"D. Department of Management			
1. Wailuku-Kahului Community Plan Area			
a. Other Projects			
(1) General Fund			
(i) Data Center Air Conditioning Replacement			250,000
b. Government Facilities			
(1) Bond Fund			
(i) Wailuku Civic Complex	[40,000,000]		<u>42,000,000</u>
[(2) General Fund			
(i) Wailuku Civic Complex			2,000,000]
[(3)] (2) Lapsed Bond Proceeds			
(i) Wailuku Civic Complex			2,195,000
2. Countywide			
a. Other Projects			
(1) Bond Fund			
(i) Public Safety Radio System Replacement			1,200,000"

SECTION 5. Fiscal Year 2019 Budget is hereby amended as it pertains to Section 4.E.4.a., Department of Parks and Recreation, Lanai Community Plan Area, Parks and Recreation, by changing the funding source for the Lanai Parks Maintenance Building and Lanai Community Center Commercial Kitchen capital projects from General Fund to Bond Fund; Section 4.E.7.a., Paia-Haiku Community Plan Area, Parks and Recreation, by decreasing the General Fund appropriation for the Paia-Haiku Parks System capital project by \$950,000 and adding a Bond Fund appropriation in the amount of \$950,000; Section 4.E.8.a., Wailuku-Kahului Community Plan Area, Parks and Recreation, by changing the funding source for the Wells Park Master Plan Implementation capital project from General Fund to Bond Fund; and Section 4.E.9.a., West Maui Community Plan Area, Parks and Recreation, by decreasing the General Fund appropriation for the West Maui Parks System capital project by \$286,000 and adding a Bond Fund appropriation in the amount of \$286,000, to read as follows:

“E. Department of Parks and Recreation

1. Countywide

a. Parks and Recreation

(1) General Fund

(i) Countywide Parks Americans with Disabilities Act (ADA) Improvements	300,000
(ii) Countywide Park Playground Improvements	1,000,000
(iii) Countywide Light Ordinance Compliance	600,000
(iv) Countywide Building Maintenance Repairer Baseyard	225,000

2. Hana Community Plan Area

a. Parks and Recreation

(1) General Fund

(i) Hana-Keanae-Kailua Parks System	675,000
-------------------------------------	---------

3. Kihei-Makena Community Plan Area

a. Parks and Recreation

(1) General Fund

(i) South Maui Parks System	345,000
(a) Provided, that \$150,000 shall be for Kalama Park playground resurfacing.	
(ii) Kenolio Recreational Complex Open Building Repair	50,000

(2) Park Assessment Fund

(i) South Maui Community Park	500,000
(ii) Kamaole Point Pavilion	250,000
(iii) South Maui Parks System	492,000
(iv) South Maui Community Park Recreation Center	900,000

4. Lanai Community Plan Area

a. Parks and Recreation

(1) General Fund

(i) Lanai Parks System	350,000
[(ii) Lanai Parks Maintenance Building	1,200,000]
[(iii) Lanai Community Center Commercial Kitchen	900,000]

(2) Bond Fund

<u>(i) Lanai Parks Maintenance Building</u>	<u>1,200,000</u>
<u>(ii) Lanai Community Center Commercial Kitchen</u>	<u>900,000</u>

5. Makawao-Pukalani-Kula Community Plan Area		
a. Parks and Recreation		
(1) Bond Fund		
(i) Waiakoa Gym Improvements		175,000
(2) General Fund		
(i) Makawao-Pukalani-Kula-Ulupalakua Parks System		415,000
(ii) Hannibal Tavares Community Center Improvements		1,000,000
(3) Park Assessment Fund		
(i) Kula Park Playground		95,000
(ii) Upcountry Skate Park		25,000
(iii) Pickleball Courts at Eddie Tam Memorial Park		40,000
6. Molokai Community Plan Area		
a. Parks and Recreation		
(1) General Fund		
(i) Molokai Parks System		635,000
7. Paia-Haiku Community Plan Area		
a. Parks and Recreation		
(1) Bond Fund		
(i) Alfred "Flako" Boteilho, Sr. Gym Improvements		1,500,000
(ii) <u>Paia-Haiku Parks System</u>		<u>950,000</u>
(2) General Fund		
(i) Paia-Haiku Parks System	[1,000,000]	<u>50,000</u>
8. Wailuku-Kahului Community Plan Area		
a. Parks and Recreation		
(1) Bond Fund		
(i) War Memorial Complex Paving Improvements		500,000
(ii) New Kahului Community Center		400,000
(iii) <u>Wells Park Master Plan Implementation</u>		<u>150,000</u>
(2) General Fund		
(i) Kepaniwai Heritage Gardens Improvements		330,000
(ii) Central Maui Parks System		390,000
(a) Provided, that \$150,000 shall be for park playground improvements at the Wailuku Heights Park, provided that the Wailuku Heights Extension Community Association contributes \$5,000 for improvements to the park.		
[(iii)] Wells Park Master Plan Implementation		150,000]
[(iv)] [(iii)] Kookua Pool Improvements		450,000
[(v)] [(iv)] Ichiro "Iron" Maehara Baseball Stadium Improvements		500,000
9. West Maui Community Plan Area		
a. Parks and Recreation		
(1) General Fund		
(i) West Maui Parks System	[748,000]	<u>462,000</u>

- (2) Park Assessment Fund
  - (i) Launiupoko Master Plan 500,000
- (3) Bond Fund
  - (i) West Maui Parks System 286,000"

SECTION 6. Fiscal Year 2019 Budget is hereby amended as it pertains to Section 4.F.1.a., Department of Police, Countywide, Government Facilities, by changing the funding source for the Countywide Police Facilities capital project from General Fund to Bond Fund, to read as follows:

- "F. Department of Police
  - 1. Countywide
    - a. Government Facilities
      - (1) [General] Bond Fund
        - (i) Countywide Police Facilities 848,000"

SECTION 7. Fiscal Year 2019 Budget is hereby amended as it pertains to the Total Appropriations (Operating and Capital Improvement Projects) to reflect an increase of \$7,834,000, to read as follows:

"TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)	[760,723,328]	<u>768,557,328"</u>
--	---------------	---------------------

SECTION 8. Material to be repealed is bracketed. New material is underscored.

SECTION 9. This Ordinance shall take effect upon its approval.

APPROVED AS TO FORM AND LEGALITY:



\_\_\_\_\_  
 JEFFREY UEOKA  
 Deputy Corporation Counsel