

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

December 15, 2023

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 November 28, 2023, makes reference to Bill 121 (2023), entitled “A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2024 BUDGET FOR THE COUNTY OF MAUI, REVENUES; DEPARTMENT OF MANAGEMENT, OFFICE OF RECOVERY; AND APPENDIX A, PART I, DEPARTMENT OF MANAGEMENT.”

Bill 121’s purpose is to amend the Fiscal Year (“FY”) 2024 Budget by: 1) amending Section 2, Estimated Revenues, by increasing Carryover/Savings from the General Fund by \$7,403,895; 2) amending Section 3.B.9., Department of Management, by adding a new program entitled “Office of Recovery” with 8.0 equivalent personnel, a Category A (Salaries) appropriation of \$403,895, a Category B (Operations & Equipment) appropriation of \$7,000,000, and a Total appropriation of \$7,403,895; 3) adjusting the totals accordingly; and 4) amending Appendix A, Part I, Grants and Restricted Use Revenues – Schedule of Grants and Restricted Use Revenues by Departments and Programs for FY 2024, by adding a new appropriation entitled “Private Donations” under the Department of Management, in the amount of \$200,000.

Your Committee notes the appropriation amount of \$7,403,895 will be used for the establishment, administration, and operation of the newly established Office of Recovery. Your Committee also notes that the Budget Director transmitted a Certification of Additional Revenues for Fiscal Year 2024 for the appropriation amount.

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Your Committee further notes that the Office of Recovery will address intermediate and long-term disaster recovery needs and will be the center of coordination for community planning; housing; infrastructure; natural, historical, and cultural resources; economic resiliency; and health and social service systems.

By correspondence dated November 27, 2023, the Director of Finance noted the requested Carryover/Savings amount is derived from the unreserved General Fund balance based on financial statements from FY 2023. Although the Annual Comprehensive Financial Report for FY 2023 has not yet been finalized, a representative from the Department confirmed the availability of funds.

The Deputy Managing Director noted the funding request covers the salaries for additional personnel and operational costs in the Office of Recovery and a small portion of the funding will be used for consulting services to address the long-term recovery process. He added that funding for fringe benefits is not included in the request because sufficient funding is available in the Fringe Benefits appropriation under Countywide Costs for these positions.

The Deputy Managing Director also noted the Office of Recovery is reviewing proposals it has received for recovery management services for public assistance, Federal Emergency Management Agency reimbursements, and Federal grants.

The Deputy Managing Director also said the “Private Donations” appropriation would apply to entities that prefer to donate directly to the County rather than to charities or nonprofit organizations. The Budget Director noted that the \$200,000 appropriation is a placeholder, as only nominal donations have been received.

Your Committee agrees that establishing a new agency with sufficient staffing will help to focus on the long-term recovery efforts in response to the August 2023 Maui wildfires.

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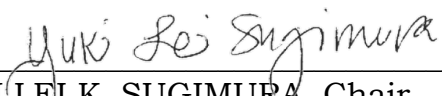
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Your Committee voted 9-0 to recommend passage of Bill 121 (2023) on first reading. Committee Chair Sugimura, Vice-Chair Kama, and members Cook, Johnson, Lee, Paltin, Rawlins-Fernandez, Sinenci, and U'u-Hodgins voted "aye."

Your Committee is in receipt of Bill 121, CD1 (2023), 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 121, CD1 (2023), as revised herein and attached hereto, entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2024 BUDGET FOR THE COUNTY OF MAUI, REVENUES; DEPARTMENT OF MANAGEMENT, OFFICE OF RECOVERY; AND APPENDIX A, PART I, DEPARTMENT OF MANAGEMENT," be PASSED ON FIRST READING and be ORDERED TO PRINT.

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



YUKI LEI K. SUGIMURA, Chair

ORDINANCE NO. _____

BILL NO. 121, CD1 (2023)

A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2024
BUDGET FOR THE COUNTY OF MAUI, REVENUES;
DEPARTMENT OF MANAGEMENT, OFFICE OF
RECOVERY; AND APPENDIX A, PART I, DEPARTMENT OF
MANAGEMENT

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", Section 2, Estimated Revenues, is amended to increase Carryover/Savings, General Fund in the amount of \$7,403,895 and increase the total accordingly, to read as follows:

"ESTIMATED REVENUES"

FROM TAXES, FEES AND ASSESSMENTS:

Real Property Taxes	534,949,079
Circuit Breaker Adjustment	(325,398)
Transient Accommodations Tax	60,000,000
Charges for Current Services	172,264,662
Public Service Company Tax	7,000,000
Licenses/Permits/Others	45,268,317
Fuel and Franchise Taxes	23,500,000
Special Assessments	6,700,000
Other Intergovernmental	19,150,000

FROM OTHER SOURCES:

Interfund Transfers	67,291,088
Bond/Lapsed Bond	61,545,000
Carryover/Savings:	
General Fund	[41,987,306] <u>49,391,201</u>
Sewer Fund	10,073,191
Highway Fund	8,000,039
Solid Waste Management Fund	4,945,233
Environmental Protection and Sustainability Fund	665,143
Liquor Fund	855,282
Bikeway Fund	199,760
Water Fund	<u>9,905,110</u>

TOTAL ESTIMATED REVENUES [1,073,973,812] 1,081,377,707"

SECTION 2. Fiscal Year 2024 Budget Section 3.B.9, Department of Management is amended to add a new program titled "Office of Recovery" with an appropriation for Category A – Salaries in the amount of \$403,895, an appropriation for Category B – Operations & Equipment in the amount of \$7,000,000, and a total appropriation of \$7,403,895, to read as follows:

<u>"FUNCTION AND PROGRAMS</u>	<u>A - Salaries</u>	<u>B – Operations & Equipment</u>	<u>Total</u>
9. Department of Management			
a. Management Program	1,829,101	3,649,755	5,478,856
(1) Disbursement for salaries and premium pay is limited to 22.0 equivalent personnel.			
(2) Grant to Maui County Veterans Council	0	60,000	60,000
(3) Grant to Maui Economic Opportunity, Inc.	0	50,500	50,500
(4) Grant to Molokai Veterans Caring for Veterans	0	15,000	15,000
(5) Grant to West Maui Veterans Club	0	5,000	5,000
b. Information Technology Services (ITS) Program	5,506,616	16,166,872	21,673,488
(1) Disbursement for salaries and premium pay is limited to 64.0 equivalent personnel.			
c. <u>Office of Recovery</u>	<u>403,895</u>	<u>7,000,000</u>	<u>7,403,895"</u>
(1) <u>Disbursement for salaries and premium pay is limited to 8.0 equivalent personnel.</u>			

SECTION 3. Fiscal Year 2024 Budget, Total Operating Appropriations, is amended to reflect an increase of \$403,895 in Category A – Salaries, \$7,000,000 in Category B – Operations & Equipment, and \$7,403,895 in Total, to read as follows:

<u>"FUNCTION AND PROGRAMS</u>	<u>A - Salaries</u>	<u>B – Operations & Equipment</u>	<u>Total</u>
TOTAL OPERATING APPROPRIATIONS	[240,749,239]	[680,821,239]	[921,570,478]
	<u>241,153,134</u>	<u>687,821,239</u>	<u>928,974,373"</u>

SECTION 4. Fiscal Year 2024 Budget, Total Appropriations (Operating and Capital Improvement Projects), is amended to reflect an increase of \$7,403,895, to read as follows:

"TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)	[1,073,973,812]	<u>1,081,377,707"</u>
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SECTION 5. Fiscal Year 2024 Budget Appendix A, Part I, Grants and Restricted Use Revenues – Schedule of Grants and Restricted Use Revenues by Departments and Programs for Fiscal Year 2024, Department of Management is amended by adding a new grant entitled "Private Donations" in the amount of \$200,000, to read as follows:

**"I. GRANTS AND RESTRICTED USE REVENUES- SCHEDULE OF GRANTS AND RESTRICTED
USE REVENUES BY DEPARTMENTS AND PROGRAMS FOR FISCAL YEAR 2024**

<u>REQUEST DEPARTMENT/PROGRAM</u>	<u>APPROPRIATION</u>
7. Department of Management	
a. Department of Housing and Urban Development, Community Development Fund	11,000,000
b. Department of Homeland Security Appropriations Bill	1,400,000
c. National Fitness and HMSA Hawai'i State Campaign Grants	160,000
d. Office of Justice Programs Bureau of Justice Assistance – Byrne Discretionary Community Project Funding/Byrne Discretionary Grant Program	180,000
e. <u>Private Donations</u>	<u>200,000"</u>

SECTION 6. Material to be repealed is bracketed. New material is underscored.

SECTION 7. 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 "Sheri Lee", is written over a horizontal line.

Upon the request of the Mayor.