



CITY COUNCIL

CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII 96813-3077

COMMITTEE ON BUDGET

Voting Members:

Ann H. Kobayashi, Chair
Joey Manahan, Vice Chair
Carol Fukunaga
Trevor Ozawa
Kymberly Marcos Pine

MINUTES

REGULAR MEETING
WEDNESDAY, MAY 27, 2015

COUNCIL COMMITTEE MEETING ROOM
2ND FLOOR, HONOLULU HALE
HONOLULU, HAWAII 96813

Note: The video of the full proceedings of this meeting can be viewed at <http://honolulucountyhi.igm2.com> or a copy of the video may be requested by calling the City Clerk's Office at 768-5822.

CALL TO ORDER

The regular meeting of the Committee on Budget was called to order by Committee Chair Ann H. Kobayashi at 9:04 a.m. Voting Members, Fukunaga, Manahan, Ozawa and Pine were present at the meeting. Nonvoting members, Council Chair Martin and Councilmember Elefante, also attended the meeting.

STAFF PRESENT

Steve Uyeno, Senior Advisor to Committee Chair Kobayashi
Catherine Pligavko, Analyst, Office of Council Services
Lloyd Yoshioka, Attorney, Office of Council Services
Amy Kondo, Deputy, Department of the Corporation Counsel, assigned to the Committee
Gail Uehara, Council Committee Aide, Office of the City Clerk

ORDER OF BUSINESS

APPROVAL OF MINUTES

The minutes of the Committee on Budget meeting held on April 29, 2015, were approved as circulated.

AYES: MANAHAN, OZAWA, PINE, KOBAYASHI – 4.
NOES: None.
EXCUSED: FUKUNAGA - 1.

SUNSHINE ITEM

At this juncture, Committee Chair Kobayashi announced that a request to consider Resolution 15-153, relating to the transfer of funds within the Honolulu Fire Department, was received after the posting deadline for the agenda. Pursuant to HRS, Section 92-7, The Sunshine Law, the Committee Chair moved to add Resolution 15-153 to the agenda.

With no objections from the four members present, Resolution 15-153 was added to the end of the agenda.

FOR ACTION

1. RESOLUTION 15-112 – COMMITTEE REPORT 197

APPOINTMENT OF TINA Y. T. AU TO SERVE ON THE BOARD OF REVIEW I FOR REAL PROPERTY TAX APPEALS. Confirming the appointment of Tina Y. T. Au to serve on the Board of Review I for real property tax appeals of the City and County of Honolulu.

Administration/Others

Tina Y. T. Au, Appointee

There was no public testimony.

Ms. Au provided a brief summary of her background and work experience and expressed her willingness to serve as a member of the Board of Review I.

Committee Member Fukunaga acknowledged Ms. Au's extensive community service.

Committee Chair Kobayashi praised Ms. Au's expertise on real property tax.

Resolution 15-112 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, PINE, KOBAYASHI – 5.
NOES: None.

Related communication:

MM-46 Mayor Kirk Caldwell requesting confirmation of Tina Y. T. Au as a member of the Real Property Tax Board of Review I, for a term to expire on June 30, 2017.

2. RESOLUTION 15-113 – COMMITTEE REPORT 198

APPOINTMENT OF VINCENT L. BALDEMOR TO SERVE ON THE GRANTS IN AID ADVISORY COMMISSION. Confirming the appointment of Vincent L. Baldemor to serve on the Grants in Aid Advisory Commission of the City and County of Honolulu.

Administration/Others

Gary K. Nakata, Director Designate, Department of Community Services

There was no public testimony.

Director Designate Nakata explained Mr. Baldemor's absence from the meeting and spoke in support of the Resolution. He provided a brief summary of Mr. Baldemor's background.

Committee Member Ozawa spoke in support of Mr. Baldemor's appointment.

Resolution 15-113 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, PINE, KOBAYASHI – 5.
NOES: None.

Related communication:

MM-48 Mayor Kirk Caldwell requesting confirmation of Vincent L. Baldemor to serve on the Grants in Aid Advisory Commission, for a term to expire on January 14, 2020.

3. RESOLUTION 15-114 – COMMITTEE REPORT 199

APPOINTMENT OF NEIL P. PETAGNO TO SERVE ON THE BOARD OF REVIEW I FOR REAL PROPERTY TAX APPEALS. Confirming the appointment of Neil P. Petagno to serve on the Board of Review I for real property tax appeals of the City and County of Honolulu.

Administration/Others

Gary Kurokawa, Deputy Director, Department of Budget and Fiscal Services

There was no public testimony.

Deputy Director Kurokawa explained Mr. Petagno's absence from the meeting and requested support of the Resolution. He provided a brief summary of Mr. Petagno's background and extensive work experiences.

Resolution 15-114 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, PINE, KOBAYASHI – 5.
NOES: None.

Related communication:

MM-49 Mayor Kirk Caldwell requesting confirmation of Neil P. Petagno as a member of the Real Property Tax Board of Review I, for a term to expire on June 30, 2016.

4. RESOLUTION 15-119 – COMMITTEE REPORT 202

TRANSFER OF FUNDS. Authorizing the Honolulu Police Department to transfer up to \$600,000 between activities to cover salary shortages in the Specialized Field Operations activity.

Administration/Others

William Axt, Major, Finance Division, Honolulu Police Department

There was no public testimony.

Major Axt requested support of the Resolution and explained that the transfers are necessary to cover salary shortages in the Special Field Operations Bureau.

Resolution 15-119 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, PINE, KOBAYASHI – 5.
NOES: None.

Related communication:

D-277 Honolulu Police Department transmitting Resolution 15-119.

5. RESOLUTION 15-133– COMMITTEE REPORT 210

TRANSFER OF FUNDS. Authorizing the Department of Planning and Permitting to transfer \$401,800 between activities to meet salary needs.

Administration/Others

Arthur Challacombe, Deputy Director, Department of Planning and Permitting

There was no public testimony.

Deputy Director Challacombe spoke in support of the Resolution.

Resolution 15-133 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, KOBAYASHI – 4.
NOES: None.
EXCUSED: PINE – 1.

Related communication:

D-330 Department of Planning and Permitting transmitting Resolution 15-133.

6. RESOLUTION 15-120 – COMMITTEE REPORT 203

ACCEPTANCE OF GIFT. Relating to the acceptance of a gift to the City from the Association of Government Accountants (AGA) for travel expenses and registration fees for the 2015 AGA Professional Development Training conference.

The following amendment was posted on the agenda:

PROPOSED CD1 TO RESOLUTION 15-120 – (Submitted by Councilmember Kobayashi) The CD1 (OCS2015-0478/5/21/2015 1:53 PM) makes the following amendments:

1. Changes the Resolution from a resolution accepting a gift to the City from the Association of Government Accountants (AGA) of travel expenses and fees for training to a resolution consenting to and approving a private grant agreement for the same travel expenses and fees.
2. Makes various technical and non-substantive amendments.

Administration/Others

Nelson H. Koyanagi, Jr., Director, Department of Budget and Fiscal Services

There was no public testimony.

Director Koyanagi testified in support of the amendment to the Resolution noting that the AGA provided supporting documentation on the grant agreement.

Resolution 15-120 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, KOBAYASHI – 4.
NOES: None.
EXCUSED: PINE – 1.

Committee Member Manahan motioned for a reconsideration vote on Resolution 15-120 and seconded by Committee Member Ozawa.

Committee Chair Kobayashi recommended that the Resolution be amended to the posted CD1 and reported out for adoption

Resolution 15-120 amended to CD1 (OCS2015-0478/5/21/2015 1:53 PM) reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, KOBAYASHI – 4.
NOES: None.
EXCUSED: PINE – 1.

Related communication:

D-279 Department of Budget and Fiscal Services transmitting Resolution 15-120.

At this juncture, Committee Chair Kobayashi announced that Items 7 through 11, relating to collective bargaining cost items, would be taken up together.

7. RESOLUTION 15-123 – COMMITTEE REPORT 204

COLLECTIVE BARGAINING COST ITEMS FOR BARGAINING UNIT 1. Approving collective bargaining cost items for the included and excluded employees of the City and County of Honolulu in Bargaining Unit 1 (United Public Workers).

8. RESOLUTION 15-124 – COMMITTEE REPORT 205

COLLECTIVE BARGAINING COST ITEMS FOR BARGAINING UNITS 2, 3, AND 4. Approving collective bargaining cost items for the included and excluded employees of the City and County of Honolulu in Bargaining Units 2, 3, and 4 (Hawaii Government Employees Association).

9. RESOLUTION 15-125 – COMMITTEE REPORT 206

COLLECTIVE BARGAINING COST ITEMS FOR BARGAINING UNIT 10. Approving collective bargaining cost items for the included employees of the City and County of Honolulu in Bargaining Unit 10 (United Public Workers).

10. RESOLUTION 15-126 – COMMITTEE REPORT 207

COLLECTIVE BARGAINING COST ITEMS FOR BARGAINING UNIT 11. Approving collective bargaining cost items for the included and excluded managerial employees of the City and County of Honolulu Bargaining Unit 11 (Hawaii Fire Fighters Association).

11. RESOLUTION 15-127 – COMMITTEE REPORT 208

COLLECTIVE BARGAINING COST ITEMS FOR BARGAINING UNIT 12. Approving collective bargaining cost items for the included, excluded, and excluded managerial employees of the City and County of Honolulu in Bargaining Unit 12 (State of Hawaii Organization of Police Officers).

Administration/Others

Carolee C. Kubo, Director, Department of Human Resources

There was no public testimony.

Director Kubo testified in support of the Resolutions.

In response to the Committee's question, the Director noted that the cost items were accounted for in the Fiscal Year 2016 Operating Budget.

Resolution 15-123 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, KOBAYASHI – 4.
NOES: None.
EXCUSED: PINE – 1.

Resolution 15-124 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, KOBAYASHI – 4.
NOES: None.
EXCUSED: PINE – 1.

Resolution 15-125 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, KOBAYASHI – 4.
NOES: None.
EXCUSED: PINE – 1.

Resolution 15-126 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, KOBAYASHI – 4.
NOES: None.
EXCUSED: PINE – 1.

Resolution 15-127 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, KOBAYASHI – 4.
NOES: None.
EXCUSED: PINE – 1.

Related communications:

MM-54	Mayor Kirk Caldwell transmitting Resolution 15-123.
MM-55	Mayor Kirk Caldwell transmitting Resolution 15-124.
MM-56	Mayor Kirk Caldwell transmitting Resolution 15-125.
MM-57	Mayor Kirk Caldwell transmitting Resolution.15-126.
MM-58	Mayor Kirk Caldwell transmitting Resolution 15-127.
M-1702	Dayton M. Nakanelua, State Director, United Public Workers, AFSCME Local 646, AFL-CIO ("UPW") (support Resolution 15-123)
M-1703	Dayton M. Nakanelua, State Director, United Public Workers, AFSCME Local 646, AFL-CIO ("UPW") (support Resolution 15-125)

At this juncture, the Committee Chair announced that a reconsideration vote would need to be considered to amend Resolution 15-120 to the posted proposed CD1. (see page 6)

12. RESOLUTION 15-128 – COMMITTEE REPORT 209

SAFE ROUTES TO SCHOOL (SRTS) SPECIAL FUND. Authorizing the Director of the Department of Transportation Services or the Director's designee to accept and expend SRTS Special Fund for a county level SRTS program in the City and County of Honolulu.

Administration/Others

Mark N. Garrity, Deputy Director, Department of Transportation Services (DTS)

There was no public testimony.

Deputy Director Garrity testified in support of the Resolution stating that funds in the amount of \$158,900.53 would be used for an eligible nonprofit organization to implement a county-level SRTS program.

In response to the Committee's question, the Deputy Director stated that he would provide the Council with an update on the DTS SRTS Administrative Rules and any further funding information for the year.

Resolution 15-128 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, PINE, KOBAYASHI – 5.
NOES: None.

Related communications:

D-303 Department of Transportation Services transmitting
Resolution 15-128.
M-1709 Natalie Iwasa (comments)

13. RESOLUTION 15-116 – COMMITTEE REPORT 200

CONVENE A WORKING GROUP TO DISCUSS POLICIES TO MAINTAIN AND PROMOTE THE GROWTH OF THE HONOLULU ZOO. Requesting the Department of Enterprise Services to convene a working group to discuss policies to maintain and promote the growth of the Honolulu Zoo and address significant issues facing the Honolulu Zoo in the short- and long-term and make recommendations to ensure the future sustainability, growth, and viability of the Honolulu Zoo.

Administration/Others

Guy H. Kaulukukui, Director Designate, Department of Enterprise Services

Director Designate Kaulukukui testified in support of the Resolution's intent; however, requested that the Resolution be amended to extend the deadline to submit the working group's report, due to conflicting dates with the review of the Zoo's accreditation.

The following individual testified:

Barbra Armentrout (comments)

Committee Chair Kobayashi recommended that the Resolution be amended to a CD1 to incorporate changes as discussed, and be reported out for adoption.

Resolution 15-116 amended to CD1 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, PINE, KOBAYASHI – 5.
NOES: None.

CD1 TO RESOLUTION 15-116 – The CD1 (OCS2015-0501/5/27/2015 2:30 PM) makes the following amendment:

Second Be It Further Resolved paragraph: Lengthens the time period for report submission from "within 180 days after adoption of this Resolution" to "within 210 days after adoption of this Resolution."

Related communications:

M-1710 Alethea Rebman, Kapiolani Park Preservation Society (oppose)
M-1711 Carol Hopkins (comment)

At this juncture, Committee Chair Kobayashi announced that Items 14 and 15, relating to the YouthBuild Honolulu Program, would be taken up together.

14. RESOLUTION 15-135 – COMMITTEE REPORT 212

ACCEPT AND EXPEND FUNDS FROM THE UNITED STATES DEPARTMENT OF LABOR (USDOL) UNDER THE YOUTHBUILD HONOLULU PROGRAM. Authorizing the Director of the Department of Community Services or the Director's designee to apply for and, if approved, accept and expend funds from the United States Department of Labor (USDOL) for the YouthBuild Honolulu Program and to enter into an Intergovernmental Agreement with the United States Department of Labor for said funds.

15. RESOLUTION 15-134 – COMMITTEE REPORT 211

TRANSFER OF FUNDS. Authorizing the Department of Community Services to transfer \$145,000 between activities to cover the matching contribution required of the City as a condition for United States Department of Labor funding for the YouthBuild Honolulu Program.

Administration/Others

Gary K. Nakata, Director Designate, Department of Community Services
(DCS)
Lei Nakamura, Assistant Program Administrator, DCS

There was no public testimony.

Director Designate Nakata testified in support of the Resolutions.

In response to the Committee's question, the Director Designate stated that the Resolution's documents would be made available.

Resolution 15-135 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, PINE, KOBAYASHI – 5.
NOES: None.

Resolution 15-134 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, PINE, KOBAYASHI – 5.
NOES: None.
EXCUSED: None.

Related communications:

D-333 Department of Community Services transmitting Resolution 15-134.
D-334 Department of Community Services transmitting Resolution 15-135.

16. RESOLUTION 15-151 – COMMITTEE REPORT 213

INTERGOVERNMENTAL AGREEMENT WITH THE STATE OF HAWAII EMPLOYEES' RETIREMENT SYSTEM. Authorizing the Director of the Department of Budget and Fiscal Services (BFS) to enter into an Intergovernmental Agreement with the State of Hawaii Employees' Retirement System (ERS) to fund its proportionate share of actuarial valuation services.

Administration/Others

Nelson H. Koyanagi, Jr., Director, Department of Budget and Fiscal Services

There was no public testimony.

Director Koyanagi testified in support of the Resolution noting that due to a change in accounting standards, the Agreement is necessary to obtain actuarial studies from the ERS.

Resolution 15-151 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, PINE, KOBAYASHI – 5.
NOES: None.

Related communication:

D-352 Department of Budget and Fiscal Services transmitting Resolution 15-151.

17. BILL 40 (2015) – COMMITTEE REPORT 194

WAIPIO PENINSULA SOCCER PARK FUND. Creating a Waipio Peninsula Soccer Park fund.

Administration/Others

Nelson H. Koyanagi, Jr., Director, Department of Budget and Fiscal Services

Director Koyanagi testified in opposition of the Bill stating that a special fund would divert funds from other core City services and that any park maintenance and improvements should be addressed during the budget process.

A discussion ensued regarding: a) other special funds, such as the Bikeway Fund and the Hanauma Bay Nature Preserve Fund, and b) park user fees.

The following individuals testified:

1. Shelly MeiLin Nakasone (support)
2. Scott Keopuhiwa, Hawaii Youth Soccer Association (support)

Councilmember Elefante explained that he would vote aye with reservations on the measure.

Council Chair Martin voiced his support for the Bill and stated that he looked forward to unanimous support from the Committee Members.

Committee Members Ozawa and Manahan also voiced their support for the measure.

Committee Chair Kobayashi explained her preference for an account because of the cost associated with administering a special fund. However, she would support the Bill's request for a special fund.

Bill 40 (2015) reported out for passage on third reading.

AYES: FUKUNAGA, MANAHAN, OZAWA, PINE, KOBAYASHI – 5.
NOES: None.

Related communication:

M-1712 Sergio Bolioli, Major Island Soccer Organization (MISO) (support)

18. BILL 41 (2015), CD1 – COMMITTEE REPORT 195

VALUATION OF SOLAR ENERGY AND SOLAR WATER HEATING IMPROVEMENTS FOR REAL PROPERTY TAX PURPOSES. Specifying that the value of solar powered energy improvements and solar powered water heating improvements are not assessed for real property taxation purposes.

Administration/Others

Gary Kurokawa, Deputy Director, Department of Budget and Fiscal Services (BFS)

There was no public testimony.

Deputy Director Kurokawa testified in support of the Bill noting that the Bill would remove solar improvements from the definition of real property since the Department is currently not assessing solar water heating and photovoltaic systems.

BILL 41 (2015), CD1 reported out for passage on third reading.

AYES: FUKUNAGA, MANAHAN, OZAWA, PINE, KOBAYASHI – 5.
NOES: None.

19. BILL 36 (2015) – COMMITTEE REPORT 193

REAL PROPERTY TAX EXEMPTIONS FOR HOMES. Amending certain real property tax exemptions for homes

The following amendment was posted on the agenda:

PROPOSED CD1 TO Bill 36 (2015) – (Submitted by the Department of Budget and Fiscal Services 05/21/15) The CD1 makes the following changes:

1. Establishes that real property owned by a taxpayer who moves into a long-term care facility or an adult residential care home shall continue to be entitled to the home exemption as long as the real property is not rented or leased.
2. Restores the deletion in the original bill of certain indicia of home residency.

Administration/Others

Gary Kurokawa, Deputy Director, Department of Budget and Fiscal Services
(BFS)

There was no public testimony.

Deputy Director Kurokawa testified in support of the proposed amendments to the Bill as detailed in Communication D-369. He noted that the amendment would expand the use of state income tax filings as documentary evidence for a home exemption. The amendment would also allow home exemptions to continue where a property owner moves into long-term or adult residential care facilities as long as the property is not rented or leased. He also noted that the exemption would continue even if the property is in a trust under certain conditions.

Committee Chair Kobayashi recommended that the Bill be amended to the posted CD1 and reported out for passage on second reading and scheduling of a public hearing.

Bill 36 (2015) amended to CD1 (BFS 05/21/15) reported out for passage on second reading and scheduling of a public hearing.

AYES: FUKUNAGA, MANAHAN, OZAWA, PINE, KOBAYASHI – 5.
NOES: None.

Related communications:

D-369 Nelson H. Koyanagi, Jr., Director, Department of Budget and Fiscal Services (support CD1)
M-1713 Natalie Iwasa (comments)

At this juncture, Committee Chair Kobayashi stated that Items 20 and 21, relating to mitigation assistance for businesses impacted by the construction of the transit project, would be taken up together.

20. RESOLUTION 15-118 – COMMITTEE REPORT 201

ESTABLISHING A CITY POLICY. Establishing a City policy to establish and implement mitigation assistance and technical services program for businesses negatively impacted by City transit construction activities.

21. BILL 42 (2015) – COMMITTEE REPORT 196

TRANSIT CONSTRUCTION MITIGATION FUND. Establishing a fund to address mitigation costs relating to the construction of the transit project

Administration/Others

Nelson H. Koyanagi, Jr., Director, Department of Budget and Fiscal Services
(BFS)

Daniel Grabauskas, Executive Director and CEO, Honolulu Authority for
Rapid Transit (HART)

There was no public testimony.

Director Koyanagi testified in support of the Resolution's intent; however, noted that the Resolution was too restrictive and would like to work with the HART and businesses to review other options and formulate a program for businesses affected by transit construction activities.

The BFS Director also testified in support of the Bill's intent to help businesses; however, requested that the Bill be deferred until the Department reviews other options and solutions, including establishing a separate fund, to assist businesses affected by transit construction.

A discussion ensued regarding Seattle Washington's Sound Transit System.

In response to the inquires, Executive Director Grabauskas stated that he would get back to the Council on whether the transit funds and the General Excise Tax surcharge extension could be used for the purpose proposed in this Bill.

Committee Chair Kobayashi recommended that Resolution 15-118 be amended to a CD1, to incorporate changes as discussed, and be reported out for adoption.

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Committee Member Manahan and Councilmember Elefante voiced their support for the Committee Chair's recommendation.

Resolution 15-118 amended to a CD1 reported out for adoption.

AYES: FUKUNAGA, MANAHAN, OZAWA, PINE, KOBAYASHI – 5.
NOES: None.

CD1 TO RESOLUTION 15-118 – The CD1 (OCS2015-0503/5/27/2015 2:03 PM) makes the following amendments:

- A. First Whereas paragraph: Changes the name of the project from "Honolulu Rail project" to "Honolulu High-Capacity Transit Corridor Project."
- B. First Be It Further Resolved paragraph: Corrects the name of HART to read Honolulu Authority for Rapid Transportation. Replaces the phrase "activities, by way of, at minimum, the following initiatives:" with the phrase "activities and shall consider initiatives such as:"
- C. Makes miscellaneous technical and nonsubstantive amendments.

Committee Chair Kobayashi recommended that Bill 42 (2015) be amended to a CD1, to incorporate changes as discussed, and reported out for passage on second reading and scheduling of a public hearing.

Councilmember Elefante stated his concerns on the Bill.

Committee Member Ozawa voiced his support for the CD1.

Bill 42 (2015) amended to a CD1 reported out for passage on second reading and scheduling of a public hearing.

AYES: FUKUNAGA, MANAHAN, OZAWA, PINE, KOBAYASHI – 5.
NOES: None.

CD1 TO BILL 42 (2015) – The CD1 (OCS2015-0504/5/28/2015 1:25 PM) makes the following amendments:

- 1) Adds a new section which establishes that only moneys from the transit fund shall be deposited into the transit construction mitigation fund; and

- 2) Amends the existing Section 6-____.3 to read as follows:

"Expenditures from this fund shall only be used to mitigate negative economic impacts on businesses from the construction of the Honolulu High Capacity Transit project and such expenditures: 1) must be capital costs of the Honolulu High Capacity Transit project; and 2) can only be budgeted in the Honolulu Authority for Rapid Transportation's operating or capital budget."

- 3) Makes miscellaneous technical and nonsubstantive amendments

Related communications:

D-370	Nelson H. Koyanagi, Jr., Director, Department of Budget and Fiscal Services (comments on Resolution 15-118)
D-371	Nelson H. Koyanagi, Jr., Director, Department of Budget and Fiscal Services (comments on Bill 42 [2015])
M-1704	Dexter Okada, U. Okada & Co., Ltd. (support Resolution 15-118)
M-1705	Dexter Okada, U. Okada & Co., Ltd. (support Bill 42 [2015])
M-1706	Gary Onishi (support Bill 42 [2015])
M-1714	Natalie Iwasa (oppose Resolution 15-118 and Bill 42 [2015])

22. BILL 24 (2015) – COMMITTEE REPORT 192

CAR SHARING. Establishing a program in connection with the public transit system to improve the mobility of Honolulu residents by providing support and regulation to car-sharing organizations.

The following amendment was posted on the agenda:

PROPOSED CD1 TO BILL 24 (2015) – (Submitted by Councilmember Ozawa) The CD1 (OCS2015-0462/5/20/2015 3:34 PM) makes the following amendments:

1. Deletes all references to Chapter 13 (Public Transit) and replaces with references to Chapter 15 (Traffic Code).
2. Page 1, subsection 15- .1(c): Deletes reference to average hourly on street parking meter rate formula.
3. Page 2, subsection 15- .1(d): Deletes reference to sums to be deposited into the highway fund. (See Item 13 below.)
4. Page 2, subsection 15- .2(a): Adds language authorizing the director to issue decals to an HRS-defined car-sharing organization. Clarifies the information to be provided upon submission of a decal request.

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5. Page 2, subsection 15- .2 (c): Deletes reference to average hourly parking meter rate formula. Sets annual fee for a car sharing meter parking decal at \$1,500 plus a decal fee of twenty dollars.
6. Page 3, subsection 15- .2(d): Deletes reference to sums to be deposited into the highway fund.
7. Page 3, subsection 15- .2(e): Deletes existing language and replaces with data required for actual use of parking meter stalls by each car-share vehicle, and reimbursement provisions.
8. Page 3, subsection 15- .2(g): Changes first ordinance citation to 15-22.2. Allows a car-share vehicle to park in an authorized stall for up to 24 hours.
9. Page 3, subsection 15- .2(h): Adds language regarding other applicable laws.
10. Page 3, Section 15- .3: Retitled as "Eligibility for Decals or Stickers." Adds a new subsection (b) providing that no car-sharing organization shall be eligible for decals or stickers under this article unless its geographic area of service encompasses all of Oahu.
11. Page 3, subsection 15- .4(a): Changes fiscal year reference to calendar year.
12. Page 4, subsection 15- .4(b): Expands and details information to be included in the annual report. Changes fiscal year reference to calendar year.
13. Page 4, Sec. 15- .5: Deletes reference to the adoption of administrative rules. References enforcement pursuant to this Chapter. Clarifies violation provisions and possible consequences.
14. Page 4, Sec. 15- .6: Adds this new section regarding funds to be deposited into the highway fund.
15. Page 5, Effective date clause: Deletes repeal provision.

Administration/Others

Mark N. Garrity, Deputy Director, Department of Transportation Services
(DTS)

Committee Member Ozawa explained his proposed amendments to the Bill.

Deputy Director Garrity testified in support of the car-sharing concept and voiced his concern about immediately requiring car-sharing organization to serve the entire island of Oahu.

The following individuals testified:

1. Joslyn Bantilan, Sales Executive, Enterprise Holdings, LLC (support CD1)
(M-1707)
2. Walter Rosenkranz, Car2Go (comments)

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A discussion ensued regarding car-sharing rental return outside of a home area versus the same home area.

Committee Chair Kobayashi recommended that the Bill be further amended to a CD1 to incorporate changes as discussed and be reported out for adoption.

Committee Member Ozawa noted that the amendments allow residents to end their car-sharing rentals outside of their home area.

Councilmember Elefante voiced his support for car-sharing.

Bill 24 (2015) amended to a CD1 reported out for passage on third reading.

AYES: MANAHAN, OZAWA, PINE, KOBAYASHI – 4.
NOES: None.
EXCUSED: FUKUNAGA – 1.

CD1 TO BILL 24 (2015) - The CD1 (OCS2015-0509/5/27/2015 4:45 PM) makes the following amendments:

1. Deletes all references to Chapter 13 (Public Transit) and replaces with references to Chapter 15 (Traffic Code).
2. Subsection 15-____.1(b): Clarifies that "department" refers to the department of transportation services.
3. Subsection 15-____.1(c): Deletes reference to average hourly on-street parking meter rate formula.
4. Subsection 15-____.1(d): Deletes reference to sums to be deposited into the highway fund. (See Item 13 below.)
5. Subsection 15-____.2(a): Adds language authorizing the director to issue decals to an HRS-defined car-sharing organization. Clarifies the information to be provided upon submission of a decal request.
6. Subsection 15-____.2 (c): Deletes reference to average hourly parking meter rate formula. Sets annual fee for a car sharing meter parking decal at \$1,500 plus a decal fee of twenty dollars.
7. Subsection 15-____.2(d): Deletes reference to sums to be deposited into the highway fund.
8. Subsection 15-____.2(e): Deletes existing language and replaces with data required for actual use of parking meter stalls by each car-share vehicle, and reimbursement provisions.
9. Subsection 15-____.2(g): Changes first ordinance citation to 15-22.2. Allows a car-share vehicle to park in an authorized stall for up to 24 hours.
10. Subsection 15-____.2(h): Adds language regarding other applicable laws.

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11. Section 15-____.3: Retitled as "Eligibility for Decals or Stickers." Adds a new subsection (b) providing that no car-sharing organization shall be eligible for decals under this article unless it allows end trip drop off at any public parking space on Oahu that is open for parking under applicable parking regulations.
12. Subsection 15-____.4(a): Changes fiscal year reference to calendar year.
13. Subsection 15-____.4(b): Expands and details information to be included in the annual report. Changes fiscal year reference to calendar year.
14. Sec. 15-____.5: Deletes reference to the adoption of administrative rules. References enforcement pursuant to this Chapter. Clarifies violation provisions and possible consequences. Replaces the term "permit(s)" with "sticker(s)."
15. Sec. 15-____.6: Adds this new section regarding funds to be deposited into the highway fund.
16. Effective date clause: Deletes repeal provision.

Related communications:

- | | |
|--------|--|
| D-372 | Lynne Matusow, Downtown Neighborhood Board (support) |
| M-1707 | Joslyn Bantilan, Sales Executive, Enterprise Holdings, LLC (support CD1) |
| M-1708 | Brooke Wilson, Pacific Resource Partnership (support) |

SUNSHINE ITEM

23. RESOLUTION 15-153 – COMMITTEE REPORT 214

TRANSFER OF FUNDS. Authorizing the Honolulu Fire Department (HFD) to transfer \$720,000 between activities and characters of expenditure to meet the HFD equipment needs.

Administration/Others

Lionel Camara, Jr., Deputy Fire Chief, Honolulu Fire Department (HFD)
Dean DeMello, Fire Equipment Superintendent, HFD

There was no public testimony.

Deputy Fire Chief Camara testified in support of the Resolution noting that the transfer between activities is necessary to cover budget shortfalls in the equipment activity such as the replacement of two ladder trucks, a hazmat truck, a helicopter tender, and other equipment cost items.

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A discussion ensued regarding the cost efficiency of maintaining a ladder truck longer than 10 years.

Resolution 15-153 reported out for adoption.

AYES: MANAHAN, OZAWA, PINE, KOBAYASHI – 4.
NOES: None.
EXCUSED: FUKUNGA – 1.

Related communication:

D-363 Honolulu Fire Department transmitting Resolution 15-153.

ADJOURNMENT

There being no further business, the meeting was adjourned at 11:47 a.m.

Respectfully submitted,



Glen Takahashi
City Clerk

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DATE APPROVED

July 22, 2015