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**HAWAI'I COUNTY COUNCIL
COMMITTEE ON FINANCE
3rd Session**

DATE: January 22, 2003 (Wednesday)
PLACE: Councilroom
TIME: 10:30 a.m.

(Note: Please turn cell phones, pagers and other mobile communication devices on silent mode.)

CALL TO ORDER

Presentation by Mayor Harry Kim and Managing Director Dixie Kaetsu, regarding the following Communications which propose to amend the Capital Improvement Projects Budget for Fiscal Year 2002-2003: Comm. 69 (Bill 33) which adds the Puna County Complex project for \$1,250,000, Comm. 70 (Bill 34), which adds the Fire Administration Building Facility project for \$2,500,000 and Comm. 71 (Bill 35) which adds the West Hawai'i County Building project for \$1,160,000. The presentation was requested by the Finance Committee at its meeting of January 7, 2003.

STATEMENTS FROM THE PUBLIC ON COMMS 77, 77.1, 78,79, 88, 94 AND 105

REFERRALS

Comm. 77: APPOINTMENTS OF CLIFFORD N. KAMINAKA AND KALIKO CHUN TO THE COUNTY OF HAWAI'I CIVIL SERVICE COMMISSION
From Mayor Harry Kim, dated December 23, 2002, submitting for confirmation the following nominations to the County of Hawai'i Civil Service Commission:

Mr. Clifford N. Kaminaka of Council District 3 is a 56-year resident of Hawai'i and is a Revenue Officer with the United States Treasury Department. Not affiliated with any political party, if confirmed, he will serve a term to expire on December 31, 2007.

Ms. Kaliko Chun of Council District 7 is a lifelong resident of Hawai'i and presently serves in various capacities with the family business, Burgen, Inc. Not affiliated with any political party, if confirmed, she will serve a term to expire on December 31, 2007.

Recommend confirmation of the appointments of Clifford N. Kaminaka and Kaliko Chun to the Civil Service Commission

(Note: Comm. 77.1, related to Comm. 77, continues on the next page.)

Comm. 77.1: From Executive Assistant Wendell Hatada, dated January 10, 2003, informing that
Close file Comm. 77, regarding the appointment of Clifford Kaminaka and Kaliko Chun, made reference to the County of Hawai'i Merit Appeals Board, but that the correct title of the commission should have been the County of Hawai'i Civil Service Commission. For information purposes, the members of the Civil Service Commission serve as the County's Merit Appeals Board. (*Note: The summary for Comm. 77 contains reference to the correct commission.*)

Comm. 78: APPOINTMENTS OF STEPHEN H. ONO AND RONALD CASTILLO, JR. TO THE COUNTY OF HAWAI'I LIQUOR CONTROL ADJUDICATION BOARD
From Mayor Harry Kim, dated December 23, 2002, submitting for confirmation the following nominations to the County of Hawai'i Liquor Control Adjudication Board:

Mr. Stephen Ono of Council District 2 is a lifelong resident of Hawai'i and is currently a retired teacher with the State of Hawai'i Department of Education. Precinct Vice Chair for the Democratic Party, if confirmed, he will serve a term to expire on December 31, 2007.

Mr. Ronald Castillo, Jr. of Council District 9 is a lifelong resident of Hawai'i and is currently employed by the Hapuna Beach Prince Hotel at the Hapuna Golf Course. Not affiliated with any political party, if confirmed, he will serve a term to expire on December 31, 2006, replacing Ms. Jan Yokoyama, who has resigned.

Recommend confirmation of the nominations of Stephen Ono and Ronald Castillo, Jr. to the Liquor Control Adjudication Board

Comm. 79: APPOINTMENTS OF KERRY INOUE AND JOEL GIMPEL TO THE COUNTY OF HAWAI'I BOARD OF ETHICS
From Mayor Harry Kim, dated December 23, 2002, submitting for confirmation the following nominations to the County of Hawai'i Board of Ethics:

Mr. Kerry Inouye of Council District 3 is a lifelong resident of Hawai'i and is currently retired from the State of Hawai'i Department of Transportation, Airports Division, where he last served as Fire Chief. Not affiliated with any political party, if confirmed, he will serve a term to expire on December 31, 2007.

Mr. Joel Gimpel of Council District 8 is a 7-year resident of Hawai'i. A retired attorney, Mr. Gimpel currently serves as Chair for the County of Hawai'i Cost of Government Commission. Not affiliated with any political party, if confirmed, he will serve a term to expire on December 31, 2005, replacing Ms. Keolalani Hanoa, who has resigned.

Recommend confirmation of the appointments of Kerry Inouye and Joel Gimpel to the Board of Ethics

Comm. 88: APPOINTMENTS OF TSUKASA ISHII, RICHARD P. REGO AND PAUL W. MANN TO THE COUNTY OF HAWAI'I SALARY COMMISSION
From Mayor Harry Kim, dated December 23, 2002, submitting for confirmation the following nominations to the County of Hawai'i Salary Commission:

Mr. Tsukasa Ishii of Council District 1 is a lifelong resident of Hawai'i. A retired Postmaster from the U.S. Postal Service, Mr. Ishii is not affiliated with any political party. If confirmed, he will serve a term to expire on December 31, 2006.

Mr. Richard P. Rego of Council District 6 is a lifelong resident of Hawai'i and is self-employed in the construction industry. Not affiliated with any political party, if confirmed, he will serve a term to expire on December 31, 2007.

Mr. Paul W. Mann of Council District 7 is a 16-year resident of Hawai'i and is currently self-employed as a restaurateur. A member of the Democratic Party, if confirmed, he will serve a term to expire on December 31, 2007.

Recommend confirmation of the appointments of Tsukasa Ishii, Richard P. Rego and Paul W. Mann to the Salary Commission

Comm. 94: APPOINTMENT OF SEAN T. ODA TO THE COUNTY OF HAWAI'I PENSION BOARD

From Mayor Harry Kim, dated January 6, 2003, submitting for confirmation the nomination of Mr. Sean T. Oda of Council District 3 to the County of Hawai'i Pension Board. Mr. Oda is a 50-year resident of Hawai'i and is currently a Senior Loan Officer with Bank of Hawai'i. A member of the Democratic Party, if confirmed, he will serve a term to expire on December 31, 2007.

Recommend confirmation of the appointment of Sean T. Oda to the Pension Board

Comm. 105: APPOINTMENTS OF YUKIO TAKEYA, CARL E. DIONNE AND LEINA'ALA B. ENOS TO THE COUNTY OF HAWAI'I LIQUOR COMMISSION

From Mayor Harry Kim, dated January 8, 2003, submitting for confirmation the following nominations to the County of Hawai'i Liquor Commission:

Mr. Yukio Takeya of Council District 3 is a lifelong resident of Hawai'i and is currently the principal broker for Ala Kai Realty. A member of the Democratic Party, if confirmed, he will serve a term to expire on December 31, 2007.

Mr. Carl E. Dionne is a 15-year resident of Hawai'i and is currently an Information Technology Specialist with the University of Hawai'i at Hilo Computer Science Department. Not affiliated with any political party, if confirmed, he will serve a term to expire on December 31, 2006.

(Note: Comm. 105 continues on the next page.)

Ms. Leina'ala B. Enos is a lifelong resident of Hawai'i and is currently a Community Development Facilitator for the Queen Liliuokalani Children's Center. Not affiliated with any political party, if confirmed, she will serve a term to expire on December 31, 2007.

Recommend confirmation of the appointments of Yukio Takeya, Carl E. Dionne and Leina'ala B. Enos to the Liquor Commission

STATEMENTS FROM THE PUBLIC ON ITEMS ON THE AGENDA

REFERRALS

- Comm. 775: AN ORDINANCE AMENDING CHAPTER 2 OF THE HAWAI'I COUNTY CODE (Bill 269) 1983 (1995 EDITION), BY ADDING A NEW SECTION RELATING TO THE (2002) ESTABLISHMENT OF A COST OF GOVERNMENT COMMISSION
Deferred From Corporation Counsel Lincoln S.Y. Ashida, dated September 25, 2002, transmitting the above bill. Presently, the current Cost of Government Commission is nearing the end of its term and the Commission feels it has only "scraped the surface" with respect to the work they need to accomplish. A permanent Cost of Government Commission will provide members of our public the opportunity to review County operations on an ongoing basis and make recommendations to the Mayor and the Council.
- Comm. 21.26: AREA PLAN ON AGING GRANT - FINAL REPORT
Close file From Executive on Aging Alan Parker, dated January 8, 2003, transmitting the above report, which is being submitted in compliance with Ordinance No. 01-55, Section 7.
- Comm. 21.27: USDA REIMBURSEMENT GRANT - FINAL REPORT
Close file From Executive on Aging Alan Parker, dated January 8, 2003, transmitting the above report, which is being submitted in compliance with Ordinance No. 01-55, Section 7.
- Comm. 21.28: SENIOR EMPLOYMENT PROGRAM GRANT - FINAL REPORT
Close file From Executive on Aging Alan Parker, dated January 8, 2003, transmitting the above report, which is being submitted in compliance with Ordinance No. 01-55, Section 7.
- Comm. 21.29: CSE CHORE SERVICES GRANT - FINAL REPORT
Close file From Executive on Aging Alan Parker, dated January 8, 2003, transmitting the above report, which is being submitted in compliance with Ordinance No. 01-55, Section 7.
- Comm. 21.30: KUPUNA CARE SERVICES GRANT - FINAL REPORT
Close file From Executive on Aging Alan Parker, dated January 8, 2003, transmitting the above report, which is being submitted in compliance with Ordinance No. 01-55, Section 7.
- Comm. 21.31: HCFP EQUIPMENT PURCHASE GRANT - FINAL REPORT
Close file From the Hawai'i County Fire Department, dated December 18, 2002, transmitting the above report, which is being submitted in compliance with Ordinance No. 01-55,

Section 7.

- Comm. 21.32: HCFD CPS EQUIPMENT GRANT - FINAL REPORT
Close file From the Hawai'i County Fire Department, dated December 18, 2002, transmitting the above report, which is being submitted in compliance with Ordinance No. 01-55, Section 7.
- Comm. 21.33: NATIONAL PARK SERVICE EMS GRANT - FINAL REPORT
Close file From the Hawai'i County Fire Department, dated December 18, 2002, transmitting the above report, which is being submitted in compliance with Ordinance No. 01-55, Section 7.
- Comm. 21.34: LOCAL EMERGENCY PLANNING COMMITTEE (LEPC) GRANT - FINAL REPORT
Close file From the Hawai'i County Fire Department, dated December 18, 2002, transmitting the above report, which is being submitted in compliance with Ordinance No. 01-55, Section 7.
- Comm. 89: AN ORDINANCE AMENDING CHAPTER 21-36.1 OF THE HAWAI'I COUNTY CODE 1983 (1995 EDITION), RELATING TO WASTEWATER SERVICE CHARGE RATES
Deferred From Environmental Management Director Barbara Bell, dated December 26, 2002, transmitting the above bill. The current user fees were developed based on the assumption that the administration portion of the Operating Budget would be funded through the General Fund. However, since FY 1999-2000, the Wastewater Division has been required to fund all operating costs including operation, maintenance, equipment replacement and administration expenses exclusively through user fees.

This bill increases the Wastewater Service Charge rates contained in Section 21-36.1. Effective July 1, 2003, Single Unit Residential rates will be raised from \$27 to \$36 and incrementally to \$40 per unit by July 1, 2007; the Multi-Unit sewer rates will be raised from \$27 to \$28 per unit; the Non-Residential base rates will be raised from \$22 to \$24, and incrementally to \$28 per unit by July 1, 2007, (the monthly usage charge per 1,000 gallons [after the first 7,000 gallons] being raised to \$4.20 per unit on July 1, 2007); the Gang Cesspool rates will be raised from \$15 to \$23; the private haulers' discharge fees will be modified with the maximum charge per load being raised from \$30 to \$40; and a charge for recycled water will be established.

Comm. 102:
(Res. 34-03) RESOLUTION AUTHORIZING THE ACCEPTANCE OF A MONETARY
DONATION OF \$1,000 TO THE HAWAI'I COUNTY POLICE
DEPARTMENT; and

Close file on Comm. 102 and recommend adoption of Res. 34-03

(Bill 44) AN ORDINANCE TO AMEND ORDINANCE NO. 02-76, AS AMENDED, THE
OPERATING BUDGET FOR THE COUNTY OF HAWAI'I FOR THE FISCAL
YEAR ENDING JUNE 30, 2003 (by appropriating a \$1,000 monetary donation into
the Police Department's HI-PAL OCE account)

From Finance Director William Takaba, dated January 8, 2003, transmitting the
above resolution and bill. The Hawai'i Island Chapter of the Hawai'i Joint Police
Association has donated these funds to be used for the Police Department's HI-PAL
Program.

Recommend passage of Bill 44 on first reading

Comm. 103:
(Res. 35-03) RESOLUTION AUTHORIZING THE PAYMENT OF FUNDS OF A LATER
FISCAL YEAR AND OF MORE THAN ONE FISCAL YEAR FOR A
MULTI-YEAR LEASE OF REAL PROPERTY FOR THE EMS AMBULANCE
UNIT IN NA'ALEHU

From Finance Director William Takaba, dated January 8, 2003, transmitting the
above resolution. The current lease for the office space for the ambulance unit will
expire on March 1, 2003.

Close file on Comm. 103 and recommend adoption of Res. 35-03

UNFINISHED BUSINESS

Comm. 69:
(Bill 33) AN ORDINANCE AMENDING ORDINANCE NO. 02-77, AS AMENDED,
RELATING TO PUBLIC IMPROVEMENTS AND FINANCING THEREOF FOR
THE FISCAL YEAR JULY 1, 2002 TO JUNE 30, 2003 (by adding the Puna County
Complex project for \$1,250,000)

From Finance Director William Takaba, dated December 26, 2002, transmitting the
above bill. This complex is intended to provide police, fire, parks and recreation, and
other governmental services for the Puna district. This appropriation will be used for
the planning, the site selection/acquisition, and the design of a County services
complex. Future appropriation(s) will be designated for the construction of the
complex.

Comm. 70:
(Bill 34)
Deferred

AN ORDINANCE AMENDING ORDINANCE NO. 02-77, AS AMENDED, RELATING TO PUBLIC IMPROVEMENTS AND FINANCING THEREOF FOR THE FISCAL YEAR JULY 1, 2002 TO JUNE 30, 2003 (by adding the Fire Administration Facility project for \$2,500,000)

From Finance Director William Takaba, dated December 26, 2002, transmitting the above bill. This project includes the site acquisition of the Sun Sun Lau property and the design and construction of a multi-function administration and support complex for Hawai'i County Fire Department Administrative Services, Training and Dispatch operations. Presently, these offices are dispersed and in the tsunami inundation zone and a training facility has never been provided.

Comm. 71:
(Bill 35)
Deferred

AN ORDINANCE AMENDING ORDINANCE NO. 02-77, AS AMENDED, RELATING TO PUBLIC IMPROVEMENTS AND FINANCING THEREOF FOR THE FISCAL YEAR JULY 1, 2002 TO JUNE 30, 2003 (by appropriating an additional \$1,160,000 to the West Hawai'i County Building project)

From Finance Director William Takaba, dated December 26, 2002, transmitting the above bill. The West Hawai'i County Building project will provide a new 60,000 square foot office complex in North Kona to house a majority of the existing County agencies currently renting or leasing office space at various scattered locations. The amendment is for the funding to the design/survey and the construction phase of the first module.

STATEMENTS FROM THE PUBLIC/ADJOURNMENT

The meeting place is accessible for persons with physical disabilities. Persons who need special accommodations to attend this meeting should call 961-8245 by **January 17, 2003**. Persons using TDDs may call 961-8521.

(Copies of this agenda and the communications are posted and filed at the County Clerk's Office, 25 Aupuni St., Hilo; the Office of the Mayor, 75-5706 Kuakini Highway, Suite 103, Kailua-Kona; and the Kona Councilmembers' Office, 77-6399 Nalani St., Suite 104, Kailua-Kona. For further information, please call 961-8245. Those wishing to testify, please register with the County Clerk's staff prior to the convening of the meeting. If possible, submit fifteen (15) written copies of the testimony to staff prior to the convening of the meeting.)

VIEWING OF MEETINGS ON GOVERNMENT ACCESS TELEVISION - Channel 52 (Hilo/Kona)
Public Works & Intergovernmental Relations Committee and Finance Committee meetings - Tuesdays, January 28 and February 4, 2003, at 8:30 p.m.; Parks & Environmental Management Committee, Planning Committee and Human Services & Economic Development Committee meetings - Thursdays, January 30 and February 6, 2003, at 8:30 p.m.; and all five Committee meetings - Sunday, February 9, 2003, at 10:30 a.m.