



**OFFICE OF THE COUNTY AUDITOR**

COUNTY OF MAUI  
2145 WELLS STREET, SUITE 303  
WAILUKU, MAUI, HAWAII 96793  
<http://www.mauicounty.gov/auditor>

January 21, 2021

The Honorable Alice L. Lee, Chair  
and Members of the Council  
County of Maui  
Wailuku, Hawaii 96793

RECEIVED  
2021 JAN 22 PM 2:33  
OFFICE OF THE  
COUNTY CLERK

Dear Chair Lee and Members:

**SUBJECT: COUNTY OF MAUI COMPREHENSIVE ANNUAL  
FINANCIAL REPORT (CAFR) FOR FISCAL YEAR ENDED  
JUNE 30, 2020**

We have received the County of Maui Comprehensive Annual Financial Report ("CAFR") for the Fiscal Year Ended June 30, 2020, submitted by N&K CPAs, Inc., the County's contractor.

Transmitted are 19 copies.

May I request that the CAFR be referred to the appropriate standing committee for discussion and action.

Sincerely,

A handwritten signature in black ink, appearing to read "Lance T. Taguchi".

LANCE T. TAGUCHI, CPA  
County Auditor

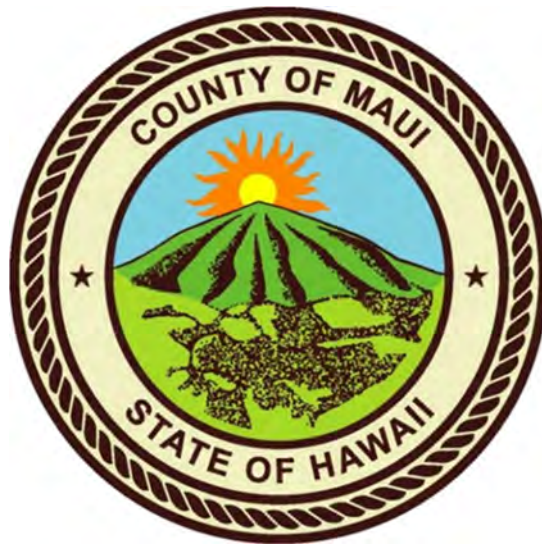
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Enclosure

COUNTY COMMUNICATION NO. 21-84

# **COUNTY OF MAUI**

**STATE OF HAWAII**



## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED  
JUNE 30, 2020**

**Prepared by:  
DEPARTMENT OF FINANCE  
Scott K. Teruya, Director of Finance**

**COUNTY OF MAUI  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

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**COUNTY OF MAUI**  
**INTRODUCTORY SECTION**

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**MICHAEL P. VICTORINO**  
Mayor

**SCOTT K. TERUYA**  
Director

**MAY-ANNE A. ALIBIN**  
Deputy Director



**DEPARTMENT OF FINANCE**

COUNTY OF MAUI  
200 SOUTH HIGH STREET  
WAILUKU, MAUI, HAWAII 96793



December 23, 2020

Honorable Mayor Michael P. Victorino  
Honorable Alice Lee, Chair  
and Members of Maui County Council  
200 South High Street  
Wailuku, Hawaii 96793

Dear Mayor Victorino, Chair Lee and Members of the Maui County Council:

Pursuant to the requirements of the Charter of the County of Maui (1983), as amended ("Charter"), Section 9-13. Audit of Accounts, states:

*"Within six (6) months after the beginning of each fiscal year, the county auditor shall conduct or cause to be conducted an independent financial audit of the funds, accounts, and other evidences of financial transactions of the county and of all operations for which the county is responsible for the audited fiscal year. The audit shall be conducted by a certified public accountant or firm of certified public accountants who have no personal interest, direct or indirect, in the fiscal affairs of the county or any of its operations. The audit shall include both financial accountability and adequacy of the financial and accounting system. If the State makes such an audit, the county auditor may accept it as satisfying the requirements of this section. The scope of the audit shall be in accordance with the terms of a written contract recommended by the county auditor and signed by the council chair as the contracting officer for the legislative branch, which contract shall encourage recommendations for better financial controls and procedures and shall provide for the completion of the audit within a reasonable time after the close of the previous fiscal year. A copy of the audit reports shall be filed with the county clerk and shall be a public record, unless otherwise provided by law."*

*In the case of the death, resignation, or removal of the director of finance, the council shall cause an independent audit to be made of the finance director's accounts."*

The Department of Finance has prepared and hereby issues the Comprehensive Annual Financial Report (CAFR) of the County of Maui ("County") for the Fiscal Year (FY) ended June 30, 2020. This report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of the information presented in this report. To provide a reasonable basis for making



these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the County's assets from loss, theft or misuse, and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with Generally Accepted Accounting Principles ("GAAP"). Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurances that the financial statements will be free from material misstatement. As management, we assert that to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

As required by the Charter, the County's financial statements have been audited by a firm of licensed certified public accountants, N&K CPAs, Inc. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the FY ended June 30, 2020, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the County's financial statements for the fiscal year ended June 30, 2020 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

Since Fiscal Year 2002, the County of Maui has prepared the CAFR using the financial reporting requirements as prescribed by the Governmental Accounting Standards Board ("GASB") Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments. This GASB Statement requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of a Management's Discussion & Analysis (MD&A). This Letter of Transmittal is designed to complement the MD&A and should be read in conjunction with it.

## **THE REPORTING ENTITY AND ITS SERVICES**

The County consists of the inhabited islands of Maui, Molokai and Lanai, and the uninhabited island of Kahoolawe. The County is the second largest of the four counties in the State of Hawaii, with land area of 1,162 square miles, approximately the size of Rhode Island. According to the Maui County Data Book 2019, the population of the County was estimated to be 167,417 in 2019 growing by 95,586 since 1980. The County comprises an estimated 11.82% of the total population and 18.02% of the total land area of the State of Hawaii.

The County provides a broad range of municipal services, including public safety (police, fire and public prosecutor), sanitation, social services, culture and recreation, transportation, planning and zoning, water supply, general administrative services, and the construction and maintenance of streets and highways. This CAFR includes all funds of the County.

The County has operated under the Mayor - County Council form of government since 1969, which is the same form of government as the counties of Kauai and Hawaii, and the City and County of Honolulu. The executive branch of the County is headed by the Mayor, who is elected on a non-partisan basis for a four-year term, and limited to serve two consecutive full terms. The Mayor is the chief executive officer of the County and is responsible for overseeing the day-to-day operations, and has the authority to appoint certain County officials, including department directors. The legislative branch is led by the County Council, which is composed of nine members who are elected at-large, to serve two-year terms and not exceeding more than five consecutive full terms of office. The County Council appoints the County Clerk. Each of the nine council members has residency requirements, one each from the islands of Lanai and Molokai, and seven from the various districts on the island of Maui. The County Council is the policy-making body of the County. Its major functions include approval of the County budget, establishment of all fees, rates, assessments, and taxes, appropriation of funds, establishment of development controls including adoption of the general plan, community plans and zoning, approval of mayoral appointments of department directors, and other related functions.

In the County, as well as in the other counties within the State, there are no subordinate or separate municipal entities. The State government administers the school system, airport, harbors, hospitals, judicial system, and the State highway system. Most non-Federal taxes are administered and collected by the State under Hawaii's highly centralized tax system. The major sources of State revenue are the general excise tax, and the corporate and personal income taxes. There are no State personal or property taxes, local levies for school districts, or special assessments.

The annual budget serves as the foundation for the County's financial planning and control. The Charter requires the Mayor on or before March 25 of each year to submit to the County Council an operating budget for the ensuing fiscal year, a capital program, and an accompanying message. The operating budget and the capital program are prepared by the Mayor and Budget Director with the assistance of the Department of Finance. The operating budget presents a complete financial plan for the current operations of the County and its departments. The capital program contains capital improvements pending or proposed to be undertaken within the ensuing fiscal year and ensuing five fiscal years, together with the estimated cost of each improvement and pending or proposed method of financing. Chapter 46, Hawaii Revised Statutes was amended in 1993 to permit counties to prepare budgets on a one or two-year period. The County Charter provides for one-year budgets.

The County maintains budgetary controls to ensure compliance with legal provisions embodied in the annual budget ordinance approved by the County Council. Activities of the General Fund, special revenue funds, grant revenue, debt service fund, and capital projects fund are included in the annual budget ordinance.

The Mayor holds community meetings to receive input from citizens in the eight community plan areas throughout the County prior to preparing the Mayor's Proposed Budget for the ensuing fiscal year. Upon submission of the proposed budget in March, additional public meetings and hearings are held with the community by the County Council between March and April in the year of submission. The proposed operating budget and capital program are subject to review and amendment by the County Council. If, however, the County Council fails to adopt an operating budget on or before June 10 of a given year, the Charter provides that the operating budget submitted by the Mayor will be deemed enacted as the operating budget for the ensuing fiscal year. The Charter further states that the estimated revenues, proposed expenditures and total appropriations for the ensuing fiscal year shall be equal in amount.

The appropriated budget is prepared by fund, function, department, program, and/or activity. Every appropriation, except for capital improvement projects, lapses at the close of the fiscal year. An appropriation for a capital improvement remains in force until the purpose for which it was made has been accomplished or abandoned. Pursuant to the Charter, an appropriation for a capital improvement will be deemed abandoned six months after the close of the fiscal year to the extent that it has not been expended or encumbered by a written contract. The Charter provides that no payment may be authorized or made and no obligation incurred against the County except in accordance with appropriations duly made.

Departments may make transfers of appropriations between indexes and sub-objects within a budgeted program. 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, subject to Council approval. Budget-to-actual comparisons for each required governmental fund for which an appropriated annual budget has been adopted are provided in this report under the Required Supplementary Information and Other Supplemental Information sections. In addition, detailed revenue and appropriation schedules for major and non-major funds are presented in the Other Supplementary Information section of the report.

## **ECONOMIC CONDITION AND OUTLOOK**

Maui County's economy is diversified and driven by several different sectors. The primary economic drivers are visitor-related and government. COVID-19 is having significant adverse health and financial impacts throughout the world, including Maui County. The World Health Organization declared the spread of COVID-19 to be a pandemic, and the Secretary of Health, Education and Welfare of the United States, the Governor of the State of Hawaii and the Mayor of the County have each declared states of emergency. Since the first case of COVID-19 was reported on February 17, 2020, there have been over 19,700 confirmed cases of COVID-19 in the State and over 860 cases of COVID-19 in Maui County. As of December 4, 2020, the State of Hawaii had the third lowest per capita rate of COVID-19 cases in the nation at 1,300 per 100,000 people.

The spread of COVID-19 has had a negative impact on the national and international economy as well as the State's economy. Economic activity in the State has slowed significantly due to the closure of non-essential businesses and the substantial reduction in visitors. Shopping malls were closed for two months, except for markets, drug stores, and take-out food service. Reopening was allowed on a limited basis from May 15, 2020. The impact on the State of Hawaii finances has been severe. The State's costs to respond to the pandemic were not budgeted while tax revenues declined with the suspension of economic activity. The State's Council on Revenues reported in May 2020, that the State tax revenues would decrease an additional 12% or \$2.3 billion for FY 2021. In contrast, the COVID-19 pandemic had a minimal impact on the Maui County's revenues in FY 2020. The reduction of transient accommodation tax was the primary revenue decline. It is likely that the fiscal impact of the COVID-19 pandemic on the County will continue to change as the situation further develops. The fiscal impact will depend on future events outside of the County's control, including actions by the Federal and State governments.

The County of Maui established several financial and emergency relief programs to assist both residents and small businesses impacted by the COVID-19 pandemic through various funding sources such as the County's General Fund and Coronavirus Aid, Relief, and Economic Security (CARES) Act funds. Approximately one-third of the \$67.0 million allocated CARES Act funding was budgeted to support grants for households, small businesses and childcare. In addition to the federal stimulus and state financial programs, these County programs are intended to help alleviate financial stress to individuals, both residents and businesses, and to support economic activities in the County.

## **Tourism**

With the emergence of COVID-19 in Maui County, tourism took a precipitous fall. From July 2019 through February 2020, the County had a record number of visitors, with an average of 256,176 visitors per month. The highest number recorded was in July 2019 with as many as 313,046 visitors. Additionally, the total number of visitors from July 2019 through February 2020 was 2,049,410 visitors compared to 1,934,342 a year earlier. In March 2020, the visitor count declined to 128,191 with the onset of the COVID-19 pandemic in the County. On March 17, 2020, State of Hawaii Governor David Y. Ige asked visitors to postpone their trips to Hawaii. The State then implemented a mandatory fourteen (14) day self-quarantine for all persons entering the State, as well as inter-island travelers. Consequently, in April, Maui County's visitor arrivals declined by 99.7% compared to the same period for the prior year; a total of 647 visitors was recorded in April 2020.

While the hotels in the County were authorized to remain open for lodging purposes, many of the County's major hotels closed. Maui's hotel occupancy rate in April 2020, the first full month of the quarantine, was 11.0%, a 68% decline from April 2019. Maui's hotel occupancy rate in June 2020 was 7.2%, a 73.4% decline from June 2019. Many in the hospitality industry took advantage of the shutdown to remodel, repair, and upgrade facilities. This renovation effort demonstrated the hospitality industry's commitment to and confidence in the future of Maui County's tourism. Additional data on these renovations and infrastructure investments will be provided in the next section of this report.

## **Construction**

The Third Quarter 2020 Report from the Department of Business, Economic Development, and Tourism (DBEDT) stated that “construction has been one of the steady contributors to job growth in Hawaii over the past few years.” DBEDT identified the construction sector as the only private sector that added jobs in the second quarter of 2020. The DBEDT figures reveal construction authorizations in the first half of calendar year (CY) 2020 grew 30.7% to \$279.0 million, averaging \$139.6 million per quarter.

In May 2020, Maui County implemented an expedited initial review of permits for certain repairs and renovations for businesses that have been fully or partially closed due to COVID-19. This expedited initial review program will remain in effect until further notice. As a result of this program, the value of building permits in FY 2020 increased to \$561.3 million compared to \$542.8 million in FY 2019, an increase of 3.3%. Some major renovation projects during the business closures included the \$28.5 million West Maui Hyatt, \$29 million Kaanapali Beach Hotel, and \$45.7 million Westin Kaanapali Hotel.

Public sector construction projects included \$25.0 million for the County of Maui’s New Service Center in Kahului, \$2.28 million for the Ka Lima O Maui office in Wailuku, \$44.0 million for the Wailuku Civic Complex, and \$12.5 million for the Central Maui Landfill expansion.

## **Jobs and Wages**

Over the past decade, Maui County’s unemployment rate has continued to remain lower than the U.S. unemployment rate. The County’s unemployment rate of 2.6% in the first quarter of 2020, prior to the COVID-19 pandemic, compared favorably to the 2.7% unemployment rate for the State in the first quarter of 2020 and for the nation as a whole (3.8% of the same period). Unemployment statistics for the first quarter of 2020 do not reflect the full impact of the COVID-19 pandemic. According to the State’s Department of Labor and Industrial Relations, in July 2020, Maui County’s unemployment rate was 22.6%, which was higher than the State’s unemployment rate of 14.4% and U.S. unemployment rate of 10.2% (all percentages are seasonally adjusted).

The DBEDT projected that “nominal personal income is expected to decrease by 12.1 percent in 2020, then will increase by 5.3 percent in 2021,” indicating an expected improvement as COVID-19 declines and tourism rebounds after 2020.

## **Real Estate**

In early 2020, the Real Estate Association of Maui was quite optimistic about the year ahead. Optimism was driven by low interest rates and low unemployment numbers. Median single home sales price in the first quarter of 2020 increased by 5.6% to \$776,075; \$41,075 higher than in 2019. The same was true for condominiums where the median sales price rose 9.1% to \$555,000; \$230,000 higher than in 2019.

When COVID-19 struck the State, in March and April, 2020, the number of real estate closings increased while the median sales price for single family homes decreased by 7.9%. In April 2020, the median sales price for a single family home was \$754,523; \$64,977 lower than in April 2019. Noteworthy, the median sales price of condominiums during April 2020 increased by 35.6 % to \$602,494, which was \$158,050 higher than in April 2019.

In May 2020, real estate sellers showed concern about a resurgence in COVID-19 cases and thereby, decreased single family home listings by 5.8%. Alternatively, new listings for condominiums increased by 24.4% in May.

In June 2020, the Realtor's Association of Maui reported that real estate sellers remained reluctant to list homes while buyers were still interested in investing in Maui real estate, resulting in a strengthening real estate market. New listings increased by 3.2% for single family homes and 18.4% for condominiums. The median sales price increased by 1.5% to \$761,500 for single family homes while condominium prices decreased by 9.2% to \$503,000 in June 2020.

Overall, in the first half of CY 2020, real estate sales prices were less affected by COVID-19 than other sectors of Maui's economy. During the first half of CY 2020, real estate listings decreased by 18.0% from CY 2019, dropping from 818 in CY 2019 to 671 in CY 2020. Alternatively, in CY 2020 median single family home prices, increased by 3.4% compared to the first half of CY 2019, by \$25,173 to \$765,173 in CY 2020. Results in the condominium market were similar with a decline in new listings by 5.8% in the first half of CY 2020, decreasing from 995 in CY 2019 to 937 in CY 2020. Median sales prices for condominiums, like single family homes, increased from the first half of CY 2019 by 5.8% or \$45,500, to \$569,500 in CY 2020.

## **MAJOR INITIATIVES AND ACHIEVEMENTS**

**For The Year.** During FY 2020, the County saw a 72.3% increase in the net position of governmental activities. The County's total revenue increased by 6.3%, while total expenditures also increased by 8.9%. Revenue increases were primarily due to increased real property tax collections associated with higher property valuations and higher taxes in all but three real property tax classifications, increases in charges for services mainly due to sewer collection fees and increases in operating grants and contributions due to federal pass through grants. Expenditure increases were primarily in the functional areas of General Government, Social Welfare, Public Safety, Culture and Recreation, Sanitation and interest on long-term debt. Expenditure increases were primarily attributed to required employer pension contributions, health care premiums and other post-employment benefits.

Below are the County's achievements in the past fiscal year aligned with the Administration's five strategic goals:

*An Affordable, Healthy, and Thriving Community.* Collaborative efforts and innovative planning continue to lead to action and progress in addressing Maui's lack of attainable housing for working families. Additionally, the Administration prioritizes the need for quality recreational opportunities to support a healthy and thriving community. This responsibility touches many areas and departments of the County government such as the following:

- Assisted with placement of 456 individuals and family household members into permanent housing utilizing the County Homeless Coordinated Entry System (*Housing and Human Concerns*).

- Secured HOME tenant-based rental assistance (TBRA) funding to facilitate urgent housing assistance to the communities and families experiencing financial hardship to address the effects of the COVID-19 pandemic. The program received over 300 inquiries and over 180 applications and assisted 157 individuals being housed with all funding committed within 90 days (*Housing and Human Concerns*).
- Establishment of an Attainable Housing for Maui Nui Taskforce (*Management*).
- Installation of safety nets at the Central Maui Regional Sports Complex (*Parks and Recreation*).
- Completion of the new South Maui Community Park Gymnasium, a 31,858 square feet space, with bleacher seating for more than 1,000 people and 170 parking stalls. Total cost was approximately \$21.6 million (*Parks and Recreation*).
- Expanded recreation programming to offer new activities for the community such as open gym night for free play basketball at the new South Maui Gymnasium, movie in the park in various districts, an adult coed kickball league in the West Maui District, a senior bingo program and a youth after-school board game program in the Molokai District (*Parks and Recreation*).
- Completion of planning and design for the Transit Hub project, a relocation to the new site off Vevau Street at the Kahului Civic Center (*Transportation*).
- Recipient of \$9.6 million Federal Transit Administration grant to be used for the purchase of new hybrid and diesel buses for public transportation services (*Transportation*).

*A Strong, Diversified Economy.* Maui County's main economic engine is tourism. Ongoing efforts are continuous in managing the economic growth and impacts despite downturns in the tourist industry due to the COVID-19 pandemic. The County promotes a diversified economy by supporting existing businesses, growth in the technology and agriculture sectors and innovative approaches to a hyper-connected global community.

- Installation of the new HCM system, Workday (*Management*).
- Maui County's largest products show, the 6<sup>th</sup> Annual Hawaiian Airlines Made In Maui County Festival, was held in November 2019. The festival had approximately 9,200 attendees with 28% of those being visitors and registered 600 wholesale buyers and distributors. Participating vendors reported 38,508 items sold with over \$656,799 in retail sales. This also resulted in over 323 new wholesale accounts (*Office of Economic Development*).

*An Environmentally Responsible and Sustainable Community.* Mayor Victorino's vision guides stewardship of Maui County for our residents and visitors –and for future generations to come. Protecting our environment and planning for a sustainable future promotes health and well-being of residents and the economy.

- Implementation of "Wishcycling-Recycle Right" and "BYO!" media campaigns to promote and educate use of reusable items and deter use of single-use plastics, along with a propane container collection program (*Environmental Management*).

- Adoption and creation of expansion positions to assist with establishment of a Land Management section for the County, to maximize the use of County-owned lands through effective land management (*Department of Finance*).
- All three islands within the County are on schedule to meet the State's 100% Renewable Portfolio Standard (RPS) to stabilize energy prices and reduce financial dependence and associated commodity risks of imported fossil fuels by 2045 (*Office of Economic Development*).
- Acquisition of 262 acres for an Upcountry Agriculture Park with long-term agricultural leases (*Office of Economic Development*).

*Well-Planned Public Infrastructure.* The County's strategic goal is to build and maintain infrastructure owned and or managed by the County to effectively serve future generations. The Administration effectively prioritizes infrastructure improvements to be forward-thinking and fiscally responsible. A sampling of these far ranging projects is highlighted below:

- Completion of the design of the Central Maui Landfill (CML) Phase IIIA project (*Environmental Management*).
- Completion of the Makai Hana Landfill Clean-Up and Closure project, which entailed the removal of municipal solid waste from outside the Hana Landfill limits. A large portion of the removed waste has been recycled or made available for re-use (*Environmental Management*).
- Completion of the Waiehu Golf Course renovation project (*Parks and Recreation*).
- Completion of the following major projects: Kokomo Road and Makawao Avenue Pavement Reconstruction, North Shore Greenway Phase IV, Pavement Rehabilitation of Various South Maui Roads, Makawao Avenue and Haleakala Highway Intersection Improvements and Kahului Drainline Replacement (*Public Works*).
- Implementation of a four-year program for small meter replacement. The new meters work in conjunction with cellular transponders so customers may view their daily consumption via the internet (*Water Supply*).
- Installation of the last sodium hypochlorite on-site generation system of the six treatment facilities. Overall, the County distributed approximately 11.3 million gallons of clean water to customers daily, or over four billion gallons in the last fiscal year (*Water Supply*).
- Replaced over two miles of pipe in the last fiscal year in various areas such as Hana, Molokai, Upcountry, Central Maui and West side (*Water Supply*).

*A Prepared, Safe and Livable County.* The County has committed to being "prepared, safe, and livable." Hardworking leadership and employees, including public works, police, fire and emergency management, continue to uphold this commitment. Whether it is responding to a natural disaster, creating policies and plans for the future, or providing guidance and information to the public, Maui County is committed to ensuring the safety and well-being of its citizens.

- Establishment of an online processing system for inter-island quarantine travel (*Management*).
- Graduated 27 new recruits from the Fire Fighter Trainee 35<sup>th</sup> recruit class (*Fire*).



- Reviewed over 2,000 building permit plans and issued 754 firework permits during the fiscal year (*Fire*).
- Issued new safety goggles that offer the highest safety compliance standards in the industry, for personnel assigned to operations (*Fire*).
- In joint efforts with the State of Hawaii Airport Rescue Fire Fighters (ARFF), the County secured approximately 8,000 square feet of building close to the Kahului airport to conduct most of hands-on training (*Fire*).
- Revision of Maui County Code to allow police officers to tow vehicles operated by drivers who are arrested for driving under the influence, driving without a license or driving after their license is suspended or revoked for impaired driving (*Police*).
- Graduated 33 new recruits from the Police 88<sup>th</sup>, 89<sup>th</sup> and 90<sup>th</sup> recruit classes, respectively (*Police*);
- Implementation of Critical Outreach and Response through Education (CORE) Unit. The CORE Unit works with representatives from multiple agencies to offer services to persons who are homeless and have committed non-violent crimes that might otherwise result in an arrest (*Police*).
- Implementation of Employee Wellness Program, which includes an application that offers information on mental health issues and contains contracts for mental health providers, contact numbers for the Peer Support Team, and police chaplains (*Police*).

**For The Future.** The County has a long history of fiscal prudence with a cost of government lower than many comparable municipalities. The County continues to strive towards its goal of long term financial stability and sustainability while maintaining the necessary levels of service for the community. This conservative and responsible approach has paid dividends as the County's financial strength has led to bond ratings that are the highest of any governmental agency in the State of Hawaii, despite the economic downturn due to the COVID-19 pandemic. The Department of Finance's near-term goal is to work continuously with the administration, the Budget Office, and the County Council to pass formal policies on contingency planning, specifically as it relates to the County's financial emergencies. This includes a requirement to annually appropriate funds towards the Emergency Fund, with a minimum level in an attempt to build fund balances that will allow the County to recover funds more quickly or more effectively in the event of a natural disaster or state emergency. It is the current goal to fund its Emergency Fund to a level equal to 20% of annual General Fund expenditures through the prudent management of its fiscal resources. At June 30, 2020, the Emergency Fund balance stood at \$44.0 million. Additionally, the County continued with its responsible reserve strategy through its appropriation of \$14.3 million to the Affordable Housing Fund and \$22.2 million to the State of Hawaii Employer-Union Health Benefits Trust Fund (EUTF) in FY 2020.

In consideration of the County's current and future needs, strategic and long-range plans are being developed and continue to be reviewed and modified as required. Many factors are evaluated in the development of these plans, including revenue forecasting, rate of growth, inflationary factors, debt levels and costs, aging infrastructure replacement and expanding community needs. Additionally, the County is closely monitoring actual revenues collected on a monthly basis to determine if the estimated revenues for the current and ensuing fiscal years need to be revised due to the financial impacts of the COVID-19 pandemic.

Since 2013, the County's budget process focuses on a results-based budgeting (RBB) method to more fully integrate budget to programs. RBB uses a practical and common sense approach that communicates why County government departments exist, what work is performed and how well, and the amount of resources that are devoted to services. While the alignment of the County's budget process to a more prioritized and RBB approach is still in its developmental stages, its goals of making budgetary decisions and the allocation of resources based on key departmental missions, goals, and measures that are strategically aligned and moving forward.

Allocating resources based on what was done in the past no longer stands as adequate justification for budgetary decisions. The alignment of the County's budget to a more prioritized and RBB approach led the budget staff and the various departments to evaluate programs and operational requirements to assure effective and efficient operations. Budgetary decisions were made with a forward-looking, strategic emphasis in keeping with the County Charter Section 3-9, "to promote economy, efficiency and improved service in the transaction of the public business in the legislative and executive branches of the county by: 1) Limiting expenditures to the lowest amount consistent with the efficient performance of essential services, activities, and functions; 2) Eliminating duplication and overlapping of services, activities, and functions; 3) Consolidating services, activities, and functions of a similar nature, and; 4) Abolishing services, activities, and functions not necessary to the efficient conduct of government."

## **OTHER FINANCIAL INFORMATION**

**Debt Management.** The County's debt management policy is a written guideline for the amount and type of debt issued by a state or local government, the issuance process, and the management of a debt portfolio. An effective debt management policy improves the quality of decisions, provides justification for the structure of debt issuance, identifies policy goals, and demonstrates a commitment to long-term financial planning, including a multi-year capital plan. Adherence to a debt management policy signals to taxpayers, rating agencies, and the capital markets that a government is well managed and should meet its financial obligations in a timely manner. The County's fiscal and debt policies have allowed the County to receive the next-to-highest ratings (AA+ and Aa1) from the three qualified bond-rating agencies during its recent general obligation bond issuance in September 2020. The County's debt policy (revised as of May 2013) is in compliance with the Hawaii Revised Statutes (Chapter 47) and the Charter. The general intent of the County's debt policy is that debt is only to be incurred when necessary. The County will confine long-term borrowing to capital assets or equipment that cannot be financed from current financial resources. The County shall borrow only when necessary and utilize pay-as-you-go financing to the extent possible in order to conserve debt capacity. Furthermore, the County does not use debt for operational needs. Beginning in FY 2013, to ensure accuracy and improve efficiency the County engaged the Bank of New York Mellon to act as its paying agent for debt service payments.

**Investment Management.** The County maintains an investment policy (revised October 2018) which governs all financial assets of the County. These funds are accounted for in the County's basic financial statements and include the General Fund, Special Revenue Funds, Capital Improvement Projects Funds, Enterprise Funds, Agency Funds, Debt Service Fund, and any new funds unless specifically exempted. The key objectives for the County's Investment Policy includes: 1) Safety - investments shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio; the objective will be to mitigate credit risk and interest rate risk; 2) Liquidity - the investment portfolio shall remain sufficiently liquid to meet all operating requirements that may be reasonably anticipated; and 3) Yield - the investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the investment risks constraints and liquidity needs. The County's Investment Policy is in conformance with Hawaii Revised Statutes, Chapter 46-50.

In FY 2018, the Maui County Council passed an ordinance amending Chapter 3.08, Maui County Code, by adding a section requiring, among other things, retention of a third-party investment advisor to manage the non-liquid portion of the County's investment portfolio. Effective July 1, 2019, the County awarded the contract to FTN Financial Main Street Advisors, LLC as its investment manager, through June 30, 2022.

**Cash Management.** The primary objectives of the County's cash management and investment program are the safety and preservation of principal, liquidity, and yield. The County employs multiple portfolio accounts that include the General Investment Account Portfolio (GIAP) and various temporary general obligation bond account portfolios that terminate when the funds are fully expended. To ensure the most competitive rates in the GIAP, the cash resources of the individual funds are combined to form a pool of cash and investments, which are then invested over a maturity horizon not to exceed five (5) years. The investment portfolio is composed of obligations of the U.S. government and its agencies, certificates of deposit, and repurchase agreements fully collateralized by obligations of the U.S. government or its agencies, and short-term notes. Interest and investment earnings on a government wide basis during FY 2020 was nearly \$7.3 million, roughly \$0.7 million less than earned in FY 2019. The decrease in the average portfolio earnings from 2.19% in June 2019 to 1.99% in June 2020 can be attributed to the following: 1) Yield curve dropped precipitously (i.e. 5-year Treasury note dropped from 1.73% in June 2019 to 0.29% in June 2020); 2) Shortening of the portfolio investment horizon in anticipation of the potential negative impact of COVID-19 on future real property tax collection, and; 3) Redemption of many higher interest paying callable securities as the market interest rate dropped. In addition to losing the original high interest rate, the proceeds were reinvested at the lower current market rate.

**Real Property Tax.** Real property assessed values of \$51.1 billion increased by 4.8% during FY 2020, while real property tax collections of \$358.9 million increased by 11.9%, reflecting tax rate increases adopted by the County Council. Maui County's assessed real property values in FY 2020 surpassed the previous peak valuation level experienced during FY 2010, further confirmation that the local economy has fully rebounded from the effects of the economic downturn in 2009.

## AWARDS AND ACKNOWLEDGMENTS

**Award.** The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its CAFR for the fiscal year ended June 30, 2019. This is the thirty-seventh consecutive year that the County has received this prestigious award.

To receive the Certificate of Achievement, the government entity must publish an easily readable and efficiently organized CAFR whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We have ensured that the GFOA standards have been adhered to and believe that the current report, which will be submitted to the GFOA, continues to conform to the Certificate of Achievement Program requirements.

**Acknowledgements.** The preparation of this report could not have been accomplished without the commitment and dedicated service of the entire staff of the Department of Finance, and the cooperation of the other County agencies and departments. I wish to express my appreciation to all members of the Department of Finance and to the auditors, N&K CPAs, Inc. who assisted and contributed to its efficient preparation and extensive compilation. We also thank the Honorable Mayor Michael P. Victorino and the Maui County Council for their interest, trust, and support in the progressive strategic planning and conduct of the financial operations of the County.

Respectfully Submitted,



SCOTT K. TERUYA  
Director of Finance



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**County of Maui  
Hawaii**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2019

*Christopher P. Morill*

Executive Director/CEO

# COUNTY OF MAUI

## ELECTED OFFICIALS AND DEPARTMENT HEADS June 30, 2020

### ELECTED OFFICIALS

#### ADMINISTRATIVE

##### **Mayor**

Michael P. Victorino

#### LEGISLATIVE

##### **Councilpersons**

Council Chair

Alice L. Lee

Council Vice-Chair

Keani Rawlins-Fernandez

Presiding Officer Pro Tempore

Tasha Kama

Riki Hokama  
Kelly T. King  
Michael J. Molina

Tamara Paltin  
Shane M. Sinenci  
Yuki Lei K. Sugimura

### APPOINTED DEPARTMENT HEADS

Director of Council Services

Traci Fujita

County Clerk

Kathy Kaohu

Managing Director

Sananda Baz

Corporation Counsel

Moana Lutey

Prosecuting Attorney

Don Guzman

Director of Finance

Scott Teruya

Director of Environmental Management

Eric Nakagawa

Director of Public Works

Rowena Dagdag-Andaya

Director of Parks & Recreation

Karla Peters

Fire Chief

David Thyne

Planning Director

Michele McLean

Director of Personnel Services

David Underwood

Director of Housing & Human Concerns

Lori Tsuhako

Director of Transportation

Marc Takamori

Director of Water Supply

Jeffrey Pearson

Chief of Police

Tivoli Faaumu

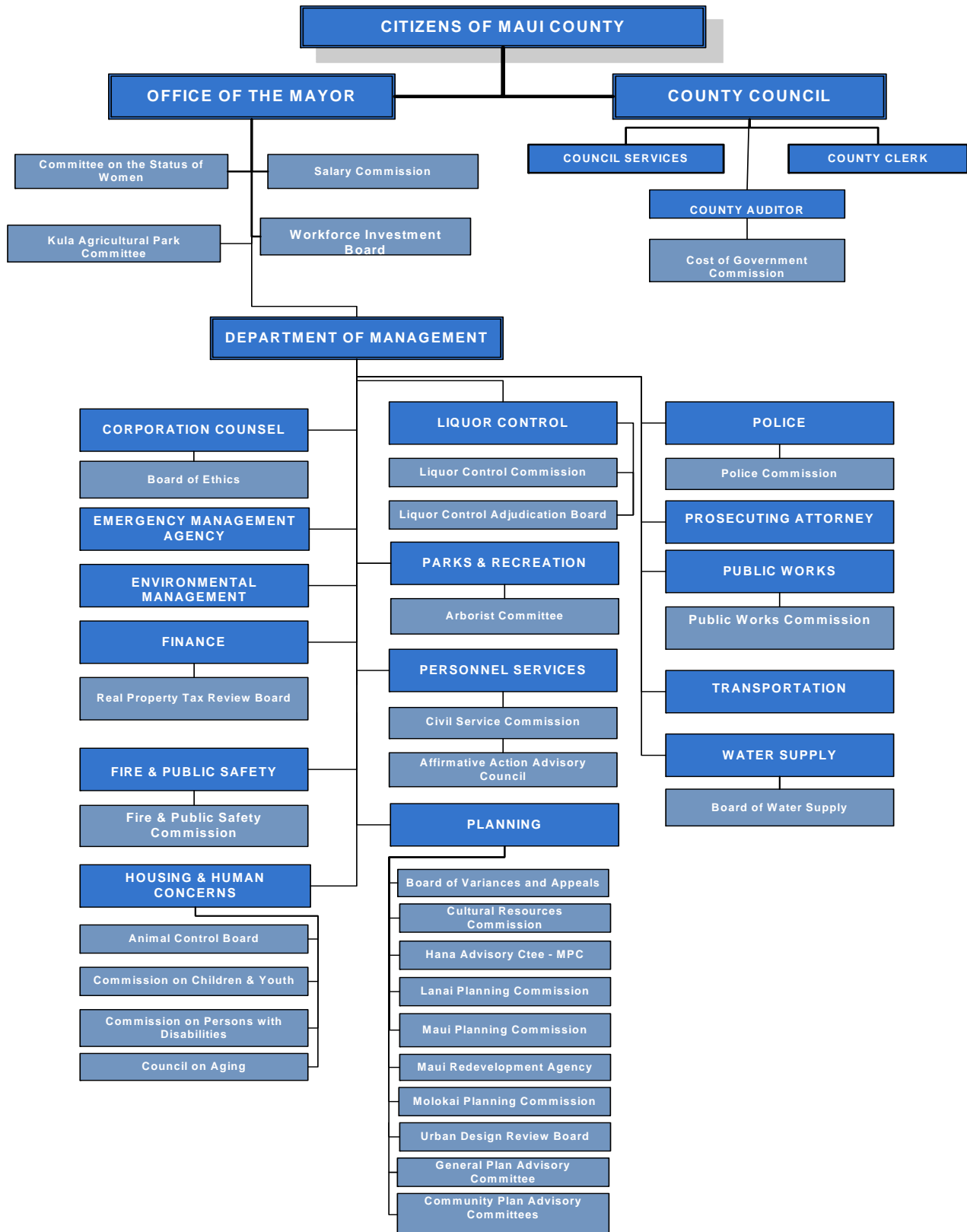
Director of Liquor Control

Vacant

County Auditor

Lance Taguchi

# ORGANIZATION CHART





**MICHAEL P. VICTORINO**  
MAYOR



**SANANDA BAZ**  
Managing Director



**JOSIAH NISHITA**  
Deputy Managing Director



**TYSON MIYAKE**  
Chief of Staff



**MICHELE YOSHIMURA**  
Budget Director



**JOANN INAMASU**  
Economic Development  
Director



**JOSEPH PONTANILLA**  
CDBG Coordinator



**BRIAN PERRY**  
Communications Director



**HERMAN ANDAYA**  
Emergency Management  
Officer

Department of the Corporation Counsel	Department of Environmental Management	Department of Finance	Department of Fire and Public Safety	Department of Housing and Human Concerns	Department of Liquor Control	Department of Parks and Recreation
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**MOANA LUTEY**  
Corporation Counsel



**ERIC NAKAGAWA**  
Director



**SCOTT TERUYA**  
Director



**DAVID THYNE**  
Fire Chief



**LORI TSUHAKO**  
Director



Director



**KARLA PETERS**  
Director



**RICHELLE THOMSON**  
First Deputy



**SHAYNE AGAWA**  
Deputy Director



**MAY-ANNE ALBIN**  
Deputy Director



**BRADFORD VENTURA**  
Deputy Fire Chief



**LINDA MUNSELL**  
Deputy Director



**GEORGETTE TYAU**  
Deputy Director



**JOHN BUCK**  
Deputy Director

Department of Personnel Services	Department of Planning	Department of Police	Department of the Prosecuting Attorney	Department of Public Works	Department of Transportation	Department of Water Supply
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**DAVID UNDERWOOD**  
Director



**MICHELE McLEAN**  
Director



**TIVOLI FAAUMUI**  
Police Chief



**DON GUZMAN**  
Prosecutor



**ROWENA DAGDAG-ANDAYA**  
Director



**MARC TAKAMORI**  
Director



**JEFFREY PEARSON**  
Director



**CYNTHIA RAZO-PORTER**  
Deputy Director



**JORDAN HART**  
Deputy Director



**DEAN RICKARD**  
Deputy Police Chief



**ROBERT RIVERA**  
First Deputy



**JORDAN MOLINA**  
Deputy Director



**MICHAEL DUPONT**  
Deputy Director



**HELENE KAU**  
Deputy Director





**ALICE L. LEE**  
COUNCIL CHAIR  
WAILUKU DISTRICT



**KEANI N. W. RAWLINS-FERNANDEZ**  
VICE CHAIR  
MOLOKAI DISTRICT



**TASHA KAMA**  
PRESIDING OFFICER PRO TEMPORE  
KAHULUI DISTRICT



**RIKI HOKAMA**  
COUNCILMEMBER  
LANAI DISTRICT



**KELLY T. KING**  
COUNCILMEMBER  
SOUTH MAUI DISTRICT



**MICHAEL J. MOLINA**  
COUNCILMEMBER  
MAKAWAO-PAIA-HAIKU DISTRICT



**TAMARA PALTIN**  
COUNCILMEMBER  
WEST MAUI DISTRICT



**SHANE M. SINENCI**  
COUNCILMEMBER  
EAST MAUI DISTRICT



**YUKI LEI K. SUGIMURA**  
COUNCILMEMBER  
PUKALANI-KULA-ULUPALAKUA DISTRICT

**OFFICE OF COUNCIL SERVICES**  
Traci N.T. Fujita, Director  
David Raatz, Supervising Legislative Attorney

**OFFICE OF THE COUNTY AUDITOR**  
Lance Taguchi, County Auditor

**OFFICE OF THE COUNTY CLERK**  
Kathy Kaohu, County Clerk  
James Krueger, Deputy County Clerk

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**COUNTY OF MAUI**  
**FINANCIAL SECTION**

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## INDEPENDENT AUDITOR'S REPORT

Honorable Alice L. Lee, Chair  
and the Members of the Council  
County of Maui  
Wailuku, Hawai'i

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Maui, State of Hawai'i (County), as of and for the fiscal year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information for the County as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 22 through 37), the budgetary comparison schedules for the general fund, highway fund and county funds (pages 91 through 93), and the schedules of proportionate share of the net pension liability (page 95), contributions (pension) (page 96), changes in net OPEB liability and related ratios (page 98), and contributions (OPEB) (page 99) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, the other supplementary information section, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information section is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information section is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2020 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

N&K CPAs, Inc.

Honolulu, Hawai'i  
December 23, 2020

**COUNTY OF MAUI  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2020**

This discussion and analysis of the County of Maui's (the County) basic financial statements provides a narrative overview and analysis of the County's financial activities for the fiscal year ended June 30, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, the basic financial statements, and the accompanying notes to the basic financial statements.

**FINANCIAL HIGHLIGHTS**

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$486.3 million (*net position*).
- The County's total net position increased by \$56.9 million during the current fiscal year.
- As of the close of the fiscal year, the County's governmental funds reported combined ending fund balances of \$333.1 million, which is an increase of \$14.5 million or 4.6% from prior year.
- At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$149.9 million, or 45.4% of total General Fund expenditures.
- The County's total amount of General Obligation (GO) bonds, State Revolving Fund (SRF) loans and other long-term debt outstanding decreased by \$18.4 million during the current fiscal year. This decrease is reflective of the \$29.4 million decrease in GO bonds and the increase of \$10.9 million in SRF loans, net of principal payments.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**COUNTY OF MAUI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**JUNE 30, 2020**

***Basic Financial Statements***

**Government-Wide Financial Statements.** The two government-wide financial statements are designed to provide readers with a broad overview of the County's finances in a manner similar to a private-sector business. They provide a financial overview of the County from the economic resources measurement focus using the accrual basis of accounting.

The ***Statement of Net Position*** presents information on all of the County's assets (including capital assets) and deferred outflows of resources and liabilities (including long-term obligations) and deferred inflows of resources, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The ***Statement of Activities*** presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public safety, sanitation, social welfare, highways and streets, culture and recreation, environmental protection and sustainability and legislative. The County's business-type activities include the Department of Water Supply and the Housing, Interim Financing, and Buy-Back Revolving Fund. Effective July 1, 2019, the Golf Course Special Fund was repealed by County ordinance and any remaining balances transferred to the General Fund.

These government-wide financial statements can be found in the first section of the basic financial statements.

**Fund Financial Statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the County's funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

***Governmental funds.*** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the County's near-term financing requirements. These funds are reported using an accounting method called modified accrual.

**COUNTY OF MAUI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**JUNE 30, 2020**

The County has adopted Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which establishes five fund balance classifications based upon the extent to which a governmental entity is bound to honor constraints on the specific purposes for which amounts in that fund can be spent. The fund balance categories are nonspendable, restricted, committed, assigned, and unassigned.

Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Restricted fund balance includes amounts that are subject to constraint imposed or legally enforceable by external parties. Funds with restrictions imposed by the Hawaii Revised Statutes and the Maui County Charter are examples of such funds of the County. Committed fund balance includes amounts that are subject to constraint created by the County and can only be changed by the County's highest level of formal action. Assigned fund balance includes amounts constrained by the County's intent to be used for specific purposes but are neither restricted nor committed. Lastly, unassigned fund balance includes amounts that have no constraints whatsoever and are available for spending at the County's discretion.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Most of the County's basic services are reported in the governmental funds. The County maintains twelve individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General, Highway, County, Grant, Debt Service, and Capital Improvement Projects, all of which are considered to be major funds. Data from the other six governmental funds are combined into a single, aggregated presentation. Individual fund data from each of these non-major governmental funds is provided in the form of combining statements in the other supplementary information section.

The governmental funds financial statements are located immediately after the government-wide financial statements in the basic financial statements section. The two fund financial statements are the balance sheet and the statement of revenues, expenditures, and changes in fund balances of the governmental funds.



**COUNTY OF MAUI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**JUNE 30, 2020**

**Proprietary funds.** Services for which the County operates similar to a business-type activity are generally reported in proprietary funds. These proprietary funds provide the same type of financial information (long and short-term) as the government-wide financial statements, only in more detail. The County's *enterprise funds* (one type of proprietary fund) are the same as its *business-type activities* reported in the government-wide financial statements.

The financial statements of the two proprietary funds include the statement of net position, the statement of revenues, expenses, and changes in net position, and the statement of cash flows. The proprietary fund financial statements provide separate information for the Department of Water Supply (DWS) and the Housing, Interim Financing, and Buy-Back Revolving Funds. Effective July 1, 2019, the Golf Course Special Fund was repealed by County ordinance and any remaining balances transferred to the General Fund.

The proprietary funds financial statements are the second set of fund financial statements and follow governmental funds financial statements.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The statement of fiduciary net position of the agency funds is the last of the fund financial statements and is found after the proprietary fund financial statements.

**Notes to the Basic Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements are the last section of the basic financial statements.

***Required Supplementary Information (RSI)***

The County adopts an annual appropriated budget for the General Fund, the Highway Fund, and the County Funds. Budgetary comparison schedules have been provided for all these funds to demonstrate compliance with this budget.

The County is a participating employer in a cost-sharing multi-employer pension plan providing pension benefits to all qualified employees administered by the Employee Retirement System. A schedule of the County's proportionate share of the net pension liability and a schedule of contributions (pension) is provided for this pension obligation.

The County is a participating employer in an agent, multiple-employer defined benefit plan providing health care and insurance benefits to all qualified employees and retirees. As described in Note 10, legislation has been enacted to set up an irrevocable trust for the Employer-Union Health Benefits Trust Fund. A schedule of changes in the net other postemployment benefits other than pensions liability (OPEB) and related ratios and schedule of contributions (OPEB) is provided for this postemployment obligation.

These schedules are presented as required supplementary information (RSI), which follows the basic financial statements section.

**COUNTY OF MAUI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**JUNE 30, 2020**

***Other Supplementary Information (OSI)***

This section follows the RSI and displays the individual fund data of the six other non-major governmental funds in combining statements for the balance sheet and statement of revenues, expenditures, and changes in fund balances. These non-major governmental funds are the Liquor Control, Sewer, Bikeway, Solid Waste, Environmental Protection and Sustainability, and Other Assessment Funds. The total of these six non-major funds is included in the *Other Governmental Funds* column in both the balance sheet and the statement of revenues, expenditures, and changes in fund balances for the governmental funds, which are the first two fund financial statements of the basic financial statements section.

Included in the OSI section is the combining statement of changes in assets and liabilities - Agency Funds. In addition, the OSI section includes the budgetary comparison schedule for the Debt Service Fund, as well as the detail fund schedules of revenues - budget and actual and schedules of appropriations, expenditures, and encumbrances for the General, Highway, Sewer, Grant, Solid Waste, Liquor Control, and Capital Improvement Projects Funds.

The last part of the OSI section includes three schedules relating to capital assets used in governmental activities. The first schedule is by type of capital assets and the next two schedules provide details of capital assets followed by function and department.

**COUNTY OF MAUI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**JUNE 30, 2020**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**STATEMENT OF NET POSITION**  
**June 30, 2020 and 2019**  
**(Dollars in Thousands)**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>FY2020</b>	<b>FY2019</b>	<b>FY2020</b>	<b>FY2019</b>	<b>FY2020</b>	<b>FY2019</b>
<b>Assets and Deferred Outflows of Resources:</b>						
Current and other assets	\$ 427,978	\$ 381,590	\$ 123,553	\$ 118,882	\$ 551,531	\$ 500,472
Capital assets	<u>942,613</u>	<u>888,142</u>	<u>375,992</u>	<u>380,491</u>	<u>1,318,605</u>	<u>1,268,633</u>
Total Assets	1,370,591	1,269,732	499,545	499,373	1,870,136	1,769,105
Deferred outflows of resources	<u>183,226</u>	<u>177,879</u>	<u>12,925</u>	<u>13,817</u>	<u>196,151</u>	<u>191,696</u>
Total Assets and Deferred Outflows of Resources	<u>1,553,817</u>	<u>1,447,611</u>	<u>512,470</u>	<u>513,190</u>	<u>2,066,287</u>	<u>1,960,801</u>
<b>Liabilities and Deferred Inflows of Resources:</b>						
Long-term liabilities	433,728	445,262	68,087	71,405	501,815	516,667
Other liabilities	80,975	55,175	7,039	8,735	88,014	63,910
Net pension liability	605,244	553,584	43,113	44,085	648,357	597,669
Net OPEB liability	<u>293,034</u>	<u>289,823</u>	<u>24,007</u>	<u>25,943</u>	<u>317,041</u>	<u>315,766</u>
Total Liabilities	1,412,981	1,343,844	142,246	150,168	1,555,227	1,494,012
Deferred inflows of resources	<u>23,908</u>	<u>35,902</u>	<u>839</u>	<u>1,502</u>	<u>24,747</u>	<u>37,404</u>
Total Liabilities and Deferred Inflows of Resources	<u>1,436,889</u>	<u>1,379,746</u>	<u>143,085</u>	<u>151,670</u>	<u>1,579,974</u>	<u>1,531,416</u>
<b>Net Position:</b>						
Net investment in capital assets	700,382	571,528	312,838	314,194	1,013,220	885,722
Restricted	66,766	50,942	33,108	32,156	99,874	83,098
Unrestricted	<u>(650,220)</u>	<u>(554,605)</u>	<u>23,439</u>	<u>15,170</u>	<u>(626,781)</u>	<u>(539,435)</u>
Total Net Position	\$ <u>116,928</u>	\$ <u>67,865</u>	\$ <u>369,385</u>	\$ <u>361,520</u>	\$ <u>486,313</u>	\$ <u>429,385</u>

At the end of the current fiscal year, the County reported positive balances in two of the three categories of net position both for the government as a whole, as well as for its governmental type activities. Business-type activities reported positive balances in all three categories of net position. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, net position was \$486.3 million at the close of the current fiscal year. This compares with the net position of \$429.4 million from the prior year. Total net position increased by \$56.9 million during the current fiscal year. The governmental activities reflected an increase in net position of \$49.1 million. The business-type activities increased net position by \$7.9 million.

By far, the largest portion of the County's net position is its net investment in capital assets, which is comprised of the County's capital assets (e.g., land, buildings, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's net investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources as the capital assets themselves cannot be used to liquidate these liabilities.

**COUNTY OF MAUI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**JUNE 30, 2020**

An additional portion of the County's net position, 20.5% represents resources that are subject to external restrictions on how they may be used.

Unrestricted net position amounted to a deficit of \$626.8 million at the end of the current fiscal year, with a deficit of \$650.2 million derived from governmental activities and \$23.4 million from business-type activities. The County's unrestricted net position decreased by \$87.4 million as compared to last year.

The County's net investment in capital assets increased by \$127.5 million due to capital improvement projects completed by the County during the current fiscal year. Further discussion on the County's capital assets is provided in the *Capital Assets* within this section.

The County's total amount of GO bonds and SRF loans outstanding decreased by \$18.4 million during the current fiscal year. The decrease is reflective of a \$10.9 million increase in SRF loans and a decrease of \$29.4 million in GO bonds, net of principal payments.

Other long-term obligations increased by \$61.8 million, from \$937.2 million in fiscal year 2019 to \$999.0 million in fiscal year 2020 for governmental activities, and decreased by \$3.1 million from \$72.6 million in the prior fiscal year to \$69.5 million in fiscal year 2020 for business-type activities. The increase in governmental activities is due to a \$54.9 million increase in accrued OPEB and pension liabilities, a \$2.8 million increase in accrued vacation and compensatory time off, a \$2.5 million increase in claims and judgments, an increase of \$1.9 million in landfill closure and postclosure costs, and a decrease of \$0.2 million in accrued pollution remediation costs.

**COUNTY OF MAUI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**JUNE 30, 2020**

**STATEMENT OF ACTIVITIES**  
**For the Fiscal Years Ended June 30, 2020 and 2019**  
**(Dollars in Thousands)**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>FY2020</b>	<b>FY2019</b>	<b>FY2020</b>	<b>FY2019</b>	<b>FY2020</b>	<b>FY2019</b>
<b>Revenues:</b>						
Program Revenues:						
Charges for services	\$ 144,440	\$ 137,186	\$ 68,988	\$ 66,093	\$ 213,428	\$ 203,279
Operating grants and contributions	48,687	44,669	--	--	48,687	44,669
Capital grants and contributions	12,007	16,799	6,245	14,276	18,252	31,075
General Revenues:						
Real property taxes	358,902	320,887	--	--	358,902	320,887
Other taxes	52,707	56,731	--	--	52,707	56,731
Interest and investment earnings (losses), net	12,192	13,231	3,319	3,982	15,511	17,213
Other revenues	129	2,141	--	474	129	2,615
Total Revenues	<u>629,064</u>	<u>591,644</u>	<u>78,552</u>	<u>84,825</u>	<u>707,616</u>	<u>676,469</u>
<b>Expenses:</b>						
Governmental Activities:						
General government	176,001	144,051	--	--	176,001	144,051
Public safety	136,360	132,971	--	--	136,360	132,971
Sanitation	84,487	61,255	--	--	84,487	61,255
Social welfare	65,313	82,425	--	--	65,313	82,425
Highways and streets	62,061	59,449	--	--	62,061	59,449
Culture and recreation	38,937	36,298	--	--	38,937	36,298
Legislative	7,728	8,173	--	--	7,728	8,173
Interest on long-term debt	8,713	7,559	--	--	8,713	7,559
Business-type Activities:						
Water supply	--	--	70,157	63,552	70,157	63,552
Housing	--	--	931	946	931	946
Golf Course Special Fund	--	--	--	3,312	--	3,312
Total Expenses	<u>579,600</u>	<u>532,181</u>	<u>71,088</u>	<u>67,810</u>	<u>650,688</u>	<u>599,991</u>
Increase in Net Position Before Transfers	49,464	59,463	7,464	17,015	56,928	76,478
Transfers	<u>(401)</u>	<u>(2,942)</u>	<u>401</u>	<u>2,942</u>	<u>--</u>	<u>--</u>
Change in Net Position	49,063	56,521	7,865	19,957	56,928	76,478
Net Position - Beginning of Year	<u>67,865</u>	<u>11,344</u>	<u>361,520</u>	<u>341,563</u>	<u>429,385</u>	<u>352,907</u>
Net Position - End of Year	\$ <u>116,928</u>	\$ <u>67,865</u>	\$ <u>369,385</u>	\$ <u>361,520</u>	\$ <u>486,313</u>	\$ <u>429,385</u>

**COUNTY OF MAUI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**JUNE 30, 2020**

**Governmental Activities.** Governmental activities increased the County's net position by \$49.1 million, compared with last year's increase of net position by \$56.6 million. The decrease of \$7.5 million of change in net position over last year is primarily attributable to an increase of \$38.0 million in real property tax, a \$7.3 million increase in charges for services, an increase of \$4.0 million in operating grants and contributions, a \$4.8 decrease in capital grants and contributions, and a \$4.0 million decrease in other taxes; offset by an increase in governmental activities expenses of \$47.4 million and an increase in transfers of \$2.5 million.

The increase in revenues from real property taxes was primarily due to an increase in tax rates in most classifications and an increase in assessed values.

**Business-type Activities.** The two business-type activities increased the County's net position by \$7.9 million, compared with last year's increase of net position by \$20.0 million. The decrease of \$12.1 million in change in net position over last year is primarily attributable to a decrease in capital grant and contributions of \$8.0 million and an increase of \$2.9 million in charges for services grants and contributions; offset by a \$3.3 million increase in business-type activities expenses.

The County of Maui repealed its Golf Fund effective July 1, 2019. All encumbrances, liabilities and remaining fund balance was transferred to the General Fund.

**FINANCIAL ANALYSIS OF THE GOVERNMENTAL FUNDS**

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, the unassigned fund balance may serve as a useful measure of a County's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$333.1 million, representing an increase of \$14.5 million or 4.6% as compared to the prior year. The increase in the governmental funds balance can be attributed to an increase in the General Fund by \$40.9 million, County Funds by \$15.8 million, and Grant Fund by \$0.6 million; offset by a decrease in the Capital Improvement Project Fund by \$41.3 million, a decrease in the Other Governmental Funds of \$1.1 million, and a decrease in the Highway Fund of \$0.4 million.

Approximately \$149.9 million or 45.0% of the total fund balances of the governmental funds is comprised of unassigned funds. Included in unassigned funds is the Emergency Fund balance of \$44.0 million. The remainder of total governmental fund balances of \$183.2 million is comprised of \$79.1 million in restricted funds, \$35.4 million in committed funds, and \$68.7 million in assigned funds. There was a total of \$197.9 million in encumbered governmental funds comprised of \$192.7 million in the major funds and \$5.2 million in the non-major funds.

**COUNTY OF MAUI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**JUNE 30, 2020**

**General Fund.** The General Fund is the chief operating fund for the County. At the end of the current fiscal year, the fund balance of the General Fund was \$191.4 million, which included \$10.1 million in restricted funds, \$0.2 million in committed, \$31.1 million in assigned, and \$149.9 million in unassigned funds. The unassigned fund balance represents 45.4% of total General Fund expenditures, while the total fund balance of the General Fund represents 58.0% of the expenditures. There was a total of \$31.1 million in encumbrances in the General Fund at the end of fiscal year 2020.

The fund balance for the General Fund increased by \$40.9 million during the current fiscal year. This compares with an increase of \$37.0 million during the prior year. Key factors for the increase of \$40.9 million in the General Fund balance this year compared to the prior year are as follows:

- Total revenues increased by \$32.6 million or 8.6% from prior year, largely reflective of increased revenues from taxes of \$37.2 million and licenses of \$1.2 million; offset by decreases in intergovernmental revenues of \$4.0 million and other earnings of \$1.8 million, when compared to prior year.
- Total expenditures increased by \$28.9 million or 9.6% from prior year. The increase is largely due to expenditures of \$20.4 million in General Government, \$3.3 million in Social Welfare, \$2.7 million in Culture and Recreation, and \$2.6 million in Public Safety; offset by a decrease of expenditures of \$0.5 million in Legislative.
- Other Financing Uses, net increased \$0.2 million from the prior year, primarily due to an increase in transfers out to Other Governmental Funds of \$8.7 million and the Debt Service Fund of \$7.9 million; offset by a decrease in transfers out to the Capital Improvement Projects Fund of \$5.0 million and an increase in transfers in from the Special Revenue Funds of \$6.9 million. The \$0.2 million increase in Other Financing Uses, offset by an increase of \$3.7 million in revenues over expenditures resulted in an increase of \$3.9 million in the net change in fund balance from the prior year.

Real property tax is the most significant revenue source for the County. This fiscal year's collection of \$358.9 million represents 58.0% of all the revenues for the County governmental funds. This year's collection increased by \$38.0 million or 11.8% from last year's collection of \$320.9 million. The increase in real property tax collection in fiscal year 2020 was primarily due to increased property tax valuations and tax rate increases for a majority of property classifications.

The property tax valuations for tax rate purposes (tax base) increased from \$48.8 billion in fiscal year 2019 to \$51.2 billion in fiscal year 2020, representing an increase of 4.75%. The tax rates in 2020 slightly increased for the following classifications: Residential from \$5.52 to \$5.60, Commercial from \$7.25 to \$7.39, Industrial from \$7.45 to \$7.48, Conservation from \$6.35 to \$6.43, Hotel & Resort from \$9.37 to \$11.00, Short-term Rental from \$9.28 to \$10.75, Homeowner from \$2.85 to \$2.90, and Commercialized Residential from \$4.55 to \$4.60. There were slight decreases in the Agricultural & Timeshare classifications. The Agricultural rate decreased from \$6.00 to \$5.94 while the Timeshare rate decreased from \$15.41 to \$14.40. The Apartment classification rate remained steady at \$6.31.

**COUNTY OF MAUI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**JUNE 30, 2020**

The Maui County Code allows for twenty-two different tax rates; one for land and one for improvements for each of the eleven different classifications of property. The County however, has been utilizing one rate for both land and improvements. Within the eleven classifications of property, eleven different tax rates are used.

Included in the Taxes category for the General Fund is the public service company tax. This tax, which is levied against public utilities, provides for a tax of 1.885% of the gross income in lieu of real property tax. Collections for the Public Service Company tax were \$8.3 million, representing an increase of \$0.6 million over the prior fiscal year.

**Highway Fund.** At the end of the current fiscal year, the fund balance of the Highway Fund was \$17.7 million, of which the entire amount was restricted. A total of \$4.6 million in the Highway Fund was encumbered at the end of fiscal year 2020.

The revenues in the Highway Fund primarily derived from the Fuel tax (\$15.2 million), Franchise tax (\$9.6 million), Motor vehicle weight tax (\$25.5 million), and Public transit bus fare (\$2.4 million) collectively made up 8.6% (\$52.8 million) of the revenues in the governmental funds. The fiscal year 2020 revenue collection was \$1.3 million less than the previous year due to decreased revenues from the fuel tax of \$1.2 million, motor vehicle license of \$0.7 million, and permit fees of \$0.1 million; offset by an increase in revenue from the franchise tax of \$0.6 million.

The expenditures of \$38.1 million for the Highway Fund was an increase of \$2.3 million or 6.3% from the prior fiscal year.

The total other financing sources (uses) for the Highway Fund increased from (\$19.7) million in fiscal year 2019 to (\$15.2) million in fiscal year 2020. With a beginning fund balance of \$18.1 million, the Highway Fund ended with a fund balance of \$17.7 million, a decrease in fund balance of \$0.4 million.

**County Funds.** At the end of the current fiscal year, the fund balance of the County Funds was \$50.7 million which represented \$30.7 million in restricted funds and \$20.0 million in committed funds. A total of \$14.5 million in the County Funds was encumbered at the end of fiscal year 2020.

The County Funds revenues of \$5.2 million reflect a slight increase of \$0.1 million or 2.2% from last year's revenue collection of \$5.1 million.

The County Funds expenditures of \$6.1 million decreased \$3.9 million or 38.8% from the prior fiscal year, primarily due to a decrease in grant subsidies provided from the Affordable Housing Fund.

The total other financing sources (uses) for the County Funds increased from \$9.2 million in fiscal year 2019 to \$16.8 million in fiscal year 2020. With a beginning fund balance of \$34.8 million, the County Funds ended with a fund balance of \$50.7 million, an increase in fund balance of \$15.8 million from fiscal year 2019 to fiscal year 2020.

**Grant Fund.** Total revenue for the Grant Fund was \$48.2 million, representing an increase of \$4.1 million or 9.3% over last year.

The Grant Fund expenditures in the current fiscal year increased by \$4.6 million or 10.8% compared to the prior year primarily due to the CARES Act related expenditures and the COVID-19 pandemic.



**COUNTY OF MAUI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**JUNE 30, 2020**

**Capital Improvement Projects Fund.** At the end of the current fiscal year, the fund balance of the Capital Improvement Projects (CIP) Fund was \$37.6 million, of which the entire amount was assigned. A total of \$129.3 million in the Capital Improvement Projects Fund was encumbered at the end of the current fiscal year.

Expenditures for capital improvement projects for fiscal year 2020 were \$99.3 million (excluding bond issuance costs). This amount, compared with last year's expenditures of \$118.2 million, represents a decrease of \$18.9 million or 16.0%.

The largest expenditures were reflected in the Government Facilities category of \$23.9 million, which comprised 24.0% of the total CIP Fund expenditures. Capital projects under this category consisted primarily of the New County Service center in the amount of \$15.7 million, Molokai Baseyard Facility Improvements in the amount of \$3.1 million, and Wailuku Civic Complex in the amount of \$2.7 million.

The Roads category had expenditures of \$23.5 million or 23.5% of total expenditures of the CIP Fund. Countywide Road resurfacing projects in the amount of \$3.4 million, Kaupakalua Road Pavement Reconstruction in the amount of \$3.1 million, Kea Street Pavement Reconstruction in the amount of \$1.3 million, North Shore Greenway Phase IV in the amount of \$1.0 million, and Kokomo Road/Makawao Avenue Phase II in the amount of \$1.0 million were the major projects under this category.

The Sewer Systems category had expenditures of \$23.5 million or 23.6% of the total expenditures in the CIP Fund. The Lahaina Wastewater Reclamation Facility Modifications State IA project in the amount of \$7.8 million, South Maui Recycled Water System Expansion in the amount of \$5.8 million, and Napili Wastewater Pump Station for Number 5 and 6 Modifications and Force Main Replacements in the amount of \$1.4 million were the major projects in this category.

Expenditures in the Parks category of \$13.2 million comprised 13.3% of the total expenditures in the CIP Fund. The projects in this category were the War Memorial Complex Paving Improvements and various park system projects in the amount of \$1.2 million each, the South Maui Park Recreation Center in the amount of \$1.0 million, and the Hannibal Tavares Community Center in the amount of \$1.0 million.

Expenditures in the Drainage category of \$8.9 million comprised 8.9% of the total expenditures in the CIP Fund. The South Maui Drainline Repairs in the amount of \$1.7 million, Ditch improvements at Waipoli Road in the amount of \$1.3 million, Central Maui Drainage Repairs in the amount of \$1.2 million, and Hana Highway Landslide Repairs in the amount of \$0.8 million were the major projects in this category.

Expenditures in the Other Projects category of \$5.6 million comprised 5.6% of the total expenditures in the CIP Fund. The major projects in this category were Fire Department Equipment in the amount of \$1.9 million, Solid Waste Equipment in the amount of \$1.7 million and Public Works Equipment in the amount of \$0.8 million.

**COUNTY OF MAUI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**JUNE 30, 2020**

**BUDGETARY HIGHLIGHTS**

The General Fund budget amendments for fiscal year 2020 primarily consisted of \$0.6 million for the Department of Fire & Public Safety and \$0.5 million each for the Department of Management and Department of Parks & Recreation.

There were positive budget variance for revenues (final amended budget vs actual amounts) in the General Fund - Interest & investment category of \$7.1 million due to an increase in the unrealized gains and losses on investments reported at fair value. Negative budget variances for revenues were in the General Fund - Intergovernmental revenues category of \$4.0 million mainly due to the decrease in the distribution of the Transient Accommodations Tax by the State of Hawaii due to the COVID-19 impacts on tourism of \$3.9 million and the Charges for Current Services category of \$0.5 million mainly due to a decrease in driver's license fees of \$0.4 million.

The major positive budget variance for expenditures in the General Fund was in the General Government category of \$21.0 million mainly due to \$6.8 million savings from bond issuance and debt service costs, \$6.2 million in fringe benefit costs, \$2.7 million in insurance and self-insurance costs, and \$1.4 million in financial services costs. Public Safety had a positive budget variance of \$9.9 million mainly due to operational savings of \$7.7 million from the Department of Police and \$1.6 million from the Department of Fire and Public Safety. Social Welfare had a positive variance of \$5.3 million due to operational savings from grant subsidies, the Culture and Recreation category had a \$4.0 million positive variance mainly due to \$3.3 million in savings from the Recreation and Support Services Program, and the Legislative category had savings of \$2.8 million due to savings from the Council Services program.

**COUNTY OF MAUI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**JUNE 30, 2020**

**CAPITAL ASSETS**  
(Dollars in Thousands)

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>FY2020</u>	<u>FY2019</u>	<u>FY2020</u>	<u>FY2019</u>	<u>FY2020</u>	<u>FY2019</u>
Non-Depreciable Assets:						
Land	\$ 189,096	\$ 188,573	\$ 14,289	\$ 14,563	\$ 203,385	\$ 203,136
Construction in progress	<u>117,649</u>	<u>146,800</u>	<u>21,924</u>	<u>34,419</u>	<u>139,573</u>	<u>181,219</u>
	<u>306,745</u>	<u>335,373</u>	<u>36,213</u>	<u>48,982</u>	<u>342,958</u>	<u>384,355</u>
Depreciable Assets:						
Buildings and systems	198,132	171,041	207,071	196,467	405,203	367,508
Improvements other than buildings	162,184	156,241	--	2,972	162,184	159,213
Machinery and equipment	177,339	166,517	459,471	447,382	636,810	613,899
Infrastructure	<u>1,326,805</u>	<u>1,234,091</u>	<u>12,459</u>	<u>11,927</u>	<u>1,339,264</u>	<u>1,246,018</u>
	<u>1,864,460</u>	<u>1,727,890</u>	<u>679,001</u>	<u>658,748</u>	<u>2,543,461</u>	<u>2,386,638</u>
Accumulated Depreciation	<u>(1,228,592)</u>	<u>(1,175,121)</u>	<u>(339,222)</u>	<u>(327,239)</u>	<u>(1,567,814)</u>	<u>(1,502,360)</u>
Total Capital Assets, Net	\$ <u>942,613</u>	\$ <u>888,142</u>	\$ <u>375,992</u>	\$ <u>380,491</u>	\$ <u>1,318,605</u>	\$ <u>1,268,633</u>

**Capital Assets.** The County's investment in capital assets for its governmental and business-type activities as of June 30, 2020 amounted to \$1.3 billion (net of accumulated depreciation of \$1.5 billion). This investment of capital assets includes land, buildings and systems, improvements other than buildings, machinery and equipment, infrastructure (roadway systems, bridges, landfills and sewer systems) and construction in progress.

During fiscal year 2020, capital assets relating to governmental activities reflected additions and transfers in of \$234.4 million, depreciation expense of \$50.9 million, and reductions/retirements of \$126.5 million (net), resulting in capital assets, net of \$942.6 million. Capital assets relating to business-type activities reflected additions of \$42.0 million, depreciation expense of \$18.9 million, and transfers/retirements of \$34.5 million (net) resulting in capital assets, net of \$376.0 million.

Capital asset additions relating to governmental activities were primarily attributable to road, bikeway and bridge improvements, sewer infrastructure, and government facilities. Capital assets additions related to business-type activities were primarily attributable to DWS infrastructure projects (waterlines, reservoirs, and replacement of pumping equipment).

Contractual commitments for capital assets at June 30, 2020 for the governmental and business-type activities amounted to \$129.3 million and \$16.2 million, respectively.

Additional information on the County's capital assets can be found in Note 6 to the basic financial statements of this report.

**COUNTY OF MAUI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**JUNE 30, 2020**

**LONG-TERM DEBT**  
(Dollars in Thousands)

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>FY2020</u>	<u>FY2019</u>	<u>FY2020</u>	<u>FY2019</u>	<u>FY2020</u>	<u>FY2019</u>
General Obligation Bonds (excluding unamortized premiums and deferrals)	\$ 222,438	\$ 248,857	\$ 18,182	\$ 21,133	\$ 240,620	\$ 269,990
State Revolving Fund Loans from direct borrowings	<u>98,264</u>	<u>87,517</u>	<u>45,574</u>	<u>45,398</u>	<u>143,838</u>	<u>132,915</u>
Total Long-Term Debt	\$ <u>320,702</u>	\$ <u>336,374</u>	\$ <u>63,756</u>	\$ <u>66,531</u>	\$ <u>384,458</u>	\$ <u>402,905</u>

**Long-Term Debt.** At the end of the current fiscal year, the County had total long-term debt outstanding of \$384.5 million (\$320.7 million related to governmental activities and \$63.8 million related to business-type activities). Of this amount, \$240.6 million is comprised of debt backed by the full faith and credit of the government GO bonds, while \$143.8 million represents SRF loans. The SRF loans are used for construction of wastewater facilities and projects relating to compliance with drinking water standards, and protection of public health and environment.

The County's total GO bonds and loans decreased by \$18.4 million during the current fiscal year. The decrease is reflective of a \$29.4 million decrease in GO bonds and an increase of \$10.9 million in SRF loans, net of principal payments.

The County issued \$74.4 million in GO Bonds in September 2020. A portion of the bond proceeds were used to refund on a current basis \$13.6 million of Series 2010A general obligation bonds, \$5.4 million of Series 2010B general obligation bonds, and to finance all or a portion of the costs of various capital improvements and costs of issuance. Moody's Investors Service, Standard & Poor's, and Fitch Ratings assigned ratings of "Aa1," "AA+," and "AA+," respectively to the bonds. All three qualified bond-rating agencies currently rate the County's bonded debt at the next-to-highest category for safety. The County of Maui's 2020 GO Bond issuance was a negotiated sale, the first for the County since 2010.

The State Constitution limits the amount of general obligation debt a governmental entity may issue to 15 percent of its total assessed valuation. The current debt limitation for the County of Maui is \$7.7 billion, which is significantly in excess of the County's outstanding general obligation debt. As of June 30, 2020, the County's current outstanding debt applicable to the limit of \$366.3 million represents only 4.77% of the County's debt limitation.

Additional information on the County's long-term debt can be found in Note 7 in the notes to the basic financial statements.

**COUNTY OF MAUI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**JUNE 30, 2020**

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

During fiscal year 2020, the COVID-19 pandemic had significant adverse health and financial impacts throughout the world, including Maui County. Since the first case of COVID-19 was reported on February 17, 2020, over 860 cases of COVID-19 have been in Maui County. Economic activity has slowed significantly due to the closure of non-essential businesses and the substantial reduction in visitors. The COVID-19 pandemic had a minimal impact on Maui County's revenues in fiscal year 2020 with a reduction of \$3.9 million of the transient accommodation tax. However, it is likely that the fiscal impact of the COVID-19 pandemic on the County will continue to change as the situation further develops and much will depend on future events outside of the County's control, including actions by the Federal and State governments. In addition, Maui County's unemployment rate increased from 3.0% in July 2019 to 22.6% in July 2020. This was mainly due to the decrease in tourism and the closure of the majority of the County's major hotels and resorts.

The real property tax base for fiscal year 2020 of \$51.2 billion is an increase of \$2.4 billion or 4.9% from the fiscal year 2019.

The real property tax rates (per \$1,000 assessed valuation) for fiscal year 2020 increased for most classifications of property. The following were the increased in each category: Residential from \$5.52 to \$5.60, Commercial from \$7.25 to \$7.39, Industrial from \$7.45 to \$7.48. Conservation from \$6.35 to \$6.43, Homeowner from \$2.85 to \$2.90, Commercial Residential from \$4.55 to \$4.60, Hotel and Resort from \$9.37 to \$11.00 and Short-Term Rental from \$9.28 to \$10.75. The Agricultural classifications decreased from \$6.00 to \$5.94, Time share decreased from \$15.41 to \$14.40, and Apartment remain the same rate set at \$6.31. The budgeted real property tax levy of \$358.5 million for fiscal year 2020 is an increase of \$36.6 million or 11.4% from fiscal year 2019, largely as a result of the higher tax rates.

The fiscal year 2021 budget appropriated \$18.0 million to satisfy the annual required contribution towards its health benefits for its unfunded actuarial liability.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the Director of Finance, 200 South High Street, Wailuku, Hawaii 96793.

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**COUNTY OF MAUI**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2020**

	Primary Government		
	Governmental	Business-type	Total
	Activities	Activities	
<b>ASSETS:</b>			
Equity in pooled cash and investments held in County Treasury (Notes 2 and 14)	\$ 389,254,845	\$ 114,351,024	\$ 503,605,869
Receivables (Note 4):			
Trade accounts, net	8,767,273	7,018,712	15,785,985
State of Hawaii	12,100,279	--	12,100,279
Property taxes	11,741,734	--	11,741,734
Note	5,652,156	--	5,652,156
Other	461,506	--	461,506
Inventory	--	1,577,959	1,577,959
Other assets	--	605,952	605,952
Capital assets (Note 6):			
Non-depreciable assets	306,744,691	36,213,208	342,957,899
Depreciable assets	1,864,460,840	679,001,760	2,543,462,600
Accumulated depreciation	(1,228,592,238)	(339,222,595)	(1,567,814,833)
Total capital assets, net	942,613,293	375,992,373	1,318,605,666
Total Assets	1,370,591,086	499,546,020	1,870,137,106
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>			
Deferred outflows related to pensions (Note 10)	128,718,445	8,035,456	136,753,901
Deferred outflows related to other postemployment benefits other than pensions (OPEB) (Note 10)	52,454,848	4,788,398	57,243,246
Unamortized loss on advanced refunding	2,053,145	100,418	2,153,563
Total Deferred Outflows of Resources	183,226,438	12,924,272	196,150,710
Total Assets and Deferred Outflows of Resources	1,553,817,524	512,470,292	2,066,287,816
<b>LIABILITIES:</b>			
Accounts payable and accrued liabilities	49,988,935	4,599,347	54,588,282
Unearned revenue	29,760,476	67,799	29,828,275
Interest payable	1,148,234	364,418	1,512,652
Advanced collections	68,767	1,308,282	1,377,049
Deposits	8,101	721,055	729,156
Long-term obligations (Note 7):			
Due within one year	63,696,937	6,419,218	70,116,155
Due in more than one year	370,031,408	61,646,178	431,677,586
Net pension liability (Note 10)	605,244,493	43,112,852	648,357,345
Net OPEB liability (Note 10)	293,033,990	24,007,403	317,041,393
Total Liabilities	1,412,981,341	142,246,552	1,555,227,893
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Deferred inflows related to pensions (Note 10)	17,477,157	460,319	17,937,476
Deferred inflows related to OPEB (Note 10)	4,802,878	378,657	5,181,535
Deferred inflows - nonexchange transactions (Note 4)	1,627,604	--	1,627,604
Total Deferred Inflows of Resources	23,907,639	838,976	24,746,615
Total Liabilities and Deferred Inflows of Resources	1,436,888,980	143,085,528	1,579,974,508
<b>NET POSITION:</b>			
Net investment in capital assets	700,382,284	312,837,678	1,013,219,962
Restricted for:			
Water and other assessments (Note 14)	8,846,253	33,108,459	41,954,712
Highways and streets	17,628,884	--	17,628,884
Affordable housing	30,191,831	--	30,191,831
Open space and resources	10,099,332	--	10,099,332
Unrestricted	(650,220,040)	23,438,627	(626,781,413)
Total Net Position	\$ 116,928,544	\$ 369,384,764	\$ 486,313,308

The notes to the financial statements are an integral part of this statement.

**COUNTY OF MAUI  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenues and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
					Governmental Activities	Business-type Activities	
Primary Government:							
Governmental Activities:							
General government	\$ 176,001,694	\$ 18,494,767	\$ 5,312,440	\$ --	\$ (152,194,487)	\$ --	\$ (152,194,487)
Public safety	136,359,969	489,767	5,613,380	--	(130,256,822)	--	(130,256,822)
Sanitation	84,486,764	93,260,022	25,652	2,631,743	11,430,653	--	11,430,653
Social welfare	65,312,971	2,503,548	36,467,765	--	(26,341,658)	--	(26,341,658)
Highways and streets	62,061,257	28,459,154	1,234,480	8,408,528	(23,959,095)	--	(23,959,095)
Culture and recreation	38,937,089	1,230,786	33,287	966,610	(36,706,406)	--	(36,706,406)
Legislative	7,727,947	2,440	--	--	(7,725,507)	--	(7,725,507)
Interest on long-term debt	8,713,279	--	--	--	(8,713,279)	--	(8,713,279)
Total Governmental Activities	579,600,970	144,440,484	48,687,004	12,006,881	(374,466,601)	--	(374,466,601)
Business-type Activities:							
Department of Water Supply	70,157,741	68,185,498	--	6,244,966	--	4,272,723	4,272,723
Housing, Interim Financing and Buy-Back Revolving Fund	930,956	802,465	--	--	--	(128,491)	(128,491)
Total Business-type Activities	71,088,697	68,987,963	--	6,244,966	--	4,144,232	4,144,232
	\$ 650,689,667	\$ 213,428,447	\$ 48,687,004	\$ 18,251,847	\$ (374,466,601)	\$ 4,144,232	\$ (370,322,369)
General Revenues:							
Taxes:							
Property taxes					358,902,267	--	358,902,267
Transient accommodation tax					19,570,000	--	19,570,000
Fuel taxes					15,207,234	--	15,207,234
Franchise tax					9,645,755	--	9,645,755
Public service company tax					8,283,871	--	8,283,871
Interest and investment income, net (Note 2)					12,192,468	3,319,039	15,511,507
Other					129,265	--	129,265
Transfers (Note 5)					(401,413)	401,413	--
Total General Revenues and Transfers					423,529,447	3,720,452	427,249,899
Change in Net Position					49,062,846	7,864,684	56,927,530
Net Position - Beginning of Fiscal Year					67,865,698	361,520,080	429,385,778
Net Position - End of Fiscal Year					\$ 116,928,544	\$ 369,384,764	\$ 486,313,308

The notes to the financial statements are an integral part of this statement.



**COUNTY OF MAUI  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2020**

	General Fund	Highway Fund	County Funds	Grant Fund	Debt Service Fund	Capital Improvement Projects Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS:</b>								
Equity in pooled cash and investments held in County Treasury (Note 2)	\$ 165,522,934	\$ 18,735,612	\$ 50,976,425	\$ 27,766,970	\$ --	\$ 91,691,300	\$ 31,523,493	\$ 386,216,734
Cash with fiscal agent	--	--	--	--	--	3,038,111	--	3,038,111
Receivables (Note 4):								
State of Hawaii	--	843,838	--	8,484,157	--	2,772,284	--	12,100,279
Property taxes	11,741,734	--	--	--	--	--	--	11,741,734
Trade accounts, net	--	--	--	--	--	--	8,767,273	8,767,273
Note	5,652,156	--	--	--	--	--	--	5,652,156
Other	--	--	--	--	--	461,506	--	461,506
Due from other funds (Note 5)	<u>42,022,865</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>42,022,865</u>
Total Assets	<u>\$ 224,939,689</u>	<u>\$ 19,579,450</u>	<u>\$ 50,976,425</u>	<u>\$ 36,251,127</u>	<u>\$ --</u>	<u>\$ 97,963,201</u>	<u>\$ 40,290,766</u>	<u>\$ 470,000,658</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:</b>								
Liabilities:								
Due to other funds (Note 5)	\$ --	\$ 5,315	\$ --	\$ --	\$ --	\$ 41,998,864	\$ 18,686	\$ 42,022,865
Accounts payable	16,305,901	1,531,846	179,063	3,958,117	--	13,013,336	3,405,646	38,393,909
Unearned revenues	--	--	--	27,019,417	--	2,741,059	--	29,760,476
Accrued wages payable	7,708,223	363,405	47,498	--	--	--	783,362	8,902,488
Contracts retentions payable	32,716	--	2,748	--	--	2,652,767	4,307	2,692,538
Advanced collections	--	--	--	--	--	--	68,767	68,767
Deposits payable	--	--	8,101	--	--	--	--	8,101
Total Liabilities	<u>24,046,840</u>	<u>1,900,566</u>	<u>237,410</u>	<u>30,977,534</u>	<u>--</u>	<u>60,406,026</u>	<u>4,280,768</u>	<u>121,849,144</u>
Deferred Inflows of Resources:								
Deferred inflows - unavailable revenues	8,170,557	--	--	--	--	--	5,264,655	13,435,212
Deferred inflows - nonexchange	<u>1,361,704</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>265,900</u>	<u>1,627,604</u>
Total Deferred Inflows of Resources	<u>9,532,261</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>5,530,555</u>	<u>15,062,816</u>
Fund Balances (Note 13):								
Restricted	10,099,487	17,678,884	30,743,355	5,273,593	--	--	15,282,942	79,078,261
Committed	220,000	--	19,995,660	--	--	--	15,196,501	35,412,161
Assigned	31,138,665	--	--	--	--	37,557,175	--	68,695,840
Unassigned	<u>149,902,436</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>149,902,436</u>
Total Fund Balances	<u>191,360,588</u>	<u>17,678,884</u>	<u>50,739,015</u>	<u>5,273,593</u>	<u>--</u>	<u>37,557,175</u>	<u>30,479,443</u>	<u>333,088,698</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 224,939,689</u>	<u>\$ 19,579,450</u>	<u>\$ 50,976,425</u>	<u>\$ 36,251,127</u>	<u>\$ --</u>	<u>\$ 97,963,201</u>	<u>\$ 40,290,766</u>	<u>\$ 470,000,658</u>

The notes to the financial statements are an integral part of this statement.

**COUNTY OF MAUI**  
**RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE**  
**GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION**  
**JUNE 30, 2020**

Fund Balances - Governmental Funds	\$ 333,088,698
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	942,613,293
Revenue is deferred for governmental fund purposes but recorded as revenue in the statement of activities.	13,435,212
Interest payable is not reported in the governmental funds.	(1,148,234)
Deferred amounts on refunding are reported as deferred outflows of resources in the government-wide financial statements but are not reported in the governmental fund statements.	2,053,145
Deferred amounts related to pensions reported as deferred outflows and inflows of resources in the government-wide financial statements but are not reported in the governmental fund statements.	111,241,288
Deferred amounts related to OPEB reported as deferred outflows and inflows of resources in the government-wide financial statements but are not reported in the governmental fund statements.	47,651,970
Long-term liabilities are not due and payable in the current period and, therefore are not reported in the funds. These liabilities consist of:	
Landfill closure/post-closure costs	(41,913,026)
Accrued vacation	(33,212,046)
Claims and judgments	(21,830,087)
Accrued compensatory time off	(3,821,611)
Net pension liability	(605,244,493)
Net OPEB liability	(293,033,990)
General obligation bonds	(234,687,589)
SRF loans from the State of Hawaii	<u>(98,263,986)</u>
Total Long-term Liabilities	<u>(1,332,006,828)</u>
Net Position of Governmental Activities	\$ <u><u>116,928,544</u></u>

The notes to the financial statements are an integral part of this statement.

**COUNTY OF MAUI  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	General Fund	Highway Fund	County Funds	Grant Fund	Debt Service Fund	Capital Improvement Projects Fund	Other Governmental Funds	Total Governmental Funds
<b>REVENUES:</b>								
Taxes	\$ 365,036,934	\$ 24,852,989	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 389,889,923
Charges for current services	3,981,360	2,400,000	485,986	--	--	--	87,545,086	94,412,432
Intergovernmental revenues	19,599,207	--	--	47,685,087	--	8,145,448	--	75,429,742
Licenses and permits	9,794,822	25,636,561	161,833	--	--	--	2,322,153	37,915,369
Interest and investment earnings, net (Note 2)	11,865,148	--	--	86,353	--	395,685	--	12,347,186
Other revenues	1,171,287	--	4,519,104	380,375	--	493,532	33,300	6,597,598
Fines and forfeitures	2,626,693	--	104,331	--	--	--	300,000	3,031,024
Assessments	--	--	--	--	--	--	2,355,252	2,355,252
Total Revenues	<u>414,075,451</u>	<u>52,889,550</u>	<u>5,271,254</u>	<u>48,151,815</u>	<u>--</u>	<u>9,034,665</u>	<u>92,555,791</u>	<u>621,978,526</u>
<b>EXPENDITURES:</b>								
Current:								
General government	157,057,348	--	1,208,900	4,652,148	--	--	--	162,918,396
Public safety	102,014,408	--	199,984	5,675,919	--	--	--	107,890,311
Capital outlay	457,058	--	--	1,146,561	--	99,344,530	--	100,948,149
Social welfare	23,403,542	--	3,161,902	35,028,368	--	--	2,651,758	64,245,570
Sanitation	590,290	--	1,299,036	25,652	--	--	59,712,179	61,627,157
Highways and streets	8,463,879	38,089,482	275,938	1,004,028	--	--	--	47,833,327
Culture and recreation	30,940,200	--	--	33,265	--	--	208,777	31,182,242
Legislative	6,940,511	--	--	--	--	--	--	6,940,511
Debt Service:								
Principal	--	--	--	--	31,568,364	--	--	31,568,364
Interest and other issuance cost	--	--	--	--	10,855,987	--	--	10,855,987
Total Expenditures	<u>329,867,236</u>	<u>38,089,482</u>	<u>6,145,760</u>	<u>47,565,941</u>	<u>42,424,351</u>	<u>99,344,530</u>	<u>62,572,714</u>	<u>626,010,014</u>
(Deficiency) Excess of Revenues Over Expenditures	<u>84,208,215</u>	<u>14,800,068</u>	<u>(874,506)</u>	<u>585,874</u>	<u>(42,424,351)</u>	<u>(90,309,865)</u>	<u>29,983,077</u>	<u>(4,031,488)</u>
<b>OTHER FINANCING SOURCES (USES):</b>								
Issuance of Debt (Note 7):								
SRF loans	--	--	--	--	--	17,139,368	--	17,139,368
Transfers In (Note 5)								
General Fund	--	955,655	15,321,450	--	42,424,351	12,635,000	2,913,777	74,250,233
Special Revenue Funds	23,191,107	--	1,483,047	--	--	23,537,267	3,105,819	51,317,240
Other Governmental Funds	4,970,006	188,525	--	--	--	2,388,858	--	7,547,389
Capital Improvement Projects Fund	1,353,304	2,229,968	--	--	--	--	3,119,505	6,702,777
Proprietary Funds	1,435,775	--	--	--	--	--	--	1,435,775
Transfers Out (Note 5)								
Special Revenue Funds	(75,000)	--	--	--	--	(4,810,817)	(755,500)	(5,641,317)
Other Governmental Funds	(19,115,882)	--	--	--	--	(538,657)	(4,020,246)	(23,674,785)
Proprietary Funds	(34,866)	--	--	--	--	--	--	(34,866)
General Fund	--	(8,321,896)	--	--	--	(1,353,304)	(19,839,217)	(29,514,417)
Capital Improvement Projects Fund	(12,635,000)	(10,287,267)	--	--	--	--	(15,640,503)	(38,562,770)
Debt Service Fund	(42,424,351)	--	--	--	--	--	--	(42,424,351)
Total Other Financing Sources (Uses)	<u>(43,334,907)</u>	<u>(15,235,015)</u>	<u>16,804,497</u>	<u>--</u>	<u>42,424,351</u>	<u>48,997,715</u>	<u>(31,116,365)</u>	<u>18,540,276</u>
Net Change in Fund Balances	40,873,308	(434,947)	15,929,991	585,874	--	(41,312,150)	(1,133,288)	14,508,788
Fund Balances, Beginning of Fiscal Year	<u>150,487,280</u>	<u>18,113,831</u>	<u>34,809,024</u>	<u>4,687,719</u>	<u>--</u>	<u>78,869,325</u>	<u>31,612,731</u>	<u>318,579,910</u>
Fund Balances, End of Fiscal Year	\$ <u>191,360,588</u>	\$ <u>17,678,884</u>	\$ <u>50,739,015</u>	\$ <u>5,273,593</u>	\$ <u>--</u>	\$ <u>37,557,175</u>	\$ <u>30,479,443</u>	\$ <u>333,088,698</u>

The notes to the financial statements are an integral part of this statement.

**COUNTY OF MAUI**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,**  
**EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE GOVERNMENTAL ACTIVITIES IN**  
**THE STATEMENT OF ACTIVITIES**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Net change in Fund Balances - Total Governmental Funds	\$ 14,508,788
Amounts reported for governmental activities in the statement of activities are different due to:	
Governmental funds report capital outlays as expenditures and do not report depreciation expense. However, in the statement of activities the cost of those assets are depreciated over their estimated useful lives as depreciation expense.	
Capitalized capital outlay expenditures	102,672,299
Capital assets transferred from the Golf Course Special Fund	2,656,782
Depreciation expense	(50,858,003)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes current financial resources:	
This is the amount by which bond proceeds exceed bond principal payments.	26,419,291
This is the amount by which loan proceeds exceed loan principal payments.	(10,747,196)
Certain expenses reported in the statement of activities are not current financial resources and, therefore, are not expenditures in the governmental funds:	
Change in landfill closure accrual.	(1,909,157)
Change in vacation accrual.	(2,446,514)
Change in claims and judgments accrual.	(2,457,082)
Change in compensatory time off accrual.	(372,099)
Change in pollution remediation accrual.	249,280
Net pension activity	(50,855,178)
Net OPEB activity	14,098,720
Accrued interest reported is an expense in the statement of activities but not reported as an expenditure in the governmental funds.	89,325
Unavailable revenues are recognized in the statement of activities which differs from the current financial resource measurement of the governmental funds.	5,960,213
Bond premiums are deferred and amortized in the government-wide financial statement but recorded as bond proceeds when received in the governmental funds. This is the current year deferrals, net of current year amortization of bond premiums.	2,797,621
Losses on early retirement of bonds outstanding are capitalized and amortized in the statement of activities over the life of the debt. This is the current year additions, net of current year amortization of losses on early retirement of bonds.	(744,244)
Change in Net Position of Governmental Activities	\$ <u>49,062,846</u>

The notes to the financial statements are an integral part of this statement.

**COUNTY OF MAUI  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2020**

	Department of Water Supply	Housing, Interim Financing, and Buy-Back Revolving Fund	Golf Course Special Fund	Total
<b>ASSETS:</b>				
Current Assets:				
Unrestricted:				
Equity in pooled cash and investments held in County Treasury (Notes 2 and 14)	\$ 75,990,422	\$ 2,172,371	\$ --	\$ 78,162,793
Trade accounts, net (Note 4)	7,012,012	6,700	--	7,018,712
Inventory	1,577,959	--	--	1,577,959
Other assets	139,171	466,781	--	605,952
Total Current Unrestricted Assets	84,719,564	2,645,852	--	87,365,416
Restricted:				
Equity in pooled cash and investments held in County Treasury (Notes 2 and 14)	36,188,231	--	--	36,188,231
Total Current Assets	120,907,795	2,645,852	--	123,553,647
Capital assets (Note 6):				
Non-depreciable assets	29,931,006	6,282,202	--	36,213,208
Depreciable assets	663,654,966	15,346,794	--	679,001,760
Accumulated depreciation	(336,922,227)	(2,300,368)	--	(339,222,595)
Total capital assets, net	356,663,745	19,328,628	--	375,992,373
Total Assets	477,571,540	21,974,480	--	499,546,020
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>				
Deferred outflows related to pensions (Note 10)	8,035,456	--	--	8,035,456
Deferred outflows related to OPEB (Note 10)	4,788,398	--	--	4,788,398
Unamortized loss on advanced refunding	100,418	--	--	100,418
Total Deferred Outflows of Resources	12,924,272	--	--	12,924,272
Total Assets and Deferred Outflows of Resources	490,495,812	21,974,480	--	512,470,292
<b>LIABILITIES:</b>				
Current Liabilities:				
Accounts payable	4,535,349	63,998	--	4,599,347
Unearned revenue	--	67,799	--	67,799
Advanced collections	1,308,282	--	--	1,308,282
Interest payable	364,418	--	--	364,418
Deposits	721,055	--	--	721,055
Bonds payable - current portion (Note 7)	2,472,697	--	--	2,472,697
Notes payable - current portion (Note 7)	2,550,020	--	--	2,550,020
Claims and judgments - current portion (Note 7 and 11)	322,171	--	--	322,171
Accrued vacation - current portion (Note 7)	934,650	--	--	934,650
Accrued compensatory time off - current portion (Note 7)	139,680	--	--	139,680
Total Current Liabilities	13,348,322	131,797	--	13,480,119
Noncurrent Liabilities:				
Bonds payable - less current portion (Note 7)	17,640,706	--	--	17,640,706
Notes payable - less current portion (Note 7)	43,024,331	--	--	43,024,331
Accrued vacation - less current portion (Note 7)	981,141	--	--	981,141
Net pension liability (Note 10)	43,112,852	--	--	43,112,852
Net OPEB liability (Note 10)	24,007,403	--	--	24,007,403
Total Noncurrent Liabilities	128,766,433	--	--	128,766,433
Total Liabilities	142,114,755	131,797	--	142,246,552
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Deferred inflows related to pensions (Note 10)	460,319	--	--	460,319
Deferred inflows related to OPEB (Note 10)	378,657	--	--	378,657
Total Deferred Inflows of Resources	838,976	--	--	838,976
Total Liabilities and Deferred Inflows of Resources	142,953,731	131,797	--	143,085,528
<b>NET POSITION:</b>				
Net investment in capital assets	293,509,050	19,328,628	--	312,837,678
Restricted - water (Note 14)	33,108,459	--	--	33,108,459
Unrestricted	20,924,572	2,514,055	--	23,438,627
Total Net Position	\$ 347,542,081	\$ 21,842,683	\$ --	\$ 369,384,764

The notes to the financial statements are an integral part of this statement.

**COUNTY OF MAUI**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Department of Water Supply	Housing, Interim Financing, and Buy-Back Revolving Fund	Golf Course Special Fund	Total
<b>Operating Revenues:</b>				
Charges for services	\$ 68,185,498	\$ 802,465	\$ --	\$ 68,987,963
Total Operating Revenues	<u>68,185,498</u>	<u>802,465</u>	<u>--</u>	<u>68,987,963</u>
<b>Operating Expenses:</b>				
Salaries and personnel services	21,851,235	--	--	21,851,235
Other operating expenses	28,735,704	538,595	--	29,274,299
Depreciation and amortization (Note 6)	<u>18,464,719</u>	<u>392,361</u>	<u>--</u>	<u>18,857,080</u>
Total Operating Expenses	<u>69,051,658</u>	<u>930,956</u>	<u>--</u>	<u>69,982,614</u>
Operating Loss	<u>(866,160)</u>	<u>(128,491)</u>	<u>--</u>	<u>(994,651)</u>
<b>Nonoperating Revenues (Expenses):</b>				
Interest and investment income	3,262,190	56,849	--	3,319,039
Transfer of capital assets to governmental activities	--	--	(2,656,782)	(2,656,782)
Interest expense	<u>(1,106,083)</u>	<u>--</u>	<u>--</u>	<u>(1,106,083)</u>
Total Nonoperating Revenues	<u>2,156,107</u>	<u>56,849</u>	<u>(2,656,782)</u>	<u>(443,826)</u>
Income (Loss) Before Capital Contributions and Transfers	1,289,947	(71,642)	(2,656,782)	(1,438,477)
<b>Capital Contributions</b>	6,244,966	--	--	6,244,966
<b>Transfers In (Note 5)</b>	--	--	5,437,293	5,437,293
<b>Transfers Out (Note 5)</b>	<u>--</u>	<u>--</u>	<u>(2,379,098)</u>	<u>(2,379,098)</u>
<b>Change in Net Position</b>	<u>7,534,913</u>	<u>(71,642)</u>	<u>401,413</u>	<u>7,864,684</u>
<b>Net Position, Beginning of Fiscal Year</b>	<u>340,007,168</u>	<u>21,914,325</u>	<u>(401,413)</u>	<u>361,520,080</u>
<b>Net Position, End of Fiscal Year</b>	<u>\$ 347,542,081</u>	<u>\$ 21,842,683</u>	<u>\$ --</u>	<u>\$ 369,384,764</u>

The notes to the financial statements are an integral part of this statement.

**COUNTY OF MAUI**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Department of Water Supply	Housing, Interim Financing, and Buy-Back Revolving Fund	Golf Course Special Fund	Total
<b>Cash Flows from Operating Activities:</b>				
Receipts from customers and others	\$ 68,655,178	\$ 813,882	\$ --	\$ 69,469,060
Payments to suppliers for goods and services	(30,932,775)	(621,515)	--	(31,554,290)
Payments to employees	(19,521,245)	(386)	--	(19,521,631)
Refunds of utility construction advances	(34,033)	--	--	(34,033)
Net cash provided by operating activities	<u>18,167,125</u>	<u>191,981</u>	<u>--</u>	<u>18,359,106</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>				
Cash paid for the acquisition and construction of capital assets	(13,058,334)	--	--	(13,058,334)
Principal paid on bonds and notes payable	(5,313,738)	--	--	(5,313,738)
Proceeds from bonds and notes payable	2,539,399	--	--	2,539,399
Cash received from capital contributions	2,288,523	--	--	2,288,523
Interest paid on bonds and notes payable	(1,462,546)	--	--	(1,462,546)
Net cash used in capital and related financing activities	<u>(15,006,696)</u>	<u>--</u>	<u>--</u>	<u>(15,006,696)</u>
<b>Cash Flows from Noncapital Financing Activities:</b>				
Transfers out	--	--	(1,505,337)	(1,505,337)
Net cash used in noncapital financing activities	<u>--</u>	<u>--</u>	<u>(1,505,337)</u>	<u>(1,505,337)</u>
<b>Cash Flows from Investing Activities:</b>				
Interest and investment income	3,262,190	56,849	--	3,319,039
Net cash provided by investing activities	<u>3,262,190</u>	<u>56,849</u>	<u>--</u>	<u>3,319,039</u>
<b>Change in Cash and Cash Equivalents</b>	6,422,619	248,830	(1,505,337)	5,166,112
<b>Cash and Cash Equivalents, Beginning of Fiscal Year</b>	<u>105,756,034</u>	<u>1,923,541</u>	<u>1,505,337</u>	<u>109,184,912</u>
<b>Cash and Cash Equivalents, End of Fiscal Year</b>	<u>\$ 112,178,653</u>	<u>\$ 2,172,371</u>	<u>\$ --</u>	<u>\$ 114,351,024</u>
<b>Reconciliation of Cash and Cash Equivalents to the Statement of Net Position</b>				
Unrestricted	\$ 75,990,422	\$ 2,172,371	\$ --	\$ 78,162,793
Restricted	<u>36,188,231</u>	<u>--</u>	<u>--</u>	<u>36,188,231</u>
	<u>\$ 112,178,653</u>	<u>\$ 2,172,371</u>	<u>\$ --</u>	<u>\$ 114,351,024</u>
<b>Reconciliation of Operating Loss to Net Cash Provided by Operating Activities:</b>				
Operating loss	\$ (866,160)	\$ (128,491)	\$ --	\$ (994,651)
Adjustments to reconcile operating loss to net cash provided by operating activities:				
Depreciation	18,464,719	392,361	--	18,857,080
Provision for doubtful accounts	221,087	--	--	221,087
Net (increase) decrease in receivables, inventory, other current assets, and deferred outflows	288,456	(81,931)	--	206,525
Net increase (decrease) in accounts payable, accrued vacation, other current liabilities, and deferred inflows	<u>59,023</u>	<u>10,042</u>	<u>--</u>	<u>69,065</u>
Net Cash Provided by Operating Activities	<u>\$ 18,167,125</u>	<u>\$ 191,981</u>	<u>\$ --</u>	<u>\$ 18,359,106</u>
<b>Noncash Capital and Financing Activities</b>				
Capital contributions	\$ 3,956,443	\$ --	\$ --	\$ 3,956,443
Amortization of deferred loss on refunding	\$ 16,284	\$ --	\$ --	\$ 16,284
Amortization of bond premium	\$ 354,951	\$ --	\$ --	\$ 354,951

The notes to the financial statements are an integral part of this statement.

**COUNTY OF MAUI  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
JUNE 30, 2020**

	<b>Agency Funds</b>
<b>ASSETS:</b>	
Equity in pooled cash and investments held in County Treasury (Note 2)	\$ <u>28,731,078</u>
Total Assets	\$ <u><u>28,731,078</u></u>
<b>LIABILITIES:</b>	
Accounts payable	\$ 2,077,366
Deposits	<u>26,653,712</u>
Total Liabilities	\$ <u><u>28,731,078</u></u>

The notes to the financial statements are an integral part of this statement.



**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 1 - REPORTING ENTITY, FINANCIAL STATEMENT PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies of the County of Maui, State of Hawaii (the County) conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the financial reporting entity, financial statement presentation and the more significant accounting policies.

***The Financial Reporting Entity -***

**County of Maui** - The County is a municipal corporation governed by an elected mayor and a nine-member County Council. The County operates under the Charter of the County of Maui that was last amended in 2018.

The accompanying basic financial statements present all operations of the County as the primary government. The County's governmental activities are organized by the following general functions: general government, public safety, sanitation, social welfare, highways and streets, culture and recreation, and legislative. The County's business-type activities include the Department of Water Supply (Department) and the Housing, Interim Financing, Buy-Back Revolving Fund. As of July 1, 2019, the Golf Course Special Fund was repealed and all remaining balances transferred to the General Fund per Ordinance 4952, Bill No. 144 (2018).

State of Hawaii agencies assume full responsibility for the administration of several major functions usually performed by local governments such as education, welfare, health, and judicial functions. These agencies are not dependent on the County, and therefore, are not included in these basic financial statements. There are no separate city, county, or township governments nor any school district, special districts, authorities, public corporations, or component units for which the County is financially accountable.

***Financial Statement Presentation -***

**Accounting Standards Applied** - The financial statements of the County have been prepared in conformity with GAAP. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The County follows all applicable GASB pronouncements.

The accounts of the County are organized and operated on the basis of funds, each of which is considered a separate fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, deferred outflows, liabilities, deferred inflows, fund balances, net position, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

**Government-Wide Financial Statements** - The government-wide financial statements (i.e., the statement of net position and the statement of activities) display information about the primary government (the County). These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. For example, the direct expenses charged based on actual use are not eliminated, whereas indirect expense allocations made in the funds are eliminated. These statements distinguish between the *governmental* and *business-type* activities of the County. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other non-exchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 1 - REPORTING ENTITY, FINANCIAL STATEMENT PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

The statement of activities, which is included in the government-wide financial statements, presents a comparison between the direct expenses and program revenues for each business-type activity of the County and each function of the County's governmental activities. Direct expenses are those that are specifically associated with a business-type activity or function. Program revenues include 1) fees, fines, and charges paid by the recipients of goods and services offered by the programs, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are instead presented as general revenues.

**Fund Financial Statements** - The fund financial statements provide information about the County's funds, including its fiduciary funds. Separate statements for each fund category, such as governmental, proprietary, and fiduciary are presented. The emphasis of fund financial statements are on the major governmental and enterprise funds of the County and are reported separately in the accompanying financial statements. All remaining governmental funds are aggregated and reported as non-major funds.

**Governmental Fund Financial Statements** - Governmental fund financial statements include a balance sheet and statement of revenues, expenditures, and changes in fund balances.

The following is a brief summary of the County's major governmental funds -

*General Fund* - This is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

*Highway Fund* - This fund accounts for operations and maintenance of the County's highways and streets. Funding is provided by the County's fuel tax, public utility franchise tax, and the motor vehicle weight tax. These taxes must be used for highway-related purposes.

*County Funds* - These funds were established to account for various County purposes including affordable housing, animal management, public emergency, and land conservation. For external financial reporting purposes these funds are considered a single fund rather than multiple funds.

*Grant Fund* - This fund accounts for the administration of various Federal and State of Hawaii grants.

*Debt Service Fund* - This fund accounts for the accumulation of resources for, and the payment of general long-term principal and interest and related costs.

*Capital Improvement Projects Fund* - This fund accounts for the financial resources to be used for the acquisition or construction of various major capital facilities.

Governmental funds are those through which most governmental functions of the County are financed. The acquisition, use and balances of the County's expendable financial resources and the related liabilities (except those accounted for in proprietary funds) are accounted for through governmental funds. Governmental funds are accounted for using a "current financial resources" measurement focus. With this measurement focus, generally only current assets and current liabilities are included on the balance sheet. Fund balance is considered a measure of expendable available financial resources. Operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) as a net increase or decrease in the respective fund balance.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 1 - REPORTING ENTITY, FINANCIAL STATEMENT PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Proprietary Fund Financial Statements** - Proprietary fund financial statements include a statement of net position, a statement of revenues, expenses and changes in net position, and a statement of cash flows.

The following is a brief summary of the County's major proprietary funds:

*Department of Water Supply* - The Department was created to develop adequate water sources, storage, and transmission for both urban and agricultural uses for the County.

*Housing, Interim Financing, and Buy-Back Revolving Fund* - This fund was established to account for the developing and selling of housing units on land acquired by the County to moderate and low-income residents, and to account for financing and operation of low-income rental projects developed by the County.

Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the statement of net position. The statement of revenues, expenses, and changes in net position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred.

Proprietary funds distinguish between operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**Fiduciary Fund Financial Statements** - Fiduciary fund financial statements include a statement of fiduciary net position. These funds account for money received, held and disbursed in a trustee capacity or as an agent for individuals, other governmental units, and other funds. The County's fiduciary funds represent agency funds, which are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The agency funds are accounted for under the accrual basis of accounting as are the proprietary funds explained above.

Fiduciary funds of the County include the following agency funds:

*Refundable Deposits Fund* - This fund is used to account for the bid bond, performance and payment bond, and subdivision bond monies held by the County until the purpose for which the bond was posted is completed.

*Agency Trust Funds* - These funds are used to account for other monies collected in an agency capacity and include motor vehicle registration fees collected on behalf of the State of Hawaii and key and custodial deposits made for rentals of park facilities.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 1 - REPORTING ENTITY, FINANCIAL STATEMENT PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Summary of Significant Accounting Policies -***

**Measurement Focus and Basis of Accounting** - The basis of accounting determines when transactions are reported on the financial statements. The government-wide, proprietary, and fiduciary funds (excluding agency funds) financial statements are reported using the economic resources measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales taxes recognized in the fiscal year for which the taxes are levied. Revenues from sales and use, transient occupancy, and utility user tax are recognized when the underlying transactions take place. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus. This focus is on the determination of, and changes in financial resources, and generally only current assets and current liabilities are included in the balance sheet. All governmental funds are accounted for on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally received within 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the County, are real property taxes, fuel and franchise taxes, assessments, rents and concessions, sewer charges, landfill usage charges, certain state and federal grants, and interest from investments. Licenses and permits, forfeitures, penalties, and other miscellaneous revenues are not susceptible to accrual, because they are not measurable until received in cash. Expenditures are recorded in the accounting period in which the related fund liability is incurred except for debt service expenditures, as well as expenditures related to vacation, landfill closure and post-closure costs, and claims and judgments, which are recorded only when payment is due.

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net positions available to finance the program. It is the County's policy to first apply restricted cost-reimbursement grant resources to such programs, followed by restricted categorical block grants, and then by unrestricted general revenues.

**Cash and Investments** - Cash balances of the County's funds are pooled and invested by the County Treasury unless otherwise dictated by legal or contractual requirements. Income and losses arising from the investment activity of pooled cash are allocated to participating funds on a periodic basis, based on their proportionate shares of the average cash balances.

Cash includes amounts in demand and time deposits primarily with various financial institutions in Hawaii, with fiscal agents, and in imprest and change funds. Cash on deposit with financial institutions are collateralized in accordance with State statutes (see Note 2).

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 1 - REPORTING ENTITY, FINANCIAL STATEMENT PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

For purposes of the statement of cash flows, the proprietary funds consider all equity in pooled cash and investments held in County Treasury (including restricted cash) to be cash equivalents.

Investments in negotiable time certificates of deposits and repurchase agreements are carried at cost, which approximates fair value. Investments in U.S. Treasury, U.S. government agencies, municipal securities, and commercial paper are carried at fair value.

**Real Property Taxes** - Real property taxes are assessed and billed annually. The County's real property taxes, which are levied on July 1st and billed by July 20th of each year based on assessed valuations as of January 1st, are due in two equal installments on the following August 20th and February 20th. Accordingly, real property tax receivables at June 30, 2020 are delinquent and amounts, if not collected within sixty days after year-end, are reported as deferred inflows in the General Fund. A lien for real property tax is attached as of July 1st of each year.

**Real Property Tax Abatement Programs** - The County provides for various tax abatement programs under Maui County Code, Chapter 3.48, Real Property Tax. However, the Dedicated Lands tax abatement program, under section 3.48.350, accounts for approximately 99% of tax abatements in both number and dollars.

**Dedicated Lands** - Section 3.48.350 of the Maui County Code provides an abatement to encourage the dedication of land for a specific ranching or other agricultural use. Taxpayers must file a petition providing for a dedication request with the Director of Finance and the Director must approve such petition to receive the abatement. The abatement for dedicated lands for a specific ranching or other agricultural use provides for land taxed at its assessed value in this use or fifty percent of its assessed value for ten or twenty years, respectively. The amount of the abatement is shown as a reduction of the assessed value of the property and the property tax is calculated based on the net taxable value of the property. Dedication of land is for a minimum of either ten or twenty years. The petition is automatically renewable indefinitely, subject to varying cancellations under the ten and twenty year dedications. Changes in dedication of land use must also be approved by the Director of Finance.

The gross amount by which the County tax revenues were reduced during the year as a result of the Dedicated Lands tax abatement program was approximately \$5.6 million.

**Inventory** - Inventory consists entirely of construction and maintenance materials and supplies held by the Department of Water Supply, a proprietary fund, and is stated at weighted average cost (which approximates the first-in, first-out method).

**Capital Assets** - Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, sewer systems, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 for equipment and an estimated useful life in excess of one year. For capital improvement projects, capital assets are defined as capital improvements with initial, individual costs of more than \$250,000, while cost for improvements to existing capital improvement projects greater than \$100,000 are capitalized. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. Donated capital assets, donated works of art and similar items, and capital assets received in service concession arrangements are reported at acquisition value rather than fair value.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 1 - REPORTING ENTITY, FINANCIAL STATEMENT PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend the assets lives are not capitalized but charged to operations as incurred. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets of the primary government are depreciated using the straight-line method over the following useful lives:

Bridges	50 - 75 years
Building and land improvements	20 - 45 years
Drainage systems	50 years
Equipment	5 - 10 years
Landfill infrastructure	5 years
Roadway systems	15 - 20 years
Sewer systems	20 - 50 years
Transportation and construction equipment	5 - 10 years

Sales and retirements of depreciable property are recorded by removing the related cost and accumulated depreciation from the accounts. Gains or losses on sales and retirements of property are reflected in the statement of activities and proprietary funds' statement of revenues, expenses, and changes in net position.

**Deferred Outflows of Resources and Deferred Inflows of Resources** - Deferred outflows of resources represent a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense or expenditure) until that time. The County has three items that qualify for reporting in this category. The County reports the deferred loss on advanced refunding and deferred items related to pensions and other postemployment benefits other than pensions (OPEB) as deferred outflows of resources in its statement of net position.

Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. Property taxes, fees and other non-exchange transactions received in the current fiscal year for the ensuing fiscal year are reported as deferred inflows of resources. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The County also reports deferred inflows of resources for items related to pensions and OPEB.

**Internal Balances** - Significant transfers of financial resources between departments and activities included within the same fund, which are recorded as revenues by the transferee and expenditures or expenses by the transferor, have been eliminated. Transfers of revenues from funds authorized to receive them to funds authorized to expend them have been recorded as transfers in the fund financial statements.

All inter-fund receivables and payables are eliminated in the government-wide governmental and business-type activities columns of the statement of net position, except for those amounts due between governmental and business-type activities, which are presented as internal balances.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 1 - REPORTING ENTITY, FINANCIAL STATEMENT PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Long-Term Debt** - In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type financial statements.

Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

For advanced refunding resulting in the defeasance of debt, the difference between the reacquisition price and the carrying amount of the old debt is deferred. The amount deferred is reported as a deferred inflow of resources or outflow of resources and recognized as a component of interest expense over the remaining life of the old debt or the new debt, whichever is shorter.

In the governmental fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Compensated Absences** - In the governmental fund financial statements, vacation pay and compensatory time off are recorded as expenditures when liquidated with expendable available financial resources. Vested or accumulated vacation leave and compensatory time off of proprietary funds and in the government-wide financial statements are recorded as an expense and liability of those funds and activities as the benefits accrue to employees. Vacation benefits accrue at one and three-quarters working days for each month. Each employee is allowed to accumulate a maximum of 90 days of vacation as of the end of the calendar year. Employees earn compensatory time off at the rate of one and a half hours for each hour of overtime worked. Unused compensatory time off is converted to pay upon termination of employment.

Sick leave accumulates at the rate of one and three-quarters working days for each month, without limit. Sick leave is taken only in the event of illness and is not convertible to pay; accordingly, sick leave is not accrued on either the government-wide or fund financial statements. Employees who retire or leave government service in good standing with sixty or more unused sick leave days are entitled to an additional service credit in the retirement system. At June 30, 2020, accumulated sick leave amounted to approximately \$78.2 million.

**Claims and Judgments** - Liabilities for claims and judgments are estimated by a combination of case-by-case review of all claims and the application of historical experience to the outstanding claims. The County's policy is to record claims and judgments as expenditures in its governmental fund financial statements when they are due and payable.

Liabilities for claims and judgments are accrued and expensed in the government-wide and proprietary fund financial statements based on the County's exposure to loss.

**Net Position** - The government-wide and proprietary fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted.

*Net Investment in Capital Assets* - This is intended to reflect the portion of net position which is associated with non-liquid capital assets less outstanding debt related to these assets.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 1 - REPORTING ENTITY, FINANCIAL STATEMENT PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Restricted Net Position* - Restricted net position has third party (statutory, bond covenant or granting agency) limitations on its use or has restrictions imposed by law through enabling legislation, and includes unspent proceeds of bonds issued to acquire or construct assets. The County's policy is generally to use restricted net position first, as appropriate opportunities arise.

*Unrestricted Net Position* - Unrestricted net position represents all other net position not accounted for in the two categories noted above.

**Fund Balance Policies** - Fund balances of governmental funds are reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. Fund balances for government funds are comprised of the following:

*Nonspendable Fund Balance* - includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact.

*Restricted Fund Balance* - includes amounts that are subject to constraints imposed or legally enforceable by external parties. Funds with restrictions imposed by the Hawaii Revised Statutes and the Maui County Charter are examples of such funds of the County.

*Committed Fund Balance* - includes amounts that are subject to constraints created by the County and can only be changed by the County's highest level of formal action. The County Council and the Mayor of the County of Maui act in concert as the County's highest decision-making authorities. Bills passed by the County Council and approved by the Mayor are designated as ordinances and become part of the Maui County Code.

*Assigned Fund Balance* - includes fund balances that have been encumbered for purchasing commitments by the Chief Procurement Officer or delegate in accordance with the Finance and Budget policies and are considered neither restricted nor committed.

*Unassigned Fund Balance* - includes amounts that have no constraints whatsoever and are available for spending at the County's discretion.

The County has established a policy relative to the order of the allocation of expenditures. The County's policy is to use resources in all funds in the following order: (1) Restricted, (2) Committed, (3) Assigned and (4) Unassigned.

**Pensions** - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the Employees' Retirement System of the State of Hawaii (ERS) and additions to/deductions from the ERS's fiduciary net position have been determined on the same basis as they are reported by the ERS. For this purpose, employer and employee contributions are recognized in the period in which the contributions are legally due and benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at their fair value.



**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 1 - REPORTING ENTITY, FINANCIAL STATEMENT PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Postemployment Benefits Other Than Pensions** - For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Hawaii Employer-Union Health Benefits Trust Fund ("EUTF") and additions to/deductions from EUTF's fiduciary net position have been determined on the same basis as they are reported by EUTF. For this purpose, EUTF recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for investments in commingled and money market funds, which are reported at net asset value (NAV). The NAV is based on the fair value of the underlying assets held by the respective fund less its liabilities.

**Use of Estimates** - The preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources, as well as disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures or expenses, and other financing sources and uses during the reporting period. Actual results could differ from those estimates.

**New Accounting Pronouncements** - In May 2020, the GASB issued Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance* (GASB 95) due to the COVID-19 pandemic. The County has implemented or is currently analyzing its accounting practices to determine the potential impact on the financial statements for the following GASB Statements based on the new guidance:

The GASB issued Statement No. 87, *Leases*. This Statement requires the recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021, as postponed by GASB 95. Management has not yet determined the effect this Statement will have on the County's financial statements.

The GASB issued Statement No. 90, *Majority Equity Interests - an amendment of GASB Statements No. 14 and No. 61*. The primary objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. It defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019, as postponed by GASB 95. Management has not yet determined the effect this Statement will have on the County's financial statements.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 1 - REPORTING ENTITY, FINANCIAL STATEMENT PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

The GASB issued Statement No. 91, *Conduit Debt Obligations*. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2021. Management has not yet determined the effect this Statement will have on the County's financial statements.

The GASB issued Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. This Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). As defined in this Statement, an APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction. The requirements of this Statement are effective for reporting periods beginning after June 15, 2022. Management has not yet determined the effect this Statement will have on the County's financial statements.

The GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITA) for government end users. This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset-an intangible asset-and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. The requirements of this Statement are effective for reporting periods beginning after June 15, 2022. Management has not yet determined the effect this Statement will have on the County's financial statements.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 2 - CASH, DEPOSITS, AND INVESTMENTS**

***Pooled Cash and Investments Held in County Treasury***

Total County and fiduciary funds cash, deposits, and investments as of June 30, 2020, at fair value, are as follows:

	Governmental Activities	Business-type Activities	Fiduciary Funds	Fair Value
Equity in pooled cash and investments	\$ 389,254,845	\$ 78,162,793	\$ 28,731,078	\$ 496,148,716
Restricted investments - equity in pooled cash and investments	<u>          --          </u>	<u>36,188,231</u>	<u>          --          </u>	<u>36,188,231</u>
Total equity in pooled cash and investments	\$ <u>389,254,845</u>	\$ <u>114,351,024</u>	\$ <u>28,731,078</u>	\$ <u>532,336,947</u>
			Cash on hand and deposits	\$ 225,257,518
			Certificates of deposit	33,105,735
			Investments	<u>273,973,694</u>
			Total equity in pooled cash and investments	\$ <u>532,336,947</u>

The County maintains a cash and investment pool that is available for use by all funds. Each fund's portion of this pool is displayed on the accompanying statement of net position and balance sheets as "Equity in pooled cash and investments held in County Treasury."

***County's Investment Policy***

The County's investment policy conforms with the State of Hawaii statutes (Chapter 46, Section 50), which authorize the County to invest in obligations of the U.S. Treasury and U.S. government agencies, municipal securities, auction rate securities collateralized by student loans, bank repurchase agreements, commercial paper, banker's acceptances, and money market funds.

Specific requirements under the County's investment policy are as follows:

- With the exception of U.S. Treasury securities and bank certificates of deposit fully insured by the Federal Deposit Insurance Corporation (FDIC) not to exceed \$250,000 per banking institution, no more than 30% of the County's investment portfolio will be invested in a single type of security, a single issuer, or financial institution.
- Investment maturities are not to exceed five years.

*Investment Risk* - The investments are subject to certain types of risk, including interest rate risk, credit quality risk, concentration of credit risk, and custodial credit risk.

*Interest Rate Risk* - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County has a formal investment policy that follows State of Hawaii statutes, which limits investment maturities to five years as a means of managing its exposure to fair value losses arising from increasing interest rates.

*Credit Quality Risk* - Credit risk is the risk that an issuer or counterparty to an investment will not fulfill its obligation. The County's investment policy limits investments in municipal securities, U.S. Treasury securities, negotiable time certificates of deposit, U.S. government agency obligations, repurchase agreements, commercial paper, banker's acceptances, money market funds, and auction rate securities collateralized by student loans maintaining a Triple-A rating.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 2 - CASH, DEPOSITS, AND INVESTMENTS (Continued)**

The bond ratings for the County's investments in U.S. agency obligations (government sponsored enterprises) at June 30, 2020 were as follows:

	Rating
AA+	\$ 204,029,226
AA	440,368
Not rated	<u>23,511,256</u>
	<u>\$ 227,980,850</u>

*Concentration of Credit Risk* - Concentration of credit risk is the risk of loss attributable to the magnitude of the County's investments in a single issuer or investment. The County diversifies its investments to minimize such risk and with the exception of U.S. Treasury securities, no more than 30% of the investment portfolio can be invested in a single type of security or financial institution.

*Custodial Credit Risk* - Custodial credit risk is the risk that in the event of failure of the counterparty to an investment, the County would not be able to recover the value of investment or collateral securities that are in the possession of an outside party. All of the County's investments are either insured or held by an agent in the name of the County, including the investment collateral underlying the repurchase agreements.

Custodial credit risk for bank depository accounts is the risk that in the event of a bank failure, the County's deposits may not be returned. It is the County's policy to place its bank deposits with State of Hawaii high credit quality financial institutions that are able to meet the collateral requirements for the County's deposits. As of June 30, 2020, substantially all of the County's cash balance of approximately \$225.3 million and negotiable time certificates of deposit of approximately \$33.1 million were insured or collateralized.

***Investments***

As of June 30, 2020, the County and fiduciary fund's investments were as follows:

Type of Investment	% Yield	Maturity				Premiums (Discounts)	Fair Value
		Under 30 Days	31 - 180 Days	181 - 365 Days	1 - 5 Years		
Federal National Mortgage Association Coupon Notes	1.375 - 2.00	\$ --	\$ 2,000,000	\$ --	\$ 17,000,000	\$ 806,280	\$ 19,806,280
Federal Home Loan Bank Notes	1.50 - 3.375	--	3,000,000	--	37,500,000	1,913,465	42,413,465
Federal Farm Credit Bank Notes	1.55 - 3.05	--	4,000,000	1,985,000	80,238,000	5,011,221	91,234,221
Federal Agricultural Mortgage Corporation Notes	1.70 - 2.68	--	--	--	14,500,000	727,325	15,227,325
Federal Home Loan Mortgage Corporation Notes	1.50 - 2.75	--	--	--	15,000,000	879,510	15,879,510
Tennessee Valley Authority Notes	3.875	--	--	5,000,000	--	113,300	5,113,300
U.S. Treasury Strips	1.94	--	--	--	2,000,000	(6,720)	1,993,280
U.S. Treasury Note	1.625 - 1.75	--	7,000,000	--	13,000,000	461,920	20,461,920
Municipal securities	1.60 - 4.80	600,000	1,860,000	380,000	12,595,000	416,549	15,851,549
Commercial paper	0.18 - 0.92	14,000,000	32,000,000	--	--	(7,156)	45,992,844
Negotiable certificates of deposit	1.25 - 3.55	<u>2,250,000</u>	<u>7,980,000</u>	<u>11,250,000</u>	<u>10,999,000</u>	<u>626,735</u>	<u>33,105,735</u>
Total investments and certificates of deposit		\$ <u>16,850,000</u>	\$ <u>57,840,000</u>	\$ <u>18,615,000</u>	\$ <u>202,832,000</u>	\$ <u>10,942,429</u>	307,079,429
						Cash on hand and deposits	<u>225,257,518</u>
						Total equity in pooled cash and investments	\$ <u>532,336,947</u>

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 3 - FAIR VALUE MEASUREMENTS**

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1) and the lowest priority to unobservable inputs (level 3). The three levels of the fair value hierarchy are described as follows:

**Level 1** - Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that a government can access at the measurement date. An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

**Level 2** - Inputs other than quoted prices included within level 1 that are observable for an asset or liability, either directly or indirectly. If the asset or liability has a specified (contractual) term, a level 2 input must be observable for most of the full term of the asset or liability. Level 2 inputs include:

- Quoted prices for similar assets or liabilities in active markets,
- Quoted prices for identical or similar assets or liabilities in markets that are not active,
- Inputs other than quoted prices that are observable for the asset or liability,
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

**Level 3** - Inputs are unobservable for an asset or liability.

Following is a description of the valuation techniques used by the County to measure fair value:

U.S. Treasury obligations: Valued using quoted prices in active markets for identical assets.

U.S. government agency, municipal securities and commercial paper: Valued using quoted prices for identical or similar assets in markets that are not active.

Negotiable certificates of deposit: Valued using quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.

	Assets at Fair Value at June 30, 2020			
	Total	Level 1	Level 2	Level 3
U. S. Treasury obligations	\$ 22,455,200	\$ 22,455,200	\$ --	\$ --
U. S. government agency obligations	189,674,101	--	189,674,101	--
Municipal securities	15,851,549	--	15,851,549	--
Commercial paper	45,992,844	--	45,992,844	--
Negotiable certificates of deposit	33,105,735	--	33,105,735	--
	<u>\$ 307,079,429</u>	<u>\$ 22,455,200</u>	<u>\$ 284,624,229</u>	<u>\$ --</u>

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 4 - RECEIVABLES**

Receivables as of June 30, 2020, for the County's governmental funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

Governmental Activities:

	General Fund	Highway Fund	Grant Fund	Capital Improvement Projects Fund	Other Governmental Funds	Total Governmental Funds
Receivables, net:						
State of Hawaii	\$ --	\$ 843,838	\$ 8,484,157	\$ 2,772,284	\$ --	\$ 12,100,279
Property taxes	11,741,734	--	--	--	--	11,741,734
Trade accounts	--	--	--	--	9,248,969	9,248,969
Note	5,652,156	--	--	--	--	5,652,156
Other	--	--	--	461,506	--	461,506
Less: allowance for uncollectible accounts	--	--	--	--	(481,696)	(481,696)
Total Receivables, net:	\$ 17,393,890	\$ 843,838	\$ 8,484,157	\$ 3,233,790	\$ 8,767,273	\$ 38,722,948

Receivables included in the County's proprietary funds as of June 30, 2020 were as follows:

	Department of Water Supply	Housing, Interim Financing, and Buy-Back Revolving Fund	Total Business-type Activities
Receivables, net:			
Customer receivables	\$ 7,102,698	\$ 6,700	\$ 7,109,398
Less: allowance for uncollectible accounts	(90,686)	--	(90,686)
Total Receivables, net:	\$ 7,012,012	\$ 6,700	\$ 7,018,712

Governmental funds report unearned revenues in connection with receivables for revenues not considered available to liquidate liabilities of the current period. Governmental and enterprise funds report unearned revenue in connection with resources that have been received, but not yet earned.

For real property tax collections, payments are due August and February. Therefore, property taxes that remain uncollected sixty days after the June fiscal year-end are reported as unavailable.

At June 30, 2020, the various components of deferred inflows of resources were as follows:

	Unavailable	Unearned
Delinquent real property tax receivables not collected within 60 days of year end (General Fund)	\$ 8,170,557	\$ --
Real property tax collections received in advance (General Fund)	--	1,361,704
Sewer and landfill fees not collected within 60 days of year (Non-Major Funds)	5,264,655	--
Fees collected in advance for liquor licenses (Non-Major Fund)	--	265,900
	\$ 13,435,212	\$ 1,627,604

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 5 - INTER-FUND RECEIVABLES, PAYABLES AND TRANSFERS BALANCES**

Amounts due from and due to other funds as of June 30, 2020 were as follows:

	Due From Other Funds	Due To Other Funds
Major Governmental Funds:		
General Fund	\$ 42,022,865	\$ --
Highway Fund	--	5,315
Capital Improvement Project Fund	--	41,998,864
Other Governmental Fund	--	18,686
	<u>\$ 42,022,865</u>	<u>\$ 42,022,865</u>

Pursuant to Budget Ordinance, the General Fund advances funds for bond-funded projects for which proceeds have not yet been received. These amounts are intended to be repaid in one year.

A summary of the inter-fund transfers for the fiscal year ended June 30, 2020 are as follows:

	Transfers In	Transfers Out
Major Governmental Funds:		
General Fund	\$ 30,950,192	\$ 74,285,099
Highway Fund	3,374,148	18,609,163
County Funds	16,804,497	--
Debt Service Fund	42,424,351	--
Capital Improvement Project Fund	38,561,125	6,702,778
Non-Major Governmental Funds	9,139,101	40,255,465
Major Proprietary Fund - Golf Course Special Fund	<u>34,866</u>	<u>1,435,775</u>
	<u>\$ 141,288,280</u>	<u>\$ 141,288,280</u>

The majority of the transfers into the General Fund relate to allocations of debt service for bond-funded projects, employee benefits from special revenues, and the closure of the Golf Fund. Transfers out of the General Fund are predominantly for debt service, transfers for postemployment benefits, affordable housing, supplemental transfers to the Solid Waste and Golf Fund, and funding of capital projects. Effective July 1, 2019, the Golf Fund was repealed. As such, there was a transfer out of approximately \$1.4 million from the Golf Fund to the General Fund to transfer the short-term assets and a transfer in of approximately \$35,000 from the General Fund to the Golf Fund to satisfy the outstanding current liability (wages payable) of the Golf Fund.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 6 - CAPITAL ASSETS**

A summary of capital asset activity of the primary government during the fiscal year ended June 30, 2020, was as follows:

	Balance July 1, 2019	Additions	Reductions/ Retirements	Transfers In	Balance June 30, 2020
<b>Governmental Activities:</b>					
Non-depreciable assets:					
Land	\$ 188,573,527	\$ 146,350	\$ --	\$ 376,006	\$ 189,095,883
Construction in progress	146,800,016	93,296,724	(122,447,932)	--	117,648,808
	<u>335,373,543</u>	<u>93,443,074</u>	<u>(122,447,932)</u>	<u>376,006</u>	<u>306,744,691</u>
Depreciable assets:					
Buildings and systems	171,040,642	23,526,008	--	3,565,580	198,132,230
Improvements other than buildings	156,241,446	2,970,810	--	2,971,632	162,183,888
Machinery and equipment	166,516,839	12,495,889	(4,051,943)	2,378,666	177,339,451
Infrastructure	1,234,090,967	92,714,304	--	--	1,326,805,271
	<u>1,727,889,894</u>	<u>131,707,011</u>	<u>(4,051,943)</u>	<u>8,915,878</u>	<u>1,864,460,840</u>
Accumulated depreciation:					
Buildings and systems	(107,059,314)	(6,227,045)	--	(2,007,706)	(115,294,065)
Improvements other than buildings	(102,798,010)	(4,760,593)	--	(2,914,941)	(110,473,544)
Machinery and equipment	(138,515,347)	(11,895,404)	4,022,089	(1,712,455)	(148,101,117)
Infrastructure	(826,748,551)	(27,974,961)	--	--	(854,723,512)
	<u>(1,175,121,222)</u>	<u>(50,858,003)</u>	<u>4,022,089</u>	<u>(6,635,102)</u>	<u>(1,228,592,238)</u>
<b>Total Governmental Activities - Capital Assets, Net</b>	<b>\$ 888,142,215</b>	<b>\$ 174,292,082</b>	<b>\$ (122,477,786)</b>	<b>\$ 2,656,782</b>	<b>\$ 942,613,293</b>
	Balance July 1, 2019	Additions	Reductions/ Retirements	Transfers Out	Balance June 30, 2020
<b>Business-type Activities:</b>					
Non-depreciable assets:					
Land	\$ 14,563,267	\$ 102,086	\$ --	\$ (376,006)	\$ 14,289,347
Construction in progress	34,418,791	12,457,637	(24,952,567)	--	21,923,861
	<u>48,982,058</u>	<u>12,559,723</u>	<u>(24,952,567)</u>	<u>(376,006)</u>	<u>36,213,208</u>
Depreciable assets:					
Buildings and systems	196,467,273	14,169,621	--	(3,565,580)	207,071,314
Improvements other than buildings	2,971,632	--	--	(2,971,632)	--
Machinery and equipment	447,382,416	14,705,899	(238,525)	(2,378,666)	459,471,124
Infrastructure	11,927,222	532,100	--	--	12,459,322
	<u>658,748,543</u>	<u>29,407,620</u>	<u>(238,525)</u>	<u>(8,915,878)</u>	<u>679,001,760</u>
Accumulated depreciation:					
Buildings and systems	(83,617,084)	(6,231,661)	--	2,007,706	(87,841,039)
Improvements other than buildings	(2,914,941)	--	--	2,914,941	--
Machinery and equipment	(235,671,322)	(12,389,770)	238,526	1,712,455	(246,110,111)
Infrastructure	(5,035,796)	(235,649)	--	--	(5,271,445)
	<u>(327,239,143)</u>	<u>(18,857,080)</u>	<u>238,526</u>	<u>6,635,102</u>	<u>(339,222,595)</u>
<b>Business-type Activities - Capital Assets, net</b>	<b>\$ 380,491,458</b>	<b>\$ 23,110,263</b>	<b>\$ (24,952,566)</b>	<b>\$ (2,656,782)</b>	<b>\$ 375,992,373</b>



**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 6 - CAPITAL ASSETS (Continued)**

Depreciation expense for the fiscal year ended June 30, 2020 was charged to functions of the primary government as follows:

**Governmental Activities:**

General government	\$ 1,415,617
Public safety	8,381,285
Sanitation	19,983,954
Social and welfare	675,280
Highways and streets	14,000,795
Culture and recreation	6,391,386
Legislative	<u>9,686</u>

Total Depreciation Expense - Governmental Activities	\$ <u>50,858,003</u>
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**Business-type Activities:**

Department of Water Supply	\$ 18,464,719
Housing, Interim Financing, and Buy-Back Revolving Fund	<u>392,361</u>

Total Depreciation Expense - Business-type Activities	\$ <u><u>18,857,080</u></u>
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Construction in progress is comprised of the following as of June 30, 2020:

	<b>Project Authorized (Appropriated)</b>	<b>Expended to June 30, 2020</b>	<b>Committed (Encumbered)</b>
<b>Governmental Activities:</b>			
Government facilities	\$ 132,907,599	\$ 45,762,706	\$ 47,194,500
Roadway systems	120,840,362	22,922,161	30,813,169
Sewer systems	95,947,957	21,237,671	22,868,320
Sanitation	24,125,000	1,856,155	1,016,646
Parks and recreation	60,507,934	12,275,446	13,539,231
Drainage	31,503,303	6,372,934	6,643,918
Other	<u>20,505,142</u>	<u>7,221,735</u>	<u>5,106,833</u>
Total	\$ <u>486,337,297</u>	\$ <u>117,648,808</u>	\$ <u>127,182,617</u>
<b>Business-type Activities:</b>			
Department of Water Supply	\$ <u>116,705,677</u>	\$ <u>21,923,861</u>	\$ <u>24,917,462</u>

**COUNTY OF MAUI  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2020**

**NOTE 7 - LONG-TERM DEBT AND OTHER GENERAL OBLIGATIONS**

A summary of long-term debt activity during the fiscal year ended June 30, 2020 is as follows:

	Balance July 1, 2019	Additions	Reductions	Balance June 30, 2020	Due Within One Year
<b>Governmental Activities:</b>					
General obligation bonds	\$ 263,904,501	\$ --	\$ 29,216,912	\$ 234,687,589	\$ 22,492,303
State Revolving Fund Loans from direct borrowings	<u>87,516,790</u>	<u>17,139,368</u>	<u>6,392,172</u>	<u>98,263,986</u>	<u>6,516,126</u>
Total	\$ <u>351,421,291</u>	\$ <u>17,139,368</u>	\$ <u>35,609,084</u>	\$ <u>332,951,575</u>	\$ <u>29,008,429</u>
<b>Business-type Activities:</b>					
General obligation bonds	\$ 23,419,062	\$ --	\$ 3,305,659	\$ 20,113,403	\$ 2,472,697
Notes payable from direct borrowings	<u>45,397,982</u>	<u>2,539,399</u>	<u>2,363,030</u>	<u>45,574,351</u>	<u>2,550,020</u>
Total	\$ <u>68,817,044</u>	\$ <u>2,539,399</u>	\$ <u>5,668,689</u>	\$ <u>65,687,754</u>	\$ <u>5,022,717</u>

***Governmental Activities - General Obligation Bonds***

The County issues general obligation bonds for the construction of major capital facilities. General obligation bonds are direct obligations of the County for which its full faith and credit are pledged. Debt service is paid from the Debt Service Fund.

General obligation bonds payable reported in the governmental activities column of the statement of net position at June 30, 2020 are comprised of the following individual issues:

Year	Description	Interest Rates	Original Issue Amount	Final Maturity	Outstanding Balance June 30, 2020
2010	Series A GO	0.53%-5.95%	\$ 23,375,000	2030	\$ 13,640,000
2010	Series B GO	3.00%-5.00%	50,320,000	2021	5,000,805
2012	Series A,B and D GO and Refunding	2.00%-5.00%	70,250,000	2032	32,888,278
2014	Series A,B,D and E GO and Refunding	2.00%-5.00%	68,670,000	2034	40,375,000
2015	Series A,B,C and D GO and Refunding	3.00%-5.00%	60,155,000	2036	34,868,496
2018	Series A,B,D and E GO and Refunding	3.00%-5.00%	<u>102,275,000</u>	2038	<u>95,665,000</u>
	Total general obligation bonds		\$ <u>375,045,000</u>		222,437,579
	Unamortized premium				<u>12,250,010</u>
	Net general obligation bonds outstanding				\$ <u>234,687,589</u>

In the government-wide financial statements, bond discounts and premiums, and the difference between the reacquisition price and the carrying amount of old debt in advance of refunding resulting in a defeasance of debt, are deferred and amortized.

***Governmental Activities - State Revolving Fund***

***State Revolving Fund Loans***

The State Revolving Fund (SRF) Loans are for the construction of necessary water treatment works, and for wastewater reclamation projects. The notes' original issue amounted to approximately \$142.1 million and outstanding principal amounted to approximately \$98.2 million at June 30, 2020, and bear interest between 0.25% and 1.25%. The loans require semi-annual principal and interest payments, and loan fees through fiscal year 2041. The County has 32 projects funded with these SRF loans.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 7 - LONG-TERM DEBT AND OTHER GENERAL OBLIGATIONS (Continued)**

The SRF Loans from direct borrowings are direct obligations which are secured by the County's full faith and credit, including a pledge of the County's general taxing power. Repayments of principal and interest shall be a first charge on the County's General Fund.

The schedule below shows the State Revolving Fund Loans outstanding as of June 30, 2020:

Year	Description	Loan Number	Original Issue Amount	Final Maturity	Outstanding Balance June 30, 2020
<b>State Revolving Fund Loans:</b>					
2004	Lahaina Pump Station Nos. 5 & 6	C150054-12	\$ 3,300,000	2026	\$ 1,061,744
2006	Lahaina Pump Station No. 4	C150054-09	1,700,000	2027	643,915
2008	Wailuku-Kahului Wastewater Pump Station	C150052-19	9,931,786	2028	4,217,269
2009	Wailuku-Kahului Wastewater Reclamation	C150052-32	2,000,000	2029	894,232
2009	Lahaina Wastewater Pump Station No. 1	C150054-06	7,050,000	2029	3,197,026
2009	Central Maui Landfill Gas Collection	NPS0052-39	3,502,173	2029	1,571,150
2009	Islandwide EPA Consent Decree	C150052-31	8,438,770	2029	3,809,553
2009	Molokai Integrated Solid Waste Facility	NPS0041-07	3,241,038	2029	1,560,952
2010	Front Street Sewer Line Rehabilitation	C150054-11	447,454	2029	222,506
2010	Hyatt/Kaanapali Force Main Replacements	C150054-25	1,737,541	2030	910,629
2010	Countywide Pump Station Renovations	C150052-28	928,608	2029	474,186
2011	Kihei No. 2 Force Main Replacement	C150077-20	1,022,919	2032	590,164
2013	Alamaha Force Main Replacement	C150052-40	1,128,000	2033	734,899
2013	West Maui Recycled Water	C150054-23	3,205,090	2033	842,593
2012	Wailuku-Kahului Force Main Replacement	C150052-35	3,621,040	2034	2,553,806
2012	Countywide Pump Station Renovations	C150054-34	4,023,751	2034	3,011,013
2010	Central Operations and Maintenance Facility	C150052-33	500,000	2034	348,923
2013	Lahaina No. 3 Force Main Replacement	C150054-28	4,719,007	2034	3,318,113
2013	Lahaina Wastewater Pump Station No. 2	C150054-10	4,478,103	2034	3,135,616
2013	South Maui Recycled Water Distribution System	C150077-17	2,543,970	2035	1,909,311
2015	Paia Force Main Replacement	C150052-48	1,734,738	2036	1,446,639
2014	Kihei Force Main Replacement	C150077-22	1,620,000	2036	1,351,745
2016	Kahului-Wailuku Wastewater Reclamation Facility Filter Modification	C150052-61	4,594,179	2037	3,943,934
2017	Waiehu Wastewater Pump Station Force Main Replacement	C150052-50	827,136	2037	729,712
2017	Kulanihakoi Street Recycled Water Line Extension	C150077-25	1,473,064	2037	1,309,429
2017	Lahaina Wastewater Reclamation Facility Modifications, Stage 1A	C150054-22	45,941,344	2039	42,292,924
2017	Central Maui Landfill (CML) Phase V Gas Collection System Expansion	NPS0052-62	1,683,238	2037	1,454,927
2017	Hawaiian Homes Force Main Replacement	C150054-31	2,240,000	2037	1,993,982
2017	Wailuku Kahului WWRF Solids Bldg Renovation	C150052-60	657,606	2040	641,166
2016	Kihei No.16 Pump Station Rehabilitation	C150077-24	5,409,243	2040	4,721,172
2018	South Maui Recycled Water System 2nd Tank	C150077-16	5,023,000	2041	110,769
2018	CML Phase V-B Extension	NPS0052-64	3,337,611	2039	3,259,987
			<u>\$ 142,060,409</u>		<u>\$ 98,263,986</u>

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 7 - LONG-TERM DEBT AND OTHER GENERAL OBLIGATIONS (Continued)**

Annual debt service requirements to maturity for the general obligation bonds and the State Revolving Fund Loans at June 30, 2020, were as follows:

<u>Year Ending June 30,</u>	<b>Governmental Activities - General Obligation Bonds</b>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	22,492,303	8,879,835	31,372,138
2022	16,750,816	7,822,285	24,573,101
2023	15,513,258	7,030,060	22,543,318
2024	16,251,455	6,280,105	22,531,560
2025	16,977,826	5,554,309	22,532,135
2026-2030	65,378,659	18,693,947	84,072,606
2031-2035	44,573,262	7,631,936	52,205,198
2036-2038	<u>24,500,000</u>	<u>1,663,275</u>	<u>26,163,275</u>
Total	\$ <u>222,437,579</u>	\$ <u>63,555,752</u>	\$ <u>285,993,331</u>

<u>Year Ending June 30,</u>	<b>Governmental Activities - SRF Loans</b>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	6,516,126	918,593	7,434,719
2022	6,582,431	859,395	7,441,826
2023	6,629,273	799,524	7,428,797
2024	6,676,437	739,283	7,415,720
2025	6,724,214	678,382	7,402,596
2026-2030	30,246,301	2,490,189	32,736,490
2031-2035	22,021,922	1,236,700	23,258,622
2036-2040	12,864,164	282,785	13,146,949
2041	<u>3,118</u>	<u>16</u>	<u>3,134</u>
Total	\$ <u>98,263,986</u>	\$ <u>8,004,867</u>	\$ <u>106,268,853</u>

Some of the general obligation bonds may be subject to early redemption at the option of the County during specific years at 100% of their face value.

***Business-type Activities - General Obligation Bonds***

The Department issues general obligation bonds for the construction of major capital facilities. These general obligation bonds are considered reimbursable bonds to be repaid from the net revenues of the Department, and accordingly, are excluded from funded debt pursuant to the State Constitution.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 7 - LONG-TERM DEBT AND OTHER GENERAL OBLIGATIONS (Continued)**

General obligation bonds payable reported in the business-type activities column of the statement of net position at June 30, 2020 are comprised of the following individual issues:

<b>Year</b>	<b>Description</b>	<b>Interest Rates</b>	<b>Final Maturity</b>	<b>Outstanding Balance June 30, 2020</b>
2010	Series B GO Refunding Bonds	4.00%-5.00%	6/1/2021	\$ 434,195
2012	Series B and C GO and Refunding	2.10%-5.00%	6/1/2034	5,996,722
2014	Series C GO Bonds	3.00%-5.00%	6/1/2034	5,295,000
2015	Series B and D GO Refunding Bonds	3.00%-5.00%	9/1/2026	2,661,504
2018	Series C GO Bonds	3.00%-5.00%	9/1/2028	3,795,000
	Total general obligation bonds			18,182,421
	Unamortized premium			1,930,982
	Net general obligation bonds outstanding			\$ <u>20,113,403</u>

In the government-wide and proprietary fund financial statements, bond discounts and premiums, and the difference between the reacquisition price and the carrying amount of old debt in advance refunding resulting in a defeasance of debt, are deferred and amortized.

Annual debt service requirements to maturity for these general obligation bonds and at June 30, 2020, were as follows:

<b>Year Ending June 30,</b>	<b>Business-type Activities - General Obligation Bonds</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2021	\$ 2,472,697	\$ 744,104	\$ 3,216,801
2022	2,139,184	624,161	2,763,345
2023	2,251,742	516,392	2,768,134
2024	1,213,545	416,164	1,629,709
2025	1,267,174	361,109	1,628,283
2026-2030	5,716,341	1,095,032	6,811,373
2031-2034	<u>3,121,738</u>	<u>204,952</u>	<u>3,326,690</u>
Total	\$ <u>18,182,421</u>	\$ <u>3,961,914</u>	\$ <u>22,144,335</u>

Some of the general obligation bonds may be subject to early redemption at the option of the County during specific years at 100% of their face value.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 7 - LONG-TERM DEBT AND OTHER GENERAL OBLIGATIONS (Continued)**

***Business-type Activities - Notes Payable - State Revolving Fund Loans -***

At June 30, 2020, notes payable from direct borrowings reported in the business-type activities column of the statement of net position consisted of the following:

	<u>Amount</u>
Notes payable to State of Hawaii, Department of Health	
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 1.00%, and loan fee rate of 1.00%, maturing in 2032.	\$ 152,563
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 0.50%, and loan fee rate of 1.00%, maturing in 2033.	1,469,925
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 1.00%, and loan fee rate of 1.00%, maturing in 2033.	582,478
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 0.00%, and loan fee rate of 1.00%, maturing in 2033.	5,362,194
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 0.50%, and loan fee rate of 1.00%, maturing in 2034.	3,026,609
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 1.00%, and loan fee rate of 1.00%, maturing in 2034.	1,482,861
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 1.00%, and loan fee rate of 1.00%, maturing in 2035.	538,586
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 1.00%, and loan fee rate of 1.00%, maturing in 2035.	586,985
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 1.00%, and loan fee rate of 1.00%, maturing in 2034.	111,865
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 1.00%, and loan fee rate of 1.00%, maturing in 2038.	<u>1,693,893</u>
Balance forward	\$ 15,007,959

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 7 - LONG-TERM DEBT AND OTHER GENERAL OBLIGATIONS (Continued)**

	<u>Amount</u>
Notes payable to State of Hawaii, Department of Health	
Balance forward	\$ 15,007,959
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 0.50%, and loan fee rate of 1.00%, maturing in 2037.	1,982,786
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 1.00%, and loan fee rate of 1.00%, maturing in 2037.	1,073,004
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 1.00%, and loan fee rate of 1.00%, maturing in 2037.	447,060
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 0.00%, and loan fee rate of 1.00%, maturing in 2039.	20,488,995
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 0.50%, and loan fee rate of 1.00%, maturing in 2038.	3,135,147
Note payable to State Revolving Loan Fund for a capital improvement project, payable in semi- annual installments of principal, interest at a rate of 0.75%, and loan fee rate of 1.00%, maturing in 2040.	<u>3,439,400</u>
	45,574,351
Less current portion	<u>(2,550,020)</u>
	<u>\$ 43,024,331</u>

As of June 30, 2020, future principal and interest payments from direct borrowings for notes payable related to business-type activities are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 2,550,020	\$ 587,031	\$ 3,137,051
2022	2,572,828	554,462	3,127,290
2023	2,596,862	520,627	3,117,489
2024	2,621,140	486,509	3,107,649
2025	2,645,905	451,864	3,097,769
2026 - 2030	13,610,068	1,729,121	15,339,189
2031 - 2035	12,531,278	827,261	13,358,539
2036 - 2040	<u>6,446,250</u>	<u>160,585</u>	<u>6,606,835</u>
Total	\$ <u>45,574,351</u>	\$ <u>5,317,460</u>	\$ <u>50,891,811</u>

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 7 - LONG-TERM DEBT AND OTHER GENERAL OBLIGATIONS (Continued)**

***Line of Credit***

The County has a line of credit agreement with a bank with a total authorized balance of \$1 million. There were no outstanding balances as of June 30, 2020. The line of credit agreement requires interest-only payments at 0.90% of the bank's prime rate (3.25% at June 30, 2020), with all unpaid principal due at the maturity date. The line of credit was originally due on July 30, 2020 and has been renewed to July 30, 2021.

***Legal Debt Limit and Margin***

The County's legal debt limit and margin (as defined in Chapter 47, Hawaii Revised Statutes) as of June 30, 2020, are approximately \$7.7 billion and \$7.3 billion, respectively.

***Arbitrage***

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebate liabilities are not reported and paid to the Internal Revenue Service (IRS) at least every five years. During the current year, the County performed calculations to determine the rebate liabilities for the tax-exempt bond issues listed above. Based on these calculations, no rebate liability existed as of June 30, 2020.

***Refunded Bonds***

In prior years, the County issued refunding bonds, namely the 2010B, 2012A, 2012C, 2012D, 2014E, 2015C, 2018D and 2018E general obligation bonds, which proceeds were placed in an irrevocable redemption fund, to repay all future debt service payments on the 1998A, 2001A, 2001C, 2002C, 2005A, 2006B, 2006C, and 2008A general obligation bonds. As of June 30, 2020, the outstanding balance of the unpaid defeased debt was \$53.8 million. Accordingly, the assets of the irrevocable fund and the liability for the defeased bonds are not included in the County's basic financial statements.

***Other Obligations***

Other long-term general obligations consist of accrued vacation, accrued compensatory time off, accrued landfill closure, post-closure care costs, and claims and judgments. The accrued vacation and accrued compensatory time off liabilities are typically liquidated by the General, Highway, Sewer, Grant, and Other Governmental Funds. The accrued landfill closure and post-closure care costs liability is typically liquidated by the Capital Improvement Projects and Other Governmental Funds. The accrued environmental liability is typically liquidated by other governmental funds. Claims and judgments liability is typically liquidated by the General Fund.



**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 7 - LONG-TERM DEBT AND OTHER GENERAL OBLIGATIONS (Continued)**

A summary of long-term debt and other general obligations activity for the fiscal year ended June 30, 2020 is as follows:

	Balance July 1, 2019	Additions	Reductions	Balance June 30, 2020	Due Within One Year
<b>Governmental Activities:</b>					
Accrued landfill closure and postclosure costs (Note 9)	\$ 40,003,869	\$ 2,092,568	\$ 183,411	\$ 41,913,026	\$ 196,852
Accrued vacation	30,765,532	13,284,365	10,837,851	33,212,046	10,837,851
Claims and judgments (Note 11)	19,373,005	7,237,645	4,780,563	21,830,087	21,830,087
Accrued compensatory time off	3,449,512	2,195,817	1,823,718	3,821,611	1,823,718
Accrued pollution remediation	249,280	--	249,280	--	--
Total Other General Obligations	93,841,198	24,810,395	17,874,823	100,776,770	34,688,508
Long-Term Debt	351,421,291	17,139,368	35,609,084	332,951,575	29,008,429
Total Long-Term Obligations	\$ 445,262,489	\$ 41,949,763	\$ 53,483,907	\$ 433,728,345	\$ 63,696,937
<b>Business-type Activities:</b>					
Accrued vacation	\$ 1,960,902	\$ 1,017,732	\$ 1,062,843	\$ 1,915,791	\$ 934,650
Claims and judgments (Note 11)	512,940	127,814	318,583	322,171	322,171
Accrued compensatory time off	114,264	117,133	91,717	139,680	139,680
Total Other General Obligations	2,588,106	1,262,679	1,473,143	2,377,642	1,396,501
Long-Term Debt	68,817,044	2,539,399	5,668,689	65,687,754	5,022,717
Total Long-Term Obligations	\$ 71,405,150	\$ 3,802,078	\$ 7,141,832	\$ 68,065,396	\$ 6,419,218

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 8 - OPERATING LEASES**

The County is party to various operating lease agreements, predominantly for the purposes of office space and facility use. Lease terms range from month-to-month to 7 years and annual rents range from \$1,200 to approximately \$405,000. Total annual rent expenditures for the fiscal year 2020 were approximately \$3.5 million.

As of June 30, 2020, the estimated future minimum noncancelable operating lease payments are as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2021	\$ 2,115,000
2022	1,253,000
2023	1,239,000
2024	770,000
2025	758,000
Thereafter	<u>1,584,000</u>
	\$ <u>7,719,000</u>

**NOTE 9 - SOLID WASTE LANDFILL CLOSURE, POST-CLOSURE CARE COSTS AND POLLUTION REMEDIATION OBLIGATION**

The County recognizes closure and post-closure care costs over the life of the landfill. The County owns and operates four active landfills. State and federal laws require the County to monitor and maintain each site for thirty years after the facility is closed. Although the closure and post-closure care costs will be paid only near and after the date that the landfill stops accepting waste, the County recognizes a portion of the closure and post-closure care costs in each operating period. The liability for these costs is included in the governmental activities column of the government-wide financial statements. The amount recognized each year is based on the landfill capacity used as of the statement of net position date.

Approximately \$41.9 million in accrued landfill closure and post-closure care costs at June 30, 2020 represents the cumulative amount reported to date based on the estimated capacity used at each landfill. The County will recognize the remaining estimated cost of closure and post-closure care cost of approximately \$11.3 million as the remaining estimated capacity of each landfill is filled. These amounts are based on what it would cost to perform all closure and post-closure care in 2020. Actual costs may be different due to inflation, changes in technology, or changes in regulations.

The capacity used to date and the estimated remaining life of each landfill is as follows:

<u>Landfill</u>	<u>Capacity Used</u>	<u>Remaining Life (Years)</u>
Central Maui Phase I and II	100%	0
Central Maui Phase IV	86%	2
Central Maui Phase V	90%	2
Hana	47%	41
Molokai	89%	3
Lanai	80%	13

Federal regulations require owners and operators of landfills to demonstrate financial assurance for the costs of closure and post-closure care. Under the proposed federal rules for financial assurance mechanism available to local governments, the County's current investment grade bond ratings of "Aa1", "AA+", and "AA+" by Moody's, Standard & Poor's and Fitch, respectively, exceed the required rating.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
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**NOTE 9 - SOLID WASTE LANDFILL CLOSURE, POST-CLOSURE CARE COSTS AND POLLUTION REMEDIATION OBLIGATION (Continued)**

In July 2013, a landfill compliance inspection was completed by the State of Hawaii, Department of Health (DOH) at the Hana Municipal Solid Waste Landfill. The County of Maui was notified of a potential violation due to "Constructing and operating a waste disposal unit outside the "existing" limits of waste, without complying with the design criteria for municipal solid waste landfills, and without a solid waste management permit." As a result of the inspection, the County engaged a third-party consulting firm to provide different alternatives to remediate the potential violation. The two options presented were as follows: 1) Capping and covering with soil in conformance with DOH standards for unlined landfills; and 2) Clean closure by the removal of all waste. In 2014, the County elected Option 1 and included the estimated cost of closure and post-closure care costs in its financials. After further review and analysis, the County ultimately elected to implement Option 2. The clean closure option was completed in fiscal year 2020 costing the County a total of \$5.6 million.

**NOTE 10 - RETIREMENT BENEFITS**

**Pension Plan**

***Pension Plan Description*** - Generally, all full-time employees of the State and counties are required to be members of the ERS, a cost-sharing multiple-employer defined benefit pension plan that administers the State's pension benefits program. Benefits, eligibility, and contribution requirements are governed by HRS Chapter 88 and can be amended through legislation. The ERS issues publicly available annual financial reports that can be obtained at ERS' website: <https://www.ers.ehawaii.gov>.

***Benefits Provided*** - The ERS Pension Trust is comprised of three pension classes for membership purposes and considered to be a single plan for accounting purposes since all assets of the ERS may legally be used to pay the benefits of any of the ERS members or beneficiaries. The ERS provides retirement, disability and death benefits with three membership classes known as the noncontributory, contributory and hybrid retirement classes. The three classes provide a monthly retirement allowance equal to the benefit multiplier (generally 1.25% to 2.25%) multiplied by the average final compensation multiplied by years of credited service. Average final compensation for members hired prior to July 1, 2012 is an average of the highest salaries during any three years of credited service, excluding any salary paid in lieu of vacation for members hired January 1, 1971 or later and the average of the highest salaries during any five years of credited service including any salary paid in lieu of vacation for members hired prior to January 1, 1971. For members hired after June 30, 2012, average final compensation is an average of the highest salaries during any five years of credited service excluding any salary paid in lieu of vacation.

Each retiree's original retirement allowance is increased on each July 1 beginning the calendar year after retirement. Retirees first hired as members prior to July 1, 2012 receive a 2.5% increase each year of their original retirement allowance without a ceiling. Retirees first hired as members after June 30, 2012 receive a 1.5% increase each year of their original retirement allowance without a ceiling. The annual increase is not compounded.

The following summarizes the provisions relevant to the largest employee groups of the respective membership class. Retirement benefits for certain groups, such as police officers, firefighters, some investigators, sewer workers, judges, and elected officials, vary from general employees.

**Noncontributory Class**

***Retirement Benefits*** - General employees' retirement benefits are determined as 1.25% of average final compensation multiplied by the years of credited service. Employees with ten years of credited service are eligible to retire at age 62. Employees with 30 years of credited service are eligible to retire at age 55.

**COUNTY OF MAUI**  
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**NOTE 10 - RETIREMENT BENEFITS (Continued)**

*Disability Benefits* - Members are eligible for service-related disability benefits regardless of length of service and receive a lifetime pension of 35% of their average final compensation. Ten years of credited service is required for ordinary disability. Ordinary disability benefits are determined in the same manner as retirement benefits but are payable immediately, without an actuarial reduction, and at a minimum of 12.5% of average final compensation.

*Death Benefits* - For service-connected deaths, the surviving spouse/reciprocal beneficiary receives a monthly benefit of 30% of the average final compensation until remarriage or re-entry into a new reciprocal beneficiary relationship. Additional benefits are payable to surviving dependent children up to age 18. If there is no spouse/reciprocal beneficiary or dependent children, no benefit is payable.

Ordinary death benefits are available to employees who were active at time of death with at least ten years of credited service. The surviving spouse/reciprocal beneficiary (until remarriage/re-entry into a new reciprocal beneficiary relationship) and dependent children (up to age 18) receive a benefit equal to a percentage of member's accrued maximum allowance unreduced for age or, if the member was eligible for retirement at the time of death, the surviving spouse/reciprocal beneficiary receives 100% joint and survivor lifetime pension and the dependent children receive a percentage of the member's accrued maximum allowance unreduced for age.

*Contributory Class for Employees Hired Prior to July 1, 2012*

*Retirement Benefits* - General employees' retirement benefits are determined as 2% of average final compensation multiplied by the years of credited service. General employees with 5 years of credited service are eligible to retire at age 55.

Police and firefighters' retirement benefits are determined using the benefit multiplier of 2.5% for qualified service, up to a maximum of 80% of average final compensation. Police officers and firefighters with five years of credited service are eligible to retire at age 55. Police officers and firefighters with 25 years of credited service are eligible to retire at any age, provided the last five years is service credited in these occupations.

*Disability Benefits* - Members are eligible for service-related disability benefits regardless of length of service and receive a one-time payment of the member's contributions and accrued interest plus a lifetime pension of 50% of their average final compensation. Ten years of credited service is required for ordinary disability. Ordinary disability benefits are determined as 1.75% of average final compensation multiplied by the years of credited service but are payable immediately, without an actuarial reduction, and at a minimum of 30% of average final compensation.

*Death Benefits* - For service-connected deaths, the surviving spouse/reciprocal beneficiary receives a lump sum payment of the member's contributions and accrued interest plus a monthly benefit of 50% of the average final compensation until remarriage or re-entry into a new reciprocal beneficiary relationship. If there is no surviving spouse/reciprocal beneficiary, surviving dependent children (up to age 18) or dependent parents are eligible for the monthly benefit. If there is no spouse/reciprocal beneficiary or dependent children/parents, the ordinary death benefit is payable to the designated beneficiary.

Ordinary death benefits are available to employees who were active at time of death with at least one year of service. Ordinary death benefits consist of a lump sum payment of the member's contributions and accrued interest plus a percentage of the salary earned in the 12 months preceding death, or 50% joint and survivor lifetime pension if the member was not eligible for retirement at the time of death but was credited with at least ten years of service and designated one beneficiary, or 100% joint and survivor lifetime pension if the member was eligible for retirement at the time of death and designated one beneficiary.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 10 - RETIREMENT BENEFITS (Continued)**

*Contributory Class for Employees Hired After June 30, 2012*

*Retirement Benefits* - General employees' retirement benefits are determined as 1.75% of average final compensation multiplied by the years of credited service. General employees with ten years of credited service are eligible to retire at age 60.

Police officers and firefighters' retirement benefits are determined using the benefit multiplier of 2.25% for qualified service, up to a maximum of 80% of average final compensation. Police officers and firefighters with ten years of credited service are eligible to retire at age 60. Police officers and firefighters with 25 years of credited service are eligible to retire at age 55, provided the last five years is service credited in these occupations.

*Disability and Death Benefits* - Members are eligible for service-related disability benefits regardless of length of service and receive a lifetime pension of 50% of their average final compensation plus refund of contributions and accrued interest. Ten years of credited service is required for ordinary disability.

For police officers and firefighters, ordinary disability benefits are 1.75% of average final compensation for each year of service and are payable immediately, without an actuarial reduction, at a minimum of 30% of average final compensation.

Death benefits for contributory members hired after June 30, 2012 are generally the same as those for contributory members hired June 30, 2012 and prior.

*Hybrid Class for Employees Hired Prior to July 1, 2012*

*Retirement Benefits* - General employees' retirement benefits are determined as 2% of average final compensation multiplied by the years of credited service. General employees with five years of credited service are eligible to retire at age 62. General employees with 30 years of credited service are eligible to retire at age 55.

*Disability Benefits* - Members are eligible for service-related disability benefits regardless of length of service and receive a lifetime pension of 35% of their average final compensation plus refund of their contributions and accrued interest. Ten years of credited service is required for ordinary disability. Ordinary disability benefits are determined in the same manner as retirement benefits but are payable immediately, without an actuarial reduction, and at a minimum of 25% of average final compensation.

*Death Benefits* - For service-connected deaths, the surviving spouse/reciprocal beneficiary receives a lump sum payment of the member's contributions and accrued interest plus a monthly benefit of 50% of the average final compensation until remarriage or re-entry into a new reciprocal beneficiary relationship. If there is no surviving spouse/reciprocal beneficiary, surviving dependent children (up to age 18) or dependent parents are eligible for the monthly benefit. If there is no spouse/reciprocal beneficiary or dependent children/parents, the ordinary death benefit is payable to the designated beneficiary.

Ordinary death benefits are available to employees who were active at time of death with at least five years of service. Ordinary death benefits consist of a lump sum payment of the member's contributions and accrued interest plus a percentage multiplied by 150%, or 50% joint and survivor lifetime pension if the member was not eligible for retirement at the time of death but was credited with at least ten years of service and designated one beneficiary, or 100% joint and survivor lifetime pension if the member was eligible for retirement at the time of death and designated one beneficiary.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 10 - RETIREMENT BENEFITS (Continued)**

*Hybrid Class for Employees Hired After June 30, 2012*

*Retirement Benefits* - General employees' retirement benefits are determined as 1.75% of average final compensation multiplied by the years of credited service. General employees with ten years of credited service are eligible to retire at age 65. Employees with 30 years of credited service are eligible to retire at age 60. Sewer workers, water safety officers, and emergency medical technicians may retire with 25 years of credited service at age 55.

*Disability and Death Benefits* - Provisions for disability and death benefits generally remain the same except for ordinary death benefits. Ordinary death benefits are available to employees who were active at time of death with at least ten years of service. Ordinary death benefits consist of a lump sum payment of the member's contributions and accrued interest, plus a percentage multiplied by 50% joint and survivor lifetime pension if the member was not eligible for retirement at the time of death but was credited with at least ten years of service and designated one beneficiary, or 100% joint and survivor lifetime pension if the member was eligible for retirement at the time of death and designated one beneficiary.

**Contributions** - Contributions are governed by HRS Chapter 88 and may be amended through legislation. The employer rate is set by statute based on the recommendations of the ERS actuary resulting from an experience study conducted every five years. Since July 1, 2005, the employer contribution rate is a fixed percentage of compensation, including the normal cost plus amounts required to pay for the unfunded actuarial accrued liabilities. Contributions to the pension plan from the County were \$48,426,238, for the fiscal year ended June 30, 2020.

Per Act 17 (SLH 2017), employer contributions from the State and counties have increased over four years beginning July 1, 2017. The rate for police officers and firefighters increased to 31.00% on July 1, 2018; 36.00% on July 1, 2019; and 41.00% on July 1, 2020. The rate for all other employees' increased to 19.00% on July 1, 2018; 22.00% on July 1, 2019; and 24.00% on July 1, 2020.

The employer is required to make all contributions for noncontributory members. Contributory members hired prior to July 1, 2012, are required to contribute 7.8% of their salary and police officers and firefighters are required to contribute 12.2% of their salary. Contributory members hired after June 30, 2012, are required to contribute 9.8% of their salary, except for police officers and firefighters who are required to contribute 14.2% of their salary. Hybrid members hired prior to July 1, 2012 are required to contribute 6.0% of their salary. Hybrid members hired after June 30, 2012 are required to contribute 8.0% of their salary.

***Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*** - At June 30, 2020, the County reported a liability of approximately \$648.4 million, for the County's proportionate share of net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plan relative to projected contributions of all participants, actuarially determined. At June 30, 2019, the County's proportion was 4.5756% which was an increase of 0.0884% from its proportion measured as of June 30, 2018.

There were no other changes between the measurement date, June 30, 2019, and the reporting date, June 30, 2020, that are expected to have a significant effect on the proportionate share of the net pension liability.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 10 - RETIREMENT BENEFITS (Continued)**

For the fiscal year ended June 30, 2020, the County recognized pension expense of \$51,538,191. At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 28,336,756	\$ 665,511
Net difference between projected and actual earnings on pension plan investments	106,774	1,820,705
Changes in proportion and difference between County contributions and proportionate share of contributions	15,283,324	15,031,502
Changes in assumptions	44,600,809	419,758
County contributions subsequent to the measurement date	48,426,238	--
	<u>\$ 136,753,901</u>	<u>\$ 17,937,476</u>

At June 30, 2020, the approximate \$48.4 million reported as deferred outflows of resources related to pensions resulted from contributions made subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Net Deferred Outflows</u>
2021	\$ 37,771,022
2022	18,402,905
2023	6,673,823
2024	6,125,751
2025	<u>1,416,686</u>
Total	<u>\$ 70,390,187</u>

**Actuarial Assumptions** - The total pension liability in the June 30, 2019 actuarial valuation was based on the results of an experience study as of June 30, 2018, with most of the assumptions based on the period from July 1, 2013 through June 30, 2018 as follows:

Inflation rate	2.50%
Investment rate of return	7.00% per year, compounded annually including inflation
Payroll growth	3.50%
Salary increases, including inflation	
Police and fire employees	5.00% to 7.00%
General employees	3.50% to 6.50%
Teachers	3.75% to 5.75%

There were no changes to ad hoc postemployment benefits including cost of living allowances.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
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**NOTE 10 - RETIREMENT BENEFITS (Continued)**

Mortality rates used in the actuarial valuation as of June 30, 2019 were based on the following:

Active members - Multiples of the RP 2014 mortality table for active employees based on the occupation of the member.

Healthy retirees - The 2019 Public Retirees of Hawaii mortality table, generational projection using the BB projection table from the year 2019 and with multipliers based on plan and group experience.

Disabled retirees - Base table for healthy retirees' occupation, set forward five years, generational projection using the BB projection table from year 2019. Minimum mortality rate of 3.5% for males and 2.5% for females.

The long-term expected rate of return on pension plan investments was determined using a "top down approach" of the Bespoke Client Constrained Simulation-based Optimization Model (a statistical technique known as "re-sampling with replacement" that directly keys in on specific plan-level risk factors as stipulated by the ERS Board of Trustees) in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return (real returns and inflation) by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>Strategic Allocation (Risk-Based Classes)</u>	<u>Target Allocation</u>	<u>Long-Term Expected Rate of Return</u>	<u>Long-Term Expected Real Rate of Return*</u>
Broad growth	63.00%	7.65%	5.40%
Principal protection	7.00%	3.00%	0.75%
Real return	10.00%	4.55%	2.30%
Crisis risk offset	20.00%	5.15%	2.90%
	<u>100.00%</u>		

\* Uses an expected inflation of 2.25%

**Discount Rate** - The discount rate used to measure the net pension liability at June 30, 2019 was 7.00%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from the County will be made at statutorily required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the County's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate** - The following presents the County's proportionate share of the net pension liability calculated using the discount rate of 7.00%, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.00%) or 1-percentage point higher (8.00%) than the current rate:



**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
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**NOTE 10 - RETIREMENT BENEFITS (Continued)**

	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
County's proportionate share of the net pension liability	\$ <u>850,921,030</u>	\$ <u>648,357,345</u>	\$ <u>502,515,239</u>

***Pension Plan Fiduciary Net Position***

The pension plan's fiduciary net position is determined on the same basis used by the pension plan. The ERS's financial statements are prepared using the accrual basis of accounting under which expenses are recorded in the accounting period in which they are earned and become measurable. Employer and member contributions are recognized in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investment purchases and sales are recorded as of their trade date. Administrative expenses are financed exclusively with investment income.

There were no significant changes after the report measurement date. Detailed information about the pension plan's fiduciary net position is available in the separately issued ERS financial report. ERS' complete financial statements are available at <https://www.ers.ehawaii.gov>.

***Payables to the Pension Plan***

As of June 30, 2020, the County had \$8,184,378 payable to the pension plan.

**Postemployment Benefits Other Than Pensions**

**Plan description** - The State provides certain health care and life insurance benefits to all qualified employees. Pursuant to Act 88, SLH 2001, the State contributes to the EUTF, an agent multiple-employer defined benefit plan that replaced the Hawaii Public Employees Health Fund effective July 1, 2003. The EUTF was established to provide a single delivery system of health benefits for state and county workers, retirees and their dependents. The EUTF issues an annual financial report that is available to the public that can be obtained on EUTF's website at <https://eutf.hawaii.gov/reports>.

For employees hired before July 1, 1996, the County pays the entire base monthly contribution for employees retiring with ten years or more of credited service, and 50% of the base monthly contribution for employees retiring with fewer than ten years of credited service. A retiree can elect a family plan to cover dependents.

For employees hired after June 30, 1996 but before July 1, 2001, and who retire with less than 10 years of service, the County makes no contributions. For those retiring with at least 10 years but fewer than 15 years of service, the County pays 50% of the base monthly contribution. For employees retiring with at least 15 years but fewer than 25 years of service, the County pays 75% of the base monthly contribution. For those retiring with at least 25 years of service, the County pays 100% of the base monthly contribution. A retiree can elect a family plan to cover dependents.

For employees hired after on or after July 1, 2001, and who retire with fewer than 10 years of service, the County makes no contributions. For those retiring with at least 10 years but fewer than 15 years of service, the County pays 50% of the base monthly contribution. For those retiring with at least 15 years but fewer than 25 years of service, the County pays 75% of the base monthly contribution. For those retiring with at least 25 years of service, the County pays 100% of the base monthly contribution. Only single plan coverage is provided for retirees in this category. Retirees can elect family coverage, but must pay the difference.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
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**NOTE 10 - RETIREMENT BENEFITS (Continued)**

**Employees Covered by Benefit Terms** - At July 1, 2019, the following number of plan members were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefits	1,611
Inactive plan members entitled but not yet receiving benefit payments	280
Active plan members	<u>2,467</u>
Total	<u>4,358</u>

**Contributions** - Contributions are governed by HRS Chapter 87A and may be amended through legislation. Contributions to the OPEB plan from the County totaled \$43,849,711 for the fiscal year ended June 30, 2020. The employer is required to make all contributions for members.

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB** - At June 30, 2020, the County reported a net OPEB liability of \$317,041,393. The net OPEB liability was measured as of July 1, 2019, and the total OPEB liability to calculate the net OPEB liability was determined by an actuarial valuation as of that date.

There were no changes between the measurement date, July 1, 2019, and the reporting date, June 30, 2020, that are expected to have a significant effect on the net OPEB liability.

For the fiscal year ended June 30, 2020, the County recognized OPEB expense of \$26,373,469. At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,138,182	\$ 5,181,535
Net difference between projected and actual earnings on OPEB plan investments	3,260,174	--
Changes in assumptions	6,995,179	--
County contributions subsequent to the measurement date	<u>43,849,711</u>	<u>--</u>
	\$ <u>57,243,246</u>	\$ <u>5,181,535</u>

At June 30, 2020, the \$43,849,711 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the fiscal year ending June 30, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Net Deferred Outflows</u>
2021	\$ 1,131,467
2022	1,131,467
2023	2,075,444
2024	2,219,460
2025	824,416
Thereafter	<u>829,746</u>
Total	\$ <u>8,212,000</u>

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 10 - RETIREMENT BENEFITS (Continued)**

**Actuarial assumptions** - The total OPEB liability in the July 1, 2019 actuarial valuation was determined using the following actuarial assumptions, based on the experience study covering the five-year period ended June 30, 2018 as conducted for the ERS:

Inflation	2.50%
Salary increases	3.50% to 7.00%, including inflation
Investment rate of return	7.00%
Healthcare cost trend rates	
PPO	Initial rates of 8.00%, declining to a rate of 4.86% after 12 years
HMO*	Initial rates of 8.00%; declining to a rate of 4.86% after 12 years
Contribution	Initial rates of 5.00%; declining to a rate of 4.70% after 11 years
Dental	Initial rates of 5.00% for the first two years; followed by 4.00%
Vision	Initial rates of 0.00% for the first two years, followed by 2.50%
Life insurance	0.00%

\* Blended rates for medical and prescription drug

Mortality rates are based on system-specific mortality tables utilizing scale BB to project generational mortality improvement.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimates of arithmetic real rates of return for each major asset class as of July 1, 2019 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
International equity	17.00%	6.90%
U.S. equity	15.00%	5.35%
Private equity	10.00%	8.80%
Core real estate	10.00%	3.90%
Trend following	9.00%	3.25%
U.S. microcap	7.00%	7.30%
Global options	7.00%	4.75%
Private credit	6.00%	5.60%
Long treasuries	6.00%	2.00%
Alternative risk premia	5.00%	2.75%
TIPS	5.00%	1.20%
Core bonds	3.00%	1.50%
	<u>100.00%</u>	

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 10 - RETIREMENT BENEFITS (Continued)**

**Single Discount rate** - The discount rate used to measure the total OPEB liability was 7.00%, based on the expected rate of return on OPEB plan investments of 7.00% and the municipal bond rate of 3.62% (based on the daily rate closest to but not later than the measurement date of the Fidelity "20-year Municipal GO AA Index"). The County's funding policy is to pay the recommended actuarially determined contribution, which is based on layered, closed amortization periods. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

**OPEB Plan Fiduciary Net Position** - The OPEB plan's fiduciary net position has been determined on the same basis used by the OPEB plan. The EUTF's financial statements are prepared using the accrual basis of accounting under which revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of the cash flows. Employer contributions are recognized in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investment purchases and sales are recorded on a trade-date basis. Administrative expenses are financed exclusively with investment income.

There were no significant changes after the report measurement date. Detailed information about the OPEB plan's fiduciary net position is available in the separately issued EUTF financial report. The EUTF's complete financial statements are available at <https://eutf.hawaii.gov>.

**Changes in the Net OPEB Liability**

The following schedule presents the changes in the net OPEB liability for the fiscal year ended June 30, 2020. The ending balances are as of the measurement date, July 1, 2019.

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
<b>Balance at June 30, 2019</b>	<b>\$ 553,584,745</b>	<b>\$ 237,818,973</b>	<b>\$ 315,765,772</b>
<b>Changes for the fiscal year:</b>			
Service cost	12,498,568	--	12,498,568
Interest on the total OPEB liability	38,555,038	--	38,555,038
Differences between expected and actual experience	3,671,170	--	3,671,170
Changes in assumptions	2,834,167	--	2,834,167
Employer contributions	--	37,446,930	(37,446,930)
Net investment income	--	10,346,671	(10,346,671)
Benefit payments	(18,095,542)	(18,095,542)	--
Administrative expense	--	(78,401)	78,401
Other	--	8,568,122	(8,568,122)
<b>Net changes</b>	<b>39,463,401</b>	<b>38,187,780</b>	<b>1,275,621</b>
<b>Balance at June 30, 2020</b>	<b>\$ 593,048,146</b>	<b>\$ 276,006,753</b>	<b>\$ 317,041,393</b>

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 10 - RETIREMENT BENEFITS (Continued)**

***Sensitivity of the County's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate*** - The following presents the County's proportionate share of the net OPEB liability calculated using the discount rate, as well as what the County's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<u>1% Decrease</u> <u>(6.00%)</u>	<u>Discount Rate</u> <u>(7.00%)</u>	<u>1% Increase</u> <u>(8.00%)</u>
County's proportionate share of the net OPEB liability	\$ <u>415,829,684</u>	\$ <u>317,041,393</u>	\$ <u>239,495,563</u>

***Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates*** - The following presents the net OPEB liability of the County, as well as what the County's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage point lower or 1-percentage point higher than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
County's proportionate share of the net OPEB liability	\$ <u>236,101,358</u>	\$ <u>317,041,393</u>	\$ <u>421,782,774</u>

**Deferred Compensation Plan**

The County participates in a deferred compensation plan established by the State of Hawaii in accordance with Internal Revenue Code Section 457. The plan is available to all the County employees, and permits employees to defer a portion of their salary until future years by contributing to a fund managed by a plan administrator. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All plan assets are held in a trust fund to protect them from claims of general creditors and from diversion to any uses other than paying benefits to participants and beneficiaries. The County has no responsibility for loss due to the investment or failure of investment of funds and assets in the plans, but does have the duty of due care that would be required of an ordinary prudent investor. Therefore, in accordance with GASB Statement No.32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, deferred compensation plan assets are not reported in the accompanying basic financial statements.

**NOTE 11 - CLAIMS AND JUDGMENTS**

The County is self-insured for workers' compensation based on a \$500,000 self-insured retention. Thereafter, an excess workers' compensation policy takes effect. In addition, the County also has insurance for errors and omissions and employer's practice liability, with a \$500,000 deductible per occurrence up to \$25 million in the aggregate. Further, the County is afforded bodily injury and property damage coverage for third party claims in excess of the aforementioned retention on a per occurrence basis. Property policies are layered providing \$100 million in total for building and any form of structures.

Settled claims have not exceeded these coverages in any of the past three fiscal years. The estimated total liability of the County of approximately \$21.8 million, with respect to claims and judgments, including claims incurred but not reported and related loss adjustment expenses by the claimant and settled claims is presented on the statement of net position on the government-wide financial statements.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 11 - CLAIMS AND JUDGMENTS (Continued)**

Claim liabilities are calculated and periodically re-evaluated taking into consideration the effect of inflation, recent claim settlement trends, including frequency and amount of compensation subject to settlements, and other economic and social factors. Changes in the claims and judgments liability account for the fiscal year ended June 30, 2020 were as follows:

	Balance July 1, 2019	Change to Estimate Additions/ (Reductions)	Claim Payments	Balance June 30, 2020	Due Within One Year
<b>Governmental Activities:</b>					
Workers' compensation	\$ 4,991,066	\$ 3,233,268	\$ 2,393,917	\$ 5,830,417	\$ 5,830,417
Automobile, general liability and other civil litigation	<u>14,381,939</u>	<u>4,004,377</u>	<u>2,386,646</u>	<u>15,999,670</u>	<u>15,999,670</u>
	<u>\$ 19,373,005</u>	<u>\$ 7,237,645</u>	<u>\$ 4,780,563</u>	<u>\$ 21,830,087</u>	<u>\$ 21,830,087</u>
<b>Business-type Activities:</b>					
Workers' compensation	\$ 493,694	\$ 120,609	\$ 306,258	\$ 308,045	\$ 308,045
Automobile, general liability and other civil litigation	<u>19,246</u>	<u>7,205</u>	<u>12,325</u>	<u>14,126</u>	<u>14,126</u>
	<u>\$ 512,940</u>	<u>\$ 127,814</u>	<u>\$ 318,583</u>	<u>\$ 322,171</u>	<u>\$ 322,171</u>

The estimated total liability has been determined through case-by-case analysis and from historical experience performed by the County's risk management division. Those historical results, combined with the evaluation of pending claims against the County by the County's Corporation Counsel, aids in this evaluation. Estimated expenditures for such claims are appropriated annually in the General Fund with the exception of workers' compensation for injured workers within the Department of Water Supply. Because of the inherent uncertainties in estimating future projected liabilities of claims and judgments, it is at least reasonably possible that the estimates used may change within the near term.

**NOTE 12 - COMMITMENTS AND CONTINGENCIES**

***Contractual Commitments***

Contractual commitments for capital projects, expenditures, and supplies for the governmental funds amounted to approximately \$197.9 million at June 30, 2020. Contractual commitments for the proprietary funds amounted to approximately \$24.9 million at June 30, 2020.

***Claims***

Numerous claims and lawsuits have been filed against the County in the normal course of its operations. A liability for probable losses is included on the government-wide statement of net position (see Note 11). Although the outcome of the various claims and lawsuits is not presently determinable, in the opinion of the County's Corporation Counsel, the resolution of such matters will not have a material adverse effect on the financial condition of the County.

***Federal Financial Assistance Programs***

The County participates in a number of federally assisted grant programs, primarily with the Department of Housing and Urban Development, the Department of Transportation, the Department of Interior, the Department of Labor, and the Department of Justice. These programs are subject to program compliance audits by the grantors or their representatives.

Although the County's grant programs will be subject to be audited in accordance with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) for the fiscal year ended June 30, 2020, these programs are still subject to financial and compliance audits by federal auditors. In the opinion of management of the County, disallowed costs, if any, would not be material.

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 12 - COMMITMENTS AND CONTINGENCIES**

***State Grants***

The County has received state grants for specific purposes that are subject to review and audit by grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. In the opinion of management of the County, disallowed costs, if any, would not be material.

**NOTE 13 - FUND BALANCES**

Fund balances for all the major and other governmental funds as of June 30, 2020, are distributed as follows:

	General Fund	Highway Fund	County Funds	Grant Fund	Capital Improvements Project Fund	Other Governmental Funds	Total
<b>Nonspendable</b>	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
<b>Restricted for:</b>							
Bikeway service	--	--	--	--	--	151,314	151,314
Environmental Protection & Sustainability	--	--	--	--	--	6,836,899	6,836,899
Highway and transportation services	--	17,678,884	--	--	--	--	17,678,884
Housing and human concerns	--	--	30,436,580	5,273,593	--	1,058,709	36,768,882
Liquor control	--	--	306,775	--	--	--	306,775
Open space preservation	10,099,487	--	--	--	--	--	10,099,487
Other expenditures	--	--	--	--	--	42,850	42,850
Parks and recreation	--	--	--	--	--	5,804,527	5,804,527
Wastewater services	--	--	--	--	--	1,388,643	1,388,643
Subtotal	<u>10,099,487</u>	<u>17,678,884</u>	<u>30,743,355</u>	<u>5,273,593</u>	<u>--</u>	<u>15,282,942</u>	<u>79,078,261</u>
<b>Committed to:</b>							
Administrative	--	--	898,438	--	--	--	898,438
Countywide Costs	--	--	53,393	--	--	--	53,393
Economic development	220,000	--	--	--	--	--	220,000
Environmental services	--	--	191,825	--	--	--	191,825
Fire control	--	--	644,148	--	--	--	644,148
Highway and transportation services	--	--	4,812,388	--	--	--	4,812,388
Housing and human concerns	--	--	546,905	--	--	--	546,905
Parks and recreation	--	--	1,309,244	--	--	--	1,309,244
Planning	--	--	275,738	--	--	--	275,738
Police services	--	--	351,344	--	--	--	351,344
Solid waste services	--	--	430,802	--	--	1,914,056	2,344,858
Wastewater services	--	--	10,481,435	--	--	13,282,445	23,763,880
Subtotal	<u>220,000</u>	<u>--</u>	<u>19,995,660</u>	<u>--</u>	<u>--</u>	<u>15,196,501</u>	<u>35,412,161</u>
<b>Assigned to:</b>							
Administrative	4,873,877	--	--	--	--	--	4,873,877
Capital improvement projects	--	--	--	--	37,557,175	--	37,557,175
Civil defense	39,200	--	--	--	--	--	39,200
Countywide costs	926,536	--	--	--	--	--	926,536
Economic development	9,432,728	--	--	--	--	--	9,432,728
Environmental services	17,302	--	--	--	--	--	17,302
Fire control	1,242,448	--	--	--	--	--	1,242,448
Highway and Transportation Srv	578,942	--	--	--	--	--	578,942
Housing and human concerns	3,365,249	--	--	--	--	--	3,365,249
Legislative	1,488,969	--	--	--	--	--	1,488,969
Parks and recreation	2,784,260	--	--	--	--	--	2,784,260
Personnel	87,047	--	--	--	--	--	87,047
Planning	1,707,322	--	--	--	--	--	1,707,322
Police services	2,726,515	--	--	--	--	--	2,726,515
Public works	1,868,270	--	--	--	--	--	1,868,270
Subtotal	<u>31,138,665</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>37,557,175</u>	<u>--</u>	<u>68,695,840</u>
<b>Unassigned</b>	<u>149,902,436</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>149,902,436</u>
<b>Total</b>	<u>\$ 191,360,588</u>	<u>\$ 17,678,884</u>	<u>\$ 50,739,015</u>	<u>\$ 5,273,593</u>	<u>\$ 37,557,175</u>	<u>\$ 30,479,443</u>	<u>\$ 333,088,698</u>

**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 13 - FUND BALANCES (Continued)**

The County's General Fund classifications of fund balance are listed below with the June 30, 2020 balances:

Restricted		
Open space, natural resources, cultural resources and scenic views preservation fund	\$	10,099,487
Committed		
Economic development fund		220,000
Assigned		31,138,665
Unassigned		<u>149,902,436</u>
	\$	<u>191,360,588</u>

*Open space, natural resources, cultural resources, and scenic views preservation fund* - This classification is to fund acquiring lands or property entitlements for land conservation. In adopting each fiscal year's budget and capital program, the Council appropriates a minimum of one percent of the certified real property tax revenues to the open space, natural resources, cultural resources, and scenic views preservation fund. Any balance remaining in this fund at the end of the fiscal year does not lapse, but shall remain in the fund, and accumulates from year to year.

*Economic development fund* - This classification provides funds for economic development programs.

*Emergency fund* - This classification is to fund a public emergency threatening life, health, property, or economic viability of the County. Additions to this fund are appropriated by the County Council. Any balance remaining in this fund at the end of the fiscal year does not lapse, but shall remain in the fund. The balance of the emergency fund reported as part of the unassigned fund balance as of June 30, 2020 was \$43,997,228. The available balance of the Emergency Fund is subject to change based on final determinations of allowable expenditures and reimbursements from the Federal Emergency Management Agency.

***Encumbrances***

Encumbrance accounting is employed in the governmental funds. Under this method, purchase orders, contracts, and other commitments outstanding at year-end do not constitute expenditures or liabilities. Encumbrances of balances within the General Fund are classified as assigned. Encumbrances of the other governmental funds are classified as restricted, committed, or assigned.

These encumbrances at June 30, 2020 are not separately classified in the financial statements, and are summarized as follows:

General Fund	\$	33,125,534
Highway Fund		4,623,221
County Funds		12,480,605
Grant Fund		13,224,511
Capital Improvement Projects Fund		129,261,689
Non-Major Governmental Funds		<u>5,188,690</u>
	\$	<u>197,904,250</u>



**COUNTY OF MAUI**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 14 - PROPRIETARY FUND - DEPARTMENT OF WATER SUPPLY**

The Charter of the County of Maui provides that the Department is a regular County of Maui agency subject to the Mayor's executive management and Council's legislative oversight.

***Unrestricted Cash and Investments***

Unrestricted cash, cash equivalents, and investments at June 30, 2020 include funds for the following purposes:

Board-designated	
Capital improvements	\$ 26,111,563
Debt service	<u>2,116,350</u>
Total board-designated	28,227,913
Undesignated	<u>47,762,509</u>
Total	\$ <u>75,990,422</u>

At June 30, 2020, construction contract payables, including retentions, to be paid with board-designated funds were approximately \$900,000. Construction contract commitments as of June 30, 2020, to be paid with board-designated funds, aggregated approximately \$7.6 million. There are no amounts included in the construction contract commitment amounts for 2020 for maintenance of compliance-order projects and no amounts included for management's estimates needed in anticipation of future regulations for compliance.

***Restricted Cash and Investments***

Restricted cash and investments consisted of the following at June 30, 2020:

Water system development fee	\$ 20,384,500
State funds	12,183,929
Bond funds	2,432,640
Customer deposits	721,055
Special assessment fund for storage	273,829
Source development fund assessments	<u>192,378</u>
Total	\$ <u>36,188,231</u>

At June 30, 2020, construction voucher and contract payables, including retentions, to be paid with restricted assets were approximately \$405,000. The construction contract commitments as of June 30, 2020, to be paid with restricted assets, aggregated approximately \$8.6 million.

***Restricted Net Position***

At June 30, 2020, restricted net position consisted of the following:

Water system development fee	\$ 20,384,500
Special assessment fund for storage	273,829
Source development fund assessments	192,378
Other restricted funds	<u>12,257,752</u>
Total	\$ <u>33,108,459</u>

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**COUNTY OF MAUI**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**OTHER THAN MANAGEMENT'S DISCUSSION AND ANALYSIS**

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<b>Required Supplementary Information</b>	<b><u>Pages</u></b>
<b>Schedule of Revenue, Expenditures, and Changes in Fund Balances - Budget and Actual</b>	91 - 93
- General Fund - Budgetary Basis	
- Highway Fund - Budgetary Basis	
- County Funds - Budgetary Basis	
<b>Notes to the Budgetary Comparison Schedules</b>	94
<b>Schedule of Proportionate Share of the Net Pension Liability</b>	95
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<b>Notes to Required Supplementary Information Required by GASB Statement No. 68</b>	97
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**COUNTY OF MAUI**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET**  
**AND ACTUAL**  
**GENERAL FUND - BUDGETARY BASIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual Amounts	
REVENUES:				
Taxes	\$ 365,036,240	\$ 365,036,240	\$ 365,036,934	\$ 694
Licenses and permits	8,022,000	8,022,000	9,794,822	1,772,822
Intergovernmental revenues	23,559,000	23,559,000	19,599,207	(3,959,793)
Charges for services	4,497,753	4,497,177	3,981,360	(515,817)
Fines and forfeitures	2,000,000	2,000,000	2,626,693	626,693
Interest and investment losses, net	4,981,994	4,772,143	11,865,148	7,093,005
Other revenues	731,500	761,500	1,171,287	409,787
Total Revenues	408,828,487	408,648,060	414,075,451	5,427,391
EXPENDITURES:				
Current:				
General government	182,966,395	180,919,221	159,947,321	20,971,900
Public safety	112,683,052	113,360,478	103,453,508	9,906,970
Highways and streets	8,816,046	8,816,046	8,796,753	19,293
Sanitation	640,490	640,490	592,056	48,434
Social welfare	28,530,672	30,536,672	25,186,878	5,349,794
Culture and recreation	33,864,381	34,107,365	30,267,629	3,839,736
Legislative	10,485,277	10,485,277	7,690,811	2,794,466
Total Expenditures	377,986,313	378,865,549	335,934,956	42,930,593
Excess Revenues over Expenditures	30,842,174	29,782,511	78,140,495	48,357,984
OTHER FINANCING SOURCES (USES):				
Transfers in:				
Special Revenue Funds	23,237,078	23,237,078	23,191,107	(45,971)
Capital Improvement Projects Fund	--	--	1,353,304	1,353,304
Other Governmental Funds	4,970,006	4,970,006	4,970,006	--
Proprietary Funds	1,896,833	1,896,833	1,435,775	(461,058)
Transfers out:				
Special Revenue Funds	(935,614)	(75,000)	(75,000)	--
Debt Service Fund	(42,424,351)	(42,424,351)	(42,424,351)	--
Capital Improvement Projects Fund	--	(12,635,000)	(12,635,000)	--
Proprietary Funds	(34,866)	(34,866)	(34,866)	--
Other Governmental Funds	(18,278,645)	(19,115,882)	(19,115,882)	--
Total Other Financing Sources (Uses)	(31,569,559)	(44,181,182)	(43,334,907)	846,275
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	\$ (727,385)	\$ (14,398,671)	\$ 34,805,588	\$ 49,204,259

See accompanying notes to budgetary comparison schedules.

**COUNTY OF MAUI**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET**  
**AND ACTUAL**  
**HIGHWAY FUND - BUDGETARY BASIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 24,300,000	\$ 24,300,000	\$ 24,852,989	\$ 552,989
Licenses and permits	23,999,438	23,999,438	25,636,561	1,637,123
Charges for services	2,400,000	2,400,000	2,400,000	--
Total Revenues	<u>50,699,438</u>	<u>50,699,438</u>	<u>52,889,550</u>	<u>2,190,112</u>
<b>EXPENDITURES:</b>				
Current:				
Highways and streets	41,018,484	41,117,944	38,965,835	2,152,109
Excess Revenues over Expenditures	<u>9,680,954</u>	<u>9,581,494</u>	<u>13,923,715</u>	<u>4,342,221</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in:				
General Fund	780,633	880,655	955,655	75,000
Capital Improvement Projects Fund	--	--	2,229,968	2,229,968
Other Governmental Funds	340,000	340,000	188,525	(151,475)
Transfers out:				
General Fund	(8,321,896)	(8,321,896)	(8,321,896)	--
Capital Improvement Projects Fund	--	(10,287,267)	(10,287,267)	--
Total Other Financing Sources (Uses)	<u>(7,201,263)</u>	<u>(17,388,508)</u>	<u>(15,235,015)</u>	<u>2,153,493</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	\$ <u>2,479,691</u>	\$ <u>(7,807,014)</u>	\$ <u>(1,311,300)</u>	\$ <u>6,495,714</u>

See accompanying notes to budgetary comparison schedules.

**COUNTY OF MAUI**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET**  
**AND ACTUAL**  
**COUNTY FUNDS - BUDGETARY BASIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget-</u>
				<u>Positive</u>
				<u>(Negative)</u>
<b>REVENUES:</b>				
Licenses and permits	\$ 13,359,708	\$ 13,359,708	\$ 161,833	\$ (13,197,875)
Charges for services	1,582,041	1,582,041	485,986	(1,096,055)
Fines and forfeitures	--	--	104,331	104,331
Other revenues	--	--	4,519,104	4,519,104
Total Revenues	<u>14,941,749</u>	<u>14,941,749</u>	<u>5,271,254</u>	<u>(9,670,495)</u>
<b>EXPENDITURES:</b>				
Current:				
General government	1,794,461	1,794,461	1,208,901	585,560
Public safety	370,656	370,656	199,986	170,670
Highways and streets	--	--	275,938	(275,938)
Sanitation	1,771,251	1,771,251	1,299,037	472,214
Social welfare	4,281,253	4,281,253	3,161,898	1,119,355
Culture and recreation	494,208	--	--	--
Total Expenditures	<u>8,711,829</u>	<u>8,217,621</u>	<u>6,145,760</u>	<u>2,071,861</u>
Deficiency of Revenues over Expenditures	<u>6,229,920</u>	<u>6,724,128</u>	<u>(874,506)</u>	<u>(7,598,634)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in:				
General Fund	15,321,450	15,321,450	15,321,450	--
Special Revenue Funds	1,483,047	1,483,047	1,483,047	--
Total Other Financing Sources (Uses)	<u>16,804,497</u>	<u>16,804,497</u>	<u>16,804,497</u>	<u>--</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	\$ <u>23,034,417</u>	\$ <u>23,528,625</u>	\$ <u>15,929,991</u>	\$ <u>(7,598,634)</u>

See accompanying notes to budgetary comparison schedules.

**COUNTY OF MAUI**  
**NOTES TO THE BUDGETARY COMPARISON SCHEDULES**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Budgets and Budgetary Accounting** - On or before March 25<sup>th</sup>, the Mayor submits to the County Council a proposed operating budget and capital program for the fiscal year commencing the following July 1<sup>st</sup>. Upon submission, the budget and capital program are available as public record in the Office of the County Clerk for open inspection. A public hearing is held by the County Council between April 1<sup>st</sup> and 30<sup>th</sup> in the year of submission. After the public hearing, the County Council shall pass the budget by ordinance with or without amendment on or before June 10<sup>th</sup>. If the Council fails to do so, the budget, as submitted by the Mayor, is deemed legally enacted as the budget for the ensuing fiscal year.

The classification detail upon which the budget is prepared is by fund, department, activity, and sub-object. Certain departments have specific line-item appropriations within a program. The department heads may make transfers between sub-objects and indexes within an activity (line item).

The detail at which expenditures may not legally exceed appropriations without amendment is at the program level or the specific line-item appropriations as shown in the schedules by fund. Any transfers or increase of an appropriation require the approval of the County Council. Transfers with a department are approved by resolution, and transfers between departments and increases or decreases in appropriations are approved by ordinance. Legally adopted budgets include the General Fund, Highway Fund, County Funds, Sewer Fund, Debt Service Fund, Capital Improvement Projects Fund, Liquor Control Fund, Solid Waste Fund, and the Department of Water Supply. For budgetary purposes, the Grant Fund does not have a legally adopted annual budget; however, there is a provision in the annual budget ordinance that relates to revenues from grants. Grant revenues are appropriated to the programs and uses identified in the annual budget ordinance, which also authorizes the fund to receive and expend the funds for the grants and programs identified.

**Appropriations** - By the Charter of the County of Maui, every appropriation, except an appropriation for capital improvement, shall lapse at the close of the fiscal year to the extent that it has not been expended or encumbered by a written contract. Appropriations for capital improvements shall lapse six months after the close of the fiscal year to the extent that they have not been expended or encumbered by a written contract.

Formal budgetary integration is employed as a management control device during the year. All budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP basis); except that encumbrances are treated as budgetary expenditures in the year commitments were made. Accordingly, the actual expenditures on a non-GAAP budgetary basis presented in the required supplementary information represent the current year's expenditures as recorded on the modified accrual basis, plus encumbrances at year-end, less expenditures related to amounts encumbered in the prior year. The required supplementary information reflects the budgeted and actual amounts (non-GAAP budgetary basis) for the General Fund and major Special Revenue Funds that have legally adopted annual operating budgets.

The following is a summary of the adjustments necessary to convert major funds from the GAAP basis to the non-GAAP budgetary basis for the fiscal year ended June 30, 2020.

	General Fund	Highway Fund	County Funds
GAAP Basis - Net change in fund balances	\$ 40,873,308	\$ (434,947)	\$ 15,929,991
Accruals and other adjustments	2,245,870	622,894	9,363,367
Less encumbrances of budgeted funds June 30, 2020	(33,046,169)	(4,623,221)	(12,480,605)
Add encumbrances of budgeted funds June 30, 2019	<u>24,732,579</u>	<u>3,123,974</u>	<u>3,117,238</u>
Non-GAAP Budgetary Basis - Net change in fund balances	\$ <u>34,805,588</u>	\$ <u>(1,311,300)</u>	\$ <u>15,929,991</u>

**COUNTY OF MAUI  
SCHEDULE OF PROPORTIONATE  
SHARE OF THE NET PENSION LIABILITY  
LAST TEN FISCAL YEARS\***

<b>Measurement Period Ended</b>	<b>Proportionate Share of the Net Pension Liability</b>	<b>Proportionate Share of the Net Pension Liability</b>	<b>Covered Payroll</b>	<b>Proportionate Share of the Net Pension Liability as a %age of Covered Payroll</b>	<b>Plan Fiduciary Net Position as a %age of the Total Pension Liability</b>
June 30, 2019	4.58%	\$ 648,357,345	\$ 174,530,259	371.49%	54.87%
June 30, 2018	4.48%	\$ 597,668,396	\$ 177,312,000	337.07%	55.48%
June 30, 2017	4.62%	\$ 598,462,510	\$ 173,094,000	345.74%	54.80%
June 30, 2016	4.43%	\$ 592,379,381	\$ 164,147,000	360.88%	51.28%
June 30, 2015	4.37%	\$ 381,379,245	\$ 159,017,000	239.84%	62.42%
June 30, 2014	4.21%	\$ 337,749,364	\$ 144,037,000	234.49%	63.92%
June 30, 2013	4.34%	\$ 387,246,181	\$ 143,438,000	269.98%	57.96%

\* The data is presented for the years for which information is available.

See accompanying notes to required supplementary information.



**COUNTY OF MAUI  
SCHEDULE OF CONTRIBUTIONS (PENSION)  
LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended</b>	<b>Statutorily Required Contribution</b>	<b>Contributions in Relation to Statutorily Required Contributions</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Payroll</b>	<b>Contributions as a %age of Covered Payroll</b>
June 30, 2020	\$ 48,426,238	\$ 48,426,238	\$ --	\$ 177,926,729	27.217%
June 30, 2019	\$ 40,882,584	\$ 40,882,584	\$ --	\$ 174,530,259	23.424%
June 30, 2018	\$ 37,124,777	\$ 37,124,777	\$ --	\$ 177,312,000	20.938%
June 30, 2017	\$ 33,722,504	\$ 33,722,504	\$ --	\$ 173,094,000	19.482%
June 30, 2016	\$ 32,454,694	\$ 32,454,694	\$ --	\$ 164,147,000	19.772%
June 30, 2015	\$ 30,239,157	\$ 30,239,157	\$ --	\$ 159,017,000	19.016%
June 30, 2014	\$ 27,791,395	\$ 27,791,395	\$ --	\$ 144,037,000	19.295%
June 30, 2013	\$ 24,674,903	\$ 24,674,903	\$ --	\$ 143,438,000	17.202%
June 30, 2012	\$ 23,398,487	\$ 23,398,487	\$ --	\$ 141,353,000	16.553%
June 30, 2011	\$ 22,634,092	\$ 22,634,092	\$ --	\$ 120,385,000	18.801%

See accompanying notes to required supplementary information.

**COUNTY OF MAUI**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**REQUIRED BY GASB STATEMENT NO. 68**  
**Fiscal Year Ended June 30, 2020**

**NOTE A - CHANGES OF ASSUMPTIONS**

There were no changes of assumptions or other inputs that significantly affected the measurement of the total pension liability since the measurement period ended June 30, 2016.

Amounts reported in the schedule of the proportionate share of the net pension liability as of the measurement period ended June 30, 2016 (fiscal year ended June 30, 2017) were significantly impacted by the following changes of actuarial assumptions:

- The investment return assumption decreased from 7.65% to 7.00%
- Mortality assumptions were modified to assume longer life expectancies as well as to reflect continuous mortality improvement

Prior to the measurement period ended June 30, 2016 (fiscal year ended June 30, 2017), there were no other factors, including the use of different assumptions that significantly affect trends reported in these schedules.

**COUNTY OF MAUI  
SCHEDULE OF CHANGES IN NET OPEB LIABILITY  
AND RELATED RATIOS  
Last Ten Fiscal Years\***

	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>Total OPEB liability</b>			
Service cost	\$ 12,498,568	\$ 12,226,377	\$ 12,045,593
Interest on the total OPEB liability	38,555,038	36,426,483	34,318,637
Difference between expected and actual experience of the total OPEB liability	3,671,170	(7,224,043)	--
Change of assumptions	2,834,167	6,374,906	--
Benefit payments	<u>(18,095,542)</u>	<u>(16,968,244)</u>	<u>(15,716,815)</u>
<b>Net change in total OPEB liability</b>	39,463,401	30,835,479	30,647,415
<b>Total OPEB liability - Beginning</b>	<u>553,584,745</u>	<u>522,749,266</u>	<u>492,101,851</u>
<b>Total OPEB liability - Ending</b>	\$ <u>593,048,146</u>	\$ <u>553,584,745</u>	\$ <u>522,749,266</u>
<b>Plan fiduciary net position</b>			
Contributions - employer	\$ 37,446,930	\$ 33,968,244	\$ 31,888,815
Net investment income	10,346,671	15,676,708	17,298,733
Benefit payments	(18,095,542)	(16,968,244)	(15,716,815)
Administrative expense	(78,401)	(47,981)	(39,167)
Other	<u>8,568,122</u>	<u>--</u>	<u>254,535</u>
<b>Net change in plan fiduciary net position</b>	38,187,780	32,628,727	33,686,101
<b>Plan fiduciary net position - Beginning</b>	<u>237,818,973</u>	<u>205,190,246</u>	<u>171,504,145</u>
<b>Plan fiduciary net position - Ending</b>	\$ <u>276,006,753</u>	\$ <u>237,818,973</u>	\$ <u>205,190,246</u>
<b>Net OPEB liability</b>	\$ <u>317,041,393</u>	\$ <u>315,765,772</u>	\$ <u>317,559,020</u>
<b>Plan fiduciary net position as a percentage of the total OPEB liability</b>	46.54%	42.96%	39.25%
<b>Covered-employee payroll</b>	\$ 185,844,166	\$ 178,910,519	\$ 174,479,679
<b>Net OPEB Liability as a Percentage of Covered-Employee Payroll</b>	170.60%	176.49%	182.00%

\* The schedule is intended to present information for ten years for each respective fiscal year. Additional years will be built prospectively as information becomes available.

See accompanying notes to required supplementary information.

**COUNTY OF MAUI**  
**SCHEDULE OF CONTRIBUTIONS (OPEB)**  
**Last Ten Fiscal Years**

<b>Fiscal Year Ended</b>	<b>Actuarially Determined Contribution (ADC)</b>	<b>Contributions in Relation to the ADC</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered- Employee Payroll</b>	<b>Contributions as a %age of Covered- Employee Payroll</b>
June 30, 2020	\$ 35,732,000	\$ 43,849,711	\$ (8,117,711)	\$ 189,482,744	23.14%
June 30, 2019	\$ 34,967,000	\$ 37,446,930	\$ (2,479,930)	\$ 185,844,166	20.15%
June 30, 2018	\$ 32,891,000	\$ 33,968,244	\$ (1,077,244)	\$ 178,910,519	18.99%
June 30, 2017	\$ 31,778,000	\$ 31,911,818	\$ (133,818)	\$ 174,164,911	18.32%
June 30, 2016	\$ 29,229,000	\$ 29,108,882	\$ 120,118	\$ 165,059,718	17.64%
June 30, 2015	\$ 28,241,000	\$ 28,046,371	\$ 194,629	\$ 159,693,609	17.56%
June 30, 2014	\$ 31,543,000	\$ 127,623,060	\$ (96,080,060)	\$ 147,987,988	86.24%
June 30, 2013	\$ 30,476,000	\$ 34,359,290	\$ (3,883,290)	\$ 141,776,517	24.23%
June 30, 2012	\$ 32,878,000	\$ 34,155,059	\$ (1,277,059)	\$ 141,715,052	24.10%
June 30, 2011	\$ 31,766,000	\$ 25,714,065	\$ 6,051,935	\$ 139,148,402	18.48%

See accompanying notes to required supplementary information.

**COUNTY OF MAUI**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**REQUIRED BY GASB STATEMENT NO. 75**  
**Fiscal Year Ended June 30, 2020**

**NOTE A - SIGNIFICANT METHODS AND ASSUMPTIONS**

**Valuation Date** The actuarially determined contribution for fiscal year ending June 30, 2020 was developed in the July 1, 2018 valuation.

**Methods and Assumptions:**

Actuarial Cost Method	Entry Age Normal
Discount Rate	7.00%
Inflation	2.50%
Amortization Method	Level percent. Closed bases are established at each valuation for new unfunded liabilities.
Equivalent Single Amortization Period	19.2 as of fiscal year ending June 30, 2020
Payroll Growth	3.50%
Asset Method	Smoothed
Salary Increases	3.50% to 7.00% including inflation
Demographic Assumptions	Based on the experience study covering the five year period ending June 30, 2015 as conducted for the Hawaii Employees' Retirement System (ERS)
Mortality	System-specific mortality tables utilizing scale BB to project generational mortality improvement
Participation Rates	98% healthcare participation assumption for retirees that receive 100% of the Base Monthly Contribution (BMC). Healthcare participation rates of 25%, 65%, and 90% for retirees that receive 0%, 50%, or 75% of the base monthly contribution, respectively. 100% for Life Insurance and 98% for Medicare Part B
Healthcare Cost Trend Rates	
PPO*	Initial rates of 6.60%, 6.60% and 9.90%; declining to a rate of 4.86% after 14 years
HMO*	Initial rate of 9.00%, declining to a rate of 4.86% after 14 years
Part B	Initial rate of 2.00% and 5.00%; declining to a rate of 4.70% after 14 years
Dental	3.50%
Vision	2.50%
Life Insurance	0.00%

\* Blended rates for medical and prescription drug

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**COUNTY OF MAUI**  
**OTHER SUPPLEMENTARY INFORMATION**

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	<b><u>Pages</u></b>
<b>Other Supplementary Information</b>	<b>101 - 141</b>

**COUNTY OF MAUI  
NON-MAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2020**

**Liquor Control Fund** - The liquor control fund receives revenues from all liquor license fees. Fund revenues are expended for the operation and administration of the Liquor Control Commission, Liquor Control Adjudication Board, and the Department of Liquor Control.

**Sewer Fund** - This fund accounts for the operations and maintenance of the County's sewer system. Funding is provided by sewer assessment fees.

**Bikeway Fund** - The bikeway fund was established to collect revenue from bicycle licenses. The revenue is expended for bikeway construction and maintenance.

**Solid Waste Fund** - The solid waste fund was established to receive all refuse collection fees and landfill disposal charges. The fund is used for the operation and maintenance of the County's collections and disposal program as well as for diversion programs such as resource recovery and recycling programs.

**Environmental Protection and Sustainability Fund** - The environmental protection and sustainability fund was established to account for the funding efforts by the environmental protection and sustainability division of the department of environment management to optimize opportunities for environmental and natural resource protection, sustainability, conservation, and restoration.

**Other Assessment Funds** - These funds were established to account for special assessments to developers and others for which the funds are to be used for sewer and park improvements in a designated community or district, as well as to account for road assessments. For external financial reporting purposes these funds are considered a single fund rather than multiple funds.

**COUNTY OF MAUI  
COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2020**

	Liquor Control Fund	Sewer Fund	Bikeway Fund	Solid Waste Fund	Environmental Protection and Safety Fund	Other Assessment Funds	Total Non-Major Governmental Funds
<b>Assets:</b>							
Equity in pooled cash and investments held in County Treasury	\$ 1,461,014	\$ 12,669,569	\$ 151,314	\$ 2,277,881	\$ 7,727,694	\$ 7,236,021	\$ 31,523,493
Trade accounts, net	--	2,550,395	--	6,216,878	--	--	8,767,273
<b>Total Assets</b>	<b>\$ 1,461,014</b>	<b>\$ 15,219,964</b>	<b>\$ 151,314</b>	<b>\$ 8,494,759</b>	<b>\$ 7,727,694</b>	<b>\$ 7,236,021</b>	<b>\$ 40,290,766</b>
<b>Liabilities:</b>							
Accounts payable	\$ 27,271	\$ 1,436,481	\$ --	\$ 1,063,297	\$ 878,597	\$ --	\$ 3,405,646
Accrued wages payable	109,134	366,815	--	297,554	9,859	--	783,362
Contracts retention payable	--	4,307	--	--	--	--	4,307
Advanced collections	--	--	--	68,767	--	--	68,767
Due to other funds	--	6,936	--	9,410	2,340	--	18,686
<b>Total Liabilities</b>	<b>136,405</b>	<b>1,814,539</b>	<b>--</b>	<b>1,439,028</b>	<b>890,796</b>	<b>--</b>	<b>4,280,768</b>
<b>Deferred Inflows of Resources:</b>							
Deferred inflows - nonexchange	265,900	--	--	--	--	--	265,900
Deferred inflows - unavailable revenues	--	122,980	--	5,141,675	--	--	5,264,655
<b>Total Deferred Inflows of Resources</b>	<b>265,900</b>	<b>122,980</b>	<b>--</b>	<b>5,141,675</b>	<b>--</b>	<b>--</b>	<b>5,530,555</b>
<b>Fund Balances:</b>							
Restricted	1,058,709	--	151,314	--	6,836,898	7,236,021	15,282,942
Committed	--	13,282,445	--	1,914,056	--	--	15,196,501
<b>Total Fund Balances</b>	<b>1,058,709</b>	<b>13,282,445</b>	<b>151,314</b>	<b>1,914,056</b>	<b>6,836,898</b>	<b>7,236,021</b>	<b>30,479,443</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 1,461,014</b>	<b>\$ 15,219,964</b>	<b>\$ 151,314</b>	<b>\$ 8,494,759</b>	<b>\$ 7,727,694</b>	<b>\$ 7,236,021</b>	<b>\$ 40,290,766</b>



**COUNTY OF MAUI**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Liquor Control Fund	Sewer Fund	Bikeway Fund	Solid Waste Fund	Environmental Protection and Safety Fund	Other Assessment Funds	Total Non-Major Governmental Funds
<b>REVENUES:</b>							
Licenses and permits	\$ 2,210,979	\$ 38,393	\$ 72,781	\$ --	\$ --	\$ --	\$ 2,322,153
Charges for current services	--	57,555,745	--	23,889,193	6,100,148	--	87,545,086
Fines and forfeitures	--	300,000	--	--	--	--	300,000
Other revenues	--	23,846	--	9,454	--	--	33,300
Assessments	--	--	--	--	--	2,355,252	2,355,252
Total Revenues	<u>2,210,979</u>	<u>57,917,984</u>	<u>72,781</u>	<u>23,898,647</u>	<u>6,100,148</u>	<u>2,355,252</u>	<u>92,555,791</u>
<b>EXPENDITURES:</b>							
Sanitation	--	29,986,372	--	21,779,746	7,946,061	--	59,712,179
Social welfare	2,651,758	--	--	--	--	--	2,651,758
Culture and recreation	--	--	--	--	--	208,777	208,777
Total Expenditures	<u>2,651,758</u>	<u>29,986,372</u>	<u>--</u>	<u>21,779,746</u>	<u>7,946,061</u>	<u>208,777</u>	<u>62,572,714</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(440,779)</u>	<u>27,931,612</u>	<u>72,781</u>	<u>2,118,901</u>	<u>(1,845,913)</u>	<u>2,146,475</u>	<u>29,983,077</u>
<b>OTHER FINANCING SOURCES (USES):</b>							
Transfers In:							
General Fund	--	--	--	875,618	2,038,159	--	2,913,777
Special Revenue Funds	--	--	--	880,730	2,225,089	--	3,105,819
Capital Improvement Projects Fund	--	2,580,848	16,292	134,203	--	388,162	3,119,505
Transfers Out:							
Other Governmental Funds	--	(4,020,246)	--	--	--	--	(4,020,246)
General Fund	--	(14,869,211)	--	(4,970,006)	--	--	(19,839,217)
Special Revenue Funds	--	--	--	(188,525)	(568,620)	1,645	(755,500)
Capital Improvement Projects Fund	--	(13,251,645)	(387,208)	(933,000)	--	(1,068,650)	(15,640,503)
Total Other Financing Sources (Uses)	<u>--</u>	<u>(29,560,254)</u>	<u>(370,916)</u>	<u>(4,200,980)</u>	<u>3,694,628</u>	<u>(678,843)</u>	<u>(31,116,365)</u>
Net Change in Fund Balances	(440,779)	(1,628,642)	(298,135)	(2,082,079)	1,848,715	1,467,632	(1,133,288)
Fund Balance - Beginning of Year	<u>1,499,488</u>	<u>14,911,087</u>	<u>449,449</u>	<u>3,996,135</u>	<u>4,988,183</u>	<u>5,768,389</u>	<u>31,612,731</u>
Fund Balance - End of Year	<u>\$ 1,058,709</u>	<u>\$ 13,282,445</u>	<u>\$ 151,314</u>	<u>\$ 1,914,056</u>	<u>\$ 6,836,898</u>	<u>\$ 7,236,021</u>	<u>\$ 30,479,443</u>

**COUNTY OF MAUI**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**JUNE 30, 2020**

	Balance June 30, 2019	Additions	Reductions	Balance June 30, 2020
<b>Refundable Deposits Fund:</b>				
Assets:				
Equity in pooled cash and investments held in County Treasury	\$ 22,786,173	\$ 1,425,608	\$ 1,607,149	\$ 22,604,632
Other non-current assets	95,655	--	95,655	--
Total Assets	<u>\$ 22,881,828</u>	<u>\$ 1,425,608</u>	<u>\$ 1,702,804</u>	<u>\$ 22,604,632</u>
Liabilities:				
Accounts payable	\$ 190,016	\$ 1,212,665	\$ 1,207,528	\$ 195,153
Deposits	22,595,657	1,428,827	1,615,505	22,408,979
Unearned revenue	500	--	--	500
Due to State of Hawaii	95,655	--	95,655	--
Total Liabilities	<u>\$ 22,881,828</u>	<u>\$ 2,641,492</u>	<u>\$ 2,918,688</u>	<u>\$ 22,604,632</u>
<b>Liquor Control Fund:</b>				
Assets:				
Equity in pooled cash and investments held in County Treasury	\$ 1,093	\$ 271,518	\$ 272,362	\$ 249
Total Assets	<u>\$ 1,093</u>	<u>\$ 271,518</u>	<u>\$ 272,362</u>	<u>\$ 249</u>
Liabilities:				
Accounts payable	\$ 816	\$ 4,592	\$ 4,592	\$ 816
Deposits	277	270,688	271,532	(567)
Total Liabilities	<u>\$ 1,093</u>	<u>\$ 275,280</u>	<u>\$ 276,124</u>	<u>\$ 249</u>
<b>State Highway Fund:</b>				
Assets:				
Equity in pooled cash and investments held in County Treasury	\$ 1,436,371	\$ 20,909,227	\$ 20,472,052	\$ 1,873,546
Total Assets	<u>\$ 1,436,371</u>	<u>\$ 20,909,227</u>	<u>\$ 20,472,052</u>	<u>\$ 1,873,546</u>
Liabilities:				
Accounts payable	\$ 1,436,371	\$ 21,112,459	\$ 20,675,284	\$ 1,873,546
Deposits	--	22,315,599	22,315,599	--
Total Liabilities	<u>\$ 1,436,371</u>	<u>\$ 43,428,058</u>	<u>\$ 42,990,883</u>	<u>\$ 1,873,546</u>
<b>Other Funds:</b>				
Assets:				
Equity in pooled cash and investments held in County Treasury	\$ 10,459,279	\$ 45,424,453	\$ 51,631,081	\$ 4,252,651
Total Assets	<u>\$ 10,459,279</u>	<u>\$ 45,424,453</u>	<u>\$ 51,631,081</u>	<u>\$ 4,252,651</u>
Liabilities:				
Accounts payable	\$ (548)	\$ 32,827,323	\$ 32,818,924	\$ 7,851
Deposits	10,459,827	45,437,891	51,652,918	4,244,800
Total Liabilities	<u>\$ 10,459,279</u>	<u>\$ 78,265,214</u>	<u>\$ 84,471,842</u>	<u>\$ 4,252,651</u>
<b>Total - All Agency Funds</b>				
Assets:				
Equity in pooled cash and investments held in County Treasury	\$ 34,682,916	\$ 68,030,806	\$ 73,982,644	\$ 28,731,078
	95,655	--	95,655	--
	<u>\$ 34,778,571</u>	<u>\$ 68,030,806</u>	<u>\$ 74,078,299</u>	<u>\$ 28,731,078</u>
Liabilities:				
Accounts payable	\$ 1,626,655	\$ 55,157,039	\$ 54,706,328	\$ 2,077,366
Deposits	33,055,761	69,453,005	75,855,554	26,653,212
Unearned revenue	500	--	--	500
Due to State of Hawaii	95,655	--	95,655	--
Total Liabilities	<u>\$ 34,778,571</u>	<u>\$ 124,610,044</u>	<u>\$ 130,657,537</u>	<u>\$ 28,731,078</u>

**COUNTY OF MAUI**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**DEBT SERVICE FUND - BUDGETARY BASIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget-</u>
				<u>Positive</u>
				<u>(Negative)</u>
<b>EXPENDITURES:</b>				
Current:				
Principal payments	\$ 31,568,364	\$ 31,568,364	\$ 31,568,364	\$ --
Interest and other issuance cost	<u>10,855,987</u>	<u>10,855,987</u>	<u>10,855,987</u>	<u>--</u>
Total Expenditures	<u>42,424,351</u>	<u>42,424,351</u>	<u>42,424,351</u>	<u>--</u>
Deficiency of Revenues over Expenditures	<u>(42,424,351)</u>	<u>(42,424,351)</u>	<u>(42,424,351)</u>	<u>--</u>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in:				
General Fund	<u>42,424,351</u>	<u>42,424,351</u>	<u>42,424,351</u>	<u>--</u>
Total Other Financing Sources	<u>42,424,351</u>	<u>42,424,351</u>	<u>42,424,351</u>	<u>--</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	\$ <u>          --</u>	\$ <u>          --</u>	\$ <u>          --</u>	\$ <u>          --</u>

**COUNTY OF MAUI  
GENERAL FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Source of Revenues	Original Estimate	Amendments and Transfers	Final Estimate	Actual Revenues	Revenues Over or (Under) Estimate
<b>Taxes:</b>					
General revenues:					
Real property taxes	\$ 358,036,240	\$ --	\$ 358,036,240	\$ 356,753,063	\$ (1,283,177)
Public service company tax	<u>7,000,000</u>	<u>--</u>	<u>7,000,000</u>	<u>8,283,871</u>	<u>1,283,871</u>
Total - General revenue	<u>365,036,240</u>	<u>--</u>	<u>365,036,240</u>	<u>365,036,934</u>	<u>694</u>
Total - Taxes	<u>365,036,240</u>	<u>--</u>	<u>365,036,240</u>	<u>365,036,934</u>	<u>694</u>
<b>Licenses and permits:</b>					
General government:					
Business licenses and permits	22,000	--	22,000	10,455	(11,545)
Other licenses and permits	4,000,000	--	4,000,000	5,193,126	1,193,126
Motor vehicle licenses and fees	<u>4,000,000</u>	<u>--</u>	<u>4,000,000</u>	<u>4,591,241</u>	<u>591,241</u>
Total - General government	<u>8,022,000</u>	<u>--</u>	<u>8,022,000</u>	<u>9,794,822</u>	<u>1,772,822</u>
Total - Licenses and permits	<u>8,022,000</u>	<u>--</u>	<u>8,022,000</u>	<u>9,794,822</u>	<u>1,772,822</u>
<b>Intergovernmental revenues:</b>					
General revenue:					
Federal payment in lieu of taxes	7,188	--	7,188	29,207	22,019
Transient accommodation taxes	23,484,000	--	23,484,000	19,570,000	(3,914,000)
State payment in lieu of taxes	<u>6,875</u>	<u>--</u>	<u>6,875</u>	<u>--</u>	<u>(6,875)</u>
Total - General revenue	<u>23,498,063</u>	<u>--</u>	<u>23,498,063</u>	<u>19,599,207</u>	<u>(3,898,856)</u>
Public safety:					
Federal grants passed through the state	50,000	--	50,000	--	(50,000)
Social welfare:					
Federal grants	<u>10,937</u>	<u>--</u>	<u>10,937</u>	<u>--</u>	<u>(10,937)</u>
Total - Intergovernmental revenues	<u>23,559,000</u>	<u>--</u>	<u>23,559,000</u>	<u>19,599,207</u>	<u>(3,959,793)</u>
<b>Charges for current services:</b>					
General government:					
General government	520,730	--	520,730	867,100	346,370
Safety	<u>2,467,086</u>	<u>(576)</u>	<u>2,466,510</u>	<u>2,058,408</u>	<u>(408,102)</u>
Total - General government	<u>2,987,816</u>	<u>(576)</u>	<u>2,987,240</u>	<u>2,925,508</u>	<u>(61,732)</u>

**COUNTY OF MAUI  
GENERAL FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Source of Revenues	Original Estimate	Amendments and Transfers	Final Estimate	Actual Revenues	Revenues Over or (Under) Estimate
Public Safety:					
General government	\$ 179,270	\$ --	\$ 179,270	\$ 3,690	\$ (175,580)
Safety	<u>130,667</u>	<u>--</u>	<u>130,667</u>	<u>27,600</u>	<u>(103,067)</u>
Total - Public safety	309,937	--	309,937	31,290	(278,647)
Social welfare:					
Safety	--	--	--	100	100
Culture and recreation:					
Recreation	1,200,000	--	1,200,000	1,022,183	(177,817)
Legislative:					
General government	<u>--</u>	<u>--</u>	<u>--</u>	<u>2,279</u>	<u>2,279</u>
Total - Charges for current services	<u>4,497,753</u>	<u>(576)</u>	<u>4,497,177</u>	<u>3,981,360</u>	<u>(515,817)</u>
<b>Fines and forfeitures:</b>					
General government:					
Penalties and interest	2,000,000	--	2,000,000	2,604,211	604,211
Public safety:					
Unclaimed monies	<u>--</u>	<u>--</u>	<u>--</u>	<u>22,482</u>	<u>22,482</u>
Total - Fines and forfeitures	<u>2,000,000</u>	<u>--</u>	<u>2,000,000</u>	<u>2,626,693</u>	<u>626,693</u>
<b>Interest and investment earnings:</b>					
General revenue:					
Interest on investments	4,863,494	(209,851)	4,653,643	11,710,431	7,056,788
General government:					
Rental income	40,500	--	40,500	33,017	(7,483)
Culture and recreation:					
Rental income	<u>78,000</u>	<u>--</u>	<u>78,000</u>	<u>121,700</u>	<u>43,700</u>
Total - Interest and investment earnings	<u>4,981,994</u>	<u>(209,851)</u>	<u>4,772,143</u>	<u>11,865,148</u>	<u>7,093,005</u>
<b>Other revenues:</b>					
General revenue:					
Miscellaneous general receipts	35,000	30,000	65,000	32,490	(32,510)
General government:					
Rental Income	31,500	--	31,500	42,947	11,447
Misc. income revolving	--	--	--	--	--
Miscellaneous general receipts	--	--	--	54,525	54,525
Miscellaneous program receipts	<u>665,000</u>	<u>--</u>	<u>665,000</u>	<u>731,166</u>	<u>66,166</u>
Total - General government	696,500	--	696,500	828,638	132,138

**COUNTY OF MAUI  
GENERAL FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

<b>Source of Revenues</b>	<b>Original Estimate</b>	<b>Amendments and Transfers</b>	<b>Final Estimate</b>	<b>Actual Revenues</b>	<b>Revenues Over or (Under) Estimate</b>
Public safety:					
Miscellaneous general receipts	\$ --	\$ --	\$ --	\$ 176,881	\$ 176,881
Miscellaneous program receipts	--	--	--	9,527	9,527
Highways and streets:					
Miscellaneous program receipts	--	--	--	17,504	17,504
Sanitation:					
Miscellaneous program receipts	--	--	--	14,790	14,790
Social welfare:					
Miscellaneous program receipts	--	--	--	91,118	91,118
Culture and recreation:					
Miscellaneous program receipts	--	--	--	179	179
Legislative:					
Miscellaneous program receipts	--	--	--	160	160
Total - Other revenues	<u>731,500</u>	<u>30,000</u>	<u>761,500</u>	<u>1,171,287</u>	<u>409,787</u>
<b>Total General Fund Revenues</b>	<b>\$ <u>408,828,487</u></b>	<b>\$ <u>(180,427)</u></b>	<b>\$ <u>408,648,060</u></b>	<b>\$ <u>414,075,451</u></b>	<b>\$ <u>5,427,391</u></b>

**COUNTY OF MAUI  
GENERAL FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations	Transfers and Additions	Total	Expenditures	Reserves and Encumbrances	Lapsed Appropriations
<b>General government:</b>							
Office of the Mayor:							
Office of Mayor Administration	\$ 4,381	\$ 1,621,517	\$ 5,500	\$ 1,631,398	\$ 1,582,818	\$ 4,381	\$ 44,199
Economic Development	4,680	1,398,242	--	1,402,922	1,164,859	134,916	103,147
Molokai Economic Development & Cultural	80,051	140,000	--	220,051	90,525	104,564	24,962
Agriculture Promotion	115,306	125,000	--	240,306	173,777	64,174	2,355
Film Industry Promotions	--	116,000	--	116,000	70,257	495	45,248
Maui County Farm Bureau	212,552	350,000	--	562,552	340,124	222,428	--
Maui Economic Development Board	202,500	875,000	--	1,077,500	455,283	622,217	--
Maui Visitors Bureau	--	3,000,000	--	3,000,000	2,422,648	577,352	--
Small Business & High Tech Promo	20,301	50,000	--	70,301	25,652	40,079	4,570
Maui Arts & Cultural Center	--	318,000	--	318,000	318,000	--	--
Business Research Library	70,000	70,000	--	140,000	70,578	69,422	--
Hui O Waa Kaulua	25,000	--	--	25,000	19,115	--	5,885
Environmental Protection	1,183,494	1,900,000	--	3,083,494	1,548,624	1,478,713	56,157
East Maui Econ Development & Cultural	92,428	140,000	--	232,428	95,288	106,400	30,740
UH Tropical Agricultural & Human Resources	83,419	100,000	--	183,419	86,254	97,165	--
MEO Bus Development CP Microenterprise	26,500	278,250	--	304,750	223,439	81,311	--
Maui Nui Botanical Gardens	--	150,000	--	150,000	133,686	16,314	--
Maui Arts & Cultural Capital	1,168,083	600,000	--	1,768,083	354,314	1,413,769	--
Grant - Maui Comm Theater - Iao Improvement	50,476	53,045	--	103,521	53,872	49,649	--
Maui Soil & Water Conservation	--	183,000	--	183,000	183,000	--	--
Soil & Water Conservation - Molokai	25,700	30,000	--	55,700	40,700	15,000	--
Molokai Livestock Cooperative	13,006	10,000	--	23,006	--	23,006	--
Ke Ao I Ka Makani Ho'eha'ili	11,804	--	--	11,804	11,804	--	--
KA 'OHANA O KALAUPAPA	25,000	--	--	25,000	25,000	--	--
Ka Ipu Kukui Fellows Leadership	1,823	34,000	--	35,823	27,033	8,790	--
Renewable Energy Programs	134,462	150,000	--	284,462	105,257	174,650	4,555
Grants Friends of Maui High School	19,569	65,000	--	84,569	70,540	14,029	--
4-H Upcountry Fair	34,815	--	--	34,815	34,815	--	--
Maui Economic Development Board - Maui HS Program	36,730	45,000	--	81,730	52,337	29,393	--
Coqui Frog Eradication Project	750,000	2,500,000	--	3,250,000	1,049,365	2,200,635	--
Hai-Mak-Pai Economic Development & Cultural Programs	42,789	140,000	--	182,789	74,890	105,727	2,172
Ma Ka Hana Ka Ike - OED	95,000	95,000	--	190,000	95,000	95,000	--
SMaui Economic Development & Cultural Programs	119,546	140,000	--	259,546	166,270	70,663	22,613
Festivals of Aloha	--	100,000	--	100,000	99,922	--	78
WMaui Economic Development & Cultural Programs	29,457	140,000	--	169,457	103,202	48,325	17,930
CMaui Economic Development & Cultural Programs	1,148	--	--	1,148	1,148	--	--
250th Celebration of Queen Kaahumanu	36,693	--	--	36,693	--	36,693	--
Lanai Economic Development & Cultural Programs	61,229	140,000	--	201,229	109,216	76,388	15,625
Sister City Program	15,000	25,000	--	40,000	--	40,000	--

**COUNTY OF MAUI  
GENERAL FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations	Transfers and Additions	Total	Expenditures	Reserves and Encumbrances	Lapsed Appropriations
Maui Film Festival	\$ 25,000	\$ 100,000	\$ --	\$ 125,000	\$ 25,000	\$ 100,000	\$ --
Lahaina Boat Day	11,000	25,000	--	36,000	28,600	7,400	--
Committee on Status of Women	--	6,000	--	6,000	3,349	--	2,651
Made in Maui County Festival	--	100,000	--	100,000	100,000	--	--
Kaupo Community Association	--	475,000	--	475,000	98,882	376,118	--
Living Pono Project	5,750	--	--	5,750	5,750	--	--
Kahului Eco Development & Cultural Program	11,000	140,000	--	151,000	100,329	50,671	--
Barrio Fiesta	17,000	--	--	17,000	17,000	--	--
Maui Fil-Am Foundation	14,450	--	--	14,450	14,450	--	--
Queen Keopulani Celebration	71,375	--	--	71,375	71,375	--	--
Maui Eco Development Board Healthcare	28,375	50,000	--	78,375	41,031	37,344	--
Maui Historical Society	25,000	--	--	25,000	9,263	15,737	--
Visitor Education	7,325	200,000	--	207,325	22,690	25,000	159,635
Molokai & Lanai Agriculture Production	10,000	100,000	--	110,000	41,171	68,745	84
Puk-Kula-Ulu Eco Development & Cultural Program	36,500	140,000	--	176,500	93,177	78,097	5,226
Hui No'Eau Visual Art/Aloha	--	50,000	--	50,000	25,429	24,571	--
Hui No'Eau Visual Art Youth/FAM	--	25,000	--	25,000	20,177	4,823	--
MEDB StemWorks After School	--	200,000	--	200,000	151,236	48,764	--
Technology Business Promotion	--	250,000	--	250,000	218,095	25,000	6,905
Maui ESG Initiatives Conference	--	75,000	--	75,000	63,546	11,454	--
Wailuku Eco Development & Cultural	12,156	140,000	--	152,156	61,652	90,149	355
Hana Highway Visitor Education	--	200,000	--	200,000	--	200,000	--
MSG & Education Illegal Vacation Rentals	--	100,000	--	100,000	--	--	100,000
Maui Nui Marine Resource	--	100,000	--	100,000	16,821	83,179	--
Hawaii Farmers Union United	--	370,000	--	370,000	201,593	168,407	--
Arts Education/Innovative Program	--	424,360	--	424,360	424,360	--	--
Budget	2,628	491,440	--	494,068	447,965	--	46,103
COVID-19	--	--	5,213	5,213	5,213	--	--
COVID-19	--	--	1,800,000	1,800,000	1,800,000	--	--
SEPT2016 FLOODING EVENT	85,459.00	--	(259,732)	(174,273)	(216,651)	42,378	--
Total Office of the Mayor	5,155,960	18,843,854	1,550,981	25,550,795	15,370,115	9,479,485	701,195
Management:							
Management	351,533	1,417,599	--	1,769,132	1,108,276	358,275	302,581
Maui County Veterans Council	4,618	22,000	--	26,618	17,606	9,012	--
Molokai Veterans Caring	4,055	10,000	--	14,055	10,000	4,055	--
West Maui Veterans Club	--	5,000	--	5,000	2,500	2,500	--
Management Information Systems	3,423,271	10,984,042	--	14,407,313	11,186,345	2,665,260	555,708
Geographic Information Systems	5,235	--	--	5,235	--	5,235	--
Maui Redevelopment Program	265,714	1,733,466	--	1,999,180	741,256	511,361	746,563
Grant to Lokahi Pacific	194,737	--	--	194,737	74,247	120,490	--
Total Management	4,249,163	14,172,107	--	18,421,270	13,140,230	3,676,188	1,604,852



**COUNTY OF MAUI  
GENERAL FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations	Transfers and Additions	Total	Expenditures	Reserves and Encumbrances	Lapsed Appropriations
Corporation Counsel: Legal Services	\$ 333,266	\$ 4,261,067	\$ --	\$ 4,594,333	\$ 4,208,682	\$ 115,837	\$ 269,814
Finance:							
Finance Administration	39,185	882,342	--	921,527	855,056	28,811	37,660
Treasury	82,468	1,443,454	--	1,525,922	1,239,742	169,521	116,659
Accounts	197,393	1,470,463	3,500	1,671,356	1,521,735	71,905	77,716
Purchasing	10,378	480,957	--	491,335	453,529	11,279	26,527
Financial Services	910,674	8,313,980	--	9,224,654	6,999,817	794,158	1,430,679
CW Service Center - Annual Lease Costs	--	612,000	--	612,000	604,827	--	7,173
Countywide Fringe Benefits	31,965	109,573,783	(29,500)	109,576,248	103,395,746	29,752	6,150,750
Interfund Fringe Reimbursement	--	(20,796,402)	(136,846)	(20,933,248)	(20,265,878)	--	(667,370)
Bond Issuance & Debt Services	196,000	6,653,559	222,726	7,072,285	15,078	215,500	6,841,707
Insurance & Self Insurance	384,145	12,365,000	(2,062,926)	10,686,219	7,426,248	551,006	2,708,965
Countywide General Costs	3,280	1,529,206	--	1,532,486	1,155,525	160,286	216,675
Overhead Reimbursement	--	(19,192,625)	(49,628)	(19,242,253)	(18,744,426)	--	(497,827)
Post-Employment Obligations Fund	--	22,249,711	--	22,249,711	22,249,711	--	--
Total Finance	<u>1,855,488</u>	<u>125,585,428</u>	<u>(2,052,674)</u>	<u>125,388,242</u>	<u>106,906,710</u>	<u>2,032,218</u>	<u>16,449,314</u>
Personnel Services:							
Personnel Services	<u>75,574</u>	<u>1,752,786</u>	<u>--</u>	<u>1,828,360</u>	<u>1,533,706</u>	<u>87,047</u>	<u>207,607</u>
Planning:							
Planning	695,336	6,738,590	--	7,433,926	5,741,245	1,432,951	259,730
Maui Redevelopment Agency	21,340	--	--	21,340	8,357	12,983	--
UH-Maui Sea Grant	19,336	104,000	--	123,336	91,857	31,389	90
Dune & Shoreline Management	--	100,000	--	100,000	--	100,000	--
Transit Oriented Development	--	100,000	--	100,000	(260)	100,000	260
Cultural Resource Management	14,377	25,000	--	39,377	14,377	--	25,000
Pioneer Mill Office Rehabilitation	--	30,000	--	30,000	--	30,000	--
Total Planning	<u>750,389</u>	<u>7,097,590</u>	<u>--</u>	<u>7,847,979</u>	<u>5,855,576</u>	<u>1,707,323</u>	<u>285,080</u>
Public Works:							
Public Works Administration	5,176	628,410	--	633,586	545,317	5,176	83,093
Engineering	932,170	3,876,781	--	4,808,951	3,929,138	541,447	338,366
Special Maintenance	402,462	4,202,789	--	4,605,251	3,234,138	580,447	790,666
Development Services Administration	2,438	2,545,583	--	2,548,021	2,333,736	2,483	211,802
Total Public Works	<u>1,342,246</u>	<u>11,253,563</u>	<u>--</u>	<u>12,595,809</u>	<u>10,042,329</u>	<u>1,129,553</u>	<u>1,423,927</u>
<b>Total General Government</b>	<b><u>13,762,086</u></b>	<b><u>182,966,395</u></b>	<b><u>(501,693)</u></b>	<b><u>196,226,788</u></b>	<b><u>157,057,348</u></b>	<b><u>18,227,651</u></b>	<b><u>20,941,789</u></b>

**COUNTY OF MAUI  
GENERAL FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations	Transfers and Additions	Total	Expenditures	Reserves and Encumbrances	Lapsed Appropriations
<b>Public safety:</b>							
Prosecuting Attorney:							
Prosecutors Administration	\$ 592	\$ 846,460	\$ 15,000	\$ 862,052	\$ 821,183	\$ --	\$ 40,869
General Prosecution	3,015	6,259,758	(15,000)	6,247,773	5,695,879	1,798	550,096
Total Prosecuting Attorney	3,607	7,106,218	--	7,109,825	6,517,062	1,798	590,965
Police:							
Police Administration	57,539	5,524,571	4,000	5,586,110	5,132,509	145,297	308,304
Investigative Service	356,406	12,315,636	--	12,672,042	10,010,582	127,500	2,533,960
Uniformed Patrol Services	822,231	32,127,692	--	32,949,923	29,793,440	591,692	2,564,791
Technical and Support Services	493,416	13,029,819	62,926	13,586,161	9,428,646	1,862,026	2,295,489
Total Police	1,729,592	62,997,718	66,926	64,794,236	54,365,177	2,726,515	7,702,544
Fire and Public Safety:							
Fire Control Administration and Maintenance	11,908	2,999,657	--	3,011,565	2,120,465	659,686	231,414
Fire Control Training	92,557	1,505,664	--	1,598,221	1,358,135	132,848	107,238
Fire Rescue Operations	716,692	31,902,087	600,000	33,218,779	32,180,780	289,903	748,096
Fire Prevention	8,681	1,049,558	--	1,058,239	885,604	6,683	165,952
Ocean Safety Admin/Ocean Safety	4,671	4,439,029	--	4,443,700	3,935,043	153,328	355,329
Total Fire and Public Safety	834,509	41,895,995	600,000	43,330,504	40,480,027	1,242,448	1,608,029
Emergency Management Agency:							
Civil Defense	3,148	633,121	10,500	646,769	602,142	39,200	5,427
Grant American Red Cross	--	50,000	--	50,000	50,000	--	--
Total Emergency Management Agency	3,148	683,121	10,500	696,769	652,142	39,200	5,427
<b>Total Public Safety</b>	<b>2,570,856</b>	<b>112,683,052</b>	<b>677,426</b>	<b>115,931,334</b>	<b>102,014,408</b>	<b>4,009,961</b>	<b>9,906,965</b>
<b>Highways and Streets:</b>							
Transportation:							
Transportation Administration/General Fund	246,069	1,271,568	--	1,517,637	919,401	578,942	19,294
Human Service Transportation/General Fund	--	6,872,263	--	6,872,263	6,872,263	--	--
Air Ambulance Program/General Fund	--	672,215	--	672,215	672,215	--	--
Total Transportation	246,069	8,816,046	--	9,062,115	8,463,879	578,942	19,294
<b>Total Highways and Streets</b>	<b>246,069</b>	<b>8,816,046</b>	<b>--</b>	<b>9,062,115</b>	<b>8,463,879</b>	<b>578,942</b>	<b>19,294</b>
<b>Sanitation:</b>							
Environmental Management Administration	15,535	640,490	--	656,025	590,290	17,302	48,433
<b>Total Sanitation</b>	<b>15,535</b>	<b>640,490</b>	<b>--</b>	<b>656,025</b>	<b>590,290</b>	<b>17,302</b>	<b>48,433</b>

**COUNTY OF MAUI  
GENERAL FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations	Transfers and Additions	Total	Expenditures	Reserves and Encumbrances	Lapsed Appropriations
<b>Social Welfare:</b>							
Housing and Human Concerns:							
Housing and Human Concerns Administration	\$ 11,510	\$ 470,383	\$ 6,000	\$ 487,893	\$ 465,494	\$ 11,357	\$ 11,042
Housing	36,103	1,362,733	--	1,398,836	658,428	161,724	578,684
Affordable Rental Housing Program	(391)	1,400,000	--	1,399,609	1,399,609	--	--
Hale Mahaolu - Homeownership/Housing	--	150,000	--	150,000	150,000	--	--
First Time Homebuyers Program	--	2,000,000	--	2,000,000	930,857	750,000	319,143
Human Concerns - General	158,540	5,793,224	--	5,951,764	5,529,920	117,482	304,362
Hana Youth Center, Inc.	--	154,393	--	154,393	154,393	--	--
Women Helping Women	--	220,000	--	220,000	220,000	--	--
Early Childhood	10,893	295,443	--	306,336	236,059	62,731	7,546
Substance Abuse	3,721	801,567	--	805,288	583,424	11,700	210,164
E Malama I Na Keiki Preschool	--	86,335	--	86,335	86,335	--	--
Homelessness Programs	249,553	2,184,417	--	2,433,970	1,404,573	121,662	907,735
Maui Adult Day Care Center	--	358,440	--	358,440	358,440	--	--
MEO Headstart After School	(18,781)	270,160	--	251,379	225,649	--	25,730
MEO Headstart Summer	180,250	189,262	--	369,512	182,524	66,822	120,166
Lanai Youth Center	1,338	212,958	--	214,296	196,256	--	18,040
Kihei Youth Center	--	289,856	--	289,856	289,856	--	--
Youth	--	94,177	--	94,177	91,132	--	3,045
Maui Family Support Services	8,275	115,000	--	123,275	115,000	8,275	--
J. Water Cameron Center Expansion	15,685	169,000	--	184,685	15,685	169,000	--
Big Brothers and Big Sisters	--	141,586	--	141,586	141,586	--	--
Ka Lima O Maui	500,000	--	--	500,000	--	500,000	--
Mental Health Association	--	65,000	--	65,000	65,000	--	--
Self Sufficiency	(1,271)	95,000	--	93,729	93,729	--	--
Hana Community Association	24,992	99,487	--	124,479	70,613	48,081	5,785
MEO Infant Toddler Care	(6,345)	107,885	--	101,540	101,540	--	--
Maui Community Food Bank	--	400,000	--	400,000	400,000	--	--
Maui Arts & Performing Academy	--	25,000	--	25,000	25,000	--	--
Hui Malama Learning Center	--	297,616	--	297,616	297,616	--	--
Family Spt - Teen Voices	4,263	42,630	--	46,893	42,630	--	4,263
Boy Scouts of America	500,000	--	--	500,000	--	500,000	--
Salvation Army	--	140,000	--	140,000	140,000	--	--
Grant for Molokai Youth Center	--	310,931	--	310,931	279,838	31,093	--
Imua Family Services	3,966	39,655	--	43,621	39,655	--	3,966
Paia Youth Council, Inc.	--	284,527	--	284,527	284,527	--	--
Boys and Girls Club of Maui, Inc.	--	1,239,993	--	1,239,993	1,239,993	--	--
Maui Farm	13,074	247,200	--	260,274	222,480	37,794	--

**COUNTY OF MAUI  
GENERAL FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations	Transfers and Additions	Total	Expenditures	Reserves and Encumbrances	Lapsed Appropriations
Youth Alcohol Education Awareness	\$ 12,112	\$ 158,377	\$ --	\$ 170,489	\$ 67,112	\$ --	\$ 103,377
Coalition for Drug Free Lanai	4,328	50,000	--	54,328	--	54,328	--
MEO Enlace Hispano Program	(6,619)	105,247	--	98,628	98,628	--	--
Lahaina Tutoring Project	--	11,000	--	11,000	8,250	2,750	--
Volunteer Center Project Graduation	(17,013)	47,741	--	30,728	30,728	--	--
Ohana Makamae	10,321	103,207	--	113,528	(10,312)	113,528	10,312
National Kidney Foundation HI	(8,099)	25,000	--	16,901	16,901	--	--
Grants/Disability Services - Frail/Elderly	394,698	861,739	--	1,256,437	947,045	280,866	28,526
Boys and Girls Club Paukukalo	75,000	500,000	--	575,000	--	75,000	500,000
MEO Underage Drinking	(5,383)	53,825	--	48,442	48,442	--	--
Lanai Community Health Center Fac	--	82,610	--	82,610	82,610	--	--
MEO Planning & Coordinating	(1,514)	87,075	--	85,561	85,561	--	--
Grants - Best Buddies Program	--	85,000	--	85,000	85,000	--	--
MEO B.E.S.T Reintegration	(1,430)	108,150	--	106,720	106,720	--	--
Hale Makua	--	300,000	--	300,000	145,500	154,500	--
Lanai Youth Center Facility	175,000	--	--	175,000	114,720	60,280	--
Hawaiian Kamalii Inc.	--	18,672	--	18,672	18,672	--	--
MEO Youth Services	(10,338)	217,125	--	206,787	206,787	--	--
Mauit Youth & Family Service Inc.	--	200,000	--	200,000	200,000	--	--
Feed My Sheep	--	100,000	--	100,000	100,000	--	--
Hale Mahaolu Personal Care Program	61,061	103,000	--	164,061	164,061	--	--
Special Olympics Hawaii Grants	--	35,000	--	35,000	31,500	3,500	--
Mental Health Kokua	--	192,337	--	192,337	192,337	--	--
Partners in Development Foundation	(4,012)	40,000	--	35,988	35,988	--	--
Food, Shelter, & Safety Grants	10,352	959,711	--	970,063	898,586	12,777	58,700
Molokai Child Abuse Prevention	--	95,000	--	95,000	95,000	--	--
Asst Program for Mycogen Displd Wr	(64,014)	--	--	(64,014)	(64,014)	--	--
Lanai Kinaole	--	75,000	--	75,000	65,000	10,000	--
Hawaii Emergency Laulima Prtns	--	--	2,000,000	2,000,000	--	--	2,000,000
Animal Management	--	100,000	--	100,000	100,000	--	--
Animal Sheltering Program	--	1,598,468	--	1,598,468	1,598,468	--	--
Animal Enforcement Program	--	863,650	--	863,650	863,650	--	--
Grant 2 Molokai Humane Society	--	137,634	--	137,634	103,750	--	33,884
Total Housing and Human Concerns	<u>2,319,825</u>	<u>27,468,426</u>	<u>2,006,000</u>	<u>31,794,251</u>	<u>23,174,531</u>	<u>3,365,250</u>	<u>5,254,470</u>
Public Works:							
Special Maintenance	<u>797</u>	<u>1,062,246</u>	<u>--</u>	<u>1,063,043</u>	<u>229,011</u>	<u>738,715</u>	<u>95,317</u>
<b>Total Social Welfare</b>	<b><u>2,320,622</u></b>	<b><u>28,530,672</u></b>	<b><u>2,006,000</u></b>	<b><u>32,857,294</u></b>	<b><u>23,403,542</u></b>	<b><u>4,103,965</u></b>	<b><u>5,349,787</u></b>

**COUNTY OF MAUI  
GENERAL FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations	Transfers and Additions	Total	Expenditures	Reserves and Encumbrances	Lapsed Appropriations
<b>Culture and Recreation:</b>							
Office of the Mayor:							
Open Space-Natural Resources	\$ 20,000	\$ --	\$ --	\$ 20,000	\$ 13,020	\$ 6,980	\$ --
GRANT TO KE AO HALI'I	--	--	749,845	749,845	749,845	--	--
	<u>20,000</u>	<u>--</u>	<u>749,845</u>	<u>769,845</u>	<u>762,865</u>	<u>6,980</u>	<u>--</u>
Parks and Recreation:							
Parks and Recreation Administration	123,180	2,437,129	--	2,560,309	2,205,673	166,990	187,646
MCCC Workline	59,856	117,000	--	176,856	54,074	5,782	117,000
Lahaina Restoration Foundation	--	191,000	150,000	341,000	191,000	150,000	--
Maui Inline Hockey Association	100,098	--	--	100,098	49,902	50,195	--
Bahay Kubo for Filipino Hut	20,000	--	--	20,000	4,335	15,665	--
Park Maintenance	50,245	--	--	50,245	42,455	7,790	--
Parks Program	1,501,101	7,076,049	92,984	8,670,134	6,446,104	1,947,303	276,727
Recreation and Support Services	839,479	24,043,203	--	24,882,682	21,184,688	440,535	3,257,459
Aquatics	--	--	--	--	(896)	--	896
Total Parks and Recreation	<u>2,693,959</u>	<u>33,864,381</u>	<u>242,984</u>	<u>36,801,324</u>	<u>30,177,335</u>	<u>2,784,260</u>	<u>3,839,728</u>
<b>Total Culture and Recreation</b>	<b><u>2,713,959</u></b>	<b><u>33,864,381</u></b>	<b><u>992,829</u></b>	<b><u>37,571,169</u></b>	<b><u>30,940,200</u></b>	<b><u>2,791,240</u></b>	<b><u>3,839,728</u></b>
<b>Legislative:</b>							
County Council:							
Council Services	278,243	7,385,679	--	7,663,922	5,092,252	801,462	1,770,208
County Auditor Program	<u>266,520</u>	<u>1,368,386</u>	<u>--</u>	<u>1,634,906</u>	<u>783,577</u>	<u>309,007</u>	<u>542,322</u>
Total County Council	<u>544,763</u>	<u>8,754,065</u>	<u>--</u>	<u>9,298,828</u>	<u>5,875,829</u>	<u>1,110,469</u>	<u>2,312,530</u>
County Clerk:							
County Clerk	<u>193,938</u>	<u>1,731,212</u>	<u>--</u>	<u>1,925,150</u>	<u>1,064,682</u>	<u>378,500</u>	<u>481,968</u>
<b>Total Legislative</b>	<b><u>738,701</u></b>	<b><u>10,485,277</u></b>	<b><u>--</u></b>	<b><u>11,223,978</u></b>	<b><u>6,940,511</u></b>	<b><u>1,488,969</u></b>	<b><u>2,794,498</u></b>
<b>Capital Improvement Projects:</b>							
Public Works:							
Pu'u Way Haiku	<u>2,724,376</u>	<u>--</u>	<u>(2,724,376)</u>	<u>457,058</u>	<u>457,058</u>	<u>--</u>	<u>--</u>
<b>Total Capital Improvement Projects</b>	<b><u>2,724,376</u></b>	<b><u>--</u></b>	<b><u>(2,724,376)</u></b>	<b><u>457,058</u></b>	<b><u>457,058</u></b>	<b><u>--</u></b>	<b><u>--</u></b>
<b>Totals for the General Fund</b>	<b>\$ <u>25,092,204</u></b>	<b>\$ <u>377,986,313</u></b>	<b>\$ <u>450,186</u></b>	<b>\$ <u>403,985,761</u></b>	<b>\$ <u>329,867,236</u></b>	<b>\$ <u>31,218,030</u></b>	<b>\$ <u>42,900,494</u></b>

**COUNTY OF MAUI  
HIGHWAY FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Source of Revenues	Original Estimate	Amendments and Transfers	Final Estimate	Actual Revenues	Revenues Over or (Under) Estimate
<b>Taxes:</b>					
General revenues:					
Franchise tax	\$ 8,500,000	\$ --	\$ 8,500,000	\$ 9,645,755	\$ 1,145,755
Fuel tax	<u>15,800,000</u>	<u>--</u>	<u>15,800,000</u>	<u>15,207,234</u>	<u>(592,766)</u>
Total - General revenue	<u>24,300,000</u>	<u>--</u>	<u>24,300,000</u>	<u>24,852,989</u>	<u>552,989</u>
Total - Taxes	<u>24,300,000</u>	<u>--</u>	<u>24,300,000</u>	<u>24,852,989</u>	<u>552,989</u>
<b>Licenses and permits:</b>					
Highways and streets:					
Motor vehicle licenses and fees	<u>23,999,438</u>	<u>--</u>	<u>23,999,438</u>	<u>25,636,561</u>	<u>1,637,123</u>
Total - Licenses and permits	<u>23,999,438</u>	<u>--</u>	<u>23,999,438</u>	<u>25,636,561</u>	<u>1,637,123</u>
<b>Charges for current services:</b>					
Highways and streets:					
Public transit bus fare	<u>2,400,000</u>	<u>--</u>	<u>2,400,000</u>	<u>2,400,000</u>	<u>--</u>
Total - Charges for current services	<u>2,400,000</u>	<u>--</u>	<u>2,400,000</u>	<u>2,400,000</u>	<u>--</u>
<b>Other revenues:</b>					
Total - Other revenues	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Total Highway Fund Revenues</b>	<b>\$ <u>50,699,438</u></b>	<b>\$ <u>--</u></b>	<b>\$ <u>50,699,438</u></b>	<b>\$ <u>52,889,550</u></b>	<b>\$ <u>2,190,112</u></b>

**COUNTY OF MAUI  
HIGHWAY FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations	Transfers and Additions	Total	Expenditures	Reserves and Encumbrances	Lapsed Appropriations
<b>Highways and streets:</b>							
Public Works:							
Highway Administration	\$ 960	\$ 648,910	\$ --	\$ 649,870	\$ 577,764	\$ 5,872	\$ 66,234
Highway ERS & FICA	--	2,395,195	2,180	2,397,375	2,114,233	--	283,142
Highway Health Fund	--	1,437,442	1,765	1,439,207	1,439,207	--	--
Highway Admin Overhead	--	5,235,093	94,665	5,329,758	5,219,066	--	110,692
Highway Contribution to OPEB	--	700,049	850	700,899	700,049	--	850
Road/Bridge/Drain Maintenance	2,560,208	14,533,652	(16,310)	17,077,550	13,153,554	2,466,121	1,457,875
Traffic Signs & Marking	<u>360,780</u>	<u>1,557,310</u>	<u>(13,529)</u>	<u>1,904,561</u>	<u>1,700,803</u>	<u>95,996</u>	<u>107,762</u>
Total Public Works	<u>2,921,948</u>	<u>26,507,651</u>	<u>69,621</u>	<u>29,499,220</u>	<u>24,904,676</u>	<u>2,567,989</u>	<u>2,026,555</u>
Transportation:							
Transportation Admin/Hwy Fund	697,923	802,500	--	1,500,423	98,612	1,401,803	8
Public Transit-Highway Funds	<u>37,134</u>	<u>13,708,333</u>	<u>(4,183)</u>	<u>13,741,284</u>	<u>13,086,194</u>	<u>653,430</u>	<u>1,660</u>
Total Transportation	<u>735,057</u>	<u>14,510,833</u>	<u>(4,183)</u>	<u>15,241,707</u>	<u>13,184,806</u>	<u>2,055,233</u>	<u>1,668</u>
<b>Total Highways and streets</b>	<b><u>3,657,005</u></b>	<b><u>41,018,484</u></b>	<b><u>65,438</u></b>	<b><u>44,740,927</u></b>	<b><u>38,089,482</u></b>	<b><u>4,623,222</u></b>	<b><u>2,028,223</u></b>
<b>Totals for the Highway Fund</b>	<b>\$ <u>3,657,005</u></b>	<b>\$ <u>41,018,484</u></b>	<b>\$ <u>65,438</u></b>	<b>\$ <u>44,740,927</u></b>	<b>\$ <u>38,089,482</u></b>	<b>\$ <u>4,623,222</u></b>	<b>\$ <u>2,028,223</u></b>

**COUNTY OF MAUI  
SEWER FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Source of Revenues	Original Estimate	Amendments and Transfers	Final Estimate	Actual Revenues	Revenues Over or (Under) Estimate
<b>Licenses and permits:</b>					
Sanitation:					
Other licenses and permits	\$ --	\$ --	\$ --	\$ 38,393	\$ 38,393
Total - Licenses and permits	--	--	--	38,393	38,393
<b>Charges for current services:</b>					
Sanitation:					
Waste management	58,395,180	--	58,395,180	57,555,745	(839,435)
Total - Charges for current services	58,395,180	--	58,395,180	57,555,745	(839,435)
<b>Fines and forfeitures:</b>					
Sanitation:					
Fines	--	--	--	300,000	300,000
Total - Fines and forfeitures	--	--	--	300,000	300,000
<b>Other revenues:</b>					
Sanitation:					
Miscellaneous program receipts	40,000	--	40,000	23,846	(16,154)
Total - Other revenues	40,000	--	40,000	23,846	(16,154)
<b>Total Sewer Fund Revenues</b>	<b>\$ 58,435,180</b>	<b>\$ --</b>	<b>\$ 58,435,180</b>	<b>\$ 57,917,984</b>	<b>\$ (517,196)</b>



**COUNTY OF MAUI  
SEWER FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations	Transfers and Additions	Total	Expenditures	Reserves and Encumbrances	Lapsed Appropriations
<b>Sanitation:</b>							
Environmental Management:							
Wastewater Administration	\$ 84,636	\$ 3,074,743	\$ (13,662)	\$ 3,145,717	\$ 2,486,466	\$ 63,598	\$ 595,653
Wastewater ERS & FICA	--	2,370,453	442	2,370,895	2,160,261	--	210,634
Wastewater Health Fund	--	1,422,952	359	1,423,311	1,423,311	--	--
Wastewater Admin Overhead	--	5,537,020	20,852	5,557,872	5,557,872	--	--
Wastewater contribution to OPEB	--	692,317	173	692,490	692,317	--	173
Wastewater Reclamation	<u>3,546,393</u>	<u>20,763,618</u>	<u>(80,786)</u>	<u>24,229,225</u>	<u>17,666,145</u>	<u>3,645,578</u>	<u>2,917,502</u>
Total Environmental Management	<u>3,631,029</u>	<u>33,861,103</u>	<u>(72,622)</u>	<u>37,419,510</u>	<u>29,986,372</u>	<u>3,709,176</u>	<u>3,723,962</u>
<b>Total Sanitation</b>	<u><b>3,631,029</b></u>	<u><b>33,861,103</b></u>	<u><b>(72,622)</b></u>	<u><b>37,419,510</b></u>	<u><b>29,986,372</b></u>	<u><b>3,709,176</b></u>	<u><b>3,723,962</b></u>
<b>Totals for the Sewer Fund</b>	<u><b>\$ 3,631,029</b></u>	<u><b>\$ 33,861,103</b></u>	<u><b>\$ (72,622)</b></u>	<u><b>\$ 37,419,510</b></u>	<u><b>\$ 29,986,372</b></u>	<u><b>\$ 3,709,176</b></u>	<u><b>\$ 3,723,962</b></u>

**COUNTY OF MAUI  
GRANT FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Source of Revenues	Original Estimate	Amendments and Transfers	Final Estimate	Actual Revenues	Revenues Over or (Under) Estimate
<b>Intergovernmental revenues:</b>					
General government					
Federal grants	\$ 1,830,988	\$ 1,104,173	\$ 2,935,161	\$ 2,852,299	\$ (82,862)
State grants	2,356,487	264,587	2,621,074	1,651,041	(970,033)
Federal grants passed through the state	1,104,505	26,868	1,131,373	809,100	(322,273)
Total - General government	<u>5,291,980</u>	<u>1,395,628</u>	<u>6,687,608</u>	<u>5,312,440</u>	<u>(1,375,168)</u>
Public Safety:					
Federal grants	336,800	460,759	797,559	349,038	(448,521)
State grants	3,922,870	(47,172)	3,875,698	3,231,009	(644,689)
Federal grants passed through the state	3,430,986	54,907	3,485,893	2,033,133	(1,452,760)
Total - Public safety	<u>7,690,656</u>	<u>468,494</u>	<u>8,159,150</u>	<u>5,613,180</u>	<u>(2,545,970)</u>
Highways and streets:					
State grants	--	--	--	16,542	16,542
Federal grants passed through the state	9,820,000	(255,748)	9,564,252	987,485	(8,576,767)
Total - Highways and streets	<u>9,820,000</u>	<u>(255,748)</u>	<u>9,564,252</u>	<u>1,004,027</u>	<u>(8,560,225)</u>
Sanitation:					
State grants	400,000	(240,000)	160,000	25,652	(134,348)
Social welfare:					
Federal grants	25,881,265	396,794	26,278,059	22,735,293	(3,542,766)
State grants	888,523	318,022	1,206,545	2,212,432	1,005,887
Federal grants passed through the state	930,075	67,901,814	68,831,889	10,753,710	(58,078,179)
Total - Social welfare	<u>27,699,863</u>	<u>68,616,630</u>	<u>96,316,493</u>	<u>35,701,435</u>	<u>(60,615,058)</u>
Cultural and recreation:					
Federal grants passed through the state	200,000	--	200,000	28,353	(171,647)
Total - Cultural and recreation	<u>200,000</u>	<u>--</u>	<u>200,000</u>	<u>28,353</u>	<u>(171,647)</u>
Capital improvement projects:					
State grants	--	5,000,000	5,000,000	--	(5,000,000)
Total - Capital improvement projects	<u>--</u>	<u>5,000,000</u>	<u>5,000,000</u>	<u>--</u>	<u>(5,000,000)</u>
Total - Intergovernmental revenues	<u>51,102,499</u>	<u>74,985,004</u>	<u>126,087,503</u>	<u>47,685,087</u>	<u>(78,402,416)</u>

**COUNTY OF MAUI  
GRANT FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Source of Revenues	Original Estimate	Amendments and Transfers	Final Estimate	Actual Revenues	Revenues Over or (Under) Estimate
<b>Interest and investment earnings:</b>					
Social welfare:					
Interest on investments	\$ --	\$ 27,323	\$ 27,323	\$ 86,353	\$ 59,030
Total - Interest and investment earnings	--	27,323	27,323	86,353	59,030
<b>Other revenues:</b>					
General government:					
Miscellaneous program receipts	--	--	--	36,179	36,179
Total - general government	--	--	--	36,179	36,179
Public safety:					
Operating contributions	--	--	--	200	200
Total - Public safety	--	--	--	200	200
Social welfare:					
Misc. income revolving	--	17,924	17,924	41,614	23,690
Operating contributions	227,879	44,865	272,744	297,448	24,704
Total - Social welfare	227,879	62,789	290,668	339,062	48,394
Culture and recreation					
Operating contributions	--	--	--	4,934	4,934
Total - Culture and recreation	--	--	--	4,934	4,934
Total - Other revenues	227,879	62,789	290,668	380,375	89,707
<b>Total Grant Fund Revenues</b>	<b>\$ 51,330,378</b>	<b>\$ 75,075,116</b>	<b>\$ 126,405,494</b>	<b>\$ 48,151,815</b>	<b>\$ (78,253,679)</b>

**COUNTY OF MAUI  
GRANT FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

<b>Department and Appropriation</b>	<b>Balances Forwarded</b>	<b>Appropriations &amp; Amendments</b>	<b>Total</b>	<b>Expenditures</b>	<b>Reserves and Encumbrances</b>	<b>Unexpended Appropriations</b>
<b>General Government:</b>						
County Clerk						
Impl of Election by Mail	\$ --	\$ 106,176	\$ 106,176	\$ 76,335	\$ 29,841	\$ --
Office of the Mayor:						
Khako renewal project ph-ii	--	615,783	615,783	--	615,783	--
Hale Makana Mentor Ctr Resto	--	101,007	101,007	--	101,007	--
CDBG Program Admin FY19	--	366,198	366,198	318,648	--	47,550
WIOA Dislocated Worker	--	195,013	195,013	--	140,234	54,779
WIOA Youth Activities	--	161,365	161,365	(22)	--	161,387
Waioa Rapid Response PY18	--	64,806	64,806	63,232	--	1,574
WIOA Adult Program	--	145,240	145,240	(22)	96,268	48,994
WIOA Admin PY2019	--	55,736	55,736	21,928	--	33,808
Cameron Ctr Rehab & Improvement	--	198,000	198,000	98,799	99,201	--
Hale Mahaolu Lah Surf Prsvtn	--	300,000	300,000	65,856	234,144	--
Hale Makua Kah Boiler Upgrd	--	250,000	250,000	--	250,000	--
Waioa Rapid Response PY19	--	--	--	511	--	(511)
Cameron Ctr Rehab & Improvement	2,554	(2,554)	--	--	--	--
Hale Makana Mentor Ctr Restor	--	2,554	2,554	--	--	2,554
Lahaina Surf Preservation	18,745	(18,745)	--	--	--	--
WIOA Youth Activities	32,145	(22,509)	9,636	9,636	--	--
The Maui Farm Rehabilitation	26,058	(26,058)	--	--	--	--
Khako Staircase Safety	42,541	(42,541)	--	--	--	--
Hale Makua Wai Fire Alarm Upgr	--	6,115	6,115	6,115	--	--
HTA County Product Enrichment	35,000	100,000	135,000	66,002	--	68,998
WIOA Adult Program	37,641	(28,377)	9,264	9,264	--	--
WIOA Admin Py 2016	132	--	132	132	--	--
Arc Residential Ghs Imprv Prj	--	18,736	18,736	18,736	--	--
WIOA Dislocated Worker	10,029	(645)	9,384	9,384	--	--
Khako Renewal Prj Ph II	4,414	(4,414)	--	--	--	--
Hale Makua Wailuku Rehab	--	32,469	32,469	32,469	--	--
Hale Makana Mentor Ctr	--	34,438	34,438	--	--	34,438
Hale Makua Kahului Gen Upgrd	29,440	--	29,440	29,440	--	--
2016 Hawaii Severe Storms	743,477	--	743,477	100,858	--	642,619
WIOA Youth Activities	42,530	(37,074)	5,456	5,456	--	--
CDBG Program Admin FY18	3,938	--	3,938	3,839	--	99
WIOA Adult Program	36,954	(23,517)	13,437	13,437	--	--
WIOA Admin PY 2017	6,706	--	6,706	6,706	--	--

**COUNTY OF MAUI  
GRANT FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations & Amendments	Total	Expenditures	Reserves and Encumbrances	Unexpended Appropriations
WIOA Dislocated Worker	\$ 27,363	\$ (13,183)	\$ 14,180	\$ 14,180	\$ --	\$ --
Hale Mahaolu Ewalu Sr Ctr	489,356	--	489,356	489,356	--	--
Hale Makua Kahului Gen Upgrade	144,548	--	144,548	144,548	--	--
2019 Hurricane Lane	451,550	--	451,550	(637,109)	--	1,088,659
CDBG Program Admin FFY18	29,059	--	29,059	29,060	--	--
Molokai If Trailer Mounted Die	25,000	--	25,000	17,997	--	7,003
Hana Landfill Bulldozer	530,000	--	530,000	495,526	--	34,474
Molokai If Wheel Loader	400,000	--	400,000	371,930	--	28,070
WIOA Youth Activities	172,421	690	173,111	148,455	--	24,656
Arc Residentail Grp Home	270,000	--	270,000	270,000	--	--
Hale Makua Kahului Fire Alarm	210,911	(12,001)	198,910	198,000	--	910
WIOA Adult Program	137,302	725	138,027	93,026	25,116	19,885
WIOA Admin PY2018	44,663	--	44,663	44,663	--	--
Hale Makana Mentor Ctr	--	12,001	12,001	--	--	12,001
WIOA Dislocated Worker	137,813	1,005	138,818	124,190	14,628	--
Hale Makua Wai Fire Alarm	45,911	--	45,911	45,911	--	--
Hale Makua Wai Rehabilitation	35,446	--	35,446	35,446	--	--
Total Office of the Mayor	<u>4,223,647</u>	<u>2,430,263</u>	<u>6,653,910</u>	<u>2,765,583</u>	<u>1,576,381</u>	<u>2,311,947</u>
Finance:						
State Disability & Comm	--	9,882	9,882	9,882	--	--
Comm'l Driver's License FY20	--	520,983	520,983	520,983	--	--
Periodic Motor Vehicle Inspection FY20	--	497,536	497,536	497,536	--	--
State Identification Program FY20	--	246,719	246,719	164,918	4,865	76,936
State Motor Vehicle Registration FY20	--	290,384	290,384	290,384	--	--
Family Life Ctr CDBG-CV1	--	545,000	545,000	--	--	545,000
Maui Economic Opp CDBG-CV1	--	545,000	545,000	--	--	545,000
CDBG-CV Program Administration	--	14,173	14,173	--	--	14,173
Comm'l Driver's License FY20	<u>430</u>	<u>--</u>	<u>430</u>	<u>--</u>	<u>430</u>	<u>--</u>
Total Finance	<u>430</u>	<u>2,669,677</u>	<u>2,670,107</u>	<u>1,483,703</u>	<u>5,295</u>	<u>1,181,109</u>
Planning:						
Transit Oriented Dev't Prg	--	500,000	500,000	--	500,000	--
SOH Important Agricult Lands	--	125,000	125,000	--	125,000	--
Coastal Zone Management FY20	--	483,629	483,629	202,007	--	281,622
SOH DOH Complete Streets Trng	45,000	--	45,000	25,000	--	20,000
Coastal Zone Management FY19	<u>185,168</u>	<u>--</u>	<u>185,168</u>	<u>74,827</u>	<u>--</u>	<u>110,341</u>
Total Planning	<u>230,168</u>	<u>1,108,629</u>	<u>1,338,797</u>	<u>301,834</u>	<u>625,000</u>	<u>411,963</u>

**COUNTY OF MAUI  
GRANT FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations & Amendments	Total	Expenditures	Reserves and Encumbrances	Unexpended Appropriations
Public Works:						
FHWA Projects State Reviews	\$ 808	\$ 7,280	\$ 8,088	\$ 8,034	\$ --	\$ 54
FHWA Various Projects County	1,954	15,884	17,838	16,659	--	1,179
Total Public Works	2,762	23,164	25,926	24,693	--	1,233
<b>Total General Government</b>	<b>4,457,007</b>	<b>6,337,909</b>	<b>10,794,916</b>	<b>4,652,148</b>	<b>2,236,517</b>	<b>3,906,252</b>
Public safety:						
Prosecuting Attorney:						
Asset Forfeitures State	--	85,000	85,000	22,491	12,620	49,889
Special Needs Advocacy Program	--	649,880	649,880	539,852	19,069	90,959
Victim/Witness Assistance Program	--	64,864	64,864	42,018	--	22,846
Career Criminal Program	--	144,736	144,736	130,262	--	14,474
Defendant/Witness Trial Program	--	38,015	38,015	38,015	--	--
DPA 2020 Traffic Records	--	10,637	10,637	5,138	--	5,499
Domestic Violence Investigation	--	54,962	54,962	41,662	--	13,300
Prosecutors Impaired Driving	--	72,000	72,000	9,005	--	62,995
Prosecutors Training Program	50,000	(50,000)	--	--	--	--
Highway Safety/Impaired Driving	2,816	(2,816)	--	--	--	--
Highway Safety/Traffic Records	4,505	(4,505)	--	--	--	--
Special Needs Advocacy Supplemental	23,823	(34,641)	(10,818)	(10,818)	--	--
Career Criminal Program	11,855	--	11,855	11,855	--	--
DPA 2018 Traffic Records	444	(777)	(333)	(333)	--	--
Special Needs Advocacy Project	139,807	(84,198)	55,609	55,609	--	--
Asset Forfeitures Program	13,448	(13,448)	--	--	--	--
DPA 2019 Traffic Records	--	3,579	3,579	3,579	--	--
Domestic Violence Investigation	201	--	201	--	--	201
Prosecutors Impaired Driving	--	6,227	6,227	6,227	--	--
Total Prosecuting Attorney	246,899	939,515	1,186,414	894,562	31,689	260,163
Finance						
DPA COVID-19 Coordinated Resp	--	124,449	124,449	--	--	124,449
MPD COVID-19 Coordinated Resp	--	135,634	135,634	--	--	135,634
Total Finance	--	260,083	260,083	--	--	260,083

**COUNTY OF MAUI  
GRANT FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations & Amendments	Total	Expenditures	Reserves and Encumbrances	Unexpended Appropriations
Police:						
Cops Hiring Program	\$ --	\$ 181,512	\$ 181,512	\$ --	\$ --	\$ 181,512
911 EMS Dispatch Communication	--	475,221	475,221	449,457	--	25,764
Domestic Violence: Strangulation/Hom	--	54,962	54,962	35,760	--	19,202
Kalo Program	--	89,000	89,000	66,884	452	21,664
MPD Traffic Services	--	190,324	190,324	26,225	--	164,099
MPD Traffic Data Records	--	196,859	196,859	143,603	--	53,256
MPD Speed Enforcement	--	171,082	171,082	124,715	--	46,367
Cybercrime Unit Enforcement	--	63,980	63,980	19,337	--	44,643
Distracted Driving Enforcement	--	73,516	73,516	20,978	--	52,538
MPD Roadblock Program	--	418,522	418,522	183,846	--	234,676
MPD Seat Belt Enforcement	--	95,606	95,606	17,470	--	78,136
High Intensity Drug Trafficking	--	181,800	181,800	170,145	2,425	9,230
Maui Child Restraint Program	--	54,230	54,230	3,380	--	50,850
State e911 Wireless Commission	--	1,811,530	1,811,530	1,229,741	--	581,789
Enhanced Physical Evidence Det	--	36,200	36,200	--	36,154	46
Prohibit Tobacco Sales to M	--	11,000	11,000	1,716	--	9,284
FFY18 Jag Program	--	106,164	106,164	--	--	106,164
Positive Outreach Intervention	--	83,132	83,132	--	--	83,132
SW Multi Jurisdicitional Drug	--	44,304	44,304	--	--	44,304
Update Drug Analysis Instrument	--	130,363	130,363	--	112,125	18,238
HC&S Community Initiative	585	--	585	200	--	385
Training Grants	68,247	--	68,247	(27,258)	--	95,505
MPD Roadblock Program	--	(300)	(300)	(300)	--	--
FY16 Jag Program	115,978	--	115,978	--	--	115,978

**COUNTY OF MAUI  
GRANT FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

<b>Department and Appropriation</b>	<b>Balances Forwarded</b>	<b>Appropriations &amp; Amendments</b>	<b>Total</b>	<b>Expenditures</b>	<b>Reserves and Encumbrances</b>	<b>Unexpended Appropriations</b>
Kalo Program	\$ 66	\$ (66)	\$ --	\$ --	\$ --	\$ --
High Intensity Drug Trafficking	17,848	(15,948)	1,900	1,900	--	--
State e911 Wireless Commission	1,138,902	--	1,138,902	341,664	597,265	199,973
SW Multi Jurisdictional Drug	3,023	--	3,023	--	2,343	680
Positive Outreach Intervention	1,762	(1,762)	--	--	--	--
State Forfeiture	--	3,637	3,637	--	3,593	44
Federal Justice Forfeiture	52,942	3,160	56,102	34,801	--	21,301
911 EMS Dispatch Communication	983	--	983	983	--	--
Violence Against Women Grant	10,701	--	10,701	10,701	--	--
MPD Traffic Services	68,235	(28,389)	39,846	39,846	--	--
MPD Traffic Data Records	3,551	30,000	33,551	4,407	--	29,144
MPD Speed Enforcement	92,192	(38,840)	53,352	53,352	--	--
Cybercrime Unit Enforcement	62,258	(497)	61,761	61,761	--	--
Distracted Driving Enforcement	39,683	(38,802)	881	882	--	--
MPD Roadblock Program	176,503	(69,209)	107,294	107,294	--	--
MPD Seat Belt Enforcement	65,669	(62,211)	3,458	3,458	--	--
High Intensity Drug Trafficking	76,945	68,000	144,945	144,945	--	--
Maui Child Restraint Program	47,328	(42,901)	4,427	4,427	--	--
State e911 Wireless Commission	216,850	(217,918)	(1,068)	(1,069)	--	--
Enhanced Physical Evidence Det	55,685	--	55,685	55,685	--	--
Prohibit Tobacco Sales to M	4,394	--	4,394	--	--	4,394
Positive Outreach Intervention	72,913	--	72,913	58,743	--	14,170
SW Multi Jurisdictional Drug	41,613	--	41,613	41,611	--	2
PC Forensic Sciences Improv Act	37,472	--	37,472	19,229	18,243	--
<b>Total Police</b>	<b>2,472,328</b>	<b>4,057,261</b>	<b>6,529,589</b>	<b>3,450,519</b>	<b>772,600</b>	<b>2,306,470</b>



**COUNTY OF MAUI  
GRANT FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

<b>Department and Appropriation</b>	<b>Balances Forwarded</b>	<b>Appropriations &amp; Amendments</b>	<b>Total</b>	<b>Expenditures</b>	<b>Reserves and Encumbrances</b>	<b>Unexpended Appropriations</b>
Fire and Public Safety:						
EMS (Fire) Training (PVT) IAAI	\$ 12	\$ --	\$ 12	\$ --	\$ --	\$ 12
Fire/LEPC (DOH) HMEP	50,680	13,504	64,184	5,870	--	58,314
Fema fire mgmt assistance grant	--	63,000	63,000	62,532	--	468
Makena Lifeguard Services	--	792,044	792,044	792,044	--	--
Private Donations - Fire Department	20,200	--	20,200	--	--	20,200
Fire Training Grant (Chevron)	508	--	508	--	--	508
FEMA Fire Training Funds	6,338	--	6,338	--	--	6,338
Hawaii Tourism Authority	115,116	--	115,116	114,343	--	773
Total Fire and Public Safety	192,854	868,548	1,061,402	974,789	--	86,613
Emergency Management Agency:						
Emergency Mgt Performance Grant	--	125,000	125,000	--	--	125,000
State Homeland Security	--	704,000	704,000	852	107,031	596,117
St Homeland Security	12,509	--	12,509	--	--	12,509
St Homeland Security	212,166	--	212,166	47,643	--	164,523
Emergency Mgt Performance Grant	12,254	--	12,254	--	--	12,254
St Homeland Security	520,646	--	520,646	27,255	102,686	390,705
Emergency Mgt Performance Grant	59,696	--	59,696	--	--	59,696
St Homeland Security	669,626	--	669,626	167,410	145,609	356,607
Pre-Disaster Mitigation	--	121,000	121,000	112,889	8,111	--
Total Emergency Management Agency	1,486,897	950,000	2,436,897	356,049	363,437	1,717,411
Public Works:						
Hardening of Maui Co Hwy Division	--	112,500	112,500	--	112,500	--
<b>Total Public Safety</b>	<b>4,398,978</b>	<b>7,187,907</b>	<b>11,586,885</b>	<b>5,675,919</b>	<b>1,280,226</b>	<b>4,630,740</b>

**COUNTY OF MAUI  
GRANT FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations & Amendments	Total	Expenditures	Reserves and Encumbrances	Unexpended Appropriations
<b>Highways and Streets:</b>						
Finance:						
COVID Cares Act Fta Sec 5307	\$ --	\$ 7,864,323	\$ 7,864,323	\$ 518,847	\$ 945,650	\$ 6,399,826
Total Finance	--	7,864,323	7,864,323	518,847	945,650	6,399,826
Public Works:						
SOH Department of Health	5,522	--	5,522	5,522	--	--
Total Public Works	5,522	--	5,522	5,522	--	--
Transportation:						
FTA Sec5339 Bus/Bus Facility Form	--	662,789	662,789	--	662,789	--
FTA Sec5311 Non-Urbanized	--	537,140	537,140	--	537,140	--
FTA Maui MPO FY20 UPWP	--	150,000	150,000	--	--	150,000
FHWA Maui MPO FY20 UPWP	--	350,000	350,000	84,229	68,029	197,742
FTA Planning Program 5305(e)	3,817	--	3,817	--	--	3,817
FTA Sec5339 Bus/Bus Facility Form	391,262	--	391,262	--	196,582	194,680
FTA Sec5311 Non-Urbanized	8,637	--	8,637	--	--	8,637
FHWA Maui Metro Planning Org	142	--	142	--	--	142
FTA Sec5311 Non-Urbanized	196,928	--	196,928	83,491	101,958	11,479
FHWA Maui MPO FY18 UPWP	73,829	--	73,829	73,829	--	--
Sec5307 Urbanized Area Formula	314	--	314	--	--	314
FTA Maui MPO FY18 UPWP	24,936	2	24,938	24,936	2	--
Sec5307 Urbanized Area Formula	2,171,175	--	2,171,175	--	1,930,765	240,410
FTA Maui MPO FY19 UPWP	85,340	--	85,340	84,181	1,158	--
FHWA Maui MPO FY19 UPWP	387,619	--	387,619	128,993	70,458	188,168
Total Transportation	3,343,999	1,699,931	5,043,930	479,659	3,568,881	995,389
<b>Total Highways and Streets</b>	<b>3,349,521</b>	<b>9,564,254</b>	<b>12,913,775</b>	<b>1,004,028</b>	<b>4,514,531</b>	<b>7,395,215</b>

**COUNTY OF MAUI  
GRANT FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

<b>Department and Appropriation</b>	<b>Balances Forwarded</b>	<b>Appropriations &amp; Amendments</b>	<b>Total</b>	<b>Expenditures</b>	<b>Reserves and Encumbrances</b>	<b>Unexpended Appropriations</b>
<b>Sanitation:</b>						
Environmental Management:						
Electronic Waste Collection	\$ --	\$ 160,000	\$ 160,000	\$ 112,017	\$ 47,983	\$ --
W Maui Recycled Water System Exp	671,000	--	671,000	--	--	671,000
Hyatt/w Maui Recycled Water	501,237	--	501,237	--	--	501,237
Starwood/w Maui Recycled Water	1,863,840	--	1,863,840	--	--	1,863,840
State of Hawaii DOH 604b Grant	114,800	--	114,800	29,025	114,800	(29,025)
Advance Glass Disp Fee	--	--	--	(115,390)	--	115,390
Total Environmental Management	<u>3,150,877</u>	<u>160,000</u>	<u>3,310,877</u>	<u>25,652</u>	<u>162,783</u>	<u>3,122,442</u>
<b>Total Sanitation</b>	<b><u>3,150,877</u></b>	<b><u>160,000</u></b>	<b><u>3,310,877</u></b>	<b><u>25,652</u></b>	<b><u>162,783</u></b>	<b><u>3,122,442</u></b>
<b>Social Welfare:</b>						
Office of the Mayor:						
Hawaii St Comm/Status Women	<u>40</u>	<u>--</u>	<u>40</u>	<u>28</u>	<u>--</u>	<u>12</u>
Total Office of the Mayor	<u>40</u>	<u>--</u>	<u>40</u>	<u>28</u>	<u>--</u>	<u>12</u>
<b>Finance:</b>						
COVID-19 Sec 8 Housing Choice	--	340,142	340,142	5,448	--	334,694
Cares Act/COVID-19	<u>--</u>	<u>8,798,542</u>	<u>8,798,542</u>	<u>8,798,400</u>	<u>--</u>	<u>142</u>
Total Finance	<u>--</u>	<u>9,138,684</u>	<u>9,138,684</u>	<u>8,803,848</u>	<u>--</u>	<u>334,836</u>

**COUNTY OF MAUI  
GRANT FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

<b>Department and Appropriation</b>	<b>Balances Forwarded</b>	<b>Appropriations &amp; Amendments</b>	<b>Total</b>	<b>Expenditures</b>	<b>Reserves and Encumbrances</b>	<b>Unexpended Appropriations</b>
Housing and Human Concerns:						
Kupuna Care Program	\$ --	\$ 968,027	\$ 968,027	\$ 447,072	\$ 81,614	\$ 439,341
Kupuna Caregivers Program	--	209,745	209,745	--	122,626	87,119
A&B Kokua Giving Contribution	--	20,000	20,000	7,750	--	12,250
Assisted Transportation PVT Contrib	--	13,256	13,256	13,256	--	--
Congregate Meals PVT Donation	--	78,197	78,197	78,197	--	--
Home Delivered Meals PVT Donation	--	103,237	103,237	103,237	--	--
Assist Transport-Kupuna	--	114,865	114,865	114,865	--	--
Congregate Meals Tittle III	--	132,110	132,110	132,110	--	--
Home Del Meals Kupuna	--	101,000	101,000	101,000	--	--
Home Delivered Meals Title III	--	98,692	98,692	98,692	--	--
Aging Title IIIB	--	579,353	579,353	101,304	66,403	411,646
Retired & Sr Vol Prg FY2020	--	73,350	73,350	15,939	317	57,094
Nutrition Services Incentive	--	154,623	154,623	34,681	119,942	--
Aging Title IIIC-1	--	227,968	227,968	30,287	24,960	172,721
Aging Title IIIC-2	--	484,996	484,996	45,651	83,059	356,286
Aging Title IIId	--	15,803	15,803	--	--	15,803
Aging Title IIIE	--	162,557	162,557	45,295	79,572	37,690
Sec 8 Housing Voucher FY20	--	24,927,571	24,927,571	21,557,840	--	3,369,731
Sec 8 Housing Admin FY20	--	1,838,708	1,838,708	1,123,872	5,047	709,789
FSS Coordinator Grant	--	26,957	26,957	22,376	--	4,581
Fam Self-Sufficiency Prg	--	43,135	43,135	3,595	--	39,540
Aging III DHHS FY11 Ma201103	190	--	190	--	190	--
Sec 8 Hsg Admin Prg FY2013	45	(45)	--	--	--	--
Aging & Disability Resource	808,401	--	808,401	377,711	900	429,790
Healthy Aging Partnership	130,115	(16,804)	113,311	113,311	--	--
Healthy Aging Vol Contribution	40,182	25,361	65,543	57,695	--	7,848
Home FFY14 Administration	28,720	--	28,720	4,802	12,877	11,041
Leisure Activities FY16	442	--	442	442	--	--
Strategic Prevention Framework	17,228	210,000	227,228	83,839	84,390	58,999
Leisure Activities FY17	94,806	--	94,806	37,071	7,912	49,823

**COUNTY OF MAUI  
GRANT FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations & Amendments	Total	Expenditures	Reserves and Encumbrances	Unexpended Appropriations
Aging Title III Prgs	\$ 6,440	\$ --	\$ 6,440	\$ 6,440	\$ --	\$ --
Elder Abuse Prevention SY17	4,441	--	4,441	4,441	--	--
Sec. 8 Family Self-Sufficient	115,359	34,300	149,659	10,429	--	139,230
Home FFY17 Administration	115,661	--	115,661	7,592	254	107,815
Home FFY17 Kaiwahine Village	112,885	--	112,885	112,885	--	--
Home FFY17 Kahoma Residential	105,795	17,924	123,719	123,719	--	--
NATL HTF Kaiwahine Phase II	123,879	--	123,879	123,879	--	--
NATL HTF Administration	74,804	--	74,804	1,435	10,195	63,174
Kupuna Care Program	45,506	(2,406)	43,100	43,100	--	--
Kupuna Caregivers Program	113,933	--	113,933	88,952	--	24,981
Leisure Activities FY18	83,809	--	83,809	--	--	83,809
State Health Insurance Assistance Program	11,238	245	11,483	--	--	11,483
Elder Abuse Prevention SY18	11,697	--	11,697	11,697	--	--
Aging Title IIIc-1	83,200	(82,970)	230	230	--	--
Aging Title IIId	--	33	33	33	--	--
Aging Title IIIf	12,599	(7,250)	5,349	5,349	--	--
Sec 8 Housing Voucher FY18	1,817	(1,817)	--	--	--	--
Sec 8 Housing Admin FY18	208,692	--	208,692	--	--	208,692
Kupuna Care Program	749,389	(143,560)	605,829	429,085	140,653	36,091
Congregate Meals NSIP FY19	47,276	--	47,276	47,276	--	--
Home Delivered Meals NSIP FY19	--	382	382	382	--	--
Aging Title III b	292,624	1,451	294,075	282,650	11,425	--
RSVP Retired & Sr Vol Prg	46,742	7,500	54,242	54,242	--	--
Nutrition Svcs Incentive	82,205	(47,276)	34,929	34,929	--	--
Elder Abuse Prevention SY19	25,430	--	25,430	9,488	--	15,942
Aging Title III c-1	108,432	(82,344)	26,088	26,088	--	--
Aging Title III c-2	105,660	(105,660)	--	--	--	--
Aging Title III d	13,147	97	13,244	13,244	--	--
Aging Title III e	35,226	678	35,904	35,904	--	--
Sec 8 Housing Voucher FY19	2,015,977	--	2,015,977	(1,096)	--	2,017,073
Sec 8 Housing Admin FY19	634,839	--	634,839	229	--	634,610
FSS Coordinator Grant	3,114	--	3,114	--	--	3,114
Sec 8 Housing Asst Payments (HAP)-NRA	1,609,202	(999,810)	609,392	--	--	609,392
Sec 8 Housing Asst Payments (ADM)-NRA	2,001,570	15,183	2,016,753	--	--	2,016,753
Total Housing and Human Concerns	10,122,717	29,197,362	39,320,079	26,224,492	852,336	12,243,251
<b>Total Social Welfare</b>	<b>10,122,757</b>	<b>38,336,046</b>	<b>48,458,803</b>	<b>35,028,368</b>	<b>852,336</b>	<b>12,578,099</b>

**COUNTY OF MAUI  
GRANT FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

<b>Department and Appropriation</b>	<b>Balances Forwarded</b>	<b>Appropriations &amp; Amendments</b>	<b>Total</b>	<b>Expenditures</b>	<b>Reserves and Encumbrances</b>	<b>Unexpended Appropriations</b>
<b>Culture and Recreation:</b>						
Parks and Recreation:						
Play & Learn Sessions (PALS)	\$ --	\$ 200,000	\$ 200,000	\$ 28,353	\$ --	\$ 171,647
St/Hi Nahiku Community Center	250,000	--	250,000	--	--	250,000
War Memorial Stadium	829,855	--	829,855	--	--	829,855
Play & Learn Sessions (PALS)	137,124	(137,124)	--	--	--	--
No Kid Hungry	5,000	--	5,000	4,912	--	88
Total Parks and Recreation	1,221,979	62,876	1,284,855	33,265	--	1,251,590
<b>Total Culture and Recreation</b>	<b>1,221,979</b>	<b>62,876</b>	<b>1,284,855</b>	<b>33,265</b>	<b>--</b>	<b>1,251,590</b>
<b>Capital Improvement Projects:</b>						
Housing and Human Concerns:						
Kahului Emergency Housing	--	5,000,000	5,000,000	512,614	4,178,116	309,270
Total Housing and Human Concerns	--	5,000,000	5,000,000	512,614	4,178,116	309,270
Public Works:						
Pu'u Way Haiku						
Total Housing and Human Concerns	--	--	--	633,947	--	(633,947)
<b>Total Capital Improvement Projects</b>	<b>--</b>	<b>5,000,000</b>	<b>5,000,000</b>	<b>1,146,561</b>	<b>4,178,116</b>	<b>(324,677)</b>
<b>Totals for the Intergovernmental Grants Fund</b>	<b>\$ 26,701,119</b>	<b>\$ 66,648,992</b>	<b>\$ 93,350,111</b>	<b>\$ 47,565,941</b>	<b>\$ 13,224,509</b>	<b>\$ 32,559,661</b>

**COUNTY OF MAUI  
SOLID WASTE FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Source of Revenues	Original Estimate	Amendments and Transfers	Final Estimate	Actual Revenues	Revenues Over or (Under) Estimate
<b>Charges for current services:</b>					
Sanitation:					
Refuse	\$ 10,600,175	\$ --	\$ 10,600,175	\$ 10,616,484	\$ 16,309
Landfill disposal fee	17,097,841	--	17,097,841	13,272,709	(3,825,132)
Total - Sanitation	27,698,016	--	27,698,016	23,889,193	(3,808,823)
Total - Charges for current services	27,698,016	--	27,698,016	23,889,193	(3,808,823)
<b>Other revenues:</b>					
Sanitation:					
Miscellaneous program receipts	--	--	--	9,454	9,454
Total - Sanitation	--	--	--	9,454	9,454
Total - Other revenues	--	--	--	9,454	9,454
<b>Total Solid Waste Fund Revenues</b>	<b>\$ 27,698,016</b>	<b>\$ --</b>	<b>\$ 27,698,016</b>	<b>\$ 23,898,647</b>	<b>\$ (3,799,369)</b>

**COUNTY OF MAUI  
SOLID WASTE FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations	Transfers and Additions	Total	Expenditures	Reserves and Encumbrances	Lapsed Appropriations
<b>Sanitation:</b>							
Environmental Management:							
EP&S Solid Waste Alternative	\$ 210,778	\$ --	\$ (131,087)	\$ 79,691	\$ 33,069	\$ 46,886	\$ (264)
Solid Waste Administration	7,957	1,342,672	(4)	1,350,625	1,063,426	19,314	267,885
Solid Waste ERS & FICA	--	1,992,115	(6,781)	1,985,334	1,697,118	--	288,216
Solid Waste Health Fund	--	1,196,056	(4,208)	1,191,848	1,191,848	--	--
Solid Waste Admin Overhead	--	3,980,879	(30,292)	3,950,587	3,730,833	--	219,754
Solid Waste Contribution to OPEB	--	581,519	(2,121)	579,398	579,398	--	--
Solid Waste Operations	<u>1,309,186</u>	<u>14,477,877</u>	<u>(61,769)</u>	<u>15,725,294</u>	<u>13,484,054</u>	<u>967,709</u>	<u>1,273,531</u>
Total Environmental Management	<u>1,527,921</u>	<u>23,571,118</u>	<u>(236,262)</u>	<u>24,862,777</u>	<u>21,779,746</u>	<u>1,033,909</u>	<u>2,049,122</u>
<b>Total Sanitation</b>	<u><b>1,527,921</b></u>	<u><b>23,571,118</b></u>	<u><b>(236,262)</b></u>	<u><b>24,862,777</b></u>	<u><b>21,779,746</b></u>	<u><b>1,033,909</b></u>	<u><b>2,049,122</b></u>
<b>Totals for the Solid Waste Fund</b>	<b>\$ <u>1,527,921</u></b>	<b>\$ <u>23,571,118</u></b>	<b>\$ <u>(236,262)</u></b>	<b>\$ <u>24,862,777</u></b>	<b>\$ <u>21,779,746</u></b>	<b>\$ <u>1,033,909</u></b>	<b>\$ <u>2,049,122</u></b>



**COUNTY OF MAUI  
LIQUOR CONTROL FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

<u>Source of Revenues</u>	<u>Original Estimate</u>	<u>Amendments and Transfers</u>	<u>Final Estimate</u>	<u>Actual Revenues</u>	<u>Revenues Over or (Under) Estimate</u>
<b>Licenses and permits:</b>					
Social Welfare:					
Business licenses and permits	\$ <u>2,275,096</u>	\$ <u>(17,489)</u>	\$ <u>2,257,607</u>	\$ <u>2,210,979</u>	\$ <u>(46,628)</u>
Total - Licenses and permits	<u>2,275,096</u>	<u>(17,489)</u>	<u>2,257,607</u>	<u>2,210,979</u>	<u>(46,628)</u>
 <b>Total Liquor Control Fund Revenues</b>	 \$ <u>2,275,096</u>	 \$ <u>(17,489)</u>	 \$ <u>2,257,607</u>	 \$ <u>2,210,979</u>	 \$ <u>(46,628)</u>

**COUNTY OF MAUI  
LIQUOR CONTROL FUND  
SCHEDULE OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Department and Appropriation	Balances Forwarded	Appropriations	Transfers and Additions	Total	Expenditures	Reserves and Encumbrances	Lapsed Appropriations
<b>Social Welfare:</b>							
Liquor Control:							
Liquor Control General	\$ 85,329	\$ 1,922,007	\$ --	\$ 2,007,336	\$ 1,753,546	\$ 19,891	\$ 233,899
Liquor Admin Overhead Charges	--	1,040,203	(17,499)	1,022,704	898,212	--	124,492
Total Liquor Control	85,329	2,962,210	(17,499)	3,030,040	2,651,758	19,891	358,391
<b>Total Social Welfare</b>	<b>85,329</b>	<b>2,962,210</b>	<b>(17,499)</b>	<b>3,030,040</b>	<b>2,651,758</b>	<b>19,891</b>	<b>358,391</b>
<b>Totals for the Liquor Control Fund</b>	<b>\$ 85,329</b>	<b>\$ 2,962,210</b>	<b>\$ (17,499)</b>	<b>\$ 3,030,040</b>	<b>\$ 2,651,758</b>	<b>\$ 19,891</b>	<b>\$ 358,391</b>

**COUNTY OF MAUI  
CAPITAL IMPROVEMENT PROJECTS FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Source of Revenues	Original Estimate	Amendments and Transfers	Final Estimate	Actual Revenues	Revenues Over or (Under) Estimate
<b>Intergovernmental revenue:</b>					
Capital improvement projects:					
State grants	\$ 275,000	\$ 6,391,780	\$ 6,666,780	\$ 32	\$ (6,666,748)
Federal grants passed through the state	<u>8,258,656</u>	<u>(2,439,516)</u>	<u>5,819,140</u>	<u>8,145,416</u>	<u>2,326,276</u>
Total - Intergovernmental revenues	<u>8,533,656</u>	<u>3,952,264</u>	<u>12,485,920</u>	<u>8,145,448</u>	<u>(4,340,472)</u>
<b>Interest and investment earnings:</b>					
General revenue:					
Interest on investments	--	--	--	409,095	409,095
Capital improvement projects:					
Interest on investments	<u>--</u>	<u>--</u>	<u>--</u>	<u>(13,410)</u>	<u>(13,410)</u>
Total - Interest and investment earnings	<u>--</u>	<u>--</u>	<u>--</u>	<u>395,685</u>	<u>395,685</u>
<b>Other revenues:</b>					
Capital improvement projects					
Capital contributions	<u>--</u>	<u>--</u>	<u>--</u>	<u>493,532</u>	<u>493,532</u>
Total - Other revenues	<u>--</u>	<u>--</u>	<u>--</u>	<u>493,532</u>	<u>493,532</u>
<b>Total Capital Improvement Projects Fund Revenues</b>	<b>\$ <u>8,533,656</u></b>	<b>\$ <u>3,952,264</u></b>	<b>\$ <u>12,485,920</u></b>	<b>\$ <u>9,034,665</u></b>	<b>\$ <u>(3,451,255)</u></b>

**COUNTY OF MAUI  
CAPITAL IMPROVEMENT PROJECTS FUND  
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Prior Years Actual</u>	<u>Current Year Actual</u>	<u>Total Actual to Date</u>	<u>Project Authorization</u>
<b>EXPENDITURES:</b>				
Capital outlay:				
Drainage	\$ 10,120,639	\$ 8,863,784	\$ 18,984,423	\$ 28,093,167
Other projects	4,524,504	5,563,060	10,087,564	10,931,375
Government facilities	14,548,591	23,881,461	38,430,052	85,105,732
Parks and recreation	24,353,031	13,189,585	37,542,616	57,262,041
Roads	38,908,962	23,736,661	62,645,623	106,044,256
Solid waste facilities	3,804,036	659,943	4,463,979	6,511,448
Wastewater facilities	<u>26,241,378</u>	<u>23,450,036</u>	<u>49,691,414</u>	<u>80,842,693</u>
Total Expenditures	\$ <u>122,501,141</u>	\$ <u>99,344,530</u>	\$ <u>221,845,671</u>	\$ <u>374,790,712</u>

**COUNTY OF MAUI**  
**CAPITAL ASSETS USED IN OPERATIONS OF GOVERNMENTAL ACTIVITIES**  
**COMPARATIVE SCHEDULE BY TYPE**  
**JUNE 30, 2020 AND 2019**

	<u>2020</u>	<u>2019</u>
Governmental activities capital assets:		
Land	\$ 189,095,883	\$ 188,573,527
Buildings and systems	198,132,230	171,040,642
Improvements other than buildings	162,183,888	156,241,446
Machinery and equipment	177,339,451	166,516,839
Infrastructure	1,326,805,271	1,234,090,967
Construction in progress	117,648,808	146,800,016
Accumulated depreciation	<u>(1,228,592,238)</u>	<u>(1,175,121,222)</u>
Total governmental activities capital assets	\$ <u>942,613,293</u>	\$ <u>888,142,215</u>

**COUNTY OF MAUI**  
**CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL ACTIVITIES**  
**SCHEDULE BY FUNCTION AND DEPARTMENT**  
**JUNE 30, 2020**

Function and Department	Land	Buildings and Systems	Improvements Other Than Buildings	Machinery and Equipment	Infrastructure	Construction in Progress	Accumulated Depreciation	Total
General government:								
Office of the Mayor	\$ 18,942,213	\$ --	\$ 1,800,722	\$ 246,625	\$ --	\$ --	\$ (1,038,721)	\$ 19,950,839
Management	11,022,230	1,075,286	--	4,558,331	--	26,386,451	(3,534,899)	39,507,399
Corporation Counsel	--	--	--	91,719	--	--	(91,719)	--
Prosecuting Attorney	554,240	1,045,760	--	--	--	--	(52,288)	1,547,712
Finance	--	845,180	--	862,153	--	1,916,495	(1,546,579)	2,077,249
Planning	2,070,394	--	--	622,489	--	7,550,546	(521,730)	9,721,699
Parks and Recreation	2,893,700	306,300	--	--	--	--	(192,714)	3,007,286
Public Works	12,987,221	14,508,070	13,112,797	854,938	--	9,897,066	(23,114,989)	28,245,103
Total for General government	48,469,998	17,780,596	14,913,519	7,236,255	--	45,750,558	(30,093,639)	104,057,287
Public safety:								
Management	--	--	--	--	23,826,395	599,999	(4,944,368)	19,482,026
Prosecuting Attorney	--	--	--	230,741	--	--	(228,826)	1,915
Police	1,318,642	55,726,468	4,763,175	31,459,770	--	314,915	(58,654,336)	34,928,634
Fire and Public Safety	1,186,758	39,585,926	1,030,587	29,296,751	--	4,286,800	(53,824,900)	21,561,922
Emergency Management Agency	--	--	--	410,596	--	--	(402,944)	7,652
Total for Public safety	2,505,400	95,312,394	5,793,762	61,397,858	23,826,395	5,201,714	(118,055,374)	75,982,149
Highways and streets:								
Public Works	61,224,905	--	932,837	31,399,106	689,972,968	30,026,380	(519,485,424)	294,070,772
Transportation	--	3,064,112	--	15,414,043	--	461,431	(14,979,345)	3,960,241
Total for Highways and streets	61,224,905	3,064,112	932,837	46,813,149	689,972,968	30,487,811	(534,464,769)	298,031,013
Sanitation:								
Environmental Management	4,231,745	1,927,524	--	45,538,480	613,005,908	23,093,826	(389,818,867)	297,978,616
Total for Sanitation	4,231,745	1,927,524	--	45,538,480	613,005,908	23,093,826	(389,818,867)	297,978,616
Social welfare:								
Liquor Control	--	--	--	631,692	--	--	(419,382)	212,310
Housing and Human Concerns	521,622	14,455,693	1,091,405	2,039,697	--	546,906	(14,112,108)	4,543,215
Total for Social welfare	521,622	14,455,693	1,091,405	2,671,389	--	546,906	(14,531,490)	4,755,525
Culture and recreation:								
Parks and Recreation	72,142,213	65,591,911	139,452,365	13,459,477	--	12,567,993	(141,433,020)	161,780,939
Total for Culture and recreation	72,142,213	65,591,911	139,452,365	13,459,477	--	12,567,993	(141,433,020)	161,780,939
Legislative:								
County Council	--	--	--	123,798	--	--	(101,549)	22,249
County Clerk	--	--	--	99,045	--	--	(93,530)	5,515
Total for Legislative	--	--	--	222,843	--	--	(195,079)	27,764
Cost of capital assets used by governmental funds	\$ 189,095,883	\$ 198,132,230	\$ 162,183,888	\$ 177,339,451	\$ 1,326,805,271	\$ 117,648,808	\$ (1,228,592,238)	\$ 942,613,293

**COUNTY OF MAUI**  
**CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL ACTIVITIES**  
**SCHEDULE OF CHANGES BY FUNCTION AND DEPARTMENT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

<b>Function and Department</b>	<b>Governmental Capital Assets July 1, 2019</b>	<b>Additions</b>	<b>Deductions</b>	<b>Governmental Capital Assets June 30, 2020</b>
General government:				
Office of the Mayor	\$ 20,864,360	\$ 1,098,321	\$ (973,121)	\$ 20,989,560
Management	26,731,322	17,676,676	(1,365,700)	43,042,298
Corporation Counsel	91,719	--	--	91,719
Prosecuting Attorney	1,600,000	--	--	1,600,000
Finance	1,659,510	2,945,098	(980,780)	3,623,828
Planning	10,706,763	647,031	(1,110,365)	10,243,429
Parks and Recreation	3,200,000	--	--	3,200,000
Public Works	47,141,968	4,345,666	(127,542)	51,360,092
Total for General government	111,995,642	26,712,792	(4,557,508)	134,150,926
Public safety:				
Management	24,326,365	100,029	--	24,426,394
Prosecuting Attorney	230,741	--	--	230,741
Police	92,935,624	1,476,535	(829,189)	93,582,970
Fire and Public Safety	74,261,689	1,219,789	(94,656)	75,386,822
Emergency Management Agency	432,874	--	(22,278)	410,596
Total for Public safety	192,187,293	2,796,353	(946,123)	194,037,523
Highways and streets:				
Public Works	779,030,976	65,647,938	(31,122,718)	813,556,196
Transportation	18,630,628	577,821	(268,863)	18,939,586
Total for Highways and streets	797,661,604	66,225,759	(31,391,581)	832,495,782
Sanitation:				
Environmental Management	662,080,150	90,066,018	(64,348,685)	687,797,483
Total for Sanitation	662,080,150	90,066,018	(64,348,685)	687,797,483
Social welfare:				
Liquor Control	517,920	113,772	--	631,692
Housing and Human Concerns	17,725,190	945,283	(15,150)	18,655,323
Total for Social welfare	18,243,110	1,059,055	(15,150)	19,287,015
Culture and recreation:				
Parks and Recreation	280,872,798	47,581,992	(25,240,831)	303,213,959
Total for Culture and recreation	280,872,798	47,581,992	(25,240,831)	303,213,959
Legislative:				
County Council	123,798	--	--	123,798
County Clerk	99,045	--	--	99,045
Total for Legislative	222,843	--	--	222,843
Cost of capital assets used by governmental funds	2,063,263,437	234,441,969	(126,499,878)	2,171,205,531
Less accumulated depreciation	(1,175,121,222)	(57,493,105)	4,022,089	(1,228,592,238)
Capital assets net of accumulated depreciation	\$ 888,142,215	\$ 176,948,864	\$ (122,477,789)	\$ 942,613,293

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**COUNTY OF MAUI**  
**Statistical Section (Unaudited)**

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The Statistical Section is included to provide financial statement users with additional historical perspective, context, and detail for use in evaluating the information contained in the basic financial statements, notes to the basic financial statements, and required supplementary information with the goal of providing the user a better understanding of the County's economic condition.

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<b>Contents</b>	<b>Tables</b>
Financial Trends These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	1 - 5
Revenue Capacity These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.	6 - 8
Debt Capacity These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.	9 - 11
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	12 - 14
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial statements relates to the services the County provides and the activities it performs.	15 - 16

**TABLE 1**  
**COUNTY OF MAUI**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING, DOLLARS EXPRESSED IN THOUSANDS - UNAUDITED)**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Governmental activities										
Net investment in capital assets	\$ 361,022	\$ 395,526	\$ 396,519	\$ 457,961	\$ 478,521	\$ 498,764	\$ 545,878	\$ 585,828	\$ 571,528	\$ 700,382
Restricted	91,162	71,585	68,375	47,433	61,863	63,422	51,730	49,599	50,942	66,766
Unrestricted <sup>1</sup>	<u>85,850</u>	<u>55,090</u>	<u>72,103</u>	<u>42,753</u>	<u>(285,629)</u>	<u>(288,507)</u>	<u>(587,846)</u>	<u>(624,083)</u>	<u>(554,605)</u>	<u>(650,220)</u>
Total governmental activities net position	\$ <u>538,034</u>	\$ <u>522,201</u>	\$ <u>536,997</u>	\$ <u>548,147</u>	\$ <u>254,755</u>	\$ <u>273,679</u>	\$ <u>9,762</u>	\$ <u>11,344</u>	\$ <u>67,865</u>	\$ <u>116,928</u>
Business-type activities										
Net investment in capital assets	\$ 290,830	\$ 286,968	\$ 290,752	\$ 284,637	\$ 282,110	\$ 291,052	\$ 295,171	\$ 313,510	\$ 314,194	\$ 312,838
Restricted	14,609	13,646	12,284	13,082	11,612	14,825	16,924	20,212	32,156	33,108
Unrestricted <sup>1</sup>	<u>26,167</u>	<u>32,605</u>	<u>36,456</u>	<u>46,042</u>	<u>24,512</u>	<u>17,489</u>	<u>793</u>	<u>7,841</u>	<u>15,170</u>	<u>23,439</u>
Total business-type activities net position	\$ <u>331,606</u>	\$ <u>333,219</u>	\$ <u>339,492</u>	\$ <u>343,761</u>	\$ <u>318,234</u>	\$ <u>323,366</u>	\$ <u>312,888</u>	\$ <u>341,563</u>	\$ <u>361,520</u>	\$ <u>369,385</u>
Primary government										
Net investment in capital assets	\$ 651,852	\$ 682,494	\$ 687,271	\$ 742,598	\$ 760,631	\$ 789,816	\$ 841,049	\$ 899,338	\$ 885,722	\$ 1,013,220
Restricted	105,771	85,231	80,659	60,515	73,475	78,247	68,654	69,811	83,098	99,874
Unrestricted <sup>1</sup>	<u>112,017</u>	<u>87,695</u>	<u>108,559</u>	<u>88,795</u>	<u>(261,117)</u>	<u>(271,018)</u>	<u>(587,053)</u>	<u>(616,242)</u>	<u>(539,435)</u>	<u>(626,781)</u>
Total primary government net position	\$ <u>869,640</u>	\$ <u>855,420</u>	\$ <u>876,489</u>	\$ <u>891,908</u>	\$ <u>572,989</u>	\$ <u>597,045</u>	\$ <u>322,650</u>	\$ <u>352,907</u>	\$ <u>429,385</u>	\$ <u>486,313</u>

<sup>1</sup> Balances prior to FY 2015 have not been adjusted for the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*.

**TABLE 2**  
**COUNTY OF MAUI**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING, DOLLARS EXPRESSED IN THOUSANDS - UNAUDITED)**

<b>Expenses <sup>1</sup></b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
<b>Governmental activities:</b>										
General government	\$ 126,334	\$ 134,646	\$ 107,565	\$ 118,866	\$ 109,324	\$ 116,872	\$ 133,763	\$ 144,002	\$ 144,051	\$ 176,002
Public safety	85,000	84,585	85,261	84,280	92,377	97,558	125,407	137,158	132,971	136,360
Highways and streets	51,132	46,329	45,106	51,607	49,174	49,842	53,976	58,656	61,255	62,061
Sanitation	58,654	62,793	65,402	69,856	68,234	69,022	74,741	77,892	82,425	84,487
Social welfare	40,782	42,989	46,866	46,072	43,078	46,333	59,429	47,479	59,449	65,313
Culture and recreation	36,239	34,396	33,018	34,418	34,837	34,896	37,626	37,165	36,298	38,937
Legislative	5,248	5,251	5,539	5,998	6,447	6,416	7,408	7,861	8,173	7,728
Interest on long-term debt	9,438	8,926	8,960	7,982	8,559	7,563	6,867	6,230	7,559	8,713
Total governmental activities expenses	\$ 412,827	\$ 419,915	\$ 397,717	\$ 419,079	\$ 412,030	\$ 428,502	\$ 499,217	\$ 516,443	\$ 532,181	\$ 579,601
<b>Business-type activities:</b>										
Department of Water Supply	\$ 46,687	\$ 54,013	\$ 53,612	\$ 55,539	\$ 64,514	\$ 62,275	\$ 62,208	\$ 63,437	\$ 63,551	\$ 70,158
Housing, Interim Financing and Buy-Back Revolving Fund	206	268	207	514	206	208	193	813	947	931
Golf Course Special Fund	2,088	2,096	2,235	2,348	3,400	3,500	3,884	3,830	3,312	--
Total business-type activities expenses	48,981	56,377	56,054	58,401	68,120	65,983	66,285	68,080	67,810	71,089
Total primary government expenses	\$ 461,808	\$ 476,292	\$ 453,771	\$ 477,480	\$ 480,150	\$ 494,485	\$ 565,502	\$ 584,523	\$ 599,991	\$ 650,690
<b>Program Revenues</b>										
<b>Governmental activities:</b>										
Charges for services:										
General government	\$ 12,433	\$ 12,602	\$ 13,265	\$ 13,104	\$ 14,455	\$ 14,287	\$ 14,066	\$ 15,788	\$ 16,954	\$ 18,497
Public safety	436	452	458	550	417	839	454	616	630	490
Highways and streets	17,821	20,006	21,272	21,859	22,229	23,914	24,488	26,960	29,049	28,459
Sanitation	59,082	60,568	61,559	59,583	62,359	64,857	73,004	78,989	87,369	93,260
Social welfare	2,360	2,534	2,403	3,202	2,488	2,161	2,558	2,576	2,594	2,504
Culture and recreation	511	574	617	670	479	673	611	741	590	1,231
Operating grants and contributions	35,216	34,017	34,447	38,917	29,570	34,426	41,470	33,967	44,669	48,687
Capital grants and contributions	6,191	12,530	11,332	15,142	21,953	14,092	9,607	6,212	16,799	12,007
Total governmental activities program revenues	\$ 134,050	\$ 143,283	\$ 145,353	\$ 153,027	\$ 153,950	\$ 155,249	\$ 166,258	\$ 165,849	\$ 198,654	\$ 205,135
<b>Business-type activities:</b>										
Charges for services:										
Department of Water Supply	\$ 47,214	\$ 50,992	\$ 54,439	\$ 55,245	\$ 59,286	\$ 60,544	\$ 63,633	\$ 64,297	\$ 64,460	\$ 68,185
Housing, Interim Financing and Buy-Back Revolving Fund	147	527	163	167	167	180	226	551	764	802
Golf Course Special Fund	1,158	1,106	1,116	1,087	1,136	1,163	1,108	1,072	869	--
Capital grants and contributions	11,901	2,541	5,552	4,369	5,643	6,465	11,366	11,866	14,276	6,245
Total business-type program revenues	60,420	55,166	61,270	60,868	66,232	68,352	76,333	77,786	80,369	75,232
Total primary government program revenues	\$ 194,470	\$ 198,449	\$ 206,623	\$ 213,895	\$ 220,182	\$ 223,601	\$ 242,591	\$ 243,635	\$ 279,023	\$ 280,367
<b>Net (expense)/revenue <sup>1</sup></b>										
Governmental activities	\$ (278,777)	\$ (276,632)	\$ (252,364)	\$ (266,052)	\$ (258,080)	\$ (273,253)	\$ (332,959)	\$ (350,594)	\$ (333,527)	\$ (374,466)
Business-type activities	11,439	(1,211)	5,216	2,467	(1,888)	2,369	10,048	9,706	12,559	4,143
Total primary government net expense	\$ (267,338)	\$ (277,843)	\$ (247,148)	\$ (263,585)	\$ (259,968)	\$ (270,884)	\$ (322,911)	\$ (340,888)	\$ (320,968)	\$ (370,323)
<b>General Revenues and Other Changes in Net Position</b>										
<b>Governmental activities:</b>										
Taxes										
Property taxes	\$ 220,477	\$ 208,645	\$ 214,244	\$ 224,055	\$ 236,947	\$ 249,658	\$ 272,989	\$ 310,498	\$ 320,887	\$ 358,902
Transient accommodation tax	23,479	22,906	21,204	21,204	23,484	23,446	23,484	23,484	23,484	19,570
Public service corporation tax	6,094	9,622	9,767	9,834	9,771	9,264	7,662	6,958	7,821	8,284
Franchise tax	8,468	10,429	10,714	10,762	10,782	8,962	7,747	8,009	8,996	9,646
Fuel tax	11,085	10,438	10,618	10,676	10,900	12,522	15,655	16,450	16,430	15,207
Interest and investment earnings (losses)	6,489	1,283	908	1,579	1,218	2,402	2,940	(265)	13,231	12,192
Other	399	(4)	857	(132)	795	108	313	6,235	2,141	129
Transfers	(267)	(2,388)	(948)	(775)	(2,230)	(2,810)	(2,385)	(19,192)	(2,942)	(401)
Total governmental activities	\$ 276,224	\$ 260,931	\$ 267,364	\$ 277,203	\$ 291,667	\$ 303,552	\$ 328,405	\$ 352,177	\$ 390,048	\$ 423,529
<b>Business-type activities:</b>										
Interest and investment earnings	\$ 916	\$ 165	\$ 135	\$ 293	\$ 330	\$ 625	\$ 804	\$ (223)	\$ 3,982	\$ 3,319
Others	--	270	154	735	--	--	--	--	474	--
Transfers	267	2,388	948	775	2,230	2,810	2,385	19,192	2,942	401
Total business-type activities	1,183	2,823	1,237	1,803	2,560	3,435	3,189	18,969	7,398	3,720
Total primary government	\$ 277,407	\$ 263,754	\$ 268,601	\$ 279,006	\$ 294,227	\$ 306,987	\$ 331,594	\$ 371,146	\$ 397,446	\$ 427,249
<b>Change in Net Position <sup>1</sup></b>										
Governmental activities	\$ (2,553)	\$ (15,701)	\$ 15,000	\$ 11,151	\$ 33,587	\$ 30,299	\$ (4,554)	\$ 1,583	\$ 56,521	\$ 49,063
Business-type activities	12,622	1,612	6,453	4,270	672	5,804	13,237	28,675	19,957	7,863
Total primary government	\$ 10,069	\$ (14,089)	\$ 21,453	\$ 15,421	\$ 34,259	\$ 36,103	\$ 8,683	\$ 30,258	\$ 76,478	\$ 56,926

<sup>1</sup> Balances prior to FY 2015 have not been adjusted for the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment*. Balances prior to FY 2018 have not been adjusted for the implementation of GASB Statement No. 75, *of GASB Statement No. 68, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

**TABLE 3**  
**COUNTY OF MAUI**  
**GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE**  
**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING, DOLLARS EXPRESSED IN THOUSANDS - UNAUDITED)**

<b>Fiscal Year</b>	<b>Property Tax</b>	<b>Transient Accommodation Tax</b>	<b>Public Service Corporation Tax</b>	<b>Franchise Tax</b>	<b>Fuel Tax</b>	<b>Total</b>
2011	\$ 220,477	\$ 23,479	\$ 6,094	\$ 8,468	\$ 11,085	\$ 269,603
2012	208,645	22,906	9,622	10,429	10,438	262,040
2013	214,244	21,204	9,767	10,714	10,618	266,547
2014	224,055	21,204	9,834	10,762	10,676	276,531
2015	236,947	23,484	9,771	10,782	10,900	291,884
2016	249,658	23,446	9,264	8,962	12,522	303,852
2017	272,989	23,484	7,662	7,747	15,655	327,537
2018	310,499	23,484	6,958	8,009	16,450	365,400
2019	320,887	23,484	7,821	8,996	16,430	377,618
2020	358,902	19,570	8,284	9,646	15,207	411,609

**TABLE 4**  
**COUNTY OF MAUI**  
**FUND BALANCES OF GOVERNMENTAL FUNDS <sup>1</sup>**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING, DOLLARS EXPRESSED IN THOUSANDS - UNAUDITED)**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
General fund										
Restricted	\$ 12,113	\$ 13,189	\$ 15,317	\$ 5,819	\$ 8,196	\$ 10,752	\$ 3,987	\$ 4,669	\$ 7,582	\$ 10,099
Committed	49,042	75,114	100,727	30,009	28,307	31,696	34,401	190	190	220
Assigned	22,153	16,681	16,430	19,388	20,718	19,859	18,247	33,204	24,329	31,139
Unassigned	<u>87,319</u> <sup>2</sup>	<u>51,006</u> <sup>2</sup>	<u>51,979</u> <sup>2</sup>	<u>42,404</u>	<u>31,657</u>	<u>22,708</u>	<u>25,062</u>	<u>75,440</u>	<u>118,386</u>	<u>149,902</u>
Total general fund	\$ <u>170,627</u>	\$ <u>155,990</u>	\$ <u>184,453</u>	\$ <u>97,620</u>	\$ <u>88,878</u>	\$ <u>85,015</u>	\$ <u>81,697</u>	\$ <u>113,503</u>	\$ <u>150,487</u>	\$ <u>191,360</u>
 All other governmental funds										
Restricted	\$ 78,768	\$ 56,745	\$ 60,479	\$ 40,722	\$ 54,824	\$ 59,937	\$ 43,590	\$ 48,910	\$ 53,485	\$ 68,979
Committed	43,626	44,561	48,599	38,535	13,811	20,839	26,938	32,699	35,738	35,192
Assigned	4,253	19,155	12,543	11,715	31,097	26,510	38,919	6,298	78,869	37,557
Unassigned	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total all other governmental funds	\$ <u>126,647</u>	\$ <u>120,461</u>	\$ <u>121,621</u>	\$ <u>90,972</u>	\$ <u>99,732</u>	\$ <u>107,286</u>	\$ <u>109,447</u>	\$ <u>87,907</u>	\$ <u>168,092</u>	\$ <u>141,728</u>

<sup>1</sup> Effective fiscal year 2011, fund balances are presented in accordance with GASB Statement No. 54.

<sup>2</sup> Includes restatement made to property taxes and planning fee deposits.

**TABLE 5**  
**COUNTY OF MAUI**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING, DOLLARS EXPRESSED IN THOUSANDS -**  
**UNAUDITED)**

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>REVENUES</b>										
Taxes	\$ 244,852	\$ 238,829	\$ 246,315	\$ 255,440	\$ 268,178	\$ 280,825	\$ 303,701	\$ 342,520	\$ 353,226	\$ 389,890
Charges for current services	62,234	64,364	66,036	64,251	64,839	70,575	76,902	82,657	92,115	94,412
Intergovernmental revenues	63,792	68,001	64,074	69,449	72,049	69,037	70,996	61,917	81,101	75,430
Licenses and permits	22,362	26,650	27,231	28,185	30,946	30,460	32,032	36,117	37,281	37,915
Fines and forfeitures	2,767	2,131	3,018	2,250	2,075	2,537	2,226	2,379	2,606	3,031
Interest and investment earnings (losses)	6,594	1,416	1,018	1,747	1,358	2,592	3,120	(44)	13,305	12,347
Assessments	670	1,219	791	1,086	1,322	2,345	1,742	1,249	2,339	2,355
Other revenues	5,387	3,842	6,076	6,882	4,604	5,140	6,042	10,999	8,545	6,598
Total revenues	<u>408,658</u>	<u>406,452</u>	<u>414,559</u>	<u>429,290</u>	<u>445,371</u>	<u>463,511</u>	<u>496,761</u>	<u>537,794</u>	<u>590,519</u>	<u>621,978</u>
<b>EXPENDITURES <sup>1</sup></b>										
Current:										
General government	90,652	105,552	89,510	190,718	105,479	115,623	126,512	132,344	143,301	162,918
Public safety	78,703	79,427	80,781	78,981	90,349	92,811	99,701	103,913	106,070	107,890
Capital outlay	57,278	57,976	68,648	77,097	81,371	65,147	48,112	87,052	118,260	100,948
Sanitation	39,835	41,891	45,366	46,344	54,551	52,454	54,842	58,256	58,567	61,627
Social welfare	43,999	42,459	46,315	45,298	42,579	45,920	57,125	46,012	58,013	64,246
Highways and streets	32,484	33,798	35,926	44,878	40,260	39,827	40,032	40,898	46,114	47,833
Culture and recreation	23,652	27,257	26,346	39,739	29,530	28,912	38,325	29,505	28,510	31,182
Legislative	5,238	5,251	5,533	5,987	6,559	6,493	6,523	6,796	7,442	6,941
Debt service:										
Principal	26,894	22,469	23,770	24,593	26,926	20,825	26,150	25,686	25,507	31,568
Interest and other issuance costs	10,332	9,604	10,051	9,423	10,905	9,607	9,174	8,277	9,744	10,856
Total expenditures	<u>409,067</u>	<u>425,684</u>	<u>432,246</u>	<u>563,058</u>	<u>488,509</u>	<u>477,619</u>	<u>506,496</u>	<u>538,739</u>	<u>601,528</u>	<u>626,009</u>
Deficiency of revenues over expenditures	(409)	(19,232)	(17,687)	(133,768)	(43,138)	(14,108)	(9,735)	(945)	(11,009)	(4,031)
<b>OTHER FINANCING SOURCES (USES)</b>										
Issuance of debt:										
General obligation bond proceeds	46,300	--	38,375	17,061	40,015	15,185	--	--	95,010	--
General obligation refunding bonds	23,375	--	18,510	--	21,860	39,542	--	--	7,265	--
Net premiums received	4,606	--	6,806	--	6,283	7,489	--	--	7,034	--
State revolving fund loan proceeds	2,856	1,095	2,053	--	6,631	3,750	10,962	13,244	29,416	17,139
Use of debt:										
Payment to escrow for bond refunding	(25,939)	--	(21,321)	--	(24,827)	(45,356)	--	--	(7,604)	--
Transfers in:										
General Fund	46,097	57,950	47,832	51,346	66,885	61,428	69,955	65,376	62,590	74,250
Special Revenue Funds	34,428	39,126	47,880	46,065	40,717	38,848	43,350	42,971	47,372	51,317
Other Governmental Funds	7,520	6,692	7,317	7,015	9,094	7,878	7,437	231	9,436	7,547
Capital Projects Fund	8,903	3,748	6,889	7,814	4,411	5,841	6,866	4,850	3,408	6,703
Proprietary Funds	402	407	378	352	315	240	382	19,026	230	1,436
Transfers out:										
Capital Projects Fund	(16,885)	(35,034)	(34,693)	(32,514)	(35,547)	(34,039)	(34,926)	(39,605)	(47,733)	(38,562)
Debt Service Fund	(36,860)	(32,073)	(33,392)	(34,016)	(37,386)	(30,078)	(35,325)	(33,963)	(34,475)	(42,424)
Other Governmental Funds	(10,668)	(15,070)	(11,888)	(13,752)	(22,469)	(23,368)	(22,784)	(25,745)	(16,628)	(23,675)
General Fund	(26,089)	(20,695)	(23,667)	(24,078)	(22,279)	(21,833)	(31,077)	(23,752)	(22,019)	(29,514)
Special Revenue Funds	(6,447)	(4,644)	(6,277)	(7,879)	(3,427)	(4,677)	(3,495)	(9,159)	(1,951)	(5,641)
Proprietary Funds	(669)	(2,795)	(1,326)	(1,127)	(2,545)	(3,050)	(2,767)	(2,263)	(3,172)	(35)
Total financing sources, net	<u>50,930</u>	<u>(1,293)</u>	<u>43,476</u>	<u>16,287</u>	<u>47,731</u>	<u>17,800</u>	<u>8,578</u>	<u>11,211</u>	<u>128,179</u>	<u>18,541</u>
Net Change in Fund Balances	\$ <u>50,521</u>	\$ <u>(20,525)</u>	\$ <u>25,789</u>	\$ <u>(117,481)</u>	\$ <u>4,593</u>	\$ <u>3,692</u>	\$ <u>(1,157)</u>	\$ <u>10,266</u>	\$ <u>117,170</u>	\$ <u>14,510</u>
Capital outlays reported in the CIP fund and other funds	38,566	54,275	66,282	93,420	88,043	70,811	61,836	69,664	118,839	105,329
Debt service as a percentage of noncapital expenditures	10.05%	8.64%	9.24%	7.24%	9.45%	7.48%	7.94%	7.24%	7.30%	8.15%
Total expenditures less capital outlays	370,501	371,409	365,964	469,638	400,466	406,808	444,660	469,075	482,689	520,680
Debt service (payments)	37,226	32,073	33,821	34,016	37,831	30,432	35,324	33,963	35,251	42,424

<sup>1</sup> Balances prior to FY 2015 have not been adjusted for the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*. Balances prior to FY 2018 have not been adjusted for the implementation of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

**TABLE 6**  
**COUNTY OF MAUI**  
**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS (DOLLARS EXPRESSED IN THOUSANDS - UNAUDITED)**

Fiscal Year Ended June 30	Classification											
	Improved Residential		Apartment		Commercial		Industrial		Agricultural		Commercial Residential	
	Taxable Assessed Value	Tax Rate <sup>1</sup>	Taxable Assessed Value	Tax Rate <sup>1</sup>	Taxable Assessed Value	Tax Rate <sup>1</sup>	Taxable Assessed Value	Tax Rate <sup>1</sup>	Taxable Assessed Value	Tax Rate <sup>1</sup>	Taxable Assessed Value	Tax Rate <sup>1</sup>
2011	\$ 5,795,214	5.00	\$ 5,659,454	5.00	\$ 2,121,834	6.25	\$ 1,614,057	6.50	\$ 3,452,417	5.00	\$ 73,191 <sup>2</sup>	4.00
2012	5,645,593	5.55	5,016,127	5.50	2,126,142	6.25	1,466,957	7.00	2,978,918	5.80	70,301	4.20
2013	5,241,369	5.75	4,623,504	6.20	1,910,261	6.90	1,522,372	7.10	2,975,466	6.00	75,166	4.50
2014	5,461,103	5.75	4,782,464	6.40	1,952,055	7.05	1,676,982	7.30	3,194,538	6.05	94,183	4.60
2015	5,570,175	5.57	5,118,013	6.20	1,998,655	6.83	1,546,738	7.07	3,318,065	5.86	109,353	4.46
2016	6,226,697	5.40	5,793,112	6.00	2,824,233	6.60	1,750,774	6.85	3,536,472	5.75	120,166	4.35
2017	6,759,362	5.30	6,134,056	6.00	3,224,554	6.60	2,053,224	6.69	3,772,117	5.66	163,441	4.35
2018	7,153,681	5.54	6,443,531	6.32	3,233,112	7.28	2,026,784	7.49	3,924,967	6.01	172,476	4.56
2019	7,721,680	5.52	6,544,442	6.31	2,911,448	7.25	2,132,863	7.45	4,330,328	6.00	197,032	4.55
2020	8,061,546	5.60	6,503,522	6.31	2,832,416	7.39	2,083,169	7.48	4,357,942	5.94	207,502	4.60

Fiscal Year Ended June 30	Classification														
	Conservation		Hotel & Resort		Time Share		Unimproved Residential		Homeowner		Short Term Rental		Total		
	Taxable		Taxable		Taxable		Taxable		Taxable		Taxable		Taxable	Direct	
	Assessed	Tax	Assessed	Tax	Assessed	Tax	Assessed	Tax	Assessed	Tax	Assessed	Tax	Assessed	Tax	
	Value	Rate <sup>1</sup>	Value	Rate <sup>1</sup>	Value	Rate <sup>1</sup>	Value	Rate <sup>1</sup>	Value	Rate <sup>1</sup>	Value	Rate <sup>1</sup>	Value	Rate <sup>1</sup>	
2011	\$ 445,265	5.00	\$ 8,183,430	8.30	\$ 1,776,953	14.00	\$ 331,079	6.25	\$ 7,803,966	2.50	\$ --	--	\$ 37,256,860	5.78	
2012	362,724	5.60	7,471,672	9.00	1,607,462	15.00	--	--	6,174,696	2.50	--	--	32,920,592	6.34	
2013	359,573	6.20	7,304,445	9.15	1,508,875	15.50	--	--	6,952,272	2.75	--	--	32,473,303	6.55	
2014	409,933	6.25	7,303,708	9.40	1,483,432	15.55	--	--	7,053,159	2.87	--	--	33,411,557	6.65	
2015	391,136	6.06	8,865,184	9.11	1,591,353	15.07	--	--	7,740,439	2.78	--	--	36,249,111	6.51	
2016	406,824	5.90	9,296,145	8.85	1,693,560	14.55	--	--	9,063,738	2.75	--	--	40,711,721	6.24	
2017	424,471	5.80	9,745,148	8.71	1,896,669	14.31	--	--	10,190,495	2.70	--	--	44,363,537	6.12	
2018	427,198	6.37	10,009,936	9.37	1,943,561	15.43	--	--	10,628,945	2.86	--	--	45,964,191	6.53	
2019	438,828	6.35	2,309,315	9.37	2,242,684	15.41	--	--	11,454,863	2.85	8,565,108 <sup>2</sup>	9.28	48,848,591	6.53	
2020	457,633	6.43	2,934,709	11.00	2,441,153	14.40	--	--	11,852,614	2.90	9,436,249 <sup>2</sup>	10.75	51,168,455	6.95	

<sup>1</sup> Tax rates per \$1,000 of net taxable assessed valuation for each class of property. Assessed valuation base is 100% of appraised fair market value.

<sup>2</sup> First year of tax.

**TABLE 7  
COUNTY OF MAUI  
PRINCIPAL TAXPAYERS  
FISCAL YEARS 2020 AND NINE YEARS AGO  
(DOLLARS EXPRESSED IN THOUSANDS - UNAUDITED)**

Taxpayer	Type of Business	2020 <sup>1</sup>			2011 <sup>2</sup>		
		Percentage of Total Tax			Percentage of Total Tax		
		Taxes	Levy	Rank	Taxes	Levy	Rank
Ocean Resort Villas Vacation Owners Ass'n., VSE Pacific, Inc., SVO Pacific, Inc.	Time Share	\$ 14,018	3.87%	1			
Marriott Ownership Resorts	Time Share	7,460	2.06%	2			
HMC Maui LP, HMC Kea Lani LP, HMC Maui LLC	Hotel (Kea Lani & Hyatt)	6,924	1.91%	3			
Bre Iconic GWR Owner LLC	Hotel (Grand Wailea)	5,224	1.44%	4			
Lanai Resorts LLC, Lanai Developers LLC	Hotel (Manele Bay), Golf Course, Development	3,859	1.07%	5			
Maui Beach, Maui Banyan, Gardens at West Maui, Hono Koa, Kahana Beach, Sands of Kahana, Kahana Villa Vacation Club	Time share	3,164	0.87%	6			
Alexander & Baldwin, A&B, East Maui Irrigation	Development, Property Management	2,982	0.82%	7			
HV Global Management Corp., Maui Timeshare Venture LLC,	Time Share (Hyatt Regency)	2,950	0.82%	8			
West Maui Resort Partners LP	Time Share/Hotel (Kaanapali Beach Club)	2,929	0.81%	9			
Hart Wailea LLC	Shopping Center (Shops at Wailea)	2,699	0.75%	10			
Westin Maui Corp. (Leasehold), SVO Pacific Corp, Ocean Resort Villas	Hotel (Westin) / Time Share				\$ 12,273	5.45%	1
Marriott Ownership Resorts	Time Share (Marriott)				7,343	3.26%	2
Maui Land & Pineapple Co., Kapalua Bay LLC, W2005 Kapalua/Gengate	Development, Hotel, Golf Course, Property Management, Pineapple				6,784	3.01%	3
3900 WA Associates LLC	Hotel (Four Seasons)				4,518	2.01%	4
CNL Grand Wailea Resort LP	Hotel (Grand Wailea)				3,538	1.57%	5
Consolidated Maui Inc.	Time Share				3,514	1.56%	6
West Maui Resort Partners	Time Share/Hotel (Embassy Suites)				2,531	1.12%	7
Castle & Cooke, Inc. Resorts LLC, Lanai Properties, Dole, Lanai Co., Lanai Developers	Development/Property Management/Hotel/Golf Course				2,117	0.94%	8
Alexander & Baldwin Inc., East Maui Irrigation Co., A & B Properties Inc., A & B Hawaii Inc.	Sugar/Development/Property Management				2,105	0.94%	9
Makena Hotel, LLC, Makena Golf, LLC	Hotel, Golf Course				1,653	0.73%	10
<b>TOTALS</b>		<b>\$ 52,209</b>	<b>14.42%</b>		<b>\$ 46,376</b>	<b>20.59%</b>	

<sup>1</sup> Fiscal Year 2020 taxes were calculated from the January 1, 2019 assessment. The taxes levied are for the year July 1, 2019 through June 30, 2020.

<sup>2</sup> Fiscal Year 2011 taxes were calculated from the January 1, 2010 assessment. The taxes levied are for the fiscal year July 1, 2010 through June 30, 2011.



**TABLE 8**  
**COUNTY OF MAUI**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**  
**(DOLLARS EXPRESSED IN THOUSANDS - UNAUDITED)**

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Adjustments	Adjusted Taxes Levied	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
				Amount	Percentage of Levy		Amount	Percentage of Levy
2011	\$ 225,034	(6,199) <sup>1</sup>	\$ 218,835	\$ 217,843	99.5%	\$ 1,318	\$ 219,161	100.1%
2012	211,712	(2,792) <sup>1</sup>	208,920	205,489	98.4%	2,071	207,560	99.3%
2013	215,417	(598) <sup>1</sup>	214,819	211,855	98.6%	--	211,855	98.6%
2014	225,766	(78)	225,688	223,076	98.8%	--	223,076	98.8%
2015	238,934	(1,069)	237,865	235,260	98.9%	(8)	235,252	98.9%
2016	260,047	(1,764)	258,283	255,692	99.0%	(11)	255,681	99.0%
2017	277,570	(3,824)	273,746	271,201	99.1%	823	272,024	99.4%
2018	305,705	(1,687)	304,018	301,119	99.0%	15	301,134	99.1%
2019	324,771	(1,737)	323,034	315,593	97.7%	(55)	315,538	97.7%
2020	362,187	(3,325)	358,862	354,148	98.7%	266	354,414	98.8%

<sup>1</sup> Adjustments include appeals.

**TABLE 9**  
**COUNTY OF MAUI**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**  
**(DOLLARS EXPRESSED IN THOUSANDS - UNAUDITED)**

Fiscal Year	Government Activities		Business-type Activities		Total Primary Government		
	General Obligation Bonds	Notes Payable <sup>4</sup>	General Obligation Bonds	Notes Payable <sup>4</sup>	Total Outstanding Debt	Percentage of Personal Income <sup>3</sup>	Per Capita <sup>3</sup>
2011	\$ 214,402	\$ 56,308	\$ 17,512	\$ 13,331	\$ 301,553	5.66%	\$ 1,925
2012	196,017	52,720	14,443	14,609	277,789	5.21%	1,756
2013	226,631	41,828	27,961	5,262	301,682	4.78%	1,874
2014	208,298	53,293	25,602	17,672	304,865	4.53% <sup>5</sup>	1,870 <sup>6</sup>
2015	227,835	55,184	29,946	20,469	333,434	4.66% <sup>5</sup>	2,034 <sup>6</sup>
2016	235,318	46,801	27,285	22,260	331,664	4.43% <sup>5</sup>	2,006 <sup>6</sup>
2017	209,578	54,137	24,531	29,168	317,414	4.03% <sup>5</sup>	1,910 <sup>6</sup>
2018	186,355	62,122	21,719	46,123	316,319	3.86% <sup>5</sup>	1,894 <sup>6</sup>
2019	263,904	87,517	23,419	45,398	420,238	5.12% <sup>1</sup>	2,510 <sup>6</sup>
2020	234,688	98,264	20,113	45,574	398,639	4.86% <sup>1</sup>	2,381 <sup>2</sup>

<sup>1</sup> 2019 and 2020 Personal Income are not available, 2018 data is utilized.

<sup>2</sup> 2020 Total Resident Population data is not available, 2019 data is utilized.

<sup>3</sup> Total Personal Income and Total Resident Population data can be found in the Schedule of Demographic and Economic Statistics on Table 12

<sup>4</sup> Notes payable include capital lease obligations.

<sup>5</sup> Revised based on actual Personal Income.

<sup>6</sup> Revised based on actual Population.

**TABLE 10**  
**COUNTY OF MAUI**  
**RATIOS OF GENERAL OBLIGATIONS BOND DEBT OUTSTANDING**  
**LAST TEN FISCAL YEARS**  
**(AMOUNTS EXPRESSED IN THOUSANDS, EXCEPT PER CAPITA AMOUNT - UNAUDITED)**

<b>Fiscal Year</b>	<b>General Obligation Bonds <sup>4</sup></b>	<b>Percentage of Estimated Actual Taxable Value of Property <sup>1</sup></b>	<b>Per Capita <sup>2</sup></b>
2011	\$ 231,914	0.622%	\$ 1,478
2012	210,460	0.639%	1,325
2013	254,592	0.784%	1,581
2014	233,900	0.700%	1,435
2015	257,781	0.711%	1,573
2016	262,603	0.645%	1,588
2017	234,109	0.528%	1,409
2018	208,074	0.453%	1,246
2019	287,324	0.588%	1,716
2020	254,801	0.498%	1,522 <sup>3</sup>

<sup>1</sup> See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on Table 6.

<sup>2</sup> Population data can be found in the Schedule of Demographic and Economic Statistics on Table 12.

<sup>3</sup> 2020 Population data not available; 2019 Maui population from the Maui County Data Book 2019.

<sup>4</sup> Details regarding the County's outstanding debt can be found in the notes to the basic financial statements.

**TABLE 11**  
**COUNTY OF MAUI**  
**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN FISCAL YEARS**  
**(DOLLARS EXPRESSED IN THOUSANDS - UNAUDITED)**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Debt limit <sup>1</sup>	\$ 5,588,529	\$ 4,938,089	\$ 4,870,995	\$ 5,011,734	\$ 5,409,678	\$ 6,106,758	\$ 6,654,531	\$ 6,894,629	\$ 7,327,289	\$ 7,675,268
Debt applicable to limit	<u>280,983</u>	<u>261,356</u>	<u>267,130</u>	<u>270,007</u>	<u>290,789</u>	<u>287,585</u>	<u>279,306</u>	<u>283,818</u>	<u>381,772</u>	<u>366,276</u>
Legal debt margin <sup>2</sup>	\$ <u>5,307,546</u>	\$ <u>4,676,733</u>	\$ <u>4,603,865</u>	\$ <u>4,741,727</u>	\$ <u>5,118,889</u>	\$ <u>5,819,173</u>	\$ <u>6,375,225</u>	\$ <u>6,610,811</u>	\$ <u>6,945,517</u>	\$ <u>7,308,992</u>
Debt applicable to the limit as a percentage of debt limit	5.03%	5.29%	5.48%	5.39%	5.38%	4.71%	4.20%	4.12%	5.21%	4.77%

**Legal Debt Margin Calculation for Fiscal Year 2020**

Assessor's net taxable income	\$ 51,666,336
Less: 50% of valuation on appeal	<u>497,881</u>
Valuation for tax rate purpose	\$ <u>51,168,455</u>
Debt limit (15% of total assessed value)	\$ 7,675,268
Debt applicable to limit	<u>366,276</u>
Legal debt margin	\$ <u>7,308,992</u>

Notes:

<sup>1</sup> State finance statutes limit the County's outstanding general debt to no more than 15 percent of the net assessed value of property.

<sup>2</sup> The legal debt margin is the County's available borrowing authority under the state finance statutes and is calculated by subtracting the net debt applicable to the legal debt limit from the legal debt limit.

**TABLE 12**  
**COUNTY OF MAUI**  
**DEMOGRAPHICS AND ECONOMIC STATISTICS**  
**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING - UNAUDITED)**

<b>Fiscal Year</b>	<b>Population</b>	<b>Personal Income (x\$1,000)</b>	<b>Per Capita Personal Income</b>	<b>Median Age</b>	<b>School Enrollment</b>	<b>Unemployment Rate</b>
2011	\$ 156,936 <sup>4</sup>	\$ 5,877 <sup>4</sup>	\$ 37,435 <sup>4</sup>	39.5 <sup>1</sup>	20,779	7.90%
2012	158,889 <sup>4</sup>	6,309 <sup>4</sup>	39,682 <sup>4</sup>	40.0 <sup>2</sup>	21,119	6.40%
2013	161,004 <sup>4</sup>	6,313 <sup>4</sup>	39,186 <sup>4</sup>	40.0 <sup>2</sup>	21,330	5.10%
2014	163,036 <sup>4</sup>	6,731 <sup>4</sup>	41,257 <sup>4</sup>	41.0 <sup>3</sup>	20,950	4.50%
2015	164,904 <sup>4</sup>	7,162 <sup>4</sup>	43,633 <sup>4</sup>	41.0 <sup>3</sup>	20,937	3.60%
2016	165,350 <sup>4</sup>	7,489 <sup>4</sup>	45,194 <sup>4</sup>	41.0 <sup>3</sup>	21,010	3.00%
2017	166,146 <sup>4</sup>	7,879 <sup>4</sup>	47,322 <sup>4</sup>	41.0 <sup>3</sup>	21,105	2.60% <sup>4</sup>
2018	166,972 <sup>4</sup>	8,204 <sup>4</sup>	49,040	41.0 <sup>3</sup>	21,001	2.40% <sup>4</sup>
2019	167,417 <sup>4</sup>	N/A	N/A	N/A	21,051	2.60% <sup>4</sup>
2020	N/A	N/A	N/A	N/A	N/A	N/A

<sup>1</sup> U.S. Census Bureau; Median Age for 2011-2015.

<sup>2</sup> U.S. Census Bureau; Median Age for 2012-2016.

<sup>3</sup> U.S. Census Bureau; Median Age for 2014-2018.

<sup>4</sup> Revised from Maui County Data Book 2019.

N/A = Not Available.

**TABLE 13  
COUNTY OF MAUI  
PRINCIPAL EMPLOYERS  
FISCAL YEARS 2020 AND NINE YEARS AGO - (UNAUDITED)**

EMPLOYER <sup>1</sup>	2020			2011 <sup>5</sup>		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
State of Hawaii	5,240 <sup>2</sup>	1	6.20%	5,982 <sup>4</sup>	1	8.07%
County Government	2,417 <sup>3</sup>	2	2.86%	2,549 <sup>3</sup>	2	3.44%
Grand Wailea-Waldorf Astoria	1,400	3	1.66%			
Ritz-Carlton-Kapalua	1,000	4	1.18%			
Federal Government <sup>2</sup>	880 <sup>2</sup>	5	1.04%	977	6	1.32%
Maui Memorial Medical Center	800	6	0.95%			
Four Seasons Resort Maui	800	6	0.95%			
Fairmont Kea Lani	700	7	0.83%			
Four Seasons Resort Lanai	700	7	0.83%			
Westin Maui Resort & Spa on Kaanapali Beach	700	7	0.83%			
Kea Lani Maui Restaurant	600	8	0.71%			
Adult Day Health By Hale Makua	500	9	0.59%			
Kaanapali Beach Club	500	9	0.59%			
Montage Kapalua Bay	500	9	0.59%			
Walmart	500	9	0.59%			
Royal Lahaina Resort	500	9	0.59%			
Wailea Beach Resort Marriott	420	10	0.50%			
TS Restaurant of Hawaii & California				1,750	3	2.36%
Grand Wailea Hotel & Spa				1,400	4	1.89%
The Fairmont Hotels Hawaii				1,220	5	1.65%
Maui Land & Pineapple Co., Inc.				800	7	1.08%
Hyatt Regency Maui Resort & Spa LLC				800	7	1.08%
Four Seasons Resort, Wailea				650	8	0.88%
Hale Makua				501	9	0.68%
Wailea Beach Marriott Resort & Spa				403	10	0.54%
Total	18,157		21.50%	17,032		22.97%

<sup>1</sup> Reference USAGov (Infogroup Government Division), as of 10/19/2020.

<sup>2</sup> Hawaii Department of Business, Economic Development & Tourism, Monthly Economic Indicators. Data rounded to nearest 10.  
Average based on January 2020 to August 2020 period. <https://dbedt.hawaii.gov/economic/mei/>.

<sup>3</sup> County of Maui actual employee count.

<sup>4</sup> Hawaii Workforce Informer, Quarterly Census of Employment & Wages by Industry, 4th quarter calendar year 2010.

<sup>5</sup> County of Maui, Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2011, Table 13 Principal Employers Fiscal 2011, pg. 153.

**TABLE 14**  
**COUNTY OF MAUI**  
**FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION**  
**(LAST TEN FISCAL YEARS - UNAUDITED)**

Function	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General government	481	495	517	508	529	527	525	538	590	552
Public safety										
Police										
Officers	332	331	343	341	359	371	370	356	337	332
Civilians	149	134	143	103	111	111	108	105	106	91
Fire and public safety										
Firefighters and officers	286	282	290	298	302	293	288	284	292	295
Civilians	12	11	12	33	13	14	76	77	77	77
Highways and streets										
Engineering	33	35	35	35	32	30	30	33	16	26
Maintenance	220	217	217	216	211	214	220	224	185	223
Sanitation	147	99	106	153	97	97	99	101	96	103
Social welfare	131	154	164	106	101	108	111	103	100	108
Culture and recreation	449	366	371	329	332	348	282	293	293	293
Sewer	104	95	107	110	112	110	116	113	110	118
Department of Water Supply	<u>205</u>	<u>192</u>	<u>194</u>	<u>205</u>	<u>200</u>	<u>196</u>	<u>205</u>	<u>196</u>	<u>200</u>	<u>199</u>
Total	<u>2,549</u>	<u>2,411</u>	<u>2,499</u>	<u>2,437</u>	<u>2,399</u>	<u>2,419</u>	<u>2,430</u>	<u>2,423</u>	<u>2,402</u>	<u>2,417</u>

Source: Annual Government Survey submitted by Payroll.

**TABLE 15**  
**COUNTY OF MAUI**  
**OPERATING INDICATORS BY FUNCTION**  
**(LAST TEN FISCAL YEARS - UNAUDITED)**

Function	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Police										
Physical arrests	4,200	5,000	9,541	9,830	9,912	9,672	9,631	9,533	8,662	7,532
Parking violations	12,000	11,200	8,883	8,934	9,235	2,743	12,331	12,277	10,371	9,436
Fire										
Number of calls answered	8,043	8,816	9,834	10,930	10,714	10,931	11,275	12,167	12,740	12,088
Inspections	1,368	1,461	1,152	849	901	557	610	567	724	830
Highways and streets										
Street resurfacing (miles)	21	49	26	23	23	25	19	16	23	17
Sanitation										
Refuse collected (tons/day)	469	436 <sup>1</sup>	436 <sup>2</sup>	459 <sup>2</sup>	479	507	570	597	614	650
Recyclables collected (tons/day)	324	440	209	168	162	283	314	178	187	137
Culture and recreation										
Athletic field permits issued	902	924	895	848	771	719	424	463	516	358
Camping center permits issued	2,429	2,671	2,650	2,400	2,203	1,978	994	848	891	912
Community center permits issued	2,401	2,237	2,286	2,220	2,448	2,094	2,412	1,804	1,910	1,358
Water										
New connections	87	55	25	174	64	107	154	250	104	350
Water main breaks	483	371	252	253	174	147	40	164	206	308
Average daily consumption (thousands of gallons)	29,660	30,150	34,250	32,471	33,771	32,289	31,962	32,870	31,045	33,190
Wastewater										
Average daily sewage treatment (thousands of gallons)	13,000	12,100	12,451	12,710	13,067	13,309	14,047	14,119	13,848	13,431

Sources: Various County departments.

<sup>1</sup> Revised per Solid Waste.

<sup>2</sup> Beginning 2013, this figure does not include tons diverted by commercial non-County funded programs, such as the HI5 redemption program or business-to-business recycling arrangements.



**TABLE 16**  
**COUNTY OF MAUI**  
**CAPITAL ASSET STATISTICS BY FUNCTION**  
**(LAST TEN FISCAL YEARS - UNAUDITED)**

Function	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Public safety										
Police:										
Stations	6	6	6	6	6	6	6	6	6	6
Patrol units	6	6	6	6	6	6	6	26 <sup>4</sup>	26 <sup>4</sup>	26 <sup>4</sup>
Fire stations	14	14	15	14	14	14	14	14	14	14
Sanitation										
Collection trucks	31	33	32	32	33	34	34	32	32	38
Highways and streets										
Streets (miles)	566	566	566	568	568	569	570	570	577	577
Street lights	4,228	4,228	4,228	4,719	4,720	4,954	4,894	4,912	4,959	4,963
Traffic signals	30	31	31	32	35	35	35	35	35	35
Culture and recreation										
Parks acreage										
(includes underdeveloped parks)	NA <sup>1</sup>	1,721 <sup>2</sup>	1,807 <sup>2</sup>	2,117 <sup>2</sup>	2,154	2,212	2,506	2,545	2,547	2,543
Parks	1,620 <sup>1</sup>	136 <sup>2</sup>	138 <sup>2</sup>	143 <sup>2</sup>	144	148	150	159	158	159
Swimming pools	9	9	9	9	9	9	9	9	9	9
Tennis courts	55	55	55	53	53	53	53	53	49	48
Community centers	22	22	22	22	22	22	22	22	21	21
Other enterprise										
Golf course	1	1	1	1	1	1	1	1	1	1
Water										
Fire hydrants/stand pipes	6,981	7,016	7,016	7,091	7,122	7,366	7,443	7,317	7,362	7,418
Maximum daily capacity										
(thousands of gallons)	42,000	57,000	41,310	68,595 <sup>3</sup>	52,800	59,890	60,100	60,098	57,791	54,098
Sewer										
Sanitary sewers (miles)	223.6	223.2	248.6	248.7	249.8	259.5	261.1	258.9	259.2	264.7
Maximum daily treatment capacity										
(thousands of gallons)	25,700	25,700	25,700	25,700	25,700	25,700	25,700	25,700	25,700	25,700

Source: Various County departments.

<sup>1</sup> Parks acreage has been revised based on R.M. Towill's March 2007 report and inclusion of underdeveloped parks acreage. The department is currently working with MIS to set up an inventory system to provide more accurate calculations.

<sup>2</sup> The parks acreage and number of parks has been revised based on the department's latest review of inventory and correction was made on the discrepancies found in the 2007 R.M. Towill Report. Eliminated multiple park #s for the same park with multiple TMKs.

<sup>3</sup> Using 24 hours pumping for wells, accounting for restrictions set by CWRM and rated capacity for treatment plants.

<sup>4</sup> Patrol beats.