

Dominic Yagong
Chair

Bob Jacobson
Vice Chair



Brenda Ford, *Member*
Stacy K. Higa, *Member*
Pete Hoffmann, *Member*
Donald Ikeda, *Member*
Emily I. Naeole, *Member*
K. Angel Pilago, *Member*
J Yoshimoto, *Member*

**HAWAII COUNTY COUNCIL
COMMITTEE ON FINANCE
15th Session**

Annotated Version

**(This is an unofficial annotated version of the agenda for use by
Councilmembers and departmental officials.)**

DATE: July 9, 2007 (Monday)
PLACE: Councilroom
Ben Franklin Building, 2nd Floor
333 Kīlauea Ave
Hilo, Hawai‘i
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 REMAINING ITEMS ON THE AGENDA

REFERRALS

[Comm. 20.11:](#)

Close file

TRANSFER OF FUNDS - JUNE 1 - 15, 2007

From Controller Deanna Sako, dated June 27, 2007, transmitting a Report of Transfers Authorized showing transfers from June 1, 2007 through June 15, 2007. Copies of the approved transfer forms are attached for reference.

**Ayes: Committee Members Ford, Hoffmann,
Jacobson, Naeole, Pilago, Yoshimoto
and Chair Yagong.**

Noes: None.

Absent: Committee Members Higa and Ikeda.

Serving the Interests of the People of Our Island

Hawai‘i County is an Equal Opportunity Provider and Employer

[Comm. 495:](#)
Close file

SINGLE AUDIT REPORT OF THE COUNTY OF HAWAI'I FOR FISCAL YEAR
ENDING JUNE 30, 2006

From Legislative Auditor Colleen Schrandt, dated June 27, 2007, distributing a copy of the above report prepared by KPMG LLP, as part of the Council's overall audit contract. The Single Audit Report is prepared for Federal awarded programs to meet reporting and auditing requirements.

Ayes: **Committee Members Ford, Hoffmann,
Jacobson, Naeole, Pilago, Yoshimoto
and Chair Yagong.**

Noes: **None.**

Absent: **Committee Members Higa and Ikeda.**

[Comm. 496:](#)

FINANCIAL AUDIT REPORT FOR FISCAL YEAR ENDING JUNE 30, 2006

From Legislative Auditor Colleen Schrandt, dated June 27, 2007, submitting the post-audit Financial Audit Report of the County of Hawai'i for the Fiscal Year Ended June 30, 2006, and Management Letter dated April 27, 2007, as prepared by KPMG LLP, which satisfies the requirement of Section 10-13 of the Hawai'i County Charter, relating to the responsibility of the County Council to conduct an annual independent audit of the accounts and other evidences of financial transactions of the County and of every County agency and executive agency. This year's Management Letter contains findings and recommendations related to Collection of Receivables, and monitoring of Backup Media.

Recommends acceptance of the post-audit Financial Audit Report of the County of Hawai'i for the Fiscal Year Ended June 30, 2006, as prepared by KPMG LLP.

Ayes: **Committee Members Ford, Hoffmann,
Jacobson, Naeole, Pilago, Yoshimoto
and Chair Yagong.**

Noes: **None.**

Absent: **Committee Members Higa and Ikeda.**

[Comm. 497:](#)
[\(Res. 245-07\)](#)

RESOLUTION AUTHORIZING THE OFFICE OF THE MAYOR TO ENTER INTO
AN AGREEMENT WITH THE STATE OF HAWAI'I DEPARTMENT OF THE
ATTORNEY GENERAL, PURSUANT TO HRS 46-7, FOR A SECURE DIGITAL
FORENSIC IMAGING GRANT FOR THE HAWAI'I COUNTY POLICE
DEPARTMENT; and

Recommends adoption of Res. 245.07

Ayes: **Committee Members Ford, Hoffmann,
Jacobson, Naeole, Pilago, Yoshimoto
and Chair Yagong.**

Noes: **None.**

Absent: **Committee Members Higa and Ikeda.**

[\(Bill 117\)](#)

AN ORDINANCE TO AMEND ORDINANCE NO. 07-82, AS AMENDED, THE OPERATING BUDGET FOR THE COUNTY OF HAWAI'I FOR THE FISCAL YEAR ENDING JUNE 30, 2008 (appropriates a \$31,790 Secure Digital Forensic Imaging Grant)

From Finance Director William Takaba, dated June 26, 2007, transmitting the above resolution and bill. The State of Hawai'i Department of the Attorney General's Crime Prevention and Justice Assistance Division has authorized the above grant. The purpose of the grant is to improve the department's ability to respond to violent crimes against women and to improve forensic examination services provided to female victims of violent crimes island wide.

Recommends passage of Bill 117 on first reading.

Ayes: Committee Members Ford, Hoffmann, Jacobson, Naeole, Pilago, Yoshimoto and Chair Yagong.

Noes: None.

Absent: Committee Members Higa and Ikeda.

[Comm. 498:](#)

TWO MONETARY DONATIONS TOTALING \$887.81 FOR THE PANA'EWA RECREATIONAL CENTER; 1) \$781.81 BY THE BIG ISLAND AUTO CLUB; AND 2) \$106 BY KAMEHAMEHA SCHOOLS HAWAI'I - ASKS (to be used towards the replacement of items and the repairs/reconstruction and cleanup of the center)

From Finance Director William Takaba, dated June 25, 2007, requesting the Council's approval of the above donations.

Recommends acceptance of the above donation.

Ayes: Committee Members Ford, Hoffmann, Jacobson, Naeole, Pilago, Yoshimoto and Chair Yagong.

Noes: None.

Absent: Committee Members Higa and Ikeda.

[Comm. 499:](#)
[\(Res. 246-07\)](#)

RESOLUTION AUTHORIZING THE ABANDONMENT AND SALE OF PAPER ROADS ABUTTING TAX MAP KEYS (3)4-1-004:041 AND (3)4-1-004:042 AS REMNANT PARCELS (to Kenneth and Jennifer Grace, abutting land owners)

From Finance Director William Takaba, dated June 25, 2007, transmitting the above resolution. An independent appraiser has determined that the fair market values are \$25,000 for roadway PR-41, consisting of 19,919 square feet; and \$34,000 for the roadway PR-42, consisting of 28,955 square feet.

Recommends adoption of Res. 246-07.

Ayes: Committee Members Ford, Hoffmann, Naeole, Yoshimoto and Chair Yagong.

Noes: Committee Members Jacobson and Pilago.

Absent: Committee Members Higa and Ikeda.

[Comm. 500:](#)
[\(Res. 247-07\)](#)

RESOLUTION AUTHORIZING THE ACCEPTANCE OF A MONETARY GIFT OF TEN THOUSAND NINE HUNDRED FIFTY-SIX DOLLARS (\$10,956) FROM THE DANIEL R. SAYRE MEMORIAL FUND TO THE HAWAI'I FIRE DEPARTMENT From Finance Director William Takaba, dated June 25, 2007, transmitting the above resolution. The funds are designated to purchase new flight helmets, equipped with communication devices, for the pilots of the rescue helicopter based at the Waiakea Station and the pilots of the rescue/aeromedical helicopter pilots based at the South Kohala Station.

Recommends adoption of Res. 247-07.

Ayes: Committee Members Ford, Hoffmann, Jacobson, Naeole, Pilago, Yoshimoto and Chair Yagong.

Noes: None.

Absent: Committee Members Higa and Ikeda.

[Comm. 501:](#)
[\(Res. 248-07\)](#)

RESOLUTION AUTHORIZING THE OFFICE OF THE MAYOR TO ENTER INTO AN AGREEMENT WITH THE STATE OF HAWAI'I DEPARTMENT OF THE ATTORNEY GENERAL, PURSUANT TO HRS 46-7, FOR A CELL PHONE/PDA VIOLENCE GRANT FOR THE HAWAI'I COUNTY POLICE DEPARTMENT; and

Recommends adoption of Res. 248-07.

Ayes: Committee Members Ford, Hoffmann, Jacobson, Naeole, Pilago, Yoshimoto and Chair Yagong.

Noes: None.

Absent: Committee Members Higa and Ikeda.

[\(Bill 118\)](#)

AN ORDINANCE TO AMEND ORDINANCE NO. 07-82, AS AMENDED, THE OPERATING BUDGET FOR THE COUNTY OF HAWAI'I FOR THE FISCAL YEAR ENDING JUNE 30, 2008 (by appropriating a \$30,000 Cell Phone/PDA Violence Grant) From Finance Director William Takaba, dated June 26, 2007, transmitting the above resolution and bill. The State of Hawai'i Department of the Attorney General's Crime Prevention and Justice Assistance Division has authorized the above grant. The purpose of the grant is to improve the department's ability to collect evidence from wireless communication devices in order to respond appropriately to violent sex crimes, domestic violence crimes, homicides and assaults against women.

Recommends passage of Bill 118 on first reading.

Ayes: Committee Members Ford, Hoffmann, Jacobson, Naeole, Pilago, and Chair Yagong.

Noes: None.

Absent: Committee Members Higa, Ikeda and Yoshimoto.

[Comm. 502:](#)
[\(Bill 119\)](#)

AN ORDINANCE AMENDING ORDINANCE NO. 07-83, AS AMENDED, RELATING TO PUBLIC IMPROVEMENTS AND FINANCING THEREOF FOR THE FISCAL YEAR JULY 1, 2007 TO JUNE 30, 2008 (by appropriating the fifth and final increment of the fuel tax increase, established by Resolution Nos. 192-97 and 241-97, in the amount \$7.2 million)

From Finance Director William Takaba, dated June 26, 2007, transmitting the above bill. Projected revenues are being allocated utilizing the same distribution method as Increment 4 (based on each district's percent of miles of local streets), except that road mileage calculations now account for all roads maintained by the County. Previously, calculation excluded Federal Highways Administration (FHWA) roads as FWHA funds were used for those. The specific projects are listed on Exhibit A of the bill.

Recommends passage of Bill 119 on first reading.

Ayes: Committee Members Ford, Hoffmann, Jacobson, Naeole, Pilago, and Chair Yagong.

Noes: None.

Absent: Committee Members Higa, Ikeda and Yoshimoto.

[Comm. 503:](#)
[\(Res. 249-07\)](#)

RESOLUTION AUTHORIZING THE OFFICE OF THE MAYOR TO ENTER INTO AN AGREEMENT WITH THE STATE OF HAWAI'I DEPARTMENT OF THE ATTORNEY GENERAL, PURSUANT TO HRS 46-7, FOR AN "EQUIPPED TO DO BATTLE AGAINST DOMESTIC VIOLENCE" GRANT FOR THE HAWAI'I COUNTY POLICE DEPARTMENT; and

Recommends adoption of Res. 249-07.

Ayes: Committee Members Ford, Hoffmann, Jacobson, Naeole, Pilago, and Chair Yagong.

Noes: None.

Absent: Committee Members Higa, Ikeda and Yoshimoto.

[\(Bill 120\)](#)

AN ORDINANCE TO AMEND ORDINANCE NO. 07-82, AS AMENDED, THE OPERATING BUDGET FOR THE COUNTY OF HAWAI'I FOR THE FISCAL YEAR ENDING JUNE 30, 2008 (by appropriating a \$2,576 Equipped to Do Battle Against Domestic Violence Grant)

From Finance Director William Takaba, dated June 26, 2007, transmitting the above resolution and bill. The State of Hawai'i Department of the Attorney General's Crime Prevention and Justice Assistance Division has authorized the above grant. The grant's purpose is to improve the department's ability to effectively investigate cases involving violent crimes against women by obtaining equipment which will aid in the successful prosecution of offenders.

Recommends passage of Bill 120 on first reading.

Ayes: Committee Members Ford, Hoffmann, Jacobson, Naeole, Pilago, and Chair Yagong.

Noes: None.

Absent: Committee Members Higa, Ikeda and Yoshimoto.

[Comm. 505:](#)
(Bill 122)

AN ORDINANCE AMENDING ORDINANCE NO. 07-83, AS AMENDED, RELATING TO PUBLIC IMPROVEMENTS AND FINANCING THEREOF FOR THE FISCAL YEAR JULY 1, 2007 TO JUNE 30, 2008 (adds the Housing and Community Development, Waikoloa Workforce Housing Project, for \$34 million); and

Recommends passage of Bill 122 on first reading.

Ayes: Committee Members Ford, Hoffmann, Jacobson, Naeole, Pilago, Yoshimoto and Chair Yagong.

Noes: None.

Absent: Committee Members Higa and Ikeda.

(Bill 123)

AN ORDINANCE AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION BONDS OF THE COUNTY OF HAWAI'I FOR THE PURPOSE OF FUNDING COSTS OF THE WAIKOLOA WORKFORCE HOUSING PROJECT; FIXING THE FORM, DENOMINATIONS, AND CERTAIN OTHER DETAILS OF SUCH BONDS AND PROVIDING FOR THE SALE THEREOF; AND AUTHORIZING THE TAKING OF OTHER ACTIONS RELATING TO THE ISSUANCE AND SALE OF THE BONDS (in the amount of \$40 million)

From Finance Director William Takaba, dated June 28, 2007, transmitting the above bills. The Waikoloa Workforce Housing (Kamakoa) Project is currently in the pre-development/design phase, with infrastructure construction expected to begin this summer. The total project is planned as a 1,200-unit development. Current focus is on Phase 1, which includes a mix of for sale and rental units, a park area, a community center, a day care center, parking, and a future school site, all intended for public use by the residents of the Waikoloa area. This appropriation will be used to fund Phase 1-A, part of the Phase 1 infrastructure and one park. As Phase 1-A proceeds, a Community Facilities District will be formed and funds will be borrowed to complete Phase 1-B, including most remaining public community facilities.

Recommends passage of Bill 123 on first reading.

Ayes: Committee Members Ford, Hoffmann, Jacobson, Naeole, Pilago, Yoshimoto and Chair Yagong.

Noes: None.

Absent: Committee Members Higa and Ikeda.

UNFINISHED BUSINESS

[Comm. 349.543:](#) A RESOLUTION AUTHORIZING THE DIRECTOR OF FINANCE TO ENTER INTO
[\(Res. 169-07\)](#) NEGOTIATIONS FOR THE ACQUISITION OF PUNALU‘U BEACH PARK,
[\(Draft 3\)](#) NINOLE POND AND ADJACENT LANDS IN THE DISTRICT OF KA‘Ū.
PURSUANT TO CHAPTER 2, ARTICLE 42, HAWAII COUNTY CODE
 From Councilmember Bob Jacobson, dated June 21, 2007, transmitting Res. 169-07,
 Draft 3. The amendments include corrections in the list of TMK numbers to be included
 in the project site; replaces the 13th Whereas clause; adds three new Be It Further
 Resolved clauses; and corrects grammatical and punctuation errors.

Held over for Public Hearing:	May 1, 2007
Public Hearing in Na‘alehu:	June 4, 2004
Postponed:	June 19, 2007

and Comms. 349.672 through 349.750.

Recommends adoption of Res. 169-07 Draft 3, and close file on related communications.

**Ayes: Committee Members Ford, Higa, Hoffmann,
 Jacobson, Naeole, Pilago, Yoshimoto
 and Chair Yagong.**

Noes: None.

Absent: Committee Member Ikeda.

ADJOURNMENT

The meeting place is accessible for persons with disabilities. Persons who need special accommodations for this meeting should call 961-8245 by **July 5, 2007**. Persons using TDDs may call 961-8521.

Copies of this agenda and items listed on the agenda are available at the County Clerk's Office, 333 Kīlauea Avenue, Hilo; the Office of the Mayor, 75-5706 Kuakini Highway, Suite 103, Kailua-Kona; the Kona Councilmembers' Office, Kailua Trade Center, 75-5706 Hanama Place, Suite 109, Kailua-Kona; and at the Waimea Council Members' Office at the Holomua Center, 64-1067 Māmalahoa Highway, Suite 5, Waimea, Hawai‘i. For further information, please call 961-8245.

Videoconferencing is available at the following locations:

- Kona Council Office at the Kailua Trade Center; and
- Waimea Council Office at the Holomua Center.

If for technical or other unanticipated circumstances the video connection cannot be made and/or is disrupted, the scheduled meeting will continue.

Submitting Testimony: Those wishing to testify in person must register with the County Clerk's staff. Those testifying in person and submitting written testimony at the meeting should bring **fifteen (15)** copies of the testimony for distribution. Testimony may also be submitted (1) by mail to the County Clerk's Office in Hilo at 25 Aupuni St., Hilo, Hawai'i, 96720; (2) by facsimile to (808) 961-8912; or (3) by e-mail to counciltestimony@co.hawaii.hi.us. **Please submit separate testimony for each item.** For testimony received via e-mail or fax, copies will be distributed at the meeting when transmitted in a timely manner. All oral and written testimony will be made a part of the public record.

Notice to Lobbyists: If you are a lobbyist, you must register with the Hawai'i County Clerk within five days of becoming a lobbyist {Article 15, §2-91.3(b), Hawai'i County Code}. A lobbyist means "any individual engaged for pay or other consideration who spends more than five hours in any month or \$275 in any six-month period for the purpose of attempting to influence legislative or administrative action by communicating or urging others to communicate with public officials." {Article 15, §2-91.3(a)(6), Hawai'i County Code}. Registration forms and expenditure report documents are available at the Office of the County Clerk-Council, 333 Kilauea Avenue, Hilo.

Viewing of Meetings on Government Access Television - Channel 52 (Hilo/Kona)
Public Works & Intergovernmental Relations, Public Safety and Parks & Recreation, and Finance Committee meetings - Tuesdays, July 17 & 24, 2007, at 8:30 p.m.; Planning Committee meeting - Thursdays, July 19 & 26, 2007, at 8:30 p.m.; and all four Committee meetings - Sun., July 29, 2007, at 10:30 a.m.