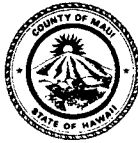


Council Chair
Mike White

Vice-Chair
Don S. Guzman

Presiding Officer Pro Tempore
Michael P. Victorino

Councilmembers
Gladys C. Baisa
Robert Carroll
Elle Cochran
Don Couch
Stacy Crivello
Riki Hokama



Director of Council Services
David M. Raatz, Jr., Esq.

COUNTY COUNCIL
COUNTY OF MAUI
200 S. HIGH STREET
WAILUKU, MAUI, HAWAII 96793
www.MauiCounty.us

April 19, 2016

Mr. Danilo Agsalog, Director
Department of Finance
County of Maui
Wailuku, Hawaii 96793

Dear Mr. Agsalog:

SUBJECT: FISCAL YEAR ("FY") 2017 BUDGET (FN-8) (BF-1)

Section 20.20.070, Maui County Code, authorizes recovery for the cost of litter removal. Section 20.20.070(C) of the Code provides, "All moneys collected under this section shall be deposited into the litter control revolving fund as established in section 3.25.030 of the Maui County Code."

Section 3.25.030(B) of the Code establishes a fund called "the highway beautification and disposal of abandoned vehicles revolving fund" ("highway beautification fund"). Appendix B of the Mayor's proposed FY 2017 Budget, page 8 (attached), provides for "Fees - Administrative Fees for Litter Removal" of \$100 for each billing, citing Section 20.20.070, Account 3432, under a Department of Environmental Management Special Revenue/Trust and Agency Fund.

According to your attached response, your Department's records "do not indicate that there has ever been any revenue collected under this ordinance [Section 20.20.070] and thus no Litter Control Revolving Fund has been established."

May I please request your Department's response to the following:

1. What is the balance in Account 3432? What fees, if any, are being deposited into the account?


Mr. Danilo Agsalog
April 19, 2016
Page 2

2. Is there a need to maintain a separate litter control revolving fund, or should Section 20.20.070(C) be amended to place any moneys collected under the section into the highway beautification fund? Please explain.

May I further request you transmit your response by **12 noon on April 21, 2016**, to enable the Committee to comprehensively review the FY 2017 budget. To ensure efficient processing, please duplicate the coding in the subject line above for easy reference.

Should you have any questions, please contact me or the Committee staff (Shelly Espeleta at ext. 7134, Michele Yoshimura at ext. 7663, Steve Selee at ext. 7687, or Yvette Bouthillier at ext. 7758).

Sincerely,


RIKI HOKAMA, Chair
Budget and Finance Committee

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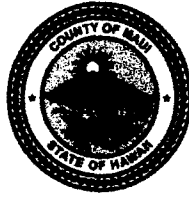
Attachment

cc: Mayor Alan M. Arakawa
Budget Director

COUNTY OF MAUI
REVENUES - FEES, RATES, ASSESSMENTS AND TAXES

ACCOUNT	REVENUE SOURCE	FEE, RATE, ASSESSMENT OR TAX	HRS	COUNTY CODE	ORDINANCE
DEPARTMENT OF ENVIRONMENTAL MANAGEMENT SOLID WASTE MANAGEMENT FUND (Cont.)					
3431	Fees - Refuse Collection	\$24 per refuse collection unit per month on the islands of Maui and Molokai, for solid waste services provided.		8.04.030	3484
		\$12 per refuse collection unit per month on the island of Lanai, or one half the rate of Maui and Molokai, for solid waste services provided.		8.04.060	
		Each alternate refuse placement location deemed a refuse collection unit and authorized by the director shall not be subject to the refuse collection fee.			
		Replacement fee for lost or damaged 96 gallon refuse cart \$105			
		Service fee for closing and re-opening a refuse account at the same residence within 1 year or re-opening refuse account that has been closed by the division for delinquency \$30			
3539	Fees - Curbside Recycling Pilot Program	All existing participants shall pay an additional \$12 per account per month where curbside recycling services are provided.			
3433	Interest - Delinquent Refuse Charges	1% per month or portion of the month that charges are delinquent.		8.04.050	
	Fees - Recycling Surcharge	Tipping fee surcharge \$10 per ton		8.04.050	
	Fees - Abandoned Vehicle	Administrative fee..... \$50 per vehicle			
	Fees - White goods pick up	Hauling and processing fee.....\$25 per white good picked up by County			
DEPARTMENT OF ENVIRONMENTAL MANAGEMENT SPECIAL REVENUE/TRUST AND AGENCY FUND					
MISCELLANEOUS:					
3432	Fees - Administrative Fees for Litter Removal	For cost of litter removal..... \$100 each billing		20.20.070	2539
	Kihei Regional Wastewater Treatment System - Facility Expansion Assessment Fee	Applicants for building permits to construct developments..... \$4.65 per gallon of project flow		14.34.060	
	Kihei Regional Wastewater Treatment System - Collection/Transmission System Project Assessment Fee	Component cost times quotient of project flow divided by total number of gallons		14.34.070	
	Wailuku-Kahului Regional Wastewater Treatment System - Facility Expansion/ System Upgrade Assessment	Applicants for building permits to construct developments..... \$4.57 per gallon of project flow		14.35.060	
		Penalty of 10% per year or portion thereof that assessment is delinquent, in addition to amount of delinquent assessments.		14.35.050	

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

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

Handwritten signature of Sananda Baz in black ink.

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

APPROVED: _____
Handwritten signature of Alan M. Arakawa in black ink.
Mayor

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

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COUNTY CLERK

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RECEIVED

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