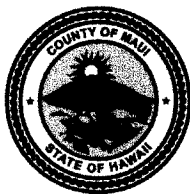


ALAN M. ARAKAWA  
Mayor



DANILO F. AGSALOG  
Director

MARK R. WALKER  
Deputy Director

COUNTY OF MAUI  
**DEPARTMENT OF FINANCE**  
200 S. HIGH STREET  
WAILUKU, MAUI, HAWAII 96793

April 7, 2016

OFFICE OF THE  
COUNTY COUNCIL

2016 APR 11 AM 3:11

RECEIVED

Sananda Baz  
Budget Director, County of Maui  
200 South High Street  
Wailuku, HI 96793

Honorable, Alan M. Arakawa  
Mayor, County of Maui  
200 South High Street  
Wailuku, HI 96793

APPROVED FOR THE COUNTY COUNCIL  
  
Mayor Date

For Transmittal to:

Honorable G. Riki Hokama, Chair  
Budget & Finance Committee and Members  
Maui County Council  
200 South High Street  
Wailuku, HI 96793

Dear Chair Hokama:

**SUBJECT: FISCAL YEAR ("FY") 2017 BUDGET (FN-5)(BF-1)**

I write in response to your letter dated April 2, 2016 regarding the above referenced request for information regarding the Highway Beautification Fund and Litter Control Revolving Fund. In this regard, following please find the Finance Departments response to the specific questions raised in your correspondence;

**1. Highway Beautification Fund**

- a. *Is the Highway Beautification Fund being used for purposes other than those relating to abandoned or derelict vehicles? Please explain.***

Yes. In FY2015 funds were also used by the Highway Beautification Countywide Tree Trimming Program and the Community Workday Program. HRS 286(b)(1) allows funds to be used for "the purpose of beautification and other

Honorable G. Riki Hokama, Chair  
Budget and Finance Committee  
April 7, 2016  
Page 2 of 2

*related activities of highways under the ownership, control, and jurisdiction of each county”.*

- b. *How is the excess \$3 in fees being separately accounted for to ensure they are not being used for any highway beautification activities authorized by Maui County Code Section 3.25.030(B), other than those activities relating to abandoned or derelict vehicles (e.g., removal of animal carcasses, litter removal, or Community Work Day (now Malama Maui Nui) highway beautification activities)? Please explain.***

The fee for new or duplicate motor vehicle registrations was increased to \$5 in FY2004. Since that increase it has been the responsibility of the various departments and programs that are expending these funds to account for the excess fee's collected and to use them appropriately. The Finance Department is willing and able to meet with the relevant departments and program managers to assist in this effort.

**2. Litter Control Revolving Fund**

- a. *Are the moneys collected under Section 20.20.070 for deposit into the “Litter Control Revolving Fund” being maintained in a litter control revolving fund, or are they being deposited into the highway beautification and disposal of abandoned vehicles revolving fund? Please explain.***

Our records do not indicate that there has ever been any revenue collected under this ordinance and thus no Litter Control Revolving Fund has been established.

Should you have any additional questions or need additional information please contact me at extension 7475.

Sincerely,



**DANILO F. AGSALOG**  
Director of Finance