

COUNCIL OF THE COUNTY OF MAUI

BUDGET AND FINANCE COMMITTEE

June 1, 2018

**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 May 15, 2018, makes reference to County Communication 17-255, from Councilmember Riki Hokama, relating to amendments to the Fiscal Year (“FY”) 2018 Budget to authorize transfers between categories of use that are within a program or department.

By correspondence dated May 7, 2018, the Budget Director transmitted a proposed resolution entitled “AUTHORIZING THE TRANSFER OF AN UNENCUMBERED APPROPRIATION BALANCE WITHIN THE DEPARTMENT OF PUBLIC WORKS, FISCAL YEAR 2018 BUDGET.”

The purpose of the proposed resolution is to amend the FY 2018 Budget within the Department of the Public Works by transferring \$100,000 from the Engineering Program, General Fund, Category A (Salaries) to Category B (Operations) for unanticipated expenditures resulting from flooding and storm damage.

The proposed resolution references Section 7 of the General Budget Provisions in the FY 2018 Budget, which restricts disbursements for each program by category of use, with allocations specified for: (a) salaries, premium pay, or reallocation pay (Category A); (b) operations or services (Category B); and (c) equipment (Category C).

The Director of Public Works said the savings from salaries is because of vacant positions in the Engineering Program. He said the Department is working to fill the vacant positions.

The Director said the Engineering Program’s budget is responsible for all repair and maintenance costs for the Kalana O Maui campus. He said the proposed transfer of funds may be used for operational costs

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relating to the elevators, air conditioning, and other emergency repair and maintenance requirements. The Director expressed concern that if funds are not transferred from Category A (Salaries) to Category B (Operations), the Department may not be able to respond to any emergency work that may arise prior to the end of the fiscal year.

He said funds from Category B (Operations) were previously expended for the flooding that occurred in the basement of the Old Wailuku Courthouse building, the replacement components of the compressor for the Kalana Pakui building, electrical work for the offices on Kaohu Street (old Miyahira property), and the erosion on Lower Honoapiilani Road.

Your Committee voted 8-0 to recommend adoption of the proposed resolution. Committee Chair Hokama, Vice-Chair White, and members Atay, Carroll, Cochran, Crivello, Guzman, and Sugimura voted "aye." Committee member King was excused.

Your Committee is in receipt of a revised proposed resolution, approved as to form and legality by the Department of the Corporation Counsel, incorporating nonsubstantive revisions.

Your Budget and Finance Committee **RECOMMENDS** that Resolution _____, attached hereto, entitled "AUTHORIZING THE TRANSFER OF AN UNENCUMBERED APPROPRIATION BALANCE WITHIN THE DEPARTMENT OF PUBLIC WORKS, FISCAL YEAR 2018 BUDGET," be ADOPTED.

This report is submitted in accordance with Rule 8 of the Rules of the Council.



RIKI HOKAMA, Chair

Resolution

No. _____

AUTHORIZING THE TRANSFER OF AN UNENCUMBERED
APPROPRIATION BALANCE WITHIN THE
DEPARTMENT OF PUBLIC WORKS,
FISCAL YEAR 2018 BUDGET

WHEREAS, Section 9-10(2) of the Revised Charter of the County of Maui (1983), as amended ("Charter"), provides that, upon written request of the Mayor, part or all of any unencumbered appropriation balance may be transferred within a department by resolution or from one department to another by ordinance; and

WHEREAS, Section 7 of the General Budget Provisions in Ordinance No. 4456, Bill No. 65 (2017), Draft 1, as amended, ("Fiscal Year 2018 Budget"), states that, unless otherwise provided, appropriations for each program may be disbursed for the following categories of use: (a) salaries, premium pay, or reallocation pay, (b) operations or services, and (c) equipment; provided the disbursement is within the program and category of use for which it was appropriated; and

WHEREAS, Section 3.B.15. of the Fiscal Year 2018 Budget, relating to the Department of Public Works, sets forth appropriations for Engineering Program, General Fund; and

WHEREAS, pursuant to Section 9-10(2) of the Charter, Mayor Alan M. Arakawa has submitted a written request to transfer an unencumbered appropriation balance of \$100,000 from the Engineering Program, General Fund, Category A (Salaries), to the Engineering Program, General Fund, Category B

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(Operations), in order to disburse \$100,000 for operations from the appropriate category; now, therefore,

BE IT RESOLVED by the Council of the County of Maui:

1. That, pursuant to Section 9-10(2) of the Charter and Section 7 of the General Budget Provisions, and in accordance with the Fiscal Year 2018 Budget, it does hereby authorize the transfer of an unencumbered appropriation balance of \$100,000 from the Engineering Program, General Fund, Category A (Salaries), to the Engineering Program, General Fund, Category B (Operations) in order to disburse \$100,000 for operations; and

2. That certified copies of this resolution be transmitted to the Mayor, Director of Finance, Budget Director and Director of Public Works.

APPROVED AS TO FORM AND LEGALITY:



JEFFREY UEOKA
Deputy Corporation Counsel
County of Maui