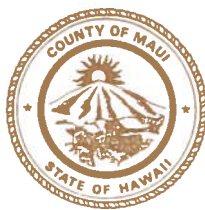


ALAN M. ARAKAWA
MAYOR

KEITH A. REGAN
MANAGING DIRECTOR



OFFICE OF THE MAYOR

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

REFERENCE NO. BD-BA 17-08
BD-BA 17-09

June 24, 2016

Honorable Alan Arakawa
Mayor, County of Maui
200 South High Street
Wailuku, Hawaii 96793

APPROVED FOR TRANSMITTAL


Mayor **8/24/16**
Date

For Transmittal to:

Honorable Michael White, Chair
and Members of Maui County Council
200 South High Street
Wailuku, Hawaii 96793

Dear Chair White and Members:

SUBJECT: AMENDMENTS TO THE FISCAL YEAR 2017 BUDGET

On behalf of the Department of Water Supply, I am transmitting the following proposed bills:

1. "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2017 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO ESTIMATED REVENUES; DEPARTMENT OF WATER SUPPLY, ADMINISTRATION PROGRAM – WATER FUND; TOTAL OPERATING APPROPRIATIONS; AND TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)"
2. "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2017 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO APPENDIX C – CAPITAL IMPROVEMENT PROJECTS, DEPARTMENT OF WATER SUPPLY, COUNTYWIDE, COUNTYWIDE UPGRADES AND REPLACEMENTS"

The purpose of the proposed bills are to amend the Fiscal Year 2017 budget as it relates to the Department of Water Supply by adding an appropriation entitled, "Grant for Lokahi Pacific, Inc.", in the amount of \$219,000 to complete necessary waterline improvements for its affordable housing project located on Mokuhaul Road in Happy Valley, Maui.

COUNTY COMMUNICATION NO. 16-126

The project which involves upsizing the existing 6-inch waterline to an 8-inch waterline is currently in the department's capital program budget. Since Lokahi Pacific is prepared to complete the improvement, a construction estimate has been provided and is attached for your information, the department is proposing to grant the estimated \$219,000 needed to complete the project to the organization as the most efficient and effective way to support timely subdivision completion.

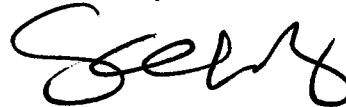
The additional appropriation will be funded by increasing Carryover/Savings Water Fund and Estimated Revenues in the amount of \$219,000. A Certification of Additional Revenue for Fiscal Year 2017 is attached.

The department is also proposing to revise the project description for the Countywide Upgrades and Replacements capital project to support escalated project costs arising from unforeseen circumstances and site conditions as well as ancillary project work such as archaeological monitoring/mitigation, land appraisal and acquisition, or other project-related work.

The Department of Water Supply requests that this budget amendment be considered as soon as possible. Therefore, I respectfully request that this matter be referred to the appropriate Council committee for expeditious review, discussion and appropriate action.

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

Attachments (4)

cc: Keith Regan, Managing Director
Danny Agsalog, Director of Finance
David Taylor, Director of Water Supply

ORDINANCE NO. _____

BILL NO. _____ (2016)

A BILL FOR AN ORDINANCE AMENDING
THE FISCAL YEAR 2017 BUDGET FOR THE COUNTY OF MAUI
AS IT PERTAINS TO ESTIMATED REVENUES;
DEPARTMENT OF WATER SUPPLY,
ADMINISTRATION PROGRAM – WATER FUND;
TOTAL OPERATING APPROPRIATIONS; AND
TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)

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

SECTION 1. Ordinance No. 4334, Bill No. 62 (2016), Draft 1, "Fiscal Year 2017 Budget", is hereby amended as it pertains to Section 2, Estimated Revenues, by increasing Carryover/Savings from the Water Fund in the amount of \$219,000; and by increasing Total Estimated Revenues in the amount of \$219,000, to read as follows:

"ESTIMATED REVENUES"

FROM TAXES, FEES AND ASSESSMENTS:

Real Property Taxes	273,887,388
Circuit Breaker Adjustment	(398,235)
Charges for Current Services	135,887,152
Transient Accommodations Tax	23,484,000
Public Service Company Tax	9,100,000
Licenses/Permits/Others	35,170,154
Fuel and Franchise Taxes	23,606,500
Special Assessments	5,975,000
Other Intergovernmental	32,775,000

FROM OTHER SOURCES:

Interfund Transfers	46,486,467
Bond/Lapsed Bond	38,129,000
Carryover/Savings:	
General Fund	17,578,419
Sewer Fund	3,800,945
Highway Fund	4,886,279
Solid Waste Management Fund	22,086
Golf Fund	458,756
Liquor Fund	797,883
Bikeway Fund	311,997
Water Fund	[7,532,766]
	<u>7,751,766</u>

TOTAL ESTIMATED REVENUES	[659,491,557]	<u>659,710,557"</u>
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SECTION 2. Fiscal Year 2017 Budget is hereby amended as it pertains to Section 3.B.17.a., Department of Water Supply, Administration Program – Water Fund, by adding an appropriation under B - Operations and Total for a grant entitled, “Grant for Lokahi Pacific, Inc.”, in the amount of \$219,000, to read as follows:

	<u>A - Salaries</u>	<u>B - Operations</u>	<u>C - Equipment</u>	<u>Total</u>
“17. Department of Water Supply				
a. Administration Program – Water Fund	4,852,890	4,664,939	79,053	9,596,882
(1) General				
(i) Provided, that disbursement for salaries and premium pay is limited to 75.0 equivalent personnel.				
(2) Grant for Auwahi Forest Restoration	0	37,000	0	37,000
(3) Grant for Countywide Watershed Protection	0	80,000	0	80,000
(4) Grant for East Maui Watershed Protection	0	505,000	0	505,000
(5) Grant for East Molokai Watershed Protection	0	250,000	0	250,000
(6) Grant for Hawaii Agriculture Research Center	0	68,000	0	68,000
(7) Grant for Honokowai/Wahikuli Watershed	0	65,000	0	65,000
(8) Grant for Leeward Haleakala Forest Restoration	0	195,000	0	195,000
(9) Grant for Miconia Containment and Removal	0	250,000	0	250,000
(10) Grant for Pu`u Kukui Watershed Preserve	0	300,000	0	300,000
(11) Grant for West Maui Watershed Protection	0	350,000	0	350,000
(12) Transfer to Upcountry Water System Expansion Capital Improvement Reserve Fund	0	1,440,718	0	1,440,718
<u>(13) Grant for Lokahi Pacific, Inc.</u>	<u>0</u>	<u>219,000</u>	<u>0</u>	<u>219,000</u>

	<u>A - Salaries</u>	<u>B - Operations</u>	<u>C - Equipment</u>	<u>Total</u>
b. Departmental Expenses – Water Fund				
(1) Debt Service	0	6,049,827	0	6,049,827
(2) Contribution to General Fund – Employee Benefits	0	6,106,654	0	6,106,654
(3) Insurance	0	475,000	0	475,000
(4) Contribution to General Fund – Other Post-Employment Benefits (OPEB)	0	1,210,084	0	1,210,084
(5) Administrative Overhead Charges	0	5,789,592	0	5,789,592
(6) Refund for Mainline Expenses	0	500,000	0	500,000
c. Water Operations Program – Water Fund	9,210,774	23,813,072	374,900	33,398,746”
(i) Provided, that disbursement for salaries and premium pay is limited to 143.0 equivalent personnel and 2.0 Limited Term Appointment (LTA) equivalent personnel.				

SECTION 3. Fiscal Year 2017 Budget is hereby amended as it pertains to the Total Operating Appropriations to reflect a B – Operations and Total increase of \$219,000, to read as follows:

“TOTAL OPERATING APPROPRIATIONS	174,988,440	[362,607,798]	8,025,405	[545,621,643]
		<u>362,826,798</u>		<u>545,840,643”</u>

SECTION 4. Fiscal Year 2017 Budget is hereby amended as it pertains to the Total Appropriations (Operating and Capital Improvement Projects) to reflect an increase of \$219,000, to read as follows:

“TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)		[659,491,557]	<u>659,710,557”</u>
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SECTION 5. Material to be repealed is bracketed. New material is underscored.

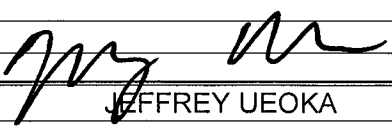
SECTION 6. This Ordinance shall take effect upon its approval.

APPROVED AS TO FORM AND LEGALITY:



JEFFREY UEOKA
Deputy Corporation Counsel

	ORDINANCE NO. _____		
	BILL NO. _____ (2016)		
	A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2017 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO APPENDIX C - CAPITAL IMPROVEMENT PROJECTS, DEPARTMENT OF WATER SUPPLY, COUNTYWIDE, COUNTYWIDE UPGRADES AND REPLACEMENTS		
	BE IT ORDAINED BY THE PEOPLE OF THE COUNTY OF MAUI:		
	SECTION 1. Ordinance No. 4334, Bill No. 62 (2016), Draft 1, "Fiscal Year 2017 Budget", Appendix C – Capital Improvement Projects, is hereby amended as it pertains to the Department of Water Supply, Countywide, Countywide Upgrades and Replacements, by revising the project description, to read as follows:		
	"APPENDIX C - Capital Improvement Projects		
CBS NO.	PROJECT TITLE/DESCRIPTION	APPROPRIATION	
	<u>Department of Water Supply</u>		
	1. Countywide		
CBS-2299	a. Countywide Upgrades and Replacements	100,000 A 1,100,000 D 3,300,000 C	
	1) Replace an existing booster pump and related electrical components as part of the Omaopio Tank replacement project; 2) Construct a water tank to replace the existing 50,000 gallon Keanae Water Tank to address corrosion and deficiencies identified by the Department of Health; 3) Construct a chlorine scrubber and enclose the chlorine storage room at Kamaole Water Treatment Plant to protect against chlorine gas leaks; 4) Design a water line to upsize existing 6-inch and 8-inch water lines along Baldwin Avenue in Paia to be at least a 12-inch line to address substandard water pressure for fire protection; 5) Design a water line to upsize an existing 4 inch water line along Hobron Avenue in Kahului to address leakage and insufficient flow for fire protection; 6) Design improvements to the spillways at the six raw water reservoirs serving the Mahinahina, Olinda, and Piiholo Water Treatment Plants to address compliance with Department of Land and Natural Resources dam safety regulations; 7) Design improvements to the water system served by the Opaepilau Water Tank in Haiku to address low pressures and inadequate storage capacity for fire protection; 8) Acquire easements on property adjacent to the Maluhia Tank site in Makawao for booster pump station upgrades; 8) Upsize existing 6-inch water line to an 8-inch water line on Mokuhaui Road in Happy Valley by December 31, 2016]. <u>In addition, this project may also support escalated project costs arising from unforeseen circumstances and site conditions. This project may also support ancillary project work such as archaeological monitoring/mitigation, land appraisal and acquisition, or other project-related work.</u>		

CBS-1076	b. Countywide Conservation Program		
	Locating and replacing of leaking waterlines (transmission, distribution, and service laterals) identified by Leak Detection, repair of leaking tanks, design of projects to provide supply side conservation, including a water audit.	1,000,000	C
CBS-1075	c. Countywide Facility Improvements		
	1) Well and booster pump replacements, including granular activated carbon filters at Napili and Hamakuapoko; and booster pumps at North Waihee, Wakiu Well B, Kula Agricultural Park Station B and Napili Well B. 2) Replace the roof of the NASKA Baseyard mechanic shop; 3) Replace the roof of the clearwell at the Olinda Water Treatment Plant; 4) Reinforce the embankment of the sludge dewatering reservoir at the Olinda Water Treatment Plant; 5) Repair and recoat the interior and exterior of the clearwell at the Lahainaluna and Mahinahina Water Treatment Plants; and 5) Repair and recoat the interior and exterior of the Maunaolu Tank in Haliimaile.	2,150,000	C
	2. Makawao-Pukalani-Kula Community Plan Area		
CBS-1106	a. Upcountry Reliable Capacity	200,000 4,500,000	D C
	1) Construction of an exploratory well for the Pookela Well 2; 2) Design of the Pookela Well 2 facility, contingent upon the results of the exploratory well; 3) Construction of a chloramine addition system at the Upper Kimo Booster Pump Station to streamline the disinfection process for supplementing the Upper Kula System with water from the Lower Kula System.		
	3. Central Maui Community Plan Area		
CBS-1102	a. Central Maui Reliable Capacity	200,000 225,000	A D
	Land acquisition and design for a new water tank near the existing Makai Heights water tank in North Kihei.		
	4. West Maui Community Plan Area		
CBS-1092	a. West Maui Reliable Capacity	10,000,000	C"
	Construction of the Mahinahina Well 1 facility and related transmission		
	SECTION 2. Material to be repealed is bracketed. New material is underscored.		
	SECTION 3. This Ordinance shall take effect upon its approval.		
	APPROVED AS TO FORM AND LEGALITY:		
			
	JEFFREY UEOKA		
	Deputy Corporation Counsel		

P.B. SULLIVAN CONST. INC.

2662 Wai Wai Place Ste. 201
Kihel, HI 96753
USA

Phone: (808) 875-2833
Fax: (808) 874-5690

To:	Lokahi Pacific	Contact:	Susie Thieman
Address:	1935 Main Street, Suite 204 Wailuku, HI 96793 UNITED STATES	Phone:	(808) 242-5761
		Fax:	(808) 242-0032
Project Name:	Lokahi Pacific Mokuahau Subdivision - Offsite Waterline	Bid Number:	15-045 Offsite Waterline
Project Location:	Happy Valley, Wailuku, HI	Bid Date:	1/19/2016

Line #	Item #	Item Description	Estimated Quantity	Unit	Unit Price	Total Price
08 Offsite Water						
	1000	Mobilization	1.00	LS	\$3,500.00	\$3,500.00
	6019	Offsite 8" DI Class 52 Watermain- Includes Tie -in, Fire Hydrant Assembly And Roadway Restoration	509.00	LF	\$320.00	\$162,880.00
	6020	Cut & Plug 2 Sections Of Existing 6" Waterline	1.00	LS	\$12,728.00	\$12,728.00
	6077	Type A Single Service Lateral - Offsite (Connection From New Service Lateral To House Service Is Excluded)	4.00	EACH	\$2,260.00	\$9,040.00
	6079	Cut & Plug Existing Laterals	5.00	EACH	\$1,640.00	\$8,200.00
	7027	1 1/2" Overlay 12' Wide X 515 Ft	687.00	SY	\$26.75	\$18,377.25
	7060	Street Striping	1.00	LS	\$4,280.00	\$4,280.00
Total Price for above 08 Offsite Water Items:						\$219,005.25

Total Bid Price: \$219,005.25

Notes:

- Our price includes: The cost to furnish Labor, Equipment and Materials to perform the offsite waterline improvements for the Lokahi Pacific Mokuahau Subdivision located in Wailuku on Mokuahau Road TMK:(2) 3-4-033: 005 based on plans prepared by Otomo Engineering, Inc. dated 11-3-15 and Landscape and Irrigation plans prepared by K. Tanaka Landscape Architect dated 11/2014. The Soils Report and its recommendations prepared by Island Geotechnical Engineering, Inc dated February 16, 2015 was also used to prepare this proposal.
- This proposal excludes:
 - Excludes Soils Testing
 - Excludes Archaeological Monitoring.
- This proposal also includes:
 - HI GE Tax
 - General Liability Insurance
 - Bond Fees
 - Construction Survey
 - Licensed Survey for Control and Water Meter Locations

ACCEPTED: The above prices, specifications and conditions are satisfactory and are hereby accepted. Buyer: <u>LOKAHI PACIFIC</u> Signature: <u>[Signature]</u> , <u>Executive Director</u> Date of Acceptance: <u>1/21/16</u>	CONFIRMED: P.B. SULLIVAN CONST. INC. Authorized Signature: <u>[Signature]</u> Estimator: Lloyd Norquist 808-870-2216 Lloyd@pbsullivanconst.com
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CERTIFICATION OF ADDITIONAL REVENUES FOR FISCAL YEAR 2017

I, ALAN M. ARAKAWA, Mayor of the County of Maui, State of Hawaii, pursuant to Section 9-9.1 of the Revised Charter of the County of Maui (1983), as amended, do hereby certify that there is available for appropriation revenue received from anticipated sources but in excess of the budget estimates for Fiscal Year 2017. The amount available for appropriation is:

From Carryover/Savings:

Water Fund	\$219,000
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Ala Gulam

ALAN M. ARAKAWA
Mayor, County of Maui

STATE OF HAWAII)
) SS.
COUNTY OF MAUI)

On this 24th day of June, 2016, before me appeared Alan M. Arakawa, to me personally known, who being by me duly sworn did say that he is the Mayor of the County of Maui, a political subdivision of the State of Hawaii, and that the seal affixed to the foregoing instrument is the lawful seal of the said County of Maui, and that the said instrument was signed and sealed on behalf of said County of Maui pursuant to Section 9-18 of the Charter of the County of Maui; and the said ALAN M. ARAKAWA acknowledged the said instrument to be the free act and deed of said County of Maui.

IN WITNESS WHEREOF, I have hereunto set my hand and official seal.

Jennifer Okamura **Second Circuit**

Doc. Description Certification of

Additional Revenues for

Fiscal Year 2017

Андрей Владимирович 16/24/2016

Notary Signature

Date _____

NOTARY CERTIFICATION

Gregg Hammer

Jennifer Okamura

Notary Public, State of Hawaii

My commission expires: June 29, 2016

