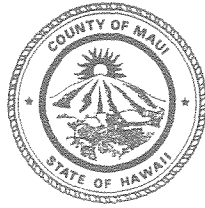


ALAN M. ARAKAWA
MAYOR



KEITH A. REGAN
MANAGING DIRECTOR

OFFICE OF THE MAYOR

Ke'ena O Ka Meia
COUNTY OF MAUI – Kalana O Maui
April 17, 2017

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

For Transmittal to:

Honorable 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 (BD-19) (BF-1)

Pursuant to your letter dated April 11, 2017, I am transmitting responses for the following requests/questions:

1. In your attached response to BD-3, dated March 24, 2017, you provided a breakdown of the estimated change in revenues in excess of \$1.4 million and a footnote that reads, “All other proposed changes were minor and were not included in estimated revenues.” Provide an itemized list of all proposed changes in estimated revenues, by department, by fee, even if deemed “minor” by your Office.

Response: Please see attached.


2. Please explain the rationale for not including an increase to bus fares for FY 2018 while proposing increases to hours of operation and an expanded route for Waihee.

Response: According to the Department of Transportation, the Short Range Transit Plan (SRTP) proposes increases in fares that are tied to expanding bus routes and new routes. However, due to lower than expected ridership, the department was hesitant to increase fares as this time. The department believes that the expanded hours and the expanded route to Waihee will encourage more residents to utilize public transportation. The department will explore increasing rates in the future.

Although the SRTP slated the new Waihee route for FY 2021, the department included it in FY 2018 due to the numerous requests received from the community.

It's important to note that our public transportation system function as a safety net for our growing population especially the elderly, disabled and economically challenged. The Maui Bus serves many low-income residential neighborhoods, medical and government facilities, as well as major shopping centers.

APPROVED FOR TRANSMITTAL

 4/17/17
Mayor Date

Honorable Riki Hokama, Chair
Budget and Finance Committee
Maui County Council
April 17, 2017
Page 2

3. Provide the estimated revenues recognized in the FY 2018 Budget as it relates to all fees for the Department of Environmental Management, General Fund

Response: The estimated revenues recognized in the FY 2018 Budget as it pertains to the Department of Environmental Management, General Fund are as follows:

- \$2,000,000 – Refuse disposal charges for greenwaste, biosolids, and fats, oils and grease (fog).
- \$2,308,852 – Sludge disposal charges from Wastewater

Thank you for your attention to this matter. Should you have any questions, please feel free to contact me at Ext. 7212.

Sincerely,



LYNN ARAKI-REGAN
Budget Director

Attachments

xc: Mayor Alan M. Arakawa

DEPT: BUDGET
CODE: BD-19
DATE: 4/17/17

Appendix B Rates and Fees			
Department		Estimated Increases in Revenue	Budget Notes
1 Department of Finance			
Real Property Taxes (p. 9)		\$20,980,747	Residential \$5.30 to \$5.70 Apartment \$6.00 to \$6.45 Commercial \$6.60 to \$7.10 Industrial \$6.69 to \$7.19 Agricultural \$5.66 to \$6.09 Conservation \$5.8 to \$6.24 Hotel and Resort \$8.71 to \$9.36 Time Share \$14.31 to \$15.38 Homeowner \$2.70 to \$2.90 Commercialized Residential \$4.35 to \$4.68 **Increase based on estimated flash assessed values as of 2/24/2017
2 Department of Environmental Management			
Refuse disposal (pp. 6-7)		\$1,421,875	Refuse increase - unit charge from \$81 to \$99 (Includes C&D Landfill) Refuse increase - special handling; various Refuse increase - Interim Fee Schedule (No/inoperable scales): Cat I - \$69 to \$83 Cat II - \$137 to \$164 Cat III - \$200 to \$240 Cat IV - \$222 to \$266 Cat V - \$382 to \$458 Cat VI - Various Residential Refuse Hauling at CMLF - \$3/light truck or vehicle (No estimated included in revenues as this is a pilot project and operational expenditures were not estimated at that time.) **EP&S Revenue estimate of \$2m separated from Solid Waste and transferred to the General Fund
Refuse collection (p. 8)		\$1,811,460	\$24 to \$30 = 25.0% Maui and Molokai \$12 to \$15 = 25.0% Lanai
3 Department of Parks and Recreation			
Adult Recreation Programs/Leagues		N/A	\$20 to \$55 (Correction to fee)
Winter Pals		\$18,148.00	First child - \$40, second child - \$30, third child (or more) - \$20
4 Department of Planning			
Nondecennial General Plan Amendment (p. 27)		\$1,350.00	New fee
Business - Country Town Design Appeal (p.28)		\$165.00	New Fee
Sign Variances (p.28)		\$1,100.00	Increase from \$330 to \$550

5 Department of Public Works			
			<p>\$1 to \$500 from \$20 to \$30 \$501 to \$2,000 from \$20 to \$30 for the first \$500 plus \$3 for each additional \$100 or fraction thereof, to and including \$2,000 \$2,001 to \$25,000 from \$65 to \$75 for the first \$2,000 plus \$10 for each additional \$1,000 or fraction thereof, to and including \$25,000 \$25,001 to \$50,000 from \$295 to \$305 for the first \$25,000 plus \$8 to \$9 for each additional \$1,000 or fraction thereof, to and including \$50,000 \$50,001 to \$100,000 from \$495 to \$530 for the first \$50,000 plus \$6 to \$7 for each additional \$1,000 or fraction thereof, to and including \$100,000 \$100,001 to \$500,000 from \$795 to \$880 for the first \$100,000 plus \$4 to \$5 for each additional \$1,000 or fraction thereof, to and including \$500,000 \$500,001 to \$1,000,000 from \$2,395 to \$2,880 for the first \$500,000 plus \$5 to \$6 for each additional \$1,000 or fraction thereof, to and including \$1,000,000 \$1,000,001 and up from \$4,895 to \$5,880 for the first \$1,000,000 plus \$6 to \$7 for each additional \$1,000 or fraction thereof</p>
Building Permit Increases (pp. 31-32)		\$400,000.00	
Electrical Permit Increases (pp. 33-40)		-\$45,000.00	Various
Plumbing Permit Increases (pp. 40-42)		\$45,000.00	Various
Biodiesel Tax (p. 44)		\$50,000.00	Increase from 0.0 to .18
6 Department of Water Supply			
Water Service (p. 46)	5% rate increase	\$3,673,292	
Ag rate (p. 47)			
Non-potable meter fee (p. 47)			
Installation Charges (p. 47-48)			
Labor charges (pp. 48-49)			
Equipment charges (pp. 49 - 50)			
Material costs (pp. 51 - 55)			
Development fees (p. 56)			