

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

February 28, 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 February 5, 2024, makes reference to the following:

1. Bill 9 (2024), entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2024 BUDGET FOR THE COUNTY OF MAUI, REVENUES; CAPITAL IMPROVEMENT PROJECTS, DEPARTMENT OF PARKS AND RECREATION, KĪHEI-MAKENA COMMUNITY PLAN AREA; AND APPENDIX C, DEPARTMENT OF PARKS AND RECREATION, KĪHEI-MAKENA COMMUNITY PLAN AREA."

Bill 9'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 \$800,000; 2) amending Section 4.D.3., Department of Parks and Recreation, Kīhei-Makena Community Plan Area, by adding "a. Parks and Recreation" before "(1) General Fund" and adding a new appropriation under General Fund, entitled "Kīhei Community Center Improvements" in the amount of \$800,000; 3) adjusting the totals accordingly; and 4) amending Appendix C – Capital Improvement Projects, Department of Parks and Recreation, Kīhei-Makena Community Plan Area by adding a new project and project description, entitled "Kīhei Community Center Improvements" in the amount of \$800,000.

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

Page 2

Committee
Report No. _____

2. A Certification of Additional Revenues for FY 2024, dated January 5, 2024, for \$800,000 in Carryover/Savings from the General Fund.

Your Committee noted that the funds will be used to replace the air-conditioning system in the Kihei Community Center.

A representative from the Budget Office said the air-conditioning system is failing and no longer has the capacity to cool the entire facility. Further, she said the project would reduce overall maintenance costs and benefit the public by maintaining a facility that is often used by the community for social gatherings and events.

The Chief of Planning and Development for the Department of Parks and Recreation said the service life of the proposed air-conditioning system is 20 years. The Director of Parks and Recreation said the system's lifespan will outlast the warranty period.

The Budget Office representative said project funds were included in the FY 2023 Budget. The Chief of Planning and Development said the construction contract was partially encumbered with FY 2023 funds, but because the total replacement cost is \$1,163,000, an additional \$800,000 is required to cover the difference. Because there was only one bidder, the Department was allowed to negotiate the project's scope and partially encumber the contract with a reduced scope for the purchase of material.

Your Committee supported Bill 9 and agreed that it is important to maintain County facilities.

Your Committee voted 6-0 to recommend passage of Bill 9 (2024) on first reading. Committee Chair Sugimura and members Cook, Johnson, Paltin, Rawlins-Fernandez, and U'u-Hodgins voted "aye." Vice-Chair Kama and members Lee and Sinenci were excused.

COUNCIL OF THE COUNTY OF MAUI

BUDGET, FINANCE, AND ECONOMIC DEVELOPMENT COMMITTEE


Page 3

Committee
Report No. _____

Your Committee is in receipt of Bill 9, 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 9, CD1 (2024), as revised herein and attached hereto, entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2024 BUDGET FOR THE COUNTY OF MAUI, REVENUES; CAPITAL IMPROVEMENT PROJECTS, DEPARTMENT OF PARKS AND RECREATION, KĪHEI-MAKENA COMMUNITY PLAN AREA; AND APPENDIX C, DEPARTMENT OF PARKS AND RECREATION, KĪHEI-MAKENA COMMUNITY PLAN AREA," 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

bfed:cr:24073aa:jpp

ORDINANCE NO. _____

BILL NO. 9, CD1 (2024)

A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2024
BUDGET FOR THE COUNTY OF MAUI, REVENUES;
CAPITAL IMPROVEMENT PROJECTS, DEPARTMENT OF
PARKS AND RECREATION, KĪHEI-MAKENA COMMUNITY PLAN AREA;
AND APPENDIX C, DEPARTMENT OF PARKS AND RECREATION,
KĪHEI-MAKENA COMMUNITY PLAN AREA

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 \$800,000, 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	76,491,088
Bond/Lapsed Bond	65,175,048
Carryover/Savings:	
General Fund	[70,591,201] 71,391,201
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	9,905,110

TOTAL ESTIMATED REVENUES [1,115,407,755] 1,116,207,755"

SECTION 2. Fiscal Year 2024 Budget, Section 4.D.3, Department of Parks and Recreation, Kīhei-Makena Community Plan Area, is amended to add "a. Parks and Recreation" before General Fund and a new appropriation under General Fund entitled "Kīhei Community Center Improvements" in the amount of \$800,000, to read as follows:

<u>"PROJECT TITLE</u>	<u>APPROPRIATION</u>
D. Department of Parks and Recreation	
3. Kīhei-Makena Community Plan Area	
<u>a. Parks and Recreation</u>	
(1) General Fund	
(i) South Maui Beach Parks Parking Lots Improvements	1,550,000
(ii) Waipuilani Park Court Improvements	150,000
<u>(iii) Kīhei Community Center Improvements</u>	<u>800,000</u>
(2) Park Assessment Fund	
(i) South Maui Beach Parks Parking Lots Improvements	400,000"

SECTION 3. Fiscal Year 2024 Budget, Total Capital Improvement Project Appropriations, is amended to reflect an increase of \$800,000, to read as follows:

"TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS	[156,033,382]
	<u>156,833,382"</u>

SECTION 4. Fiscal Year 2024 Budget, Total Appropriations (Operating and Capital Improvement Projects), is amended to reflect an increase of \$800,000, to read as follows:

"TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)	[1,115,407,755]	<u>1,116,207,755"</u>
--	-----------------	-----------------------


SECTION 5. Fiscal Year 2024 Budget, "Appendix C – Capital Improvement Projects", Department of Parks and Recreation, Kīhei-Makena Community Plan Area is amended to add a new project and project description entitled "Kīhei Community Center Improvements" in the amount of \$800,000, to read as follows:

"APPENDIX C – Capital Improvement Projects		
CBS NO.	PROJECT TITLE/DESCRIPTION	APPROPRIATION
	<u>Department of Parks and Recreation</u>	
	<u>3. Kīhei-Makena Community Plan Area</u>	
CBS-5552	<u>a. South Maui Beach Parks Parking Lots Improvements</u>	1,950,000
	Design, permitting, and reconstruction and/or cold planning <u>planing</u> and paving parking lots at South Maui beach parks to include sidewalk, accessibility, code, and other agency required improvements. FY 2024 request is for Po'olenalena, Waipuilani Park North, Haycraft Beach Park, Keawakapu and Kamaole I Mauka Lot.	
CBS-7856	<u>b. Waipuilani Park Court Improvements</u>	150,000
	Design and permitting for resurfacing of the Waipuilani Park courts and replacement of the existing chain link fencing. Includes accessibility, code, or agency required improvements.	
<u>CBS-6644</u>	<u>c. Kīhei Community Center Improvements</u>	<u>800,000"</u>
	<u>Design and construction to rehabilitate and renovate the community center facility systems and amenities, including the replacement of the existing air conditioning system, electrical and plumbing upgrades for code compliance, painting, and other facility improvements.</u>	

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

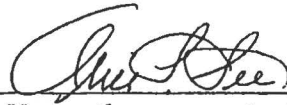
SECTION 7. This Ordinance takes effect on approval.

APPROVED AS TO FORM AND LEGALITY:

A handwritten signature in black ink, appearing to read "Kristina C. Toshikiyo", written over a horizontal line.

FOR KRISTINA C. TOSHIKIYO
Deputy Corporation Counsel

INTRODUCED BY:

A handwritten signature in cursive script, appearing to read "Chris Lee", is written over a horizontal line.

Upon the request of the Mayor.