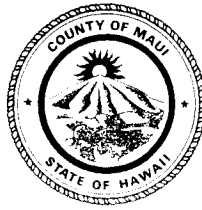


ALAN M. ARAKAWA
MAYOR



RECEIVED

KEITH A. REGAN
MANAGING DIRECTOR

2016 OCT 26 PM 9:36

OFFICE OF THE MAYOR
Ke'ena O Ka Meia
COUNTY OF MAUI – Kalana O Maui

**OFFICE OF THE
COUNTY COUNCIL**

REFERENCE NO. BD-BA 17-28b

October 24, 2016

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

Dear Chair Hokama:

SUBJECT: AMENDING THE FISCAL YEAR 2017 BUDGET: DEPARTMENT OF ENVIRONMENTAL MANAGEMENT (CENTRAL MAUI LANDFILL (CML) PHASE V GAS COLLECTION SYSTEM EXPANSION) (BF-112)

Pursuant to your letter dated October 21, 2016, I am transmitting a revised SRF Bill relating to the Central Maui Landfill Phase V Gas Collection System Expansion capital project. The revised SRF Bill incorporates the revisions indicated on the marked-up copy attached to your letter.

Thank you for your attention in this matter. Should you have any questions, please feel free to contact me at Ext. 7212.

Sincerely,


SANANDA K. BAZ
Budget Director

Attachment

cc: Keith Regan, Managing Director
Danny Agsalog, Director of Finance
Stewart Stant, Director of Environmental Management

ORDINANCE NO. _____

BILL NO. _____ (2016)

A BILL FOR AN ORDINANCE AUTHORIZING THE MAYOR OF THE
COUNTY OF MAUI TO ENTER INTO AN INTERGOVERNMENTAL AGREEMENT
FOR A LOAN FROM THE STATE OF HAWAII'S CLEAN WATER STATE
REVOLVING FUND FOR THE CENTRAL MAUI LANDFILL (CML) PHASE V GAS
COLLECTION SYSTEM EXPANSION,
FISCAL YEAR 2017 BUDGET ORDINANCE

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

SECTION 1. Request for Loan. The County of Maui, pursuant to Section 342D-83 through Section 342D-87, Hawaii Revised Statutes, has submitted an application for Clean Water State Revolving Fund Loan ("SRF loan") to the Director of the Department of Health, State of Hawaii, to finance the following project:

Central Maui Landfill (CML) Phase V Gas Collection System
Expansion..... \$2,500,000
("Project").

Under the terms and conditions anticipated with regard to such SRF loan, the County shall repay, over a term of twenty years, the principal amount, which shall not exceed the amount of such loan stated above, at a fixed rate of interest that shall not exceed the Bond Buyer's 20-year general obligation bond issue.

SECTION 2. Council Authorization. Pursuant to Section 2.20.020, Maui County Code, the Council of the County of Maui hereby authorizes the Mayor to enter into an intergovernmental agreement, which would include the execution of all necessary documents between the State of Hawaii and the

County of Maui relating to the SRF loan, to finance the construction of the Project, including a pledge of the County's full faith and credit, including but not limited to the County's general taxing power, as security for repayment of the loan and payment of interest and loan fees, and a covenant to exercise the County's authority as needed. The repayment of principal, interest, and any loan fees shall be a first charge on the General Fund of the County.

SECTION 3. Effective Date. This ordinance shall take effect upon its approval.

APPROVED AS TO FORM
AND LEGALITY:



RICHELLE M. THOMSON
Deputy Corporation Counsel
County of Maui
LF2014-3082