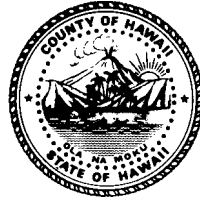


Aaron S.Y. Chung
Chair



Gary Safarik
Vice Chair

James Y. Arakaki, *Member*
Leningrad Elarionoff, *Member*
Fred C. Holschuh, M.D., *Member*
Bob Jacobson, *Member*
Bobby Jean Leithead-Todd, *Member*
Joe Reynolds, *Member*
J. Curtis Tyler, III, *Member*

**HAWAI'I COUNTY COUNCIL
COMMITTEE ON FINANCE
4th Session**

DATE: February 4, 2003 (Tuesday)
PLACE: Councilroom
TIME: 9:00 a.m.

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

CALL TO ORDER

STATEMENTS FROM THE PUBLIC ON ITEMS ON THE AGENDA

REFERRALS

- Comm. 8.2: TRANSFER OF FUNDS - JANUARY 1-15, 2003
Close file From Controller Deanna Sako, dated January 16, 2003, transmitting a Report of Transfers Authorized showing transfers made from January 1 through 15, 2003, and copies of the approved transfer forms.
- Comm. 21.63: SUMMER FOOD SERVICE PROGRAM GRANT - FINAL REPORT
Close file From Parks and Recreation Director Patricia Engelhard, dated January 9, 2003, transmitting the above report, which is being submitted in compliance with Ordinance No. 01-55. The grant period was from June 17, 2002 to July 26, 2002; and
- Comm. 21.71: From Legislative Auditor Assistant Susan Caseria, dated January 24, 2003,
Close file transmitting a copy of the breakdown for meal services from the Department of Parks and Recreation for the Summer Food Service Program.
- Comm. 21.66: GANG PREVENTION GRANT - WEST HAWAI'I - FINAL REPORT
Close file From Harry S. Kubojiri, Deputy Police Chief, dated January 17, 2003, transmitting the above report which is being submitted in compliance with Ordinance No. 01-55, Section 7. The grant period was July 1 - June 30, 2002.
- Comm. 21.67: GANG PREVENTION GRANT - EAST HAWAI'I - FINAL REPORT
Close file From Harry S. Kubojiri, Deputy Police Chief, dated January 17, 2003, transmitting the above report, which is being submitted in compliance with Ordinance No. 01-55, Section 7. The grant period was from July 1 to June 30, 2002.

- Comm. 21.68: SEX CRIMES UNIT GRANT - FINAL REPORT
Close file From Harry S. Kubojiri, Deputy Police Chief, dated January 17, 2003, transmitting the above report. The grant period was from December 1, 2001 to November 30, 2002.
- Comm. 21.69: DOMESTIC VIOLENCE/SEX CRIMES DATABASE GRANT - FINAL REPORT
Close file From Harry S. Kubojiri, Deputy Police Chief, dated January 17, 2003, transmitting the above report. The grant period was from August 1, 2001 to December 31, 2002.
- Comm. 21.70: HAWAI'I NARCOTICS TASK FORCE GRANT - FINAL REPORT
Close file From Harry S. Kubojiri, Deputy Police Chief, dated January 17, 2003, transmitting the above report. The grant period was from October 1, 2001 to September 30, 2002.
- Comm. 75:
(Bill 36) AN ORDINANCE AMENDING CHAPTER 20, OF THE HAWAI'I COUNTY CODE 1983 (1995 EDITION), RELATING TO REFUSE FEE SCHEDULE (by increasing the landfill tipping fees)
From Environmental Management Director Barbara Bell, dated December 26, 2002, transmitting the above bill.
- This bill increases the refuse fees contained in Section 20-49. The six present fees for landfill disposal will be increased incrementally each year until 2007. The present \$55 fee for special handling will be increased to \$85.**
- Comm. 75.1:
(Bill 36)
(Draft 2) From Environmental Management Director Barbara Bell, dated January 13, 2003, transmitting Bill 36, Draft 2.
Deferred, as amended to Draft 3
- Comm. 108:
Close file QUARTERLY REALLOCATION REPORT - OCTOBER THROUGH DECEMBER 2002
From Deputy Director of Personnel Rodney T. Kaido, dated January 10, 2003, transmitting a report of reallocation actions taken on the positions covered by civil service classification and pay laws for the second quarter (October through December 2002) of the 2002-2003 fiscal year.
- Comm. 111:
Close file CAPITAL PROJECTS STATUS REPORTS
From Controller Deanna Sako, dated January 17, 2003, transmitting the Final Capital Projects Status Report as of June 30, 2002 and the Capital Projects Status Report as of December 31, 2002. The projects are grouped by Council District.

- Comm. 113: DONATION OF TWO (2) WALL TAPESTRIES (TOTAL ESTIMATED VALUE OF \$900) TO THE DEPARTMENT OF PUBLIC WORKS BY THE BANK OF HAWAI'I, KAIKO'O BRANCH, ARTHUR K. TANIGUCHI, EAST HAWAI'I DISTRICT MANAGER
 From Finance Director William Takaba, dated January 15, 2003, requesting the Council's approval of the above donation, which will be used for public display within the Aupuni Center Complex.
Recommend acceptance of the donation of two (2) wall tapestries (total estimated value of \$900) from the Bank of Hawaii, Kaiko'o Branch, Arthur K. Taniguchi, East Hawaii District Manager
- Comm. 116:
 (Res. 37-03) RESOLUTION AUTHORIZING THE PAYMENT OF FUNDS OF A LATER FISCAL YEAR AND MORE THAN ONE FISCAL YEAR FOR A MULTI-YEAR LEASE OF REAL PROPERTY FOR THE KONA DRIVER LICENSE SECTION
 From Finance Director William Takaba, dated January 22, 2003, transmitting the above resolution for a 5-year lease for office space for the Kona Driver License Section. The present location poses a safety and fire hazard to the employees and to the public and its structure has been deemed irreparable.
Close file on Comm. 116 and recommend adoption of Res. 37-03
- Comm. 117:
 (Res. 38-03) RESOLUTION AUTHORIZING THE DIRECTOR OF FINANCE TO NEGOTIATE THE PURCHASE OF LEASE INTEREST AND STRUCTURES FROM H. HARADA CONSTRUCTION, INC. LOCATED AT TMK NO. 2-2-037-098; and
Close file on Comm. 117 and recommend adoption of Res. 38-03, as amended
- (Bill 48) 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 P&R Maintenance Shop Relocation Project for \$129,000)
 From Director of Finance William Takaba, dated January 23, 2003, transmitting the above resolution and bill. Meadow Gold Dairies, Inc. desires to expand its operations located at 11 Railroad Avenue onto a portion of land presently used by the Parks & Recreation Maintenance Shop. An arrangement is being worked on so that the County acquires the lease interest and structures from H. Harada Construction, Inc. as a replacement site for the maintenance shop. Meadow Gold Dairies has offered to fund the \$129,000 lease interest purchase and to relocate the Department's structures to the new parcel at no cost to the County. The H. Harada Construction parcel is more than double the size of the parcel that is being given up by the County.
Recommend passage of Bill 48 on first reading

UNFINISHED BUSINESS

- Comm. 775:
(Bill 269)
(2002)
Deferred
- AN ORDINANCE AMENDING CHAPTER 2 OF THE HAWAI‘I COUNTY CODE 1983 (1995 EDITION), BY ADDING A NEW SECTION RELATING TO THE ESTABLISHMENT OF A COST OF GOVERNMENT COMMISSION
- 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. 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.
- Close file on Comm. 69 and recommend passage of Bill 33 on first reading**
- Comm. 70:
(Bill 34)
- 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.
- Forward Bill 34 to Council with a negative recommendation**
- Comm. 70.1:
Close file
- From Fire Chief Darryl Oliveira, dated January 16, 2003, transmitting background information regarding Bill 34.

Comm. 71: AN ORDINANCE AMENDING ORDINANCE NO. 02-77, AS AMENDED,
(Bill 35) 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.

Forward Bill 35 to Council with a negative recommendation

Comm. 89: AN ORDINANCE AMENDING CHAPTER 21-36.1 OF THE HAWAI'I COUNTY
(Bill 37) CODE 1983 (1995 EDITION), RELATING TO WASTEWATER SERVICE
CHARGE RATES

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. 89.1: From Finance Committee Chair Aaron S.Y. Chung, dated January 21, 2003,
(Bill 37) transmitting Bill 37, Draft 2, which is in a proper ramseyer format.
(Draft 2) **Forward Bill 37, Draft 2, to Council with a negative recommendation**

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 31, 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)
Finance Committee meeting - Tuesdays, February 11 and 18, 2003, at 8:30 p.m.; Human Services & Economic Development Committee and Planning Committee meetings - Thursdays, February 13 and 20, 2003, at 8:30 p.m.; and all three Committee meetings - Sunday, February 23, 2003, at 10:30 a.m.