BUDGET AND FINANCE COMMITTEE

February 17, 2017	Committee	
	Report No.	

Honorable Chair and Members of the County Council County of Maui Wailuku, Maui, Hawaii

Chair and Members:

Your Budget and Finance Committee, having met on January 31, 2017, makes reference to County Communication 17-48, from the Budget Director, transmitting the following:

1. A proposed bill entitled "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, COUNTYWIDE, WATER SUPPLY, COUNTYWIDE UPGRADES AND REPLACEMENTS; TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS; AND TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)."

The purpose of the proposed bill is to amend the Fiscal Year 2017 Budget by 1) increasing Carryover/Savings from the Water Fund by \$261,000; 2) increasing the appropriation by \$261,000 under the Department of Water Supply, Countywide, Water Supply, Water Fund – Unrestricted, for the Countywide Upgrades and Replacements projects.

2. A proposed bill entitled "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 bill is to amend the Fiscal Year 2017 Budget, Appendix C, Capital Improvement Projects, by 1) increasing the appropriation by \$261,000 under the

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Department of Water Supply, Countywide, for the Countywide Upgrades and Replacements project; and 2) adding the following project descriptions: a) Design and planning improvements to the Upper Kula Water System and b) Construction and planning of a water tank to replace the existing tank at Kamaole Water Treatment Plant.

3. A Certification of Additional Revenues for Fiscal Year 2017, dated January 13, 2017, for \$261,000 in Carryover/Savings from the Water Fund.

The Director of Water Supply said the proposed amendment will provide water quality research and scientific testing for water in the Upcountry area. He said this is a component of a larger project to increase the availability of water for the Upcountry area.

He explained the project will identify the water quality and the treatment needs of blending mid-level water with upper-level water. He said the testing is a safety issue to allow mixing of water without negative results.

The Director said the Kamaole Water Tank Replacement project is for a half million water tank located on Thompson Road. During construction, unforeseen site issues arose at the project site. To prevent delays and further additional costs, the contractor completed the additional work necessary to keep the project moving.

The Budget Director informed your Committee the contractor completed the additional work on a force account basis pursuant to Section 11.4 – Change Order by Force Account of the General Terms and Conditions of the contract. This provision allowed the work to proceed before a formal change order was executed.

Your Committee voted 8-0 to recommend passage of the proposed bills on first reading and filing of the communication. Committee Chair Hokama, Vice-Chair White, and members Atay, Carroll, Crivello, Guzman,

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King, and excused.	Sugimura voted "aye." Committee member Cochran was
to form a incorporat	r Committee is in receipt of revised proposed bills, approved as nd legality by the Department of the Corporation Counsel, ing nonsubstantive revisions and revisions that take into rior amendments to the Fiscal Year 2017 Budget.
You	r Budget and Finance Committee RECOMMENDS the following:
1.	That Bill (2017), as revised herein and attached hereto, entitled "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, COUNTYWIDE, WATER SUPPLY, COUNTYWIDE UPGRADES AND REPLACEMENTS; TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS; AND TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)," be PASSED ON FIRST READING and be ORDERED TO PRINT;
2.	That Bill (2017), as revised herein and attached hereto, entitled "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 PASSED ON FIRST READING and be

ORDERED TO PRINT; and

3.

That County Communication 17-48 be FILED.

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This report is submitt	ed in accordance with Rule 8 of the Rules of
	RIKI HOKAMA, Chair

Committee

bf:cr:17029aa:mmy

ORDINANCE NO.	·
BILL NO.	(2017)

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,
COUNTYWIDE, WATER SUPPLY,
COUNTYWIDE UPGRADES AND REPLACEMENTS;
TOTAL CAPITAL IMPROVEMENT PROJECT 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, as amended, "Fiscal Year 2017 Budget", is hereby amended as it pertains to Section 2, Estimated Revenues, by increasing Carryover/Savings Water Fund in the amount of \$261,000; and by increasing Total Estimated Revenues in the amount of \$261,000, to read as follows:

"ESTIMATED REVENUES

FROM TAXES, FEES AND ASSESSMENTS: Real Property Taxes Circuit Breaker Adjustment Charges for Current Services Transient Accommodations Tax Public Service Company Tax Licenses/Permits/Others Fuel and Franchise Taxes Special Assessments Other Intergovernmental		273,887,388 (398,235) 136,035,737 23,484,000 9,100,000 35,170,154 23,606,500 5,975,000 35,275,000
FROM OTHER SOURCES: Interfund Transfers Bond/Lapsed Bond Carryover/Savings: General Fund Sewer Fund Highway Fund Solid Waste Management Fund Golf Fund Liquor Fund Bikeway Fund Water Fund	[7,751,766]	46,168,410 36,179,000 18,186,419 4,002,252 4,886,279 451,823 458,756 797,883 311,997 8,012,766
TOTAL ESTIMATED REVENUES	[661,330,129]	<u>661,591,129</u> "

SECTION 2. Fiscal Year 2017 Budget is hereby amended as it pertains to Section 4.K.1.a.(3), Department of Water Supply, Countywide, Water Supply, Water Fund - Unrestricted, by increasing the appropriation for a capital project entitled, "Countywide Upgrades and Replacements", in the amount of \$261,000, to read as follows:

"K. Department of Water Su

- 1. Countywide
 - a. Water Supply
 - (1) State Revolving Loan Fund
 - Countywide Upgrades and Replacements (a) Omaopio Tank Booster Pump Replacement

2,000,000

- (2) Water Fund Restricted
 - Countywide Upgrades and Replacements

1,950,000

- (3) Water Fund Unrestricted
 - Countywide Conservation Program 1,000,000 Countywide Facility Improvements 2,150,000 Countywide Upgrades and Replacements [550,000] 811,000
- 2. Makawao-Pukalani-Kula Community Plan Area
 - a. Water Supply
 - (1) State Revolving Loan Fund
 - Upcountry Reliable Capacity (a) Pookela Well #2 Exploratory

2,500,000

- (2) Water Fund Restricted
 - **Upcountry Reliable Capacity**

2,200,000

- 3. Wailuku-Kahului Community Plan Area
 - a. Water Supply
 - (1) Water Fund Restricted
 - Central Maui Reliable Capacity

425,000

- 4. West Maui Community Plan Area
 - a. Water Supply
 - (1) State Revolving Loan Fund
 - West Maui Reliable Capacity
 - (a) Mahinahina Well #1 Development

10,000,000"

Fiscal Year 2017 Budget is hereby amended as it pertains to the Total Capital Improvement SECTION 3. Project Appropriations to reflect an increase of \$261,000, to read as follows:

"TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS

[114,469,914]

<u>114,730,914"</u>

Fiscal Year 2017 Budget is hereby amended as it pertains to the Total Appropriations (Operating SECTION 4. and Capital Improvement Projects) to reflect an increase of \$261,000, to read as follows:

"TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT

PROJECTS)

[661,330,129]

661,591,129"

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.	(2017)

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, as amended, "Fiscal Year 2017 Budget", Appendix C – Capital Improvement Projects, is hereby amended as it pertains to the Department of Water Supply, by increasing the appropriation for a capital project entitled, "Countywide Upgrades and Replacements", in the amount of \$261,000; and adding additional project descriptions, to read as follows:

	"APPENDIX C - Capital Improvement Projects		
			├
CBS NO.	PROJECT TITLE/DESCRIPTION	APPROPRIATION	NC
	Department of Water Supply		
	1. Countywide		
CBS-2299	a. Countywide Upgrades and Replacements	100,000	Α
		[1,100,000]	D
		1,251,000	
		[3,300,000]	
		3,410,000	
	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		l
	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; 9) Upsize existing 6-inch water line to an 8-		
	inch water line on Mokuhau Road in Happy Valley by December 31, 2016; 10)		
	Design and planning improvements to the Upper Kula Water System; 11)		ĺ
	Construction and planning of a water tank to replace existing tank at Kamaole		
	Water Treatment Plant.		

CBS-1076	b. Countywide Conservation Program		
	Locating and replacing of leaking waterlines (transmission, distribution, and	1,000,000	С
	service laterals) identified by Leak Detection, repair of leaking tanks, design of		
	projects to provide supply side conservation, including a water audit.		
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	O
	2. Makawao-Pukalani-Kula Community Plan Area		
CBS-1106	a. Upcountry Reliable Capacity	200,000	
		4,500,000	С
	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. Wailuku-Kahului Community Plan Area		
CBS 1102	a. Central Maui Reliable Capacity	200,000	_
CB3-1102	a. Central Madi Reliable Capacity	225,000	
	Land acquisition and design for a new water tank near the existing Makai	223,000	۳_
	Heights water tank in North Kihei.		
	Tieignis water tank in North Kiner.		-
	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