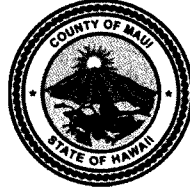


ALAN M. ARAKAWA
Mayor



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


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APR 12 2017

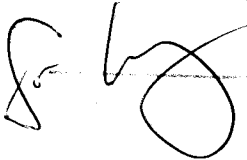
DANILO F. AGSALOG
Director

MARK R. WALKER
DEPUTY DIRECTOR

April 12, 2017

Ms. Lynn Araki-Regan 
Budget Director, County of Maui
200 South High Street
Wailuku, Hawaii 96793

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

 4/12/17

For Transmittal to:

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

Dear Chair Hokama:

SUBJECT: FISCAL YEAR ("FY") 2018 BUDGET (FN-10) (BF-1)

Please find our responses to your information requests letter dated April 10, 2017:

1. May I please request you advise the Committee of the impact on revenues of the following increases to the motor vehicle weight tax for all vehicles, per pound of net weight: 0.5 cent, 1 cent, 1.5 cents, or 2 cents?

Response: The estimated revenue impact projections are based upon the following assumptions:

- 170,000 registered vehicles
- Average vehicle weights:

- Passenger vehicles 3,560 pounds
- Motorcycles 620 pounds
- Trucks 7,695 pounds
- Trailers 3,823 pounds

ESTIMATED REVENUE IMPACTS

Weight Tax Increase \$0.005

VEHICLE CLASS	Average Weight Tax Increase per Vehicle	% Increase per Vehicle	Additional Revenue FY18 (Jan - Jun)	Additional Revenue FY19 (Jul - Jun)
<i>Passenger</i>	\$17.80	16.7%	\$1,367,226	\$2,734,452
<i>MTC</i>	\$3.10	16.7%	\$5,988	\$11,976
<i>Truck</i>	\$38.48	11.5%	\$168,966	\$337,931
<i>Trailer</i>	\$19.12	11.5%	\$34,102	\$68,203
Total			\$1,576,281	\$3,152,562

Weight Tax Increase \$0.01

<i>Passenger</i>	\$35.60	33.3%	\$2,733,901	\$5,467,802
<i>MTC</i>	\$6.20	33.3%	\$11,990	\$23,979
<i>Truck</i>	\$76.95	22.9%	\$337,890	\$675,780
<i>Trailer</i>	\$38.23	22.9%	\$68,174	\$136,347
Total			\$3,151,954	\$6,303,908

Weight Tax Increase \$0.015

<i>Passenger</i>	\$53.40	50.0%	\$4,100,577	\$8,201,153
<i>MTC</i>	\$9.30	50.0%	\$17,991	\$35,982
<i>Truck</i>	\$115.43	34.4%	\$506,815	\$1,013,629
<i>Trailer</i>	\$57.35	34.4%	\$102,246	\$204,492
Total			\$4,727,628	\$9,455,256

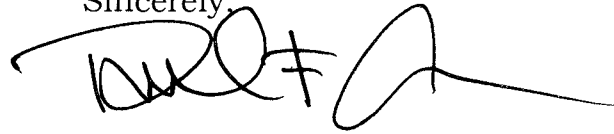
Weight Tax Increase \$0.02

<i>Passenger</i>	\$71.20	66.7%	\$5,467,252	\$10,934,503
<i>MTC</i>	\$12.40	66.7%	\$23,993	\$47,986
<i>Truck</i>	\$153.90	45.9%	\$675,739	\$1,351,478
<i>Trailer</i>	\$76.46	45.9%	\$136,319	\$272,637
Total			\$6,303,302	\$12,606,604

*Honorable G. Riki Hokoma, Chair
and Members of Budget and Finance Committee
April 12, 2017
Page 3 of 3*

Thank you for your attention to this matter. Should you have any questions, please feel free to contact me at Ext. 7475.

Sincerely,

A handwritten signature in black ink, appearing to read 'DANILLO F. AGSALOG', with a long horizontal flourish extending to the right.

DANILO F. AGSALOG
Finance Director

DFA:cv