

## FY2027 CIP Budget Proposed Changes (Water Restricted)

Due to an administrative oversight regarding the specific eligibility of restricted cash, the Department of Water Supply is revising the FY27 CIP Program. While current records show a restricted cash balance of \$21.8M, this total includes customer deposits which are not allowed for CIP purposes.

Total restricted cash available for CIP purposes is \$13.0M, derived from:

- \$1.9M - Water System Development Fees

In addition, the Department has \$11.1M available in the Upcountry Water System Expansion Capital Improvement Reserve Revolving Fund

As the current budget utilizes \$15.9M of water restricted funds, the Department is proposing the following to ensure fiscal compliance:

- Reduce Estimated Revenues – Special Assessments, by \$13.9 million
- CBS-7253 – Upcountry Reliable Capacity-Department of Land and Natural Resources Well
  - Remove project from the CIP budget (Page 27 of the budget bill).
  - Reduce project cost by \$900,000 from \$12,000,000 to \$11,100,000
  - Add an appropriation to Appendix A, Part II, Upcountry Water System Expansion Capital Improvement Reserve Revolving Fund
- CBS-4615 – Countywide Water System Modification
  - Remove \$500,000 of Water – Restricted funding
- CBS-7887 – Upcountry Reliable Capacity
  - Defer \$1,500,000 to FY28, remove FY 2027 funding

Below are the remaining FY27 water restricted cash funded projects:

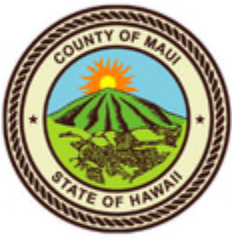
CBS-7253	Upcountry Reliable Capacity - DLNR Well (Upcountry Water Expansion Reserve Revolving Fund)	11,100,000
CBS-1098	Molokai Reliable Capacity (WSDF)	900,000
CBS-1098	Upcountry Reliable Capacity-Haiku Aquifer Source & USGS Monitor Well (WSDF)	1,000,000

## BFED Committee

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**From:** Lesley J. Milner <Lesley.J.Milner@co.maui.hi.us>  
**Sent:** Wednesday, April 22, 2026 7:46 PM  
**To:** BFED Committee  
**Subject:** Water Department Adjustment  
**Attachments:** FY2027 CIP Budget Proposed Changes\_042126 Im.pdf

Aloha,  
Please see attached as discussed. Thank you!  
-Lesley



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