

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

October 19, 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 October 2, 2018, makes reference to County Communication 18-328, from the Budget Director, transmitting the following:

1. A proposed bill entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2019 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO ESTIMATED REVENUES; DEPARTMENT OF FINANCE, COUNTYWIDE, OTHER PROJECTS, COUNTYWIDE EQUIPMENT; TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS; AND TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)" ("Budget bill").

The purpose of the proposed bill is to amend the Fiscal Year ("FY") 2019 Budget by 1) decreasing Bond/Lapsed Bond in the amount of \$145,000; 2) amending Section 4.B.1.a.(1)(i), Department of Finance, Countywide, Other Projects, Bond Fund, Countywide Equipment, by a) decreasing the appropriations for four automated refuse trucks for Central Maui, West Maui, and Makawao by \$150,000 and one roll-off truck for the Central Maui Landfill ("CML") by \$10,000, and b) increasing the appropriation for one wheel-loader for the CML by \$15,000; and 3) adjusting the totals accordingly.

2. A proposed bill entitled "A BILL FOR AN ORDINANCE AMENDING ORDINANCE NO. 4858, BILL NO. 54 (2018), RELATING TO THE ISSUANCE OF GENERAL OBLIGATION BONDS OF THE COUNTY OF MAUI ISSUANCE, SALE AND DELIVERY OF SAID BONDS (COUNTYWIDE EQUIPMENT)."

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

Page 2

Committee
Report No. _____

The purpose of the proposed bill is to amend the FY 2019 general obligation bond authorization ordinance by decreasing the appropriation under the Department of Finance, Countywide, Other Projects, Countywide Equipment by \$145,000, for equipment for the Solid Waste Operations Program.

3. A proposed bill entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2019 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO APPENDIX C – CAPITAL IMPROVEMENT PROJECTS, DEPARTMENT OF FINANCE, COUNTYWIDE, COUNTYWIDE EQUIPMENT" ("Appendix C bill").

The purpose of the proposed bill is to amend the FY 2019 Budget, Appendix C, Capital Improvement Projects, by revising the appropriations under the Department of Finance, Countywide, Countywide Equipment, for the Department of Environmental Management, Solid Waste Operations Program, by 1) reducing the appropriations for four automated refuse trucks for Central Maui, West Maui, and Makawao, by \$150,000 and one roll-off truck for the CML by \$10,000; 2) increasing the appropriation for one wheel-loader for the CML by \$15,000; and 3) decreasing the total appropriation by \$145,000.

4. Documents entitled "BID RESULTS COUNTY OF MAUI DEPARTMENT OF FINANCE – PURCHASING DIVISION."

The Deputy Director of Environmental Management said three bid proposals were issued for the equipment for the Solid Waste Division and each proposal received only one bid each. The Budget Director said the bid results for the equipment netted a saving of \$145,000 from the Bond Fund for FY 2019.

Your Committee notes the only bidder for the four automated refuse trucks and one roll-off truck was HT&T Truck Center who submitted a bid

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

Page 3

Committee
Report No. _____

of \$1,689,735.16 and \$268,914.93 respectively. The sole bidder for the wheel-loader was Hawthorne Pacific for \$514,762.33.

Although your Committee acknowledged the net savings of \$145,000 for the equipment, your Committee expressed concern that the specifications for the equipment may be too specific; therefore, limiting the number of bidders. Your Committee suggested the specifications be more generalized to allow more participation through the competitive bid process.

Your Committee voted 7-0 to recommend passage of the proposed bills on first reading and filing of the communication. Committee Chair Hokama, Vice-Chair White, and members Atay, Crivello, Guzman, King, and Sugimura voted "aye." Committee members Carroll and Cochran were excused.

Your Committee is in receipt of a revised proposed Budget bill and a revised proposed Appendix C bill, approved as to form and legality by the Department of the Corporation Counsel, incorporating nonsubstantive revisions that take into account prior amendments to the FY 2019 Budget.

Your Budget and Finance Committee **RECOMMENDS** the following:

1. That Bill _____ (2018), as revised herein and attached hereto, entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2019 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO ESTIMATED REVENUES; DEPARTMENT OF FINANCE, COUNTYWIDE, OTHER PROJECTS, COUNTYWIDE EQUIPMENT; 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 _____ (2018), attached hereto, entitled "A BILL FOR AN ORDINANCE AMENDING ORDINANCE NO. 4858, BILL NO. 54 (2018), RELATING TO THE ISSUANCE OF

COUNCIL OF THE COUNTY OF MAUI
BUDGET AND FINANCE COMMITTEE

Page 4

Committee
Report No. _____

GENERAL OBLIGATION BONDS OF THE COUNTY OF MAUI
ISSUANCE, SALE AND DELIVERY OF SAID BONDS
(COUNTYWIDE EQUIPMENT)," be PASSED ON FIRST
READING and be ORDERED TO PRINT;

3. That Bill _____ (2018), as revised herein and attached hereto, entitled "A BILL FOR AN ORDINANCE AMENDING THE FISCAL YEAR 2019 BUDGET FOR THE COUNTY OF MAUI AS IT PERTAINS TO APPENDIX C – CAPITAL IMPROVEMENT PROJECTS, DEPARTMENT OF FINANCE, COUNTYWIDE, COUNTYWIDE EQUIPMENT," be PASSED ON FIRST READING and be ORDERED TO PRINT; and
4. That County Communication 18-328 be FILED.

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



RIKI HOKAMA, Chair

bf:cr:18170aa:mmmy

ORDINANCE NO. _____

BILL NO. _____ (2018)

A BILL FOR AN ORDINANCE AMENDING
THE FISCAL YEAR 2019 BUDGET FOR THE COUNTY OF MAUI
AS IT PERTAINS TO ESTIMATED REVENUES;
DEPARTMENT OF FINANCE, COUNTYWIDE,
OTHER PROJECTS, COUNTYWIDE EQUIPMENT;
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. 4861, Bill No. 57 (2018), as amended, "Fiscal Year 2019 Budget", is hereby amended as it pertains to Section 2, Estimated Revenues, by decreasing Bond/Lapsed Bond in the amount of \$145,000; and by decreasing Total Estimated Revenues in the amount of \$145,000, to read as follows:

"ESTIMATED REVENUES"

FROM TAXES, FEES AND ASSESSMENTS:

Real Property Taxes		321,907,576
Circuit Breaker Adjustment		(421,854)
Charges for Current Services		149,631,691
Transient Accommodations Tax		23,484,000
Public Service Company Tax		7,500,000
Licenses/Permits/Others		39,500,999
Fuel and Franchise Taxes		24,311,000
Special Assessments		7,602,000
Other Intergovernmental		19,698,000

FROM OTHER SOURCES:

Interfund Transfers		38,485,216
Bond/Lapsed Bond	[71,755,000]	<u>71,610,000</u>
Carryover/Savings:		
General Fund		20,254,424
Sewer Fund		4,494,008
Highway Fund		10,318,711
Solid Waste Management Fund		3,135,751
Golf Fund		419,510
Liquor Fund		945,163
Bikeway Fund		11,733
Water Fund		<u>17,385,400</u>

TOTAL ESTIMATED REVENUES	[760,418,328]	<u>760,273,328"</u>
--------------------------	---------------	---------------------

SECTION 2. Fiscal Year 2019 Budget is hereby amended as it pertains to Section 4.B.1.a.(1)(i), Department of Finance, Countywide, Other Projects, Bond Fund, Countywide Equipment, by decreasing the appropriation for four automated refuse trucks for Central Maui, West Maui and Makawao by \$150,000 and one roll-off truck for the Central Maui Landfill by \$10,000, and increasing the appropriation for one wheel-loader for the Central Maui Landfill by \$15,000, to read as follows:

<u>PROJECT TITLE</u>	<u>APPROPRIATION</u>
"B. Department of Finance	
1. Countywide	
a. Other Projects	
(1) Bond Fund	
(i) Countywide Equipment	[4,320,000]
(a) Provided, that [\$1,840,000] <u>\$1,690,000</u> shall be for four automated refuse trucks: one each for Central Maui and West Maui and two for Makawao.	<u>4,175,000"</u>
(b) Provided that [280,000] <u>\$270,000</u> shall be for one roll-off truck for residential drop-off at the Central Maui Landfill.	
(c) Provided, that \$1,700,000 shall be for two 1500 GPM pumper trucks, one each for Kihei and Napili Stations.	
(d) Provided, that [\$500,000] <u>\$515,000</u> shall be for one wheel-loader for the Central Maui Landfill.	

SECTION 3. Fiscal Year 2019 Budget is hereby amended as it pertains to the Total Capital Improvement Project Appropriations to reflect a decrease of \$145,000, to read as follows:

"TOTAL CAPITAL IMPROVEMENT PROJECT APPROPRIATIONS	[161,348,792]	<u>161,203,792"</u>
---------------------------------------------------	---------------	---------------------

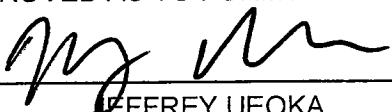
SECTION 4. Fiscal Year 2019 Budget is hereby amended as it pertains to the Total Appropriations (Operating and Capital Improvement Projects) to reflect a decrease of \$145,000, to read as follows:

"TOTAL APPROPRIATIONS (OPERATING AND CAPITAL IMPROVEMENT PROJECTS)	[760,418,328]	<u>760,273,328"</u>
--------------------------------------------------------------------	---------------	---------------------

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. ____ (2018)

A BILL FOR AN ORDINANCE AMENDING ORDINANCE NO. 4858,
BILL NO. 54 (2018), RELATING TO THE ISSUANCE OF GENERAL
OBLIGATION BONDS OF THE COUNTY OF MAUI
ISSUANCE, SALE AND DELIVERY OF SAID BONDS
(COUNTYWIDE EQUIPMENT)

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

SECTION 1. Ordinance No. 4858, Bill No. 54 (2018), is amended by amending Section 1 to read as follow:

SECTION 1. Authorization of General Obligation Bonds. Pursuant to Chapter 47, Hawaii Revised Statutes, as amended, and particularly Part I thereof, there are hereby authorized to be issued and sold from time to time general obligation bonds of the County of Maui, State of Hawaii (the "County") in an aggregate principal amount not to exceed ~~[\$68,660,000]~~ \$68,515,000 (the "Bonds"), the proceeds derived from the sale of which shall be used to pay all or part of the cost of appropriations for the public improvements of the County described in Section 2 hereof.

SECTION 2. Disposition of Bond Proceeds. All or any portion of the proceeds derived from the sale of the Bonds or any notes issued in anticipation of the Bonds shall be used to pay all or part of the cost of any of the public improvements listed below in accordance with appropriations contained in the Fiscal Year 2019 Budget, including amendments and supplements thereto, duly approved by the Council of the County (the "Council") for the fiscal year ending June 30, 2019 (the "Fiscal Year 2019 Budget"); provided, however, that pursuant to Section 47-5, Hawaii Revised Statutes, the part of such proceeds which are in excess of the amounts required for the purposes for which the Bonds are initially issued from time to time, or which may not be applied to such purposes, or which the Council deems should not be applied to such purposes, may be applied to finance such other public improvements of the County as the Council shall, by ordinance approved by an affirmative vote of two-thirds of all of its members, determine; and provided further that the actual use and application of the proceeds of Bonds issued pursuant to this ordinance shall not in any way affect the validity or legality of such Bonds. No proceeds of the Bonds shall be applied to any public improvement listed in this section unless and until there shall be a valid appropriation of general obligation bond proceeds in effect for such public improvement. The public improvements provided for or to be provided for in the Fiscal Year 2019 Budget, to be financed with proceeds from the sale of the Bonds, are as follows:

Public Improvements:

Estimated Project Cost

<u>PROJECT TITLE</u>	<u>APPROPRIATION</u>
A. Department of Environmental Management	
1. Hana Community Plan Area	
a. Sanitation	
(1) Hana Landfill Makai Berm Waste Removal	1,000,000
2. Wailuku-Kahului Community Plan Area	
a. Drainage	
(1) Central Maui Landfill Stormwater Management Improvements	750,000
b. Sanitation	
(1) Central Maui Landfill Monitoring Well Design/Construction	500,000
(2) Central Maui Landfill Land Purchase	250,000
(3) Central Maui Landfill Phase III	250,000
B. Department of Finance	
1. Countywide	
a. Other Projects	
(1) Countywide Equipment	[4,320,000] 4,175,000
C. Department of Management	
1. Countywide	
a. Other Projects	
(1) Public Safety Radio System Replacement	1,200,000
2. Wailuku-Kahului Community Plan Area	
a. Government Facilities	
(1) Wailuku Civic Complex	40,000,000
D. Department of Parks and Recreation	
1. Makawao-Pukalani-Kula Community Plan Area	
a. Parks and Recreation	
(1) Waiakoa Gym Improvements	175,000
2. Paia-Haiku Community Plan Area	
a. Parks and Recreation	
(1) Alfred "Flako" Boteilho, Sr. Gym Improvements	1,500,000

3. Wailuku-Kahului Community Plan Area		
a. Parks and Recreation		
(1)	War Memorial Complex Paving Improvements	500,000
E.	Department of Public Works	
1. Countywide		
a. Drainage		
(1)	Countywide Drainage Improvements	1,300,000
b. Road Improvements (and related improvements, beautification, sidewalks, bike paths, drainage, bridge repairs and maintenance, safety and utilities, accessibility for persons with disabilities) including:		
(1)	Countywide Federal Aid Program	2,000,000
2. Hana Community Plan Area		
a. Drainage		
(1)	Mahalawa Bridge Replacement	250,000
b. Road Improvements (and related improvements, beautification, sidewalks, bike paths, drainage, bridge repairs and maintenance, safety and utilities, accessibility for persons with disabilities) including:		
(1)	Kalepa Revetment and Seawall Repairs	500,000
(2)	Maka'alae Road Resurfacing	550,000
3. Kihei-Makena Community Plan Area		
a. Drainage		
(1)	South Maui Drainline Repairs	2,300,000
b. Road Improvements (and related improvements, beautification, sidewalks, bike paths, drainage, bridge repairs and maintenance, safety and utilities, accessibility for persons with disabilities) including:		
(1)	North South Collector Road (Namuau Place to Kulanihakoi Street)	500,000
4. Molokai Community Plan Area		
a. Drainage		
(1)	Kaunakakai Drainage System B	2,000,000
b. Government Facilities		
(1)	Molokai Baseyard	250,000

5. Wailuku-Kahului Community Plan Area

a. Drainage

(1)	Central Maui Drainline Repairs	1,500,000
(2)	Central Maui Drainline Assessment	700,000
(3)	Hauoli Street Drainage Basin & Outlet Repair	1,000,000
(4)	Iao Stream Bank Stabilization at Millyard	500,000

b. Road Improvements (and related improvements, beautification, sidewalks, bike paths, drainage, bridge repairs and maintenance, safety and utilities, accessibility for persons with disabilities) including:

(1)	Waiale Road Improvements (Kaohu Street to Waiinu Road)	150,000
(2)	Kamehameha Avenue at Maui Lani Parkway Intersection Improvements	2,865,000

6. West Maui Community Plan Area

a. Road Improvements (and related improvements, beautification, sidewalks, bike paths, drainage, bridge repairs and maintenance, safety and utilities, accessibility for persons with disabilities) including:

(1)	Front Street Breakwall Repair Fronting Lahaina Center	500,000
(2)	Front Street Deck and Rail Repair Near Lahainaluna Road	700,000

F. Department of Transportation

1. Wailuku-Kahului Community Plan Area

a. Government Facilities


(1)	Central Maui Transit Hub	650,000
-----	--------------------------	---------

The cost of issuance of the Bonds or any series thereof, including without limitation, the initial fee of paying agents and registrars, the fees of financial consultants and bond counsel, the cost of preparation of any Official Statement relating to the Bonds, any notices of sale and forms of bid and the definitive Bonds, and the costs of publication of any notices of sale, may be paid from the proceeds of the Bonds or any series thereof and such costs shall be allocated pro rata to each of the foregoing projects financed from such proceeds.

SECTION 3. Material to be repealed is bracketed. New material is underscored.

SECTION 4. This ordinance shall take effect upon its approval.

APPROVED AS TO FORM
AND LEGALITY:



Deputy Corporation Counsel
County of Maui

2018-0310

2018-09-10 Accompanying Bond FIN Countywide Equipment

ORDINANCE NO. _____

BILL NO. _____ (2018)

A BILL FOR AN ORDINANCE AMENDING
THE FISCAL YEAR 2019 BUDGET FOR THE COUNTY OF MAUI
AS IT PERTAINS TO APPENDIX C - CAPITAL IMPROVEMENT PROJECTS,
DEPARTMENT OF FINANCE,
COUNTYWIDE,
COUNTYWIDE EQUIPMENT

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

SECTION 1. Ordinance No. 4861, Bill No. 57 (2018), as amended, "Fiscal Year 2019 Budget", Appendix C – Capital Improvement Projects, is hereby amended as it pertains to the Department of Finance, by revising the appropriations for equipment purchases for the Department of Environmental Management, Solid Waste Operations Program, to read as follows:

"APPENDIX C - Capital Improvement Projects"		
Capital improvement project funding may not be used for any purpose other than as described in this appendix.		
CBS NO.	PROJECT TITLE/DESCRIPTION	APPROPRIATION
	<u>Department of Finance</u>	
	<u>1. Countywide</u>	
CBS-1218	a. <u>Countywide Equipment</u> [4,320,000]	<u>4,175,000"</u>
	Purchase of equipment. 1) Department of Environmental Management (Solid Waste Operations) in the amount of [\$2,620,000] <u>\$2,475,000</u> for: four (4) Automated Refuse Trucks, one each for Central Maui and West Maui, and two for Makawao [(\$460,000 each)] <u>(\$422,500 each)</u> ; one (1) Roll-off Truck for Residential Drop-off at Central Maui Landfill [(\$280,000)] <u>(\$270,000)</u> ; and one (1) Loader at the Central Maui Landfill [(\$500,000)] <u>(\$515,000)</u> ; and 2) Department of Fire and Public Safety (Fire/Rescue Operations) in the amount of \$1,700,000 for: two (2) 1500 GPM Pumper Trucks for Kihei and Wailuku Fire Stations.	

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

