

ECONOMIC DEVELOPMENT AND BUDGET COMMITTEE

Council of the County of Maui

MINUTES

April 22, 2019

Council Chamber

CONVENE: 10:41 a.m.

PRESENT: Councilmember Keani N.W. Rawlins-Fernandez, Chair
Councilmember Kelly T. King, Vice-Chair
Councilmember Riki Hokama, Member
Councilmember Tasha Kama, Member
Councilmember Alice L. Lee, Member
Councilmember Michael J. Molina, Member
Councilmember Tamara Paltin, Member
Councilmember Shane M. Sinenci, Member
Councilmember Yuki Lei K. Sugimura, Member

STAFF: Leslee Matthews, Legislative Analyst
Shelly Espeleta, Legislative Analyst
Christy Chung, Legislative Analyst
Yvette Bouthillier, Committee Secretary

Seated in the audience:

Kate Griffiths, Executive Assistant to Councilmember Kelly T. King

Sarah Pajimola, Executive Assistant to Councilmember Keani N.W.
Rawlins-Fernandez

Don Atay, Executive Assistant to Councilmember Shane M. Sinenci

Zhantell Lindo, Council Aide, Molokai Council Office (via telephone conference bridge)

Denise Fernandez, Council Aide, Lanai Council Office (via telephone conference bridge)

Mavis Oliveira-Medeiros, Council Aide, Hana Council Office (via telephone conference bridge)

ADMIN.: Michele M. Yoshimura, Budget Director, Office of the Mayor
Marc Iwao Takamori, Director, Department of Transportation
Melissa Magonigle, Business Administrator II, Department of Police
Sterling Kiyota, Assistant Chief, Department of Police
Lesley Ann Uemae, Accountant II, Department of Police
David C. Thyne, Fire Chief, Department of Fire and Public Safety
Sananda K. Baz, Managing Director, Department of Management
Jeffrey Pearson, Director, Department of Water Supply
Thomas Ochwat, Civil Engineering VI, Department of Water Supply
Eric Nakagawa, Acting Director, Department of Environmental Management

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Karla H. Peters, Director, Department of Parks and Recreation
John Buck, Deputy Director, Department of Parks and Recreation
Jeffrey Ueoka, Deputy Corporation Counsel, Department of the Corporation
Counsel

OTHERS: Sidney Nako, CEO, Maui Visitors Association
Antoinette (Toni) Davis, Executive Director, Activities and Attractions of
Hawaii, Inc.
James Smith
Sherry Duong, Executive Director, Maui Visitors Bureau
Gregg Nelson
Mike Moran
Jenny Pell
Lucienne de Naie
Jasee Lau
Others (5)

PRESS: Akaku: Maui Community Television, Inc.

CHAIR RAWLINS-FERNANDEZ: . . . *(gavel)*. . . Aloha awakea kakou. Kanahā kuma kahi minuke i ka hala o ka hola ‘eiwa, ma iwakālua-kūmā-lua ‘Apelila, I ka makahiki’elua kaukani umikamaeiwa. E ‘olu‘olu mai, e ho‘omalū ke Komike Ho‘omohala Waiwai me Mo‘ohelu Kālā. ‘O wau ka Iku Ha‘i o keia komike, Keani Rawlins-Fernandez. It is 10:41 on April 22, 2019, will the Economic Development and Budget please come to order. I am your Chair Keani Rawlins-Fernandez. I keia la, me ko kakou, eia Committee Vice-Chair and Council Chair Kelly King.

VICE-CHAIR KING: Good morning, Chair, and --

CHAIR RAWLINS-FERNANDEZ: Good morning.

VICE-CHAIR KING: --happy Earth Day to everybody.

CHAIR RAWLINS-FERNANDEZ: Happy Earth Day. Member Shane Sinenci.

COUNCILMEMBER SINENCI: Aloha awakea, Chair.

CHAIR RAWLINS-FERNANDEZ: Aloha awakea. Member Mike Molina.

COUNCILMEMBER MOLINA: Aloha, Madam Chair.

CHAIR RAWLINS-FERNANDEZ: Aloha. Member Alice Lee.

COUNCILMEMBER LEE: Madam Chair, on behalf of our Chief of Police a Tongan greeting, malo e lelei.

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CHAIR RAWLINS-FERNANDEZ: Malo e lelei.

COUNCILMEMBER LEE: Yeah.

CHAIR RAWLINS-FERNANDEZ: Member Riki Hokama.

COUNCILMEMBER HOKAMA: Good morning, Chair.

CHAIR RAWLINS-FERNANDEZ: Good morning. Member Tamara Paltin.

COUNCILMEMBER PALTIN: Aloha awakea, Chair.

CHAIR RAWLINS-FERNANDEZ: Aloha awakea. Member Yuki Lei Sugimura.

COUNCILMEMBER SUGIMURA: Good morning.

CHAIR RAWLINS-FERNANDEZ: Good morning. And Member Tasha Kama.

COUNCILMEMBER KAMA: Aloha awakea, Chair.

CHAIR RAWLINS-FERNANDEZ: Aloha awakea. Okay. Ma kai Administration, we have with us Budget Director Michele Yoshimura.

MS. YOSHIMURA: Good morning.

CHAIR RAWLINS-FERNANDEZ: Good morning. From Corporation Counsel, Deputy Corporation Jeff Ueoka.

MR. UEOKA: Good morning, Chair.

CHAIR RAWLINS-FERNANDEZ: Good morning. From our Committee Staff, we have Leslee Matthews.

MS. MATTHEWS: Aloha, Chair.

CHAIR RAWLINS-FERNANDEZ: Aloha. Yvette Bouthillier.

MS. BOUTHILLIER: Good morning.

CHAIR RAWLINS-FERNANDEZ: Good morning. Christy Chung.

MS. CHUNG: Good morning.

CHAIR RAWLINS-FERNANDEZ: Good morning. And Shelly Espeleta.

MS. ESPELETA: Good morning.

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CHAIR RAWLINS-FERNANDEZ: Good morning. At our District Offices, we have Ms. Mavis Oliveira-Medeiros in Hana, Denise Fernandez on Lanai, and Zhanell Lindo on Molokai. And we need to speed it up so that Hana doesn't lose power. Okay, Members, we have one item on today's agenda, EDB-1, Proposed Fiscal Year 2020 Budget for the County of Maui. We'll begin with public testimony on EDB-1. Members, if you have questions for the testifiers, please limit them to EDB-1 related inquiries only. Questions related to policy or future legislation you are considering introducing can be worked on after Budget. For now, your questions should be Budget related only. To testify, please sign up with Staff. Testimony is limited to three minutes. If you're still testifying beyond that time, I will kindly ask you to complete your testimony. When testifying, please state your name and who you're representing. Please also indicate if you're a paid lobbyist. And we'll first check in with Ms. Mavis Oliveira-Medeiros in Hana. She got one minute before she loses power.

. . .BEGIN PUBLIC TESTIMONY. . .

MS. OLIVEIRA-MEDEIROS: Good morning.

CHAIR RAWLINS-FERNANDEZ: Good morning.

MS. OLIVEIRA-MEDEIROS: This is Mavis Oliveira-Medeiros in Hana, there is nobody here waiting to testify.

CHAIR RAWLINS-FERNANDEZ: Mahalo. Ms. Fernandez on Lanai, will you please introduce your first testifier?

MS. FERNANDEZ: Good morning, Chair.

CHAIR RAWLINS-FERNANDEZ: Good morning.

MS. FERNANDEZ: This is Denise Fernandez at the Lanai Office and there is no one waiting to testify.

CHAIR RAWLINS-FERNANDEZ: Mahalo. Ms. Lindo at the Molokai Office, will you please call your first testifier?

MS. LINDO: Aloha, Chair. This is --

CHAIR RAWLINS-FERNANDEZ: Aloha.

MS. LINDO: --Zhan at the Molokai District Office and there is no one here to testify.

CHAIR RAWLINS-FERNANDEZ: Mahalo. Ms. Matthews, will you please call our first testifier here in the Chamber?

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MS. MATTHEWS: Yes, Madam Chair. Our first testifier signed up to testify is Sidney Nako to be followed by Antoinette Davis.

MR. NAKO: Good morning.

CHAIR RAWLINS-FERNANDEZ: Good morning.

MR. NAKO: My name is Sidney Nako and I'm the owner of Maui Distributors and we've been doing business in Maui County for 43 years and I really seen the growth of tourism on Maui and it just didn't happen overnight. It took a lot of planning by the Maui Visitors Bureau to attract quality-type visitors, and over the last 30 years, I seen tremendous growth on Maui that has helped businesses throughout Maui County. For example, last year in 2018, there were a record 3 million visitors to Maui County. Hawaii, the State of Hawaii had 10 million which is also a record year. So, how do we maintain this momentum? There needs to be a coordinated effort of marketing and advertising throughout the world, because there are so many other destinations out there that the travelers can visit. Sometimes it might be cheaper for them to stay within the US continental, areas like Florida, Arizona where there's warm weather like Maui. So, we need to consider that this industry is so competitive and sensitive. On the Big Island last year, they had all kind of natural disasters. It really impacted that county. People start...stopped coming because they would see the news media and realized that it's not a good time to visit that island. So, it affected the community a lot. And who knows what can happen to Maui County. All it takes is a major airline strike or some natural disaster and people may not come to our lovely island. So, you know, I'm here to testify that Maui County keep on funding the Maui Visitors Bureau, because they've just done a tremendous job over 40 years. And with the ag industry that no longer available like sugar and pineapple, you know, we need the visitor industry to maintain the momentum so that all businesses in Maui County can employ people to work and keep our economy robust. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Mr. Nako. Members, any need for questions? Seeing none, mahalo for your testimony this morning. Ms. Matthews?

MS. MATTHEWS: Madam Chair, our next testifier is Antoinette Davis to be followed by James R. Smith.

MS. DAVIS: Good morning. Aloha, Chair --

CHAIR RAWLINS-FERNANDEZ: Good morning.

MS. DAVIS: --Rawlins-Fernandez and Vice-Chair King and Members of the Committee. My name is Toni Marie Davis and I am the Executive Director for the Activities and Attractions Association of Hawaii. I've had that job for 22 years. And I love this place, I live Upcountry, I'm a Maui resident, so thank you for keeping property taxes low, I appreciate that. In looking at the Budget which is huge, the Hotel tax, the increase for hotels, regarding activities and attractions, we look for visitors, quality visitors that come to the island that have the least impact. And it doesn't get said a whole lot but

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those are people who spend a lot of money and stay a long time. Those are the targeted visitors for most all destinations. And the tourism industry, I know a lot of us don't always look at it as a golden gem, but it is 80 percent, clearly 80 percent of our economy. If you do multiplier effects, it's in the 90s. It is our economy and it's a beautiful economy if it's managed. Attached to my testimony is the HTA's new vision which is focusing on management which is really the key, right? These people they make money in another economy, lots of money, they save it, then they come here and they inject that money into our economy. That is a beautiful thing. We need to support that. Hotels, the people that go to hotels, if you look at the money that is spent expenditure-wise for hotels, that customer is our best customer, they spend the most money, a traditional hotel. So, I really am against the Hotel increase for taxes. And I'm also here to speak about MVB. It's that quality visitor. There are so many other destinations that are after that visitor, that avid traveler, high-spending, long-staying, that the friction with our residents is much farther less with that visitor. Places like Nevada and Macau which is kind of like the Vegas of China, they spend more money...their marketing budget, their cities is bigger than our whole State. I know it seems like a lot of money that we give to MVB and this County Council was the first one to add money. You know HTA and HVCB have been giving money to the Visitors Bureau for quite some time. This County was the first one to add more money and the other counties have followed in that line as well. But I realize I'm out of time. But thank you very, very much. Please keep it at 4 million. They do a fabulous job. They've got a nice young group of people and they're all into social media and that's where we need to be. It's very competitive.

VICE-CHAIR KING: I have a question.

CHAIR RAWLINS-FERNANDEZ: Chair King?

VICE-CHAIR KING: Thank you, Chair. Thanks for being here, Ms. Davis.

MS. DAVIS: Thanks.

VICE-CHAIR KING: I have a question for you 'cause I had a conversation with a gentleman on the beach one time who was a visitor but who was smoking on the beach, and I explained to him that our rules...our law now says no smoking. He said to me I spend \$1,000 a night, I should be able to do whatever I want to. And so I just wonder where you have the information that the people that spend the most money have the lowest impact. Is there like a report that says something to that effect?

MS. DAVIS: Well, the highest accommodations are hotels and if...there are stats regarding accommodations and how much money is spent.

VICE-CHAIR KING: But I'm...as far as the lowest...you made the statement that the people who spend the most money have the lowest impact on our island.

MS. DAVIS: People that come over and stay for a long amount of time have a lower impact just from the fact of the footprint that they leave. For people coming over as opposed

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to like if someone comes over for a week versus someone comes over for two weeks, the person that comes over for a week has less of an impact on this place than the person who comes over...sorry, back up. The person who comes over for two weeks has less of an impact on this place, carbon footprint of their travel coming here than a person who comes here or two people who come here for a week. Do you see what I'm saying?

VICE-CHAIR KING: No, I don't, and I...that...my question was, you made the statement that people who spend the most money have the lowest impact so that's why I'm just wondering, do you have a study that says that? 'Cause my experience with some of the tourists is that they feel entitled if they're spending a lot of money to do whatever they want to do on this island.

MS. DAVIS: I think the generalities of the people who tend to come here and spend more money, if you look at the ROI, right, of those people...

VICE-CHAIR KING: No, no, I'm just, I'm looking at the impact. So, I don't know, maybe you weren't talking about environmental impact then? You were just talking about the...

MS. DAVIS: I was.

VICE-CHAIR KING: Okay.

MS. DAVIS: I was. I was talking friction between visitors and residents. You know with Southwest coming here now, there's going to be airfare wars. We are going...

VICE-CHAIR KING: No, well I...yeah, I think...

MS. DAVIS: It's not...that's not...

VICE-CHAIR KING: Chair, I don't think the question can be answered, so thank you though.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King.

MS. DAVIS: Thank you for asking the question. Yeah.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Ms. Davis.

MS. DAVIS: Thank you.

CHAIR RAWLINS-FERNANDEZ: Seeing no other questions, mahalo for your testimony this morning.

COUNCILMEMBER MOLINA: Madam Chair?

MS. DAVIS: I think...

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CHAIR RAWLINS-FERNANDEZ: Oh, I'm sorry, Member Molina.

COUNCILMEMBER MOLINA: No problem.

CHAIR RAWLINS-FERNANDEZ: Member Molina?

COUNCILMEMBER MOLINA: Just one quick question. Hi, good morning, Toni, nice to see you.

MS. DAVIS: Good morning.

COUNCILMEMBER MOLINA: Just following up on that question where you had...you talked about the high-end visitor or the quality visitor, or so to speak. How do you folks determine that? I mean I know constitutionally you can't just say, you know, target people or try to recruit people that are quality visitors and --

MS. DAVIS: Yeah, it sounds wrong.

COUNCILMEMBER MOLINA: --tell everybody else away.

MS. DAVIS: Yeah, it sounds wrong.

COUNCILMEMBER MOLINA: So, how do you make that determination? And then with regards to the impacts, you know, just following up, so there was no study or just more of a survey? Is that what it was?

MS. DAVIS: The...one thing, I was part of the five-year strategic planning that happened just for Maui County recently, and there was stats that I've never seen regarding where people stay and what...how much money. Is there a relationship between where people stay and how much money they spend on a daily basis here. Because how much money they spend really is on activities and attractions and restaurants and shopping and things like that, right, which is most important to our members. And it also means it's a better return on that person's visit. And interesting was that hotels is the highest as far as the money being spent on a daily basis. People that stay in a hotel, traditional hotel...timeshare, this was the big surprise on these...on the stats, they were from DBEDT, timeshare is very low. People who come here and stay in a timeshare don't inject as much money into our economy. Vacation rentals was right up there next to hotels though. I think...

COUNCILMEMBER MOLINA: Okay.

MS. DAVIS: Yeah.

COUNCILMEMBER MOLINA: And then the last quick, just a simple yes or no. The tax that you're speaking against, is that...you're talking about the visitor room tax or is it the real property tax that the Council is considering...

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MS. DAVIS: Accommodation tax.

COUNCILMEMBER MOLINA: Oh, the...okay.

MS. DAVIS: Yeah, the 15.21 that --

COUNCILMEMBER MOLINA: Okay.

MS. DAVIS: --we...I mean I know Mayor raised that as well. I don't think that should be raised at all.

COUNCILMEMBER MOLINA: Yeah, yeah. That's real property, yeah.

MS. DAVIS: I realize Timeshare being high, I mean that makes sense to me because that visitor doesn't...we don't get as much return on investment for that visitor. But the key that all of this is really management, that's why I put the HTA thing there. We really need to manage the visitors when we're here.

COUNCILMEMBER MOLINA: Okay, thank you, Toni.

MS. DAVIS: We don't do a great job of that. Okay, thank you very much --

COUNCILMEMBER MOLINA: Thank you, Chair.

MS. DAVIS: --for the opportunity.

COUNCILMEMBER PALTIN: Chair, I got one.

CHAIR RAWLINS-FERNANDEZ: Oh, I'm sorry. Ms. Davis, we have one more question for you.

MS. DAVIS: Oh sure, sure.

VICE-CHAIR KING: Two more, Chair.

CHAIR RAWLINS-FERNANDEZ: Oh, two more. Oh, Member Paltin and then Member Kama.

MS. DAVIS: Okay.

COUNCILMEMBER PALTIN: You know when you talk about managing the tourism industry --

MS. DAVIS: Yes.

COUNCILMEMBER PALTIN: --is that like, you know, keeping them safe as well?

MS. DAVIS: Absolutely, yes.

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COUNCILMEMBER PALTIN: So, if we're trying to raise revenues to fund the programs that keep it safe, isn't that in a way also contributing to the advertisement that we're sending less folks home in body bags? Every body bag that you send home is negative advertisement.

MS. DAVIS: Yeah, there's...DOH just came out...have you seen the new DOH snorkeling safety brochure that just came out? I mean that's the biggest like red flag I think that we have. We need to educate the visitors before they get here is what we really need to do as far as managing it, the whole body bag thing. Snorkeling is the number one killer of our visitors.

COUNCILMEMBER PALTIN: This last year we had a lot of folks falling off of cliffs as well in the upper west side.

MS. DAVIS: As with the Grand Canyon, yes.

COUNCILMEMBER PALTIN: So, I'm just saying, you know, we are investing in advertisement by keeping them safe so that we're not sending them home in body bags. Every body bag you send home is a negative advertisement for the County.

MS. DAVIS: Absolutely, yeah, and it's a tragedy for the families. I used to run a charter boat, that was the first thing I did and, you know, you can turn those things around. I remember I was young when all that happened, we had a gentleman who had a heart attack on the boat. Gerber, I'll never forget them. And we actually turned it around to where the body bag became an event and they came back to Maui 'cause this is where their father passed. I mean you can turn it around, it's a possibility. But again --

CHAIR RAWLINS-FERNANDEZ: I think you answered --

MS. DAVIS: --to management...

CHAIR RAWLINS-FERNANDEZ: --Member Paltin's question. Member Paltin, did you --

COUNCILMEMBER PALTIN: Thank you.

CHAIR RAWLINS-FERNANDEZ: --have additional questions?

COUNCILMEMBER PALTIN: No.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Member Kama?

COUNCILMEMBER KAMA: Thank you, Chair. So, how would you educate a quality visitor?

MS. DAVIS: Well, first for them to be a visitor they have to have booked here, right? So, we know that they're coming. Most people that do make reservations to come here do it well in advance. And if we have that information regarding their e-mail, I mean I

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would actually send them information before they get here almost as a preparatory pack of...or a phone call. I'm noticing more and more on the customer-relationship side of it of, you know, I don't know that that's even manageable with 3 million people, but some way to touch them. We do mailings from our small little office to pre-arriving visitors. We send Maui maps and we're going to be including this DOH snorkeling safety which is if you see the brochure it is myth and fact, and it borderlines on scary which is a good thing. But it's, you know, it's a double-edged sword, that education.

COUNCILMEMBER KAMA: So, you had mentioned earlier in your testimony that sometimes there is some disconnect between the local folks and the tourists who come. How would you educate the tourists on that issue?

MS. DAVIS: I think there's two sides to that. That could be part of the pre-arrival e-mail or whatever and we could do a coordinated effort with the hotels or the rental cars where we have a consistent message being sent about the culture that's here. And it's also on the resident side to recognize the value of this industry. I know that, you know, beaches are crowded, traffic is bad, and the cost of living is really high. Thank goodness our property taxes are not. But it is...there needs to...we need to come together instead of being divisive. It's kind of like our governmental as well, we need to come together and look at the things that we can agree on and come together. But there's education on the side of the residents as well. I have a meeting with Chris Tatum from HTA on Wednesday about the Hana Road. I mean the Hana Road I don't know if you've heard reports on it but it is...there are people that are actually just driving the Hana Road and yelling at visitors go home, go away, get out of there, you know, and it's a game for them. There are too many PUC permits to Hana, it's over done. But I'm sidetracking, I'm sorry. I'm just trying.

CHAIR RAWLINS-FERNANDEZ: Member Kama?

COUNCILMEMBER KAMA: Well, if --

MS. DAVIS: Yeah.

COUNCILMEMBER KAMA: --possible when you develop this plan with all of its components I'd like to be able to see that. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Kama.

MS. DAVIS: Thank you very much for the question.

CHAIR RAWLINS-FERNANDEZ: Okay. Ms. Davis, I have a quick question.

MS. DAVIS: Sure.

CHAIR RAWLINS-FERNANDEZ: In response to Member Kama's question you said that it's impossible to manage and educate 3 million visitors. Would then it...would it then be

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more prudent to not have 3 million visitors come to Maui if we're not capable of educating them in a responsible manner?

MS. DAVIS: Yeah, I was referring to calling, e-mail we can do. But I agree, capacity, it's like my conversation with the road to Hana, we don't have those conversations about capacity. Where is the balance? We're missing that and we need to have that discussion because what we want is for the balance for the people who live here, for the people who visit that have a good experience, that the Hawaiian culture is shared with them. That it is something then they take back wherever they came from. Right? That's the purpose, that's the hookipa of what we're supposed to be doing. And the management part is how we need to improve it. But the...Maui doesn't sell itself. Getting that ideal quality visitor takes a lot of money and a lot of time and a machine that does it. And MVB does a great job, they really do an excellent job.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo, Ms. Davis.

MS. DAVIS: Thank you very much. Thanks.

CHAIR RAWLINS-FERNANDEZ: Mahalo for your testimony. Ms. Matthews?

MS. MATTHEWS: Madam Chair, our next person signed up to testify is James R. Smith to be followed by Sherry Duong.

MR. SMITH: Aloha.

CHAIR RAWLINS-FERNANDEZ: Aloha.

MR. SMITH: My name is Jim Smith. I'm a long-time resident of Haiku, Maui. And I appreciate the fact that you're working so hard and I know how hard it is and you're very patient. I'd like to say though that money is not an issue in this Chamber. Okay. It's moral principle. Okay. Consent to be governed, okay, that's why I'm here because you connect to me in a moral way, not in a money way. And so I would bring this Budget request to you and that is the number of permits that are issued, okay, was I believe 1,327 according to the data book. And there's no correlation between the issuing of permits to private individuals and the development of public infrastructure. Right? So, if I build a house and I put a driveway in or I put a school or I put a slaughterhouse for example on South Puunene Road, suppose I put one in. All right, so that involves other things, other impacts, and I think that needs to be looked at. We need to understand the relationship between the building permit and the public infrastructure requirement. All right, so I would ask you to look at that. The second is that I live in Haiku and if there's one thing I know, I know that there's an inadequate infrastructure for drainage. Drainage, water runs downhill, eats up the roads, very significant in Haiku, even in Paia Town. So, I would ask you to take your CIP and prioritize the funding per region as it relates to infrastructure so that you would have for example a million dollars for Haiku and we're going to do 70 or \$700,000 for drainage and we're going to fix that problem. And the other items we'll pull back on. So, I'd ask you to do that. I'd asked you to prioritize as it relates to

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region, the CIP budget. Okay. I'd ask you to look at the permit system and the see the equation how it works as far as public infrastructure requirements. For this slaughterhouse on Puunene Avenue, what's the relationship here? Where are the permits and does the discretion of the Public Works Director count in this regard? So, I thank you so much for your patience.

CHAIR RAWLINS-FERNANDEZ: Seeing no questions, mahalo nui for your testimony, Mr. Smith.

MS. MATTHEWS: Our next testifier is Sherry Duong to be followed by Gregg Nelson.

MS. DUONG: Aloha, Madam Chair --

CHAIR RAWLINS-FERNANDEZ: Aloha.

MS. DUONG: --Councilmembers. I'm Sherry Duong with the Maui Visitors Bureau and I brought a few of my staff today just for a little change of scenery for your today. But I'm here to clarify MVB's role as a marketing organization and I thank you for that opportunity. Our legal status is a 501(c)(6), we are a tourism marketing organization for the County of Maui. And the mission statement is to market and promote travel to the island of Maui, Lanai, and Molokai, and to maintain a continuing interest in the well-being of our visitors. The definition of our marketing role does not necessarily mean that our primary goal is to increase the number of visitors with no regard to their demographic or how the visitors will interact with our destination's culture and community. There seems to be a misperception that we coordinate events and market individual organizations and businesses. As a point of clarification, our mission to market the destination as a whole, this is in our bylaws and a copy is submitted with our grant application each year. The events that we purchase media packages are from are those that offer broad outreach and we continue to receive national and international coverage's even after the event is over. And when I stated that we are managing tourism, I'm implying on how we are now marketing to a specific target visitor. The intended spirit of managing tourism through these marketing efforts is that we are traveling...targeting those travelers who respect the uniqueness of our culture and our sense of place. We have carefully crafted our marketing messages to appeal to these travelers through the Hawaii Rooted campaign, and once on island, our kuleana videos are reinforcing the messaging of ocean safety, ocean health, and the Hawaiian culture. The kuleana videos were produced here in Hawaii by a local company. It's important to target these travelers because they have the same values that shape their behaviors when they are here on Maui Nui. Managing tourism is reaching the right visitor who will respect our environment, the culture, and treat our community with the same care that they do when they're at home with their neighbors. It has taken years to market our Maui brand to a higher spending, long-staying visitors, but MVB can't control what others are marketing out there such as Airbnb, the illegal vacation rentals, or the home swaps. A reduction of 50 percent of which has been in discussion would have a trickle-down effect on our community and economy. It might not be as noticeable this year or even next year, but without the continuous efforts of keeping Maui Nui on top of mind, visitors will choose other

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destinations, and they will. Not only hotels but other retail businesses will see a reduction of hours which will be reduced or eliminated altogether. Contrary to the belief that if the visitor industry starts to tank, we can always go back to marketing, that is far from the truth. We have to continuously keep Maui Nui on top of mind while at the same educating them to become the type of visitors that we want. I am respectfully requesting that you please keep our proposed 2020 budget. Mahalo.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Ms. Duong. Member Sinenci?

COUNCILMEMBER SINENCI: Thank you. Thank you.

MS. DUONG: I brought my staff. I have Randy Parker who is my director of sales and international, as well as my PR director and marketing too, so to help with any questions that I can't help you with.

COUNCILMEMBER SINENCI: Thank you. Thank you, Sherry, for being here. I was just reading and so the Maui Island Plan suggests 33 percent of the island's population be for tourism. We are at 50 percent. Do, does MVB see a way to kind of, you know, minimize that number?

MS. DUONG: Are you talking about the Maui County plan with the carrying capacity? That is it?

COUNCILMEMBER SINENCI: Yes.

MS. DUONG: Okay. Yeah, so that plan was created years and years ago before we, you know, had all of these visitors coming in. The carrying capacity, I think that's where we come in and do the managing, you know, part of that is bringing in the right visitors that we are able to target that will come in here and respect our community and our culture. That is what we can do to help with the carrying capacity. Unfortunately, other things that's outside of our purview as, you know, infrastructure and all that, those are things that are outside of our capabilities. I don't know if that answered your question or not. But it's the messaging and bringing in the right visitors to help us with that.

COUNCILMEMBER SINENCI: Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sinenci. Okay. Member Sugimura --

COUNCILMEMBER SUGIMURA: Thank you.

CHAIR RAWLINS-FERNANDEZ: --and then Member Hokama.

COUNCILMEMBER SUGIMURA: Thank you for being here. So, when you say you're targeting visitors and the right visitors, how do you do that or what does that mean?

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MS. DUONG: Well, we know what our values are here in Hawaii and on Maui, and so those are the visitors that we are looking, because typically people will always want to do the right thing. So, it's educating them and it's telling them that hey, this is our home, this is what we do, you know, this is what we're asking of you when you come to visit our home. And people for the most part are very good about that and you're always going to have your one or two that are not going to do that. But we've started that process with the Hawaii Rooted campaign and that video has, is gone out as a pre-arrival to get that message out. And then as our post-arrival to have an effect, when they're here they're targeted through their Facebook when they open up and then they see all of our kuleana videos as it...our ocean safety message, our Hawaiian culture messaging.

COUNCILMEMBER SUGIMURA: Thank you. One more question. So, what destinations or what...who are your target audiences, your target visitors, like --

MS. DUONG: Well...

COUNCILMEMBER SUGIMURA: --throughout the United States, Canada?

MS. DUONG: West Coast is the biggest, is a big target for us with visitors only because of the, you know, the air that's coming directly in from the West Coast. We also have a campaign that reaches out to the New York right now as well. And Canada is very big because of the direct flights that comes into Maui.

COUNCILMEMBER SUGIMURA: Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sugimura. Member Hokama?

COUNCILMEMBER HOKAMA: Thank you, Chair. Thank you for being here. I know you do a great job, obviously we're a successful visitor destination. My questions for you this morning from your testimony is...well let me tell you first, I travel a lot and I can tell you it irks me the attitude of the visitor when it comes to our pre-arrival sheet they're required to fill out. I think many of them take that as a joke and an inconvenience, and I get very irritated about that 'cause I consider that an important sheet and form to fill out, especially about invasives that are coming in. But more about when you say you market the County as a whole, what is Lanai's benefit? 'Cause people know Maui, I can tell you I've traveled Asia and all over, Maui is a name that doesn't need to be really explained. They know Hawaii better than the word "Hawaii." Okay. So, what is the benefit of us to keep marketing Maui when it's so well known?

MS. DUONG: Well, the benefit is that we're continuously keeping our destination on top of mind. Once you stop reaching out to visitors or once you start educating them or just telling them about the island, they're going to forget about it. They're going to go to other destinations that are out there...

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

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MS. DUONG: What's that?

CHAIR RAWLINS-FERNANDEZ: All right, hold on. We'll fix that.

MS. DUONG: Oh, sorry about that.

CHAIR RAWLINS-FERNANDEZ: Oh, okay.

MS. DUONG: You know there's destinations out there that are making a comeback after such natural disasters, and so they're hot and heavy right now with all kinds of advertisements and, you know, packages to come to visit and all that. And if we're not out there in forefront and reminding them that hey, we're over here as well to come and visit us then we'll lose out on that.

COUNCILMEMBER HOKAMA: Well, I, and I appreciate that comment because Thailand, the national government had to ban visitors from going to that beach that DiCaprio made so famous in a movie. They had to ban visitors from entering and visiting the beach because of pollution in a few years. Of course we don't want to get to that stage but maybe Molokini could get to that stage, who knows. My point again, yeah, is also with Lanai I find it interesting half of the hotel workers don't know anything about Lanai. They never grew up there, they don't know the island. So, when you say about protecting our culture and our history, they have none. So, how does that help a visitor coming to our island?

MS. DUONG: I don't know what kind of cultural training that the Four Seasons do for their visitors over there, but we have put together a cultural advisory committee and that is to help with the education of our culture here, and that is open to all of our activities and hotel workers. And those are one of the things that we would be working on is doing some further training. And that again is open to all of our industry partners.

COUNCILMEMBER HOKAMA: Thank you for that response. My question is again, now yeah because I have a big issue with HTA and lack of performance but that's another time, we're talking about MVB, not HTA. I think we should be spending more money back on our...with tourism money back on our own community residents. Okay. They're giving us signals that they're unhappy with the state of the industry and if we ignore it it's going to get very ugly very quickly. Okay. I remember the '70s, we had physical confrontations at airports, at the small boat harbors, and whatnot where the locals took it out on the visitor. I remember, I lived that era, I was part of that era. So, you have any comments about how we can assist our community to make them understand the role of the visitor and how we're going to try and control and manage that visitor? Because that's the type...and that is the type of visitor we want, we don't want the one that as Ms. King mentioned had an attitude of I can afford it, whatever I do is fine because I'll pay for it. I would agree with her, I don't need that kind of visitor on this island.

MS. DUONG: Thank you, Member Hokama. You're absolutely right that the residents do need to know the events that HTA do sponsor out of the tourism dollars, and there are

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many, many grants that HTA provides for the community in the various different festivals and events. I don't have those numbers but I can certainly get those for you and the...I believe OED has those specific grants that is...that comes from HTA that we provide to the community for the various different festivals/events, and that all comes out of HTA and there's a lot of them.

COUNCILMEMBER HOKAMA: Thank you but I don't think it's enough for our County.

COUNCILMEMBER KAMA: Chair?

COUNCILMEMBER HOKAMA: Thank you, Chairman.

MS. DUONG: I can give you the ones that are specifically for Maui County. Yeah. I know, I believe there's at least 32 of them that come from HTA that is for Maui County specifically.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Member Kama?

COUNCILMEMBER KAMA: Thank you, Chair. I think I want to take Member Hokama's comments just a step further in terms of what the feeling of the local people are. It feels like we're killing the goose that's laying the golden egg. Does that make sense to some of you? So, while giving dollars to community and cultural events may be an answer that you might think is okay, apparently it's not okay. So, somehow we have to get back into the deepest roots and parts of the communities and have some discussions about what it is that they have angst about and get...because if you think that the answer is this, it's like giving me an orange when I really need an apple. But I think that having discussions in communities is probably be most helpful if you want to move forward in terms of coming to some agreement or consensus or so that the local people don't feel like you're killing us. So, thank you, Chair.

MS. DUONG: Thank you for the suggestion.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Kama.

MS. DUONG: I think it's a great idea.

CHAIR RAWLINS-FERNANDEZ: Member Paltin?

COUNCILMEMBER PALTIN: Thank you, Chair. I just was wondering more about the 501(c)(6) that you were talking about. Where do the other sources of income come from? Our County grant, it doesn't pay for like salaries, does it?

MS. DUONG: Correct. Yes. So, our corporate office, Hawaii Visitors and Convention Bureau pays for our operation costs and all of our overhead and that includes the salaries, our benefits, any human resources that we need, any vetting that we need in terms of the right type of media packages that we buy. So, all of those things come from HVCB.

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COUNCILMEMBER PALTIN: And do the, all these businesses that are benefitting from the advertising that you do, do they also contribute into the Maui Visitors Bureau?

MS. DUONG: They...not directly they do not. If they choose to...no, not directly.

COUNCILMEMBER PALTIN: Have you ever asked them to?

MS. DUONG: That...I believe they belong to the Maui Hotel Lodging and [sic] Association, that is the branch that they would contribute to.

COUNCILMEMBER PALTIN: And would they step in if you guys were defunded?

MS. DUONG: That's not for me to answer, I'm not part of the Maui Hotel and Lodging Association. That would be for that board to decide.

COUNCILMEMBER PALTIN: Okay, thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Paltin. Member Lee?

COUNCILMEMBER LEE: Thank you, Madam Chair. Good morning, Sherry. And so the 4 million that you receive from the County, are you able to leverage that, those funds so that you could...that you have much more to deal with to carry out the programs and mission?

MS. DUONG: Yeah, so the 4 million that we receive, our advertising is close to a million, it's about 900 and some dollars. Out of that amount, 100 percent of that is equal funded by HVCB. So, we're able to take those funds and push the Maui brand further than any of the other islands. It gets us a little bit more recognition in terms of that. And then all of the other...like if we were to do a FAM or some event that is a training, a lot of our hotels would help with what we call in kind. So, they would help us with supporting room accommodations or meals for these media that comes in. So, yes, we do get a lot of support for them and we do leverage as much as possible.

COUNCILMEMBER LEE: Also, isn't the hotel industry the largest employer on the island?

MS. DUONG: Yes, it is. It's one of the largest. Between your standard-branded hotels, your accommodations in terms of condos, and of course our legal rentals, vacation rentals.

COUNCILMEMBER LEE: So, wouldn't it be nice if the residents realize that by reducing tourism they may be losing their jobs?

MS. DUONG: And I believe they do realize that through our union reps that have been out and have spoken the sentiments of that decrease, yes.

COUNCILMEMBER LEE: I can understand where the residents as we feel also that there needs to be a balance, that our current infrastructure is having difficulty addressing the needs of our visitors. And if we didn't have any visitors, our infrastructure would

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be very adequate but it's the visitors that make it...that throw things out of balance. So, do you have any besides managing and educating the tourists, do you have any plans to help bring in the residents so that they can have an understanding and appreciation of what we're going through? And maybe they have ideas on how we can deal with this problem.

MS. DUONG: Yes, thank for that question. Yeah, so a part of it is making people aware of what it is that we do as a visitors bureau. One of the things that we have created is what we call a speakers bureau where we have made ambassadors and we've shown them and shared with them what it is that we do, what we give back to the community in terms of tourism. And these are businesses as well as industry partners so that they in turn can go out when they're having their events they can talk the talk as, you know, about the visitor industry as well. So, we are kind of...we are creeping our way into the industry here and into the community and sharing what it is and how important the visitor industry is to everybody, not just those who work in the visitor industry directly.

COUNCILMEMBER LEE: I think that's a great idea, but I also would suggest if you haven't already, the people who work within the industry right now would be your greatest ambassadors. They are your resource actually and if they have an understanding and appreciation and feel that they're part of the solution, I think you're going to see a lot of progress in this area.

MS. DUONG: Thank you --

COUNCILMEMBER LEE: Yeah, thank you.

MS. DUONG: --for that suggestion. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Lee. Member Sugimura and then Member Molina.

COUNCILMEMBER SUGIMURA: Thank you. So, kind of tying in some of the conversations of the Members, so, Ms. Duong, I think what we've been hearing also is that there is maybe a future downturn in our economy, and I was just wondering if MVB was around when we had...or if you have an experience from when September 11th hit and there was a downturn in the visitors, and what is the impact of that and what did MVB do for...to assist our economy during that time?

MS. DUONG: I was...thank you for the question. I personally was not with MVB during that time. What I was doing at the time was I was a human resources employment management for the Westin Maui. And as an employment manager, I...it was my job to furlough the managers and the employees that were there. We went from a, an occupancy at the Westin of 90 percent to 98 percent down to 11 percent.

COUNCILMEMBER SUGIMURA: Wow.

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MS. DUONG: And so for me having to sit there across the table and to furlough my friends and seeing them not be able to either return back to work, it took us about six to eight months to get us back to where it was the hotel would be able to be running efficiently and have the occupancy again. So, at that time I heard stories from one of my staff that said that she was there during the 9/11, and during a different executive director, it was the hurry and putting out the flyers and getting the messages to the travel agents on the mainland and it was all hands on deck to get that message out to the mainland and everybody else that Hawaii is still open. And but it took a long time to get us back during that time period.

COUNCILMEMBER SUGIMURA: One last. So, would MVB be the, be capable of...because I like that, I like the discussion about reaching out into the community and getting from the actual workers or as the ambassadors of aloha, you know, what the role of the visitor industry is but and to also to hear the feedback from the community of maybe some suggestions of how to tighten up this relationship. So, can you make a statement of that? I like this idea.

MS. DUONG: I mean I like that suggestion as well too, thank you for that question, and I think it's a great...I think it's a good solution to having these discussions, these healthy discussions and having town hall meetings within the community. And I'd be happy to work with this body as to, you know, dates, times, how to...how are we formulating that, because again like Member Tasha Kama said, you know, we think that we're talking about one problem when we're actually trying to, you know, we think we're addressing one problem and actually the issue is something else. But by having these open discussions we could get to the root of it and it would be great.

COUNCILMEMBER SUGIMURA: Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sugimura. Member Molina?

COUNCILMEMBER MOLINA: Thank you, Madam Chair. Good morning, Sherry. Thanks for being here. Appreciate the stance MVB is now taking to, you know, manage the visitor industry as well as educate the visitor, because, you know, if their experience is not good, they're not going to come back, but by the same token we need to be respectful of the residents' concerns. So, you know, aloha is a two-way street yeah. So, but my question would be more in your testimony you mentioned the trickle-down effect if we don't market Maui and how it will impact things. We had a testifier here prior to you who mentioned about the benefits of businesses. My concern is how much of the visitors that we bring in here to Maui or market Maui, how much do they spend for our small business? 'Cause sometimes I walk into the Costco's and the big-box places and I see tourists just getting off the plane, they're patronizing that versus, you know, our small businesses. So, do you folks have numbers on how many or surveys of how much visitors are spending in our small mom-and-pop stores?

MS. DUONG: I would have to work with maybe the Chamber to get those numbers specifically for the retail businesses. I know that on the HTA website, they break down some numbers as well too and we'll have to take a look if those are any retail business

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on there as well. Yeah. But just overall in 2018, the expenditures for Maui County was at I believe a little over \$5 billion to the County --

COUNCILMEMBER MOLINA: Okay.

MS. DUONG: --for the 2.9 million visitors that we had.

COUNCILMEMBER MOLINA: Okay, thank you. And, you know, my preference is I don't mind bringing in these high-end visitors, but I want them to patronize the small businesses, not just coming in and patronizing, you know, the Costco's and all those other big-box retailers where most of their revenues goes back to the mainland and not into the local community. So, thank you. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Molina. Okay, I have a few quick questions. I'll ask one of the questions that was asked earlier when Director Fukumoto was with us and she was unable to answer the question. It was a question from Member Molina and it was regarding the percentage and dollar amount of advertising that the \$4 million that is allocated to you goes to.

MS. DUONG: Yes. The percentage of...for advertising?

CHAIR RAWLINS-FERNANDEZ: Yes, and dollar amount.

MS. DUONG: Yeah, so we would keep that to be the same as what we're doing this year. Given that the managing tourism initiative, we will require the same level of financial resources to support the placement of these messaging on the digital broadcast and social media.

CHAIR RAWLINS-FERNANDEZ: And what is the percentage and dollar amount?

MS. DUONG: Leanne, do we have that percentage offhand?

UNIDENTIFIED SPEAKER: The percentage of?

MS. DUONG: Of the allocation.

UNIDENTIFIED SPEAKER: Of the allocation...

MS. DUONG: It's one-third, right?

UNIDENTIFIED SPEAKER: One-third, yes.

MS. DUONG: It's approximately one-third of what our 4 million is, so 900, little over 900,000.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. So, right now as Member Hokama mentioned, a lot of people know Maui and this is a highly sought after destination for

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tourists. And so right at this moment we're not in 9/11 emergency mode, would it not be more fiscally responsible of us to at this time reduce the amount of advertising that County pays, because Maui is doing really well and save that money for a time when we will need it? And then if MVB needs more money for advertising, at that point the Council will then decide to put more money into MVB.

MS. DUONG: Thank you for the question. When we say advertising and marketing, they kind of really go hand in hand. So, if you're marketing and when I say we're marketing, we're talking about marketing to the targeted visitor. That's advertising as well too, so you're going to have to get your message out there somehow, in some sort of fashion, advertising fashion. So, whether it be Facebook, YouTube, Instagram, that's still getting the message out, that's still marketing. No, I don't agree that we would...we should reduce that. Again, it's making sure that we stay on top of mind with that. So, I would request that we keep the same.

CHAIR RAWLINS-FERNANDEZ: So, wouldn't it be basically a duplication of efforts, because we have all the hotels as you're saying to keep top of mind, hotels and resorts are also investing heavily into advertising? So, we're kind of duplicating that effort.

MS. DUONG: Thank you for that question. When we're talking about hotel advertising, the first thing that they're going to be advertising or what they're marketing is, their hotel themselves. They're not going to be really focusing on the destination. And because we're now talking about the target market, target visitor, they're not going to be going after that target visitor as heavily as we would. So, again, we're marketing and targeting as a destination as a whole whereas the hotels and individual businesses are going to focus more so on their individual hotels and business.

CHAIR RAWLINS-FERNANDEZ: Mahalo. So, I've recently learned that other counties spend much less on their visitors bureau, less than a million, in some cases about 200,000 where our County is investing \$4 million every year. And in last year or in this fiscal year FY '19, an additional 200,000 was taken by MVB to produce videos but also to give to Maui Nui Marine Resource Council. For what purpose was that funding given? Because that 200,000 was allocated for visitor education, visitor and cultural education.

MS. DUONG: Thank you. So, the 200,000 that we applied for, the 40,000 went to the Maui Nui Marine Resource, yes, and what we're doing with them is to help them replace coral reef etiquette signs throughout the island. Currently right now, there are 29 existing signs that are...has the old message about don't feed the fish, and we're replacing that with the coral reef messaging, the sustainability of that. And then there's ten places that we've identified that should have signage and so that is included in that. And I've also went to HTA and asked them for additional funds, because that would not really cover, 40,000 would not cover that. And so we just recently heard that they have agreed to give us an additional 50,000 to help with the signage project as well too. We also are working with them on supporting their know their ocean speaker series so we're bringing in speakers for their events to talk about

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the sustainability as well too. So, that's one of your questions. I'm sorry, what was the other then in turn?

CHAIR RAWLINS-FERNANDEZ: No, you answered my question.

MS. DUONG: Okay.

CHAIR RAWLINS-FERNANDEZ: But to follow up on that, is there a reason that that 200,000 couldn't have come out of the 4 million that was allocated?

MS. DUONG: That was a discussion that at the time, the OED Director said that they were going to do videos and if MVB would just, you know, would be interested so we were interested at the time and took it out of that. Our advertising and marketing dollars at the time have already been allocated, our budget was already set in place, and so I didn't have it at that time to move anything else in order to accommodate those.

CHAIR RAWLINS-FERNANDEZ: Mahalo. Okay, and then lastly, you know, I agree with Member Lee about us really striking a balance, because in selling Maui, Maui County I mean it...what I've understood from the industry is that what really sells Maui County is our people, our aloha, and our environment. And we're...if we don't do enough to take care of all of those, no one's going to come here, no matter how much advertising we spend.

MS. DUONG: May I also piggyback on your comment about the other counties receiving funding and less funding --

CHAIR RAWLINS-FERNANDEZ: Sure, go ahead.

MS. DUONG: --than we are. I can say that because of the funds that you as a Council provide to MVB, Maui County has pretty much a very much higher length of stay than all the other islands. We have eight days length of stay compared to the other islands. Our, also our ADR which is our average daily rate within the destination, we're talking about the Hawaiian Islands, New York, San Francisco, Miami, Boston, the top five. Ours is the highest at 385 that we're getting. In terms of also the competitive set with how we are within the destinations out there, Maui itself ranks number three as a destination. You've got Maldives, you've got French Polynesia and then you've got Maui, and then down below down towards the bottom of the list then you have the other Hawaiian islands. So, yes while we may get more County funds from this County than any other county, it shows that it puts us on top of the other Hawaiian islands. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Ms. Duong. Seeing no other questions, mahalo nui for your testimony this morning.

MS. DUONG: Thank you.

CHAIR RAWLINS-FERNANDEZ: Aloha.

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MS. MATTHEWS: Chair, our...

CHAIR RAWLINS-FERNANDEZ: Ms. Matthews?

MS. MATTHEWS: Yes, Chair. Our next testifier is Gregg Nelson testifying on behalf of Napili Kai Beach Resort to be followed by Mike Moran.

MR. NELSON: Aloha and good morning --

CHAIR RAWLINS-FERNANDEZ: Aloha.

MR. NELSON: --Madam Chair and Committee Members. Gregg Nelson, General Manager of Napili Kai Beach Resort. I spoke to you at the hearing over in Lahaina. Again, thank you all for coming all the way over there, appreciate it. I testified on behalf of the, supporting the funding for Maui Visitors Bureau. I wanted to come back and follow up on a couple of comments if I could. One of the things that I've heard since then was that certainly it's kind of implied a little bit here today too is that we really don't need to support this funding because we have enough visitors already coming to Maui. And, you know, as a business person in the hotel business, my property, again I think I mentioned it's been around since 1960, if indeed everyone who came to Maui last year comes back again this year then yeah, there really is no need but unfortunately they don't. Some people they come back only twice, you know, or I'm sorry, once every couple of years or once every five years, once every ten years. For a lot of people it's once in a lifetime. So, as a business person, for any of you who have ever been in business, you want customers and you have to continue to advertise and market your product in order to get new customers. I'm fortunate in my hotel that I've got a return factor, an annual return factor that's probably around 30 percent or so. I can tell you other hotels, bigger properties, that's not true. They're probably wishing they had around 15 to 20 percent return factor. So, where does the rest of it come from? You gotta get back out there and market and advertise. Another thing that I've heard a little bit is that well, they're resorts, they're doing very well. They're in the mid-80s as far as occupancy goes. And that's not really true. I went back and looked at some figures, 2007 just before the recession, Maui's occupancy was 76.5 percent. We just now after all the recession years at 2017 reached 77 percent so we're just getting back up there to about where we were. But the alarming thing is that 2018 we've already dropped down to 75.9 and it is decreasing. I've been here since 1978 and I've seen our industry go through cycles and we're going to go through another one, and where it really becomes a reality...

CHAIR RAWLINS-FERNANDEZ: Mr. Nelson, will you please conclude your testimony?

MR. NELSON: Yeah. Where it really becomes a reality is when we are in a recession, then it's too late. And I want to thank all of you again and please support the funding.

CHAIR RAWLINS-FERNANDEZ: Okay, Member Sinenci?

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COUNCILMEMBER SINENCI: Thank you, Chair. Thank you, Mr. Nelson, for being here. You know we've been made aware of a couple other hotels that want to be built on the island including in the Hilton in Kihei and expansion at the Grand Wailea and a couple here possibly in Wailuku and in Kahului. So, we've heard from Mr. Jokovich last time about a downturn; however, we're seeing more of a move towards building more hotels on the island. So, what is your response to that?

MR. NELSON: Well, again as a business person I'm, I really don't support additional competition. It's hard enough as it is. When I say that Maui's occupancy is at 77 percent or actually this past year 75.9, mine wasn't close to that. I was more like about a 71 actually. Wish it was higher but it's not. Yeah, I get a little concerned myself about some of these additional properties coming online. However, I gotta tell you, the big 2,000-pound elephant in the room is these short-term vacation rentals. They're unmanaged, they're unregulated, they're untaxed, and a lot of them, I'd say the majority are illegal. And when we talk about getting that message out about caring and respect for Maui, that's the people we need to get a hold of, 'cause in a lot of cases those people get no pre-information on what Maui's all about.

COUNCILMEMBER SINENCI: Thank you. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sinenci. Member Paltin?

COUNCILMEMBER PALTIN: Aloha, Mr. Nelson.

MR. NELSON: Aloha.

COUNCILMEMBER PALTIN: Thanks for being here today. You know part of the concern for advertising and bringing more and more tourists in is that local people get pushed to the side and they don't have the same access to the places that they've always gone. And I can see, you know, a lot of tourists want to also be like locals and have the same access, and in some ways it kind of ruins it for everybody. But if we keep the Hotel property tax low and we continue to fund the Visitors Bureau and then the hotels put up gates blocking access to the shoreline, it's kind of counterproductive.

MR. NELSON: Yeah, that would be. Yeah. I mean I'm not in favor of gates blocking access to the shore. I mean my property I've got a number of entrances and exits that people can use to get through the property. And I know I'd say most properties do have that. But I am against increasing that kind of exclusion, yeah.

COUNCILMEMBER PALTIN: Okay, thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Paltin. Okay, seeing no other questions...oh, Member Hokama?

COUNCILMEMBER HOKAMA: Mr. Nelson, you are a kamaaina, you've been around for a while. I know that.

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MR. NELSON: A little while.

COUNCILMEMBER HOKAMA: Yeah, a little while but enough to have gone through some cycles already.

MR. NELSON: Yes.

COUNCILMEMBER HOKAMA: You know the up's and down's, the Japan bubble burst, 9/11 which hurt the whole country, not only us but I remember Vegas begging for visitors during that same era. But my thing about the marketing and advertising while I think that's good to keep your occupancy up and healthy, we here deal with the opposite end that's not necessarily told in the story, yeah, about land speculation driving the cost of land and its valuations to a level that for us now while we market paradise, it's hell for the local resident who cannot even live here anymore or buy a home for their own family here anymore.

MR. NELSON: Yeah.

COUNCILMEMBER HOKAMA: That's the hell side of paradise for us here. And so, we're pumping millions that we...should have gone maybe into infrastructure as some of my colleagues have mentioned before --

MR. NELSON: Yes.

COUNCILMEMBER HOKAMA: --to trying to find a way to adjust and meet with the land speculation from the visitor industry...one of the effects of the visitor industry to bring reality to land prices so that our own people can now at least make a choice if they want to live here or not or even work here or not.

MR. NELSON: Yeah.

COUNCILMEMBER HOKAMA: And one of the things is while we agree you provide tremendous amount of employment on this island--not you but the industry as a whole and I know you do what you can and I know you do a very good job, Mr. Nelson, people, a lot of people that I know speak highly of your operations--is that the County has to be a foster parent to our people's kids because they gotta go to their second job.

MR. NELSON: Yeah.

COUNCILMEMBER HOKAMA: They gotta go to their third job to make it bearable. So, you know, when we say...when I say balance and my concern of the industry, it's that side of the issue, you know. I'm looking at all this money we gotta spend on the, dealing with impacts that I feel should have been going into upgrading the infrastructure, taking care of the roads, making sure you open your faucet you get clean drinking water, those kind things. You feel safe because there's sufficient police on the force. Fire is staffed with great equipment to respond to an emergency. That's where I would like to put our money, but we can't because we gotta deal with the effects of...some of

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the effects of the visitor industry. So, I hope you can appreciate our dilemma because it is --

MR. NELSON: Yes.

COUNCILMEMBER HOKAMA: --a tough call --

MR. NELSON: Yeah, it really --

COUNCILMEMBER HOKAMA: --for us --

MR. NELSON: --is difficult.

COUNCILMEMBER HOKAMA: --where we're going to put the money.

MR. NELSON: I know.

COUNCILMEMBER HOKAMA: And I'm looking at how maybe your neighbors on the neighbor islands can maybe share some comment with you, because I just came back from a day and a half with the Big Island Council, that Administration is proposing a \$350,000 visitor budget, if I remember Mayor Kim's number correctly. And for them it's about again those who would agree it needs to be increased 'cause they lost half a billion dollars of economy because of the --

MR. NELSON: Yeah.

COUNCILMEMBER HOKAMA: --volcano.

MR. NELSON: Yeah.

COUNCILMEMBER HOKAMA: But they're concerned about again the balance --

MR. NELSON: Yeah.

COUNCILMEMBER HOKAMA: --and they're at a level yet where the visitor industry is not at the 50 percent mark of impact to their own community. So, you have anything you could share with us at this time?

MR. NELSON: Well, speaking for somebody who has been here in this industry since the late '70s, you're right, I've seen the cycles, the boom and the bust. And I would say we're a lot better at it now than we ever were in the past. I mean we went through, you know, real good times there in 2005, '06, '07 and then the bottom fell out of things, you know, with the recession. And we're about at that point again where we're starting to go over the peak if you will and starting to decline. And I remember in 2008, 2009 in particular where we saw the drop in revenues throughout the County. There were a lot of politicians that came and said how can we help, and like I say it's too late at that point. We need to continue to market and to advertise. But we need to continue as

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you said to find that balance. My little property spends probably about \$400,000 a year on advertising and marketing. I know the big properties spend millions and millions. But if it goes away, yes, the hotel industry suffers, but all the little shops suffer, the restaurants suffer, the activities, the golf courses, everyone will feel the impact. And so for the sake of our economy, we have to keep going forward but in a balanced way, absolutely.

COUNCILMEMBER HOKAMA: Thank you for your response. I appreciate your time.

MR. NELSON: Yeah.

COUNCILMEMBER HOKAMA: Thank you. Chair, I thank you and I apologize if I've strayed off the parameters of testimony.

CHAIR RAWLINS-FERNANDEZ: That's okay. Mahalo, Member Hokama. Okay, seeing no other questions, mahalo, Mr. Nelson, for your --

MR. NELSON: Thank you all very much.

CHAIR RAWLINS-FERNANDEZ: --testimony this morning. Ms. Matthews?

MS. MATTHEWS: Yes, Madam Chair, our next testifier is Mike Moran to be followed by Jenny Pell.

MR. MORAN: Aloha, Chair Rawlins-Fernandez and Councilmembers. I apologize, I have a, obviously have a frog in my throat but fear not, it's not a coqui, it's a bullfrog. I'm here in a rare scenario for myself that I'm testifying just for myself today, not for the Kihei Community Association. They allow me once a year to do this. So, I wanted to address a few issues that are probably more island-wide. One, I wanted to support Member Paltin's support for the Ocean Safety Officers. Within our, the organization there was some question about well, why...where is the union in this? As a guy that just swims in the ocean and getting older and weaker and may need more help from those guys that are sitting up in the towers diligently watching...I'll let the officials figure all that part out. I support the individuals that are down there doing that hard work, going into that ocean. There's been some questions about ocean water quality. I stay out if I have a cut, because yeah, I've had bad experience. I don't think the Ocean Safety Officer can say I'm not going to go out there, I've got a cut on my leg and sorry. So, I support that. Here on Earth Day our organization spoke to this but individually I ask you to reject the biodiesel proposed tax. Many of you are aware that the State Department of Transportation has proposed a pilot project to work toward replacing the current tax on gasoline with a mileage fee. At a public meeting at Baldwin after hearing how the plan works, I stated that the result would increase annual charges to environmentally considerate vehicle owners of electric and hybrids and decrease the cost to the gas guzzlers which was counter to the stated mission of the State Administration. The DOT rep agreed but said we need the money. It was just like so what? So, to me this is quite the same with the biodiesel. Do we just need a little bit of money and there probably won't be any money if this tax is put in

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because you'll just eliminate the users. And lastly, I wanted to offer my support for the Maui Humane Society. And for years I was one who personally castigated the Maui Humane Society because in my opinion they were doing a terrible job and I told them so. Some people claimed that the, when they used to have the radio show, the reason they stopped doing it was because I called in so often and asked hard questions. They have turned things around and when an organization turns themselves around, people like me who were criticizing them should be out and supporting them. So, please fully fund their contract and get them the two trucks so they can protect our island. And support purchasing our greenway, that's my one South Maui issue, please. And I know I'm over time. Thank you very much. And I love the way you keep these meetings friendly, people are laughing. Good job. Aloha.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Mr. Moran. Members, any questions? Chair King?

VICE-CHAIR KING: Just one clarification. Thanks for being here, Mike. So, I just wanted to clarify that the greenway you're talking about for support, is that the Kulanihakoi, the one we're trying to keep in...keep from being developed?

MR. MORAN: It is and yes, because I tried to squeeze that in I will mention that just to give you an indication, we did a post on our website over the weekend pointing out all the things that are happening in that little corridor; the high school, the Maui Lu, and the potential to keep this open space. I had four phone calls, you know, people they don't associate whether you're KCA or Mike Moran, four phone calls all on that Kulanihakoi, please get this to be purchased so we can keep it open space, we can do something about the flooding, and, you know, at a reasonable price.

VICE-CHAIR KING: Right.

MR. MORAN: Not at any cost but yes, so we sure hope that can be done in a reasonable way to keep it open. We don't need any more building there.

VICE-CHAIR KING: Okay, thank you.

MR. MORAN: Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Seeing no other questions, mahalo, Mr. Moran, for your testimony this morning. Ms. Matthews?

MS. MATTHEWS: Madam Chair, our next testifier is Jenny Pell.

MS. PELL: Mahalo for the opportunity to speak to this Council. Ethical leadership in the climate change era means we're working diligently toward practical and enduring solutions to local food, food security, and dignified living wage jobs in the agricultural sector. We further elevate that leadership through the rich culture that comes via these citizens who grow our food, harvest our food, cook and serve our food, care for the aina and the wai, and become the repositories of knowledge for the seeds, the kalo, the trees, the pollinators, the lunar cycles, and the weather, and of course our deeper

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spiritual connection to our culture via the land and our food. Directing substantial funds to these ends is imperative. We need to reduce our utter dependence on imported food and fuels. We need to embed the necessary skills in our community to create and recreate a lineage of farmers, agro-ecologists, and agro-foresters. We need to elevate indigenous agriculture and learn how to bring that wisdom into our farm plan and our farming lineage. We need to fund an action plan and a report on exactly what it will take to feed Maui with a clear action plan with benchmarks. We need to do our part as global citizens to reduce carbon emissions locally and via the tourism industry. We need to grow organically, sequester carbon, and stop shipping in everything that we eat. We need to buffer from impacts of more frequent and more severe weather events by reforestation, watershed restoration, and of course protect our coastal zones. We need a food hub for aggregation, distribution, and value-added products. And we need to pass legislation to end single-use plastics on Maui. We need substantial funding for agricultural, agro-ecological projects. Everyone eats every day, tourists and locals alike. Our agricultural industry comprises many robust and profitable businesses, and we need your ethical leadership to aggressively move this in the right direction for Maui, for Hawaii, and to actively participate in a future that is less and less harrowing regarding climate chaos. We owe it to the aina, each other, and our keiki. I don't expect you to complete this monumental task, but I do expect you to start it. These times demand bold leadership. I understand that Maui has upwards of \$4 million dedicated to promoting tourism here. I would like to suggest that the tourist that leaves with aloha is more valuable than the tourist that spends money. A diversified economy is more resilient and this utter dependence on the tourism industry is a disservice to our future generations. I would like to ask that you please fund all of the agricultural projects that invest in our future on Maui. Thank you very much.

CHAIR RAWLINS-FERNANDEZ: Okay, seeing no questions...oh, did you have a question, Member Sinenci? Okay. Seeing no questions, mahalo nui for your...

VICE-CHAIR KING: Oh, I'm sorry, I have a question, Chair.

CHAIR RAWLINS-FERNANDEZ: Oh, I'm sorry. Chair King?

VICE-CHAIR KING: Thank you, Chair. Thanks for being here, Jenny. So, I wanted to ask you, are you involved in the...when you're talking about agriculture projects, are you involved in the request for the food security study?

MS. PELL: Absolutely.

VICE-CHAIR KING: Okay.

MS. PELL: Yeah.

VICE-CHAIR KING: And I wanted to ask you if you were...if you folks were working with the Maui Nui Food Alliance which is having an action planning meeting on May 7th?

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MS. PELL: I'm paying attention to what's happening with the Ai Pono group and the Blue Zones projects and I'll look into the Maui Nui project.

VICE-CHAIR KING: Okay, 'cause the description that I just saw on their invitation list, the partnership to ensure our islands leave a legacy of good health and resilient food system for future generations. So, I thought that would be a perfect partnership for you guys moving forward.

MS. PELL: Great.

VICE-CHAIR KING: And if we get a plan of action maybe we can fund that --

MS. PELL: Great, thanks very much.

VICE-CHAIR KING: --. . .*(inaudible)*. . . Thank you.

MS. PELL: Okay.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo, Chair King. Mahalo, Ms. Pell, for your testimony this morning. Ms. Matthews?

MS. MATTHEWS: Madam Chair, our last testifier signed up in the Chamber is Lucienne de Naie.

MS. de NAIE: Good afternoon, Chair Fernandez and Members of the Committee. Happy to have this chance to follow up on our community testimony. I am testifying as a private individual today, Lucienne de Naie. I would like to support the general issuance of the bonds that are going to fund our infrastructure projects, because there are so many infrastructure projects that we need throughout the island and hopefully this is enough funding to get a good start, the 64.6 million. But let's get going, the list is long and there's plenty of community support out there to see our quality of life maintained. I'd especially to support the proposal to enter into the agreement with the revolving fund from the Hawaii Water Pollution Control and direct that funding, that 9 million something, \$9.5 million towards improving reuse in the Lahaina District. This is really an important priority in that District, and it is widely supported by businesses and residents. I would also like to support the purchase of the open space Kulanihakoi. This is just a problem area that floods and it really needs to just be left open, but I do agree the County should negotiate a good price, because it really shouldn't be seen as a developable area, it should be seen as a green open space as was the intention in the community plans and the open space plans that we have had in Kihei. Also, I'd like to support the experimental and demonstration housing project fund. This is a wonderful idea. We really need to come up with the best models to invest for affordable housing on every level. And then last, I don't think that the concept of the biodiesel tax is getting us in the direction where we want to go. Normally, you know, biodiesel has solved a problem. I remember when this County used to have a consent decree over the flooding treatment plants, especially in Kahului. Maybe Councilmember Lee remembers those days. And biodiesel was the

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solution. You tax what you don't want and you support what you do want. Thank you.

CHAIR RAWLINS-FERNANDEZ: Okay. Seeing no questions from the Members, mahalo nui, Ms. de Naie, for your testimony this morning. Ms. Matthews? It looks like Mr. Lau would like to testify this morning or this afternoon.

MR. LAU: Good morning.

CHAIR RAWLINS-FERNANDEZ: Good morning.

MR. LAU: Good morning, Keani. I'm going to take a person privilege, this might not have anything to do with the budget but you could tie anything in with the budget. I just want to remind everybody that Jesus is alive even though the Roman Catholics in Kula tried to kill him again.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Mr. Lau, for your testimony. Okay. Ms. Matthews, did we hear from the District Offices if there are any testifiers there?

MS. MATTHEWS: Madam Chair, I've not received any notification of new testifiers and we do not have any other testifier signed up in the Chamber.

CHAIR RAWLINS-FERNANDEZ: Okay. Members, if there are no objections, I will now close public testimony.

COUNCILMEMBERS: No objections.

CHAIR RAWLINS-FERNANDEZ: Mahalo. Public testimony is now closed.

. . .END OF PUBLIC TESTIMONY. . .

CHAIR RAWLINS-FERNANDEZ: Okay. So, I'm going to quickly go over what we're planning to do today and then I'll take our afternoon break if..yeah? Okay.

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: No, 1:30 is our lunch break. Ten-minutes break. Okay. Today, we're going to kick off decisions week with CIPs. We will complete our review with the departments...with departments using the project sheet packet that was just handed out and it was distributed by Staff. I do understand that the, some of the pages didn't come out very clear so we're working on getting another printout that will be clearer for the Members. I'm sorry, we should probably allocate some funding to the 8th floor copy machine. The first department in the packet is Transportation and the rest of the packet has been organized in order by department as they will appear before us today. We will work our way down the revisits and ask questions to departments as they come up, starting first with the Members that had requested the

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revisit. Please remember questions related to policy or future legislation you are now considering introducing can be worked on after Budget. For now our, you know, questions should be related to Budget for decision making purposes only. OCS has graciously included the questions and proposed provisos to Appendix C which has also been distributed to you this morning. I'm sorry, and that's the one that'll be reprinted. The other packet that I referred to is being distributed right now by Ms. Matthews. So, CIPs are handled a bit different from the operating budget which we'll, which we will begin decision making on tomorrow. Provisos are not used, instead the project description is amended to include the provision being proposed. And I'll just add, after the Old Wailuku Post Office audit that it is important that clear written guidance be incorporated into budget ordinances to improve transparency and accountability for the Mayor, the Council, and the public. The Council must continue to explore the limitation of the general budget provisions. This holds true not only for CIP section but also for the operating funds within each department. So, if there...in the project description of the CIPs, if it is vague then at this time we can work on it to make sure that it is clear for everyone to understand what it was that the Council meant. OCS reviewed the proposed project descriptions within Appendix C and worked to improve upon them so that they are legally sound and useful for their intended purposes. The proposed language has been included in Appendix C. While we make our way through the Capital Program, I request that we work on approving the policy decisions together and agree that we will allow OCS to continue to make nonsubstantive changes to the project descriptions while wordsmithing our amendments to reflect the will of the body. We will be voting on each amendment as they come up. I will entertain my recommended motion for the amendment or I'll ask for consensus on each of the CIPs and at the end of each department, I'll ask for a motion to approve. Once you make a motion and perhaps receive a second, we will proceed with the voting. Then we will begin with the next department and follow the same method. Okay. Are there any questions before we take our ten-minute recess?
Chair King?

VICE-CHAIR KING: Okay, thank you, Chair. So, I've got Schedule C and then I got this and I understand about the...so which document do you want us to work from?

CHAIR RAWLINS-FERNANDEZ: So, we're going to be working from three different documents.

VICE-CHAIR KING: Okay, all three.

CHAIR RAWLINS-FERNANDEZ: So, we have the stack where it starts with Transportation and it's actually from my notes and these are the lists of CIPs, the summaries that started each department so it lists all the CIPs in order and we'll take it in that order.

VICE-CHAIR KING: Okay.

CHAIR RAWLINS-FERNANDEZ: On the left side, you'll see my notes that have a letter next to it and it...so S is Member Sinenci, H is Member Hokama, Y is Member Sugimura, P is Member Paltin. And on the right side of the...in the right-side margin, you'll see it

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says revisit or there'll be consensus or a checkmark. And because we came to a consensus during our CIP review, we won't be discussing those unless there's a majority vote to bring those back up so that we can discuss it.

VICE-CHAIR KING: Okay.

CHAIR RAWLINS-FERNANDEZ: We'll only be revisiting those that were requested to be revisits, and I'll start off with the Member that asked for the revisit. So, on Transportation, the first one is bus stops and shelters and there was a request for a revisit and a proposed proviso by Member Sinenci and so we'll start with that one.

VICE-CHAIR KING: Okay. So, under Public Works, I see that you have consensus...on the first page you have consensus on three things, all the other ones are revisits, is that the implication? 'Cause some of them you have the revisit mentioned, some of them you have consensus mentioned on the right side notes.

CHAIR RAWLINS-FERNANDEZ: On...just one page didn't have consensus...didn't...has the word "consensus" written in that.

VICE-CHAIR KING: So, Public Works has consensus written on some of the items. Does that mean all the other ones that don't have consensus are revisits?

CHAIR RAWLINS-FERNANDEZ: Yes.

VICE-CHAIR KING: Okay.

CHAIR RAWLINS-FERNANDEZ: Okay. And so that's that stack. The Appendix C that we asked if everyone's staff would help the Members by tabbing so that it'll be easier for us to flip through. It's...this is what is going to be...that we're going to be passing at the end so this is what the bill looks like, Appendix C. And it'll...it's organized by department and so hopefully we'll get it tabbed like that so it'll be easier for us to review. And then the last document that we'll be looking at looks like that and it has the Members...oh, these are not it. So, it'll be a document with all the Members' questions that Staff collected during the CIP review, and so it's just to help refresh everyone's memories on what questions were asked during that time.

VICE-CHAIR KING: Okay. And that one is the four documents that were just passed out?

CHAIR RAWLINS-FERNANDEZ: Is that the one, Ms. Matthews? Oh yeah, okay, there it is. Okay. So, Ms. Matthews is distributing the document with everyone's questions on it and it...that is organized by department in order of the CBS...or CIPs listed on this document.

VICE-CHAIR KING: Okay, great. Thank you.

CHAIR RAWLINS-FERNANDEZ: I tried to be as organized as possible. Okay.

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COUNCILMEMBER SINENCI: Chair?

CHAIR RAWLINS-FERNANDEZ: Members...Member Sinenci?

COUNCILMEMBER SINENCI: You mentioned the initials on the left of the left column, is S for Sugimura, Sinenci?

CHAIR RAWLINS-FERNANDEZ: Sinenci.

COUNCILMEMBER SINENCI: Sinenci.

CHAIR RAWLINS-FERNANDEZ: That's yours.

COUNCILMEMBER SINENCI: SS.

CHAIR RAWLINS-FERNANDEZ: Shane Sinenci.

COUNCILMEMBER SINENCI: Just making that clarification. Thank you.

CHAIR RAWLINS-FERNANDEZ: Okay, you're welcome. Okay? Members, any other questions regarding what we'll be doing? And we have Transportation and Police waiting for us so we can either take them or we can take our ten-minute break for that one. Okay. Ms. Matthews, will you finish distributing or is it okay if I close the meeting while you're still distributing? Is that okay or is that a violation of Sunshine, Mr. Ueoka? No? Okay. Okay, it is 12:14 on April 22nd...12:15 on April 22nd, the Economic Development...oh, please be back in your seats by 12:25 so it's our ten-minute break. The Economic Development and Budget Committee is now in recess. . . .(gavel). . .

RECESS: 12:15 p.m.

RECONVENE: 12:41 p.m.

CHAIR RAWLINS-FERNANDEZ: . . .(gave). . . Will the Economic Development and Budget Committee please return to order and it's 12:41 on April 22nd. Okay, Members, I'm gonna quickly go over the materials that we received before break. So, you received four department, departmental requests for responses, one from Water Supply, Department of Water, one from Public Works, one from Transportation. So, WS-13, PW-11, and TD-8, and we also received the responses to the questions that was asked on the floor during our review of the Department of Water Supply's operating budget. So, those are the four documents. Some of them have responses to CIP questions so you might want to review that. But we'll also have the departments on the floor so we can ask them directly. The three documents that we're going to be working off of are Appendix C and we have two Appendix C's, so one is, the first page is a little truncated and the other is a full page. The one that's a full page is more just FYI. It has some clarification to the project description that was offered by OCS. And the Appendix C that the first page is half page, it's truncated, is the document that we will be working off of and hopefully you were able to get them tabbed so we'll be able to flip quickly

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through the departments that we need. And so we're going to start with Transportation so you'll flip to Transportation. And we're going to be using the list of CIPs with my notes on it as a guide. So, we'll be following this list to go through each CIP. On the Appendix C it has Members'...the questions that Members posed during our CIP review and also proposed language to add to the project description. The questions that Members asked during the CIP review is also on another document, that's in more of a memo style and it's organized by department, and that's just to refresh Members' memories on what questions were asked during the CIP review. Okay. So, we have...any questions before we get started? Okay, seeing none.

**ITEM 1: PROPOSED FISCAL YEAR 2020 BUDGET FOR THE COUNTY
 OF MAUI (CC 19-61)**

Capital Improvement Projects
DEPARTMENT OF TRANSPORTATION

CHAIR RAWLINS-FERNANDEZ: Okay, we have Director Marc Takamori from Department of Transportation with us. Mahalo nui for joining us.

MR. TAKAMORI: Good afternoon.

CHAIR RAWLINS-FERNANDEZ: Good afternoon. We have a question on a proposed...well, it was posed as a proviso but it would be maybe an additional CIP from Member Sinenci. And Member Sinenci would like to add signage for Hawaiian place names at the bus shelters. And so, Member Sinenci, would you like to explain your proposal?

COUNCILMEMBER SINENCI: Thank you, Chair. Yes. And this was submitted as a written proviso, I was absent. But it was just to add Hawaiian place names at the bus stops and to work with the District Aha Moku. Very similar to the Aha Moku Kula Kai project of South Maui yet this would be included on the bus stop signage at the bus stops. And so I would just be proposing a new CIP to provide 150,000 for Countywide distribution of the place names. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sinenci. Okay. So, Director Takamori, we're hoping to maybe get some direction from you on if this is something that would be appropriate at this time, and if so if there would be a cost attached to doing something like this.

MR. TAKAMORI: Thank you, Chair. Thank you, Member Sinenci. I guess just for clarification, you are proposing an additional CIP project for our Department and you're planning to allocate 150,000 for potentially updating our bus stop signage to include Hawaiian place names on it. Is this correct?

COUNCILMEMBER SINENCI: Correct, for the design and construction of those signage.

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MR. TAKAMORI: Okay. So, just another clarification, is this...this project then is going to be a separate project from our planning funds that we're requesting for 200,000 for next fiscal year?

COUNCILMEMBER SINENCI: I would want to propose that it be referred to my Committee for further development and then work in conjunction with the Department.

MR. TAKAMORI: Thank you. So, sorry, I'm just trying to make certain that...so right now our Department has requested 200,000 for planning and design for potentially eight or a little bit more than eight bus stop locations to improve it in terms of transit amenities, ADA infrastructure improvements. And so I just want to make certain that would this project still be separate from your \$150,000 for the bus stop signage? And that...and is that a separate project that you plan to bring up into your Committee at a later time?

COUNCILMEMBER SINENCI: Yes, we might have to see where those...you're saying only eight bus stops. Yeah.

MR. TAKAMORI: Yeah...

CHAIR RAWLINS-FERNANDEZ: It sounds like the answer is yes.

MR. TAKAMORI: Yes, it's...

CHAIR RAWLINS-FERNANDEZ: So, the 150,000 would be an in addition to the 200,000 that's already been requested.

MR. TAKAMORI: Okay. So, with the \$150,000 additional, yeah, then that would be a project that we could consider moving forward. We just, I guess as a Department we need to understand what type of signage we're, we are going to be considering putting on the bus stop signs. We do name our bus stops based on cross streets or if it's near a major area that, such as like a shopping mall or whatnot. So, I guess...and like you said, if you're going to bring it into your...if you're...if this is going to be, \$150,000 will be a new project for new fiscal year and you're going to want us to have discussions on it, I think that would be best so just that we have a better understanding of what you're looking for in terms of that funds.

VICE-CHAIR KING: Chair?

CHAIR RAWLINS-FERNANDEZ: Chair King?

VICE-CHAIR KING: Thank you, Chair. So, yeah, I think because they're only in the planning stage and they're actually in...and it says 23 stops proposed, plus we don't know how many...how many do we already have? This is in addition to the bus stops that are already on the ground?

CHAIR RAWLINS-FERNANDEZ: Director?

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MR. TAKAMORI: Thank you. Chair King, I just wanted to point out that the list that we provided you is just a running list of potential stops that we're looking to update or upgrade. It's not...but the planning funds that we're asking for is not going to...the 200,000 we're asking for next fiscal year is not going to be able to design all of those stops, it's basically estimated to be between 20 to \$25,000 for each stop for the planning and design so it comes out to be eight or a little bit more than eight stops depending on the design cost.

VICE-CHAIR KING: Okay. And those are new stops?

MR. TAKAMORI: It is not. We are looking at updating current or existing stops.

VICE-CHAIR KING: Okay. My, I guess my concern, I think this should go to Committee first before we appropriate any funds for it, because for instance in, I think in South Maui we have more than one bus stop in some of the ahupuaa and so it will be confusing if you put those names on it instead of the place names where...the cross streets where there actually are the bus stops. But I think it would be great thing to discuss in the Cultural Preservation Committee and then if we can work it into the planning then ask for funding after that.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Member Hokama?

COUNCILMEMBER HOKAMA: Thank you, Chair. I just would ask the Director for some maybe clarification on the request of the 200,000 and Mr. Sinenci's question. Wouldn't this come...you asking for General Fund, is there a reason why it's not from Highway Fund?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. TAKAMORI: Oh, it could come out of the Highway Fund, yeah.

COUNCILMEMBER HOKAMA: Okay. And it's currently not being proposed because we have insufficient funds in the Highway Fund?

MR. TAKAMORI: Yes, that is correct.

COUNCILMEMBER HOKAMA: How insufficient are we? In the millions? In the hundreds of thousands?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. TAKAMORI: Thank you. I don't have that information with me.

COUNCILMEMBER HOKAMA: Okay. We would appreciate a response when you're available, Director.

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MR. TAKAMORI: Okay, thank you.

COUNCILMEMBER HOKAMA: Preferably before decision making please.

MR. TAKAMORI: Okay.

COUNCILMEMBER HOKAMA: My second question is I see this more as an operational question from my colleague than a CIP so wouldn't this go before the Public Works Commission regarding names and other requirements?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. TAKAMORI: Thank you. With regards to the naming of our bus stops, just because our bus stops signs are just Maui bus stops, we didn't have to go in front of a commission for naming, but if it's going to be something official that was something that was brought up and I think that might be something that might have to be checked into just because you are putting up an official name on...at each particular stop.

COUNCILMEMBER HOKAMA: Right, right.

MR. TAKAMORI: And then I guess who decides or approves what that name will be.

COUNCILMEMBER HOKAMA: Okay.

MR. TAKAMORI: Yes.

COUNCILMEMBER HOKAMA: 'Cause I believe we by ordinance gave that authority to the Public Works Commission when we consolidated I think three different panels or boards. So, if that can be verified please? Yeah, thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Member Lee?

COUNCILMEMBER LEE: Thank you, Madam Chair. Director, would you like...you think it might be more beneficial to our clients and customers, the public, if we bifurcated this issue and continued on with the CIP and...I mean well the design of these shelters and while somebody else is working on the naming of the shelters?

CHAIR RAWLINS-FERNANDEZ: Director?

COUNCILMEMBER LEE: Or you want to wait until the names come up first?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. TAKAMORI: Thank you. With regards to our bus stops and bus stops with shelters, pretty much I guess the Department just needs to know what the envisioned or the signage will...may look like. Right now, you know, regardless if it's a bus stop, just a sign post with a bus stop sign or if it's a bus stop with the shelter, and pretty much

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the only signage we really have out there is the pole with the Maui bus stop sign and then right under is our ordinance about no smoking at the bus stop. So, I mean if in the future this is a project that we want to move forward with then we can pretty much go out and change the signs. Oh, we have to design the signs, order it, and then go out and change it. So, I think it could be...our CIP project could still move forward with the planning and design and then this could still be in discussions and then eventually come back and signage updated.

COUNCILMEMBER LEE: Alright, thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Lee. Member Sugimura?

COUNCILMEMBER SUGIMURA: Yeah, thank you. I think Member Lee's question is very pertinent. I would like to encourage the Department to move forward with the CIP request and then take up in maybe Mr. Sinenci's Committee or Ms. Lee's Committee if it applies to Public Works...well, probably Mr. Sinenci if we're going to talk about a cultural thing. But I would like to move forward with this as the Department has designated their, you know, their need to do this design portion for the eight stops. And then we can see what they come up with and work with them.

CHAIR RAWLINS-FERNANDEZ: Mahalo.

COUNCILMEMBER SUGIMURA: So, let's proceed with the CIP.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sugimura. So, just for clarification, Member Sinenci's proposal is not to hold back the proposed CIP for \$200,000, it's...the proposal is to add a new CIP that would allocate funding for the signage of Hawaiian place names in working with Aha Moku for planning and design and for \$150,000. So, we can...it is separated. So, right now we're just basically discussing whether we would like to move forward on Member Sinenci's and...proposal and we could appropriate funding using a bond without authorizing would be another option. Chair King?

VICE-CHAIR KING: Yeah, I think I would like to see us move forward with the design of these bus stops, and I would like to see us move forward with just the discussion in Committee so that, I mean we don't even really know if it's going to cost 150,000. There's also the possibility of funding, you know, in South Maui we funded the Kula Kai Ahupuaa sign project through the district monies that are for economic and cultural preservation, that district fund that exists in each one of our districts. And so if it was a project that was decided upon for the entire County, you know, we could pool those monies, we could...there's other ways to fund it. But I think we need to start developing these projects first before we bring them to Budget, instead of putting them in for funding when we don't really know exactly what the scope of it is or if we're even going to be able to do it, because the last we want to do is put duplicate names on bus stops that confuse people about where they're going, you know, the geographic locations of the bus stops I think is really important for riders. So, figuring out a way that we could integrate that into the actual place of each bus stop, 'cause

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we, in South Maui we do have multiple bus stops within each ahupuaa so I wouldn't want to just put one name on three different bus stops. So, I would appreciate it if we could have that conversation in Committee and try to develop the project from there.

CHAIR RAWLINS-FERNANDEZ: Member Sinenci?

COUNCILMEMBER SINENCI: Thank you. Thank you, Chair. Yeah, I'm open to my...Councilmembers' recommendations at this time.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sinenci. So, what I'm hearing is the body would like to refer this item to potentially...okay, yes, to EACP, Member Sinenci's Committee. Okay. Member Sugimura?

COUNCILMEMBER SUGIMURA: Thank you. Good discussion. On your bus stops, once you do these eight more designs, do you have more bus stops that you would be tackling after?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. TAKAMORI: Thank you for that question. Basically, again, TD-1 we provided a Excel, not...a spreadsheet that basically kind of gives you a running list of the different stops we're considering to update the bus stops in terms of ADA, amend transit amenities. And so, once the eight are designed and then next year we're going to ask...next fiscal year we're asking for construction for those eight. But then again we would probably be asking for additional planning funds and then, so then we'll just move down the list or, you know, from that same list we would be choosing the next group that we can move forward with planning and design.

COUNCILMEMBER SUGIMURA: Okay, so that's what I wanted to know, if you're fine with these eight or you would like to expand it to include more?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. TAKAMORI: I think from the Department's standpoint I think if we can find some savings within, you know, the planning and design funds then we might be able to design a little bit more than eight. But again I think it's just, we're just looking for the support of the Council for us to continue moving forward with improving our bus stops.

COUNCILMEMBER SUGIMURA: Okay, so you're fine this --

MR. TAKAMORI: Yeah, yes.

COUNCILMEMBER SUGIMURA: --with...okay. That's what I wanted to know. Thank you.

MR. TAKAMORI: Thank you.

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CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sugimura. Member Kama?

COUNCILMEMBER KAMA: Thank you. So, your bus, your 23 bus stops that you talk about in the Budget, are they just bus stop signs or do they also include a shelter?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. TAKAMORI: Thank you. Thank you, Member Kama. The 23 that you're referring to, those we're looking at...those don't quite have the ridership for us to actually put up a shelter, but we are looking at improving it for, you know, ADA so it's safer for people to get off and on the bus, a place for them to sit down. So, those types of amenities minus the shelter, but if the stop does increase in ridership then it's designed where we can then add a shelter at a later time.

COUNCILMEMBER KAMA: So, how many riders have to actually get on a bus at a particular bus stop for you to determine whether or not it deserves...it has enough rider capacity to get a shelter?

MR. TAKAMORI: The...

CHAIR RAWLINS-FERNANDEZ: Director?

MR. TAKAMORI: Thank you. With regards to...there was a bus stop study done when our Department was first moving forward with these bus stop shelter plan projects, and it was determined that the Department should be looking at on average 25 boardings, daily boardings for it to be considered to have a shelter.

COUNCILMEMBER KAMA: Twenty-five boardings per bus stop?

MR. TAKAMORI: Yes.

COUNCILMEMBER KAMA: And would this boarding have to be consistently every day or how often do these 25 people have to catch this bus at this stop to be able to warrant...

MR. TAKAMORI: Just on average. So, like...

COUNCILMEMBER KAMA: Oh, okay.

MR. TAKAMORI: Well, it's actually per day but we do look at it as like a monthly, we can...we know our boardings for the month and then we can divide that out by day and then see what the average is.

COUNCILMEMBER KAMA: So, when you count that average so it could be the same person that you're counting more than once when you talk about the ridership? It's possibly, potentially, yeah? Okay.

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MR. TAKAMORI: It...

COUNCILMEMBER KAMA: So, it's usage.

MR. TAKAMORI: It is, it's based on usage.

COUNCILMEMBER KAMA: Okay, okay.

MR. TAKAMORI: Yes.

COUNCILMEMBER KAMA: I get that. Thank you so very much. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Kama. Okay, Members, I guess I will ask for consensus on Member Sinenci's proposal that we refer it to the EACP Committee. Consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Mahalo. Okay. Are there any additional questions for CBS-1039, Bus Stops and Shelters for the \$200,000? Okay, seeing no other questions I'll get consensus on...I'll ask for consensus for this item. Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. And that will complete the CIPs for the Department of Transportation. The Chair will now entertain a motion to approve the, this Department's list of CIPs.

COUNCILMEMBER SUGIMURA: So move.

COUNCILMEMBER KAMA: Second.

VICE-CHAIR KING: Second.

CHAIR RAWLINS-FERNANDEZ: Okay. Moved by Member Sugimura, seconded by Member Kama. Okay, any discussion?

COUNCILMEMBER HOKAMA: Chair?

CHAIR RAWLINS-FERNANDEZ: Member Hokama?

COUNCILMEMBER HOKAMA: I'm happy to support the motion at this time. I will though look forward to the Department's response regarding the status of the Highway Fund. Thank you.

CHAIR RAWLINS-FERNANDEZ: Yes, mahalo, Member Hokama.

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COUNCILMEMBER SUGIMURA: So, Chair?

CHAIR RAWLINS-FERNANDEZ: Member Sugimura?

COUNCILMEMBER SUGIMURA: On that, that's a really good move --

CHAIR RAWLINS-FERNANDEZ: Right.

COUNCILMEMBER SUGIMURA: --question rather, so can we, if we approve it now which I hope we approve this, so we can move it to highway funds if there's enough highway funds for the requested amount?

CHAIR RAWLINS-FERNANDEZ: So, after we receive that information from the Department, if at that time the body would like to move...or it would like to fund the 200,000 from the Highway Fund instead of the General Fund, then as a body majority can vote to bring this back up --

COUNCILMEMBER SUGIMURA: Okay.

CHAIR RAWLINS-FERNANDEZ: --and then we can vote to make that move in the funding.

COUNCILMEMBER SUGIMURA: Okay, okay. Very good.

CHAIR RAWLINS-FERNANDEZ: Yeah? Okay. I think, 'cause I think we would all be supportive of that.

COUNCILMEMBER SUGIMURA: Yeah, sounds like.

CHAIR RAWLINS-FERNANDEZ: Yeah. Okay, all in favor please say "aye."

COUNCILMEMBERS: Aye.

CHAIR RAWLINS-FERNANDEZ: Any opposed? Okay, the approval of this Department CIPs was unanimously approved.

**VOTE: AYES: Chair Rawlins-Fernandez, Vice-Chair King, and
 Councilmembers Hokama, Kama, Lee, Molina,
 Paltin, Sinenci, and Sugimura.**

NOES: None.

ABSTAIN: None.

ABSENT: None.

EXC.: None.

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MOTION CARRIED.

ACTION: Approve

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo, Director --

MR. TAKAMORI: Thank you very much.

CHAIR RAWLINS-FERNANDEZ: --for being with us this morning or this afternoon. Okay. So, the next department we'll be reviewing is Police. Okay. Should we take a two-minute recess to let them set up? No? Okay, alright. Okay. So, Police...

COUNCILMEMBER MOLINA: Madam Chair?

CHAIR RAWLINS-FERNANDEZ: Flip to Police. Member Molina?

COUNCILMEMBER MOLINA: Yeah, just more for informational, once we get the Department and the CIP if you could just give us the directory, you know, what page and that kind of thing.

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER MOLINA: Help out some...some of us out.

DEPARTMENT OF POLICE

CHAIR RAWLINS-FERNANDEZ: Okay. So, on Appendix C that should be tabbed, it'll be on Page 9 and on the list of CIPs it'll be your Page 4. Like that.

VICE-CHAIR KING: There's only one...there's only two.

CHAIR RAWLINS-FERNANDEZ: It's Page 777, yeah?

COUNCILMEMBER MOLINA: Thank you.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay. And then we have two CIPs. Okay, we have the Police Department with us, mahalo for joining us. We have two CIPs, one Countywide, the Wailuku...CBS-5535, Wailuku Station Improvements, and Member Sinenci asked for a revisit. Member Sinenci?

COUNCILMEMBER SINENCI: Thank you, Chair. Again, is this the Wailuku Station improvements for the Wailuku Police Station parking lot resurfacing and replacement of the Wailuku Station automated car wash system?

UNIDENTIFIED SPEAKER: Yes.

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COUNCILMEMBER SINENCI: Okay, I believe my question on that review was about some of the wastewater and if some of the wastewater was being used as potential R-1 usage. That was my question of the project, that's all.

CHAIR RAWLINS-FERNANDEZ: Department?

MR. KIYOTA: No.

COUNCILMEMBER SINENCI: It wasn't. Okay. So, my...if it was any part of the project then where we could use some of that wastewater, but that was it, Chair. That was my question on that. Thank you.

CHAIR RAWLINS-FERNANDEZ: Okay. Members, any additional questions? Member Hokama?

COUNCILMEMBER HOKAMA: Chair, I was wondering if the Chief and his CIP team discussed with the other departments if we are going to move forward and do improvements with our transportation components, does it make sense for us to have one centralized car wash program and we put it under Public Works or whatever but take care of the needs of Police, Fire, Transportation? 'Cause I don't need to pay for three, four car washes, Chair. So, I don't know who wants to answer for that.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Ms. Magonigle?

MS. MAGONIGLE: Councilmember Hokama, I believe we have not discussed with other departments, we do run our own car wash system. We have about 1,150 cars that run through our car wash system a month. So, on average it averages about 50 cents a car wash so we do use it quite often. I'm not sure about the other departments, what their usage rates are, but for us it's very convenient to have it, with the number of cars that we have to have it right there at the facility.

CHAIR RAWLINS-FERNANDEZ: Ms. Magonigle, will you please use the mic --

MS. MAGONIGLE: Oh.

CHAIR RAWLINS-FERNANDEZ: --when you respond? Okay, mahalo.

MS. MAGONIGLE: Should I repeat it again?

CHAIR RAWLINS-FERNANDEZ: Okay. Member Hokama?

COUNCILMEMBER HOKAMA: I understand the convenience, yeah, I worry about the costs. Okay. That's my issue, cost and duplicative services. So, I need for somebody in Administration to come back with a response for this Committee whether or not it makes sense to have a smart centralized car wash facility to take care of the needs of our County fleet. If the answer is no I'm happy to support the Department's request.

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But if the answer is yes and the only issue is site then I believe it should be prudent on our part to at least consider that, Chair. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Member Paltin?

COUNCILMEMBER PALTIN: Thank you, Chair. I just was also looking at the Public Works wash rack that they're designing, and I know you said that it's not going to be used for R-1, the waste from that, but their wash rack system allows water recycling for reuse. Are you doing a different wash rack than Public Works?

MR. KIYOTA: I don't know what kind of wash rack Public Works has. The one we currently have the water just goes into a drain and it's not reused or recycled.

COUNCILMEMBER PALTIN: So, there's one on Page 830 is going to be a self-contained wash rack facility in the Wailuku Baseyard with an oil/water separator apparatus and high-pressure clean water recovery system. Facility will have a concrete floor and an overhead roof to facilitate vehicle washing free of stormwater impacts. The floor of the facility will be 40 by 60 with approximately 20-foot high overhead structure. Concrete floor will accommodate the wash rack cache basin 4 by 4 to a depth of 18 inches. The wash rack floor will have drain lines, return lines and electrical lines below grade to the portable pressure washing apparatus about ten feet away. Vehicle hydraulic lift will be installed in order to wash off the salt from underside of the vehicles. Is it similar?

MR. KIYOTA: It's not, no it's not, nothing like that. I think if we were to do something like that, our cost would be inflated by quite a few dollars.

COUNCILMEMBER PALTIN: It looks like their six-year total is much less than yours. It's 650,000 as opposed to 1.61 mil.

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura?

MS. YOSHIMURA: Chair, Public Works will be here later on this afternoon, but during our lunch break I'll have a discussion with them on this wash rack as well as the Police car wash system and then get back to you this afternoon.

COUNCILMEMBER PALTIN: Okay. At this time, I wouldn't support it because it's way more than Public Works' one that seems to do more.

CHAIR RAWLINS-FERNANDEZ: Ms. Magonigle?

MS. MAGONIGLE: Thank you, Chair. Councilmember, just for the car wash system it's \$110,000. That is the price just for the car wash system.

COUNCILMEMBER PALTIN: Okay, thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Paltin. Member Sugimura?

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COUNCILMEMBER SUGIMURA: I would like to add that this is, this CIP is for two things, one is for the car wash, automated car wash system for 110,000, but also connected to that...this is the Wailuku Police Station parking lot resurfacing. And by walking through the parking lot, they are victims to healthy and beautiful monkey pod trees where you have these roots that are uplifting the...you can't park where the roots are. It really needs some tender loving care for the trees, but also I totally support the resurfacing of this. I wonder if the Department might know when was the last time it was resurfaced?

CHAIR RAWLINS-FERNANDEZ: Department?

MR. KIYOTA: Thank you. When it was first built so it was never --

COUNCILMEMBER SUGIMURA: Oh, never resurfaced.

MR. KIYOTA: --resurfaced. Yeah.

COUNCILMEMBER SUGIMURA: So, this is the first time?

MR. KIYOTA: First time.

COUNCILMEMBER SUGIMURA: It really needs that. So, if the discussion will be continued about the car washing system, yeah, separate it out if it's going to stop it. But I really would like to see this parking lot get resurfaced. It totally needs it. Yeah, thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sugimura. Chair King?

VICE-CHAIR KING: Thank you, Chair. So, in the...regarding the resurfacing, are you planning to take out the monkey pod trees or you're going to deal with that the...

MR. KIYOTA: Yes, we are.

VICE-CHAIR KING: Okay. Replace it with something that doesn't have the same kind of root system?

MR. KIYOTA: The design for the parking lot is made for future photovoltaic.

VICE-CHAIR KING: Okay, so you're planning to put the overhead kind of like at UH Maui College?

MR. KIYOTA: In the future, yes.

VICE-CHAIR KING: In the future, so that means you're kind of stubbing it out for the posts? Or...

MR. KIYOTA: Yes.

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VICE-CHAIR KING: Okay. Okay, well I think that's a real interesting question about the, you know, trying to conglomerate the car washes. The car wash that the police station have is, I'm assuming is just for cars or do you have trucks or big... 'cause I mean I know the fire station has to have like, you know, big enough for bigger equipment, emergency vehicles. But is the police station car wash just for regular cars or do you have, you also have different size vehicles?

MR. KIYOTA: Just for regular-size cars.

VICE-CHAIR KING: Okay. I wonder if that is the one... that's the same one that the Public Works is doing. If they have varying sizes of trucks or...

COUNCILMEMBER SUGIMURA: We can ask.

VICE-CHAIR KING: Yeah, we can ask them that when they show up. I do think that's an interesting idea though to try and have a central car wash where all the vehicles can go through instead of each department and each location having a car wash. Especially since car washes use a lot of water and if we're not recycling it then there's a lot of waste going on. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Okay. Members, it sounds like we still have questions regarding the car wash. So, would Members like to come to consensus on the \$1.5 million for the Wailuku Police Station parking lot resurfacing?

COUNCILMEMBER SUGIMURA: Yes.

COUNCILMEMBER LEE: Consensus.

UNIDENTIFIED SPEAKER: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay. So, we'll come to consensus on \$1.5 million for the Wailuku Police Station parking lot resurfacing, and we'll wait for Ms. Yoshimura to respond to our questions regarding the car wash. Okay. Member Lee?

COUNCILMEMBER LEE: Thank you. I just wanted to ask Police, who would be taking the cars to the car wash?

CHAIR RAWLINS-FERNANDEZ: Ms. Magonigle?

MS. MAGONIGLE: Thank you, Chair. The, most likely it would be the motor pool coordinator and the motor pool personnel.

COUNCILMEMBER LEE: The guy that has two half-time people and one and himself, three of them would be driving the cars to some other location possibly?

MS. MAGONIGLE: Yes, most likely it would be the motor pool staff.

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COUNCILMEMBER LEE: The 1,100 cars? Okay. Just checking, you know, I mean, you know, I would think that the public safety people would need their cars immediately but we'll see what happens with the discussion. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Lee. Okay. Okay.

COUNCILMEMBER KAMA: Question.

CHAIR RAWLINS-FERNANDEZ: Member Kama?

COUNCILMEMBER KAMA: So, is the motor pool guys the same guys that fixes the cars?

CHAIR RAWLINS-FERNANDEZ: Assistant Chief Sterling?

MR. KIYOTA: Our Police motor pool does the simple maintenance, oil change. Other stuff is sent out for repairs.

COUNCILMEMBER KAMA: Okay. So, it's the same people. Thank you.

CHAIR RAWLINS-FERNANDEZ: Okay. Seeing no other questions, are there any objections to us moving to the next CIP?

COUNCILMEMBERS: No objections.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. So, the next CIP is district, Molokai, Government Facilities, CBS-5536, Molokai Police Station. So, I had a question about the location. Is the location being proposed for acquisition, the 11-acre parcel at Holomua? Ms. Magonigle or Assistant Chief Kiyota?

MS. MAGONIGLE: Thank you, Chair. Yes, the land is that location, Chair.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Member Hokama?

COUNCILMEMBER HOKAMA: So, when was the Department going to bring this site proposal to Council for consideration, now during Budget when we're going to decide on the money? We haven't even given you the green light on that's the site. It's a proposal, we haven't determined that is the optimum site for us yet.

CHAIR RAWLINS-FERNANDEZ: Department?

MS. MAGONIGLE: Thank you, Chair. Yes, we have...we had reviewed multiple sites in the past. One of the...

COUNCILMEMBER HOKAMA: No, my question is when you going to tell the Council about all the other sites and how you've come to this point? We know you've done your

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internal, you've never told us publicly for us to understand how you came to this site. And we haven't determined that your proposal is the right site for the County.

CHAIR RAWLINS-FERNANDEZ: Department?

MS. MAGONIGLE: Yes, Councilmember Hokama, it is something that we can maybe review or present.

COUNCILMEMBER HOKAMA: I would have hoped you would have done this before Budget so that we can at least work from a basis of some understanding of your total almost \$17 million request. Okay. Because if we say yes to step one, we're pretty much committed to steps two and three. Okay. I'm not ready to commit 17 million to a site I really don't know is the best site for Molokai.

CHAIR RAWLINS-FERNANDEZ: Department?

MS. MAGONIGLE: Thank you, Chair. We have done and we met with some Councilmembers in the past and we have met with the Molokai community discussing this site, but it, as you mentioned it has not been presented publicly to Council.

COUNCILMEMBER HOKAMA: Have you presented this to the Molokai island various communities? 'Cause, you know, West End has their concerns about response, Central, East End.

MS. MAGONIGLE: There was a community meeting on March 8th that the Molokai Commander...sorry, Chair?

CHAIR RAWLINS-FERNANDEZ: Go ahead.

MS. MAGONIGLE: That the Molokai Commander attended and he did write an after action. He addressed the Molokai community on the site and of the concerns. He said that there did seem to be support of the site.

COUNCILMEMBER HOKAMA: March 8th of this year?

MS. MAGONIGLE: Yes.

COUNCILMEMBER HOKAMA: I think you need more than one meeting and go to the various components of the island. I don't think one meeting is sufficient. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Chair King?

VICE-CHAIR KING: Thank you, Chair. Yeah, I was wondering if, you know, yourself as the Molokai representative had input into this and kind of gauged how much community input there was. And I just wanted to say too that this was the original intent, I believe your intent, certainly my intent of having the departments come before us pre-budget so that we could work some of these things out ahead of time and not get

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to here on the floor where we're in decision making and trying to figure all this kind of stuff out. And unfortunately we were not given the opportunity and it's not the departments' faults because I know some of them wanted to but they were not allowed to bring their 2020 budget before us. So, I understand the timing of everything is really tight, but it's really difficult to get...to be on the floor in a decision making day and try to make these decisions when we didn't know that this was an intent two or three months ago. So, I would, you know, would like to hear from yourself as the district representative on this site. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. So, there were three different sites that were explored. One was behind the newly relocated fire station in Kaunakakai. One, that was...it's kind of near the new Public Works baseyard that is under construction at to the moment. And the 11-acre parcel at Holomua. I first learned about this parcel in January when the Department came to talk to me about it. And of the three proposed parcels or discussed parcels, the parcel at Holomua made the most sense because it's far enough mauka that sea level rise and climate change and flood inundation would not be an issue as where it is now it's a major issue. Where it...the other two locations didn't make sense because of the geography behind the fire station, it's basically like the area is a quarry, it's a cinder pit. And it's really close to projections of where the new shoreline will be in 30 years. And the Holomua parcel was discussed during the CPAC meetings, the Molokai Community Plan. And so it was discussed as a community and was discussed again I think it was this past month. March 8th and --

MS. MAGONIGLE: March 8th...

CHAIR RAWLINS-FERNANDEZ: --I held a town hall to also discuss, and that was...was it April? The first Monday...second Monday in April so April 9th I think and discussed it with the community and the community was supportive of that location. And with 11 acres and as far mauka as it is, it seems like a good location for the relocation of a lot of our County facilities actually, because where the current County facilities are as you know is an area that is often flooded so it's in the flood inundation zone. And so that's...it's kind of a long-term discussion that we'll have to have and part of the reason that I advocating for the \$500,000 for climate change sea level rise adaption plan for our community. So, I think with this new location there was one person who was in opposition, and the reason for the opposition was because it's...the County facilities, the, you know, it...I don't know if it would be considered Light Industrial or...it wouldn't be Commercial, but it's basically encroaching on farm areas. So, that's, you know, where Monsanto or Bayer is located and does their farming and that's where a lot of our ag lands so getting to the central plains of Molokai. But with sea level rise, you know, it's something that our community will have to start, you know, discussing. Member Hokama?

COUNCILMEMBER HOKAMA: No, no, no, it's Ms. King. Yeah.

CHAIR RAWLINS-FERNANDEZ: Sorry, I'm sorry. Chair King?

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VICE-CHAIR KING: Yeah, thank you. No, I'll yield the floor after. So, the area that I'm assuming it's private property right now that we're purchasing? Okay.

CHAIR RAWLINS-FERNANDEZ: Yes.

VICE-CHAIR KING: So, was there anything in...if you could refresh my memory because I don't, you know, I spent a lot of time on the Molokai Community Plan but I can't remember every implementation action item. But I believe relocation was one of them but I don't know that it was specific to where so that was left open in the community plan?

CHAIR RAWLINS-FERNANDEZ: That's correct.

VICE-CHAIR KING: Okay. Okay. Thank you. And I'll yield to Member Hokama.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Member Hokama and then Member Paltin.

COUNCILMEMBER HOKAMA: Chair, I don't disagree, the relocation is a smart move and a priority. Under Chair Kawano we did have plans and then we had a change of leadership and the new chief said we are not going to move. So, we stopped that project. If not, the station would have been constructed and relocated currently. So, I'll say that much that the Department chose to defer relocating in the past. I don't have a problem with moving smart money forward, Chair, because it is being proposed as bond. I think we have sufficient time and I believe my colleague who has a great wide parameter, Mr. Molina's Committee has Police I think under him. So, again, the subject I would ask for a referral to Mr. Molina's Committee, because I would like to have that formal presentation from Police stating the advantages/disadvantage of this new site as well as in the past term Police had indicated that it would possibly be a privately funded project and for the Council to consider purchasing the project after construction. So, I would like to hear about what are the benefits of doing it that way, if that is still possible or not. And again, Chair, because it's a bond I don't have a problem with you ask us for consideration of an appropriation, but I would not support authorization until we have that Committee discussion and have been convinced that this is the correct site that should last Molokai at least 50 years from today to the future. So, that would be my request to the...my colleagues that we can support relocating because I think that's a smart move basically for all our facilities. But again, I'm...I haven't heard about the other departments saying yeah, we'll buy in because we'll relocate our operations into that new site too, 'cause if they are then I expect them to share the cost of the project and not have Police bear the 100 percent burden of financing. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo, Member Hokama. Also, you know, recognizing what happened in Haiku at the Haiku Fire Station and that location, at my town hall, members of the community were interested in allocating funding for a preliminary EA to ensure that after acquiring...purchasing the land we will be able to

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build on it. So, I don't know if the Department has done any preliminary investigation and if you would like to speak to that? Okay.

MS. MAGONIGLE: Okay, thank you, Chair. We did do a preliminary development plan with G70 so part of that plan will include an archaeological investigation of the property, an environment site assessment, and a conceptual site layout.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Ms. Magonigle. Member Hokama and then Member Paltin.

COUNCILMEMBER HOKAMA: So, you've already spent money on a project we haven't approved yet?

CHAIR RAWLINS-FERNANDEZ: Department?

MS. MAGONIGLE: Thank you, Chair. Right now, we don't have the contract signed but we did...we do have I guess the contract with G70 to move forward that, with that. But we have not executed the contract yet.

COUNCILMEMBER HOKAMA: Oh, that's why my...until we approve it I don't know how you can execute and spend money from us.

MS. MAGONIGLE: It was something...excuse me, Chair?

CHAIR RAWLINS-FERNANDEZ: Department?

MS. MAGONIGLE: Councilmember, it was something we were trying to be proactive with but yes, we do not have the contract executed.

COUNCILMEMBER HOKAMA: Follow the fiscal discipline that is required by law please. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Member Paltin and then Chair King.

COUNCILMEMBER PALTIN: I just had a question on the land acquisition part. I thought that we were putting placeholder values so that...so is the 1.42 not the actual amount or is it an up to 1.42 or how does that work?

CHAIR RAWLINS-FERNANDEZ: Department?

MS. MAGONIGLE: Thank you, Chair. Councilmember, it's for the cost and then 200,000 for closing costs but it is for the amount.

COUNCILMEMBER PALTIN: That's what they want to sell it at?

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MS. MAGONIGLE: Yes, yes. And there were some negotiations prior to and that was the cost that was settled at.

COUNCILMEMBER PALTIN: So, like roughly 120,000 an acre? Or little bit more.

MS. MAGONIGLE: Yes, I guess so. Thank you.

COUNCILMEMBER PALTIN: Okay. Thanks.

CHAIR RAWLINS-FERNANDEZ: Mahalo. Chair King?

VICE-CHAIR KING: Thank you, Chair. No, I want to support this and I like the idea of appropriating it and then holding off on the bond funding, but I also would like to be a little more flexible on what committee it gets referred to. Because to me we should be looking at this in terms of the Molokai Community Plan which is under Planning and possibly other recommendations that could involve that same site, you know, so we can actually address the implementation action items and possibly like Councilmember Hokama said, suggested bringing other departments in to see if the site could be a dual site for other facilities. But I just want to just put that out there to remain a little bit flexible and look at whether we want to make a broader issue out of it as far as planning goes.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Okay. So, it sounds like...

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: So, okay, so for the Molokai Police Station CBS-5536, it sounds like Members would be open to appropriating but not authorizing the 1,820,000. Okay, do I have a consensus on that? And referring it to Committee. Okay, consensus.

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay. So, those are the two CIPs for Police. We came to consensus on CBS-5535, Wailuku Station Improvements for the Resurfacing of \$1.5 million. We'll allow the Department or Ms. Yoshimura to get back to us on the car wash to see if that's something that we would consider appropriating, and so for now that is not part of the consensus. And CBS-5536, the Molokai Police Station, appropriation not authorization for \$1.82 million. Okay, I'll entertain a motion to now approve the Department's CIPs as we discussed.

VICE-CHAIR KING: So moved.

COUNCILMEMBER SINENCI: Second.

CHAIR RAWLINS-FERNANDEZ: Okay. Moved by King, seconded by Member Sinenci. Okay. Discussion? Okay, seeing no discussion, all those in favor please say "aye."

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COUNCILMEMBERS: Aye.

CHAIR RAWLINS-FERNANDEZ: Any opposed? Okay, unanimously approved for the Department of Police CIPs.

VOTE: AYES: Chair Rawlins-Fernandez, Vice-Chair King, and Councilmembers Hokama, Kama, Lee, Molina, Paltin, Sinenci, and Sugimura.

NOES: None.

ABSTAIN: None.

ABSENT: None.

EXC.: None.

MOTION CARRIED.

ACTION: APPROVE

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo to Assistant Chief Sterling Kiyota, Ms. Melissa Magonigle, and Ms. Lesley Uemae for joining us today.

MR. KIYOTA: Thank you.

MS. MAGONIGLE: Thank you, Chair. Thank you, Councilmembers.

CHAIR RAWLINS-FERNANDEZ: Okay, so we have...so it's 1:35, Members. We have Fire in...with us today so would Members like to take up Fire now or would you like to take lunch?

VICE-CHAIR KING: Lunch break. We might have to take a vote.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay. All those in favor of taking Fire please say "aye."

COUNCILMEMBERS: Aye.

CHAIR RAWLINS-FERNANDEZ: Okay, all those that would prefer to go to lunch please say "aye."

COUNCILMEMBER HOKAMA: Aye.

VICE-CHAIR KING: Aye.

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UNIDENTIFIED SPEAKER: Roll call.

CHAIR RAWLINS-FERNANDEZ: Okay, it sounds like...

COUNCILMEMBER LEE: Just raise our hands.

CHAIR RAWLINS-FERNANDEZ: Okay. Who would like to go to lunch, please raise your hands. Okay, so majority would like to take up Fire. Okay, and so that's the next page, and so we'll invite Chief Thyne down for the Fire and Public Safety. There are one, two, three, four...five CIPs for this Department.

VICE-CHAIR KING: Page 726.

UNIDENTIFIED SPEAKER: On which page?

VICE-CHAIR KING: Seven twenty-six in the Program...oh I'm sorry, 723.

CHAIR RAWLINS-FERNANDEZ: Seven twenty-three on this one and then on the...Page 9 on Appendix C. Appendix C, yeah. Okay, and then in your Budget book also Page 723. Okay. Mahalo, Chief Thyne, for joining us.

DEPARTMENT OF FIRE AND PUBLIC SAFETY

CHAIR RAWLINS-FERNANDEZ: Okay, Members, the first item that we marked for revisit is District Countywide, project type Government Facilities, CBS-1003, Countywide Fire Facilities and we had questions from Member Paltin, Member Sinenci, and Member Kama. Member Paltin?

COUNCILMEMBER PALTIN: So, one of your responses to the questions was that Kihei Fire Station might be moving in the future and so the captain's quarters with the restroom might not be needed anymore. And then I'm not sure about the storage building but was there itemized costs that we would then subtract or...I'm not sure.

CHAIR RAWLINS-FERNANDEZ: And for Members' reference it...what Member Paltin is asking can be found on FS-6 from the Department's responses. Chief Thyne?

MR. THYNE: Thank you, Chair and Member Paltin. Yeah, our total request that we tallied up and understand these are guesstimates based on, you know, what we get from our contractors and so I'm looking at a printout from our fire services officer that our total request would actually have been for \$827,000. So, we're appreciative of anything we get awarded and then we prioritize accordingly. And so yes, that would reduce the overall cost but...of our ask, if you will, but we understand that, you know, there's only so much money to go around. So, we prioritize the repairs and in this case with Kihei to summarize it's in that flood plain area or in that inundation area that historically we have to relocate our personnel out of there whenever we have any sort of tsunami warnings or severe weather coming in. So, yeah, we don't want to do too

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many improvements, but at the same time it is a station we occupy and we want to make sure that we move forward on the storage 'cause it is, it's a limited cost for the storage facility. So, that's why we don't need the bathroom and captain's quarters.

COUNCILMEMBER PALTIN: Thank you. That's the extent of my question.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Paltin. Okay. Member Sinenci?

COUNCILMEMBER SINENCI: Thank you, Chair. Thank you, Chief, for being here. Yes, part of the, this CIP was the Hana Fire Station storage room replacement, and we understand that it was part of the...well, we wanted to get some, like an itemized list of the room, the storage room replacement. And I think that was just some of the questions that the other Members had presented for this site...CIP, sorry.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sinenci. I'll follow that up with the priority list that you submitted in FS-6, would that then be the priority list for the \$500,000?

MR. THYNE: Chair, I apologize, I don't have that in front of me, but if we did need to follow up with any more detail we can for sure. I believe, Member Sinenci, it's related to the carport extension, is that what you're asking or...

COUNCILMEMBER SINENCI: Yes.

MR. THYNE: Yeah, so what happened there was I believe according to Rodney Abreu out there, it was related to...I know they had to do some work to the...I think it was some kind of, sort of oil separator or some kind of plumbing, because we, you know, kind of right next door to the Public Works folks right. So, we cannot get our apparatus all the way inside the shelter now and you know as well as anybody how exposed to the elements it can be out there with the hazardous conditions. So, basically we want to...and we've had this project in through CDBG, a few different other options in the past, and so we just want to move forward if we can to shelter our vehicles, similar to Lanai, our station there on Member Hokama's island.

COUNCILMEMBER SINENCI: Thank you. Thank you, Chief, for that clarification. Mahalo, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sinenci. Okay, and Member Kama?

COUNCILMEMBER KAMA: I'm not even sure if this one was one of my concerns with the fire station in Molokai. Can you refresh my memory about that? Yeah, I can't remember. But I'm okay with that, we can just pass it on.

CHAIR RAWLINS-FERNANDEZ: Okay. I don't have your question listed down --

COUNCILMEMBER KAMA: Yeah.

CHAIR RAWLINS-FERNANDEZ: --in our, in any of our documents.

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COUNCILMEMBER KAMA: I don't think that was one of my questions.

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER KAMA: But I know the next one was CBS-2735 where I was asking for clarity on that and I think at that time Chief explained to me what the shelter apparatus was all about. So, thank you.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo, Member Kama. Member Hokama?

COUNCILMEMBER HOKAMA: My apologies, Chair, but to the Chief, you know, I understand your need for this money, Chief, so I'm supportive. I'm just wondering is 18, 19, and 20 of your proposed improvements three different things or this is one thing mistakenly repeated three times?

VICE-CHAIR KING: Three different locations.

CHAIR RAWLINS-FERNANDEZ: Chief Thyne?

MR. THYNE: Thank you, Chair. And thank you, Member Hokama. So, yeah, what basically it is is we as Member Paltin is probably very aware of, we have a large...not a large but several storage containers down at our beach facilities for our Ocean Safety Officers for their storage of their skis and some of them even has office space and whatnot. What we find with these Conex containers or Matson containers as they're commonly referred to is the roofs degrade over time because there's no protection for the runoff of...am I looking at the right thing, Member Hokama?

COUNCILMEMBER HOKAMA: Yeah, yeah.

MR. THYNE: I just want to make sure I'm answering your question.

COUNCILMEMBER HOKAMA: Yeah, yeah.

MR. THYNE: So, yeah, it's basically a, for lack of a better description a roof over the top of the storage container so the weather will or the rain and whatnot won't puddle and cause rust and then --

COUNCILMEMBER HOKAMA: Right, right.

MR. THYNE: --you know, we have leaking, so.

COUNCILMEMBER HOKAMA: No, I understand the request. What I'm trying to drill down to is this anything to do with Makena State Beach Park, your containers? Is this anything that assists Ocean Safety at the Makena State Park facility? 'Cause I know you have, our crew there has containers and that shelter component so is this one of the sites, Chief?

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CHAIR RAWLINS-FERNANDEZ: Chief Thyne?

MR. THYNE: Yes, correct. Number 20 is related to Makena.

COUNCILMEMBER HOKAMA: Yeah, well, I expect full refund --

MR. THYNE: I understand.

COUNCILMEMBER HOKAMA: --of our efforts then from the State, because it is their park, their, you know, we're working on behalf of the State so I'm assuming they're going to agree to reimburse your Department for this good work.

CHAIR RAWLINS-FERNANDEZ: Chief?

MR. THYNE: We will do our best to do so. I can't promise you that but then we can also...

COUNCILMEMBER HOKAMA: How does...no, see that's my issue. I know you're going to do your best, but we're under contract to provide a service and you're providing the service not only to ensure safety to the user but also safety to our own employees, yeah. So, I would think in the contract, that would be appropriate grounds for an appropriate reimbursement, because we're ensuring safety not only for the user but those that provide the service. And that to me is sufficient grounds, if they don't, I don't have no issue in going to court and taking the State to court on these type of things. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Okay, Members, any other questions? Okay, so I see that Ms. Yoshimura found FS-6, Chief Thyne. And that list has the projects in order of priority. So, would the list that we have here is a list of 20 items, would you be able to let the Members know how that list would be changed since some would be...some was rescinded?

MR. THYNE: Chair, you're asking how they would, the order would be changed, is that correct?

CHAIR RAWLINS-FERNANDEZ: So, if the Kihei Fire Station captain's quarters' restroom is no longer going to be part of that list, is something from this list, from FS-6 going to take its place?

MR. THYNE: So, on the list on FS-7 the Kihei Station captain's quarters with restroom is actually the lowest priority on the list, it's 20.

CHAIR RAWLINS-FERNANDEZ: Right.

MR. THYNE: So, yeah, that would be basically left off the list.

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CHAIR RAWLINS-FERNANDEZ: Okay. So, I'm looking at the CIP that we received in the Budget Program and it has 20 items, and that list doesn't match the list that we got in response to our questions, FS-6. And so number eight on the list that we received in the Budget Program book listed the Kihei Fire Station captain's quarters with restroom as number eight. And so if that's no longer going to be on the list, what would replace it? Or would it be a completely different list, would we work off of this...would we...

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Oh, it wasn't prioritized.

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

MR. THYNE: Chair?

CHAIR RAWLINS-FERNANDEZ: Okay, please clarify. Thank you.

MR. THYNE: Yeah, we were just pooling our thoughts here. So, the project description list isn't prioritized, that's just a listing, an example if you will for the Budget Office to decide if they're going to move our request forward or not as far as the total funding cost. And then FS-7 is our prioritized list 1 through 20 if you look.

CHAIR RAWLINS-FERNANDEZ: Mahalo for that clarification. Okay. I know that was something that the Members wanted to know during our review. Okay. So, it's \$500,000 for this, for CBS-1003 and the prioritized list can be found in FS-6. So, Members, are there any questions, last questions? Chair King?

VICE-CHAIR KING: Yeah, I don't...did you just hand out FS-6?

CHAIR RAWLINS-FERNANDEZ: No, it was something that all the Members received. It was dated April 4th.

VICE-CHAIR KING: Okay, I don't seem to have that but it's basically the list that you put in there is that just, you're going to go through that list in terms of what's ready to go basically? Oh, thank you.

CHAIR RAWLINS-FERNANDEZ: Chief Thyne?

MR. THYNE: Chair? Yeah, so just looking at the list we would...our fire services officer would just start going through and one by one as...well, sometimes...I shouldn't say one by one, he has multiple projects going on at once. There's only one of him so he would start putting out the bids and going through the process of retaining contractors for the various projects as well as now that we have a BMR, the BMR would be again starting on some of those projects that he can do. I'm looking at some of them, you know, storage buildings, window replacements, some of the smaller projects would be done by our BMR hopefully.

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VICE-CHAIR KING: Okay. And then could you tell me again, I think you said it earlier but why you don't need a Kihei station quarters or the restrooms, you're just not doing that anymore for...

MR. THYNE: Yeah, so...I'm sorry. I'm sorry, Chair.

CHAIR RAWLINS-FERNANDEZ: Chief?

MR. THYNE: We started that project when I was a captain down there in 2002 and of course we weren't aware of the sea level rise and all those types of things and --

VICE-CHAIR KING: Oh, okay.

MR. THYNE: --so we're concerned about putting, you know, too much money into that facility. We know that probably it will be used until such time as the sea level rise really does impact that area, perhaps by another County agency or nonprofit because it is right down there off of South Kihei Road. But by the same token our efforts are to try to identify a location higher up possibly by the Kihei Police Station --

VICE-CHAIR KING: Right.

MR. THYNE: --for relocating our fire station property.

VICE-CHAIR KING: Okay, great. Thank you.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo, Chair King. Okay, Members, do we have consensus on CBS-1003, Countywide Fire Facilities for \$500,000? Consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Okay, and the next one we achieved consensus during the CIP review. And the next one is Lanai, Government Facilities, CBS-1005, Lanai Fire Station Improvements for \$1.872 million. Member Sinenci?

COUNCILMEMBER SINENCI: Thank you, Chair. Yes, the question was if the design was completed and construction was slated to begin.

CHAIR RAWLINS-FERNANDEZ: Chief?

MR. THYNE: Excuse me, Chair, thank you. And thank you, Member Sinenci. So, we do have...we're working with ATA, a firm that we do have a contract with and they're going through the various steps of subdivision...oh, so, they have to subdivide the bigger, larger parcel behind the station. Then they have to go through the process of...I believe the next step would be the Change in Zoning and then would be consolidation in Land Court and through the various planning agencies within the County or the planning agency within the County. So, there's a few different steps yet to go through and it's kind of in the hands of our Planning Department and Land

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Court. So, as far as our preliminary drawings and whatnot, yes, we do have those it's just a matter...and it's a matter of getting all of the necessary zoning changes and consolidating the subdivision parcels. So, I can't put an accurate timeline on when we hope to start, but we do hope to start soon, I can put it to you that way. I can't give an exact date. Perhaps I could if I contact our vendor. And again, Fire Services Officer Yatsushiro was, is not able to be here today, he had a death in the family, so he has all of the details, but we're hoping to move this project forward as soon as we possibly can.

COUNCILMEMBER SINENCI: Thank you, Chief. Can you explain the Land Court, you mentioned Land Court, was that for specific...can you?

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: Thank you, Chair. I can jump in real quick. That's two recording systems in the State of Hawaii, there's Land Court or the Bureau of Conveyances so it's just the recording system, different process, little slower. Thank you.

COUNCILMEMBER SINENCI: Thank you. Thank you, Mr. Ueoka. Thanks, Chair, that's all.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sinenci. Member Hokama?

COUNCILMEMBER HOKAMA: Chair, thank you. And I appreciate my colleague's questions because I get that question all the time, when are we going to build on Lanai? It's taken us years to get to this point. In the past the Department pointed to the landowner for delays, and the landowner pointed back to the Department for the delays. We got that squared away with the new Departmental personnel that's been assigned to take care of projects, and we found out that it was our Department that has hindered this from moving forward. But this Chief has made great strides to move it forward, and I can tell you that the amount of requests to build the additional bay is just a fraction of the value of that equipment that it's going to protect. Because the equipment we spent millions on, millions, and that's one of the concerns we've had on Lanai that our dirt eats metal. It's just one of those things with the iron sulfates in our soil. So, I'm happy to answer any questions. The landowner has been very, very cooperative and patient. These are government requirements that the Department needs to do regarding subdivision and consolidation and potential some land use adjustments we're going to need to take as a Council. But I think overall you will have great community support. The Department is behind this. The Lanai crew, the three chiefs are behind this so I can tell you for one thing I would appreciate any support to get this expedited and completed, 'cause it's something I can tell you we've waited for about 20-something years. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Members, any last questions, comments? Okay, do we have consensus on the CBS-1005, Lanai Fire Station Improvements? Consensus?

COUNCILMEMBERS: Consensus.

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CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Okay, and just for clarification, the previous item, CBS-1096 that was crossed off, Countywide Fuel Tank Replacements. As explained in the Departmental response, FS-6, the reason that we came to consensus on that item to delete it is because there's a...because Pukoo Fire Station is planning to relocate and so it doesn't make sense to build an immobile diesel fuel tank at the old...the current location. And so in equipment and this is what we also came to consensus on is a request for a mobile diesel fuel tank. And so instead of building one that's not moveable, we're going to purchase a mobile fuel, diesel fuel tank so that when the Pukoo Fire Station is relocated, it can go to the new location. Okay? Okay. Okay.

COUNCILMEMBER HOKAMA: Chair?

CHAIR RAWLINS-FERNANDEZ: Member Hokama?

COUNCILMEMBER HOKAMA: I apologize if this was already asked, but, you know, one of my concerns for Lanai too has been air time over the, our islands with Fire One. So, is this going to also include the ability of refueling on Molokai to expand the amount of on-time over the areas that are on our islands, or do they still going to have to return back to Maui, refuel, and go back to Molokai and refight the fire again?

MR. THYNE: Chair?

CHAIR RAWLINS-FERNANDEZ: Chief?

MR. THYNE: So, the aviation fuel I believe you're talking about --

COUNCILMEMBER HOKAMA: Yes.

MR. THYNE: --Member Hokama, our primary contractor Windward Aviation does have fuel drum storage on Molokai. I believe as well on Lanai. I would have to double check but I know for sure on Molokai, because we've come up...across that many times through the years as you know, so.

COUNCILMEMBER HOKAMA: Yeah, thank you, Chair. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chief. Mahalo, Member Hokama. Okay, so the...Chair King?

VICE-CHAIR KING: Okay, 'cause I was...I missed this...I wasn't here for this part of the conversation. So, is the 105,000 staying in there but it's for a mobile unit or is this for the...

CHAIR RAWLINS-FERNANDEZ: For the Pukoo --

VICE-CHAIR KING: The diesel tank?

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CHAIR RAWLINS-FERNANDEZ: --diesel fuel tank.

VICE-CHAIR KING: So, we're just deleting the whole item and then they're going to find the money for the mobile unit somewhere else?

CHAIR RAWLINS-FERNANDEZ: Yeah, the mobile unit is in the...

VICE-CHAIR KING: It'll be in the cost of the Pukoo station?

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura?

MS. YOSHIMURA: Chair King, the mobile fuel tank is already budgeted for in Operations under Fire Rescue.

VICE-CHAIR KING: Oh okay, it's already somewhere else.

MS. YOSHIMURA: It's already included.

VICE-CHAIR KING: Okay. Okay, thank you.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, Members, we'll move on to the next one, that's Molokai, CBS-4617, Pukoo Fire Station Relocation. Okay, and there was a question from Member Kama.

COUNCILMEMBER KAMA: I can't remember the question.

CHAIR RAWLINS-FERNANDEZ: Okay, that's fine. Okay.

COUNCILMEMBER KAMA: Pass.

CHAIR RAWLINS-FERNANDEZ: Pass? Okay. Okay, so this was...my concern with this item or this CIP is that the community wasn't consulted, and so Chief Thyne and I have already scheduled two dates to discuss this with the community. We're going to do this next month on May 4th on a Saturday from 10:00 to 12:00 and on Tuesday May 8th from 5:00 to 7:00. And so but my proposal, I would like to fund this via bonds instead of General Fund with the appropriation but not the authorization. Member Hokama?

COUNCILMEMBER HOKAMA: Chair, I'm very open to your proposal. Now, when you say the bond, you're looking at site acquisition and design monies only at this time?

CHAIR RAWLINS-FERNANDEZ: Yes, the 455,000.

COUNCILMEMBER HOKAMA: Okay. Yeah, thank you very much, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo for that request for clarification. Member Molina?

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COUNCILMEMBER MOLINA: Yeah, thank you, Madam Chair. The question I brought up, I guess we had a response from Corporation Counsel regarding the proviso making funding contingent upon community involvement, so I don't know if Mr. Ueoka's, wanted to add to his cautionary stance on that?

CHAIR RAWLINS-FERNANDEZ: So, the proviso is no longer...I'm not proposing that proviso.

COUNCILMEMBER MOLINA: Okay.

CHAIR RAWLINS-FERNANDEZ: The...my request to the body is that we change the funding from General Fund to General Obligation Bond and then that way we can appropriate the funding but not authorize it until we decide to authorize it.

COUNCILMEMBER MOLINA: Okay.

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka, did you want to add anything? Okay. Is that clear, a better...okay. Okay. Chair King?

VICE-CHAIR KING: Chair, just a last question. Is that, so is that on County property already that we're looking at? So, there's no actual land sale going on or is there?

CHAIR RAWLINS-FERNANDEZ: We'll have Chief Thyne explain it. Chief Thyne?

MR. THYNE: Thanks, Chair. And thank you, Chair King. Yeah, this is a pretty interesting situation. So, generally...

VICE-CHAIR KING: Why I asked.

MR. THYNE: And I have from G70 a whole project sheet and whatnot, just to refer to. But so they had a...I'm going to be brief because I know I'm between you folks and lunch but so they had a meeting in 2016 and the community identified six potential properties to...for our Fire Chief at the time, Chief Murray, our Assistant Chief, Chief Martin and I believe Member Crivello was there representing the, this body. And there may have been others obviously. But anyway, a long story short, there's three properties. One I believe is State-owned, executive-ordered lands from the 1930-somethings. I believe one of the parcels is County but that could also be a State parcel. So, and then there's one home, dilapidated structure if you will that's privately owned. I believe it's in foreclosure. Chair Rawlins-Fernandez may know the details but I know our office knows the details because they've done some research with G70. So, there would be the potential of purchasing that third property which is the privately-owned parcel. I don't know about eminent domain, I'm not really up to speed on all of that. But I know nobody lives there currently. So, the benefit to that is we would be able to...if again these are the properties that are determined to be the best option for the community, to move forward with positioning the station and the roads and whatnot, driveways in and out of the facility to the best...for the best interest of the public. There's a park nearby and some other concerns from some area residents. So, that

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would be the perfect-world scenario is to have those three parcels. One by the State, again one I believe is County, and then there's that privately owned parcel.

VICE-CHAIR KING: All three of them or picking between...

MR. THYNE: All three of them would equal a larger portion than we actually need but that's just kind of how it lays out, so.

VICE-CHAIR KING: Okay. So, does this 455,000 include what you need to purchase the private land or you would have to come back for another Budget amendment?

MR. THYNE: Chair?

CHAIR RAWLINS-FERNANDEZ: Chief?

MR. THYNE: Yeah, so that...Michele...and our Budget Director Yoshimura and I were nudging each other, that doesn't account for the acquisition. And G70, I have their preliminary archaeological survey and whatnot that they did. And they quote on here that as far as the next steps, environment assessments, survey, consolidation, subdivision, S1 permitting, et cetera, ranges between 450,000 to 650,000. So, I believe who put, whoever put this together from our office just grabbed the low side of it at the 455. But we would obviously approach you if we needed to get money for the acquisition, if again this moves forward because we're not sure this is the parcels that are going to move forward through the process.

VICE-CHAIR KING: Okay. Because in the description it just...the 450 is split up as design, planning, and then other for 120. So, actually in this description you don't really have anything for land purchase or acquisition.

MR. THYNE: Chair?

CHAIR RAWLINS-FERNANDEZ: Chief?

MR. THYNE: And that's correct because as it was originally looked at, it was just the one parcel, and then as they dug further into the layout and the potential impacts to the neighboring...the neighbors, the neighboring community if you will, then they...oh, what if we put this, you know, and then oh, what if we look at this one too? So, it just kind of grew and gained momentum. But again, whatever we put before you folks and the direction from the community and their support and you folks moving forward is what we'll work with. We could easily work with just the one parcel, it's just going to have to be configured differently and laid out on the property differently.

VICE-CHAIR KING: Okay. And then we'll just...and so if we do bond funding on this, we would bring it back to the Council for a larger appropriation and bond funding authorization. Okay. I'm good with that. Thank you, Chair.

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CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Members, any additional questions? Okay, seeing none. The...what we'll come to consensus on is for the Pukoo Fire Station relocation is \$455,000 appropriation not authorization in General Obligation Bonds. Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Okay, and the last CIP we have is Wailuku-Kahului, Government Facilities, CBS-2735, Kahului Fire Station Apparatus Shelter. And I had Member Kama written down as a revisit with a question but I believe you said that your question was answered. So, Members, any additional questions? Member Sugimura?

COUNCILMEMBER SUGIMURA: Seven thirty-five?

CHAIR RAWLINS-FERNANDEZ: Twenty-seven thirty-five, Kahului Fire Station Apparatus Shelter.

COUNCILMEMBER SUGIMURA: Yeah, so I have a question.

CHAIR RAWLINS-FERNANDEZ: Okay. Member Sugimura?

COUNCILMEMBER SUGIMURA: Were we also...oh, was the Department also going to add on photovoltaic panels?

CHAIR RAWLINS-FERNANDEZ: Chief?

MR. THYNE: Thank you, Chair, and thank you, Member Sugimura. Yeah, we did reply to your question, and the caveat that we had was we did work with the Energy Commissioner on the previous round as you may recall and we have three arrays, one on each...well, our station facility...PV arrays as well as a solar panel array on our Kahului station already as well as on the warehouse facility and our admin building. So, our plan is to work with the Energy Commissioner and if it is a benefit then absolutely. It's a large facility, we have our headquarters offices there, our training folks are there, health and safety. So, we do consume a lot of electricity. Now, the benefit of the net or lack of benefit of net metering and such, we have to work with the new Energy Commissioner and determine if that's...if the cost to put more panels is really going to benefit, you know, the community in the long run because I understand there's a lot of upfront cost involved.

COUNCILMEMBER SUGIMURA: So, this does not have?

MR. THYNE: So, currently no...I'm sorry, Chair.

CHAIR RAWLINS-FERNANDEZ: Chief?

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MR. THYNE: Currently, we don't have plans for it but we definitely will look into it. We looked at more just a lean-to type carport for lack of a better description to cover our equipment and get it out of the...get them out of the elements is the goal.

COUNCILMEMBER SUGIMURA: So, the 440,000 is just without the photovoltaic, but if you need to you're going to come back again?

CHAIR RAWLINS-FERNANDEZ: Chief?

MR. THYNE: Chair? Yes, correct. And perhaps, you know, and again this is maybe we were being a little rash. I was in Chambers earlier and as Chair King mentioned it's probably more prudent to put in some planning funds for this as opposed to...cause this \$450,000 mark came off...we were deployed as an incident management team to the Big Island to help with Leilani eruption. And so we were over there at Haihai Station is where we were headquartered with our incident management team, and they had a facility like we're talking about out back at their new Haihai Fire Station. And we thought that was the greatest thing because they had relief apparatus stored there, they had some ocean rescue equipment stored there out of the elements. And so we asked them, hey, how much did that cost? So, I apologize that it's probably a little bit rash in assuming that's the actual cost, because we haven't gotten a contractor to come in and bid it for us. Perhaps it's more prudent to put in some planning funds because as we walked the property again in our research, there's some high-tension lines and high-voltage lines up...above that area as well, in between us and the Harley Davidson facility. So, there may be some setbacks involved. So, probably in hindsight this is a project we want to look at and little bit closer and say perhaps it's either to look at just doing some planning funding or just let us sit on it and do our research prior to coming before you again.

VICE-CHAIR KING: Chair?

COUNCILMEMBER SUGIMURA: So, Chair --

VICE-CHAIR KING: Oh, I'm sorry.

COUNCILMEMBER SUGIMURA: --if I could? So, are you saying then that you don't want to use this 440,000 now and you want to revisit it with more in-depth study?

CHAIR RAWLINS-FERNANDEZ: Chief?

MR. THYNE: Thank you, Chair. I think, you know, I hate to say it but I don't want to be rash and I don't want to lose the trust of this body. And like I said it was us trying to say hey, we want to protect our assets and we're going off of our best knowledge from our folks over on the Big Island. But that's not exact and I hate to say I didn't do my research when I came before you. So, I won't lie --

COUNCILMEMBER SUGIMURA: Let's do that.

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MR. THYNE: --we'll work with it for sure and that's what we can say is the best estimate. But I think we need to look at this a little bit harder before we come before you with a good project.

COUNCILMEMBER SUGIMURA: Appreciate your honesty. I like that. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sugimura. Chair King and then Member Hokama.

VICE-CHAIR KING: Thank you. Yeah, and thank you, Chief, because I think that's wise. And I also think that if you...if we took this CIP off and you did some more research, you might want to also check in to see if there's anybody still doing the PPA model where they would come in and put on the photovoltaics for you and then just charge you something for electricity that's lesser than what you're paying now. And that's probably the best model around for not having to deal with it yourself as well. So, I appreciate the honesty and the forethought, because, yeah, I think we're getting a lot of stuff being put into the Budget that sounds like a good idea but hasn't been fully baked yet, so I appreciate that. Thanks.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Member Hokama?

COUNCILMEMBER HOKAMA: Hearing the Chief state his comments, my recommendation for the Committee would be 50,000 for design under General Fund and 450 under bond and move it forward and hold back the bond until we see what is the planning design monies status report comes back. But I, you know, for me first response is a critical component of County responsibility, and so I would support a 50,000 General Fund consideration by this body for the design and planning and then 450 for the construction under bond. Thank you, Chair.

COUNCILMEMBER SUGIMURA: I like that.

CHAIR RAWLINS-FERNANDEZ: Okay, Members, any other questions or comments? Member Sinenci?

COUNCILMEMBER SINENCI: Thank you, Chair. So, you'd be raising it 10,000 on each of the design and the new construction?

CHAIR RAWLINS-FERNANDEZ: Member Hokama?

COUNCILMEMBER HOKAMA: So, I would make it a total of 500,000 for this project, Mr. Sinenci, because knowing time is money so as we defer it a little, there'll be some additional cost factors included. So, I'm just anticipating that so if we support it, you know, if we can go with the monies that we've already planned for.

COUNCILMEMBER SINENCI: Okay.

COUNCILMEMBER HOKAMA: Thank you, Chair.

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COUNCILMEMBER SINENCI: Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo. Mahalo, Member Sinenci, Member Hokama. Okay, any other questions? Okay, so the proposal is to, is for CBS-2735, Kahului Fire Station Apparatus Shelter to allocate 50,000 from General Funds for design and planning, and 450,000 for construction out of General Obligation Bonds for appropriation, not authorization. Members, consensus?

COUNCILMEMBER SUGIMURA: Consensus.

VICE-CHAIR KING: Is there...Chair, is there any --

CHAIR RAWLINS-FERNANDEZ: Chair King?

VICE-CHAIR KING: --problem with just saying up to 450, because we don't know what it's going to cost until we get done with the planning?

CHAIR RAWLINS-FERNANDEZ: I think when it comes back to us for authorization, we can make the adjustment.

VICE-CHAIR KING: Yeah, so we can appropriate...

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, Members, any last questions on this one? Consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, and that is all the CIPs. So, I'll do a quick recap and then entertain a motion for approval of the Department CIPs. Okay, CBS-1003, Countywide Facilities, we came to consensus on 500,000 out of General Funds. We deleted CBS-1096, Countywide Fuel Tank Replacement. CBS-1005, Lanai Fire Station Improvements we came to consensus to authorize \$1,872,000 out of our General Obligation Bonds. CBS-4617, Pukoo Fire Station we came to consensus on appropriating not authorizing \$455,000 from General Obligation Bonds, and CBS-2735, Kahului Fire Station Apparatus Shelter, we came to consensus for...on 50,000 out of General Fund for design and planning, and 450,000 out of General Obligation Bonds for construction appropriation not authorization. Okay. Members, I will now entertain a motion to approve this Department's CIP.

VICE-CHAIR KING: So moved.

COUNCILMEMBER LEE: Second.

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CHAIR RAWLINS-FERNANDEZ: Okay, moved by Chair King, seconded by Member Lee. Discussion? Okay, no discussion. All those in favor of the motion please say "aye."

COUNCILMEMBERS: Aye.

CHAIR RAWLINS-FERNANDEZ: Any opposed? None. Okay, unanimously approved Fire and Public Safety's list of CIPs.

VOTE: AYES: Chair Rawlins-Fernandez, Vice-Chair King, and Councilmembers Hokama, Kama, Lee, Molina, Paltin, Sinenci, and Sugimura.

NOES: None.

ABSTAIN: None.

ABSENT: None.

EXC.: None.

MOTION CARRIED.

ACTION: APPROVE

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo, Chief Thyne, for joining us this afternoon. Okay, so, Members it is 2:13 and it's time for our lunch, and when we return from lunch, we have Management, we'll take up Management first, okay. Any last question or comments? Okay, seeing none...oh, Mr. Ueoka?

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Oh, I'm sorry, yes. Okay, so is 3:30 okay with everyone or 3:45?

UNIDENTIFIED SPEAKER: Three thirty.

CHAIR RAWLINS-FERNANDEZ: Three thirty? Okay, so we'll return at 3:30. It's 2:13 on April 22nd. The Economic Development and Budget Committee is now in recess. . . .*(gavel)*. . .

RECESS: 2:13 p.m.

RECONVENE: 3:40 p.m.

CHAIR RAWLINS-FERNANDEZ: . . .*(gavel)*. . . Will the Economic Development and Budget Committee please return to order? It is 3:40 on April 22nd and we're continuing our review of CIPs. We have Managing Director Sandy Baz with us.

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MR. BAZ: Aloha auinalā.

CHAIR RAWLINS-FERNANDEZ: Aloha auinalā.

DEPARTMENT OF MANAGEMENT

CHAIR RAWLINS-FERNANDEZ: So, Members, is it Page 735 on, in your packet, and Management, and in your Appendix C it is Page 6, and there's just one CIP under this Department and that is Wailuku-Kahului Government Facilities, CBS-2324, New County Service Center. And I didn't mark who it was that wanted this revisit. And so I'll just open it up to Members, just indicate if you have questions and I'll call on you. Chair King?

VICE-CHAIR KING: Okay, thank you, Chair. If you could just explain because I thought we had already fully funded this, what the extra 1.8 million is for and the difference between General Bond and LBF?

MR. BAZ: Sure. Madam Chair, thank you.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. BAZ: Good morning, Chair...or afternoon, Chair King. So, MD-8 which was due today, I did give to the Budget Office for transmittal, but I don't think it got transmitted yet but it breaks down the details of that. And one of the factors to consider is that the original appropriation in Fiscal Year 2017 was for \$25 million.

VICE-CHAIR KING: Right.

MR. BAZ: And out of that, we only encumbered \$22,171,000 of that so it left about a \$2.8 million balance of unspent monies out of the original appropriation. So, now we're asking for about \$1.8 million of basically that to be reappropriated. And it's mainly related to utility connection and fees for electric, water, network, telephone, equipment and installation costs for fire alarm, camera, and security systems, the DMVL system, EV charging stations, and some ground stabilization work for the remaining undeveloped land that we have remaining. And then additional design for build-out of the interior so kind of like what would normally be called tenant improvements, but some of the improvements that would be required to move in aren't...weren't done for the second floor so we're going to be needing to design and eventually build those out as well. And some contingency and miscellaneous startup costs. So, that's basically what the \$1.8 million is for and again there's a breakdown that's coming to you.

VICE-CHAIR KING: Okay, and that rounds out the original 25,000 [sic] sort of?

MR. BAZ: It leaves about a million, almost a million dollars left unspent of the original 25 million.

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VICE-CHAIR KING: Okay. And what is the LBF versus...

MR. BAZ: Oh I'm sorry, so Lapsed Bond Fund. So, you know, it's basically bond funds that were already received, you know, we already issued the bonds for those and they had lapsed from appropriations that remained unspent and so we're asking to reappropriate those. It's just the funding source.

VICE-CHAIR KING: Okay.

MR. BAZ: Yeah.

VICE-CHAIR KING: Okay, so does this include furniture and all that too if you're...

MR. BAZ: There is some furniture in there but we'll probably going to have to come back for the second floor furniture at some point once that's designed and we have a cost for that item.

VICE-CHAIR KING: Okay. Alright, thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. And then so Member Kama asked several questions and it was responded to via MD-8 and MD-9. And that was the breakdown of the cost and questions on the design plan and anticipated moving costs. And past expenditures, encumbrances, description of work in Phase I and II, and rental expenditures. Okay. So, I think we covered some of that, yeah?

MR. BAZ: Yeah. For MD-8 we do have a full set of plans available in my office should any of the Councilmembers want to review them. I did transmit the floor plans for the first and second floor that are fairly detailed. They show--especially for the first floor--all of the seating areas for the office, for DMV and all of the spaces there, they show the common areas, the bathrooms. For the second floor, it's still kind of open space and the shared conference room and restrooms that are shown there as well. So, that's what I was talking about that the second floor area would need to be built out. As far as moving costs, those vary significantly because like DMV we plan on taking the existing, most of the existing structures of their cubicle systems and taking it apart and moving it over there and putting it back together. And so the more that we can do that kind of stuff then the less furniture and fixture costs are going to be associated with the future. So, we're trying to do things as cost effectively as possible so I can't really give you an estimate right now on those costs.

CHAIR RAWLINS-FERNANDEZ: Mahalo. Members, any other questions, comments? Member Hokama and then Member Molina. Oh, okay, Member Hokama?

COUNCILMEMBER HOKAMA: Chair, thank you. Regarding this project, Mr. Baz, my understanding is that for make this project go, we secured five lots in this development to do this project?

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MR. BAZ: Madam Chair? Mr. Hokama --

CHAIR RAWLINS-FERNANDEZ: Director?

MR. BAZ: --I believe we secured seven lots. We have four of them being utilized specifically for this building and surrounding areas, with I think about two and a half or so for future use.

COUNCILMEMBER HOKAMA: That's still in its original condition, right?

MR. BAZ: That's correct. And so part of the request for funding is for what, we call it ground stabilization. But the association requires us to do something with the property so we're going to be most likely graveling it or putting that compacted or recycled asphalt down that so we can utilize it for temporary parking. But eventually we will need to do something with that extra space.

COUNCILMEMBER HOKAMA: So, that is what, two acres?

MR. BAZ: A little under two acres, correct.

COUNCILMEMBER HOKAMA: Okay. How much space is within the shell of our new service center that is being built? Eighty percent?

MR. BAZ: Oh, occupied or planned for?

COUNCILMEMBER HOKAMA: Yeah.

MR. BAZ: A little bit more than that. Correct, yeah.

COUNCILMEMBER HOKAMA: Can you tell us about how many square feet or remaining space available in the current structure?

MR. BAZ: The Mayor hasn't made the final decisions as far as who exactly is going to go there, but based on the recommendation from staff, there would be literally maybe 2,000, 3,000 square feet left over.

COUNCILMEMBER HOKAMA: Okay. I bring this up because gee, time goes kind of blurry for us. What was our last night together, Friday night?

COUNCILMEMBERS: Thursday.

COUNCILMEMBER HOKAMA: Thank you. Yeah, all good Christians should know that. And so yeah, so last Thursday night we did have some discussion, instead of providing some renovation money that we might want to consider a smarter, 21st Century emergency manage [sic] center. And again we...I'm not sure what is an acceptable space that people like Mr. Andaya would recommend to us, but is there potential for us to look at this Kahului site as one of our options, and since, one, we own the land,

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two, there is some space in the original construction for consideration, and again I don't know how much more it makes sense to have all the agencies to be there with our appropriate technology, software, hardware? But there is sufficient space so can you give us guidance because if it makes sense, I'm happy to consider and ask the Chair to consider a smart appropriation for a newer, up-to-date, efficient, and can respond to the whole County emergency manage operational center?

MR. BAZ: Thank you.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. BAZ: Yeah. Thank you for the question. There has been a number of different discussions about an emergency operation center. There was the discussion about the old quarry by King Kamehameha Golf Club and relocating our EOC, combining that with an IT Services backup as well as Police dispatch backup station. And that idea, that concept I think is a good concept; location probably not so good. The area that this service center site is available, yes, we have the land space available. There might be concern with its location as far as sea level rise, tsunami, those kinds of things because if we do get a large tsunami...

COUNCILMEMBER HOKAMA: Don't come up with that now because why would . . . *(inaudible)* . . . then?

MR. BAZ: I understand. No, yeah, this is a, it is out of the tsunami zone, it is out of the flood plain, we do have...there's a big reserve reservoir in the back. But it's...we could build on that site a hardened capacity structure to be able to house these, you're correct. Its separation from the County Building might be a little bit disturbing, you know, as far as taking a 20-minute drive and several roads if they were impacted between our main facilities here, operations of County government and that site as far as the emergency operation center goes. But it is near the airport and other, you know, important facilities. So, it's definitely a discussion I think we need to have. The prior Administration had looked at the 100 acres out in Waiko area and a consolidated probably Police administration, Fire administration, as well as Emergency Management and EOC operations there. And that might be something again to look at. There's, you know, that one is not ready to build yet, but I can understand, you know, you're not wanting to necessarily put up a lot of money into renovations. The only thought I would have to renovating the 1st Floor is no matter what we need, we're going to need to renovate that facility. Whether it's for EOC...

COUNCILMEMBER HOKAMA: So, that's where the space is in the current project, it's the ground space that is open?

MR. BAZ: No, I'm talking about the EOC here currently in this building is on...yeah, and in --

COUNCILMEMBER HOKAMA: Okay, okay.

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MR. BAZ: --our basement here.

COUNCILMEMBER HOKAMA: Right, correct.

MR. BAZ: So, the renovation costs are for this, the 1st Floor in this building and basically unless we're going to abandon the 1st Floor use, we need to renovate it, you know. We're going to have to, if it's the EOC or if it's other offices or training rooms or whatever we want to use that 1st Floor for, we're still going to need to renovate that facility to be able to keep using it. And it...this building as you know is...

COUNCILMEMBER HOKAMA: It's served its life, 50 years.

MR. BAZ: Yeah, it has. We have...we want to utilize it for much longer if we can, you know, that's why we have been spending significant amounts of money in renovating it and keeping it up to date. And so if we can renovate the 1st Floor, whether it's for the EOC or not, we would definitely appreciate the funding to be able to do that.

COUNCILMEMBER HOKAMA: Well, that would be a lower priority for me than a new operational center. Yeah.

MR. BAZ: Understood.

COUNCILMEMBER HOKAMA: And then, you know, you've heard the discussion by the nine Members here, our concern about climate change impacts and whatnot so we're looking at putting very what I consider smart money in the Budget to address a priority concern because it impacts a lot of other projects and operations for us. And I can tell you our sister counties, Alabama, Mississippi, they're concerned too. So, all I can tell you is by the ocean, their minimum floor deck is 7 to 11 feet above the current ground level. Okay. Yes, they allow you to build but you're on stilts because of hurricane flood issues and whatnot. So, I'm not to that point yet where I'm going to be open to those things. But we need to know if we chose to move forward, Mr. Baz, what kind of money are we looking at for a new center, operational center? What kind of square footage is a smart one that can take new equipment, new software, have the sufficient space for all of the people that need to be there? 'Cause right now when I go downstairs, I have some serious OSHA concerns about how things are in the...shall we call it ground floor instead of basement?

MR. BAZ: Sure. Yeah, so thank you --

CHAIR RAWLINS-FERNANDEZ: Director?

MR. BAZ: --Mr. Hokama. You know those are very good questions that we're going to need to analyze a little bit further to be able to answer you appropriately. The 1st Floor here, we did some minor renovations in there, I don't know if you've been there in the last couple of months, but we did break down the wall into there was a separate conference room so there is more space now for when we do activate the ability for us to kind of spread out and not be, you know, elbow to elbow, toe to toe kind of situation

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which it has helped in the last activation, partial activation it really need help us with space. But you're right, we do need a lot more space. And we look at some of the other sister counties and their EOCs and what the capabilities are and the new technologies especially. Also, you know, the redundancy and the ability for us to continue operating, right? That's a real key factor is that the people of Maui depend on the County to operate, whether...especially in a disaster. And so we need to make sure that we're set up to do that. And so if you don't mind, I'd like some time to be able to work with the Department as well as the different aspects that we need. We did have a presentation and started the discussion...well, not started but continuing the discussion of the sea level rise and climate impact change. Last week, we had an expert come in from the East Coast and provide to us...and we had the departments came in and really discuss that issue and its impact to their departmental activities and their future planning. And we definitely are taking it at head on moving forward with this issue.

COUNCILMEMBER HOKAMA: Okay. I would like you to also to follow up for us and you can report back at the more appropriate time, Mr. Baz, but you did mention about the secured information that maybe whether it be MIS, IT components, Personnel with payroll and other privileged information, Water Department regarding certain types of pumps and whatnot, I prefer it be completely out of the State of Hawaii. Okay. Previous Council we talked about a location Midwest in a Federal armed arsenal facility. Okay. Federal armed arsenal facility to secure privileged information of this County and backup data, because if this island goes then everything goes. Yeah. I prefer that our required data be secured where if something happens to this island to the worst degree, heaven forbid, our records will be stored appropriately and can be retrieved, because hundreds of thousands of our people depend on those records. So, I would ask you to look into that, because I think...still believe that's a feasible thing because we don't need to build a structure, it's built.

MR. BAZ: Yeah.

COUNCILMEMBER HOKAMA: Okay.

MR. BAZ: Yeah, so thank you. There are...I have had an initial discussion with our IT Services CTO, and we do back up a lot of our sensitive data into the Cloud system. And as we develop more Cloud-based applications then, you know, the more they're up there. But as far as the secure data centers that are available now, some of them are...meet, you know, the highest standards and are cost reasonable and yeah, we don't have to put any money into infrastructure, it's just service fees we do.

COUNCILMEMBER HOKAMA: I understand what you said about the Cloud, Mr. Baz. I'm not quite there yet with my full confidence, because a Cloud program still needs to be managed by a person, yeah. So, I still have my degree of skepticism. I mean I came from the old school of black and white, in front of my face. Up in the Cloud, I am dependent upon others to do a great job for us, and I'm again not quite there yet in my level of confidence. I'm getting there but I'd be...I've always taken the extra conservative stance when it comes to privileged information and secured data. So,

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that's my bias or fault I would say. Chair, I'm happy to relinquish and I would be happy to hear Mr. Molina, because he is one of the few Members who has actually had to spend hours in a Emergency Management office. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Member Lee?

COUNCILMEMBER LEE: Thank you, Madam Chair. Mr. Baz, I'm looking at the diagram and on the 2nd Floor floor plan, I see three loft spaces. What are they designated for?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. BAZ: Thank you. So, the, they are designated for Development Services Administration, the inspectors and the administration offices, what is in Kalana Pakui right now. As well as...and what Mayor hasn't made final decision on, some of the other offices that they're currently renting that we'd like to relocate into those areas.

COUNCILMEMBER LEE: So, the DSA inspectors that are in that First Hawaiian building --

MR. BAZ: Yes.

COUNCILMEMBER LEE: --and what the other two spaces for?

MR. BAZ: DSA Admin, so the permits, offices that are here in Kalana Pakui and possibly Department of Transportation, MPO, and others would...Mayor hasn't made a final decision yet so I don't want to...

COUNCILMEMBER LEE: You may want to consider the office of CDBG or any other Federal office that could pay rent. Because, you know, I see Section 8 here so, you know, you can charge them pretty good rent. Okay, thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Lee. Okay, Members, any other questions or comments? Member Sugimura?

COUNCILMEMBER SUGIMURA: Yeah, thank you. So, Mr. Baz, when you talk about the ground hardening, do you...is that what it is called? It's like a parking lot?

MR. BAZ: Oh, the stabilization, yeah --

COUNCILMEMBER SUGIMURA: Ground stabilization.

MR. BAZ: --ground stabilization. Thank you. Yeah, yeah.

COUNCILMEMBER SUGIMURA: Ground stabilization.

MR. BAZ: Yeah, correct.

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COUNCILMEMBER SUGIMURA: It's a parking lot? So, will you be coming back to get it paved?

MR. BAZ: Not in the near future. We would be...it's basically that extra space that Member Hokama mentioned, the one point...about an acre and three-quarters that is going to be unutilized at this point. The association because it's a part of a master association requires us to not...we have to do something with it, we can't just leave it open space.

COUNCILMEMBER SUGIMURA: So, what are the plans for it then if you have to do something for it?

MR. BAZ: So, we plan on either graveling it or putting the recycled asphalt down on there, and then yeah, if we need the space for parking, it could theoretically be parking but basically it'll be just a temporary covering.

COUNCILMEMBER SUGIMURA: So...

MR. BAZ: We don't want to call it a parking lot necessarily.

COUNCILMEMBER SUGIMURA: So, you won't come back for any more funding?

MR. BAZ: Not at this point unless we have a desire to build something else on that one point, the almost two-acre site.

COUNCILMEMBER SUGIMURA: Okay, so your, as far as your funding you're fine and the tenant improvements...

MR. BAZ: We may be coming back for tenant improvements. Once the development of, you know, we gotta decide who's moving their stuff and what stuff we have to buy new, and then, you know, we're going to try to utilize, you know, the existing products first before we have to buy new. So, we don't know exactly how much that's going to cost. But should we need to come back then yeah, we will come back to Council for funding for...

COUNCILMEMBER SUGIMURA: And your anticipated move-in date, are you still on track?

MR. BAZ: We're still on track for summer of 2020, June, July, somewhere around there. We did get a few weeks of delay because of the rains but other than that we're on target.

COUNCILMEMBER SUGIMURA: So, is RPT in your plans?

MR. BAZ: Yes.

COUNCILMEMBER SUGIMURA: To be in the new service center?

MR. BAZ: Yes.

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COUNCILMEMBER SUGIMURA: Okay, thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sugimura. Member Lee?

COUNCILMEMBER LEE: Thank you, Madam Chair. Mr. Baz, I forgot one thing to add. You may want to consider taking the Water Department down there, because then they'll be closer to their baseyard, yeah, convenient so that we can have the 6th Floor...I mean the 5th Floor, the 5th Floor. Or you could take the people on the 4th Floor because since DSA is down there anyway which is part of Public Works, you can take Engineering and the rest of Public Works down there too. See, I'm giving you good ideas. Thank you.

MR. BAZ: Thank you, Member Lee.

CHAIR RAWLINS-FERNANDEZ: Mahalo for those good ideas, Member Lee. Okay, Members, any other questions? Member Molina?

COUNCILMEMBER MOLINA: Yeah, thank you, Madam Chair. And, you know, Councilmember Lee is giving me the impetus and inspiration to come up with another idea for Mr. Baz. Just a thought, you know, with Member Lee had mentioned earlier about retail space. Any thoughts about setting aside one of those rooms as a meeting room the community can rent out to hold meetings? I don't know if there's room for that type of activity but did that thought ever come across the Administration?

MR. BAZ: Yeah, thank you.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. BAZ: I don't know that the prior Administration when they were reviewing this looked at that, I don't think so, and I don't...I wouldn't necessarily encourage it. We do have community facilities for that purpose. This is an internal capacity type of thing and the shared meeting spaces, everybody wanted their own meeting space and we basically told them no, you have to share. And so the more that it's being shared, the more it's going to be utilized and less available for community. The real, the meeting spaces are upstairs kind of in the back so we wouldn't want to have like necessarily a nighttime meeting there and have, you know, the public coming through the facility while it's unsecured kind of situation as well. So, thank you for the consideration, yeah.

COUNCILMEMBER MOLINA: Just a thought.

MR. BAZ: Yeah.

COUNCILMEMBER MOLINA: Thank you. Thank you, Madam Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Molina. Member Hokama?

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COUNCILMEMBER HOKAMA: Thank you, Chair. I thought that was a great idea, Mr. Molina. No, because it's a fact, our community needs meeting spaces and with sufficient parking, with sufficient parking. But again, part of the uses our, of our lots that may be utilized in multiple ways, you mention graveling or possible asphalt, can we just grass it, use it for grass parking as well as a sod farm for our various departments that need grass? Whether it's the golf course, regional park, community parks, can we just grass it and make it like a giant sod farm for us beside the actual parking use?

MR. BAZ: Sure. And, Madam Chair, I love these recommendations.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. BAZ: I don't know, I will check to see if that's considered ground stabilization or not. It's actually an incredible idea, because we do have a need for sod quite a bit and we have space set aside, sod farms for the Department of Parks. The other idea that had been presented to me was building a...and this might go into Member Molina's comments is building a facility for elections, because they need a large space sometimes, right, and we utilize the Wailuku Velma McWayne Santos Community Center this past year and it actually worked out very well. We had, you know, of course some ways and areas of improvement too, but it was much better than being in this building. And so if we wanted to, Elections is interested in space. They've approached me a couple of times and they're very interested in trying to figure out where they can expand to. And having that space to be utilized most of the time for the general public and then also during elections might be a very good combined use of it. There's a lot of space, a lot of parking, and it's something we can look into.

COUNCILMEMBER HOKAMA: Yeah, I would ask that you would please follow up as our Director of Management. Also, all the government agencies in One Main Plaza, whether it's Social Security, that other components, we...if they, you know, if they're like me, you give them a better lease rate, rent, I'm always open to relocating if it's cheaper and/or new. So, I think I...we have great opportunities, but one thing I know, we can always use good sod. Okay. And there's a lot of departments that want sod. Because our athletic facilities are being used quite heavily, whether it's the Pono program, softball program, Little League program, baseball program, our facilities are used, and one thing I can tell you, sod is money if you have to buy it. So, I'm looking at ways that we can keep the area green, throw back oxygen into the airstream and, you know, make some benefit out of that space.

MR. BAZ: Yeah, thank you.

COUNCILMEMBER HOKAMA: Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Okay, Members, I heard a lot of great ideas. Any proposed amendments or adding language to the description? Okay.

COUNCILMEMBER HOKAMA: Chair?

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CHAIR RAWLINS-FERNANDEZ: Member Hokama?

COUNCILMEMBER HOKAMA: May I just suggest that maybe as part of your Committee report under this section that your Staff would put in some comments about the various opportunities that Management may go and investigate for us whether it makes some feasible sense as well operational sense. But, you know, whether it's meeting rooms, sod, or new EOC, I think the Director has some ideas he can pursue for us. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Okay, Members, so one item, CBS-2324, New County Service Center. Consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, consensus. Okay. The Chair will now entertain a motion to approve the one CIP under the Department of Management.

VICE-CHAIR KING: So moved.

COUNCILMEMBER KAMA: So moved.

CHAIR RAWLINS-FERNANDEZ: Moved by Chair King, seconded by Member Kama. Any discussion? Okay, seeing none. All those in favor please say "aye."

COUNCILMEMBERS: Aye.

CHAIR RAWLINS-FERNANDEZ: Any oppose please say "no." Okay, the motion passes unanimously.

VOTE: AYES: Chair Rawlins-Fernandez, Vice-Chair King, and Councilmembers Hokama, Kama, Lee, Molina, Paltin, Sinenci, and Sugimura.

NOES: None.

ABSTAIN: None.

ABSENT: None.

EXC.: None.

MOTION CARRIED.

ACTION: Approve

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CHAIR RAWLINS-FERNANDEZ: Mahalo nui, Mr. Baz, for being with us. Okay, the next Department that we have up is Department of Water Supply. We have Director Pearson coming down to join us, and this is Page 863 on your list of CIPs, and on your Appendix C it's Page 15. Okay. And for Members' information, we did receive a written response to some of the questions that Members posed to Director Pearson when he was here during the Operations review, so that's correspondence dated April 18th. And we also received on April 18th, WS-13, some more responses to our written questions. Okay. We have six CIPs under Department of Water Supply. Aloha, Director Pearson.

DEPARTMENT OF WATER SUPPLY

MR. PEARSON: Good afternoon, Chair.

CHAIR RAWLINS-FERNANDEZ: Good afternoon. Will you also please introduce who you have with you from the Department?

MR. PEARSON: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Will you also please introduce who you have with you from the Department?

MR. PEARSON: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Into the mic please.

MR. PEARSON: Thank you for having us here, Chair and Members. Our EPM, Program Manager is off island and our head of CIP, Tom Ochwat, is here beside me to hopefully help me answer any questions you may have.

CHAIR RAWLINS-FERNANDEZ: Mahalo. Tom Aqua?

MR. PEARSON: Tom Ochwat, yeah.

CHAIR RAWLINS-FERNANDEZ: Ochwat. Oh okay. I was like, I thought it was water, I was like how appropriate. Okay. So, Members, we, we'll start off with the first CIP under Countywide, Water Supply, CBS-1075, Countywide Facility Improvements. Mr. Hokama?

COUNCILMEMBER HOKAMA: Thank you once again, Chair. Director Pearson, thank you for joining us this afternoon. I know things are in a flux as far as items before our State Legislature. So, I will grant you some wide latitude, because, you know, dependent upon their final determination I know you're going to have to adjust whatever way they go regarding the water bill before the Legislature. So, as best as you can for this afternoon regarding your CIP request, because except for West Maui which I believe is in a different situation than Central and Upcountry and East Maui, your Countywide projects because it impacts Piiholo, Kamole which are two big

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components of our system to provide water, you have anything you can share with us which way you're leaning? Because I believe...well, tell me if I'm correct first. My understanding is you have submitted to Council the Water Use and Development Plan for the island and you are awaiting Council review and approval of that submittal?

MR. PEARSON: That's correct.

COUNCILMEMBER HOKAMA: Okay. So, knowing that, it is still my understanding and tell me if I'm wrong that regardless of what the State does on this water issue, providing reliable and adequate levels of drinking water for residents is, should not be a concern for us or is it a concern for us? Because if need be I don't have a problem going to court to ensure residential consumption of drinking water.

MR. PEARSON: Providing an adequate source of...

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: Excuse me, Chair. Providing an adequate source for Upcountry which the question is? Yeah.

COUNCILMEMBER HOKAMA: Or anybody else that needs residential water that this potential issue before the Leg will impact. So, I know it's basically Upcountry but anybody else is a concern for me too because residential use is number one priority for me.

MR. PEARSON: When I came in to the Department of Water Supply, I was a little surprised there's not a large amount of source available for any of the areas. We're okay, there's no reason to panic, there's no reason to use the "M" word, but I am working hard to meet the needs not only of today and tomorrow of course or next year but in the long term. So, there's a lot of work that I have to do and I'm up for it, you know, it's, not a lot is reflected in FY '19 or FY '20 because it was near complete when I walked in the door. But I'd say the answer is no, we don't have a concern today about water with the exception of what may take place with Kamole and the Upcountry water system, that would take place the end of this year when these revocable permits go back before the Land Board so it's not a lot of time of course, but it's not...it won't be, you know, the day after the session closes.

COUNCILMEMBER HOKAMA: Even if the leases expire is there a concern for residential use?

MR. PEARSON: If the leases expired yes, there's going to be a concern for residential.

COUNCILMEMBER HOKAMA: For residential use?

MR. PEARSON: Residential use because we take that non-potable water and treat it at Kamole and provide it to the residents in Upcountry.

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COUNCILMEMBER HOKAMA: So, what are we talking about if we just say resident, 35,000 people?

MR. PEARSON: Yes.

COUNCILMEMBER HOKAMA: Estimate?

MR. PEARSON: Yes.

COUNCILMEMBER HOKAMA: As a, I guess a County utility, are we responsible and liable to provide drinking water for those 35 residents?

MR. PEARSON: Thirty-five thousand.

COUNCILMEMBER HOKAMA: Thirty-five thousand residents?

MR. PEARSON: Of course.

COUNCILMEMBER HOKAMA: So, this is a potential litigation down the road? Without getting into major issues at this time, Mr. Ueoka, I'm talking about a hypothetical situation, because I just need to know and what we should be preparing for if it goes south and it gets really bad.

MR. PEARSON: Well...

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: Everything is potential litigation but not that I'm...not to be disrespectful but I would suppose so. I don't want to answer too much not knowing, not being...

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: Chair, thank you. Mr. Hokama, I believe we have a certain level of obligation, whether it rises to a legal lawsuit at that point I'm not sure. We'd have to look further into that. But I believe people do have an understanding that the Water Department will supply water, but whether or not that leads to that level of course is different so I don't want to answer either way right now without further looking into it. Thank you.

COUNCILMEMBER HOKAMA: I understand that response very well and that was well said, Corporation Counsel. And again, Mr. Pearson, I'm just trying to understand what would be...how to look at your, the millions you're asking us for CIP projects. Is this a smart number, do we need to put more just in case we go to litigation, should we cut it? You know, I'm not too sure 'cause, you know, just for your first one under Countywide Facilities, in six years you're going to ask us for at least \$40 million, okay, and that's going to be basic water fees, water rates that's going to collect that funding. So, I don't need a resident saying why are you asking me to pay my water bill when I'm not sure I'm going to get water next year? Okay, this is what I gotta...we all got,

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the nine of us deal with. So, at this point you would not recommend any adjustments to your request as far as this specific CIP is concerned, Director?

CHAIR RAWLINS-FERNANDEZ: Director?

COUNCILMEMBER HOKAMA: At this point in time?

MR. PEARSON: I would rather wait until the session closes, I think it's May 2nd. There's many if's, and's, there's many --

COUNCILMEMBER HOKAMA: But's.

MR. PEARSON: --variations, but, you know, you've...it's almost comical, not comical but when I was at the board, the Water Board meeting on Thursday, these same questions were coming up obviously and they're good questions. While I was discussing that, I wasn't going to say much and, you know, wait for the session to close, that's when Governor Ige came out and made a special push to the Senators and he had, you know, the, I'm sure you must all be aware of that. So, that came out as I was talking and so there could be more changes in the next few, you know, in the next couple of weeks but please bear with me. We have some contingency plans. I haven't sat down with the Mayor and talked about all of these options. There are some options that include getting the Department of Health approval. There's some options that will take...cost more money than others. If it's looking at additional source which would be, obviously it has to be wells because of the surface water issue, that's going to take more time of course. We'll have to, you know, start with the design and the land acquisition issues. So, but there's a lot of things out there, not just, you know, sitting, staring at the ceiling, I'm aware of these issues. So, if you can please bear with me for just a couple of weeks and allow me to continue the, our investigation and also share with the Mayor.

COUNCILMEMBER HOKAMA: Okay. Well, I would ask you that 'cause I'm reading your project descriptions of your various Countywide so I would say one thing I hope you will consider because Mayor Cravalho did it, worked on it, the late House CIP Chairman Nakasone worked on it is smart water storage program for Upcountry, whether it means reservoirs, whether it means securing lava tubes and repressurizing it with various quantities of water or more reservoirs. I think we better really be more serious about storage development and capacity, Director. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Member Lee?

COUNCILMEMBER LEE: Thank you, Madam Chair. Mr. Director, so I believe we're in a, how would I put it, well, in a drought situation right now. I received information from DLNR and that's their conclusion. Do you agree? For Upcountry.

CHAIR RAWLINS-FERNANDEZ: Director?

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MR. PEARSON: Yeah, the Drought Committee has done their work. Specifically for Upcountry, our storage reservoirs are full. The water use for the Upcountry residents isn't great right now, I mean it's about average, it's not high. When I talked about the issues that we may move forward with, in a week or two, you can assume that that's one of the obvious issues that if there's a negative response from what takes place at the State, we'll likely declare some type of drought emergency.

COUNCILMEMBER LEE: Okay. So, we could conceivably anticipate some major drought restrictions or water restrictions for the Upcountry people, right?

MR. PEARSON: Definitely.

COUNCILMEMBER LEE: Okay, you know, years ago when I was first on the Council, I was with the group that paid for the Kahakapao Reservoirs, the 100 million gallons a day [sic]. So, that was supposed to take care of the Upcountry people for 90 days. And since then it doesn't. Now, apparently we don't have enough storage Upcountry besides well water but we don't seem to have enough storage. I just wanted to confirm that with you and if you had any plans with your CIP program to develop storage Upcountry in the near future?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: I don't know if it's ironic but where we are looking at the best place to add storage Upcountry it's at the Kamole Treatment Plant. That's...it's simpler with the land ownership to build storage reservoirs and then we can have a...we looked at a series of storage reservoirs there. Storage just provides reliability, it doesn't of course provide much more capacity, it's only...it's just going to flatten out the curves when you have the dips for the, due to drought. I know way back they looked at storage at the Piihola Reservoir. Can I give a quick short history?

CHAIR RAWLINS-FERNANDEZ: Brief.

MR. PEARSON: I'll try to be brief but it's the Kahakapao Reservoirs that you mentioned, yes, correct they have 100 million gallons of storage. There's two other storage reservoirs further back towards Waikamoi, a total of 30 million, plus the dam at Waikamoi Stream. But the treatment plant there treats 2 million gallons a day, that's it. So, you have a 100-million-gallon reservoir to treat 2 million gallons a day. Then at Piihola you have a 50-million-gallon reservoir and they can treat, you know, they've done some upgrades and improvements to their plant, they can treat 6 million gallons a day. So, you have the small reservoir with the higher quality treatment plant. So, there's other issues there, and again I need to talk to Department of Health but there may be a way to...well there is a way it's just gotta be approved and accepted to bring water at gravity from Kahakapao to the Piihola to allow for greater treatment there. But there's...that's a long road, I'm trying not to say these things but I have to try to answer your question the best I can.

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COUNCILMEMBER LEE: So, as a follow-up question, how many gallons a day do we treat for Upcountry?

MR. PEARSON: I have the last six or seven days here. About...how many gallons a day do we treat, Kamole ranges from zero to two or three, Piiholo ranges from four to five, maybe even a little bit less than four, three and a half, and then the Olinda Treatment Plant, the smaller one ranges from 1 to 1½ million gallons.

COUNCILMEMBER LEE: So, roughly seven?

MR. PEARSON: Seven or so, yeah, of course depending on the draw, 6 to 7 million gallons a day.

COUNCILMEMBER LEE: What is the requirement...

MR. PEARSON: Maybe five.

COUNCILMEMBER LEE: Okay. So, we treat 7 million gallons a day, so what's the requirement for the 35,000 residents we have Upcountry?

MR. PEARSON: Well, that would be it, you know, whatever we treat is what those residents need except for the few wells that are in Haiku.

COUNCILMEMBER LEE: So, but the...okay, so when there is a drought, that's where the major reservoirs come into play, so how much time would that buy you? A month, two months?

MR. PEARSON: Well, again, I'm not trying to evade your question but everything is variable. The, what we need to do of course is have the residents comply with the drought, and when it's a drought that means areas are dry and that's when people need to water their lawns. And of course when there's a drought our reservoirs don't fill up so you have, you know, the worst case in two situations. So, I'm not answering your question directly, but the better the population replies to our drought situation, the longer time we'll have to manage that drought.

COUNCILMEMBER LEE: So, my final question would be what improvements are you going to be working on, CIP improvements you have planned for Upcountry water system?

MR. PEARSON: Well, if it's talking about just generally, we're going to have to...like it or not we're going to have to look at getting more reliable capacity which means drilling wells. I mean I don't know, that's...no matter what takes place at the State, no matter what's going on, you know, surface water of course is less reliable. I have a number here just to give you a perspective. Pookela and Pookela Well, that's about what, 1,800 feet?

MR. OCHWAT: Nineteen hundred.

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MR. PEARSON: Nineteen hundred feet. The Pookela Well, the elevation of Pookela Well is about 1,900 feet. It's up Olinda Road...no.

MR. OCHWAT: Across from the church.

MR. PEARSON: Yeah, across from Pookela Church above Polli's. Nineteen-hundred-foot elevation, and in 2017, they had to run the well for about two months continuously for issues. I don't know if the treatment plant was down, I wasn't actually here. But anyway, the electric bill for one month for running Pookela Well was \$81,000. So, in answer to Member Hokama's question, we also may need to, you know, come for revisions to the Operations Budget if the worst case takes place.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Lee. Member Sinenci and then Chair King.

COUNCILMEMBER SINENCI: Thank you, Chair. Thank you, Director Pearson, for being here. The question was does the Department have a list of indicators to determine drought conditions? And two, does the Department issue that drought warning or does that...or you advise the Administration who then calls for drought conditions?

MR. PEARSON: The answer to your first question is yes, and the answer to your second question is yes. There's, it's called...well, we got stage one which would be a drought watch which lists certain priorities and certain storage levels and water use by the Upcountry residents. We have stage two which goes from a watch to a warning. And then we have a drought emergency, so we have three levels of drought.

COUNCILMEMBER SINENCI: And the Administration --

MR. PEARSON: And then of course --

COUNCILMEMBER SINENCI: --issues.

MR. PEARSON: --on the same method going the other way, as drought is being relieved we have steps to take to, you know, return yourself back on those steps to a regular situation.

COUNCILMEMBER SINENCI: Okay, thank you. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sinenci. Chair King?

VICE-CHAIR KING: Thank you. Yeah, I was looking ahead at some of these other CIP projects, and it looks like there is an expansion for storage capacity for Upcountry and it's CBS-1106 which we haven't gotten to yet. But I think...I don't know if I heard you correctly, Director Pearson, but I thought you said that our reservoirs are full and that the usage is not that high Upcountry. Did you say that earlier? So, why are we in a drought now? Then I heard you say that a drought is when your reservoirs are dry. So, what is it that's causing the drought, is there a lack of rain or...

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CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: There's the Drought Committee that I think Member Lee was referring to that DLNR manages and they look at the entire State and then they evaluate where the State is at. So, they might be looking at a certain level of drought Statewide.

VICE-CHAIR KING: Okay. I thought you said there was a drought Upcountry.

MR. PEARSON: I don't think I said that, I think Member Lee was...

VICE-CHAIR KING: I think that's Member Lee was asking that.

COUNCILMEMBER LEE: That's what the reply said.

CHAIR RAWLINS-FERNANDEZ: That was Member Lee's question and you said there was.

UNIDENTIFIED SPEAKER: Stage one.

MR. PEARSON: So, we're not in a specific drought Upcountry right now, I apologize if I misspoke. But then we would --

VICE-CHAIR KING: Okay.

MR. PEARSON: --you know, we could follow these stage one steps and we're not at that area but we can still announce the drought to give us...I think this stage one has to be announced 90 days prior to enacting the...

VICE-CHAIR KING: No, I understand that and that's kind of a problem, because we're being asked to predict 90 days ahead of time something that might not actually happen, but I just was confused that, you know, we've got full reservoirs and a drought Upcountry. But so you're just saying that the DLNR announced a Statewide drought but no specific areas? Is that what...

MR. PEARSON: Correct.

VICE-CHAIR KING: Okay. So, at what point do you pull the trigger and say yes, we're going to announce today for 90 days? I mean how do you do that?

MR. PEARSON: Well, again, likely depending on what's taking place with the Senate, the Legislature and monitoring our systems and the Upcountry water use and of course monitoring the weather and the future conditions of weather moving forward.

VICE-CHAIR KING: Okay. Do we have any predictions for future weather in the next 60 to 90 days that would indicate that that's going to happen, that we're going to be in a drought?

CHAIR RAWLINS-FERNANDEZ: Director? Director?

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MR. PEARSON: Yeah, I haven't done the full analysis of that but it's coming real soon.

VICE-CHAIR KING: Okay. Okay, thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Member Kama?

COUNCILMEMBER KAMA: Thank you, Chair. So, you know whenever we have hurricanes or natural disaster if that comes upon us, we all rush down to Costco and we buy cases of water and we just leave it there. And if we happen to need it we'll use it. But I've seen people actually take it all back to Costco and get their money back. But my question to you is, is there a way for people who live Upcountry to be able to do that very same thing, like if they put a, I don't know, is there such a thing as a 5,000-gallon water tank on their property? Could they actually do something like that for times of draught [sic]? Or before a draught [sic] comes so that they at least have something ready and available besides the drip, drip, drip?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: As far as that what you're talking about 5,000 gallons of drinking water you're saying?

COUNCILMEMBER KAMA: Yeah.

MR. PEARSON: Five-thousand gallons of drinking water is a lot of water and you might end up losing the quality of the water unless you chlorinate it properly and so forth. But if it's a private citizen, I don't see...I mean they can probably do whatever they want. I mean, you know, when they talk about hurricanes and so forth they say save what, a couple gallons of water and put a cap full of Clorox in there.

COUNCILMEMBER KAMA: Yeah, yeah.

MR. PEARSON: Chlorinated of course to keep it in --

COUNCILMEMBER KAMA: Okay.

MR. PEARSON: --good condition. But I don't really see a reason why not, I don't know if it would be that...it's a lot of water.

COUNCILMEMBER KAMA: It's just that in anticipation of a draught [sic] to be, wouldn't it be incumbent upon us to prepare for that time instead of waiting for 60 days and all of a sudden now we gotta do something? Please, that's just floating in my head.

MR. PEARSON: Yeah.

COUNCILMEMBER KAMA: Thank you, Chair.

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CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Kama. Member Sugimura?

COUNCILMEMBER SUGIMURA: Thank you. You're probably going to say you don't want us to continue on with this conversation but...

CHAIR RAWLINS-FERNANDEZ: I think you didn't get a chance to speak?

COUNCILMEMBER SUGIMURA: I haven't but I need to. I wanted to listen to what everybody has to say, because of course I care about the 35,000 residents of which my family and, you know, my neighbors are part of it. So, Director, I'm concerned that time is ticking with the Legislature and as a County do we need to or do I need to do something to speak up for the residents that I represent? And I look forward to hearing your direction if you have any on how to best do this, because the...everybody can talk about it from this may happen or whatever, but it's going to hit my home, it's going to hit my neighbors. And we already heard from the farmers who went up to see the Governor in desperation of the Senate being quiet on this. So, what can we do as a County to support what you need to do and what I need to do to represent the 35,000 residents Upcountry who will one day be put in a...in that drought condition?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: That's a tough question. I mean we can...you could talk to our Senate. The issue right now is in the Senate so if you...if we talk to our Senators, of course I've done that in the past. I don't know if we can...if there's much more that I can do. This frustration feels like, you know, the fight doesn't feel like they really are concerned about Kamole although we're a huge collateral damage. You know they're talking A&B water thefts, and all that, and of course there's a lot more to it. As you say we're talking about our customers. So, it's very difficult for me too. I don't, you know, I'm...I don't live Upcountry anymore, but I'm suffering as much as you are but I'm trying to manage it. I still...I want to just hang in there until the Senate gets completed. It's not far away now and I don't want to talk too positive 'cause the worst could happen but if...let's just leave it at that. I just better...we'll just...hang in there. I don't know if you feel comfortable if you talk to your Legislators. From what I understand if the bill gets back to the Senate floor, if that possibility arises and it's passed then the bill goes straight to the Governor 'cause it's already been approved in the House. And if that's the case then it'll be passed. But of course there's a lot of variations to that and I'm trying to...I talk too much sometimes, I apologize.

COUNCILMEMBER SUGIMURA: We want you to talk too much and support us. So, and I guess the discussion if we could go back to where we are is how does this affect the appropriations, the CIP that you're asking? And of course I'm most interested in the Upcountry reliable capacity and I'll wait for that to come. So, thank you for --

CHAIR RAWLINS-FERNANDEZ: Mahalo --

COUNCILMEMBER SUGIMURA: --allowing me to have my turn.

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CHAIR RAWLINS-FERNANDEZ: --Member Sugimura. Okay, I'm just going to weigh in a little bit on this, and then we'll go straight into the CIPs and I'll be quick. So, from what I understand the Senate isn't silent on this, they actually did amend the bill to protect the Upcountry water users, and the only person they were trying to...the only entity they were trying to hold accountable was A&B because they had three years to complete their EIS and they basically thumbed their nose at the court order in 2016. And the court order in 2016 would have...protects Upcountry residents. So, really they don't have anything to fear because they're protected. And so this fear mongering of HB 1326 is propaganda as far as I see it. And that's my comments. Okay, we're going to get back to the CIPs. Okay. Countywide, Water Supply, CBS-1075, Countywide Facilities [sic] there wasn't any proposed amendments or provisos to this. So, Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, Countywide, Water Supply, CBS-2299, Countywide Upgrades and Replacements. I have here Member Hokama but I believe the main question that we discussed for the past about 20 minutes was the main question involved with all of these CIPs. Please correct me if I'm wrong, Member Hokama.

COUNCILMEMBER HOKAMA: Overall yes but I just want to ask the Director regarding this specific request, Chair, as it's listed in the project description, is that the priorities of use for your construction funds, Director?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: Excuse me, could you repeat that? I didn't...I apologize.

COUNCILMEMBER HOKAMA: Under this CIP request of 7.1 million, in our project description on Page 866, the list of five components of the request. Are they in the order of how you would expend your construction money? Or you're going to do the shotgun and do all five at one time and see how it goes?

CHAIR RAWLINS-FERNANDEZ: Mr. Ochwat?

COUNCILMEMBER HOKAMA: 'Cause number one on --

MR. OCHWAT: Member Hokama...

COUNCILMEMBER HOKAMA: --our list is Mahinahina.

MR. OCHWAT: They are not in any priority order. There has been a prioritization table provided I believe with WS-1 with regards to our prioritization.

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COUNCILMEMBER HOKAMA: Okay. So, can you just tell me what is number one please? I apologize for not having that in front of me. Is it Kaupakalua, Kepaniwai, Kualapuu, North Waihee?

CHAIR RAWLINS-FERNANDEZ: Mr. Ochwat? Oh, Director?

MR. PEARSON: Thank you, Member Hokama. Kualapuu well pump replacement is going to be the highest priority. Of course that provides a lot of...the majority of Department of Water Supply water to Molokai. It's up there by Kualapuu --

COUNCILMEMBER HOKAMA: Okay.

MR. PEARSON: --along with the DHHL wells. So, that's a priority, and we're actually moving this forward as much as we can prior to this Fiscal Year 2020 beginning.

COUNCILMEMBER HOKAMA: Okay, and that is your major source for Molokai system?

MR. PEARSON: Correct, correct.

COUNCILMEMBER HOKAMA: So, that serves basically all of Central Molokai?

MR. PEARSON: Correct.

COUNCILMEMBER HOKAMA: Nothing for West End or East End, right, this is just your main core of the island itself?

MR. PEARSON: Again, correct.

COUNCILMEMBER HOKAMA: Okay. Do you integrate anything from Hawaiian Homes or other private sources or this is just 100 percent County water?

CHAIR RAWLINS-FERNANDEZ: Director? Director?

MR. PEARSON: There's...this area is an interesting area, there's like four wells, two from Hawaiian Homes, one from--what do they call themselves now--Molokai Ranch or whatever the entity is called, and then the Department of Water Supply's well right there. So, in the past when Department of Hawaiian Homes, their spare wells have failed for whatever reason, we have connections that we can make where we work together and use our well to help supply them. And vice versa, they've worked with us in the past. I don't know if it's an official agreement or not and it's temporary of course while we do the replacement but we've worked together in the past.

COUNCILMEMBER HOKAMA: So, it's some kind of mutual aid agreement?

MR. PEARSON: Yeah, to serve customers of course, yes.

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COUNCILMEMBER HOKAMA: Okay. Because I know the answer but I need to ask this again on the floor so everybody can hear it, that giant reservoir in Central Molokai is owned and maintained by who please?

MR. PEARSON: That's maintained...

CHAIR RAWLINS-FERNANDEZ: By the State Department of Agriculture.

COUNCILMEMBER HOKAMA: Okay. Thank you, Chair, because yeah, people ask me why aren't we doing our thing regarding the liner and whatnot, and I appreciate that you know and can share that information.

MR. PEARSON: Thank you, Chair.

COUNCILMEMBER HOKAMA: Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Okay, Members, any other questions? If not, I'm going to check to see if there's consensus on this. Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Okay, next one is Countywide, Water Supply, CBS-4615, Countywide Water System Modification. Member Hokama?

COUNCILMEMBER HOKAMA: Chair, again, yeah, I don't have a problem supporting upgrading the system, overall system, I'm just trying to understand, you know, modification. Is this just a generalized term but you have specific things, or is everything going to be done the same way system-wide, Director? You're talking about modifying support for all CIP so is it the same issue for all your projects?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: This is more of a contingency fund, Member Hokama. No specific projects here, right? There's no specific projects in this listing.

COUNCILMEMBER HOKAMA: Okay. Well, I really don't need the bidders to know we have contingencies all set aside for them. I mean I understand what you're doing, Director, but I rather the...those guys come back and beg Council for why they need more money. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Member Hokama, did you have a proposed amendment for this CIP?

COUNCILMEMBER HOKAMA: No, Chair, it's just my one concern about how...trying to keep bids within reasonableness and not have any inflated by construction entities that look for those change orders and inflate their numbers. Thanks.

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CHAIR RAWLINS-FERNANDEZ: 'Cause I share your concern. Member Lee?

COUNCILMEMBER LEE: Thank you, Madam Chair. I can understand that point of view, but I also know that any slowdown in projects really don't help the County or our people very much. And yeah, we can have reports done, you know, after contracts are executed so that we know that nobody's taking advantage of the County or there's a lot of change orders or something like...I'd rather a proviso on, some kind of a report on this matter and to keep the contingency fund intact. Thank you.

CHAIR RAWLINS-FERNANDEZ: So, Member Lee, did you want to add language to the project description to ensure that the funding is used for what it is supposed to be used for?

COUNCILMEMBER LEE: That we receive a report on the breakdown of the use of the \$350,000. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Lee. Okay, Members, any other questions? Okay, so to this project description we're adding to provide the Council a report on the breakdown of the \$350,000 after it's used. Chair King?

VICE-CHAIR KING: Yeah, just kind of popped another question in my head. Is there a breakdown of last year's contingency fund? Is there a report on that?

CHAIR RAWLINS-FERNANDEZ: Director?

VICE-CHAIR KING: Can we see how that was used? I'm assuming there was the same funds.

CHAIR RAWLINS-FERNANDEZ: Was there a contingency fund for Fiscal Year '19? Do you have a report on that?

MR. PEARSON: From what I'm hearing from my left and right, there was no contingency fund last year.

VICE-CHAIR KING: Okay, so this is a new fund and then it looks in subsequent years you're asking for 500,000 each year the next five years after this year.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: Further down in the CBS, yeah.

VICE-CHAIR KING: Yeah, it says '21 to '25, it's 2.5 million. Okay. Okay, that would be good to get that report. Okay.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Member Hokama?

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COUNCILMEMBER HOKAMA: I recall the last previous terms though, Chair, that part of Council's approach was and maybe that's why we don't list each project was to allow the Department to determine on its own within their flexibility provided by the Budget to take care of the projects that they could do with the funding provided. So, that was one approach that we did in the past few terms, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Okay, Members, okay, I'll seek consensus from this body on CBS-1106...sorry, CBS-4615, Countywide Water System Modification with the additional language of required report on breakdown of the \$350,000. Consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Okay, next one. Makawao-Pukalani-Kula, CBS-1106, Upcountry Reliable Capacity. Member Sugimura and then Member Hokama.

COUNCILMEMBER SUGIMURA: So, Chair, I just wanted to, it ties into our earlier discussion and I just wonder if we need to do more than the Pookela Well B for...we're doing CBS-1100 [sic] right? Right.

CHAIR RAWLINS-FERNANDEZ: Yes, Upcountry Reliability [sic] Capacity.

COUNCILMEMBER SUGIMURA: So, I'm just wondering if we should do more than the project description states, Director.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: This...Chair and Member, this is one of the issues that if we have the dire, the more dire situations, this will help the overall reliable capacity for Upcountry. It's the backup for Pookela Well 1. And if the backup's in place then theoretically you and run the one well. Again, it costs you \$82,000 a month but and it's most...it's designed for backup, not for source but things, life changes, so.

COUNCILMEMBER SUGIMURA: I guess if it gets worse you're saying you're going to come back for more so we don't need to add on to this?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: Go ahead.

CHAIR RAWLINS-FERNANDEZ: Mr. Ochwat?

MR. OCHWAT: To further explain the funding for 2020, this is an additional funding that we have for 2019 Budget to complete the development of that well, and there's been some added scope in the design services that we're going through so we've added an

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additional estimated cost for this additional design to be constructed in with the 2019 Budget of developing the Well B.

COUNCILMEMBER SUGIMURA: So, Chair, if I could? During...I don't know, whoever can bring this up, but during my concern or our previous, our first week's discussion about priorities and concerns, I had that I wanted to spend 200,000 or look towards 200,000 for engineering feasibility study. And I want to put it somewhere or I don't know if this is the right place but I know it would be a CIP thing. And the verbiage I was hoping for and maybe Director can direct us if this would be the place for it, but I was hoping for broadened language so that it could also include for water...I'm sorry, so that we can look for sources for...during storms, stormwater.

CHAIR RAWLINS-FERNANDEZ: Director?

COUNCILMEMBER SUGIMURA: Water sources, I'm sorry. Yeah.

MR. PEARSON: We use, you know, the Department of Water Supply is an enterprise fund so we use our own revenue that we generated so if we're going to add somewhere, we need to take away somewhere.

COUNCILMEMBER SUGIMURA: Okay.

MR. PEARSON: We're, you know, we're trying to keep our funds balanced, so. The other thing is our CIP group and I think you have known in the past that some...and Tom sitting right here and it's no disrespect to him, but for many reasons a lot of them are beyond the Department of Water Supply's control. Some projects don't get completed and the, you know, working on this Budget, the staff and I asked them more than once can you get these projects done 'cause there's a lot of work here and they assured me that they can. And I'm also hawking them on FY '19 because I know I'll be back here in front of you Members to answer questions if FY '19 CIP funds weren't --

COUNCILMEMBER SUGIMURA: Used.

MR. PEARSON: --you know completed in the best manner and why if that's the case. I hope not. So, you know, they have a full plate. I would like if possible to again wait till, you know, we see what's taking place with the Legislature. If that's only...it's only a couple weeks away, if you can do that, that would be appreciated.

COUNCILMEMBER SUGIMURA: So, if I could, the verbiage that I wanted...sorry, I didn't have it on my iPad is up to \$200,000 engineering feasibility study to increase Upcountry drought resiliency using stormwater. So, I wanted to add it to one of your CIPs if your, you know, if your Department can, you know, squeeze that in into this new fiscal year language.

CHAIR RAWLINS-FERNANDEZ: Director?

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MR. PEARSON: It's hard to sit up here and, you know, tell you I don't want money, but of course we're spending our own money so it's not as difficult. And I...there's, you know, I realize the need for looking at additional sources for Upcountry so that's not my issue either. But I feel uncomfortable making this decision right here when we, you know, we've worked pretty hard on this Budget and we have, you know, \$20 million to spend in a year and a half. And like I said it's not easy, look at the guy, he used to have hair a year ago. So, I'm a little reluctant to accept your proposal at this time.

COUNCILMEMBER SUGIMURA: Okay. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sugimura. Member Molina?

COUNCILMEMBER MOLINA: Thank you, Madam Chair. Good afternoon, Mr. Pearson and Mr. Ochwat. With regards to this project and transmission of water and the cost of electricity, with these upgrades and as far as the equipment that's out there technology-wise, is there more energy-efficient equipment that will be used in this project? 'Cause I think that's always been a concern yeah, the cost of electricity to transmit water. Any thoughts?

CHAIR RAWLINS-FERNANDEZ: Mr. Ochwat?

MR. OCHWAT: Member Molina, thank you for that question. Yes, we have an ongoing replacement program for our motor control centers which is the electrical portion that starts the motors for these well motors and these booster pumps and they're based on the service life of the older electrical equipment. And so, we have an ongoing replacement program that upgrades and makes these electrical facilities much more efficient. And actually sometimes we get SRF grant funding to take care of these or to implement these. So, if you notice, there is several what we call MCC electrical upgrades in our budget for design for the following fiscal years that will be actually making a much more energy efficient type of system.

COUNCILMEMBER MOLINA: Thank you. That's good to hear. As Member Hokama would say that's smart money, using money efficiently to save money. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Molina. Chair King?

VICE-CHAIR KING: Thank you, Chair. First of all I wanted to assure Councilmember Sugimura that we, all of us care really deeply about Upcountry citizens as well, and I was really glad to see this project 1106 and I think you're just at the beginning of this project. To me this is the backup and this is something that was missing when Hurricane Iniki hit. There were two things, the first one was they had no generation to backup...to run their water system when everything went down, and so there was an insane number of water bottles that were being shipped into Kauai after that hurricane hit. But the backup of this and it looks like, I mean we're just starting with 500,000 but if you look at through the six-year period, this is a \$41 million project. Or does that include the...yeah, that's a \$41 million project from Fiscal Year 2020

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through 2025. So, this to me looks like a pretty substantial backup system. Am I wrong about that? Or what...

CHAIR RAWLINS-FERNANDEZ: Mr. Ochwat?

MR. OCHWAT: Thank you, Chair. To elaborate a little bit, you can see that the proposed fiscal years have increased substantially in Fiscal Year 2023 as well as 2025. Those are budgeted amounts for the raw water reservoirs at the Kamole Treatment Plant. We're going to try to phase them in and right now that's still up in the air with regards to the design and the land issues.

VICE-CHAIR KING: Okay. But this is all the Upcountry, you're calling it all Upcountry reliability or reliable capacity so this is all backup isn't it for the Upcountry --

MR. OCHWAT: Well...

VICE-CHAIR KING: --water system or maybe it's main source.

MR. OCHWAT: Well, the reservoirs would be reliability with regards to the drought system that was earlier discussed.

VICE-CHAIR KING: Right, okay.

MR. OCHWAT: Yeah.

VICE-CHAIR KING: Because that to me that, the way those figures are increasing looks like a major project for Upcountry reliability.

MR. OCHWAT: Well, we'd be looking at something in the magnitude, larger magnitude with regards to the Kahakapao Reservoirs.

VICE-CHAIR KING: Okay.

MR. OCHWAT: So, yes.

VICE-CHAIR KING: Okay, thank you. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Member Hokama?

COUNCILMEMBER HOKAMA: Thank you. I'm quite happy hearing about this whole Upcountry system approach, because I think that's the right way for Upcountry, how the Department is moving. So, I'm very supportive of your financial request. But unless, you know, in my years of service, the first column kind of befuddles me and so I know there's got to be a correction somewhere but if not, tell me where the \$300 million that it states we've already expended and encumbered in previous years has gone? I mean I'm sure that's a misprint or an entry error 'cause that's a hell of a lot of money boy, 300 million.

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MS. YOSHIMURA: Chair?

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura?

MS. YOSHIMURA: Chair, that was one of the concerns that I had as well, because in the capital budgeting system when you print these reports, those were the totals that were coming out and that's something that I need to address once this Budget is over. But that's a totally different system from IFAS and so those numbers need to be taken a look at. So, you'll see I think two pages, the last project too also has like an off-the-wall number. So, those will be addressed once Budget is over.

COUNCILMEMBER HOKAMA: Okay, thank you for that comment, Ms. Yoshimura, 'cause I know something had to...there had to be a glitch. There had to be a glitch. I mean I'm sure Water Department wish they had that \$300 million, I know that much, especially if it was unrestricted funds. But my one question is again because I'm concerned about the backup we're going to need for residential, is this \$500 sufficient...500,000 sufficient as far as your concern, Director, under the current situation and understanding of a very flexible picture that we're dealing with? 'Cause there's factors we have no control over, the Feds or the State and they're both very fluid things that you deal with.

CHAIR RAWLINS-FERNANDEZ: Mr. Ochwat?

MR. OCHWAT: Yes, that...the additional, this is an additional \$500,000 --

COUNCILMEMBER HOKAMA: Correct.

MR. OCHWAT: --to the already I believe \$4 million that we have --

COUNCILMEMBER HOKAMA: Yes.

MR. OCHWAT: --allotted for the development of Pookela Well B. So --

COUNCILMEMBER HOKAMA: Okay.

MR. OCHWAT: --I believe this is adequate for this fiscal year for that.

COUNCILMEMBER HOKAMA: Okay, and again, what are we looking at MDGs [sic] per day out of this Well B component? What is your estimated MDG [sic]?

CHAIR RAWLINS-FERNANDEZ: Mr. Ochwat?

COUNCILMEMBER HOKAMA: Give us a --

MR. OCHWAT: Oh.

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COUNCILMEMBER HOKAMA: --estimate.

MR. OCHWAT: Estimate of the capacity of the well?

COUNCILMEMBER HOKAMA: Yeah.

MR. OCHWAT: Would be...

COUNCILMEMBER HOKAMA: How many million gallons a day are we looking at for this well?

MR. OCHWAT: It would be very...the same as well...the first well which is I believe 1.4 million gallons per day.

COUNCILMEMBER HOKAMA: Director?

MR. PEARSON: I think it's...I just talked to our operations person today, and I think it's somewhere 1.2 and 1.4, so maybe a little less than 1.4. Don't give out big numbers if we're not sure, the number might come down, so. But somewhere...over 1 million gallons a day.

COUNCILMEMBER HOKAMA: Okay. Is that just because of the size of the pump itself or just the capacity itself of the well?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: It's the...

COUNCILMEMBER HOKAMA: Or a combination of both?

MR. PEARSON: Yes, yes, yes, and yes. It's the nature of the aquifer too. So, if you have a fluid aquifer, a great depth of an aquifer, a good-quality aquifer of course which is the Upcountry area then you have a better capacity to pump greater amounts of water, and then you put in the large pump and the large well and do everything to pump that water.

COUNCILMEMBER HOKAMA: Right. Okay, thank you very much, Director. Appreciate the responses. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Member Sugimura?

COUNCILMEMBER SUGIMURA: Okay, so I'm not going to give up. So, instead of taking I'm going to add. So, I'd like to add instead of, you know, trying to figure out where I can take from, I thought maybe some of your other Countywide projects, but could we add to this or create a whole new item for 200,000 engineering feasibility study to increase drought resiliency using stormwater? So, that's my thought for how to take action right now, because as we all know, you know, what's coming is coming and if we...if

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the end result is good and Upcountry residents don't have to worry like what we're doing now then at least we have a backup for always our future 'cause we're always looking for more water source. And remember those 1,600 people on the water meter list, so.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: I shall not oppose it any longer. We'll do our best and we'll work towards it and I of course I get your point, I was just looking --

COUNCILMEMBER SUGIMURA: Yes.

MR. PEARSON: --out for staff too, but we'll find a way and we'll work on it and it's high priority and it's important so we'll add it to the CIP if, I guess if the Members approve it. But I...that's...

COUNCILMEMBER SUGIMURA: So, if the Members will approve it, my question would be does it go to this or do we have to create a new one? I'm not understanding quite the structure of how to make this best.

VICE-CHAIR KING: Chair?

CHAIR RAWLINS-FERNANDEZ: Chair King and then Member Kama.

VICE-CHAIR KING: As the Director pointed out earlier, if we're going to add that, we need to cut somewhere else, so I'm not sure what the proposal is. Where are you proposing to cut the 200,000 from?

COUNCILMEMBER SUGIMURA: So, I'm not proposing to cut, I'm asking Director to add.

MR. PEARSON: The...

VICE-CHAIR KING: So, are you proposing to increase our water fees so that we can cover it?

COUNCILMEMBER SUGIMURA: I will look for his guidance.

VICE-CHAIR KING: Isn't that where the money comes from is the water fees?

MR. PEARSON: That's the difficulty and that's what...thank you, Member King. You know I'm not the specific expert in our fiscal so maybe we can somehow absorb this, but I just don't...I didn't feel comfortable earlier, that's why I tried to politely oppose this. But I'm getting a push here so I'm trying to accommodate, but I...but Member King is correct, it's going to be difficult to find this money unless we do some other changes to our Budget, so.

COUNCILMEMBER SUGIMURA: So, since you're an enterprise zone [sic] I guess can you, do you want to get back to me on this?

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CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: If that's acceptable to the Council, yeah, then I'd like to do that please.

COUNCILMEMBER SUGIMURA: Okay.

CHAIR RAWLINS-FERNANDEZ: So, Member Sugimura, this item would you like it sent to Committee?

COUNCILMEMBER HOKAMA: Chair, point of information please

CHAIR RAWLINS-FERNANDEZ: Member Hokama?

COUNCILMEMBER HOKAMA: If we look at revenues and if they follow their history of the last 20 years, Water Department always has Carryover/Savings, okay, in the millions.

CHAIR RAWLINS-FERNANDEZ: Director? No? Okay. Member Sugimura?

COUNCILMEMBER SUGIMURA: So, to your question I really would like to have us do this now and not send it to Committee and have to, you know, go through delays I guess. Just in light of we're not sure what's going to happen at the Legislature and we still have those 35,000, you know, residents as well as farmers who are kind of looking at this very anxiously. So, if I could propose that we do this and have the Council support, and I think the Director is saying that he wants to look at, you know, what kind of financial implications it has. And if Member Hokama and if the Budget Director could maybe, I guess they know that the Water Department has millions of dollars in Carryover/Savings, I think that this might be okay. I would like the Director to, you know, maybe if you want to check. I don't know what your...what you need to do or if, Budget Director, you know, you may have some knowledge or facts that you could share.

CHAIR RAWLINS-FERNANDEZ: Director? Member Hokama?

COUNCILMEMBER HOKAMA: Chair, it's hard for ask Administration without their ability to consult. Since it's in our arena currently then my recommendation to my colleague from Upcountry is taking it from 866, that's their contingency fund. Proviso the contingency fund that a portion of it up to X dollars will be used for your proposal, that's what that money is there for.

CHAIR RAWLINS-FERNANDEZ: That's CBS-4615.

COUNCILMEMBER HOKAMA: Correct. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Yes. That's what I was thinking --

COUNCILMEMBER SUGIMURA: CBS...

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CHAIR RAWLINS-FERNANDEZ: --too. Member Lee, it's the Countywide Water System Modification. Member Lee and then Member Kama. CBS-4615, Member Sugimura.

COUNCILMEMBER SUGIMURA: The, what we just did?

COUNCILMEMBER LEE: That contingency fund is the one we discussed...Mr. Director, wasn't that for several specific projects?

CHAIR RAWLINS-FERNANDEZ: Director?

COUNCILMEMBER LEE: No?

MR. PEARSON: No, that was 350,000 for contingency.

CHAIR RAWLINS-FERNANDEZ: Contingency.

COUNCILMEMBER LEE: Okay, well, then I have no problem with that.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Lee. Member Kama?

COUNCILMEMBER KAMA: Well, I just wanted to ask the Department if they...if he and if the Department has the capacity to fulfill what we're asking him to do.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: He's sitting right here and I'd like to think we do and I hope we do and we'll work the best we can to meet the concern of our Upcountry Councilmember. So, I know that wasn't a yes but it wasn't a no.

COUNCILMEMBER KAMA: Okay, if it wasn't a yes and it wasn't a no, when do you think you'll be able to say yes that you do have capacity? And what it is that...what is it that you will need so that you actually say yes we now have capacity?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: Well, with Capital Improvement Projects as time goes by, you get more aware of where you are in the whole overall CIP program. If you move quickly and things go well and the money is, you know, the bids come in at, good numbers for the bids come in, the consultant does his work in a --

COUNCILMEMBER KAMA: Timely fashion.

MR. PEARSON: --you know, efficient way and you get good bids for consultant prices, and then, you know, maybe six months, eight months into the process, you can feel much more comfortable. You still haven't gone out to bid on five projects or three design projects so you can still get blasted. Member Hokama is right and because of...and I

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won't, again, I don't throw anybody under the bus, but there's many reasons, some are out of our control and we do have Carryover/Savings. And that's, I think that's just part of life but we're trying to do our best, we're trying to have a little bit of comfort factor in our numbers and hopefully the bids come in lower and so forth. So, hopefully, you know, once we get into the program, I think we'll have a much better picture of where we are.

COUNCILMEMBER KAMA: Okay, thank you. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Kama. Chair King?

VICE-CHAIR KING: Okay, thank you, Chair. So, what would be involved...we're asking to...for you to do a study on stormwater storage and presumably maybe that's not just for Upcountry, it's just basically it could affect any area on the island. What would be involved in such a study as far as from your point of view?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: Well, first thing I would do is sit down with Member Yuki Lei Sugimura and ask her what her thoughts were on this and where she wanted to go. I think she must have some idea of the scope for bringing this forward. Then we would, you know, start to do due diligence, discuss with consultants, I'll discuss with staff, we'll see where, you know, what is issues, what's been out there in the past, has there been studies done in the past. So, you know, just begin to do our due diligence to try to define a scope of work for the study.

VICE-CHAIR KING: Okay. But does this have to be geographically specific or if we're talking about stormwater storage could that be a broad study for how we might do that for any community that needs it?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: I'm sure it could be a broad study. I don't know the specifics of what Councilmember is asking, but yes. And if it's a broad study then the scope of course expands and it could be a larger scope, it could be a higher cost. But I need to sit down at a beginning to start.

VICE-CHAIR KING: Okay. But I mean this is, if we approve this, this is for the Council, it's not necessarily just for one Councilmember. So, you know, I would just like to see it be able to be beneficial to the entire County if...because we're going to have those issues all over the County if we get to the point where we have a drought.

MR. PEARSON: Okay, then I would appreciate if whatever the full Council Committee wants to do or to define the scope to please do that the best you can here then.

VICE-CHAIR KING: Okay. Yeah, so that's, you know, I'd like to support it but I'd like it to be, you know, basically a study on stormwater storage for Maui County.

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CHAIR RAWLINS-FERNANDEZ: Okay, Members. So, we have a proposal for \$200,000 for storm [sic] storage drought...for drought resiliency study which I believe would be a new CBS. So, I don't think we can add it to the County Water System Modification, CBS-4615. It doesn't seem to be consistent with the project description of that CIP. So, if the proposal would be to reduce the 350 to 150 to take the 200 to put toward the study. Or we can send it to Water --

COUNCILMEMBER HOKAMA: Chair? Chair, is it --

CHAIR RAWLINS-FERNANDEZ: --and Infrastructure Committee --

COUNCILMEMBER HOKAMA: --350 --

CHAIR RAWLINS-FERNANDEZ: --for further...

COUNCILMEMBER HOKAMA: --or the 500 that the project sheet shows?

CHAIR RAWLINS-FERNANDEZ: The project sheet is for the Upcountry Reliability [sic] Capacity.

COUNCILMEMBER HOKAMA: Yes.

CHAIR RAWLINS-FERNANDEZ: Yeah.

COUNCILMEMBER HOKAMA: Our sheets shows 500, Chair, so I just wanted to know if...

CHAIR RAWLINS-FERNANDEZ: Yeah, it shows 500 but if we're going to take the money from the contingency fund, that's 350,000.

COUNCILMEMBER SUGIMURA: Four six one five.

VICE-CHAIR KING: That was your suggestion.

CHAIR RAWLINS-FERNANDEZ: Right.

COUNCILMEMBER HOKAMA: Okay.

CHAIR RAWLINS-FERNANDEZ: Or it sounds like this might be something that needs more conversation, because it's something that Members would be interested in the other districts as well. Member Sugimura?

COUNCILMEMBER SUGIMURA: Okay, so...

COUNCILMEMBER HOKAMA: I'll just speak for Lanai, yeah --

COUNCILMEMBER SUGIMURA: Yeah.

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COUNCILMEMBER HOKAMA: --since we're an independent system, Lanai would not qualify for the use of Department of Water funds. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Member Sugimura?

COUNCILMEMBER SUGIMURA: Agree that water is life and we all need it, and I really am advocating for my residents and my farmers Upcountry in the situation of what's hitting us in terms of reality. And, you know, I just would like to ask for my Members' support for the \$200,000 engineering feasibility study for what you said, Chair. And if it's going to expand to the other districts fine, if it's going to delay this then it's concerning. Although I understand, sure, but who...the district that is being put on the line, so to speak, with this or is in concern from the phone calls I've been receiving and letters to the editors are the residents Upcountry that is getting affected by these changes. So, I just would like to advocate for my residents and farmers, really the farmers.

CHAIR RAWLINS-FERNANDEZ: Okay. Members, if you look at the description under CBS-4615, Countywide Water System Modification which allocates \$350,000 for any contingencies, if this is something that...if Member Sugimura's proposal is something that you feel would fit under this CIP and we can put up to \$200,000 for an engineering and feasibility study for stormwater storage for drought resiliency...

COUNCILMEMBER SUGIMURA: Using stormwater, Chair.

CHAIR RAWLINS-FERNANDEZ: It's something I would be open to if it's something that the Members...

COUNCILMEMBER SUGIMURA: Thank you.

CHAIR RAWLINS-FERNANDEZ: If that makes sense. Member Molina?

COUNCILMEMBER MOLINA: Yeah, I think we all, all nine of us support of concept of having some kind of contingency plan whatever the cost, but it's kind of opening up some more questions. So, your suggestion is to take, I guess proviso 200 of that 350,000? The Department though, would that affect any other projects if we did that, doing it this way?

CHAIR RAWLINS-FERNANDEZ: So, Director said that that 350,000 isn't pegged for any specific projects, it's just for any unforeseeable circumstances that comes up and not to interrupt any projects midway.

COUNCILMEMBER MOLINA: So, I guess it'll be up to us to consider the priority, you know, if this study is, you know, warrants that, yeah.

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CHAIR RAWLINS-FERNANDEZ: Right, and as Member Hokama mentioned there often is a lot of Carryover/Savings, and if this contingency fund would need to be amended at some point in the fiscal year, it's something that we could consider at that time.

COUNCILMEMBER MOLINA: Yeah, so I guess it was...for me the way I see it it's just a question of when. I mean we're going to get it done one way or another, whether it be this...digging the 200 out of this proposal for 4615 or we do Carryover/Savings. I mean I'm open to both but I guess it's just about the sense of urgency. And it is a study, right, at this point, and the Department already has plans I would assume for it if a drought would suddenly occur, it's just the unknown factor that's involved in it. We don't know when the next drought 'cause when was the last...if I could ask the Department, when was the last significant drought that occurred in Upcountry?

CHAIR RAWLINS-FERNANDEZ: Department? Director?

MR. PEARSON: There was a stage one water shortage that was lifted October 25, 2017 so it's been a while.

COUNCILMEMBER MOLINA: Okay. Well, a while, that's not...

COUNCILMEMBER KAMA: That's not a while.

COUNCILMEMBER MOLINA: Yeah, that's about what --

COUNCILMEMBER KAMA: That's just...

COUNCILMEMBER MOLINA: --a year and a half or something?

CHAIR RAWLINS-FERNANDEZ: Stage one --

COUNCILMEMBER MOLINA: Okay.

CHAIR RAWLINS-FERNANDEZ: --is 90 days.

MR. PEARSON: The stage one of course is the first level of drought, you have to have the 90 days prior to announce, I mean you announce it and then you can move into it 90 days later.

CHAIR RAWLINS-FERNANDEZ: So, the stage never increased in that October 2017? Okay, so it remained at stage one.

COUNCILMEMBER MOLINA: Oh yeah, yeah, it didn't seem that long ago, but at least they didn't go past, they went to stage two, yeah? Okay, thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Molina. Member Kama?

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COUNCILMEMBER KAMA: I would support this, the path that we take as the least resistant path and the one that gets us there the fastest, the soonest. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Kama. Member Lee?

COUNCILMEMBER LEE: Thank you, Madam Chair. Director, I would assume that you would contract this out, this study?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: Correct.

COUNCILMEMBER LEE: Yeah. So, how long would that take about?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: We have to do the consultant selection and then we...so it's contract, so --

CHAIR RAWLINS-FERNANDEZ: Scope of work.

MR. PEARSON: --three months at the minimum. Approximately three months to, from start to finish to get the consultant onboard.

COUNCILMEMBER LEE: Okay. And then I would change the wording to up to 200,000 just in case it takes much less, yeah? Okay, thank you.

COUNCILMEMBER SUGIMURA: Good point.

CHAIR RAWLINS-FERNANDEZ: Member Lee, your support for that 200,000, is it under CBS-4615 where the 350,000 contingency fund is?

COUNCILMEMBER LEE: Yes.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Member Hokama?

COUNCILMEMBER HOKAMA: Chair, my suggestion to you and my colleagues was I believe there's some traction now of up to a cap which I understand and I support. I would recommend we transfer that to Department of Water Supply Operations under Professional Services, and leave it so that the remaining balance under the CIP portion stays intact as a CIP consideration and not get the consultant component mixed up, because I think it's more appropriate we put it under Operations and Professional Services that allows the Director to go to the QBS system sooner than later, yeah, would be my suggestion. Thank you.

COUNCILMEMBER SUGIMURA: Good idea.

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CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. So, that up to 200,000 would be coming from the CBS-4615 but would be put under Operations, Professional Services, in the Operating Budget.

COUNCILMEMBER HOKAMA: We would make the transfer from CIP to Operations under the Admin Program, Professional Services.

CHAIR RAWLINS-FERNANDEZ: And that transfer is happening --

COUNCILMEMBER HOKAMA: Because this is --

CHAIR RAWLINS-FERNANDEZ: --in this?

COUNCILMEMBER HOKAMA: --again yeah, unrestricted Water Fund which is cash. So, you know, we don't need to worry about anything with the debt service calculations or anything else, it will just be transferred from CIP to Operations. Thank you.

CHAIR RAWLINS-FERNANDEZ: So, just for clarification, that transfer we're doing in this session, in this Budget review?

COUNCILMEMBER HOKAMA: Correct. So, we just --

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER HOKAMA: --need to amend the worksheets.

CHAIR RAWLINS-FERNANDEZ: Right.

COUNCILMEMBER HOKAMA: But the CIP purpose and stays intact, the balance would be 150 currently unless the contract is a savings and then we can make the appropriate readjustment to throw it back into CIP, Chair, at a later date.

CHAIR RAWLINS-FERNANDEZ: So, your proposal is then to reduce the CBS-4615 from 350 to 150?

COUNCILMEMBER HOKAMA: Correct.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo for that clarification. Member Lee?

COUNCILMEMBER LEE: Thank you, Madam Chair. You're going to hear me say something I rarely say. Okay, I...well, not this part. I support Member Hokama, that's not the part I would hardly say. What I would rarely say is and then I would request that the issue come to my Committee so we can monitor it.

COUNCILMEMBER HOKAMA: Correct.

COUNCILMEMBER LEE: Thank you.

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CHAIR RAWLINS-FERNANDEZ: Absolutely.

COUNCILMEMBER SUGIMURA: Was that the part?

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, Members...

VICE-CHAIR KING: Can I ask one more question?

CHAIR RAWLINS-FERNANDEZ: Chair King?

VICE-CHAIR KING: Okay, thank you. I'm just looking forward at the, there's a Upcountry Reliable Capacity, Central Maui Reliable Capacity, West Maui Reliable Capacity. Does South Maui fall under the Central Maui Reliable Capacity or do we not have any problems with water reliability?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: Correct, the, South Maui is part of the Central Maui system.

VICE-CHAIR KING: Okay.

MR. PEARSON: So, any issues with Central Maui will feed South Maui also.

VICE-CHAIR KING: Okay. So, then, and then just going back to the Upcountry Reliable Capacity which is what we're working on now, we're looking at now, how...what would get done faster if there were a drought? This capacity you're trying to build as a backup or additional capacity for Upcountry or a stormwater storage. Or are they the same thing? Are they...are we talking about two different things?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: Likely the study would move a little quicker than the finalization of the Pookela backup.

VICE-CHAIR KING: So, we'd get to that stormwater capacity project faster?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: Yes.

VICE-CHAIR KING: Okay. Alright, thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Okay, alright, here we go, Members, you ready for consensus? Okay. So, the proposal for CBS-1106, Upcountry Reliability [sic] is for \$500,000. Members, consensus?

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COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Mahalo. Okay. Now, to amend CBS-4615, the language that was proposed by Member Lee was to report a breakdown on the 350,000 on this contingency fund. If we are going to be reducing that to 150, I'll amend that to report on the breakdown to 150,000.

COUNCILMEMBER SUGIMURA: Yes.

CHAIR RAWLINS-FERNANDEZ: And we will transfer 200,000 to the Operating Budget into Professional Services for an engineering and feasibility study on stormwater storage and drought resiliency. Is that correct, Member Sugimura?

COUNCILMEMBER SUGIMURA: Correct.

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER SUGIMURA: Yeah.

VICE-CHAIR KING: Chair, I think that was under Professional Services.

CHAIR RAWLINS-FERNANDEZ: Yes, Operating Budget under Professional Services. So, we're transferring that from CIP to the Operations. Okay, Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER SUGIMURA: Thank you.

COUNCILMEMBER MOLINA: Madam Chair?

CHAIR RAWLINS-FERNANDEZ: Sorry, and to refer that item to the Water and Infrastructure Committee --

COUNCILMEMBER SUGIMURA: Yes.

CHAIR RAWLINS-FERNANDEZ: --Chaired by Member Lee. Member Molina?

COUNCILMEMBER MOLINA: Yeah, thank you, Madam. Just a quick question for the Department on the use of that contingency fund, do you typically use monies from that fund for like studies, anything else you use monies in that contingency fund for typically?

CHAIR RAWLINS-FERNANDEZ: Mr. Ochwat?

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MR. OCHWAT: Thank you, Chair. The contingency fund is used usually for unforeseen circumstances either for design that we did not consider or the consultant would say something that we need additional fees for or the same thing with regards to projects that are already in construction and we find something else like a waterline or an abandonment that we have to deal with right there.

COUNCILMEMBER MOLINA: Okay.

MR. OCHWAT: So, it's unforeseen, unplanned expenses I guess you could call it.

COUNCILMEMBER MOLINA: Okay. And if you have some unforeseen circumstances that go over say 150,000, where would you get the monies from?

CHAIR RAWLINS-FERNANDEZ: Mr. Ochwat?

MR. OCHWAT: Usually we would have to go back to Council and ask for a Budget amendment.

COUNCILMEMBER MOLINA: Okay. Alright, thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Molina. Okay, Members, any other questions? We're going to move on to the next one, CBS-1102, Central Maui Reliable Capacity for \$3 million. Member Hokama?

COUNCILMEMBER HOKAMA: Chair, I've double checked the Wailuku Heights Well 1 project and I'm satisfied this is a reasonable request.

CHAIR RAWLINS-FERNANDEZ: Okay, Members, any other questions? Consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Okay, the final CIP for this Department is West Maui, CBS-1092, West Maui Reliable Capacity. Member Paltin had a question about sustainable yield.

COUNCILMEMBER PALTIN: My question was kind of, you know, since going on that whole road show and then we met the guy Richard Lewis [sic] and he was...

CHAIR RAWLINS-FERNANDEZ: Old Maui High.

COUNCILMEMBER PALTIN: Yeah and talking about Old Maui High School. They used to have a well and then they hired somebody to do something and the machinery fell inside and then now the whole well is not useable. And I was wondering if there's any guarantee that that won't happen to our wells in West Maui when...I mean like is there any possibility that the wells could be damaged so that nobody could use them forward moving like how it happened at Old Maui High?

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CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: Guarantee is a tough word, you know that, and they pay these hydrogeologists big bucks and they're knowledgeable from decades of experience when they locate wells. So, no, there's no guarantee. I mean we've, we will drill a hole and you could...you get like a type of a dyke where it doesn't hold...it doesn't replenish quickly and then therefore you don't have a good reliable source. Or you hit something and you get a bunch of better...a much better source or capacity than you had hoped for. So, I will not guarantee anything but I have hope that, you know, our consultant whoever it may be is they'll do a good job and they'll hopefully find good water.

COUNCILMEMBER PALTIN: So, my concern is to the existing users though, like you guys could do something that possibly would foul the whole well?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: I'm not sure of the question.

COUNCILMEMBER PALTIN: In your exploratory work and development phase of Well No. 2, is there a possibility that the source of water that we already are getting water from could become fouled?

MR. PEARSON: Are you...

CHAIR RAWLINS-FERNANDEZ: Director?

MR. PEARSON: Are you referring to Pookela Well No. 2 or are you referring to West Maui capacity?

COUNCILMEMBER PALTIN: West Maui.

MR. PEARSON: Okay. Has that had a pump test yet? Has that been pump tested? And what was, the results were positive? One of the...of course the first step is finding a location, the second step is drilling the well. Then you...the...with, along with the hydrogeologist you do a capacity pump test. You pump it at different GPM for different amounts, you know, steady periods of time and then you watch what happens at the well. Does it...does the...does it drop quickly, does it stay steady, do the chlorides come up, all this stuff. So, that's when you determine what, you know, you're not going to spend all your money putting a pump in the ground if your well is not a good well. So, you determine it not early and not real early on but early enough on that you can try to make other accommodations if the pump capacity isn't adequate.

COUNCILMEMBER PALTIN: So, if you choose a kind of junk hydrogeologist, do they give you your money back if they foul the well?

CHAIR RAWLINS-FERNANDEZ: Director?

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MR. PEARSON: Well, consultant selection does a good job and actually there's not that many hydrogeologists in the State of Hawaii and they're all quite knowledgeable so I don't think there is actually a junk hydrogeologist in Hawaii. Of course they can be wrong but that doesn't mean they're junk.

COUNCILMEMBER PALTIN: Okay. Is there a recourse if the well...the groundwater becomes unuseable?

MR. PEARSON: Is there a recourse you said? I, well again, you know, every well has its own, you know, fingerprint. We've had wells that I've worked on before that when we did the pump test, it wasn't real adequate flows so the hydrogeologist said let's drill deeper and we had to get approval from State Water Commission because, you know, they have their own priorities and we drilled deeper. We didn't get much of an improvement there. Maybe we drilled deeper again but, you know, I can't...every well is different and you can only so deep based on, you know, the State requirements and so forth. So, it's somewhat of a crapshoot, you know, you're drilling 7, 800 feet down into unknown territory and that's...it's...that's the way it is.

COUNCILMEMBER PALTIN: Okay.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Paltin. Okay, Members, seeing no other questions, do we have consensus on this item?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, and that is the last CIP for this Department. I'll go through the work that we did and then I'll entertain a motion. For Countywide Water Supply, CBS-1075, Countywide Facility Improvement, consensus on \$3.32 million. CBS-2299, Countywide Upgrades and Replacements, consensus on \$7.180 million. CBS-4615, Countywide...System Modification, consensus on 150,000 with a required reporting on breakdown of the 150,000; 200,000 to be transferred to Operating Budget under Professional Services for an engineering and feasibility study on stormwater storage and drought resiliency. CBS-1106, Upcountry Reliability [sic] Capacity, consensus on 500,000. CBS-1102, Central Maui Reliability [sic] Capacity, consensus on \$3 million. CBS-1092, West Maui Reliability [sic] Capacity, consensus on \$5.65 million --

VICE-CHAIR KING: So moved.

COUNCILMEMBER LEE: Second.

CHAIR RAWLINS-FERNANDEZ: --and...okay. To adopt Department of Water Supply's CIPs. Moved by Chair King and seconded by Member Lee. Any discussion? Okay, seeing none. All those in favor please say "aye."

COUNCILMEMBERS: Aye.

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CHAIR RAWLINS-FERNANDEZ: Aye. Any opposed? Okay, the motion unanimously passed.

**VOTE: AYES: Chair Rawlins-Fernandez, Vice-Chair King, and
 Councilmembers Hokama, Kama, Lee, Molina,
 Paltin, Sinenci, and Sugimura.**

NOES: None.

ABSTAIN: None.

ABSENT: None.

EXC.: None.

MOTION CARRIED.

ACTION: APPROVE.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Mr. Pearson. Oh, Mr. Pearson, did you have something to share?

MR. PEARSON: I was just gonna say mahalo. I mean you guys are working hard, you know what you're talking about, and you care about how we spend our money and I appreciate the efforts that you put out to work with us to get our job done. So, thank you very much for this time. It was --

COUNCILMEMBER SUGIMURA: Oh, how sweet.

MR. PEARSON: --good.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Director. And mahalo, Mr. Ochwat, for helping us this evening.

COUNCILMEMBER SUGIMURA: Thank you.

CHAIR RAWLINS-FERNANDEZ: Appreciate it.

COUNCILMEMBER SUGIMURA: Yeah.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, Members, that was about an hour and 20 minutes. We have the three departments with the most CIPs left for us, Department of Environmental Management with 13 CIPs to review; Parks and Recreation with 30 CIPs; and Public Works with 32 CIPs, okay. Try not to cheer too loudly. Okay, Members, any objections to us taking our ten-minute break? And...

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COUNCILMEMBERS: No objections.

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Five minutes.

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Okay. Five minutes. And we have Director Nagata [*sic*] with us, so. Okay, it's 5:34. Please be back in your seats by 5:40. Economic Development and Budget Committee is now in recess. . . .*(gavel)*. . .

RECESS:	5:34 p.m.
RECONVENE:	5:48 p.m.

CHAIR RAWLINS-FERNANDEZ: . . .*(gavel)*. . . Will the Economic Development and Budget Committee please return to order? It is 5:48 on April 22nd. We're continuing our decisions on Capital Improvement Projects. We have before us Department of Environmental Management. We have with us Director Eric Nakagawa. Aloha, Director.

MR. NAKAGAWA: Aloha.

CHAIR RAWLINS-FERNANDEZ: Mahalo for joining us. Okay, before we get started, we had a request to take Public Works after our dinner break at 6:30 or when we finish our review of DEM. Members, any objections to taking Public Works before Parks after we return from dinner?

VICE-CHAIR KING: Chair, I don't have any problem with that, but I doubt if it's going to be at 6:30 because it's already almost ten minutes till 6:00.

CHAIR RAWLINS-FERNANDEZ: We can talk fast.

VICE-CHAIR KING: Okay.

CHAIR RAWLINS-FERNANDEZ: We can --

VICE-CHAIR KING: And it won't be after the dinner break, it'll be before --

CHAIR RAWLINS-FERNANDEZ: --stay focused and get this --

VICE-CHAIR KING: --the dinner break --

CHAIR RAWLINS-FERNANDEZ: --done.

VICE-CHAIR KING: --if we take them at 6:30.

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CHAIR RAWLINS-FERNANDEZ: Yeah. Okay? Okay. So, I'll ask Ms. Yoshimura to have the directors ready in that order? Okay, mahalo. Okay, Members, we are on Page 659 on the list of CIPs, Page 1 of Appendix 6, and the first CIP for revisit is on Page 671 in your Program Budget, and that is for Hana, Sanitation, CBS-5504, Hana Landfill Office Trailer and PV Expansion. Myself, Member Sinenci, and Member Paltin. Member Sinenci?

DEPARTMENT OF ENVIRONMENTAL MANAGEMENT

COUNCILMEMBER SINENCI: Thank you, Chair. I believe we requested a breakdown of the itemized...the items for the 450,000.

CHAIR RAWLINS-FERNANDEZ: Director, do you have that breakdown?

MR. NAKAGAWA: Yes, Chair. So, the breakdown was provided in EM-14, question number three. So, basically, I have it right here, so basically the, it's an office trailer that came out to roughly 265,000. Looks like they had some...that was engineering design I guess and then there's design of 25,000 for the PV system with a battery system. And then they have a photovoltaic system of 110,000, and roughly 50,000 for contingencies just in case the estimates are off, yeah.

COUNCILMEMBER SINENCI: Thank you, Director. Was there any monies for transportation of the unit and for hauling it out to Hana?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Yeah, so that's one of the factors that definitely went into this estimate price. As you know like Hana is pretty difficult to get out there, and so usually that'll probably add around 5, 10 percent to the overall cost. And similar to whenever we deal with projects in Molokai or Lanai, I mean that's just the cost of business in doing...in those remote areas, yeah.

COUNCILMEMBER SINENCI: Thank you, Director. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sinenci. Member Paltin?

COUNCILMEMBER PALTIN: Member Sinenci covered my concerns.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo, Member Paltin. Okay, so you said it's 265,000 for the trailer?

MR. NAKAGAWA: Yes, Chair, and that's...

CHAIR RAWLINS-FERNANDEZ: So, what happened in discussion was Chair King brought up, you know, that like a brand new--what is it called--modular office like this would cost closer to \$30,000. Would you be able to share with the Committee why it's so much higher?

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MR. NAKAGAWA: Yes, Chair. So, basically my understanding is that we just, in fact it was in my Lahaina Wastewater Treatment Plant, they just bought a similar type of trailer office setup and that's roughly how much it cost for that. So, I think just real quick, just overall I mean basically they have a little shack out there that's falling apart. They don't even...they have to use an outhouse, I mean they don't really have any sinks or anything. I mean it's pretty...I don't know what the word is, like pretty low standards out there. And so all we're trying to do is give them basic needs like water and a place to meet, office space. They have no electricity so we need a photovoltaic system with battery. They basically...we'll provide them with a, you know, a shower place, you know, just to wash off and everything, because trash is dirty similar to wastewater. And so that's the basic needs were out there. And should those prices change and maybe the...and we deal with this all the time with projects, if it comes a little lower and we're a little bit too conservative then that money is just lapsed and goes back into the sewer fund...well not sewer, this is trash fund, sorry. And then you just roll it over and roll it into your Carryover/Savings, yeah.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Mr. Nakagawa. I absolutely support upgrading the standards for the Hana employees out in the Hana Landfill. But I guess, you know, just because that's how much it was...an office trailer, modular office was paid for in Lahaina doesn't really explain why it costs so much if Chair King has bought similar modular offices for her company at 30,000.

VICE-CHAIR KING: Chair?

CHAIR RAWLINS-FERNANDEZ: And maybe Chair King would like to expound on that.

VICE-CHAIR KING: Yeah.

CHAIR RAWLINS-FERNANDEZ: Chair King?

VICE-CHAIR KING: Thank you. I think we, on the list of people with concerns I think you and I may have had the same ones. I thought that K with a circle around it was me but maybe it...cause I know I had the same, the concerns on the same ones as you. But this one, you know, I'm...we have four people out there at the most and we have...we need a 40-foot trailer with a conference room in it? That seems like a bit overkill for, you know, what is like an upgrade of an office trailer. But yeah, I had real concerns because, you know, my company recently bought an office trailer that has got A/C, we've hooked up A/C and has a bathroom in it for like 30,000 so just wondering what kind of bids you got. Why do you need a 40-foot-long trailer double wide for four people? And why do you need a conference room out in Hana? You know like Chair Rawlins-Fernandez, I support the upgrade but it just seems really excessive. And then to put a \$50,000 contingency on top of it seems like super excessive.

CHAIR RAWLINS-FERNANDEZ: Director?

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VICE-CHAIR KING: Did you get bids?

MR. NAKAGAWA: Yes, thanks, Chair. So, that 50,000 contingency basically, I mean it always is roughly, that's kind of how that...I guess industry standard is that 10 percent of that is kind of roughly how much it is. And so \$50,000 I guess they estimated roughly 400,000. Whenever you do any type of electrical or, you know, that requires structural type of stuff, I mean the cost just can be a little higher. And so I mean as far as the...I apologize, I never really put it together, I guess, so to speak, you know. But what I understand is that they...this is just based off of whatever they bid out before. I mean I'm sure we can always look into if the accommodations can be reduced and therefore the price reduced. I mean and then we can look at that. I mean but they...my understanding is just that the Solid Waste Division did go based on their historical information, yeah.

VICE-CHAIR KING: I don't know what to say to that, Chair. I just, I mean I think all it takes is like you call three people and find how much an office trailer costs and you can get the prices that way, you know, we do that all the time. But it just...I've never seen one for \$265,000. And with the add-on, you know, maybe that...and then that also, I don't know if you're going to cover the whole thing with photovoltaic but that makes the photovoltaic more as well because now you got twice as much top to cover. So, I would be more comfortable with like half this amount being in this Budget. And we just went through the Water, Department of Water Supply and the entire CIP Budget had one contingency fund of 350,000. So, we've got \$50,000 contingency on this one office trailer. So, I just think that's a bit overkill.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Member Hokama?

COUNCILMEMBER HOKAMA: Chair, if I may ask the Director, and again this is your first Budget with us as the Director, Mr. Nakagawa, so I appreciate it. Because this is a landfill facility, I do know there's additional Department of Health and OSHA requirements so how much of a factor that is? 'Cause I understand my colleagues' concern about the price sounds very high, but maybe there's things we need to know whether it's Health Department or Federal regulations that require you to provide I would assume an emergency shower regarding chemicals and other hazardous materials at the landfill that impacts employee safety, health and safety. Again, I'm not sure of all of those things, but I know that on Lanai we had to provide the shower facilities and some other things because of a landfill designation. So, if this is to replace your current facility, are there issues we are not aware of that you're dealing with regarding OSHA or Health Department?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Thanks, Member Hokama. Yeah, so landfill to my understanding is similar to wastewater where you're supposed to provide showers, you're supposed to provide their coveralls, you know, their uniform so that they don't take that type of I guess you can call it hazardous materials back home, right? And so, when you provide that, you always have some type of emergency eye wash,

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emergency showers, and all that kind of stuff. So, all of that regulatory OSHA requirements are always factored into the facility or in this case the actual trailer. So, you are correct.

COUNCILMEMBER HOKAMA: And then with this project being for our Hana District, must everything be self-contained and I say that in a manner that any wastewater, any used water cannot go into the landfill? I mean do we have certain regulations we need to follow about what has to stay within a collection system for appropriate disposal and therefore it's one of your cost factors for this new replacement expansion request?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yeah, Chair. I can follow up on that, but I'm...I know there...they talked about water and for their drain so what I'll do is I'll follow that. I don't know the details on that but I would imagine that went into the actual cost also.

COUNCILMEMBER HOKAMA: 'Cause I, if I, my memory is still serving me well, I know those were some of the factors that we had to deal with the issue of closer...closure of the landfill as well as looking at alternative ways of assisting that community. So, I'm just wondering what is the impact to this project regarding those factors. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Okay, Members, seeing no other questions...Chair King?

VICE-CHAIR KING: Yeah, can we just ask the Director to find out if a 20-foot office trailer would suffice for four people out there? 'Cause I think we can get all the same, you know, my company has to do OSHA and all that too but it just seems like a bit overkill. Harder to get out there for one thing and then it's going to take more photovoltaic, but my other question is what are you going to do if the sun isn't shining?

CHAIR RAWLINS-FERNANDEZ: Director?

VICE-CHAIR KING: Is there any other backup power out there or are you just going to close up shop?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Thanks, Chair. Yes, Chair King, that's why basically you size the battery in order to storage. I mean so typically that battery storage might last two to three days right? And I mean and so that's probably why that...I mean you think about that, \$110,000 system for the battery and the amount of photovoltaics, I mean it's going to have to last you for a certain amount of time, right? And so it doesn't really matter how big your trailer is, because you're not really putting it on roofs of the trailer, you're really kind of...I think you're putting it on some type of structural support as in the like the parking lots, that kind of stuff, there's some type of other

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type of structure. Because there's going to have to be enough storage and we all know Hana side, I mean it rains a lot on that side, so.

VICE-CHAIR KING: So, you're planning to develop a separate parking lot for your photovoltaic overhang?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. No, what I meant was just it's similar to where it's...the photovoltaics are not, may not be on the actual roofs, right, it's actually structures to where it's either...it's a metal support system for the photovoltaics either on the ground or elevated, yeah.

VICE-CHAIR KING: Okay. Doesn't sound like it's very well developed at this point, but maybe you could just check and see if really we do need a 40...I mean that's a pretty big office trailer for four people. Okay, thank you.

CHAIR RAWLINS-FERNANDEZ: It's...so CBS-5504, the Office Trailer and PV Expansion is proposed to be funded with GO Bonds, and perhaps the action that we could take is appropriation without authorization and send it to Committee for further information.

VICE-CHAIR KING: Yeah, I would support that.

CHAIR RAWLINS-FERNANDEZ: Member Sinenci?

COUNCILMEMBER SINENCI: Would that disrupt any timelines?

CHAIR RAWLINS-FERNANDEZ: Director? What is the timeline? Mic on.

MR. NAKAGAWA: Yes, that's going to disrupt the timeline.

VICE-CHAIR KING: So, you already have it on order? It sounded like you were still developing it, so.

CHAIR RAWLINS-FERNANDEZ: Director, perhaps you can share with us the timeline?

MR. NAKAGAWA: Sorry, Chair. Yeah, so I think I misunderstood the question. Yeah, so it basically if you guys put forward the project is what I'm hearing, right, but you guys are just going to hold on to the funding source, right? So, that means once we try to go out...you want us to look into it and then figure out whether or not we need the full 450 or not? Is that correct?

CHAIR RAWLINS-FERNANDEZ: That's correct. Chair King also asked if you would be able to explore a 20-foot container to compare to the 40-foot container you proposed. Or if the 40-foot container is required for the needs of the four people that work there.

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MR. NAKAGAWA: Okay. Yeah, Chair, so we can do that. The only part is like any project we can always shop around. You can call around, you can get the quotes. If that is sufficient for this body and then when we come back then that's great. But in order to start any type of project you really need...I mean there's some type of consulting, there's some type of design system, that kind of stuff. So, then that's the part where you delay, that's kind of what I was getting at is really if you don't have the early funding approved we cannot go ahead with the actual contractual services and which means we...you just kind of delay it that way. So, that's the delay that I'm talking about. I didn't quite understand in the beginning. Sorry about that.

VICE-CHAIR KING: But you can...your design is...I mean basically you're just ordering, you're not building it so you can do that, right, and go out...you can get the pricing, you can try to figure out the appropriate size and, you know, what all the pieces that you need. Or if you're going to put the photovoltaics on the roof, if you're going to put them on the side, you can figure those things out without a professional consultant.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Solid Waste doesn't have any electrical engineers. That's a service that is...it's a professional service that's licensed, that requires a license to do and that kind of stuff. So, that type of production work is typically not done in house and pretty much as well as Wastewater also. All of that kind of services are actually contracted out and so as far as what you're talking about, it's just securing the prices for trailers, that kind of...that's definitely easy that kind of stuff. So, maybe --

VICE-CHAIR KING: Yeah.

MR. NAKAGAWA: --if you want me to make a suggestion. Like yeah, so basically --

VICE-CHAIR KING: Go ahead.

MR. NAKAGAWA: --if that's kind of what you guys are getting at then maybe you should...like we list it over here it's, I don't know, half of the cost is really going towards the PV side, all that kind of stuff then you at least fund the half then you can always start the PV side because that's not going to change. Your...the electrical demand on whatever you're going to run inside that whether it's a 50-foot container or whether it's a 20-foot container is going to pretty much relatively be the same right? You're going to have some type of small little refrigerator, you're going to have computers, you're going to have all this kind of stuff, running electrical devices, printers or whatever. So, that your electrical demand won't change so that at least you can get started, you can get the expertise for that, and then we can always come back to this body and say okay, here's what we found with this type of...this will meet our needs and maybe it's only 50,000 or 75,000, whatever, 100,000, half the cost or whatever it is. And that would actually be probably a better way, because then it doesn't really impact the timeline and what you proceed with the job of getting that outside service. The part with any project is really you want to get the services that you cannot do, get that going 'cause then you need the contract, you need all that

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kind of stuff. That doesn't delay your project within your window of funding available, yeah. And then you can as far as buying the trailer, that kind of, that's easy. We can always come back and say hey, this is what we found, here's the three quotes and...

VICE-CHAIR KING: Right, but, Director, I've always found that one of the largest expenses of electrical is air conditioning. So, the size of air conditioning is going to be different between a 20-foot and a 40-foot container. So, that's what you're going to need to size the photovoltaic on, you know, generally. So, I don't know, it just feels to me like how can you go ahead with any of it until you've sized it right and you figure out exactly what you want? I've never heard of like putting a PV panel up before you actually have the actual building.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yeah, Chair. Yeah, so the...I mean once again for me it's really the sizing of your PV panel is based on your kilowatt usage of your facility, and so I mean you...it may be correct that, you know, a bigger area but we're not talking about a 10,000-square-foot building versus a 1,000-square-foot building. We're just talking about either a 40-foot or a 20-foot container so the difference in the kilowatt usage for that is going to be very minimal. And that's what I mean by it's not going to significantly change your kilowatt usage of your facility yeah. And so if this...that was just a suggestion, so if you want to hold it all, you get...this body is I guess free to do that. I was just kind of trying to address I heard some concerns with, you know, moving it along, and I'm just kind of giving you the different factors that go into why it takes a while and how to move it along. But it's totally up to this body.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Chair King, are you pau?

VICE-CHAIR KING: Well, you know, I'm...I just don't see that it's holding it up. I think you made a good suggestion about doing appropriation and then, on funding it and then we can put it in. I mean it would be in I think Chair Sinenci's Committee because you oversee DEM. So, you know, that could be something that could be talked about even before the end of this year as far as sizing and looking at what you need out there. But I just, I see so much overkill on a lot of these projects and I think at some point we've gotta start being more frugal.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Member Sinenci?

COUNCILMEMBER SINENCI: I can agree if it's not going to hold up the project. If we can go ahead and appropriate the funds so that we don't kind of stonewall the project. I hear some of the other Councilmembers' concerns about the added cost. We just want to...we keep operations going at the site. There are other activities that happen at the site including metal collections, that happens every couple months, and then there's also some of the invasive species, hauling in and out of the green waste that we want to address too. So, there are...it's kind of ground zero for our community where we're dealing with some of these items. So, if we can continue with the process at this time and so that our services are not interrupted, I can...we can refer it to my Committee

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and look at some of the costs, how we can save some of the costs as some of the Members have brought up.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sinenci. Director, would services be interrupted if this is appropriated and not authorized? Member Sinenci just said that services would be interrupted.

MR. NAKAGAWA: Chair, I think if I'm not mistaken I think...that was the first question right? Yeah, so I think we said that it would be interrupted for whatever that period is. I mean it's going to move along but it's just going to delay the project a little and then you come back...

CHAIR RAWLINS-FERNANDEZ: No, current services. Would current services be --

MR. NAKAGAWA: Oh.

CHAIR RAWLINS-FERNANDEZ: --interrupted?

MR. NAKAGAWA: I'm sorry, sorry. Sorry, Chair, I misunderstood. No, it's not going to interrupt the actual services.

CHAIR RAWLINS-FERNANDEZ: So, current services wouldn't be interrupted if this is appropriated and not authorized.

COUNCILMEMBER SINENCI: Okay. So, you're thinking of we're just going to appropriate it and wait for some...

CHAIR RAWLINS-FERNANDEZ: Wait till it goes to Committee for further deliberation.

COUNCILMEMBER SINENCI: Okay, if that's the will of the Council.

CHAIR RAWLINS-FERNANDEZ: Member Sugimura?

COUNCILMEMBER SUGIMURA: You know I'm listening to Member Sinenci and one of the things that I know just from doing, you know, my, when I did my small business and doing events is what people hate are those Porta Potties. And I see the big thing for this is that your employees who are out there, whether it's 4, 10, 15, or 2 are being inconvenienced in to me a major way and I think this is a way of the County trying to improve that. I wonder what, you know, your communication with these employees, I bet you they must be cheering just thinking that the Department is making this move. And I wonder if the Director could get this information that the Members are asking so that it doesn't have to get referred to Committee 'cause of Sunshine and we're doing Budget and it's going to get delayed. I really would like to help Member Sinenci solve this, and whether it's the trailer is too big, that's really a good point. There's, maybe there's other services and that's why the Department is recommending it. And I think this is a really good thing, but if the Department could get to Member Sinenci

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information, whatever you decide or, you know, would be appropriate so that we could put it in this Budget. I mean it sounds like it's about time.

CHAIR RAWLINS-FERNANDEZ: Yeah. I think, you know, I don't think Members disagree that this is needed, and we fully support it. Four hundred fifty thousand dollars is a lot of money. That's a brand new house. And if Chair King is saying that she bought a modular trailer for \$30,000 and the price that he...that Director is giving us is \$265,000, that's a substantial difference. And I think maybe, you know, like further exploration. For me, you know, just because that's how much was paid for Lahaina modular office, it is not justification enough to pay that much again.

COUNCILMEMBER SUGIMURA: Correct. So, I wonder if...

CHAIR RAWLINS-FERNANDEZ: So, I think we all support it.

COUNCILMEMBER SUGIMURA: Yeah. So, I wonder if the Director could get us the information soon, yeah, as we're doing the Budget.

CHAIR RAWLINS-FERNANDEZ: We're making decisions now.

COUNCILMEMBER SUGIMURA: Oh today, has to be today?

CHAIR RAWLINS-FERNANDEZ: I mean it can come later but --

COUNCILMEMBER SUGIMURA: How about tomorrow?

CHAIR RAWLINS-FERNANDEZ: --you know we have like a really strict like timeline for all of this.

VICE-CHAIR KING: Chair? Chair?

CHAIR RAWLINS-FERNANDEZ: Member Kama and then Chair King.

VICE-CHAIR KING: Okay.

CHAIR RAWLINS-FERNANDEZ: Member Kama?

COUNCILMEMBER KAMA: Thank you, Chair. So, I'm just curious as to what is in this trailer and PV expansion, what is it that I'm getting? 'Cause when I...if I just see the word "landfill trailer and PV expansion" all I see is this Matson container with photovoltaic on top. So, is that what I'm getting or is there something else? Tell me what are we buying?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Thank you, Member Kama. So, basically you're getting a small little trailer, 24 by 40. You have a bathroom in there and you have a shower, right, for

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them to shower, and you have a break room. A locker room for put...so they can put their personal stuff and lock it, right? And then you also have this PV system with a battery, a battery system, right, to power it. And basically like I said it's just the basic needs for somebody to go in there, go on their computer, you know, do their office stuff, and go all have a break, someplace to sit down, eat their lunch, right? You know I struggle with this all the time as Administration also, but the part really is for us, like I'm going to Wastewater as well as trash is like it's funny that these little things is the one that sparks the morale. I mean, right, I mean we're dealing with...can I, I don't know if I can say that but the backend of stuff all day, right? I mean my guys are dealing with it all day and so like little things like this. I mean really, I mean it's a thankless job, right, nobody really appreciates them until something happens, right, and then they get blamed. And so, these little things really kind of are the only ways you, I mean you just show your appreciation and say hey thanks, you know . . .*(inaudible)*. . . That's kind of what this boils down to, right? I mean they have an outhouse, I mean they're basically, they got, you know what I mean? So, what we're doing is just really providing them with...to be a little bit more professional, right, that's what we always try to do in leadership is really provide that professional atmosphere so that they act professional, that they become more professional, and they appreciate and do their job better. And I mean really that's kind of what it boils down to. And I totally understand the concern with this, what this body has because I struggle with that too, but every day as Wastewater Chief, every day I'm with them on the ground like dealing with them and I kind of see that side too. So, I kind of try to be in the middle. But if we only use financial numbers, it doesn't really pencil out all the time, right, you gotta look at kind of the overall aspect of it. So, yeah, I appreciate that question.

COUNCILMEMBER KAMA: Thank you. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Kama. Chair King?

VICE-CHAIR KING: Thank you, Chair. Yeah, again, nobody's disputing that we should give this operation an upgrade. I have immense appreciation for people who work at the landfill, because I've been out there many times to the Central Maui Landfill and I, you know, we used to have our business out there. But I just wanted to kind of go over the timeline because, you know, for new Members, none of this money can be spent until after July 1st anyway, and Member Sinenci can probably even before that time have a meeting or even two about this issue and really pare this down and come up with real numbers of what something like this actually costs. So, none of us are disputing that it's...that we'd like to see an upgrade and that people should have better working conditions out there, I'm just saying it shouldn't cost 450,000. Like you said that's building house with buying the property. We already own the property. So, that's my biggest concern is I think we have to start looking at some of these projects in a more frugal way and practical way and stop just throwing numbers out there just because we're repeating something that we did before. So, I think we could still get it to happen as...it can't happen any faster than July 1st, because you can't spend...this money is for the next Budget. So, you know, we...you can have meetings about this issue before the end of June and you can come to those conclusions of

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what it actually should cost, and then we can do the bond funding or authorize the bond after, you know, in the very first part of the next fiscal year. So, the timeline I don't think is going to hold up this...I mean we know it's not going to hold up operations but I don't think it'll even hold up the actual...because we're not building anything, we're just hauling a trailer out there. That happens really fast. So, you know, I just would like to be able to move on and support your idea of, you know, appropriating it and then bond funding after we figure out what it really is going to cost and what we really need out there, and we can do that as quick to...as, you know, as soon before the beginning of the next fiscal year as possible. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. And just a quick correction that the Water and Infrastructure Committee actually has jurisdiction over Solid Waste Division of DEM, so that would be Member Lee. Member Hokama?

COUNCILMEMBER HOKAMA: Chair, thank you. I would support my colleague from Hana, but my recommendation because again how it's being proposed to us is just authorize \$25,000 at this time for the engineering requirements. And since it's bond the Administration can always submit it at any time to the Council for consideration. So, that would be my recommendation without stopping the project, 25,000 engineering, fund it now, make it go, and then come back with the appropriate financial request but via bond from the Department. That would be my suggestion to my colleague. And then it's still moving forward.

CHAIR RAWLINS-FERNANDEZ: Member Hokama, for clarification, the 25,000 for engineering --

COUNCILMEMBER HOKAMA: Yeah, because that's what...

CHAIR RAWLINS-FERNANDEZ: --what would be that...what would be...what would that pay for?

COUNCILMEMBER HOKAMA: Pardon?

CHAIR RAWLINS-FERNANDEZ: The 25,000?

COUNCILMEMBER HOKAMA: That would be the engineering requirements for them to come up with responses to the various questions from the Committee regarding size, electrical capacity, electrical storage, showers, whatever it be to fulfill the requirements of a landfill facility. And then they can come back with the appropriate number for the Members to consider for the finalizing the full construction or authorization of the project. Because I'm really concerned about the totals, running totals of where we're going right now with this proposed Budget year. So, that would be my recommendation to my colleague at this time.

CHAIR RAWLINS-FERNANDEZ: So, Member Hokama, the breakdown of the \$450,000 is...

COUNCILMEMBER HOKAMA: Would be scratched. We would just put 25,000 right now.

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CHAIR RAWLINS-FERNANDEZ: Okay, but...

COUNCILMEMBER HOKAMA: And that's for engineering.

CHAIR RAWLINS-FERNANDEZ: Okay, even though engineering wasn't part of the initial 450,000?

COUNCILMEMBER HOKAMA: Well, what I'm hearing from the Members is that what's we're asking the Department and the Director to provide us, the engineering requirements to make this project go. So, that's what I would say is engineering and coming up with the design scale and then come back later with the construction request.

CHAIR RAWLINS-FERNANDEZ: Okay. Ms., Chair King.

VICE-CHAIR KING: So, Chair? So, Chair, just to...the breakdown that is on EM-14 does have engineering as \$25,000 of the project.

CHAIR RAWLINS-FERNANDEZ: Okay.

VICE-CHAIR KING: So...

CHAIR RAWLINS-FERNANDEZ: Okay, Members, so the proposal is for \$25,000 for appropriation and authorization, and the remaining \$425,000 to be appropriated and not authorized.

COUNCILMEMBER HOKAMA: We would delete it at this time, Chair.

CHAIR RAWLINS-FERNANDEZ: Oh delete it?

COUNCILMEMBER HOKAMA: Delete it.

CHAIR RAWLINS-FERNANDEZ: Oh, okay.

COUNCILMEMBER HOKAMA: Because the Department is going to come up with a new smart number.

CHAIR RAWLINS-FERNANDEZ: Okay, and because it's bond funded --

COUNCILMEMBER HOKAMA: That they can adjust it...and that...

CHAIR RAWLINS-FERNANDEZ: --then we can fund it and...

VICE-CHAIR KING: Right. We can put it...

COUNCILMEMBER HOKAMA: And they can come back later --

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CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER HOKAMA: --after Budget. That's the benefit of the bond option. They can come after Budget Session with a --

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER HOKAMA: --Budget amendment with the bond. And they'll come back with the appropriate smart request.

CHAIR RAWLINS-FERNANDEZ: Okay. Members, any reaction to that proposal? Member Sinenci?

COUNCILMEMBER SINENCI: Yes, thank you, Chair. Thank you, Member Hokama. Yes, my concern is just keeping the project going so I appreciate that and I can support that. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sinenci. Members, any other comments? Okay, so the proposal is for CBS-5504, Hana Landfill Office Trailer and PV Expansion, an appropriation and authorization of GO Bonds for \$25,000 for engineering. Consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Okay, the next one is the...

COUNCILMEMBER LEE: Madam Chair?

CHAIR RAWLINS-FERNANDEZ: Member Lee?

COUNCILMEMBER LEE: Sorry for the interruption but I have a question. Before we leave Kihei which is after Hana, I was wondering when do I bring up my proposal, at another time regarding the Kihei Wastewater Facility expansion?

CHAIR RAWLINS-FERNANDEZ: Sorry, Member Lee. Okay, yeah, let's go to that one first.

COUNCILMEMBER LEE: Okay.

CHAIR RAWLINS-FERNANDEZ: Okay. And that is a proposal for CBS-XXXX, so blank, Kihei-Makena, Sewer Expansion, expansion of sewer treatment plant for Kihei-Makena, added \$7.5 million.

COUNCILMEMBER LEE: Madam Chair, this is for the design and construction expansion of the Kihei Wastewater Treatment Plant. I am proposing \$7.5 million in bond and we checked with you, Eric, and you mentioned...and the reason why I bring up South Maui is because if you look at Wailuku, Kahului, and West Maui, they're pretty much covered in terms of expansion and upgrades. I really believe that Kihei, serving such a

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large area and so many residents, really needs to prepare for an expansion and we need to start the design and preparation process as soon as possible. And that is the reason why I am making this proposal.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Lee. Members, questions? Chair King?

VICE-CHAIR KING: Well, I really appreciate this proposal and I just am, want to make sure that...I don't know if we need to proviso it but I want to make sure that this addresses the expansion of R-1, providing R-1 water and bypassing the injection wells so that we don't end up in the same situation as West Maui and in a lawsuit. So, I don't know if we need to proviso that or we...

CHAIR RAWLINS-FERNANDEZ: We would add to that the language in the description.

VICE-CHAIR KING: Okay.

CHAIR RAWLINS-FERNANDEZ: So, what is the language?

VICE-CHAIR KING: I haven't really put it together but I can if we want to come back to this; some of the same language that's in the similar proposal for Lahaina wastewater. We've got a \$13 million project in here that is probably addressing--and we'll get to it later--but it's going to be addressing many of the same issues that we're trying to address in the settlement for the injection well lawsuit.

CHAIR RAWLINS-FERNANDEZ: Okay, so this phase project has constructed additional UV disinfection facility so that all water processed as the Lahaina Wastewater Reclamation Facility reaches R-1 quality before reuse or disposal?

VICE-CHAIR KING: That's perfect. What page are you on?

CHAIR RAWLINS-FERNANDEZ: That is Page 708.

VICE-CHAIR KING: Okay. Okay, so is that an appropriate description that you think you'll be able to --

CHAIR RAWLINS-FERNANDEZ: Director?

VICE-CHAIR KING: --address, Director, given that this is a \$13 million project and what we're talking about is half that much?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Chair, and thank you, Chair King. Is that appropriate...

CHAIR RAWLINS-FERNANDEZ: Seven point five million.

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MR. NAKAGAWA: So, maybe I can step back a little bit. So, the 13.5 that you're referencing and you're saying is about half the amount, there's an actual project that's part of our six-year CIP. It's creating elevated storage, a pump station to get there, and the pipelines to get it there, up and down, 13.5 million. I guess my point is, is that we've studied it, we're in design already. I think we're about 40 percent design roughly, so the reality of that happening is more of a reality that's going to come to fruition than if we...Kihei we already have elevated storage, we already have a pump station that goes up there. We already have a project slated I believe this year to upgrade the pumps to make it more reliable. We're already constructing a second tank. I don't know if it was funded last year. So, the...because I don't have any projects, depending on how you guys want to word it, because now the appropriations are very particular on how you guys actually word it. You know whether it's preferable, you can say planning, design, construction of something and that'll help us to try to expend it. But because we haven't really identified certain projects, to spend that whole 7½ million may not come to fruition but and it may. Now, just be...when I...if you guys are going to appropriate it and I can find something, just make sure when you guys word it that it's able to cover various things, or if not, we're not going to be able to encumber it, we're not going to be able to use it. The second part of that is really as far as the projects goes and trying to make it come to fruition, if you don't...if I don't have a project, it may not come out. But the other part is really, you know, based on my presentations earlier is that just kind of keep in mind that debts, our debt service is rising really high, and the more money...cause I assume this was GO Bonds, right, and so 7½ million that's probably \$750,000 in additional debt service next year, right? So, we're already at 24 percent debt service. So, just kind of, I'm just kind of letting you guys know you guys keep in mind the more and more projects we continue to add, the higher and higher our mortgage is going to be, and so just kind of, just a word of caution going forward. And we have a lot of projects that we want to...we need to do and we already have them planned out and kind of spaced out accordingly on our 20-year CIP. So, we try to strategically put it so that we keep our sewer rates at our minimum. So, just keep that in mind on...

VICE-CHAIR KING: Director, are you...if I can follow up, Chair. Are you --

CHAIR RAWLINS-FERNANDEZ: Really quickly and then Member Lee.

VICE-CHAIR KING: --familiar at all with the previous Director's plans to bypass the injection wells and to expand the R-1 usage in South Maui? Because we were on a pathway to...on a four-part recommended pathway to...first of all, I know they hired a consultant to do biological nutrient removal before the injection well, and the last I spoke to Director Stant, he said well we actually don't need to do the next steps of that because we're just going to bypass the injection wells. So, it doesn't look like you're familiar with that plan. I don't know what happened between Director Stant and then Director Miyamoto and then yourself, but this is a really important step in the evolution of or I should say the end of pollution into the ocean, because we are losing our reef along South Maui at a, probably a faster rate than West Maui, it's just that we don't have a lawsuit yet there. So, this has been an ongoing concern to start taking care of this before it gets to the point where someone does come out and we have to

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deal with another multimillion-dollar lawsuit. But that's what I was told probably about a year and a half ago by Director Stant.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Yeah, thanks, Chair King. I'm not going to steal anybody's thunder but if you remember my presentation, that's basically trying to take that initial step of going away from injection wells really was, I don't know if you remember seeing our slide but basically we have 150 acres of, right above the police station in Kihei, and then we have another 100, probably I've identified I think it was roughly 260 acres was all I needed going south towards Maui Meadows. And so when we develop a, some type of land application, I mean basically if you have that amount of land, I mean you can pretty much divert almost 100 percent except of course during rainy days and that kind of stuff. You're always going to need injection well as your backup and just a backup system. So, I am familiar with the concept and how to do it. We were going to actually start with a pilot study first on the 150 acres, try to see what that entailed, how can we talk to Haleakala Ranch, how would the farmers utilize that type of water, whether it's livestock or irrigation of gardens, vegetables, that kind of stuff. So, I am familiar with that concept, I didn't...I mean I guess you can word it to where you're just bypassing the, I mean the injection wells. I guess that's maybe what you're getting at, maybe yeah.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Director. Member Lee and then Member Hokama.

COUNCILMEMBER LEE: Director, are we in full compliance with EPA regulations in South Maui?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Thank you, Member Lee. No, not right now. Our EPA, basically we meet all of our permit requirements right now. We...

COUNCILMEMBER LEE: Wait, wait, you said no, we're not in compliance right now?

MR. NAKAGAWA: Madam Chair?

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. NAKAGAWA: No, I mean we are all in compliance. All of our permits we all...we're all passing all of our DOH permits, yeah.

COUNCILMEMBER LEE: Okay. So, yes, we are in compliance.

MR. NAKAGAWA: Yeah, sorry yeah. Yes, we are in compliance.

COUNCILMEMBER LEE: Okay. And then what is the capacity at the South Maui...the West Maui...I mean the South Maui plant?

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MR. NAKAGAWA: It's eight MGD, 8 million gallons per day.

COUNCILMEMBER LEE: And how much is left?

MR. NAKAGAWA: We basically use roughly 3.5 MGD to maybe as high as four with peak tourist season coming in, little over four.

COUNCILMEMBER LEE: And so how are we doing on the reclaimed water? I mean that was the first plan to start it and is...have you upgraded it?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Madam Chair? Yeah, in fact reclaimed water in South Maui, I mean we basically in the summer we probably use close to probably two MGD a day. We empty out tanks, that's the reason why we had to build a new million-gallon tank is basically we were emptying our tank twice a day and so there was a high demand. There's even during those summer times when it was dry, I mean pretty much we kind of had to tell people to stop using it because we had to refill the tank. And so not to share who, you know, we have a lot of big users. We have the golf course right there as well as all of the parks, the new park that came up in South Maui. You have Kalama Park, you have all the...all along down Waipuilani now, they're all on the system. So, yeah, we have some nice large users that's around that South Maui.

COUNCILMEMBER LEE: And there's no need to expand those lines, those transmission lines?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yeah, Chair. Yeah, you can always...my goal is really, was to...when I was there is really to loop the system, come around the top mauka and then come around the golf course and then down where the high school is. That will create reliable pressure. I think...but it still comes back to kind of what I was saying in the beginning of it's great to provide the funds available to do it but every project...so I think we step back, every project no matter what type of project it is in the County, the first year you're always going to figure out, you're going to do a little quick study to figure out what you want to do, the best alternative. Then you go into design the next year and then you will skip a year because you're going to have either some type of special permits and that kind of stuff, and then you build it the following year. So, that's kind of that course of every CIP on how long it takes. And that's why in the beginning you want to kind of get that going, and then you can come and finish off those projects. I believe in the past we tried to condense that timeframe, that schedule, but then you end lapsing funds because of some type of, whether it's you're crossing a State highway, whether you're getting some type of SMA permit, whether you're...so those are the kind of permitting factors that come in that really delays those projects. And so I'm totally open on receiving that funds, I just kind of warn like that when I say in the beginning it may not come to fruition because of that, the

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length of every CIP. No matter who it is, whether it's DEM, Water, or Public Works or whoever, yeah.

COUNCILMEMBER LEE: And we understand that and we also understand that if you don't get started it's never going to be finished, yeah? And numbers too, don't worry about the funding, we'll take care of that. Unless you're thinking of raising rates, is that what you were thinking?

CHAIR RAWLINS-FERNANDEZ: Director? Oh, mic. Thank you.

MR. NAKAGAWA: Yes, Chair. Yes, and so pretty much everything in a nutshell, that's kind of what I was getting at. Everything in a nutshell and what we...the decisions we make. I mean it boils down to meeting our infrastructure needs, but it also boils down to the impacts on the community which is sewer rates. And so, I gave you the illustration of if you're going to give me this money, that debt service is going to rise which means we're forced to raise sewer rates in the future. So, if you have this 7½ million let's say you're giving for Kihei, that's basically \$750,000, that's basically going to raise your rates probably 1½ percent that following year, just to cover that debt service.

COUNCILMEMBER LEE: So, how...don't you borrow from the State Revolving Fund?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Yeah, so your number one...oh, our number one place that we always borrow is SRF, it's the lowest interest rate, right now it's 1.25 percent I believe. The problem with SRF is they've had pressure from EPA to utilize their funding. It's always been they've always had a big reserve, and with that amount of reserve and the pressure for using that money, they've lowered their interest rates. And so, what happened was now all of a sudden Honolulu is coming in and they have projects, that one project is 50 million or 80 million and they kind of used it all up. So, in the future they told me that basically you have, you can probably look at projects that are roughly around that \$10 million range that they're going to be able to supply us. Other than that, you have GO Bonds which is another 2 or 3 percent I believe higher and...

COUNCILMEMBER LEE: Okay, but I think that kind of issue is more of a policy matter for the Council to decide. You know we may decide that in certain cases we will subsidize certain CIP. I mean look at Transportation, our Highway Fund is what, I don't know, 20, 30, 40 million, and we subsidize Transportation to the tune of about 15 million, you know, from that fund. But it's a policy decision, that's the kind of...that's what we're here for. So, we realize projects take a long time but sometimes we have to consider cost avoidance which means if we don't things in a timely way, if we're not fully in compliance, we lose money in the end, paying millions of dollars in fines at times. So, you know, there's a lot for us to consider. So, you just worry about the project and we'll figure out the funding. Okay, thank you.

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CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Lee. Member Paltin?

COUNCILMEMBER PALTIN: I just had a question, if that sewage fee rate increase would be for Kihei only or for all of us?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Yes, thank you, Member Paltin. No, that's everybody, and so basically based on our EPA regulations, it's like Chapter 40, Title 40 or something, basically everybody needs to pay their fair share and it doesn't matter whether you're Lanai, we always talk about this with Member Riki and...or whether you're Upcountry or...sorry, not Upcountry but Wailuku, Kahului, or Lahaina, everybody pays their fair share and those rates are spread across the board.

COUNCILMEMBER PALTIN: Got it, thanks.

VICE-CHAIR KING: Chair? Oh.

CHAIR RAWLINS-FERNANDEZ: Member Hokama and then Chair King.

COUNCILMEMBER HOKAMA: You know the idea of moving forward sooner than being forced to do it I agree with that. I just need to know whether the monies we're proposing this evening is, the figure is smart enough because my calculations is we're going to have to ask the community in the next few...between now and five years a 30 percent increase, at least 30 percent increase in sewer fees, okay, to make it go. And I just go what I know about Federal law and that the users pay for the system and its upgrades by Federal law. So, saying that, come on, you know, I'm going to look at the Department for a recommended fee increase schedule, 'cause I know just for debt service I'm going to look at least \$2 million more if we push all of this recommendations through to an adoption. So, is that a reasonable amount? Because I know where we are currently and we're already almost for me at the cap of what I think is reasonable debt for the Department. And I'm not even looking at the cesspools, which we're working with the State, and I'm not even looking at Solid Waste yet.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Thank you, Chair.

COUNCILMEMBER HOKAMA: So, just trying to be --

MR. NAKAGAWA: Yeah, thank you, Member...

COUNCILMEMBER HOKAMA: --real with our community that their bills are going to have to, are going to grow, 'cause we are required to maintain, operate, and expand the system from user fees.

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MR. NAKAGAWA: And, Member, you are correct. I mean and that's kind of my point was all of a sudden when we start to do this, it's going to increase our sewer rates significantly in the future. But once again, Member Lee is right, you guys are the policymakers and if...since 1994, I mean I believe we've been self-sufficient, I mean and if you...this body feels that it's important to the community and that kind of stuff then I'm more than willing to take those subsidies and help out. The, yeah, the difficulty I...once again it's that fine balance of whenever we get the...whenever we raise interest...I mean sewer rates, you know, we always get the calls from the kupunas and all the older people who's on fix income, them just saying, you know, we try to...we don't flush, we don't do this, we don't do that, and our rates are still going up, and we just try to, you know, apologize. We just, we know that we need certain projects and that's why we try to keep the projects, you know, to whatever we feel will meet that regulatory as well as providing a reliable service to the community, yeah. And so, yeah, I agree with you, it...as you add more and more, 20 million will translate to \$2 million of debt service the following year meaning...

COUNCILMEMBER HOKAMA: So, you need to help us, yeah, does a distributed sewer system, complete cycle systems benefit versus a, one massive plant system. You know like how we go to distributive generation for power, is one major plant the smart way to do it or components of maybe four mini plants that takes care of it, comes in at possibly a better price? I don't know. But it can be scaled as we progress because eventually, I mean we're going to have to redo this whole County. So, I look to your guidance as the professional of how to recommend options for us, because I think we have ability of choices yet.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yeah, Chair. So, yes, as far as decentralizing it I believe is what you're talking about, and that was one of the other things I talked about in my presentation of trying to, you know, DOH and EPA to me has always trying to guide us to try to get away from these one large plants, because the difficulty of getting everything there and then that's not where the reclaimed water goes so then now you're pumping everything back out. And so, I think there's always key moments in time and I think we touched this a little bit earlier was you can have these major infrastructures put in to address these bigger social issues like climate change and that kind of stuff, right, where you move your entire major backbone of your facility at the same time because you would have had to upgraded it anyway on the older stuff, so you're getting a win-win basically, right? And so, and, you know, you are threatened so maybe there's certain times in the future where we can actually start to decentralize and put these type of facilities where you can utilize the water closer to where the needs are.

COUNCILMEMBER HOKAMA: Okay, thank you. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Chair King?

VICE-CHAIR KING: Thank you. So, I just wanted to ask you, Director, we've got about 15, \$16 million in projects in West Maui so how much did that drive up our sewer fees? Is

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that's what's in there, the sewer fees are there...in there now, the proposed increase in sewer fees?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Let me just turn to something. So, looking at the distribution of funds, you're talking about West Maui, right, the 13½ million?

VICE-CHAIR KING: Yeah, there's 13 and then there's another, you know, another million-dollar project, another \$700,000 project, so I just wanted to find out because you're talking about every time we fund something like this, we have to raise our sewer fees. So, since you've...this is the biggest one, 13.5, so did that actually...was that the cause of our sewer fees going up, the proposal to increase sewer fees?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Yes, Chair, and that is...CIP is always the major cause of our sewer rates. I mean those are the major costs from going forward. Fortunately for this one, you know, we already had some contributions from the private entities, they already had to pay their fair share. Basically I think it was Honua Kai and Hyatt, they already had to pay their fair share that we're giving them water. So, I think this other grants they already...it's about 2.4 million so out of that 13.5 you're left the other 11 million roughly. So, if you look at the breakdown that, you know, and then basically you have 1.5 for GO Bonds, or the other 2.4 million is really the grants, and then the SRF is 9.5 million. And so, that nine...that other borrowed money, you figure if that's 11 million, that'll probably translate to roughly about \$1 million worth of additional debt service in the future. So, roughly almost 2 percent probably.

VICE-CHAIR KING: Two percent of the fees --

MR. NAKAGAWA: Yeah, almost.

VICE-CHAIR KING: --the sewer fees?

MR. NAKAGAWA: It's about 3 percent for 1½ million so, you know, it's about 2 percent, yeah.

VICE-CHAIR KING: Okay, just wanted to find out where, you know, 'cause I know there was...we're going to be addressing the sewer fees later on, but basically you're telling us that the reason for those increases is CIP projects.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Yeah so then, Chair, yeah, so that's pretty much the bulk. I mean operations will always...you're going to have union negotiations, you know, all that kind of ups and downs and you're going to have your special costs and from ERS and that kind of stuff. But the...that...the rate increase will almost always be due to

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your CIP, so the plan is always to whatever lapsed funds, you utilize that to pay down debt and you try to up your cash CIP as much as you can, still maintaining this sewer rates that we want to keep, you know, whether it's 2 or 3 percent, that's what were shooting every year so that we're very minimal. And then you, unfortunately you're left with that money and you're like the dad and you're looking, okay well, you can't buy that and you can buy this. I mean that's kind of how...and we just prioritize based on always regulatory requirements, reliability, and then so forth, yeah. So...yeah.

VICE-CHAIR KING: Okay. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Okay. So, from all that discussion, Member Lee, the proposal, we'll stick with the 7.5 or did you have any amendments to that?

COUNCILMEMBER LEE: That's just a bond that needs to be authorized at some point so it sounds like the Director has a lot on his plate. Or some projects do get delayed for one reason or another, and so I would like to proceed with this project. I think he has a question.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. And, Member Lee, I was going to just say that we can always, I mean if it's going to follow the same suit as Sinenci's Hana thing, I mean 'cause it's GO Bond we can always come to Infrastructure, update you every month and figure out, you know, present to this body here's kind of what I'm thinking, here's what we can do and maybe we can pursue...that's something realistic that we can actually utilize those funds during that next year. Because once...like you said if it's...cause it's bond, if I don't spend it then at least that doesn't impact us and impact sewer. And whether or not you might think that hey, that's a great project, we can do this, I think we can hopefully do maybe some type of...we've never done it yet but design build kind of stuff and maybe something smaller and then maybe we can go ahead. And so...

COUNCILMEMBER LEE: Well, I like that positive attitude. So, let's keep it in and unauthorized as a bond.

CHAIR RAWLINS-FERNANDEZ: Okay. Member Lee, would you like to also propose...so that was part one of the three parts of your proposal, would you like to propose the other two or wait until we get to that District since we're having...since we're in deliberation?

COUNCILMEMBER LEE: You mean the Upcountry --

CHAIR RAWLINS-FERNANDEZ: Yeah.

COUNCILMEMBER LEE: --cesspools and then --

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CHAIR RAWLINS-FERNANDEZ: And the Wailuku-Kahului.

COUNCILMEMBER LEE: --what was the third one? What was the third one?

CHAIR RAWLINS-FERNANDEZ: Wailuku-Kahului. If you would like, if not, we can wait until --

COUNCILMEMBER LEE: Okay. Though one --

CHAIR RAWLINS-FERNANDEZ: --we get to that District.

COUNCILMEMBER LEE: --from Kahului I would delete.

CHAIR RAWLINS-FERNANDEZ: Oh, okay.

COUNCILMEMBER LEE: Yeah? Okay. 'Cause he seems to have a very comprehensive plan for Wailuku-Kahului. The Upcountry system, I just put a plug number there, I had no idea what this would entail, but we certainly...well, what are your plans to deal with the cesspool concerns Upcountry?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Alright, Chair. How long you guys have? Sorry. Member Lee, Cesspool Working Group was formed at the end of last year, and so I was selected to be a technical advisor on that Committee and so I'm not trying to say don't do that but I think it's a little premature. What I'm trying to do is advocate for the County. Right now, the State is the...has jurisdiction. They review, they approve, they regulate. And my advocate is really to make sure that it stays that way, right? I mean if not, it's, you know, then that responsibility, that manpower, that resources, all that funding comes to us. So, really to me Cesspool Working Group, being part of that group, right now they are...we've developed the scope of works that they're going to send out. They're going to have their consultants come up and gather whatever information they're going to get. So, you have three different places over there. You have the technical group for all the alternatives on how to convert these cesspools. They have a priority data acquisition, and then they have the financial plan, that's the one I'm a part of. And the reason why I chose that one is really I pulled them back, and I really tried to see whose responsibility is it going to be to fund all these conversions and I think that's the key for our County, and the reason why I'm really there. So, I'm hoping...they've been talking about all these different types of funding mechanisms, and so I'm hoping in some way, shape, or form that the full burden doesn't come on to the members of our County, right? I mean so, that's kind of where I'm trying to...

COUNCILMEMBER LEE: How long have you been meeting you said?

MR. NAKAGAWA: The working group started at the end of last year.

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COUNCILMEMBER LEE: The end of last year. And to date, you don't have any idea...not you personally but the group doesn't have any idea on possible solutions or, you know, proposals, nothing?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yeah, Member. The...how should I say it without...can I speak like frank? I don't know.

COUNCILMEMBER LEE: Well, yeah, just say it. Just say it.

MR. NAKAGAWA: It's not rocket science, you...there's alternatives. I mean we all know and in a septic tank system there is, you know, there's some type of aerobic systems, there's...I mean they're all...and then there's these new systems like the Bill Gates' toilets. I mean, you know, so there is some innovative stuff. So, the whole point of the group is really to bring these diverse people, be a part of this group, put those alternatives together in the package, and at the end of this year, they're supposed to come out with a draft report.

COUNCILMEMBER LEE: And do you think the State, our State Legislature and the Governor are they going to pitch in and provide programs or, you know, loan programs, anything to help?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Chair, yeah. That's what they're talking about right now. They're asking...they're researching all of that. I'm on that financial side so that's what, exactly what they're looking at. They're looking at the different type of grants, how do they either some kind of financial incentives, and they're going to prioritize that and figure out the priorities of whether it's based on income, whether it's based on, you know, location, whatever that specifics are to figure how to fund that. And so, I probably if I was a betting man, I mean I would say that the owners are going to be responsible to a certain degree.

COUNCILMEMBER LEE: Okay, maybe you can let us know if any legislation on the County level might be required and if possible, you know, loans or some kind of funding program, you know, that we would consider. You may want to bring that up to our attention. Meanwhile, I will punt this to our Upcountry representative and won't take it any further other than to make one comment to you. Okay. The...just remember that the Council composition changes all the time, and you're not going to have the kind of reception you've been having all the time, yeah? So, when you say no, I don't need it right now it could be mean you will never get it, yeah? I'm just trying to give you some friendly advice. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Lee. Member Hokama?

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COUNCILMEMBER HOKAMA: I think that was sound advice from an experienced colleague. Let me say just from my participation so far from a Statewide perspective speaking for all the counties. Every county has a unique situation and I would say our neighbors on Hawaii Island has the biggest problem in totality regarding the amount of cesspools. The minimum currently capacity of what they have sewerred whereby there is no way in hell can that sewer fund pay for this new requirement. Maui County we're in a different position. Honolulu is in a pretty fair position. Kauai I would say is closer to Big Island situation regarding their needs, especially after disasters. So, let me put it this way, from my understanding from both House and Senate leadership during this mid...interim between the next Legislative Session, they're looking for guidance from the working group. I'm glad that our Director is on the financing group because that is the key concern, how do we pay for this requirement with a clock already ticking on us, Chair. So, I would say it would be...I would say, you know, I like Ms. Lee's proposal. I would say maybe we should plug in a smaller number for consideration just so that it stays on the radar, yeah, it requires us to continue the discussion regardless in Committee. And so, I would consider, be happy to consider a bond number. At least make it something so that we pay attention, so I would say maybe a million dollars at this time to authorize. No, not authorize, to appropriate. Okay. 'Cause I...we would like the specifics on how we're going to approach it. 'Cause I've come to terms and I've learned that I'll put my faith that technology is continuing to advance and will provide us with future options. Okay. Because the issue with the Bill Gates' toilet is still yet you gotta deal with the residual solids, what do you do with the solids. The liquids is taken care of but what do we do with the solids? Okay, that is the biggest problem for us. I would say, yes, the residents who have current cesspools will bear a reasonable amount of responsibility for their personal property like all of us did previously in the County regarding backfill requirements. But then, Chair, I think, you know, the ability is how we're going to deal with the environment in the future too and that will cost us big money. I think we can put some smart appropriation forward at this time so I like Ms. Lee's recommendation. And I think the Director...and I will continue to work with the Legislative leadership as our Chair has allowed me to. And say that so far this is one agreement we have with House and Senate leadership that this is a joint State and County problem. And that the State and County needs to jointly come up with solutions for all residents of this State. And this is a Statewide problem that each county faces uniquely. So, I would say Big Island would kill for be in our position regarding their total impacts at this time. So, they're looking at general fund transfers because that's the only way they can do it, understanding they need to pay it back eventually or do they actually forgive it which they still need to talk to the bond agencies about and their ability of how they deal with debt. So, I would say we have options, Chair, because of our bond rating, our past history of cash-to-debt ratios, and that's why I'm concerned about the Department's debt ceiling at this time. But all I can say is we have some time, not a lot of time, we got a clock ticking but we do have some time to allow the Department to come back with additional information as well as bank that technology will provide us with new options. Just like we're doing with the Helene Hall renovation with that cesspool issue, we're looking at new technology to provide us with opportunities, and I'm hoping for positive results from that project, Mr. Sinenci. 'Cause if that works then we can duplicate it up Kula Gym immediately and take care of that cesspool

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problem. So, I thank you for this opportunity, Chair. And that would be my suggestion that we at least put something in this year's Budget. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Okay, so the proposal, Member Lee, is to reduce the appropriation not authorization from the 5 million to 1 million for Upcountry sewer system upgrades and conversion from cesspools to, for the Upcountry area?

COUNCILMEMBER LEE: Yes.

CHAIR RAWLINS-FERNANDEZ: Okay. Members, any questions? Consensus?

COUNCILMEMBER HOKAMA: Ms. Sugimura?

COUNCILMEMBER SUGIMURA: Yeah. Thank you.

CHAIR RAWLINS-FERNANDEZ: Member Sugimura?

COUNCILMEMBER SUGIMURA: Yeah, I really appreciate; although, tying in to what Director says and Member Hokama is that the golden date is 250 and I think the Legislature...

COUNCILMEMBER HOKAMA: Twenty fifty.

COUNCILMEMBER SUGIMURA: Twenty fifty, yeah.

COUNCILMEMBER HOKAMA: I wish was 250.

COUNCILMEMBER SUGIMURA: Twenty fifty. Sorry. Sorry, sorry.

CHAIR RAWLINS-FERNANDEZ: None of us will be here.

COUNCILMEMBER SUGIMURA: It sounds better. But anyway, 2050 is the golden date that everybody is working towards, and finding solutions, the Legislature and I think they just got a report back from Department of Health and I can get a copy of that from the Legislature for our information. And of course what Upcountry residents when we've had the community meetings, they were pretty loud about not wanting to have to bear the cost and need to understand more. I'm on a working group, not the financial one but it's to, you know, just talk to the general...talk with the general community with Department of Health. So, I value this foresight from Ms. Lee and I look forward to us not having to use the \$1 million, because I think the State Legislature is always looking for some solutions too although I'm sure they don't want to pay for all this. But it is like, it is really all of our concerns, so appreciate it.

CHAIR RAWLINS-FERNANDEZ: Okay. So, Members, consensus?

COUNCILMEMBERS: Consensus.

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VICE-CHAIR KING: Chair, are we taking up both of these, the...

CHAIR RAWLINS-FERNANDEZ: We're going to take up the Upcountry first and then I'll go back to the Kihei one.

VICE-CHAIR KING: Okay.

CHAIR RAWLINS-FERNANDEZ: Okay, so for the Upcountry Sewer System Upgrades, 1 million appropriation not authorization. Consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, back to the Kihei-Makena Sewer Expansion. It's for \$7.5 million, appropriation not authorization for planning and design and construction for the expansion of the Kihei-Makena sewer expansion for reclaimed water to reach R-1 quality before reuse or disposal. Okay. Any further questions? Consensus?

COUNCILMEMBERS: Consensus.

COUNCILMEMBER HOKAMA: Chair?

CHAIR RAWLINS-FERNANDEZ: Member Hokama?

COUNCILMEMBER HOKAMA: I still support it, I still give consensus, I just eventually in the appropriate Committee, Ms. Lee's, how much more would it cost to go to R-0 and then the potential benefit that we could use with R-0 water. Thank you.

CHAIR RAWLINS-FERNANDEZ: Okay, and so we'll also refer that item --

COUNCILMEMBER HOKAMA: Yes.

CHAIR RAWLINS-FERNANDEZ: --to the Committee.

COUNCILMEMBER HOKAMA: Yes, thank you.

CHAIR RAWLINS-FERNANDEZ: Okay?

VICE-CHAIR KING: Great idea.

COUNCILMEMBER LEE: And I'm not taking any more . . . *(inaudible)* . . .

CHAIR RAWLINS-FERNANDEZ: Okay, Members, we're doing good, we got 4 of the 15. Okay, next one is the Molokai, Sanitation, CBS-5497, Molokai Landfill Scalehouse Replacement and Traffic Optimization, \$200,000 for design, no additional funding for construction. The Molokai community feels that this is not a priority at this time for the replacement of the scalehouse. What is a priority is a comprehensive Solid Waste

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management plan, and so my proposal is to use that \$200,000 and it is out of the, what's that, Sewer Fund, SW? Yeah? So, if that's allowed. If that's something...if a comprehensive plan for solid waste management on Molokai would be allowed for that funding.

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: I'm sorry?

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: No.

MS. YOSHIMURA: Chair?

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura and then Member Hokama.

MS. YOSHIMURA: So, you're looking at CBS-5497?

CHAIR RAWLINS-FERNANDEZ: Yes.

MS. YOSHIMURA: So, the SW is Solid Waste funds.

CHAIR RAWLINS-FERNANDEZ: Oh, oh sorry, Solid Waste. Okay. So, a comprehensive plan is an allowable expenditure under that fund. Member Hokama?

COUNCILMEMBER HOKAMA: Thank you, Chair. I know we spent good money and we sent I think at least three Councilmembers to do a comprehensive Solid Waste Management Plan for this County. Whatever happened to that? Because it took care of Molokai as well and we spent big money, three Members, past Members, even went to sites, did a site visits. So, and Council had its review and adoption. So, whatever happened to that plan please?

CHAIR RAWLINS-FERNANDEZ: I would definitely like to know. Director?

MR. NAKAGAWA: Yes, Chair.

COUNCILMEMBER HOKAMA: From the early 2000.

MR. NAKAGAWA: So, if you look at...it's actually a consensus but CBS-3565, Integrated Solid Waste Management Plan, you guys already have something that will update the 2009 study and bring that up to date in...with 200,000. On Page 662, so you guys already have a consensus on that. As far as Molokai in particular, we already have a plan that was already approved, we have land. We're already are in design and we are...will be asking for construction funds I believe in 2021 for that, for the landfill side. This study was really just to look at the remaining part of the facility as a whole and figure out what needs to be addressed and when. So, I can follow up on your

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question just particularly of how you guys went around. But I apologize 'cause I wasn't there --

COUNCILMEMBER HOKAMA: Yeah, yeah, no, no.

MR. NAKAGAWA: --so I don't know.

COUNCILMEMBER HOKAMA: This was way before your time and I'm trying to think if Mr. Agaran was the Department head at that time, I'm not too sure. But it's...yeah, it's been a while. But the key point is you do...you are implementing the plan that was adopted by the Council?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yeah, and to my knowledge we are, yeah.

COUNCILMEMBER HOKAMA: Right, and then you're just asking for the update. I just want the, you know --

MR. NAKAGAWA: Yeah.

COUNCILMEMBER HOKAMA: --the Chair to know that we've taken action in the past that's why it's not that we haven't reacted for the community's benefit. Yeah, thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Okay, so I guess it's still patchwork on Molokai so it's not...I'm not sure what the recommendations are so I would love to see the study or the management plan for Molokai specifically 'cause it's not ideal right now. Director and then Member Paltin.

MR. NAKAGAWA: Yes, so, Chair, so I kind of hear, I think I kind of hear what you want and I think the way you propose it is pretty...and I might be wrong, it is what that, this thing will do. It's just that you wanted to look at the overall of the entire landfill and the facility as a whole, and so all I was kind of just pointing out to Member Hokama was is that this site is already being taken, we're going to come in to construct, expand the landfill and do that. But if you still want to, to me if you still want to look at the facility plan as a whole, it'll encompass what we have here plus just verifying that we're following that Integrated Solid Waste Plan which was in 2009 for this other, just the landfill side. So, I think it's still...I think we're talking the same thing it's just maybe described a little different, you know what I mean?

CHAIR RAWLINS-FERNANDEZ: Yeah. So, when you say --

MR. NAKAGAWA: So, we'll look at the entirety.

CHAIR RAWLINS-FERNANDEZ: --facilities as a whole, are you including metals, green waste, recycles?

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MR. NAKAGAWA: Oh, Chair, okay, I see what you mean. Yeah, so that would actually be in this, the one that I pointed out that you guys have a consensus already of, CBS-3565, the Integrated Solid Waste Management Plan Update. So, that would be the 200,000 that's already over there. So, that will pretty much look at the 2009 study, see where we are, update it to make sure that we're on the right track. And that will address all of your, as far as the recyclables and all that kind of stuff also.

CHAIR RAWLINS-FERNANDEZ: Okay. Member Paltin?

COUNCILMEMBER PALTIN: Thank you, Director, for bringing this one up, I had a question on it. If HRS 342G, County of Maui ISWMP is to be updated every five years to ensure relevance and adherence to evolving technologies and markets, why are we doing it every ten years?

CHAIR RAWLINS-FERNANDEZ: Is that in reference to CBS-3565?

COUNCILMEMBER PALTIN: Yes.

CHAIR RAWLINS-FERNANDEZ: Okay. Director?

MR. NAKAGAWA: Yes, Chair. Thank you, Member Paltin. I do not know and I can get back to you on that. I mean that...I just was kind of referencing whatever they did in the past, and I'll find out why all of a sudden, you know, whether we were just on track or and we're following whatever the recommendations were and therefore I guess, you know, we didn't pursue that update and so now we are. But I'll go...I'm sure there is a reason for that. I'll ask the Solid Waste Division.

COUNCILMEMBER PALTIN: Are we then in compliance with HRS 342G?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, thank you, Chair. I honestly don't know so I'll find out and I'll get back to you in writing. I can do that.

COUNCILMEMBER PALTIN: Okay.

MR. NAKAGAWA: Yeah.

COUNCILMEMBER PALTIN: Thanks.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Director. Also, looking at that project description, it says this project will update the existing Integrated Solid Waste Management Plans completed in 2009 to align with goals obtainable through the Department of Environment Management to align with regulatory and County goals for solid waste handling. I'd like to propose striking "goals obtainable through the Department of Environment Management to align with" so that it reads, this Department will update

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the existing Integrated Solid Waste Plan completed in 2009 to align with regulatory and County goals for solid waste handling. Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, and then, Director, you'll get back to us about HRS 342G? Okay, mahalo.

MR. NAKAGAWA: Yes, I will, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo. Okay, back to the Molokai Landfill Scalehouse Replacement and Traffic Optimization, CBS-5497. So, you're telling me that with the upgraded or the updated Integrated Solid Waste Management Plan, it'll achieve what I'm proposing to do with the comprehensive management plan of the solid waste facility on Molokai?

MR. NAKAGAWA: Yes, Chair, yeah. It sounds...yeah. It sounds like that's what you're talking about, more about the recycles and all that kind.

CHAIR RAWLINS-FERNANDEZ: Okay.

MR. NAKAGAWA: So, that's what the intent of the Integrated Solid Waste Plan is.

CHAIR RAWLINS-FERNANDEZ: Okay. So, Members, I propose to strike that from the CIPs, the \$200,000 for design. Member Sugimura?

COUNCILMEMBER SUGIMURA: So, just for Molokai, so you're saying you do not need the scalehouse --

CHAIR RAWLINS-FERNANDEZ: No.

COUNCILMEMBER SUGIMURA: --for your island? Okay.

CHAIR RAWLINS-FERNANDEZ: Well, and there's \$200,000 that was allocated for design, and if you look at the next six years there's no funding that was allocated for construction or anything after. Director?

MR. NAKAGAWA: Yes, Chair. So, I kind of followed up on that 'cause I heard you guys talking about that and --

CHAIR RAWLINS-FERNANDEZ: Yeah.

MR. NAKAGAWA: --basically what happened was, is they basically, the Division didn't really even have a sense of totality of what was involved. And so, this really, this funds is really a, to do a study plus the design of. And I don't think they're even going to cover all the design, but it's just to get them started on probably a 50 percent design on...and then once they figured out what that would entail and what that would

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involve, they were going to insert a construction cost in two years. That's one thing coming from Wastewater I can help this Division do is really to putting estimates and kind of just show that you're not just doing a study just to do a study kind of thing, I mean you're...you have some type of plan going forward. And, you know, unfortunately they just really didn't know what to put so they felt that that was the better way of not putting anything, but really I think they probably could have given an estimate of what they thought it would cost so at least they showed that there was some type of project. I mean it's an actual project, I mean in talking to...and probably, Chair, you know better than me that what the needs are and that kind of stuff. It's all right there in the justification and so this thing is really old and so it needs in repair and it needs to, so.

CHAIR RAWLINS-FERNANDEZ: Do you know what in two years the estimate would be approximately? Because as Members said, once we fund the design, we're going to continue to follow through on construction so I'd like Members to know what they're committing to.

MR. NAKAGAWA: Yeah, Chair, so typically for us in Wastewater, design fees are always roughly 10 percent of the cost and so I imagine if this is a PR/design, my guess it'll probably be in that range of 1½ to \$2 million. But then again you're talking about, you know, I don't know...they're going to have to update their building, the scalehouse, lengthen it to commercial sites. They're going to look at your ingress/egress over there to make sure...I guess there's some type of traffic issue going in and out. And so I don't know the totality of what they're going to do. I mean but I mean that's kind of in general, for CIP that's kind of what we think. So, if you want to...I mean I think there's still...if we look at what we're trying to solve, there's definitely infrastructure problems at that landfill and which you need repairs. So, if you take out that design funds you will never really identify kind of what kind of improvements are required. So, that's the only kind of caution. I know you guys need repairs over there and so that's what kind of these funds are for.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo, Director. So, Members, \$200,000 for design, Fiscal Year 2020, and potentially in two years an additional \$2 million to replace the scalehouse. I'm okay with leaving it in.

COUNCILMEMBER SUGIMURA: Consensus.

CHAIR RAWLINS-FERNANDEZ: Consensus?

COUNCILMEMBERS: Consensus.

VICE-CHAIR KING: I just have a question.

CHAIR RAWLINS-FERNANDEZ: Okay. Chair King?

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VICE-CHAIR KING: So, you have to replace the scale as well as the scalehouse, Director? Is the scalehouse...is the scale connected to the scalehouse or could you look at doing something like the...

CHAIR RAWLINS-FERNANDEZ: There's a picture of it in the...

VICE-CHAIR KING: Yeah, I see the picture but I can't tell if it's...is it something that you could actually do like an office trailer next to the scale or is it, does it have to be built in to the actual scale?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. I can get exactly back but I assume it's always going to be right next to the scalehouse...

VICE-CHAIR KING: I know it has to be next to it but I just didn't know how integrated it was into the scale. 'Cause I know when I've gone over the scale at --

MR. NAKAGAWA: Yeah. You just --

VICE-CHAIR KING: --our landfill --

MR. NAKAGAWA: --you go on and...

VICE-CHAIR KING: --it's just like you're going over the scale --

MR. NAKAGAWA: Yeah.

VICE-CHAIR KING: --it's just somebody leans out of a window from the office and, you know, tallies up what your weight is I guess. So, anyway, I just thought if you...if it was something like that that you could do quicker, it could get done faster and then it would be mobile in case we're moving the landfill at some point because it's too much into the sea level rise area.

CHAIR RAWLINS-FERNANDEZ: No, it's not sea level rise.

VICE-CHAIR KING: It's not?

CHAIR RAWLINS-FERNANDEZ: It's up on a mountain.

VICE-CHAIR KING: Oh, okay.

CHAIR RAWLINS-FERNANDEZ: Yeah. It's actually close --

VICE-CHAIR KING: I didn't know if this was in...

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CHAIR RAWLINS-FERNANDEZ: --to where the Holomua is, the proposed area for the police station.

VICE-CHAIR KING: Okay. So, this would be like a permanent structure?

CHAIR RAWLINS-FERNANDEZ: Yeah. Okay, we're going to move on to the next two and that's Paia-Haiku, Member Molina, Sewer, CBS-1183, Kuau 3 Force Main Replacement. And CBS-1184, Kuau No. 4 Force Main Replacement. And Member Molina would like to add to these two CIPs language in the project description that limits construction from 8:00 a.m. to 4:00 p.m. Member Molina?

COUNCILMEMBER MOLINA: Thank you very much, Madam Chair. Just a clarification, that would be 3:00 p.m.

CHAIR RAWLINS-FERNANDEZ: Oh, okay.

COUNCILMEMBER MOLINA: Yeah, this will be for more...well there's two projects yeah, the No. 3 Force Main replacement and the No. 4, and I want to thank Director Nakagawa for the April 9th letter under EM-7 in your Granicus, Members, where I think No. 4 will be off the highway so therefore you wouldn't need any traffic control mitigation, yeah. But I believe Force Main 3 would be I guess right along the highway and potentially could cause some traffic backup. And as we all know going through Paia Town is not the most pleasant thing, so which is the reason for my proviso 'cause of the potential backup. If I could ask the Director, typically on a traffic control mitigation plan like this, you're going to have to shut off one lane and let traffic go through one lane first, hold up everybody else, then let those guys who have been held up, let them move through. Is that a typical, I guess when you're doing construction along the highway? 'Cause I would like what would be the typical traffic mitigation control on this --

CHAIR RAWLINS-FERNANDEZ: Director?

COUNCILMEMBER MOLINA: --type of project.

MR. NAKAGAWA: Yes, Chair. Yeah, Member Molina, that is correct if you don't have enough shoulder area. A lot of times with these highways they have shoulder areas where you can just cone off and then two lanes can go. And it all depends on the particulars but there is where you're going to have to alternate. But a lot of times with these State highways they basically try to minimize the amount of traffic, and they basically already mandate of, I mean basically the work hours are typically 8:30 till 3:00 so you're going to see those signs up all the time that saying hey, work ahead, 8:30 to 3:00. And the contractors are held to that standard so --

COUNCILMEMBER MOLINA: Okay.

MR. NAKAGAWA: --it should be no problem.

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COUNCILMEMBER MOLINA: So, it shouldn't be an issue, yeah, as far as the...in terms of the contract length. So, this, putting this proviso in wouldn't extend the work? Typically a project like this would run maybe what, a couple of months?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. I'm not too...what is the exact wording of the proviso?

COUNCILMEMBER MOLINA: Okay. Well, the proviso I have here is provided that for the Kuau Pump Station project there shall be no disruption to traffic along Hana Highway and construction shall be restricted to hours between 8:00 a.m. and no later than 3:00 p.m.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Thank you, Chair. There shall be no disruption to traffic. How do I say it?

COUNCILMEMBER MOLINA: Or we could just make it simply, yeah, no...construction shall be restricted to the hours between 8:00 a.m. and no later than 3:00 p.m.

MR. NAKAGAWA: Yes, Chair. So, basically during their normal work hours, if that's what they choose. The problem with that and I'll try to keep it short, I know you guys are time-wise, is the means and methods in which they do their work, construction. We try to leave it up to them. They bid the project, they figure out the cheapest cost. If they want to do it at night and get a night noise variance, that's up to them. We allow them to do it. If you...kind of in short what I'm getting at is really when you start to dictate those...and I don't know how provisos, I don't know if that's a strict law, you know, that the contractor's going to abide by, but when you start to dictate the, and constrict those, and put those restrictions on them, it could drive up the cost, and just kind of a warning. But if it helps you, that's what kind of I brought up earlier to have more peace of mind that, you know, the traffic, State already enforces 8:30 till 3:00 in most, almost all of their highways. And the part also with Wastewater you just got to remember that whenever we do tie-ins to our stations after we lay it out, those tie-ins are typically done at night when the low...when everybody is sleeping so that the flows are low so that when we do a quick tie-in, we can bypass the sewage and it's no problem. If you do it during the day, it's harder to bypass that sewage, so just to kind of keep that in mind, so.

COUNCILMEMBER MOLINA: Okay, so it sounds like it's already a practice that's followed by...not that I don't trust the State, but, you know, just for our own peace of mind, and, you know, the Paia community will be very vocal if, you know, the work goes beyond 3:30 and right into that rush hour. 'Cause, you know, I live Upcountry and I see people who live in Haiku, they're going up Haleakala Highway and then cutting through Haliimaile and then they go down to Kaluanui Road to come down through Haiku. It's that bad now. So, you know, if this kind of construction...it's a much-needed project certainly, but if there's ways that we can, you know, alleviate some of the, you know, pressure that this project would cause in terms of traffic

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backup, I'm all for it. But so, I guess if it's already...well, what do you think, Mr. Director, so should we just leave it as is or if you could, you know, there's a way to talk to the potential contractor what...how could...if we put a proviso and then the contractor could just drive up the cost saying that okay, you put these restrictions on...

CHAIR RAWLINS-FERNANDEZ: I think Mr. Ueoka would like to help us.

COUNCILMEMBER MOLINA: Yeah, okay.

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: Thank you, Chair. Usually I don't recommend subjective provisos, but how about provided that, you know, the Department shall make its reasonable best efforts to ensure that construction does not impede traffic during rush hours into the Paia area?

COUNCILMEMBER MOLINA: I guess. I mean, you know, yeah, I just want to make sure that, you know, 'cause, you know...well, 'cause I'd hate to drive through that, you know.

MR. UEOKA: Chair?

COUNCILMEMBER MOLINA: You know. But anyway --

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

COUNCILMEMBER MOLINA: --if that's what you think is good, Mr. Ueoka.

MR. UEOKA: I guess my fear is, Member Molina, it is a construction project, emergencies do happen and I'd hate for them to be in violation of a Budget proviso because something blew up and they had to work. So, that's why the reasonable best efforts language. Thank you, Chair.

COUNCILMEMBER MOLINA: Gives them a little bit more flexibility I guess in the event something unforeseen happens. Okay. Maybe I'll go with the language that's suggested by Mr. Ueoka. Mr. Director, is that all right for you guys and you're fine with that?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. And that's typical with all of our roadwork projects. We always try to get them in and out as fast as we can and minimize. I mean basically once you back it up, after two or three days, they're good, and once after that, they're calling and then by that time we want to be out, and then by the time the calls in and then we're like okay, it's all good. And then usually the community is pretty...like the key is really...sorry I'm going longer but the key is really just the announcement.

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What we do is really announce it to the public in the beginning, once they know. That's the actually key.

COUNCILMEMBER MOLINA: Okay. Alright, thank you.

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER MOLINA: Yeah, we'll go with that language then as suggested by Corporation Counsel, Madam Chair.

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER MOLINA: Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Molina. Members, it's 7:35. We're...we achieved...I don't know, we're coming up on Central Maui Landfill.

COUNCILMEMBER PALTIN: Chair?

CHAIR RAWLINS-FERNANDEZ: So, we achieved consensus on both those, I just wanted to double check on the language for the description. Member Paltin?

COUNCILMEMBER PALTIN: Oh, I just wanted to say my concerns for CB-3567 [sic] and 5019 were addressed in EM-14 so you can take my name off.

CHAIR RAWLINS-FERNANDEZ: Okay. So, Members, it's 7:35, would you like to finish this Department? Does anyone need a quick recess? Okay. Alright, so...and no objections to us completing Department of Environmental Management?

COUNCILMEMBERS: No objections.

CHAIR RAWLINS-FERNANDEZ: Okay.

UNIDENTIFIED SPEAKER: Chair, how many more do we have?

CHAIR RAWLINS-FERNANDEZ: Well, we have all of the Central Maui Landfill, so it's one, two, three, four, five, six.

COUNCILMEMBER LEE: ...*(inaudible)*... delete mine. C10.

CHAIR RAWLINS-FERNANDEZ: And then we have C10.

COUNCILMEMBER PALTIN: Her proposal.

CHAIR RAWLINS-FERNANDEZ: Oh, yeah. So, we completed your three proposals, Member Lee. And so, we have all of the Central Maui Landfill and that's six and then another five, so 11 total. I was thinking that we could discuss Central Maui Landfill all

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together 'cause they're all...they're basically one. I mean if we don't approve the purchase then everything else, it would be unnecessary. Chair King?

VICE-CHAIR KING: Chair, yeah, the purchase was...that purchase was to have a place to store FEMA debris. So, just personally I didn't have an issue with that purchase. It looks like...oh, Member Paltin already, and then maybe Member Kama had an issue. So, for me all the issues were 5019 --

CHAIR RAWLINS-FERNANDEZ: On the expansion.

VICE-CHAIR KING: --5493 the --

CHAIR RAWLINS-FERNANDEZ: Okay.

VICE-CHAIR KING: --those five that I think you have your name next to them too.

CHAIR RAWLINS-FERNANDEZ: Yeah. Okay, so Member Kama and...okay, Member Kama, did you get your question answered for CBS-3567 --

COUNCILMEMBER KAMA: Yes, Chair.

CHAIR RAWLINS-FERNANDEZ: --Central...okay.

COUNCILMEMBER KAMA: Thank you.

CHAIR RAWLINS-FERNANDEZ: Okay. So, CBS-3567, Central Maui Landfill Land Purchase for \$1 million in General Bond. Consensus?

COUNCILMEMBER HOKAMA: Chair, a question please real quick --

CHAIR RAWLINS-FERNANDEZ: Oh, Member Hokama?

COUNCILMEMBER HOKAMA: --to the Director. What is the current zoning, Ag, right?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: I believe so. Yeah.

COUNCILMEMBER HOKAMA: Seventeen acres of Ag land. Even if we paid 30,000 which is kind of high that's only \$510,000. What is driving the cost to be a million?

CHAIR RAWLINS-FERNANDEZ: Director?

COUNCILMEMBER HOKAMA: We've bought Ag land for \$25,000 and less, in Central...in Central Maui, so now we're going to pay double the amount? Well, even at 50,000 it's only 800-something thousand per acre.

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CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Yeah, I can get back to you on that in writing.

COUNCILMEMBER HOKAMA: I just trying to understand the value, Chair, 'cause I don't have a problem...I understand the reason we need to purchase, I just saying who's making out on this deal?

CHAIR RAWLINS-FERNANDEZ: Yeah.

COUNCILMEMBER HOKAMA: 'Cause Ag land is Ag land, we didn't zone it for anything else. Its land use classification is Agriculture. So, is this a number that Real Property verified regarding value?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. I, yeah, I can find out on that.

COUNCILMEMBER HOKAMA: Well, and can you get us the owner's name and why we wouldn't just eminent domain it then.

CHAIR RAWLINS-FERNANDEZ: Appropriation without authorization?

COUNCILMEMBER HOKAMA: Yeah, yeah. I mean I'm happy to keep going, Chair, and that's fine with me but I just not happy with this amount --

CHAIR RAWLINS-FERNANDEZ: Yes.

COUNCILMEMBER HOKAMA: --to actual purchase it. So, I rather condemn it and if it's a better value, that Real Property will advise us of. Thank you.

CHAIR RAWLINS-FERNANDEZ: Member Lee wants it. Okay. Chair King?

VICE-CHAIR KING: Is that A&B land that we're buying at the landfill?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. It's...I believe it's A&B land.

VICE-CHAIR KING: Okay.

MR. NAKAGAWA: They surround the entire facility.

VICE-CHAIR KING: So, at 25,000 an acre it would be 425,000. So, we must be buying it for over 50,000 an acre. For anyone, is that correct?

CHAIR RAWLINS-FERNANDEZ: Director?

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VICE-CHAIR KING: Maybe Budget Director knows where that, it came from.

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura?

MS. YOSHIMURA: Chair, I believe this one is towards the bottom portion of the landfill. I think the parcel that Councilmember Hokama is talking about is for landfill Phase VI which is the costly property. So, two different...

VICE-CHAIR KING: No, the one that we're looking at in...

MS. YOSHIMURA: But this one that we're looking at is the A&B property --

VICE-CHAIR KING: Right.

MS. YOSHIMURA: --and it's like an L-shaped...

VICE-CHAIR KING: No, that's not the question. The question is if it's ag land, why is it so expensive?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. YOSHIMURA: I'm not sure. Sorry.

MR. NAKAGAWA: So, I believe it also...there's some type of land use change cost also. So, I think they have...let me try look inside the details right here.

COUNCILMEMBER HOKAMA: Chair?

CHAIR RAWLINS-FERNANDEZ: Member Hokama?

COUNCILMEMBER HOKAMA: I'm happy to move this forward 'cause, you know, I still can cast my vote on this later and then when it reach Council's Office...floor. So, to make, to expedite it I'm happy to move it forward at this time.

CHAIR RAWLINS-FERNANDEZ: Okay. So, is the proposal to appropriate but not authorize?

COUNCILMEMBER HOKAMA: Yeah, I'll support that.

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER HOKAMA: Thank you.

CHAIR RAWLINS-FERNANDEZ: Members...

VICE-CHAIR KING: Chair, maybe we could...I mean I wonder if we...I just want to throw an idea out there. We authorize it for 425,000. If they come back with a reason to go

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higher then we can change it then. Is that better? That way it flags that project for us; otherwise, we may just end up passing it through without revisiting this.

CHAIR RAWLINS-FERNANDEZ: Okay. The proposal is to appropriate and authorize \$425,000 and appropriate but not authorize the remaining 550,000. Consensus?

COUNCILMEMBER LEE: Whoops.

CHAIR RAWLINS-FERNANDEZ: And to send it to Member Lee's Committee.

COUNCILMEMBER LEE: Yeah. Thank you. So --

VICE-CHAIR KING: Oh, you don't want any more.

COUNCILMEMBER LEE: --I'm not exactly in favor of that motion. I'd rather we approve the full amount unauthorized, and then when it's time to authorize, we authorize the correct number, just in case, you know, you might be off by a couple thousand.

VICE-CHAIR KING: It might be...I'm just worried that we aren't going to ever be able to negotiate downward if we push it forward through...for a million dollars.

COUNCILMEMBER LEE: Well, that's true but you know what, he doesn't have all the details so it's hard to make that kind of a decision.

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura?

MS. YOSHIMURA: Chair, could we respond to you after your dinner break? There's already a \$250,000 appropriation in Fiscal '19, and I wanted to look at the status of that and then get back to you after the dinner break. Is that okay?

CHAIR RAWLINS-FERNANDEZ: Members, any objections to that?

COUNCILMEMBERS: No objections.

CHAIR RAWLINS-FERNANDEZ: Okay, we'll come back to that. Okay, so the next is CBS-5019, Central Maui Landfill Expansion, General Obligation Bond for \$12,500,000. Member Sinenci, Chair King, and myself. Member Sinenci?

COUNCILMEMBER SINENCI: Thank you, Chair. I'll yield my questions to fellow Members who had specific questions. Thank you.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo, Member Sinenci. Chair King?

VICE-CHAIR KING: Thank you, Chair. I remember we discussed this in Committee and basically it was 54...I mean 5019, 5493, 5494, and 5495, and 5502 and all of those are improvements to the landfill which my understanding was that a couple years ago this landfill was going to be turned over to a private contractor to run and operate.

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And that that agreement has been getting extension after extension, and I feel like we're doing all of these improvements for that contractor who should have been...if we had this management agreement that contractor should have been doing these improvements. Because their intent was to charge the County to come through the scale and have to pay for our own garbage trucks to go into our landfill, so I'm not comfortable approving any of these until we find out what the status is of that agreement with Anaergia.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Thank you, Chair King. So, I think the best way to put it is really that this Anaergia contract is basically a land diversion contract. It has nothing to do with our existing Central Maui Landfill, having the landfill capacity, any of the improvements that you're...basically all these three or five that you're talking about. That's no different than our recyclables, our EKO composting or whatever the different services we contract for landfill diversion. Whatever they do, we still are going to require a landfill. All it does is really extend the life of our landfill, and so if you look at this Phase III that we want to implement, basically we have in EM-14 we answer that basically the first quarter of 2022 is when we're going to run out of that Landfill V-B space. We have basically, what is that, about roughly three years left of landfill space. And so, this Anaergia contract really, my understanding is they're going to do something, have a facility totally separate on the side. They'll take all this municipal solid waste as well as recyclables, all that kind of stuff, do their thing on the side, but still we need to have...there's still going to be some type of waste product that we receive. So, it's not a zero waste type of contract that we're pursuing I guess with that. And so what it does is really extend our...and the thing says basically that it's going to extend our landfill spaces about ten years. And maybe if it's 80 percent diversion, that just makes it instead of ten years it's 30 years of landfill space, right? And so I don't...I'm trying to help everybody understand that even if you have that project or you don't have that project, you still need the landfill space that we need because we're going to run out in three years.

VICE-CHAIR KING: Okay. Chair, if I can follow up? Did you read the original RFP that the County put out that Anaergia responded to? Because that was management of the landfill and the whole idea of it is that we were going to turn over the management of the landfill to somebody, to a private contractor and it was going to save the County a bunch of money. And that was the reason why they didn't come to the County Council to have that agreement approved, because they said it wasn't going to cost anything. Then there was an audit that was done that showed it was going to cost close to a million dollars a year, because Anaergia's intention was to charge the County a tipping fee for every garbage truck that went across the scale into the landfill. So, we're sort of in this...and I know that Chair Rawlins-Fernandez has put this on the agenda again as a communication and it got referred to Committee so we could actually look at this supposed agreement. But it morphed so many times and, you know, my concern is that we were originally supposed to be saving money, because every...they were going to take care of everything and that was going to be one less thing that the County had to manage. But then over the years, it's become no,

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we're going to manage this, we're going to manage that. So, I'm not so much concerned with the expansion of the landfill as I am in all these improvements, because in my mind these were the improvements that should have been made by the contractor through that agreement as they're taking in money from other people who are bringing things into the landfill as well as the County and paying them a tipping fee. And so, you know, as long as that's open, I don't agree with paying for any of these improvements, because, you know, if...we're just doing the improvements so that they can come in and then manage it and they'll have it all up to par at our cost, and then they're going to turn around and charge us for coming into our own landfill. So, that was the last iteration I saw and I attended several County...community meetings as well as meetings in these Chambers as a citizen and saw the, you know, the agreement morph several times. And I don't know where it's at now, I just know that it was given another extension by the previous Mayor. Even though the extension wasn't up till January, he did it on his way out the door in December. And so, I'm just, you know, I think we need before we spend money on upgrades to the landfill, we need to see what it is we're giving to this contractor that really he should be, he or she should be taking care of under that agreement, because the agreement right now is something that's getting signed without any approval from this Council, so I don't think any of the public have seen the extension.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. And thank you, Chair King. And you probably are more familiar of all the different... 'cause it was a Solid Waste issue, I never got involved on it probably morphing. But my understanding is, once again is they were going to be...they're just another landfill diversion. Whether or not...it's not going to be any type of landfill takeover or anything of that, basically we are going to run out of space. It's kind of like...I don't know how strong to stress it, I mean if it was wastewater, I would be kind of telling you, you know what I mean, it's the same thing as solid waste that it's really you have a capacity issue, we're not going to have means of receiving trash. And that's how...and I can go through the other projects and show you it has nothing to do...whether or not you have the Anaergia contract or not, you still...there's no way they are going to...unless they build some incinerator that burned everything, I mean I don't know what their, you know, their part. But I know it's not that, but there's going to be some type of waste product left over that we need to landfill. And so, if we are kind of putting all our...the way I look at is putting all our eggs in that one basket and you're saying like they're not coming to fruition then all of a sudden come two years down the line, we're going to be stuck because we're not going to have any landfill.

VICE-CHAIR KING: Well, so my problem with that your reasoning is that this was supposed to be their responsibility, the landfill diversion was supposed to be this manager's responsibility. And I disagree with you that they were just another landfill diversion because I've seen that original RFP and I've talked to people that have applied for it, and the reason why it was given to Anaergia was because they promised that they could handle managing the landfill, doing all of the landfill diversion. And that's why several of the contractors that were in there went out of business, because they were

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told they were no longer needed. You know I'm talking about, you know, Pacific Biodiesel was one of them. Aloha Recycling was one of them. They stopped doing a lot of the recycling they were doing inside the landfill. And we haven't seen any of that management happen yet. But I sat through those original meetings and they were not just supposed to be a land...another diversion. They were supposed to be taking over the management of the landfill, that's what Mayor Alan Arakawa told us and that's why he told us this was going to save us a lot of money. So, my big concern is they should be the ones upgrading the landfill if they're going to manage it. They should be the ones doing these traffic improvements and the screening...the screen and drainage improvements and these things. You know maybe we do need to buy the extension because there needs to be more space, but this was supposed to be their problem, you know, after they took over management, and it's been just an ongoing problem for the County. But they're still hanging on out there with this agreement, and that's what bothers me is I can't reconcile how we're going to do all these improvements which in mind they were supposed to do via the RFP, the proposal that they made. And now we're going to do these improvements and then they're going to come in and say okay, now we'll take over the landfill? And I just, I have a real problem with that. Sorry.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Member Hokama?

COUNCILMEMBER HOKAMA: I think the Chair has brought up some very valid points, but I need to help move this Department forward so my recommendation is that you direct your Staff to draft a resolution with the force and effect of law to terminate the Anaergia contract as soon as possible and let us find a way to fund this requirements because sanitation is a top priority. And as other Members are concerned such as I, I don't need to pay additional fines to Health Department or EPA. Okay. Because the Feds for one thing do not forgive and they do not forget, that's one thing about the Feds you can bank on. So, I would be happy to entertain a reso [sic] to terminate the current contract and move us forward and make sure that our solid waste fees are sufficient to take care of the requirements of providing sufficient operational support. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. My understanding and please correct me if I'm wrong, Mr. Ueoka, is that the Council doesn't have the authority to terminate the contract, that it's the authority of the Mayor?

COUNCILMEMBER HOKAMA: The Mayor has authority if there was no cost item, this is costing us now. It is a cost item, so I would disagree.

CHAIR RAWLINS-FERNANDEZ: I would be happy to. Mahalo, Member Hokama.

COUNCILMEMBER HOKAMA: And again, Chair, I think the current Mayor has stated his concerns about the contract. Okay. And if he believes this is a cost item also which it is by this request, I think he would be supportive of direction from the Council. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Member Kama?

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COUNCILMEMBER KAMA: Out of curiosity I would just like to either see the contract or know what the deliverables are. Either one would suffice.

CHAIR RAWLINS-FERNANDEZ: Okay, we'll get that information to you.

COUNCILMEMBER KAMA: Thank you.

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: Chair, I don't know if this has to happen tonight, this reso but I think our office would want to a little bit of input and to further look at this. I'm not sure if it's that simple. Thank you.

COUNCILMEMBER HOKAMA: Chair, no, we need to have Corporation Counsel approve form and legality, and so we expect their advice on this advisory as well as a potentially signed-off reso [sic] that can have the force and effect of law. Thank you.

VICE-CHAIR KING: Chair?

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Chair King?

VICE-CHAIR KING: Yeah, I just wanted to...and just for the purpose of getting consensus that I would be willing to give my consensus on these five items. One, two, three, four, five...five items provided that we have that, that we have the termination of the Anaergia contract.

COUNCILMEMBER HOKAMA: Or they can pay for it.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, so they're not all bonds. One is a bond, one is Solid Waste, and then two are bonds, and one is General Fund.

VICE-CHAIR KING: Yeah. But however, I mean the funding doesn't bother me as much as the fact that we're paying for something that somebody else was --

CHAIR RAWLINS-FERNANDEZ: Okay.

VICE-CHAIR KING: --in my mind contracted to do. So, if we just make a proviso on these items and --

CHAIR RAWLINS-FERNANDEZ: Okay.

VICE-CHAIR KING: --we can make sure that that happens before the money is spent.

CHAIR RAWLINS-FERNANDEZ: Okay. Member Sinenci?

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COUNCILMEMBER SINENCI: Thank you, Chair. I just had a question for the Director for clarification. Does the contract just involve the solid waste portion or other portions of the contract like wastewater?

MR. NAKAGAWA: Chair, this is just dealing with solid waste.

COUNCILMEMBER SINENCI: Thank you.

CHAIR RAWLINS-FERNANDEZ: Okay, Members, we have a proposal for the five items relating to Central Maui Landfill, CBS-5019, Central Maui Landfill Expansion; CBS-5494 [sic], CML Customer Drop-off Area Improvements; CBS-5494, CML Extension of Primary Litter Screen and Drainage Improvements; CBS-5495, CML Phase VB Extension Leachate Recirculation System; and CBS-5502, Central Maui Landfill Entrance Facility Traffic Improvements. Funding or...funding would be released upon termination of the Anaergia contract.

VICE-CHAIR KING: Consensus.

CHAIR RAWLINS-FERNANDEZ: Is that correct? Members, any...Director?

COUNCILMEMBER HOKAMA: Chair --

CHAIR RAWLINS-FERNANDEZ: Oh, Member...

COUNCILMEMBER HOKAMA: --5502 is zero request for this upcoming year?

CHAIR RAWLINS-FERNANDEZ: It looks like there's 50,000 from Solid Waste.

COUNCILMEMBER HOKAMA: Oh sorry, yeah.

CHAIR RAWLINS-FERNANDEZ: It's on the line below.

COUNCILMEMBER HOKAMA: Yeah, my apologies.

CHAIR RAWLINS-FERNANDEZ: Okay. Members, any question on that proposal? Director?

MR. NAKAGAWA: Yeah, so I just wanted to just let on record, you know, for these other projects that you guys are talking about, for instance your litter screen, your leachate recirculation, as well as your traffic improvements, the litter screen is basically just a regulatory requirement for the Phase B that we're in now. So, basically if you...when you guys drive past, that screen prevents litter and we're by law, I mean our requirement is we're not supposed to let this litter come off of our property. As well as the leachate, it's really the Phase V-B that we're in now that we're going to go into it that's going to give us this extra three years. That is just extending our leachate system to this place that we're using now which is part of a industry standard. That's how we build landfills and recirculate this leachate too. So, I know you're talking about trying...I just kind of want to make sure everybody understands that if you're

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talking about this Anaergia and you think it's supposed to take over this landfill for it, because of this land space, that's one thing. But these two projects is really to help us to make sure we comply with our regulatory requirements now. As well as this bays and this ingress/egress, basically we...those two are really to address a safety concern that cars back up on Pulehu Road probably every third Saturday when everybody is trying to get in. So, we understand that there's a safety issue as far as driving up and down Pulehu Road. So, that's all we're trying to address with those two. So, I just kind of want to point it out before...I let you guys know before you vote on something and then all of a sudden hey you didn't tell me, you know what I mean, what the intent was. So, I'm just trying to let you guys know like those two projects are really solving a safety issue as far as driving into our facility right now. And the other are really trying to solve more of a regulatory requirements that we're actually in that landfill right now. So, just kind of...I mean you guys are free to...but.

CHAIR RAWLINS-FERNANDEZ: The Members are concerned that these are projects that should be paid for Anaergia and if they were to take over that the County would have paid for it for them, so. Chair King?

VICE-CHAIR KING: Yeah. I mean I fully understand all those things and I've watched the contract with Maui EKO who has to do all their regulatory and safety issues, because they have that contract to manage that part of the green waste and the FOG. And they have to do that because that's their contract. So, that's my point is that if these guys are going to take over then they should be doing all these regulatory things and all these safety measures. So, let's cut them loose and then if we're going to do them ourselves let's just end that...stop pretending that they're going to be managing it someday because this has been going on for too many years.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: So, Chair? Yeah, so my...I guess what I'm trying to say is my whole point is really that if I start to get fined...I mean let's say we don't fund the projects and we start to get fined, I just didn't want to come back and say hey, you know, why didn't you, you know what I mean? You were wrong, we're getting fined.

VICE-CHAIR KING: Well, get the contracts...get their contract cancelled and you can start this on July 1st. I mean you can't start it before July 1st anyway because we're talking about next fiscal year.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. So, you're saying that --

VICE-CHAIR KING: You wouldn't be able to do any of these in the next...

MR. NAKAGAWA: --when you guys go through your guys' Budget, you guys are voting now, but if you vote it out and then before July 30th...I don't...I'm sorry.

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VICE-CHAIR KING: No, we're releasing the money once the contract's ended, that's the proposal.

MR. NAKAGAWA: Okay.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. I just...

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: Thank you. Just we have to look at the contract too. I don't know what it says, I don't know what the extension says. I don't know how easily it is to terminate it without penalty or anything. We have to check the language of the contract. So, I understand Director's concerns, but I don't know if it's as simple as us just sending a letter of termination. So, thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Mr. Ueoka. Member Lee?

COUNCILMEMBER LEE: I agree with Corp. Counsel. Why don't we just read the contract first and then make a decision? Can we skip this one tonight, this vote? Nobody's going to die.

CHAIR RAWLINS-FERNANDEZ: Okay, let's hope no one dies but we can save this for another night or another time. I don't know if we'll be able to have the Director back with us. Member Lee?

COUNCILMEMBER LEE: But we will have Corp. Counsel and if we ask him to read it then he can report back.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay. Okay, so, Members...Member Molina?

COUNCILMEMBER MOLINA: Yeah, Madam Chair, I'm in agreement with my colleague from --

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER MOLINA: --Wailuku, same thing. So, that way --

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER MOLINA: --we can come back to this and address some of the other matters tonight. Give Corp. Counsel a little bit of time to review, bring us the contract and go forward from there. Plus I think Mr. Nakagawa would love to return to us, you know, lend his additional thoughts on it.

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CHAIR RAWLINS-FERNANDEZ: Okay, Members, there's a proposal to revisit the five Central Maui Landfill CIPs. Are there any objections?

COUNCILMEMBERS: No objections.

CHAIR RAWLINS-FERNANDEZ: Okay, so we'll revisit those. Okay. Okay, the next one for revisit is CBS-4587, Wailuku-Kahului Wastewater Reclamation Facility Plan for \$400,000. Member Paltin?

COUNCILMEMBER PALTIN: I just was reading the project description and I was wondering if they investigate alternatives and alternatives discussion is to move it out of the inundation or the tsunami zone? Or is the plan to continue fortifying and expand right where it is?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Chair, now this stuff I know about. Yeah, so the...so basically this one is really to look at what we're trying to do is really expand. Typically what the facility plan does is once you reach 75 percent capacity, you look at what are the alternatives in creating more capacity or what kind of means are you going to do to address that concern. In 2005, we did a Central Maui study trying to look at, you know, whether or not to move the plant or not. And then we had a resolution...and then a, with a resolution to leave it where it is, fortify and that stuff. So, I think it's a good time that we can...because the dynamics changed, there's a lot more developments in certain areas that we can really look at. Okay, if we try to address these capacity issues, can we also start to like Member Hokama says really decentralize and start to slowly move that, those portions I guess you can call it of that plant away. Yeah.

COUNCILMEMBER PALTIN: So, phasing it out is also to be included in this plan?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Chair, yeah. So, this plan basically will lay out all your alternatives, right? I mean whether you're going to move it, you're going to phase it out, or you're going to leave it, I mean all those alternatives will be laid out looking at regionally in this Wailuku-Kahului area, what is that best alternative to do. And what I plan on doing is pretty much probably the same thing where we did that 15 years ago and come back and say hey, this is kind of what we found, let's do another resolution. Hey, are we going to start to decentralize, we're going to leave it where it is, you know, I mean and basically we can come back and discuss that.

COUNCILMEMBER PALTIN: Okay, thank you.

CHAIR RAWLINS-FERNANDEZ: Member Paltin, for the next two items, did you have the same concern or were they different concerns? That was the Wailuku-Kahului Soil Aquifer Treatment Basin and Wailuku-Kahului Recycled Pump Station.

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COUNCILMEMBER PALTIN: Kind of along --

CHAIR RAWLINS-FERNANDEZ: Yeah.

COUNCILMEMBER PALTIN: --the same lines, but I was wondering if the location had been chosen already for the soil aquifer treatment basin?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Thank you, Paltin, Member Paltin. No, so what we're doing right now is I've been in discussions with the Department of Health in trying to figure out where is the best location. They, Safe Drinking Water, they know kind of where their wells are, drinking water and that kind of stuff, so we just want to make sure that we kind of comply with them when...where we want to put that. I'm in discussions right now so it's not a fixed place, we do know the geology below, we know where we kind of want to go, and so it's a matter of just trying to figure out exactly where would best be suited for that.

COUNCILMEMBER PALTIN: So, then the pump for, to bring the recycled water to the SAT basin, you're just kind of doing that concurrently even though you don't have the place located yet?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Yeah, so basically what we're figuring is the pipeline is already in design. I think next year it'll come into construction so then you just want to phase them all so that by the time we are done, they're all one after the other, they're ready to go and it's all good and set.

COUNCILMEMBER PALTIN: And would that change depending on the results from the plan, like if the plan was to decentralize would you still have the SAT basin connected to the wastewater reclamation facility where it currently is?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Yeah, so what we kind of did earlier was a study of all the different soil types underneath in that isthmus area and trying to look at basically you want sand, right, just nice permeable material. And so, basically we identified in that, kind of that area right there. So, really it...whatever we start to do, whether it's decentralizing or start to move those plants, that's kind of the rough area where we're going to have the SAT basins. So, you might have minor adjustments on the piping and that stuff but really that's kind of where we're going to be.

COUNCILMEMBER PALTIN: Okay, thank you. I'm good.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Paltin. Director, during Director...former Director Miyamoto's confirmation, I asked him about the relocation of the wastewater

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reclamation facility on the 50 acres that A&B owes us, and he acknowledged that, you know, that was still the condition and we were still owed that land. Where are we in moving to that location, what's the status of that, Director?

MR. NAKAGAWA: Yes, Chair. So, I just so happened to...I think I sat in on one 'cause they were talking about Mr. Miyamoto and A&B was talking about this land. So, I know we just met right before he went out sick, that was in March or so. That's when we kind of met. So, I haven't had the chance to follow up with A&B, and I will do so on whether that...but I believe you are correct, they still owe us land somewhere, and whether or not we can...we were actually basically thinking of creating that central, another central treatment facility in that area towards Waiko Road side in which they can provide us with some land as well as this SAT basins and that kind of stuff, so utilize that. And what we were thinking is basically that'll allow us to shed some of that load going that way, reducing our reliance and slowly decentralize that way but kind of by phases I guess you can call that.

CHAIR RAWLINS-FERNANDEZ: Okay. So, you are moving on that? Okay. Okay, Members, I don't have any proposals to amend. So, for the three CIPs, CBS-4587, Wailuku-Kahului Wastewater Reclamation Facility Plan; CBS-5033, Wailuku-Kahului Soil Aquifer Treatment Plant...Basin; CBS-5034, Wailuku-Kahului Recycled Water Pump Station. Consensus on all three?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, and the next one is West Maui, CBS-1124, West Maui Recycled Water System Expansion for a total of \$13.5 million, 1.5 coming from bonds, 2,422,000 from other grants, and 9,578,000 from State Revolving Fund. Member Paltin?

COUNCILMEMBER PALTIN: Chair, I'm okay with this as long as the Director thinks it's a good idea, a way to go.

CHAIR RAWLINS-FERNANDEZ: Okay. Members, any questions?

VICE-CHAIR KING: Chair?

CHAIR RAWLINS-FERNANDEZ: Chair King?

VICE-CHAIR KING: So, this one actually after your, one of your Staff members followed up on my proposal for the 2.5 million to address the injection well settlement, this one actually has the projects in it that were outlined in that, in the follow-up to the settlement. So, I wanted to propose some language in the first paragraph so that it would...after the word "water distribution system," it would read, following the five recommended options outlined within the West Maui Recycled Water Verification Study (2012). So, that the first line would read, land acquisition, design, permitting, and construction of upgrades, modifications, and additions to the West Maui recycled water distribution system, following the five recommend options outlined within the

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West Maui Recycled Water Verification Study (2012). And this we've verified with the plaintiffs' attorney that this satisfies the settlement. So, and we don't have to add any extra money to this so the 13,500,000 would stay in there.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo, Chair King. In your copy, it all...it'll...after the word "study (2012)" it says, beginning with options two and three.

VICE-CHAIR KING: Right. We're...

CHAIR RAWLINS-FERNANDEZ: So, we would strike that?

VICE-CHAIR KING: Yeah, we would strike that.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, Members, any other questions?

COUNCILMEMBER HOKAMA: Chair?

CHAIR RAWLINS-FERNANDEZ: Member Hokama?

COUNCILMEMBER HOKAMA: I would like to hear the Department's comments if they have any.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Thank you, Member Hokama. This project will basically address the number one option, I mean basically and with that, Chair King is talking about is really to create elevated storage, that's the key for this...any project going forward in that verification study. Once again, I don't...we kind of play with the words and I don't know how those words mean as far as when we actually go to encumber the funds so I just suggest that you guys keep it broad enough to where we can actually encumber the funds. That's all...that's the only kind of drawback that I see whenever we start to insert all the different wording, yeah. And so, but this will basically create a pump station at the facility, a line up to the elevator storage, whether it's a tank or the 300-foot reservoir, and then create distribution...pressurized distribution for everybody else.

COUNCILMEMBER HOKAMA: And I ask you for your comment 'cause I haven't read that five points that the, has been brought up. So, if it's workable for you, we're in compliance, I'm fine with it. But if you tell me well, that might stop this part of the project then I have a concern because any delay drives it up, so.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Yeah, if you strike out the option two and three that will definitely help us because we would not have enough money to do everything, yeah.

COUNCILMEMBER HOKAMA: So, the...but so the request is still good enough, 13.5?

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CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Yes, Mr. Hokama.

COUNCILMEMBER HOKAMA: Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Okay, Members, any other questions? Okay, so for CBS-1124 we're adding language proposed by Member King, following the five recommended options outlined within the West Maui Recycled Water Verification Study in 2012, striking "beginning with options two and three." Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Okay, and the last one is CBS-5548, Lahaina Wastewater Reclamation Facility Emergency Generator Replacement. I'm not sure who asked for...Member Lee?

COUNCILMEMBER LEE: Sorry but, you know, the previous item --

CHAIR RAWLINS-FERNANDEZ: Yes?

COUNCILMEMBER LEE: --shouldn't it be following the five recommended options outlined within the West Maui Recycled Verification Study (2012) with the exceptions of options two and three?

CHAIR RAWLINS-FERNANDEZ: I guess I mean if they can do it. Director?

MR. NAKAGAWA: Chair, I guess if you...the way I read it, following the five recommended options outlined within the West Maui...it just basically you're saying that as long as I utilize these funds to do any one of these five options, it's okay with you guys, right? I mean I think that's what I'm hearing, right? So, if that's the case then we should be okay.

VICE-CHAIR KING: That would be the, all the options. We're leaving you all the options but my understanding is you were going to start with number one because that's one you're working on already.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. Yeah, and, Chair King, yeah, that's basically, you need number one in order to do anything else, yeah.

COUNCILMEMBER LEE: Well, I'm just saying that when you say following the five, meaning all five apply. That's all I'm saying. But if to you it doesn't, what do I know?

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CHAIR RAWLINS-FERNANDEZ: You know a lot, Member Lee. Okay, Members, if you want to tighten up that language...Director, is there...so Member Lee is interpreting that added language to mean that you will complete all five. And so, if we wanted to add language to make it so that it doesn't interpret...so the interpretation isn't that way.

VICE-CHAIR KING: It...can I ask something before you answer that, Chair?

CHAIR RAWLINS-FERNANDEZ: Chair King?

VICE-CHAIR KING: So, how much is that...is how option one costing? Because I think the point of that settlement from 2014 was to spend at least 2.5 million. So, what is...and so that...so, you know, the five options give you a way to spend that however you want. But what was...what is option one in your estimation as far as cost? Does that cover the 2.5 million?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Yes, Chair. That first option is the 13.5 million.

VICE-CHAIR KING: Oh, the whole thing is the first option?

MR. NAKAGAWA: Yeah.

VICE-CHAIR KING: Oh okay. I thought it was part of that. I mean there's a lot of things that are outlined in that, so. Oh.

MR. NAKAGAWA: So, Chair?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: So, if, Chair, if you're...

VICE-CHAIR KING: So, if we want to say following option number one --

MR. NAKAGAWA: If...

VICE-CHAIR KING: --of the recommendations?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Chair, or I was going to say you guys can say shall at least address one option of the five, and then that way it's you're kind of addressing Member Lee's concern about it's not all five really 'cause technically it is going to be one. But so as I said, if you want to say include these five recommended, then you can just say at least address one of the five --

CHAIR RAWLINS-FERNANDEZ: So, we could just say --

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MR. NAKAGAWA: --options.

CHAIR RAWLINS-FERNANDEZ: --beginning with one.

VICE-CHAIR KING: I think that still doesn't take care of Member Lee's concern, so...

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: Chair, are you trying to be more general or more specific? Because you could just go general and say, ensuring that, you know, the recommendations within the study are addressed or that the project addresses any of the recommendations in the study.

VICE-CHAIR KING: Why don't we just say following option number one of the recommendations outlined in the West Maui Recycled...Verification Study? 'Cause basically that's what you're doing, right, following option number one?

CHAIR RAWLINS-FERNANDEZ: Okay. I think that sounds good. Mr. Ueoka?

VICE-CHAIR KING: Actually I was waiting for the Director.

CHAIR RAWLINS-FERNANDEZ: Director?

VICE-CHAIR KING: So, does that work for you if we say following option number one of the recommendations outlined within the West Maui Recycled Water Verification Study.

MR. NAKAGAWA: Chair?

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: So, once again I don't know how you guys...I apologize, I'll probably learn but I don't know how you guys do this like verbatim kind of thing, so I...option one is to construct an R-1 water storage, an additional UV disinfection capacity. And so, I don't know how literal this, these things are. Basically that's what we're doing, we're creating elevated storage with a pump station with pipe to go up. I don't know if you say option one and all of a sudden that's the bible and whatever that's...you know what I mean? That's kind of what I'm getting at.

VICE-CHAIR KING: I don't know, you just...you told me you were doing option one so I figure...and now you're saying you're not sure if you're doing option number one.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Chair, yeah, so option one is creating elevated storage. That's kind of what I'm doing. But now --

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VICE-CHAIR KING: Okay.

MR. NAKAGAWA: --you guys are saying to specifically per this study do option one, and I mean my interpretation is that's what we're doing, we're creating elevated storage. But it's, I guess it's...that's why I think Mr. Ueoka is really saying I guess how general and versus how specific we're going to be. So, but I will tell you that that's what the project is, we're going to create some type of elevated storage, whether it's a tank or converting the 300-foot-level reservoir into an elevated storage, and the pipe and the pump station.

VICE-CHAIR KING: Okay, does it work for you if we say, we just say following the recommendations outlined in the West Maui Recycled Water Verification Study? That's pretty broad.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. UEOKA: Again, Chair, I think the Departments are being very conservative. They really want to follow provisos and I think what the Director is saying is if they need to vary a little from the specific language contained in the study, they're afraid they'll have to come back in for a Budget amendment to address the proviso. So, I think he's just saying for very broad language or at least an understanding of this body that if they stray a little with the understanding that it's a, I don't know I'm sorry, I can't remember exactly how he described the project, elevated storage or something. I think that's more what he wants is a general understanding and in the language that that's what he's going to do. So, there won't be any problems with interpretation later and whether or not the letter was followed in the study itself which was from 2012.

VICE-CHAIR KING: Okay.

MR. UEOKA: Thank you.

VICE-CHAIR KING: But my problem is that that's part of the settlement, so we have to put some language in there that shows that this is addressing that settlement.

CHAIR RAWLINS-FERNANDEZ: Director?

MR. NAKAGAWA: Chair, Corporation Counsel can chime in but my understanding of that settlement is any project that is a reuse project or direct potable reuse or indirect potable reuse will qualify for the...I assume you're talking about the set projects that came from this lawsuit and which is the \$2½ million. And so, I think any project going forward in the next two to three years, we do have reuse projects in each of those years. And so, I think no matter which project they are they will all qualify as long as they're above 2½ million which they will be. So, if you want to say the...and to me the intent of the verification. I mean because that's...then it's really...the intent is to create elevated storage and so that is what we're doing, you know what I mean? And so, that will help us...I feel totally comfortable in saying yeah, because we are carrying out that, that's what we're doing.

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VICE-CHAIR KING: So, you want to say following the intent of the recommended options outlined in the --

MR. NAKAGAWA: Yeah.

VICE-CHAIR KING: --within the study?

MR. NAKAGAWA: That's totally...absolutely.

VICE-CHAIR KING: Okay.

MR. NAKAGAWA: Yeah.

VICE-CHAIR KING: Will that work for you?

MR. NAKAGAWA: Yeah.

VICE-CHAIR KING: Okay.

CHAIR RAWLINS-FERNANDEZ: We struck a balance? Okay.

VICE-CHAIR KING: As long as you're not going to argue about the, what the intent means. So, that's...I'm fine with that, Chair.

CHAIR RAWLINS-FERNANDEZ: Okay. So --

VICE-CHAIR KING: So...

CHAIR RAWLINS-FERNANDEZ: --following the recommended options --

VICE-CHAIR KING: No, following the intent --

CHAIR RAWLINS-FERNANDEZ: --outlined...

VICE-CHAIR KING: --of the recommended options --

CHAIR RAWLINS-FERNANDEZ: The intent.

VICE-CHAIR KING: --outlined within the West Maui Recycled Water Verification Study of 2012.

CHAIR RAWLINS-FERNANDEZ: Following the intent of the recommended options outlined in the West Maui Recycled Water Verification Study. Is that correct?

VICE-CHAIR KING: That's what I said, yeah. I think that's...I think that works for everybody.

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CHAIR RAWLINS-FERNANDEZ: Okay, Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Consensus. Okay. Okay. Okay, now back to the last one that we're on for DEM. CBS-5548, Lahaina Wastewater Reclamation Facility Emergency Generator Replacement. Okay, Members, I didn't note who wanted a revisit, so are there any questions? Okay, consensus?

COUNCILMEMBER SINENCI: Chair? Chair?

CHAIR RAWLINS-FERNANDEZ: Oh, Member Sinenci?

COUNCILMEMBER SINENCI: I just had OG circled for the funding source.

CHAIR RAWLINS-FERNANDEZ: Other grants.

COUNCILMEMBER SINENCI: Grants. Okay, thank you.

CHAIR RAWLINS-FERNANDEZ: Any other questions? Okay, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: All right, that was the last one except for the revisits. Okay. Okay. There was a request for revisit for CBS-3567 which was the Central Maui Landfill Land Purchase. Ms. Yoshimura informed me that the response to that question about ag land is on EM-5 if you'd like to review that. So...

VICE-CHAIR KING: So, do you want to tell us what it is?

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura?

MS. YOSHIMURA: Chair, EM-5, question number eight was about the land purchase for Fiscal Year '19 monies. The Department hasn't spent down any of the funds yet, they're just waiting to see if I guess there's going to be any type of approvals for the upcoming funds. So, they haven't spent down any of the 250,000. So, if...so that's still available. If you want them to proceed with like an appraisal or some kind of feasibility study on that...with the \$250,000, they could probably do that, but they haven't done anything with that 250 yet.

COUNCILMEMBER HOKAMA: Chair?

CHAIR RAWLINS-FERNANDEZ: Member Hokama?

COUNCILMEMBER HOKAMA: So, we're being asked to buy something with no appraisal currently?

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CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura or Director?

COUNCILMEMBER HOKAMA: Is that what we just heard, there is no appraisal?

MS. YOSHIMURA: They have not done the appraisal yet.

COUNCILMEMBER HOKAMA: Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Okay, so we have that additional information. Is there a proposal for that item? Chair King?

VICE-CHAIR KING: Well, I guess in light of that information, maybe what we should be putting in here is the 200,000 to do the appraisal and if and when you get that done then you can come back for the million dollars. And so bond funding we can talk about it then to get the, you know, hopefully it won't be a million dollars but maybe that's what needs to happen. I don't know, does it take \$200,000 to do an appraisal?

UNIDENTIFIED SPEAKER: No.

VICE-CHAIR KING: How much does it take?

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura?

MS. YOSHIMURA: Chair, I'm not sure what the cost of an appraisal is, but that's a Fiscal '19 appropriation so we'll proceed with that and come back to this body for the appraisal...or for the consideration --

VICE-CHAIR KING: Okay.

MS. YOSHIMURA: --once the approval is done.

VICE-CHAIR KING: I'm just wondering if we should put a lesser amount in there, if we need 200,000 to do the appraisal.

MS. YOSHIMURA: Well, the Fiscal '19 money is already appropriated and it's already in the current Budget.

VICE-CHAIR KING: Okay. So, you're going to do that before the end of this year then and then come back?

MS. YOSHIMURA: Yes.

VICE-CHAIR KING: Okay, so we don't have to do anything then, just strike the million dollars for now.

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CHAIR RAWLINS-FERNANDEZ: Okay, Members, there's a proposal to strike CBS-3567, Central Maui Landfill Land Purchase for \$1 million because an appraisal hasn't been done yet. Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay. So, we're striking that. Okay. Well, we have revisits on the five Central Maui Landfill items. Okay, other than that we've completed the review. So, would Members...I'm not sure if we...I can go over the...what we did for DEM and then I guess we won't approve the Department until we come back to the revisit, okay? Okay, so for those that we revisited tonight, we revisited CBS-3565, Integrated Solid Waste Management Plan Update and amended the description to strike from the project description "goals obtainable from through the Department of Environmental Management to align with." So, that it reads this project will update the existing Integrated Solid Waste Management Plan completed in 2009 to align with regulatory and County goals for solid waste handling. On CBS-5504, Hana Landfill Office Trailer and PV Expansion, we came to consensus on \$25,000 in General Obligation Bonds. For CBS-5497 we came to consensus on \$200,000 for...from Solid Waste Fund for the Molokai Landfill Scalehouse Replacement and Traffic Optimization. For CBS-1183, Kuau No. 3 Force Main Replacement, we came to consensus on adding language to the project description to require that...or for the Department to its best efforts to avoid impeding traffic. For CBS-3567, Central Maui Landfill Land Purchase for \$1 million, we've deleted that from the list. For CBS-4587, Wailuku-Kahului Wastewater Reclamation Facility Plan, we came to consensus on \$400,000 from the Wastewater Fund. For CBS-5033, Wailuku-Kahului Soil Aquifer Treatment Basins, we came to consensus on \$1.35 million from the Wastewater Fund. For CBS-5034, Wailuku-Kahului Wastewater [sic] Water Pump Station, we came to consensus on \$600,000 from the Wastewater Fund. For CBS-1124, West Maui Recycled Water System Expansion, we came to consensus on 1.5 million out of bonds, \$2.422 million from other grants, \$9.578 million from State Revolving Fund, and amended the project description language to include, following the intent of the recommended options outlined within the West Maui Recycled Water Verification Study (2012). And the last item...okay. We came to consensus on \$800,000 from other grants for the Lahaina Wastewater Reclamation Facility Emergency Generator Replacement. Okay. Would this body...sorry, it's getting late. Would this body like to entertain or would this body like to approve the Department's CIP list minus the five Central Maui Landfill items?

COUNCILMEMBER SUGIMURA: Consensus.

VICE-CHAIR KING: So moved.

CHAIR RAWLINS-FERNANDEZ: Okay, moved by Chair King --

COUNCILMEMBER SUGIMURA: Second.

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CHAIR RAWLINS-FERNANDEZ: --seconded by Member Sugimura. All those in favor please...oh, sorry. Discussion? Okay, no discussion. Okay. Enough discussion. Okay, all those in favor please say "aye."

COUNCILMEMBERS: Aye.

CHAIR RAWLINS-FERNANDEZ: All those opposed? Okay, the motion passes unanimously.

VOTE: AYES: Chair Rawlins-Fernandez, Vice-Chair King, and Councilmembers Hokama, Kama, Lee, Molina, Paltin, Sinenci, and Sugimura.

NOES: None.

ABSTAIN: None.

ABSENT: None.

EXC.: None.

MOTION CARRIED.

ACTION: APPROVE

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, mahalo, Members. So, we got through that 13 CIPs, and we have two more Departments, Parks with 30 CIPs and Public Works with 32 CIPs.

COUNCILMEMBER SUGIMURA: Wow.

CHAIR RAWLINS-FERNANDEZ: It's 8:37, I think Members deserve a break. Would Members like to take up Public Works tonight and save Parks and Recreation for tomorrow?

COUNCILMEMBER HOKAMA: No.

COUNCILMEMBER KAMA: Save 'em all.

CHAIR RAWLINS-FERNANDEZ: Oh okay. Member Hokama, would you like to do them all tonight? I'm with you.

COUNCILMEMBER HOKAMA: Parks first.

CHAIR RAWLINS-FERNANDEZ: Oh okay, Parks first and the Public Works after.

COUNCILMEMBER HOKAMA: . . .*(inaudible)*. . .

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CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura, are the Directors for both available?

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Okay. Ms. Peters.

COUNCILMEMBER HOKAMA: Chair, if their projects are important, they'll be here for us.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, Members, would you like to take up both tonight, or would you prefer to take up Parks tonight and save Public Works for tomorrow?

COUNCILMEMBER SUGIMURA: Yes.

CHAIR RAWLINS-FERNANDEZ: And would --

COUNCILMEMBER SUGIMURA: Tomorrow Public Works.

CHAIR RAWLINS-FERNANDEZ: --Public Works be available tomorrow?

MS. YOSHIMURA: Chair? Let me check with them. I know Public Works is here in the building, and we had originally told Parks they would be after Public Works. So, let me contact both Directors and then I'll get back to you.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo, Ms. Yoshimura.

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Okay. Yes, we can take a break. Okay, so depending on I guess who's available, we'll take up that Department when we return from our dinner break. Okay, Members, how long would you like, an hour? Okay.

UNIDENTIFIED SPEAKER: Nine thirty.

CHAIR RAWLINS-FERNANDEZ: Okay. Nine thirty, that's less than an hour.

UNIDENTIFIED SPEAKER: Nine thirty.

CHAIR RAWLINS-FERNANDEZ: Nine thirty, okay?

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Nine thirty?

COUNCILMEMBER SUGIMURA: Nine forty-five.

CHAIR RAWLINS-FERNANDEZ: Nine forty-five.

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UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Nine forty-five?

VICE-CHAIR KING: I think if we're in our seats by nine forty-five...

CHAIR RAWLINS-FERNANDEZ: Yes.

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Right, okay. Okay.

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Okay.

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Okay, 9:30. Good. You'll probably end up in your seats by 9:45, so okay. Okay, so 9:45 but aim to be back in your seats by 9:30.

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, it's 8:40 on April 22nd, please be back in your seats by 9:45.

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: The Economic...I'm sorry?

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Yeah. The Economic Development and Budget Committee is now in recess. . . .*(gavel)*. . .

RECESS: 8:40 p.m.
RECONVENE: 9:45 p.m.

CHAIR RAWLINS-FERNANDEZ: . . .*(gavel)*. . . Will the Economic Development and Budget Committee please return to order? It is 9:45 p.m. on April 22nd. We're going to continue with our CIP decision making and we are now on Parks and Recreation. We have Director Karla Park...sorry, Karla Peters for Parks. It's 9:46 p.m. Aloha, Director Peters.

DEPARTMENT OF PARKS AND RECREATION

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MS. PETERS: Aloha.

CHAIR RAWLINS-FERNANDEZ: And Deputy Director Buck.

MR. BUCK: Aloha.

CHAIR RAWLINS-FERNANDEZ: Aloha. Okay, Members, there are 30 items. I'm going to start with the first one, Countywide, Parks and Recreation, CBS-1117, Countywide Parks and...Parks ADA Improvements, \$500,000, General Fund, and I have marked here Member Kama and Member Sugimura, and then Member Hokama.

COUNCILMEMBER KAMA: Chair, thank you. I had all my answers...my questions answered at the last time and therefore I have no other questions. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Kama. Member Sugimura?

COUNCILMEMBER SUGIMURA: So, I just wanted to be sure that Parks has enough funds to do this important...

MS. PETERS: Chair?

CHAIR RAWLINS-FERNANDEZ: Ms. Peters?

MS. PETERS: Thank you, Member Sugimura. Yeah, so what we're doing now is we have a transition plan that we're waiting for from the consultant. Unfortunately, the consultant that got the contract has ceased business. So, we are working with Corporation Counsel on the termination of that contract and we will be getting a new contract. But the deliverable is the plan so we're hoping that we can execute a new contract, utilize the deliverable that was with this current contract, and utilize...and then fund the 500,000 to do minor projects. And then we'll come to this body again in '21 for additional funding.

COUNCILMEMBER SUGIMURA: So, the delay will be...I mean how impactful is that?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Thank you, Chair. The delay should be minimal because we do have a deliverable that's coming from the current consultant so we can utilize that plan and then have it in a more condensed version with the new consultant. So, we just have to define the scope of work for the new consultant based off of what was already done.

COUNCILMEMBER SUGIMURA: Okay.

MS. PETERS: So, we anticipate that 500,000 to be adequate enough for us to move forward.

COUNCILMEMBER SUGIMURA: Very good.

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MS. PETERS: Thank you.

COUNCILMEMBER SUGIMURA: Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo. Mahalo, Member Sugimura. Member Hokama?

COUNCILMEMBER HOKAMA: Chairman, no, I'm happy with the Department will be in compliance so I have no issues and I commend the Department for keeping us ahead of the eight-ball. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, member Hokama. Okay, Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Consensus, all right. Okay, next one is CBS-3232, Countywide Parks Playground Improvements for \$500,000 from General Fund. Member Hokama?

COUNCILMEMBER HOKAMA: Chair, again, I've talked to the...met with the Department, I'm satisfied with the response. My thing is finish what we started and then start new projects. Thank you.

CHAIR RAWLINS-FERNANDEZ: Excellent. Any other questions? Consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Consensus. Awesome.

COUNCILMEMBER SUGIMURA: Fast yeah.

CHAIR RAWLINS-FERNANDEZ: Okay. Next, CBS-4581, Countywide Parks Facilities, 275,000, General Fund. Member Hokama?

COUNCILMEMBER HOKAMA: Chair, for all Countywide projects, this I believe a reasonable amount and I understand that the Department can complete the projects within this limit so I'm good.

CHAIR RAWLINS-FERNANDEZ: Okay. Chair King?

VICE-CHAIR KING: Chair, I just have a question. I'm good with the amount but do you...so this is a separate contingency fund, you don't add contingency funding on every one of your CIP projects?

MS. PETERS: Chair?

CHAIR RAWLINS-FERNANDEZ: Director?

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MS. PETERS: Hi, Member King. Yeah, so we do add them on. This is for unforeseen issues that arise during construction, you know, our facilities are 40 to 50 years old and our renovations projects, they do...contractors do uncover items that are not addressed in the design and the specs and drawings. Also, when we do our funding, we start...we'll be starting in, for Fiscal Year '21 come August so by the time we get the funding there may be other items that need to be addressed.

VICE-CHAIR KING: Okay. So, I just want to be clear, so every item already has a contingency fund on it for unforeseen items and then plus there's this additional? 'Cause that's what we were hearing from DEM that they add on a contingency fund and to...

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Thank you. So, just the park systems would not have the contingency funds, so line item projects do have...the consultants do factor in that contingency in the construction estimates but the park systems are not.

VICE-CHAIR KING: Okay, so this would be used mostly park systems?

MS. PETERS: Chair?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Thank you. And we would be willing to provide this body with a quarterly report --

VICE-CHAIR KING: Okay,.

MS. PETERS: --of the expenditures.

VICE-CHAIR KING: Okay, that'd be great. Thank you.

MS. PETERS: Thank you.

CHAIR RAWLINS-FERNANDEZ: Seeing no other questions, consensus?

COUNCILMEMBERS: Consensus.

VICE-CHAIR KING: Can we add the quarterly report on to that as well, Chair?

CHAIR RAWLINS-FERNANDEZ: Oh yes. Okay. Okay, I'll add that. CBS-4613, Countywide Light Ordinance Compliance. Member Kama and Member Sinenci, and then Member Hokama.

COUNCILMEMBER KAMA: Chair, I have no questions.

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CHAIR RAWLINS-FERNANDEZ: It looks like you proposed to reduce it to \$600,000. No? That wasn't you?

COUNCILMEMBER KAMA: I don't know if I reduced it but I know that the question that I asked at that time was why...something about what the ordinance, the light...why so much light or something like that. It's something totally different.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay. Member Sinenci?

COUNCILMEMBER SINENCI: Thank you, Chair. I believe this one I was...my question was to Corporate [sic] Counsel if this was part of the litigation on the public light, the streetlights, if this was part of that or not.

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: I don't think that Parks has streetlights so I think it's a separate topic.

COUNCILMEMBER SINENCI: Okay, thank you.

CHAIR RAWLINS-FERNANDEZ: Okay, it looks like Member Sinenci had asked if the amount was adequate and how many parks are being impacted.

MS. PETERS: Chair? Thank you, Member Sinenci. So, the amount is adequate, we did have a study done and all of our facilities with these lights were assessed. We have a list that was included in I believe PR-6 that showed the parks that needed the either retrofitting or light fixture replacements. So, partial of the funding will be done with in-house labor and we just have to purchase the fixtures, and then the field lighting is the projects that we would have to go out to bid on and have them done by a contractor.

COUNCILMEMBER SINENCI: Thank you, Director.

VICE-CHAIR KING: Chair?

COUNCILMEMBER SINENCI: Thank you, Chair.

VICE-CHAIR KING: Chair?

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sinenci. Chair King and then Member Hokama.

VICE-CHAIR KING: Thank you. So, I believe there's a lawsuit against Public Works for some of the LED lighting fixtures they have. I don't know if it has to do with sea birds or what, but are these different than the kind that we're getting...I got a notice that they halted installation of LED lighting because of the lawsuit.

MS. PETERS: Chair?

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CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Member King, yeah, so we are aware of that lawsuit that's going on, and we are ensuring that these lights do not interfere with any of the sea bird --

VICE-CHAIR KING: Okay.

MS. PETERS: --compliance, and then we re-aiming is also what we can do to make sure the fixtures are aiming downwards and the light spilled is not in great abundance.

VICE-CHAIR KING: Okay, are they LEDs?

MS. PETERS: Yes.

VICE-CHAIR KING: They're LEDs but they're shielded, it looks like they're...okay.

MS. PETERS: Correct --

VICE-CHAIR KING: Right.

MS. PETERS: --Member, yeah, they're fully shielded facing downwards.

VICE-CHAIR KING: Okay, thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Member Hokama?

COUNCILMEMBER HOKAMA: Chair, thank you. I'm in full support of the Department's efforts, my only question is for the Budget Director, for certain parks can park assessment monies be used? This is fulfilling a new, a requirement so for certain parks it's a new component of the park so I'm just asking if it could be utilized.

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: Thank you, Chair. It's basically a decision by this body. If you guys want to consider it a improvement to an existing park versus repair or maintenance item then I think it would be appropriate to fund with the park assessment fees. However, if you do feel it is repairs and maintenance, it probably should not be funded. The idea is to provide new parks or improve existing parks. So, it's a policy decision on your part.

COUNCILMEMBER HOKAMA: Well, again, yeah, that's why I asked that question 'cause, you know, the Department is just fulfilling an ordinance requirement, yeah, which didn't exist prior to the current status. So, I'm just wondering if this is considered new 'cause we're not replacing quid pro quo, you know, we're doing something improved and better by a requirement of law. So, I'm just asking can park assessment be considered? Because that's the purpose of these funds is to improve the park or create a new park.

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MR. UEOKA: Chair?

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: I guess I can't say yes or no, it's kind of a discretionary decision on the Council's part, but if you do feel it is an improvement to the park versus repairs or maintenance then I think it is appropriate. However, if you guys feel it's repairs and maintenance, again I would not feel it is as appropriate. Thank you.

COUNCILMEMBER HOKAMA: Director, how have you approached this request? Well, again, see if it's repair and maintenance, is it really a CIP then? Shouldn't it be under Ops under R&M?

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: Certain...I guess I shouldn't say repairs and maintenance in the standard sense, but certain projects even though they're repair...like painting a building could also be considered CIP in certain situations. It depends on the scope and the severity of the project. Replacing a roof could be CIP so I don't think there's a bright-line answer here, but if you...this body does feel it's appropriate. Thank you.

COUNCILMEMBER HOKAMA: Well, thanks for not helping me with this. Again, Chair, my only comment on this is that is, was the purpose of park assessment funds, yeah, to relieve the burden on General Fund for those developments that created an additional impact on the community. So, this is one way we address supporting parks and appropriate facilities for the communities impacted by certain developments, and that's what I would like to use the money for, address the impacts. But does the Budget Chair [sic] have a comment I can consider?

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura?

MS. YOSHIMURA: Chair, we'll take a look at the list and see which parks are affected with the installation of lights, and perhaps if it now allows night usage of a park then that's probably expansion of the use of the park. And maybe that's a suggestion that you could probably use park assessments for, Corp. Counsel?

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: Again, if it's an improvement to an existing facility, it's, would be appropriate.

MS. YOSHIMURA: So, maybe the expanded use of the park facility might qualify as a expansion to having usage at night, and therefore park assessments could be used. But we'll take a look at the list and see where that would apply.

COUNCILMEMBER HOKAMA: Yes. Chair, I would allow the Department the flexibility to make some determination that they can maintain consistency on its application, and

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then if they propose a revision later, that's fine with me. But I would like them to be in full compliance with the light ordinance. Thank you. So, I'm in consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, so we'll leave this at General, under General Fund until we hear back from Budget Director about whether we can switch the funding to park assessments. Okay.

COUNCILMEMBER HOKAMA: Thank you.

CHAIR RAWLINS-FERNANDEZ: Members, consensus?

COUNCILMEMBER SUGIMURA: Chair?

CHAIR RAWLINS-FERNANDEZ: Oh --

COUNCILMEMBER SUGIMURA: Yeah.

CHAIR RAWLINS-FERNANDEZ: --Member Sugimura?

COUNCILMEMBER SUGIMURA: Yeah. I just want to add that I think I mentioned this before but if the Department could check with Hawaii Energy. The, they give rebates basically, as Walter Enomoto, and I can give the Department the contact if they don't...if they're not already working for...with them. And a good example is that...what was brought up that Public Works street light project which was six figures, but they were going to give us a 400,000 rebate for making that change. So, there might be some savings that we could...or...that we could get from Walter Enomoto with Hawaii Energy.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, thank you. Thank you, Member Sugimura, yes, we can definitely get in contact with Mr. Enomoto.

COUNCILMEMBER SUGIMURA: Okay. He has a fun job, he gives money away, so rebates back. Thanks.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sugimura. Okay, Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, the next one is Hana, Government Facilities, CBS-5530, Old Hana School Improvements, out of General Obligation Bonds, \$350,000. Member Hokama?

COUNCILMEMBER HOKAMA: Thank you, Chair. Besides yourself what other County departments or agencies use the building?

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CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, thank you. Thank you, Member Hokama. So, we do have the...I believe it's the Health Department, the Council Office...I would have to get you that list of users. We did do an assessment of each of those offices and the entire building and there are some hazmat mitigation that we need to take care of, as well as we'll get it fumigated with Fiscal Year '19 funding and then those deteriorated members would need to be replaced.

COUNCILMEMBER HOKAMA: Okay, I would just ask you to find a way and apply it even to us, the Council, that all users pay their fair share for the improvement and renovation work of this project. So, if it's Health Department, either you raise their rent or they pay us something to you, but all users should participate in funding the project. That would be something I would ask that we require, Chair, 'cause I think that's only fair. It shouldn't just be the burden of one department that takes care multiple agencies and departments. Fair is fair, okay.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? Yes, Member Hokama, so we will look through that list and then ensure that, you know, each of the agencies utilizing the area is assessed or reviewed.

COUNCILMEMBER HOKAMA: Okay.

MS. PETERS: Thank you.

COUNCILMEMBER HOKAMA: Include us too now, we're a user, we pay our fair share. Thank you, Chair. I'm in support.

CHAIR RAWLINS-FERNANDEZ: Member Hokama, would you like to add language to the project description to ensure that the Department...

COUNCILMEMBER HOKAMA: Just a simple proviso, all users of the facilities will pay their fair share cost regarding the project. And then I leave it to the Staff and Corporation Counsel to work out the appropriate legal words, but I think the Director understands what I'm, you know, we would...we are trying to accomplish, fairness in sharing the burden.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Member Sinenci?

COUNCILMEMBER SINENCI: Thank you, Chair. I just wanted to add some of the OED nonprofits are housed at the old school, Old Hana School. The youth center, I believe the Hana Community Association, UH satellite, Hui No Ke Ola Pono, Hale Hulu Mamo. So, a couple of the...well majority is the nonprofits that are housed at the Old Hana School. Thank you.

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CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sinenci. Okay, Members...okay, seeing no other questions, the proposal is to achieve consensus on Old Hana School improvements for \$350,000 under General Obligation Bonds, and to ensure the Department sees to that all users pay their fair share. Consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Okay, the next one is Hana, Parks and Recreation, CBS-1971, Helene Hall Improvements for \$800,000 under General Obligation Bonds. Member Hokama?

COUNCILMEMBER HOKAMA: Thank you. I've reviewed this project and I'm going to be in support, because if they can do it for \$800,000 or less we got a bargain. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Member Sinenci, good? Okay, Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Okay, next is CBS-2350, Hana-Keanae-Kailua Park System, \$450,000 under General Funds. Member Hokama?

COUNCILMEMBER HOKAMA: Chair, I consulted with my colleague Mr. Sinenci and he's fine so I'm fine.

CHAIR RAWLINS-FERNANDEZ: Okay, everybody fine? Okay, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, great. Okay, next is the CBS-5531, Hana Park Tennis and Basketball Courts Reconstruction, 120,000 under General Funds. Member Hokama?

COUNCILMEMBER HOKAMA: The majority of this project since it's a two-phased financial request, you're doing the, I'm assuming the one basketball court with lights is for the following year, '21 or is that part of this coming '20 request?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, thank you. Thank you, Member Hokama. Fiscal Year '20 funding is for design and permitting, and then we would then come back for the construction once we get the design completed and a complete construction estimate.

COUNCILMEMBER HOKAMA: So, you're going to do the two existing tennis courts and the one basketball court one time?

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MS. PETERS: Yes, that's correct.

COUNCILMEMBER HOKAMA: Okay, I understand that. Thank you, Chair. I'm in support of this.

CHAIR RAWLINS-FERNANDEZ: Okay, Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Okay, next is Kihei-Makena, CBS-1205, Kamaole Point Pavilion, \$250,000 under park assessment fees. Member Paltin?

COUNCILMEMBER PALTIN: Thank you, Chair. Thank you, Director. I saw in your response that you said it was well above the high-tide mark. I was wondering if you knew what kind of materials it was going to be built out of?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? Member Paltin, we haven't gotten to that extent of the scope, right now we're still in permitting, so this funding would be for the additional SMA permit that's required in that area. And then working together with our consultant and I'm sure Planning Department would also have some requirements on the type of materials and construction. And then we will be looking at making sure we utilize and meet the requirements.

COUNCILMEMBER PALTIN: I was wondering also how come in the next, the six-year total, the 1.1 is in General Fund and not in park assessment?

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura?

MS. YOSHIMURA: Chair, if there's park assessment funds available for the South Maui District then we could change the source of funding, but for now we're just anticipating using General Funds.

COUNCILMEMBER PALTIN: Okay, thanks.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Paltin. Okay, Members, any other questions? Seeing none, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, great. Okay, next is CBS-2345, South Maui Parks System...oh, that's . . . *(inaudible)*. . . Okay.

COUNCILMEMBER HOKAMA: I'm good. I'm good, Chair.

CHAIR RAWLINS-FERNANDEZ: A hundred twenty...

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VICE-CHAIR KING: Chair?

CHAIR RAWLINS-FERNANDEZ: Member Hokama and then Chair King.

COUNCILMEMBER HOKAMA: I'm good, Chair. And again, this District is utilizing the best it can the park assessment funds collected for various development approvals, so I'm in support of utilizing those funds, especially the previous project 'cause I think Ms. Lee and I can recall this may have been the site of what started the question between community plan and zoning decades ago. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Chair King?

VICE-CHAIR KING: Thank you, Chair. Yeah, this one I felt like was a little low and I wanted to ask you about a couple projects. One, because we...I was putting this into a separate CIP, but I think we could add it here, then the parking lot for the North Kihei, the one that we purchased last year. Can you put that into this?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? Yes, Chair King, we can definitely add it to that.

VICE-CHAIR KING: Okay, and then also I wanted to see if you had in here because I didn't see any specific projects but the Kenolio Center which is in really bad shape and needs some renovation.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, thank you. Is this for the open room building that they utilize for...

VICE-CHAIR KING: No, it's the closed facility...I think you guys used it, Parks used it a couple years ago when they did those community meetings about the parks in the area and they were doing them in every area to determine the priorities for parks. And they had pictures on the walls. It's a closed building, it's got a terrible A/C system. It's...the cupboards are moldy and I mean it's just not in very good repair at all. And this one gets...this is like one of the facilities that the North Kihei folks have except no one wants to use it 'cause it's not in very good shape.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, thank you. So, we have...it's called the open room and it's, it is mauka of the Bridge...or the library, Kenolio Library that's used for the Bridge Club. And so we have design funding that we got I believe in Fiscal Year '8... '17 or '18 so we can look at what that construction cost was and where it fell on our six-year plan.

VICE-CHAIR KING: Okay, but this...I don't think we're talking about the same facility. The open one that's just basically has no walls, it's just a cover, is that what you're talking

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about? Because what I'm talking about is the actual closed building that's right on Kenolio Road that's used for a lot of public meetings.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, so that would be the cafeteria, and that's already been renovated.

VICE-CHAIR KING: That's been renovated?

MS. PETERS: Yeah.

VICE-CHAIR KING: I just used that not too long ago and it's not in very good shape at all, and the air conditioning was broken, it wasn't even adjustable so we were all freezing in there. So, that's after you renovated it?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, thank you. We...I'll go check and see and make sure --

VICE-CHAIR KING: Okay.

MS. PETERS: --that what we're talking about is that same building. But I believe that is the cafeteria building where we had...we just recently had the South Maui Community Park open...the master plan open house.

VICE-CHAIR KING: We might be talking about the same building, but I don't know, I just, I have some issues with the renovations there then I guess. And then the other thing I wanted to look at in here was the Kaiwahine Park, the one up above the new project that's going in, and I know the developer agreed to do the paving on Kaiwahine. And he's trying to get involved in the park, but I wanted to find out if you had any parks funds in here to address anything up at that park.

MS. PETERS: Chair?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Thank you, Member King. Yes, we met with the developer and we gave him our wish list of things that needs to be done at the park.

VICE-CHAIR KING: Okay, was that part of his obligation? Because my understanding...

MS. PETERS: No, he is not required, he's just going to --

VICE-CHAIR KING: Okay.

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MS. PETERS: --do it because their community will be utilizing the park. It abuts their project so he's just going to be doing it. And we are reviewing our pump that's currently runs the irrigation there.

VICE-CHAIR KING: Okay, so the 200, if we add the 25,000 on to, is that sufficient to address what you need to do in South Maui for this coming --

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair?

VICE-CHAIR KING: --fiscal year?

MS. PETERS: Yeah, so that park systems fund was going to cover the dog park at Kenolio and then some fencing improvements at the Kalama Tennis Courts. So, we can add in the funding for the Waipuilani North improvements.

VICE-CHAIR KING: Okay, and is there anything that the Parks Department is doing up at the Kaiwahine Park, or are you trying to get the developer to do it all?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? So, he didn't give us a dollar amount of what they would be willing to contribute, so I guess whatever it is that they do not, we would need funding for. And what we did ask for was a playground with a little tot lot with shade structure.

VICE-CHAIR KING: Okay. Can we put that into this amount?

MS. PETERS: Yeah, I don't see...

VICE-CHAIR KING: Okay.

MS. PETERS: We'll check if we can use park assessments.

VICE-CHAIR KING: Because that's one of the things...the reason why is because that's one of the things that the community up there has been asking for, and it's kind of an offset for the development for the community if we can make sure that park is useable.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? Okay, yeah, we can add in and then tell, you know, we can tell the developer that we will be doing a part of it --

VICE-CHAIR KING: Okay.

MS. PETERS: --and then they would be filling in the rest.

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VICE-CHAIR KING: Okay. So, do you have an amount that we could change this to, the 200,000?

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: Chair, so it's, from what I understand, it's not an actual requirement of the developer so it would be a gift or donation to the County. So, in accordance with 3.56 you'd have to do an intake of it, and you've have to do a separate appropriation through the Budget to appropriate the funds. And we're not even sure if the developer or will even agree to this, so...

VICE-CHAIR KING: I don't know that...is it owned by the developer? I thought it was already owned by the County.

MR. UEOKA: I believe it is owned by the County but if we get funds from the developer, the way the County Code works, we have to accept it via, by this Council, for resolutions, a gift or donation --

VICE-CHAIR KING: Right.

MR. UEOKA: --per Code, and then...

VICE-CHAIR KING: Right, so we're not talking about that right now, we're just talking about what the Parks Department is going to put into it on their end.

MR. UEOKA: Oh, okay. I apologize. It just seemed like we're making a bigger project, so.

VICE-CHAIR KING: No, it's a County park that the Parks Department oversees, and what she's saying is that she's trying to get the developer to do something to the park along with their development but they're not required to do anything.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, so if we put in funding for the playground and then we can see what the developer is proposing and then they can come via this body as a reso [sic] to, for the donation of their improvements.

VICE-CHAIR KING: Okay.

MS. PETERS: If that's agreeable or acceptable.

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: So, you guys are going to proviso the appropriation?

VICE-CHAIR KING: We're not discussing anything from the developer at this point.

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MR. UEOKA: Oh, so you're just giving the Department the money to do the project?

VICE-CHAIR KING: To do the part that we have to do our own side because it's really nothing is required of the developer, so anything they do is bonus on top of their requirements to do the paving of Kaiwahine.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, so we have a recommendation, in the current Fiscal Year '19 Budget in the Central Maui Parks Systems, there is a proviso of 150,000 for the playground up at the Wailuku Heights Park, so maybe a proviso in the South Maui Parks Systems --

VICE-CHAIR KING: Okay.

MS. PETERS: --can be added for the playground at the Hale Piilani Park.

VICE-CHAIR KING: Okay, so if we could do that, Chair, I would propose...and I think we had 25,000 for the parking at the North Kihei parking lot so I would propose 375,000 in that fund. That will cover the...I think all you're going to do is gravel the parking lot, right, clear and gravel it?

MS. PETERS: Chair? Yes.

CHAIR RAWLINS-FERNANDEZ: Director?

VICE-CHAIR KING: Okay.

CHAIR RAWLINS-FERNANDEZ: Okay, will you please repeat your proposal?

VICE-CHAIR KING: Okay, so the proposal is to in CBS-2345 to change the amount to 375,000 and include the playground for the...is it called Kaiwahine Park or is it...

MS. PETERS: It's called Hale Piilani Park.

VICE-CHAIR KING: Hale Piilani Park and the North Kihei...what is that parking lot? Is there a name for that parking lot?

MS. PETERS: Chair? We're calling it North Waipuilani.

VICE-CHAIR KING: Not...North Waipuilani Parking Lot. Thank you. I know where they are, I just don't know what they're called.

CHAIR RAWLINS-FERNANDEZ: Okay. And then do you have the breakdown for each? So, the playground and the...

VICE-CHAIR KING: Hundred fifty thousand for the...

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CHAIR RAWLINS-FERNANDEZ: Hundred fifty?

VICE-CHAIR KING: Hundred fifty thousand for the playground, 25,000 for the parking lot.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, Members, the proposal is for CBS-2345, South Maui Park System to increase it from 200,000 to 375,000 and to include in the project description the construction or the beginning part of the construction of the playground?

VICE-CHAIR KING: The playground, a playground for 150,000 and...

CHAIR RAWLINS-FERNANDEZ: It is a playground?

VICE-CHAIR KING: Yeah.

CHAIR RAWLINS-FERNANDEZ: Okay. So, Hale Piilani Park Playground for 150,000 and a parking lot at North Waipuiani for 25,000.

VICE-CHAIR KING: Right.

CHAIR RAWLINS-FERNANDEZ: Okay.

VICE-CHAIR KING: Gravel parking lot.

CHAIR RAWLINS-FERNANDEZ: Okay, Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay.

VICE-CHAIR KING: And, Chair, that would be...I think, I believe that the funding, the 75,000 that's coming out of the park assessment is probably, drains the park assessment fund I'm assuming?

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura?

MS. YOSHIMURA: Chair, available for Fiscal 2020 for Kihei-Makena is 165,000, so already appropriated 75,000 --

VICE-CHAIR KING: Seventy-five, okay.

MS. YOSHIMURA: --so there's a balance of --

VICE-CHAIR KING: So, then we...

MS. YOSHIMURA: --about 90,000.

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VICE-CHAIR KING: So, then if we could put 300,000 in the General Fund, at least it'll just leave a little bit left in park assessment.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay.

VICE-CHAIR KING: Thank you, Members.

CHAIR RAWLINS-FERNANDEZ: Okay, next is CBS-2347, Lanai Park System, 495 out of General Fund and 95,000 out of park assessment fees. Member Hokama?

COUNCILMEMBER HOKAMA: No questions. I support the request. And again, we are utilizing our amount of park assessment funds.

CHAIR RAWLINS-FERNANDEZ: Okay. Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Consensus. Okay, mahalo. Okay, next is Makawao-Pukalani-Kula, CBS-1175, Kula Playground, 850,000 out of General Funds, and I believe we added --

COUNCILMEMBER SUGIMURA: Hundred thirty-eight six five zero.

CHAIR RAWLINS-FERNANDEZ: --138 out of General Funds.

COUNCILMEMBER SUGIMURA: And if park assessment fee has \$165,821.80 so we can take the additional out of the parks assessment.

CHAIR RAWLINS-FERNANDEZ: The 160 would come out of park assessments.

COUNCILMEMBER SUGIMURA: Oh no, 138,650 come out of park assessments.

CHAIR RAWLINS-FERNANDEZ: A hundred thirty-eight --

COUNCILMEMBER SUGIMURA: Six five zero.

CHAIR RAWLINS-FERNANDEZ: --six five zero. Okay. Okay, and then what is the remaining for the General Fund?

COUNCILMEMBER SUGIMURA: Is 850 . . . *(inaudible)* . . .

CHAIR RAWLINS-FERNANDEZ: Oh, okay. Is that the total that you need?

COUNCILMEMBER SUGIMURA: Eight fifty plus the 138,650.

CHAIR RAWLINS-FERNANDEZ: Okay, got it.

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COUNCILMEMBER SUGIMURA: So, put two together.

COUNCILMEMBER LEE: . . .*(inaudible)*. . .

COUNCILMEMBER HOKAMA: Hey, she's in the black.

COUNCILMEMBER SUGIMURA: I got 27,000 in my parks assessment.

COUNCILMEMBER HOKAMA: She's in the black.

COUNCILMEMBER SUGIMURA: So, if anybody wants to borrow, let me know, 27 thousand
_____.

VICE-CHAIR KING: What's the interest on that?

CHAIR RAWLINS-FERNANDEZ: Okay.

VICE-CHAIR KING: Consensus.

COUNCILMEMBER SUGIMURA: Thank you.

CHAIR RAWLINS-FERNANDEZ: Okay, Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, next is CBS-2349, Makawao-Pukalani-Kula-Ulupalakua Park System, 175,000 out of General Funds. Member Hokama?

COUNCILMEMBER HOKAMA: I had my discussions with the Department and I had a chat with Mr. Molina and I'm good. I'm happy to support this.

CHAIR RAWLINS-FERNANDEZ: Okay. Seeing no questions, Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, next is CBS-3228, Hannibal Tavares Community Center Improvements, \$1 million out of General Funds. Member Hokama?

COUNCILMEMBER HOKAMA: Again, I like this project. My one question is can you work on the acoustics please? I think anybody who uses this, you know, gives comment to me, I'm sure they give it to Ms. Sugimura and Mr. Molina, but if there's a way to improve the acoustics within the facility that would be appreciated. Thank you.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, yes. Member Kama...Hokama, we will.

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COUNCILMEMBER HOKAMA: I'm good, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo. Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, great. Okay, next is the...Molokai, CBS-2346, Molokai Park System, 275,000 out of General Funds. Member Hokama?

COUNCILMEMBER HOKAMA: Chair, I only have a concern if you have one.

CHAIR RAWLINS-FERNANDEZ: Okay. I have a question for the Director. Would it be possible for our parks to use this funding to repair the restroom at One Alii Two or One? The one that's closer to town.

MS. PETERS: Chair, yes, that would be...we would be able to do that.

CHAIR RAWLINS-FERNANDEZ: Okay. Would I need to put language in here to clarify that's something that I would like done for the District?

MS. PETERS: Yes, that would be appropriate to add that language in there.

CHAIR RAWLINS-FERNANDEZ: Okay, do you have the amount that...I think the estimated amount was 175,000.

MS. PETERS: Chair, I would have to go look for that.

CHAIR RAWLINS-FERNANDEZ: Okay, we can figure that out. Okay. So, Members, I would just propose to add language here for the improvement and repairs of the restroom facilities at One Alii Park so that park can be used as the primary camping area and leaving the other park One Alii Two...One...One or Two--I can't remember, sorry--to be more of the...it has the pavilion there so community members...and the playground, so more public. Okay. Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. And then we'll figure out that exact number, Director. Okay, and then the next is CBS-5540, Mitchell Pauole Parking Lot Expansion for 350,000 out of General Fund. And I propose to remove this CIP because it would be a waste of money, because it's...we need to relocate our community center soon. Okay, Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Okay, next is Paia-Haiku, CBS-2348, Paia-Haiku Park System, 260 out of General Fund. And I believe this is from Member

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Molina to add a proviso of \$140,000 for Haiku access. Member Molina and then Member Hokama.

COUNCILMEMBER MOLINA: Consensus. Oh no wait . . .*(inaudible)*. . . just kidding. No, actually yeah, this relates to the Peahi purchase, land purchase that was for 9 million, and if I, Madam Chair, if I could ask the Department a question first --

CHAIR RAWLINS-FERNANDEZ: Absolutely.

COUNCILMEMBER MOLINA: --to the Department, you know, I assume you folks are charged with oversight of this property. Has there been a master plan study for the open space land at this point?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, I'm going to defer to our Deputy here.

CHAIR RAWLINS-FERNANDEZ: Deputy Director?

MR. BUCK: To date, no master plan has been done. We're still waiting for the signage management plan to be turned in from the Hamakua, Malama Hamakua. They've sent a draft in, we had some comments from Risk Management, waiting for that. And it's the same thing for the \$50,000 grant, they're still working on it.

COUNCILMEMBER MOLINA: Okay. Yeah, my understanding, they're charged with the just more the signage issues, yeah, but as far as the master plan study for the whole property, that, there's no formal master plan study yet at this time yeah?

MR. BUCK: No.

COUNCILMEMBER MOLINA: Okay. Madam Chair, I initially was going to beg my colleague, you and my colleagues for an additional 140,000 appropriation to add to Page 759 for the 2020 appropriation which was 260 and to make that 400,000. But instead of asking for more money, I wanted to maybe just proviso maybe like the Parks Program Operations budget and just set aside 140,000 so new no additional monies but just do a proviso. Is provisoing 140,000 out of, I guess, if that would be the appropriate division or program, the Parks Program section, 140,000. Could I get comment from the Department on that?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, thank you. So, Member Molina, would that be for master planning?

COUNCILMEMBER MOLINA: Yeah, this would be for the master plan, I guess you would call the Peahi Open Space Master Plan...Plan Study, yeah.

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MS. PETERS: Chair? So, we have a master planning in the, in our Parks Program budget, and I believe we asked for 200,000 so far, for the, our sea level study of our coastal property so we could add that in as another master plan.

COUNCILMEMBER MOLINA: Okay, so basically so would...maybe at...so would it be better to add 140,000 or just...or it's already...we could proviso 140,000 for the study then?

CHAIR RAWLINS-FERNANDEZ: Director?

COUNCILMEMBER MOLINA: And I'm looking for the most cost efficient way without having to ask for additional funds, if it's already there just proviso some of that monies.

MS. PETERS: Chair?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: So, Member Molina, we would recommend that you add in the 140,000 to our already requested 200,000, 'cause or else it would take away from our sea level rise study.

COUNCILMEMBER MOLINA: Oh, okay.

MS. PETERS: And then that proviso to that additional 140 would be for that master plan of the Peahi property.

COUNCILMEMBER MOLINA: Okay. Yeah, I see for your FY 2020 you have 260,000 so then if we add the 140 that would amend...change that to 400,000 then. Members, on Page 759 in your Program if you're interested, so then a proviso will be to add 140,000 to this area.

COUNCILMEMBER SUGIMURA: For master planning?

COUNCILMEMBER MOLINA: Yeah. Of General Funds, yeah. And add it to the...what's it called, CIP.

COUNCILMEMBER SUGIMURA: Ensuing 2020.

COUNCILMEMBER MOLINA: So, it would be 400,000, yeah.

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura?

MS. YOSHIMURA: Chair, I think for the master plan, the 200,000 is in the Operations budget so it would be more appropriate to put the additional 140,000 in Operations rather than in CIP.

COUNCILMEMBER MOLINA: Okay. Alright, whichever works. Okay. Alright, so it's still 140,000 so I still gotta beg you guys for consensus on that then, additional 140,000.

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We have all this land and no master plan study, we spent 9 million for this property, we gotta have a master plan at least for it, so that's my rationale.

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura, do you know under what program this 140,000 would go into? So, Parks Program? Okay.

COUNCILMEMBER HOKAMA: Chair?

CHAIR RAWLINS-FERNANDEZ: In the Professional Services, page...in the Budget Details 12-33.

COUNCILMEMBER SUGIMURA: Twelve thirty-three.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, Member Hokama?

COUNCILMEMBER HOKAMA: I can support Mr. Molina but as my, recollect through my memory of this acquisition, two Members who do not sit here anymore agreed to do the master planning. It was I believe Ms. Cochran and Mr. Guzman that they agreed to move and do the master planning...lead the master planning efforts and convince Council then to go for the acquisition of the land. Okay, so in one sense we're paying the price for other people's commitments, but I don't see why this cannot be coming from Open Space Funds. That's what we used to purchase it, that's what was the discussion that it be master planned and that those two former Members would have led the efforts which they didn't. And so now I appreciate Mr. Molina stirring my memory, and so I can support the request because that was part of our Council's understanding of the acquisition purchase. So, does this qualify for Open Space?

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura? Or Mr. Ueoka?

COUNCILMEMBER HOKAMA: Mr. Ueoka, I think they're going to look at you for this one.

MS. YOSHIMURA: Sorry.

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: Yeah, Chair, I believe with the recent Charter amendment this type of thing is allowed. Thank you.

COUNCILMEMBER SUGIMURA: Oh, the signage.

COUNCILMEMBER HOKAMA: Then I prefer not to hit the General Fund. We've already placed monies in a special account, and I think this would be appropriate to come out of that account for Mr. Molina's request that I can support.

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER SUGIMURA: Chair?

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CHAIR RAWLINS-FERNANDEZ: Member Sugimura?

COUNCILMEMBER SUGIMURA: So, I wanted...I don't know if this is...

CHAIR RAWLINS-FERNANDEZ: Oh, I'm sorry. Member Hokama?

COUNCILMEMBER SUGIMURA: Oh sorry.

COUNCILMEMBER HOKAMA: And again yeah, because it's open space I think it needs to stay in CIP, right? Can we use Open Space Funds in Ops?

MS. YOSHIMURA: Chair?

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura?

MS. YOSHIMURA: Under Appendix A, Part 2, under the Open Space Fund you would add a proviso for the master planning of the area.

COUNCILMEMBER HOKAMA: Okay. Then that would be my suggestion to my colleague if he would care that we do that it way. I would love to be in support of it.

COUNCILMEMBER MOLINA: Yeah, I'm fine with that. So, the proviso would be to take 140,000 from the Open Space Fund to add to the CIP to make it from 260 to 400,000.

MS. YOSHIMURA: Chair?

COUNCILMEMBER HOKAMA: No, just the 140 from the Open Space Fund.

COUNCILMEMBER MOLINA: The 140 from Open Space Fund and to add it to CIP, Park CIP.

MS. YOSHIMURA: Chair?

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura?

MS. YOSHIMURA: No, you wouldn't need to add it to the CIP appropriation, you would just put a proviso under the Open Space Fund under Appendix A, Part 2 to read provided that \$140,000 shall be for the master plan of the...

COUNCILMEMBER MOLINA: Peahi Master Plan Study.

MS. YOSHIMURA: Yeah. Study, yeah.

COUNCILMEMBER MOLINA: Okay. So, proviso again will be 140,000 from the Open Space Fund for the Peahi Master Plan Study.

CHAIR RAWLINS-FERNANDEZ: Got it.

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COUNCILMEMBER LEE: Consensus.

COUNCILMEMBER HOKAMA: Yeah, support.

COUNCILMEMBER SUGIMURA: Page...

COUNCILMEMBER MOLINA: Thank you.

COUNCILMEMBER SUGIMURA: Page 46.

CHAIR RAWLINS-FERNANDEZ: Member Sugimura had a question.

COUNCILMEMBER SUGIMURA: Yeah, so I don't know if this is appropriate but I just want to make sure that there's no ziplines that go across this property. I mean, you know, the...a neighbor who is adjacent to this property, he's going to be putting up a zipline I hear and so I just want to make sure that no ziplines go across our properties.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, thank you. Member Sugimura, yes, we're looking more at cultural preservation so, you know, we could possibly put out a request for proposals for entities who want to maintain or utilize the space, or we could work out grants or lease agreements with these organizations that are expressing interest in the area. But I would say more for cultural.

COUNCILMEMBER SUGIMURA: Okay, good. No ziplines.

COUNCILMEMBER KAMA: Chair?

CHAIR RAWLINS-FERNANDEZ: Member Kama?

COUNCILMEMBER KAMA: Thank you.

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER KAMA: Just to make sure that when you talk about cultural things, that they don't say Hawaiians used to swing between trees and use that as a reason.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Kama.

COUNCILMEMBER SUGIMURA: Say what?

CHAIR RAWLINS-FERNANDEZ: Okay. Member Sugimura, you're good?

COUNCILMEMBER SUGIMURA: Yeah.

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CHAIR RAWLINS-FERNANDEZ: Okay. Okay, Members consensus on CBS-2348, Paia-Haiku Park System, \$260,000 under General Funds. Consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. And then separate under Appendix A, Part 2 under Open Space Funds, 140,000 proviso for master plan for Peahi. Is that correct, Member Molina?

COUNCILMEMBER MOLINA: And study.

CHAIR RAWLINS-FERNANDEZ: Okay. And then we'll revise that to make it...okay. Okay, Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, the next is CBS-5056, Alfred Flako Boteilho Sr. Gym Improvements, 225,000 out of General Obligation Bonds. Member Hokama?

COUNCILMEMBER HOKAMA: Was this an unforeseen thing, 'cause I thought when we budgeted the initial amount of 1½ million, we took care of the, that roof issue for, that your Department faced?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, thank you. So, it is for the additional improvements to the flooring.

COUNCILMEMBER HOKAMA: Okay, that wasn't part of the original scope, Director? I thought we took care of the whole gym needs. 'Cause this was last term, you know, we supported this.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? Member Hokama, no it was for the roofing was the original appropriation, and then we found some issues with the flooring and decided that it would be an appropriate time to...when we close a facility, we want to make sure that we get all the needed improvements done at one time.

COUNCILMEMBER HOKAMA: Okay, done. I'm okay.

CHAIR RAWLINS-FERNANDEZ: Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, next is CBS-5534, Haiku Park Restroom, \$510,000 out of park assessment fees. Member Sinenci and then Member Hokama.

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COUNCILMEMBER SINENCI: Thank you, Chair. I just had it...I just wanted to add verbiage that the project be ADA compliant, including wheelchair access and ramping, handicap signage, striping, and parking designation. Thank you.

CHAIR RAWLINS-FERNANDEZ: Okay. Director?

MS. PETERS: Chair. Thank you, Member Sinenci. So, the project would go through DCAB and we would be required to provide all of the accessible requirements.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sinenci. Member Hokama and then Chair King.

COUNCILMEMBER HOKAMA: So, we just going back to the original site of the old facility, Director?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair. Yes, Member Hokama, and we also will be looking at possibly ensuring that we're not having to do much of that ADA accessibility. So, we might move it a little bit and just depending on cost to add all that hardscape required to make it accessible.

COUNCILMEMBER HOKAMA: Okay. Like anything else, security is an issue for me on all our facilities so whatever you need for...make sure you ask us enough money to take care security, whether it's additional lighting or security cameras 'cause I want those bad guys out there to know that we're going be watching. Big brother will watch and persecute [*sic*] if...when needed, that it's all included in this type of projects because I don't need more calls from MPD.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? Yes, Member Hokama, so we will be ensuring that we can properly secure and as well as provide some sort of security, so proper lighting as you mentioned and just being able to have the building visible where we can...it's easily seen and patrol can see them as well.

COUNCILMEMBER HOKAMA: Okay, thank you. I support this request.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama.

VICE-CHAIR KING: Chair? Oh I thought...

CHAIR RAWLINS-FERNANDEZ: Oh, sorry, Chair King and then Member Molina.

VICE-CHAIR KING: Okay. I just had a question, is this a brand new restroom facility?

CHAIR RAWLINS-FERNANDEZ: Director?

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MS. PETERS: Chair, yes, it's a replacement of an existing that got demolished due to it being on a cesspool.

VICE-CHAIR KING: Okay.

MS. PETERS: And it was not ADA compliant.

VICE-CHAIR KING: Okay, and then the one that we approved earlier for the Molokai Park System which was a restroom, at 275 or were we adding money to that? I was just kind of curious as to why one cost 500 and the other one was...were we going to add some more funding to that, Chair? The One Alii Park restroom?

CHAIR RAWLINS-FERNANDEZ: No, I wasn't planning to add more funding.

VICE-CHAIR KING: Okay.

CHAIR RAWLINS-FERNANDEZ: From what I understand the funding now...

VICE-CHAIR KING: Is that just to repair or is that a new restroom?

CHAIR RAWLINS-FERNANDEZ: The Haiku?

VICE-CHAIR KING: The one on Molokai.

CHAIR RAWLINS-FERNANDEZ: Or the One Alii? The One Alii, it's existing but it needs --

VICE-CHAIR KING: Oh okay.

CHAIR RAWLINS-FERNANDEZ: --renovation and repairs.

VICE-CHAIR KING: I was just trying to figure out one only cost less than 275 and the other one was 510 but I guess you're building a whole building for the new one. Okay.

CHAIR RAWLINS-FERNANDEZ: Correct.

VICE-CHAIR KING: All right, thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Member Molina?

COUNCILMEMBER MOLINA: Yeah, thank you, Madam Chair. Ms. Peters, you know, for the, I guess with these brand new restrooms, so you guys are going to look at the, I guess most water efficient toilets and low-flow fixtures and all of that stuff to be included as well yeah?

CHAIR RAWLINS-FERNANDEZ: Director?

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MS. PETERS: Chair? Yes, Member Molina, we look at low-flow fixtures, we also utilize information from the Water Department, and we try to use materials that are easily replaced. And we standardize it so that it's available when we need to replace it.

COUNCILMEMBER MOLINA: Okay, well, fantastic. Thank you. Looking forward to using the new facility when it does come...we're going to have those community association meetings out there. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Molina. Member Sugimura?

COUNCILMEMBER SUGIMURA: I believe...Member Molina, is this the restroom that the community wanted it to be open on weekends? Is this where Boys and Girls Club has their facility? And it's only...oh, the restroom is only open when the club is open or when the community center is used, and I think we heard from the community association that they would like this open on weekends so that visitors can stop there. Is this the one?

CHAIR RAWLINS-FERNANDEZ: Member Molina?

COUNCILMEMBER MOLINA: I believe you may have been right, at that community association meeting, but maybe I should ask the association or the Department to consult with the association to see, to verify that as well.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, yes, we'll verify with them. I believe they wanted the community center restrooms open for now. We did have a mobile restroom trailer out there to take the place of the existing restroom that got demolished. That unfortunately got very badly vandalized so we had to move that out of there. And so but we can look at, you know, providing an...or an alternative in, while we're doing the construction of the new building.

COUNCILMEMBER SUGIMURA: Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sugimura. Okay, Members, the proposal is to include in the project description ADA compliance to the CBS-5534, Haiku Park Restroom, 510,000 from park assessment fees. Consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Okay. Okay, we have 11 more to go out of 30. Okay, next Wailuku-Kahului, CBS-1143, Kepaniwai Heritage Garden Improvements, 300,000 out of General Funds. Member Sinenci?

COUNCILMEMBER SINENCI: Thank you, Chair. It looks like Phase I of the project already provides for ADA accessibility so no further concerns.

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CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sinenci. Member Hokama?

COUNCILMEMBER HOKAMA: I reviewed this. I support the continuing efforts of the County to honor all our unique groups that are, make a part of this community, so I'm in full support.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo, Member Hokama. Member Sugimura?

COUNCILMEMBER SUGIMURA: Thank you. The Japanese Cultural Society is going to be doing renovations or work on the Japanese Heritage Park, and through our community...through our association meeting, they said that they would have to purchase a water meter to get the water working in the pond and there's this whole process. And I wonder if we could assist by putting funds in here to do that. I think it's...I don't know...are they...do they cost \$13,000? I mean it was kind of a hefty project in itself.

CHAIR RAWLINS-FERNANDEZ: Director?

COUNCILMEMBER SUGIMURA: And I think they were going to fix the tea garden...the house, the tea house also.

MS. PETERS: Chair?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Thank you, Member Sugimura. So, we are working with the Water Department. After the September 2016 flood, that area did, the water did get, it was unable to reach that area. We have our plumbers that are looking into it and working with the Department of Water Supply in being able to get water back into that area into the ponds. And then eventually it will flow into the lois down below the Hawaiian Hale. So, we're working with them on getting that taken care of.

COUNCILMEMBER SUGIMURA: So, would the culture society have to purchase or pay for all of that?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, no that would not be a cost to the cultural society. We're trying to make sure that we can utilize what's currently there and get into that water system with...there is an existing meter that we're working with.

COUNCILMEMBER SUGIMURA: So, we don't have to put any more funds in it for this project?

MS. PETERS: Chair?

COUNCILMEMBER SUGIMURA: Just want to be clear.

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CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: So, we have, part of the funding is for the ADA walkways in Phase II, and then remaining would be to assist with the various cultural buildings there and the required improvements.

COUNCILMEMBER SUGIMURA: Okay, thank you. Thank you for still working on this after that September flood, right, that 100-year flood. Thank you. Appreciate it.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sugimura. Member Kama?

COUNCILMEMBER KAMA: So, I just wanted to be clear, so then the funding would also include the other cultural exhibits that are there? They have the, there's the Filipino one there, yeah, and the Hawaiian one --

CHAIR RAWLINS-FERNANDEZ: Director?

COUNCILMEMBER KAMA: --Japanese and something else.

MS. PETERS: Thank you, Chair. Member Kama, yeah, so we did give a grant for the Hawaiian Hale to be repaired, unfortunately the grantee, proposed grantee is unable to do the work so they're asking us to assist with that project. And then the Bahay Kubo grant for the Filipino House they are actively working and completing the grant application and they submitted their plans to DSA for permitting.

COUNCILMEMBER KAMA: Thank you, Chair. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Kama. Okay, Members, consensus?

COUNCILMEMBERS: Consensus.

COUNCILMEMBER HOKAMA: Chair?

CHAIR RAWLINS-FERNANDEZ: Oh, Member Hokama?

COUNCILMEMBER HOKAMA: Yeah, I'm going to give consensus but I want the --

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER HOKAMA: --Department to send to Parks Committee a status on this project, 'cause that wasn't the intent of our grants, it was to allow each ethnic group or those that wish to support a specific project to move forward and this wasn't supposed to be a Department project. So, I want a status because it disappoints me that they cannot do it, what they asked for.

CHAIR RAWLINS-FERNANDEZ: Director?

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MS. PETERS: Chair. Yes, Member Hokama, we'll bring this to Committee. The Department's concern is the safety, some of those buildings are not safe so if we can at least do some minor renovation to it and then go back and try and see if we can get some grantees...other grantees who are able to comply with the grant requirements to be able to partner with us and get it done. And I believe there are others that have approached the Department that we can work with, but we'll definitely bring it to Committee.

COUNCILMEMBER HOKAMA: Good, 'cause I need people that can do the walk. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama.

COUNCILMEMBER SUGIMURA: Question. So, was the Japanese Cultural Society or were we supposed to do something that we don't know? I'm sorry, I didn't realize...

COUNCILMEMBER HOKAMA: We'll get it in the report.

CHAIR RAWLINS-FERNANDEZ: It'll go to Committee.

COUNCILMEMBER SUGIMURA: Okay.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, CBS-1209, War Memorial Complex Paving Improvements, General Obligation Bonds, \$2.75 million. Member Kama, Member Paltin, and Member Hokama.

COUNCILMEMBER KAMA: I think at the time when the discussion came up, I think I asked about maybe if this was the time to maybe have a facilities manager in the County to manage all of our County facilities, and so I'm not sure if I ever got a response to that.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, thank you. Member Kama, so I was not aware of that manager. The only position that we are looking at is, in employing is the contracts concessions manager or specialist position. Right now, we're just utilizing existing staff in trying to manage what we have and our computerized maintenance management software as well.

COUNCILMEMBER KAMA: So, I think the question was more direct about maybe should this be a time that we consider that maybe?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, thank you. Yes, we can look into it and get back to you.

COUNCILMEMBER KAMA: Okay. Thank you. Thank you.

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CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Kama. Member Paltin?

COUNCILMEMBER PALTIN: Thank you, Chair. Thank you, Director. My concern was that if this was the best time to do it, being that that was going to, supposed to be for the Wailuku Civic Complex area folks to be parking and I think multiple groups park there. So, if we wanted to hold off till after the construction --

CHAIR RAWLINS-FERNANDEZ: Civic Complex.

COUNCILMEMBER PALTIN: --of the other one.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? Member Paltin, so we've...or Administration we feel that this is a priority project. We are working in coordination with the Managing Director's Office to ensure that we can meet the needs when both projects are going forward, the shuttle service for the Civic Complex as well as we'll be holding stakeholder meetings to identify the right timing for this project. But we want to see it be, get done. It's a total rehabilitation of the parking lot. It's very bad. We are housing two State tournaments and we're actually going to have to put cold mix and try and patch all the holes and just to prevent any type of claim or personal injury. We feel that it's long overdue. So, I think we can coordinate and we've been, you know, brainstorming with MD's Office to ensure that the community needs are met during our time of construction which would be...we're looking at a six-to-eight-month window where we would be shut down. And then the Civic Complex I believe is a longer window of construction.

COUNCILMEMBER PALTIN: Okay.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Paltin. Member Hokama?

COUNCILMEMBER HOKAMA: Thank you, Chair. I was just going to mention that, also that I believe there is coordination with multiple agencies because this is a, our flagship park. So, I can support the request and also mitigating issues with this project and the Civic Center Complex. Wells Park is part of the parking solution. The park behind Wailuku El [sic], that park there is also County land and that is also part of the solution. So, utilizing various County properties to mitigate project impacts, and I would say that I hope Public Works is listening, because this is a damn good project for them to again show us that they can perform and do what they...what we've invested in regarding their paving crew and the equipment. And so, I would say I'd be disappointed if they cannot give us the best bid possible to do this County project, because they are capable of doing great work, you've seen it. Okay. When they do it, we can up to 30 percent additional stretch per dollar. So, I hope Public Works is listening because this is a challenge to that Department. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Okay. So, I just had a quick question about this. So, we talked about the Civic Complex, but the current users such as the nurses and hotel workers, so when you talked about meeting with

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stakeholder groups, I imagine those two groups would be part of that. And is there any plan for where they would go, or that's what's going to be discussed at the community discussions?

MS. PETERS: Chair, yes, that's what we would discuss at the stakeholder meetings. We do have, you know, Keopuolani Park, we can utilize some open space there. And for the Civic Complex like Member Hokama said, they are looking at graveling a portion of Wells Park, because that is planned for improvements. We also looked at surrounding areas where we could possibly, you know, work with the hospital, and then we also have the commuter bus that is run by our Maui DOT. So, I believe that we can find areas that would work for all of these users of the parking lot for that six-to-eight-month window.

CHAIR RAWLINS-FERNANDEZ: So, the hotels workers utilize that parking lot, do they contribute at all to the usage of...because it's heavily used by all their workers?

MS. PETERS: Chair, so that is our program, that's our commuter bus server with the Department of Transportation. We also have the hospital, Kamehameha Schools uses it as their bus stop and they are assessed. So, all of them are assessed and they pay a fee. And then we also have some heavy vehicle training and then the other stakeholders of course would be our leagues, our partnership leagues and MIL.

CHAIR RAWLINS-FERNANDEZ: Okay. Mahalo, Director. Okay, Members...Member Hokama?

COUNCILMEMBER HOKAMA: Just for later on, I hope the State tournament is paying us money for using our County facilities, Director.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, yes, so they do get a permit and then it is utilized...well, I guess it goes back into the General Fund, the permit fees.

COUNCILMEMBER HOKAMA: Okay. Good job.

CHAIR RAWLINS-FERNANDEZ: Okay, Members, seeing no other questions, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Next one, CBS-1214, Central Maui Regional Park, 500,000 out of General Funds. Member Paltin, Member Sinenci, and Member Hokama.

COUNCILMEMBER PALTIN: My questions were answered already.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Member Sinenci?

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COUNCILMEMBER SINENCI: Thank you, Chair. One question for the Director, phase description for the 500,000, it says other. The specifics to that?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? Thank you, Member Sinenci. So, in our CBS format, there's no area for master planning so it's technically, it's described as other, but it would be master planning of that 209-acre parcel. So, sorry for the late notification but we did give you a plan of that area where it's located in PR-11.

COUNCILMEMBER SINENCI: PR-11, thank you. And then, Chair, I just wanted to add verbiage as part of the design phase, that a cultural impact statement be included in the grading and grubbing process.

CHAIR RAWLINS-FERNANDEZ: Okay. Member Hokama?

COUNCILMEMBER HOKAMA: Well, what I wanted to just have clarification, is this the Central regional park we're already phasing in that the State paid construction, now we're going to take care of operations, that this is now another Central regional park when we even haven't finished the first regional park completely yet?

MS. PETERS: Chair?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: So, Member Hokama, this is for the 209 acres, the State parcel which is approximately 65 acres has been fully developed, and so we're managing that and waiting for that executive order to the County for that. And it's called the Central Maui Regional Sports Complex.

COUNCILMEMBER HOKAMA: So, all the fencing, wind screens, everything else is all completed as far as we're concerned with the State's funded park?

MS. PETERS: Chair?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: So, the lighting, there was a last phase lighting project that was just recently completed, and then what they're doing next is the netting that's going over the quad where the baseball fields are, because the foul balls end up going into the --

COUNCILMEMBER HOKAMA: Right.

MS. PETERS: --spectators. So, that would be the --

COUNCILMEMBER HOKAMA: And then the wind screens --

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MS. PETERS: --final phase.

COUNCILMEMBER HOKAMA: --by the softball fourplex or whatever it is, wasn't that supposed to be wind screens? That's what I was told by the Senate.

MS. PETERS: Chair?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: I would have to go look into that, Member Hokama. For those, I'm not sure if they were...if they meant those net, the netting project that would catch the foul balls --

COUNCILMEMBER HOKAMA: Okay.

MS. PETERS: --within the quad area.

COUNCILMEMBER HOKAMA: So, for this 209, we already split your Central core into two, okay. So, you're looking at doubling that crew amount now because of this additional park?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Sorry, this was factored in that split, the 209 acres was factored in how to better manage and split up the district into the Wailuku and Central Districts. We would be needing more positions. We did phase that request as well, so we're...

COUNCILMEMBER HOKAMA: So, what are you looking at, 50 percent more positions for Central?

MS. PETERS: No, it would not be 50 percent more. I believe we would be needing approximately in the original proposal four park caretakers and then we would need extra recreation staff to manage the programs. But I believe in our Fiscal Year '18 proposal when we did discuss the split of the Central and Wailuku Districts, we included what we could in that and then it was added into 8...'19, in the '19 Budget and then we also asked for two more in this upcoming '20.

COUNCILMEMBER HOKAMA: Four more positions for 200 more acres. If you can do it, Director, I am going to be very, very pleased. Thank you, Chair. No, I prefer to spend money here and keeping the community healthy than having them pay huge health hospital bills to a system that I don't believe works for this County at all. And I think the State made a bad move on healthcare facilities. Thank you for my editorial.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Okay, quick clarification on Member Sinenci's addition to the project description. So, he asked for a cultural impact assessment as part of the grading and grubbing. Will the \$500,000 be enough or would there be a need for additional funding?

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MS. PETERS: Chair, so the 500,000 appropriation was for the master plan so we can include the cultural impact assessment as part of that process.

CHAIR RAWLINS-FERNANDEZ: So, the 500,000 is enough?

MS. PETERS: Yes.

CHAIR RAWLINS-FERNANDEZ: Okay, great. Okay, Members, the proposal is for CBS-1214, Central Maui Regional Park, 500,000 out of General Funds, adding language to the project description to include a cultural impact assessment as part of the grading and grubbing process. Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Great, thank you. Okay, next...and we have eight more. CBS-2330, Waikapu Community Center Basketball Court Improvements, 175,000 out of General Funds. Member Hokama?

COUNCILMEMBER HOKAMA: Director, did something come up? Because we've supported the original project, then we had agreed to split the project, now this is my understanding finishing the project. So, what's this extra?

MS. PETERS: Chair?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: So, this is just for replacement of the court lighting. Infrastructure was put in already when the court was refurbished, and so it's just replacement of the existing court lights.

COUNCILMEMBER HOKAMA: Okay, okay. I thought this was going to be taken care by your other light request, no?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? No, Member Hokama, that was to comply with the light ordinance so that wasn't included in that proposal.

COUNCILMEMBER HOKAMA: Okay, no, this community, Waikapu has waited long so I'll be supporting this.

CHAIR RAWLINS-FERNANDEZ: Okay, Members, consensus?

COUNCILMEMBERS: Consensus.

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CHAIR RAWLINS-FERNANDEZ: Okay, great. Next, CBS-2351, Central Maui Park System, 600,000 out of General Funds. Member Hokama?

COUNCILMEMBER HOKAMA: I'm good with this amount.

CHAIR RAWLINS-FERNANDEZ: Okay, Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, next, CBS-3209, Central Maui Regional Sports Complex Maintenance, Operations, and Storage Building, \$1.75 million from General Obligation Bonds. Member Paltin and then Member Hokama.

COUNCILMEMBER PALTIN: Chair, my question got answered already.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Member Hokama?

COUNCILMEMBER HOKAMA: Okay, I need clarification from Admin, either Parks...more than likely Parks. Weren't we supposed to do a land swap with park lands? So, is this part of the park acreage area or was that the previous one we just approved, 100 acres, we were supposed to do a land swap of 100 acre of park for housing?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? Member Hokama, so this baseyard request is for the Central Maui Regional Sports Complex, the State project.

COUNCILMEMBER HOKAMA: Okay, then it was the other project that was going to swap baseyard land for, with parks because of proximity to housing?

MS. PETERS: So, that is the other Central Maui regional project that we just discussed.

COUNCILMEMBER HOKAMA: Okay, that's the one that's going to have the 100-acre land swap?

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: Chair, Member Hokama, are you talking about the Waiale Road, the 300 acres the County owns? I believe 100 was bought for baseyard and 200 acres was bought for park so I'm not aware of a housing component.

COUNCILMEMBER HOKAMA: Oh, I remember that there was some discussion of a land swap because of the proximity to the housing project and the concern of the baseyard being that close. It was supposed to swap land with park land and baseyard land.

MR. UEOKA: I believe, yeah, the idea was at the time 'cause the 100 acres for baseyard is closer to Waikapu Town --

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COUNCILMEMBER HOKAMA: Correct.

MR. UEOKA: --so the idea was to move it closer to Kuihelani and have the park be closer to the town.

COUNCILMEMBER HOKAMA: Correct.

MR. UEOKA: But not a housing, like not an affordable housing project I guess I meant to say.

COUNCILMEMBER HOKAMA: Yeah.

MR. UEOKA: Thank you.

COUNCILMEMBER HOKAMA: Well, that's why I just wanted to be clear 'cause I, you know, for the new Members here, they may not be aware of it, but I believe there was discussions with us to mitigate certain concerns from the community. And that's why I just needed to be clear which regional park we're doing this adjustment on. Because for the new regional, we're talking \$25 million, okay?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, thank you. Member Hokama, so we would have to go and revisit that. And as far as this one though is for the already developed State parcel --

COUNCILMEMBER HOKAMA: Okay, okay.

MS. PETERS: --State park...

COUNCILMEMBER HOKAMA: Okay. Yeah, and I apologize for the confusion. I just needed to know which regional park we were doing what on so my apologies to all of you. But I just needed to be clear because maybe we need to rename one of the projects --

UNIDENTIFIED SPEAKER: Yeah.

COUNCILMEMBER HOKAMA: --please.

UNIDENTIFIED SPEAKER: Yes.

COUNCILMEMBER HOKAMA: Thank you. Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: I agree, Member Hokama. Okay, Members, consensus?

COUNCILMEMBERS: Consensus.

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CHAIR RAWLINS-FERNANDEZ: Okay. Okay. CBS-3231, Waiehu Golf Course Wastewater Improvements, 75,000 out of General Funds. Member Hokama?

COUNCILMEMBER HOKAMA: Thank you, Chair. Director, if we as I understand are looking at the project parameters that would include a new clubhouse, pro shop area, wouldn't we then wait to do this new grease trap project or is, the plan is to keep the old building and then with this new grease trap? I'm just trying to understand how you want to approach the golf course facilities.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? So, Member Hokama, what we were thinking is that being that we're just in preliminary design master planning for that new clubhouse restaurant building, we're possibly about five to six years out that --

COUNCILMEMBER HOKAMA: Really?

MS. PETERS: --with permitting and then obtaining all of the design funding and community engagement, we're still at that whole process right now that we would then utilize funding to replace a grease interceptor. And we were going to upsize it so that we could open the restaurant and service the golfers for the next five years and be able to concession that out.

COUNCILMEMBER HOKAMA: Okay. So, the facility, the building itself is okay, this is just the main issue and you don't have electrical issues or anything else?

MS. PETERS: Chair?

COUNCILMEMBER HOKAMA: Just this --

CHAIR RAWLINS-FERNANDEZ: Director?

COUNCILMEMBER HOKAMA: --grease interceptor issue?

MS. PETERS: Correct, Member Hokama. It's just that, and we were going to do in house, you know, just interior painting with repair and maintenance. We believe that we can bring that up to a nice area where we can at least get, you know, some revenue generation as well as provide service, the golfers constantly ask for some type of food.

COUNCILMEMBER HOKAMA: Okay. Then this would also be open for community use, the, that room behind the restaurant component?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? Yes, Member Hokama, it would be, we would be able to utilize that as well.

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COUNCILMEMBER HOKAMA: Okay, well, I don't know about Ms. Lee but, you know, six years to add my life is kind of cutting it close. Thank you, Chair. I'm in support.

CHAIR RAWLINS-FERNANDEZ: Members, consensus?

COUNCILMEMBERS: Consensus.

COUNCILMEMBER SUGIMURA: Chair?

CHAIR RAWLINS-FERNANDEZ: Oh.

COUNCILMEMBER SUGIMURA: Oh I support it but I just want to say that based upon --

CHAIR RAWLINS-FERNANDEZ: Member Sugimura?

COUNCILMEMBER SUGIMURA: --the data that we got from the Department, I'm glad you're doing community outreach, because of the 54,000 players, half come from...well 21,000 are retirees and 6,400 are residents and it's broken down pretty good. So, I'm glad you're talking to our...the retirees who I'm sure is really happy with the services you do, but find out from them what they think about all of this.

MS. PETERS: Chair?

CHAIR RAWLINS-FERNANDEZ: Okay. Director?

MS. PETERS: Yes, we are taking the master planning to the golfing community as well as the neighborhood around there, 'cause --

COUNCILMEMBER SUGIMURA: Good.

MS. PETERS: --you know, the people do have to enter through the residential as well.

COUNCILMEMBER SUGIMURA: Good. Thank you.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo. Next one is CBS-4583, Kanaha Beach Park Master Plan Implementation, 250,000 out of General Funds. Member Sinenci and then Member Hokama.

COUNCILMEMBER SINENCI: Thank you, Chair. I just wanted to add language that sea level rise mitigation be part of the master plan process.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, thank you. Yes, Member Sinenci, we would include that.

COUNCILMEMBER SINENCI: Thank you.

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CHAIR RAWLINS-FERNANDEZ: Director, is that something that we would need to add to the language in the project description?

MS. PETERS: Chair? Yes, I believe that would be a good thing to add that in there. Right now, we just have an Environmental Assessment and the Cultural Impact Assessment.

CHAIR RAWLINS-FERNANDEZ: Okay. Member Hokama and then Chair King.

COUNCILMEMBER HOKAMA: No, my only concern was again and I...and the Department is already moving on all our shoreline park properties anyway for sea level so I'm assuming all of these things are going to be encompassed automatically, yeah. My only concern is safety, okay, and I don't have a problem, everybody knows big brother is there, okay? Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Chair King?

VICE-CHAIR KING: Thank you. Yeah, I had the sea level rise issue too, because, you know, that's pretty close to the shoreline and we're planning on spending over \$11 million in the next six years. So is there a chance that when you do your master plan, some of these buildings are going to be eliminated because it's just not worth building that close to the ocean or things are going to get pushed mauka of the road? I don't know where you would put that but so that's a big concern of mine is...well if you can speak to that first.

MS. PETERS: Chair?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Yes, Member King, so the master plan was completed, and what we're doing now is the Environmental Assessment and Cultural Impact Assessment. So, in the master plan, it was identified areas that we would not be able to build on and it's just based on the sea level rise as well as the wetlands and dune delineation and there's a lot of native flora and fauna out there. So, we did look at possibly trying to build across the street on Amala instead of within the Kanaha Park property, but we would have to acquire lands from the State.

VICE-CHAIR KING: Okay. And then the other question I had is do we still...is that gate still closed at night that goes down that road? You know so the access is done at, I don't know, 7:30 or something?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? Yes, the gate is locked and the fishermen are provided with a e-mail with the code for that gate so it doesn't affect their access.

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VICE-CHAIR KING: Okay. And just the fishermen, do you have...what do you have to...you have to be a fisherman to get access basically?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Well, we...the park is technically closed at that time that it's locked. So, we also have the Airports Division security, they assist us in monitoring it. We currently do have issues out there that we need to address, and that's why what we're looking forward to is possibly trying to get some sort of management plan. So, you know, we can look at the master planning, we can look at assessing sea level rise and cultural impacts. We also need a management plan because of the variety of use out there and our...what's currently...how it's currently functioning. Stakeholders in the master planning community engagement did also recommend, you know, there's a lot of CORA permittees and we have the fishermen and just your basic users. We'd like to utilize it again for camping and but, you know, people are afraid to stay there right now. So, that's kind...that's what we're looking forward to working on.

VICE-CHAIR KING: Okay. So, you're still having a homeless problem out there, a vagrant problem out there even with the gate closed?

MS. PETERS: Chair, yes.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: And it's not easily patrolled with the gate being locked but then, you know, it's a double-edged sword because then if we open it back up it...yeah, so it's a management issue. And again, we are working along with the Airports Division and they're assisting us with their security because they do have staff 24 hours that manage the area.

VICE-CHAIR KING: Okay. Thank you, Chair.

COUNCILMEMBER SUGIMURA: Chair?

CHAIR RAWLINS-FERNANDEZ: Mahalo, Chair King. Member Kama and then Member Sugimura.

COUNCILMEMBER KAMA: I wanted to put something in here that says remember the kaunaoa, because the plant grows and sometimes it doesn't, and if you don't know what you're looking for, you're apt to miss it. So, I just want to make sure because if we are going to be talking about sea level rise and those kinds of issues, it might just wipe out the kaunaoa itself so I want to be able to preserve that. And I don't know what we need to say in here to ensure that when that does happen that, you know, that's going to be preserved.

CHAIR RAWLINS-FERNANDEZ: Director?

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MS. PETERS: Chair? Member Kama, yes, we could add that in and I guess ask for your recommendation on the language that we could utilize in that funding source so that we make sure that we maintain it.

COUNCILMEMBER KAMA: I will do that. Thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Kama. Member Sugimura?

COUNCILMEMBER SUGIMURA: Thank you. So, Department, just today I got a phone call and e-mail regarding the beach volleyball, and I know there's a lot of sports that uses that area. But I wondered if you could, you know, in your master planning if you could pay attention to some of the many different kinds of activities and if you could include that, the beach volley...I think you have three beach volleyball courts and the person who contacted me actually is interested in doing like a summer program, continuation of their coaching that they do with, you know, various schools. So, if you haven't seen my e-mail yet, you will when you open yours up today. So, I wonder if you could add beach volleyball, I don't know what that would be but maintenance and care of that also.

MS. PETERS: Chair?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Yes, Member Sugimura, so the beach volleyball courts are retained as part of the master plan --

COUNCILMEMBER SUGIMURA: Oh good.

MS. PETERS: --and then I did see your e-mail from Mr. Zucco so we'll be reaching out to him to assist him with his programming on site.

COUNCILMEMBER SUGIMURA: Okay, thank you. Thank you very much.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sugimura. Okay, Members...

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER SUGIMURA: Agree.

CHAIR RAWLINS-FERNANDEZ: I'll repeat it after. Okay. The last three, CBS-4616, War Memorial Gym Buildings Improvement, 250,000 out of General Funds. Member Hokama?

COUNCILMEMBER HOKAMA: I'm wondering if...did we receive State monies? I know at one time the State offered us \$1 million to help A/C War Memorial.

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CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, Member Hokama, I would have to go research that.

COUNCILMEMBER HOKAMA: If you gotta, that means we turned down the State's million dollars. Okay, lost opportunity. I'm in support because I think this is again one of our flagship facilities and I'm happy to support the request.

CHAIR RAWLINS-FERNANDEZ: Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay, great. Two more. CBS-5539, War Memorial Football Stadium Rehabilitation, \$100,000 out of General Funds. Member Hokama?

COUNCILMEMBER HOKAMA: Thank you, Chair. When you say rehab, is this those bad metal bleachers too?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? So, for the Fiscal Year '20 funding would be an assessment mostly looking at the concrete bleachers because there's a lot of spalling going on. We're experiencing the rest...locker rooms, they have leaks due to it being below the bleachers. So, we just want to do an assessment and identify what the issues are and then come back to this body in a future fiscal to get the design and improvements constructed as it is one of our flagship stadiums.

COUNCILMEMBER HOKAMA: Yeah, so again I, you know, my optimism is the concession revenue source is going to be very helpful in getting these types of projects funded in the future. But I would say I really hope you look at stadium seats for the facility than bleachers or metal or concrete seats. I believe our community deserves it and with the concession bill we should be able to afford it. So, I would hope you look at that as something we would like to look forward to securing. Thank you, Chair. I support the request.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Chair King and then Member Sugimura.

VICE-CHAIR KING: Oh no, I have consensus --

CHAIR RAWLINS-FERNANDEZ: Okay.

VICE-CHAIR KING: --on that.

CHAIR RAWLINS-FERNANDEZ: Okay.

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VICE-CHAIR KING: I just was...I have one more issue that didn't show up on here so I'll talk about that --

CHAIR RAWLINS-FERNANDEZ: Oh, okay.

VICE-CHAIR KING: --later on.

CHAIR RAWLINS-FERNANDEZ: Member Sugimura?

COUNCILMEMBER SUGIMURA: So, by working on different projects, I know ADA was interesting in just the way that the stadium is built. So, are you going to look at the ADA requirements? I think they just either go on the very top or you kind of...the bottom where you slide in, and I wonder what the, you know, the opportunities, the viewing and, you know, just the whole ADA situation for the stadium.

CHAIR RAWLINS-FERNANDEZ: Director?

COUNCILMEMBER SUGIMURA: I wish it was better.

MS. PETERS: Yes, Member Sugimura, we can definitely look at that. Incorporating stadium seating would change the ADA requirements. We did do ADA renovations, I believe it was prior to the Hula Bowl. So, if you're walking on that internal roadway, there's areas that are concrete, they're fenced in so it's like a jog-in, and that's where you would have additional ADA seating along with --

COUNCILMEMBER SUGIMURA: The top.

MS. PETERS: --at the top --

COUNCILMEMBER SUGIMURA: The top.

MS. PETERS: --and at the bottom. Yeah.

COUNCILMEMBER SUGIMURA: And what about the concession stand?

MS. PETERS: So, the concession stand was made accessible, but again we would have to readdress because the, per ADAAG guidelines, they did change since we did the ADA improvements. It was a while ago so we probably have to do some modifications due to the new guidelines.

COUNCILMEMBER SUGIMURA: ADA, okay. And then just the whole concession stand in itself, are you planning on renovating that also and as part of this?

MS. PETERS: Chair? Yes, Member Sugimura, and also, you know, taking into consideration our concession bill and getting those admin rules done by the end...our goal is the end of next month and then we can afford to fund these with that special revolving fund.

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COUNCILMEMBER SUGIMURA: Very good.

CHAIR RAWLINS-FERNANDEZ: Mahalo...

COUNCILMEMBER SUGIMURA: Consensus.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sugimura. Member Kama?

COUNCILMEMBER KAMA: Yes, I just have a question. So, who would or what groups would be able to use the War Memorial Stadium if they had an event? What kind of groups would be able to use it?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair, thank you. So, Member Kama, it would just be...it would be open to anyone who applies, they meet the requirements, whether it be for a special permit, for a league permit or partnership. We would take in any type of application, and providing the applicant can meet the qualifications and requirements then we would be able to assist with that. We also look into the yearly schedule so we look at our MIL scheduling and our youth sports which we take as priority, but we'd also like to host special events there. And we are looking into many inquiries in, you know, concerts, yeah, all sorts of events that want to be a part of the stadium.

COUNCILMEMBER KAMA: So, does the user group also include religious groups?

MS. PETERS: Yeah, so they would just need to apply for that special event permit.

COUNCILMEMBER KAMA: Okay, thank you.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Kama.

COUNCILMEMBER KAMA: Thank you, Chair.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay.

COUNCILMEMBER HOKAMA: Chair?

CHAIR RAWLINS-FERNANDEZ: Member Hokama?

COUNCILMEMBER HOKAMA: Just one general comment regarding all our flagship projects, I believe Wi-Fi consideration is critical now to...well, it's part of the new gen mentality but I can tell you it's impacted attendance at a lot of other venues so I suggest we investigate the benefit of having Wi-Fi in our facilities. Thank you.

COUNCILMEMBER SUGIMURA: Oh, I thought we did it.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Hokama. Member Sugimura?

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COUNCILMEMBER SUGIMURA: So, we did that as part of the last term. I guess maybe you can check with Managing Director. I think it was with Spectrum to have Wi-Fi at certain park facilities, but Member Hokama is correct.

MS. PETERS: Chair?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Yeah, so out of the Managing Director's Office, there is a contract that's being drafted with Corp. Counsel and it's going to be for all of, within all of our community centers.

COUNCILMEMBER SUGIMURA: Good.

CHAIR RAWLINS-FERNANDEZ: Mahalo, Member Sugimura. Okay, Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay, CBS-2344, West Maui Park System, 500,000 out of General Funds. Member Paltin and then Member Hokama.

COUNCILMEMBER PALTIN: Thank you. I got the answers to most of my questions in PR-10. I was wondering if now would be an appropriate time to ask for the shower relocation?

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? Yes, Member Paltin, it would be. So, like identified the D.T. Flemings shower was, we weren't able to construct it in that location, but we can look at another site.

COUNCILMEMBER PALTIN: Right on, thank you.

COUNCILMEMBER HOKAMA: I'm good.

CHAIR RAWLINS-FERNANDEZ: Okay, Members...okay, Members, consensus?

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay. Okay. Chair King had one last one for Parks and Rec.

VICE-CHAIR KING: Okay.

CHAIR RAWLINS-FERNANDEZ: Okay, go ahead, Chair King.

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VICE-CHAIR KING: Thank you. Thank you, Chair. So, this came up in the priorities discussion about the Open Space Fund for the Kulanihakoi Greenway purchase. And since we looked at this, it came to my attention that the appraisals that were...the original appraisals we were looking at when the landowners first came, were actually using comparable sales from Kauai. And so, there were four comps that were used, three were from Kauai, one was from Maui, but it really wasn't a comparable piece of property. So, I would like to propose to put in here in CIP up to 100,000 to do an appraisal of the three parcels so that we can negotiate a true...because I think the values might have been a little bit inflated from what was the original purchase price.

CHAIR RAWLINS-FERNANDEZ: Ms. Yoshimura?

MS. YOSHIMURA: So, Chair, I think I will have to look into that a little bit. Open Space Fund could be used to purchase Kulanihakoi, that greenway parcels --

VICE-CHAIR KING: Right. But I'm just talking about --

MS. YOSHIMURA: --but...

VICE-CHAIR KING: --doing an appraisal first so and then we can propose.

MS. YOSHIMURA: You could put the appraisal--and I thought we had one--in Fiscal '19. Let me look, hang on.

VICE-CHAIR KING: My office looked into the --

MS. YOSHIMURA: Okay.

VICE-CHAIR KING: --values that they were using and the appraisals were done by...

MS. YOSHIMURA: Okay. So, under the Open Space Fund for Fiscal Year '19, there is a proviso and it reads provided that \$10,000 shall be for the land acquisition and related cost for Kulanihakoi linear park identified as TMKs (2) 3-9-001:162 and it gives you three different TMKs located at Kenolio Road, Kihei. So, there's already 10,000 in Fiscal Year '19's Budget to do an appraisal.

VICE-CHAIR KING: Is that enough to do the appraisal for...is that enough to do the appraisal?

MS. YOSHIMURA: I'm not sure what the appraisal cost would be. I could have Finance take a look at it.

VICE-CHAIR KING: Could we just put up to 50,000 in there for an appraisal?

MS. YOSHIMURA: For Fiscal 2020?

VICE-CHAIR KING: Right.

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MS. YOSHIMURA: Yeah.

VICE-CHAIR KING: And then we can get a true value using Maui comps, 'cause right now I'm not real comfortable that what they were...that that middle parcel is actually worth 2.5 million.

MS. YOSHIMURA: Okay. So, we'll...you'll have to add that to the Open Space Fund and then just make sure the TMKs are correct.

VICE-CHAIR KING: Okay, was that 10,000 originally in the Open Space Fund?

MS. YOSHIMURA: Yes.

VICE-CHAIR KING: Okay. So, if we can increase that to 50,000 and then if you can double check those TMKs and make sure that gets done this year...in this next fiscal year. Okay.

COUNCILMEMBERS: Consensus.

CHAIR RAWLINS-FERNANDEZ: Okay.

COUNCILMEMBER SUGIMURA: So, Chair, before you...

CHAIR RAWLINS-FERNANDEZ: Member Sugimura?

COUNCILMEMBER SUGIMURA: So, I got a call that the Keopuolani Park has wild deer and so if Parks can look into it. A morning walker gave me a call saying that there's deer. Gotta be wild, cannot be somebody's pet, so if you could look into it. I mean it didn't fall into one of the Park categories that we have for CIP. I don't know where that would fall under.

CHAIR RAWLINS-FERNANDEZ: What do you want to do with the deer?

COUNCILMEMBER SUGIMURA: Not have deer at Keopuolani Park. So, if you could look into the wild animal situation.

UNIDENTIFIED SPEAKER: Deer-less.

COUNCILMEMBER SUGIMURA: Yeah, deer-less.

CHAIR RAWLINS-FERNANDEZ: Director?

MS. PETERS: Chair? Thank you, Member Sugimura. Yes, we will look into it.

COUNCILMEMBER SUGIMURA: I hope there's no wild pig but I know that that's another problem too.

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UNIDENTIFIED SPEAKER: Yeah they look alike.

COUNCILMEMBER SUGIMURA: Thank you. They look alike.

CHAIR RAWLINS-FERNANDEZ: Member Kama?

COUNCILMEMBER KAMA: One last question, so I want to change the name to Keopuolani Park and I'm not sure how to go about doing it.

CHAIR RAWLINS-FERNANDEZ: That would be under...

MR. UEOKA: Member Kama, I can talk to you --

CHAIR RAWLINS-FERNANDEZ: Mr. Ueoka?

MR. UEOKA: --about that after. Thank you.

COUNCILMEMBER KAMA: Okay. But I wanted to get it on the floor, that's all, so we can bring it back again. Thank you.

CHAIR RAWLINS-FERNANDEZ: Okay, mahalo, Member Kama.

COUNCILMEMBER KAMA: So, I shall return.

CHAIR RAWLINS-FERNANDEZ: Okay, Members, I'm going to go through all the CIPs that we added language to in the project description only. The other CIPs we just achieved consensus for what was proposed in the Budget that we have. Okay. CBS-4581, Countywide Parks Facilities, in the project description to add requiring a quarterly report. CBS-5530, Old Hana School Improvements, to ensure the Department collects all users' fair share in payment. CBS-2345, South Maui Park System, an increase from the 200,000 to 375,000, 150,000 to the Hale Piilani Playground, 25,000 for the gravel parking lot at North Waipuilani, 75,000 to...will come out of the park assessment fees and the remaining...I can't do math right at this second, the remaining would come out of General Funds. CBS-1175, Kula Park Playground, increase from 150,000 to...150,000 from General Funds and 138,650 from park assessment fees. CBS-2346, Molokai Park System, funding for restroom facility repairs at One Alii. Removing CBS-5540, Mitchell Pauole Parking Lot Expansion. CBS-2348, Paia-Haiku Park System...or no sorry, scratch that, that one is fine, but an addition to Appendix A, Part 2, a master plan for Peahi, 140,000 for the master plan for Peahi. Okay.

UNIDENTIFIED SPEAKER: . . .(inaudible). . .

CHAIR RAWLINS-FERNANDEZ: Yeah, it's open space, Appendix A, Open Space Funds. CBS-5534, Haiku Park Restroom, to ensure that it's ADA compliant. CBS-1143, Kepaniwai Heritage Gardens Improvements, will also be referred to Healthy Families

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Committee and...Healthy Families and Communities to the Committee a status update. CBS-1214, Central Maui Regional Park, we're going to add a cultural impact assessment and that'll be included in the already allocated 500,000 out of General Funds. CBS-4583, Kanaha Beach Park Master Plan Implementation, to include a sea level rise plan and protection of the kaunaoa variety, and under Open Space Fund--where did I write it--50,000 for appraisal of the TMKs that we will get under Appendix A, Open Space Fund.

VICE-CHAIR KING: So moved.

COUNCILMEMBER LEE: Second.

CHAIR RAWLINS-FERNANDEZ: I'll entertain a motion to approve the CIPs. Moved by Chair King, seconded by Member Lee. Discussion? No discussion. All those in favor please say "aye."

COUNCILMEMBERS: Aye.

CHAIR RAWLINS-FERNANDEZ: Any opposed please say "no."

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Unanimous. The motion was unanimously approved.

VOTE:	AYES:	Chair Rawlins-Fernandez, Vice-Chair King, and Councilmembers Hokama, Kama, Lee, Molina, Paltin, Sinenci, and Sugimura.
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NOES:	None.
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ABSTAIN:	None.
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ABSENT:	None.
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EXC.:	None.
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MOTION CARRIED.

ACTION: APPROVE

CHAIR RAWLINS-FERNANDEZ: Okay, Members, I think we're delirious already at 11:33, ready to go to sleep, okay. And so, tomorrow we will start with Council, full Council meeting and we will have our EDB meeting at 1:30 and we will finish...

VICE-CHAIR KING: Assuming that we get done by...with Council.

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CHAIR RAWLINS-FERNANDEZ: Oh, we will. Okay, so we're gonna finish our CIP decision making with Public Works and there are 32 CIPs that we will review and decide on, okay. Any final questions or comments?

COUNCILMEMBER MOLINA: Move to adjourn.

CHAIR RAWLINS-FERNANDEZ: Member Sugimura?

COUNCILMEMBER SUGIMURA: So, how are you going to proceed with the rest of the day? We know how we're going to do CIPs.

CHAIR RAWLINS-FERNANDEZ: Yeah, I'll let you know tomorrow. Okay, we're, but we're going to start with Public Works.

COUNCILMEMBER SUGIMURA: Secret, secret.

CHAIR RAWLINS-FERNANDEZ: No, no secrets. Budget bill. Okay...

COUNCILMEMBER KAMA: Chair?

CHAIR RAWLINS-FERNANDEZ: Member Kama?

COUNCILMEMBER KAMA: The announcement for Wednesday, 12:30?

CHAIR RAWLINS-FERNANDEZ: Oh yes, yes. Will you announce it? Okay. So, at 12:30 to 1:30, we're going to have ____ organization...I can't remember, it's going to be...I'm sorry, what?

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: We have to check that? Oh okay.

UNIDENTIFIED SPEAKER: . . .*(inaudible)*. . .

CHAIR RAWLINS-FERNANDEZ: Okay, we'll make that announcement tomorrow regarding the hygiene bus. Okay.

UNIDENTIFIED SPEAKER: And we need it.

CHAIR RAWLINS-FERNANDEZ: Eleven thirty-five, April 22nd, the Economic Development and Budget Committee is now adjourned.

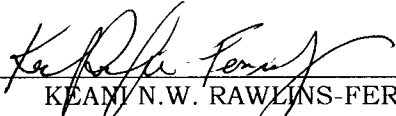
ACTION: DEFER pending further discussion.

ADJOURN: 11:35 p.m.

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APPROVED:



KEAN N.W. RAWLINS-FERNANDEZ, Chair
Economic Development and Budget Committee

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Transcribed by: Daniel Schoenbeck

ECONOMIC DEVELOPMENT AND BUDGET COMMITTEE MINUTES
Council of the County of Maui

April 22, 2019

CERTIFICATE

I, Daniel Schoenbeck, hereby certify that the foregoing represents to the best of my ability, a true and correct transcript of the proceedings. I further certify that I am not in any way concerned with the cause.

DATED the 10th day of May, 2019, in Kula, Hawaii



Daniel Schoenbeck