

**COUNTY OF KAUAI
CAPITAL BUDGET**

ORDINANCE NO. _____

BILL NO. _____

**A BILL FOR AN ORDINANCE RELATING TO
CAPITAL IMPROVEMENTS AND FINANCING THEREOF
FOR THE FISCAL YEAR JULY 1, 2026 TO JUNE 30, 2027**

BE IT ORDAINED BY THE COUNCIL OF THE COUNTY OF KAUAI, STATE OF HAWAII:

SECTION 1. The several amounts of Revenue Fund Balances, Special State Grant Funds, Special Trust Fund for Bikeway Fund, Bond Fund, Development Fund, G.E. Tax Fund (CIP), General Fund (CIP), Highway Fund (CIP), Public Access, Open Space, Natural Resources Preservation Fund, Sewer Trust Fund, and Special Trust Fund for Parks & Playgrounds, estimated for the Fiscal Year July 1, 2026 to June 30, 2027 are hereby provided and appropriated to the funds and for the purposes as set forth in SECTION 2:

<u>BIKEWAY FUND</u>	<u>\$2,007</u>
<u>BOND FUND</u>	<u>\$2,027,303</u>
<u>DEVELOPMENT FUND</u>	<u>\$34,179</u>
<u>G.E. TAX FUND</u>	<u>\$16,360,857</u>
<u>GENERAL FUND</u>	<u>\$118,659,753</u>
<u>HIGHWAY FUND</u>	<u>\$1,397,668</u>
<u>PUBLIC ACCESS, OPEN SPACE, NATURAL RESOURCES PRESERVATION FUND</u>	<u>\$242,698</u>
<u>SEWER TRUST FUND</u>	<u>\$0</u>
<u>SPECIAL TRUST FUND FOR PARKS & PLAYGROUNDS</u>	<u>\$232,721</u>
TOTAL ALL FUNDS	<u>\$138,957,186</u>

SECTION 2. The proposed expenditures as itemized in the Capital Budget for the County of Kauai for Fiscal Year July 1, 2026 to June 30, 2027, are now appropriated to the Capital Improvement Projects as enumerated below:

		Appropriation Balance 2/19/2026	Proposed Budget Ordinance	Appropriation Balance After Ordinance
BIKEWAY FUND				
Islandwide Bike/Pedestrian Path	W05182	2,007		2,007
TOTAL BIKEWAY FUND		2,007	0	2,007
BOND FUND				
'Aliomanu Road Improvements (Planning & Permitting)	W18012	9,152	(9,152)	0
Alternative Energy Projects	D10106	76	(76)	0
'Anini Bridge (County Match)	W14001	1,354		1,354
Biennial Bridge Inspections (County Match)	W96388	6,356		6,356
BMPs Refuse Transfer Stations Islandwide	W22000	71,062	36,159	107,221
CIP Contingency Fund	W20000	0		0
CIP Contingency Fund	W20A00	0		0
CIP Contingency Fund	W20C00	0		0
CIP Contingency Fund	W20D00	0		0
Complete Streets Safety Improvements/Traffic Mitigation	W14009	23,335	(23,335)	0
'Eiwa Street (Mall)	W15100	0		0
Fire Station Improvements	W12012	78,246	201,155	279,401
Fire Station Improvements	W12A12	78,689		78,689
Hanapēpē Bridge Reconstruction (County Match)	W09007	3,672	(3,672)	0
Hanapēpē Road Resurfacing (County Match)	W12067	47,000		47,000
Helicopter Hangar (Construction)	W18018	201,155	(201,155)	0
HRMS, Payroll & Personnel	J2000A	0		0
Islandwide Road Safety Program	W18003	32,481		32,481
Kanaele Road Slope Stabilization	W09005	50,300		50,300
Lima Ola Onsite Phase I	H18001	36,909		36,909
Loading Dock Barrier/Lift Gate	X25010	62	(62)	0
Loading Dock Barrier/Lift Gate	X25011	171,364	(171,364)	0
Niumalu Bridge Replacement	W15104	0		0
Niumalu Bridge Replacement	W18014	102,803		102,803
North Vidinha Restroom	R25045	75,666		75,666
North Vidinha Restroom	R25046	199,334		199,334
Pi'ikoi Building Renovation	W10011	61	(61)	0
Pi'ikoi Interior Renovation Phase II	W12053	74,981	137	75,118
Puhi Road Ph II (County Match)	W16A04	1		1
Puhi Road Ph II (County Match)	W18016	17,893		17,893
Replace/Improve Comfort Stations Various	R23A35	192,432		192,432
Replace/Improve Comfort Stations Various	R23B35	407,568		407,568
Salt Pond Beach Park Facility Improvements	R12002	27,036		27,036
Salt Pond Beach Park Facility Improvements	R16001	43,000		43,000
Veterans Cemetery Improvements	R10013	32,716		32,716
Wailua Golf Course #10 Tee Pump	R23B45	6,126	(6,126)	0
Wailua Golf Course #10 Tee Pump	R23C45	36,473	(36,473)	0
Kapule Building Renovation	NEW		171,426	171,426
LThu'e Inclusive Playground	NEW		42,599	42,599
TOTAL BOND FUND		2,027,303	0	2,027,303

		Appropriation Balance 2/19/2026	Proposed Budget Ordinance	Appropriation Balance After Ordinance
DEVELOPMENT FUND				
Islandwide Bus Stops	T19000	27,600		27,600
Kōloa/Po'ipū Intersection Improvements	W16009	0		0
Kōloa/Po'ipū Intersection Improvements	Z15105	0		0
Po'ipū Road Bus Shelters	W16007	0		0
Po'ipū Road Safety and Mobility Project	W24055	0		0
Project Contingency	W08002	0		0
Wailua Area Bus Stop	T16100	6,579		6,579

TOTAL DEVELOPMENT FUND

34,179 0 34,179

G.E. TAX FUND

'Anini Bridge #2 Replacement	W23000	500,000		500,000
Hanapēpē Baseyard Improvements	W26000	23,613		23,613
Hanapēpē Bridge Reconstruction (County Match)	W09007	204,288		204,288
Hanapēpē Road Resurfacing (County Match)	W12067	41,911		41,911
Ho'olako Street Drainage System	W24015	1,750,000		1,750,000
Kamalu Road Improvements	W23005	900,000		900,000
Kapahi Bridge Repairs	W23010	172,608		172,608
Kapahi Bridge Replacement (County Match)	W05368	667,134		667,134
Kaua'i Bus Facility Expansion Project (20% Match)	T24000	291,992		291,992
Kawaihau Road Improvements	W24025	500,000		500,000
Kekaha Road and Akialoa Road	W26005	520,000		520,000
Kīlauea Access Road	W24035	0		0
Kīlauea/Kolo Road	W23015	1,681,190		1,681,190
Kīpū Bridge Repairs	W24040	700,000		700,000
Kōloa District Culvert Upgrades and Repairs	W24045	0		0
Līhu'e Culvert Repairs	W22025	429,000		429,000
Minor Bridge Upgrades & Repairs	W22030	4,721,968		4,721,968
Moi Road Sidewalks	W24050	0		0
Pīkake Nuhou Roundabout	W26010	744,634		744,634
Po'ipū Road Safety and Mobility Project	W24055	735,397		735,397
Realignment Ke Ala Hele Makalae	R24000	2,122		2,122
Waimea District Culvert Upgrades Repairs	W24060	0		0
Waimea to Kekaha Shared Path	R23000	275,000		275,000
Heavy Duty Vehicle Lifts	NEW		600,000	600,000
Wash Rack Replacement	NEW		900,000	900,000

TOTAL G.E. TAX FUND

14,860,857 1,500,000 16,360,857

GENERAL FUND

CFD-Ho'onani Road/Sidewalk Pedestrian Lane	W21011	450,000		450,000
CFD-Lāwa'i Road/Complete Sidewalk	W21012	400,000		400,000
CFD-Po'ipū Beach Pedestrian/Bicycle Access Project	W21014	593,110		593,110
CFD-Po'ipū Road Multimodal Improvements	W13014	1,657,701		1,657,701
SUBTOTAL GENERAL FUND CFD		3,100,811	0	3,100,811

		Appropriation Balance 2/19/2026	Proposed Budget Ordinance	Appropriation Balance After Ordinance
GENERAL FUND (cont.)				
512 Fund Affordable Housing Parcel	H26100	5,000,000		5,000,000
512 Fund Affordable Housing Projects	H26150	20,304,563	15,750,000	36,054,563
BMPs Refuse Transfer Stations Islandwide	W22000	1,312,910	600,000	1,912,910
Captain Cook Field (Match to State)	R24005	0		0
CIP Contingency Fund	W20B00	421,382		421,382
Coco Palms/KS SPS Bldg. Mods	W23020	0		0
County Computer Servers and Storage	X23100	47,699		47,699
County Network Infrastructure	X23105	21,259		21,259
County Video Conferencing	X23110	18,432		18,432
Countywide Office Improvements	R26000	146,326		146,326
Design and Permitting to Replace Cart Barn Building	R25000	165,000		165,000
Document Scanning	Z25005	0		0
Electrical Upgrades & Repairs Various County Facilities	R24050	13,322		13,322
'Ele'ele Fire Station SPS Rehabilitation (Design)	W25000	0	700,000	700,000
Finance and Accounting ERP	X23115	17,150	(17,150)	0
Fire Station Improvements	W12012	18,119		18,119
Habitat Conservation Plan	W08012	40,474		40,474
Hanapēpē Multi-Purpose Facility Improvements	R25005	22,235	(22,235)	0
Hanapēpē Stadium (County Match to State Appropriation as amended by Act 248, SLH 2022)	R24010	88,895	2,000,000	2,088,895
Hanapēpē Stadium (County Match to State Appropriation HB 300 CD1)	R26010	1,500,000		1,500,000
Hanapēpē Stadium Improvements	R23015	0		0
Helicopter Hangar (Construction)	W18018	569,994	(569,994)	0
Helicopter Landing Pad EA	F26000	500,000		500,000
Historic County Bldg/Annex Renovation	R26005	489,535	925,000	1,414,535
Host Community Benefits - Interest through 06/30/2025	W09012		18,380	18,380
Host Community Benefits - Kekaha (\$3.65/ton x 92,992 - FY 2025 tonnage)	W09012	412,287	339,421	751,708
HRMS, Payroll & Personnel	J20000	300,093		300,093
Islandwide Playcourt Resurfacing	R20010	2,539,774	1,000,000	3,539,774
Islandwide Playground Equipment	R20005	92,419	500,000	592,419
Kapa'a Fire Station Renovation	F24000	41,152		41,152
Kapa'a Pool Renovation	R20030	1,475		1,475
Kapa'a Stadium Improvements	R10010	0		0
Kekaha Landfill Expansion Lateral Cell 3	W25005	34		34
Kekaha Landfill Maint. Monitoring Wells	W23030	36,000		36,000
Kekaha Landfill Phase II Vertical Construction of GCCS System	W25010	395,438		395,438
Kekaha, Waimea, Hanapepe Parks Resurface (Match to State Allotment)	R25050	0		0
Kīlauea Gym (Match)	R22005	(121,951)	121,951	0
KPAL Sports Complex	R25010	837,948		837,948
KPD HVAC and Electrical Repairs	W23110	7,981,648		7,981,648
KWMCH Improvements	R18004	7,045,632	3,250,000	10,295,632
Land Information Management System	X18001	0		0
Levee Improvements	W25015	585,415		585,415

		Appropriation Balance 2/19/2026	Proposed Budget Ordinance	Appropriation Balance After Ordinance
GENERAL FUND (cont.)				
Lighted Skatepark/Pickleball Nāwiliwili & Hanapēpē Town Park	R24015	838,726	5,000,000	5,838,726
Līhu'e Baseball Field Upgrades	R25015	374,480		374,480
Līhu'e Facility Plan Update - Collection System Assessment	W26015	25,448	2,500,000	2,525,448
Līhu'e WWTP Effluent Disposal Evaluation	W25020	0	500,000	500,000
Līhu'e WWTP Integrate UIC 2	W25025	0		0
Morgan's Pond Repairs, Planning, Permitting	R24020	0	100,000	100,000
National Fitness Campaign Studio Court	R25020	0		0
New Landfill Development and Engineering	W23040	1,050		1,050
North Vidinha Restroom	R25046	475,000		475,000
North Vidinha Restroom	R26015	0		0
Park Light Renovations	R22010	36,602		36,602
Pi'ikoi Interior Renovation Phase II	W12053	15,630	1,250,000	1,265,630
Pi'ikoi Renovation	W23105	449,045		449,045
Planning Department Move	Z25010	2,249,000	975,000	3,224,000
Public Safety and Communication Systems	C23000	2,897,754	250,000	3,147,754
Puhi Park ADA Improvements	R25025	166,359	2,500,000	2,666,359
Recycling Center Roof Structural & Replacement	W24075	0		0
Replace/Improve Comfort Stations Various	R23035	275,234		275,234
Rodeo Arena	R25030	450,000		450,000
Salt Pond Beach Park Facility Improvements	R12002	35,000		35,000
Sewer Pump Station Renovation	W23045	15,738		15,738
Skateboard Parks (Design & Development)	R20015	393,162		393,162
Solid Waste Solutions	W23050	32,808		32,808
Tactical Rifle Rated Ready Shooting Range	P25100	1,295	(1,295)	0
Twin Reservoirs Decommissioning	W25030	700,000		700,000
Veterans Cemetery Improvements	R10013	64,470		64,470
Vidinha Stadium Improvements (County Match to State Appropriations as amended by Act 248, SLH 2022)	R24025	83,360		83,360
Vidinha Stadium Improvements (County Match to State Appropriations as amended by Act 250, SLH 2025)	R26025	1,445,825		1,445,825
Wailua GC Cart Path Improvements	R24030	1,156,200		1,156,200
Wailua Golf Clubhouse Roof Replacement	R25035	700,000		700,000
Wailua Golf Course #10 Tee Pump	R23045	525,000	(525,000)	0
Wailua WWTP Fac. Update Plan	W23055	33,744		33,744
Wailua WWTP Sewer Line Repair	W26020	14,244	(14,244)	0
Waimea 400 Drainage Study	Z23005	1,700		1,700
Waimea 400 Park	R26020	800,000		800,000
Waimea Dairy and Captain Cook SPS Rehabilitation	W25035	43,170		43,170
Waimea Neighborhood Center Improvements	R25040	397,773		397,773
Waimea Theater Improvements	H23000	125,000		125,000
Waimea Uuku Road Sewerline Sag Repair (Design)	W25040	0		0
Waimea WWTP Facility Plan Phase II	W26025	2,414		2,414
Waimea/Kekaha ADA Improvements	R18015	2,178,672		2,178,672
Wanini Lifeguard Towers	F24005	0		0

		Appropriation Balance 2/19/2026	Proposed Budget Ordinance	Appropriation Balance After Ordinance
GENERAL FUND (cont.)				
Wastewater Facilities Tsunami Zone & Climate Adaptation Response	W25045	202,311		202,311
Wastewater Facility Plan Update	W20005	48,235		48,235
WWTP Drying Bed Repairs	W26030	800,000		800,000
WWTP Office and Restroom Renewal	W24085	(478)	478	0
HIB Fire Maintenance Facility	NEW		570,000	570,000
Kapa'a Baseyard Roof Repairs	NEW		700,000	700,000
Kapule Building Renovation	NEW		1,600,000	1,600,000
Kaua'i Cell Block Renovation	NEW		100,000	100,000
KEMA Radio System Ph. 1	NEW		1,250,000	1,250,000
Kōloa Police Substation	NEW		300,000	300,000
KPD Evidence Storage Warehouse	NEW		310,000	310,000
LThu'e Inclusive Playground	NEW		800,000	800,000
Wailua Headwork Impr.	NEW		400,000	400,000
Wailua SPS Vault Construction	NEW		500,000	500,000
Wailua WWTP UV Disinfection Upgrade	NEW		3,000,000	3,000,000
SUBTOTAL GENERAL FUND ALL OTHER		68,898,630	46,660,312	115,558,942
TOTAL GENERAL FUND		71,999,441	46,660,312	118,659,753
HIGHWAY FUND				
Biennial Bridge Inspections	W96388	429,297		429,297
County Bridge Inspections	W20020	101,282		101,282
Electric Bus Charging Stations (County Low-No Match) HI-2019-008	T23000	0		0
Hanapēpē Bridge Pedestrian Walkway Replacement (County Match)	W12069	0		0
Hanapēpē Moi Road Pedestrian Safety Impv.	W17000	375,000		375,000
Hanapēpē Road Resurfacing (County Match)	W12067	9,004		9,004
Kapahi Bridge Replacement (County Match)	W05368	310,875		310,875
Maluhia/Kōloa Improvements (County Match)	W19021	16,946		16,946
Olohena Improvements (County Match)	W19002	15,314		15,314
Puhi Road Construction Ph I (County Match)	W12010	24,619		24,619
Pu'uopae Bridge Design	W10003	45,135		45,135
Repair Shop Phase I (County Match) HI-2019-002	T21030	0		0
Resurfacing Various Collector Roads (County Match)	W07008	2,116		2,116
Speed Hump/Traffic Calming Program	W98364	68,080		68,080
TOTAL HIGHWAY FUND		1,397,668	0	1,397,668
PUBLIC ACCESS, OPEN SPACE, NATURAL RESOURCES PRESERVATION FUND				
Hanapēpē Property (065)	X25020	0		0
Hanapēpē Property (071)	X25025	18,474		18,474
Hanapēpē Property Monument	Z26020	24,510		24,510
Kaumumene Coastal Access	X22010	199,714		199,714
TOTAL PUBLIC ACCESS, OPEN SPACE, NATURAL RESOURCES PRESERVATION FUND		242,698	0	242,698

		Appropriation Balance 2/19/2026	Proposed Budget Ordinance	Appropriation Balance After Ordinance
SEWER TRUST FUND				
TOTAL SEWER TRUST FUND				
		0	0	0
SPECIAL TRUST FUND FOR PARKS & PLAYGROUNDS				
Waimea District:				
Park Impv. Waimea Dist. Grant	W96073	0		0
Total Waimea District:				
		0	0	0
Kōloa District:				
Kalāheo Gym Improvements	R15105	565		565
Kalawai Park Basketball/Tennis Resurfacing	R15104	46,125		46,125
Park Impv. & Equip., Kōloa Dist.	W93086	9,268		9,268
Park Impv. Grant, Kōloa Dist.	W96087	11,000		11,000
Total Kōloa District				
		66,958	0	66,958
SPECIAL TRUST FUND FOR PARKS & PLAYGROUNDS (cont.)				
Līhu'e District:				
KWMCH Improvements	R18004	12,932		12,932
Park Impv.: Līhu'e Dist. Grant	W96102	26,022		26,022
Total Līhu'e District				
		38,954	0	38,954
Kawaihau District:				
Total Kawaihau District				
		0	0	0
Hanalei District:				
'Anini Beach Park Improvements	R16004	94,698		94,698
Park Impv. & Equip. Hanalei Dist.	W93383	32,111		32,111
Total Hanalei District				
		126,809	0	126,809
TOTAL FOR SPECIAL TRUST FUND FOR PARKS & PLAYGROUNDS				
		232,721	0	232,721
TOTAL CAPITAL BUDGET				
		90,796,874	48,160,312	138,957,186

SECTION 3. The Director of Finance is authorized to create accounts and project codes to define and detail project expenditures under the respective projects listed under SECTION 2. These expense accounts shall include salaries, fringe benefits, and other project-related costs. The establishment of new projects, items, and/or accounts, or the transfer of moneys from one project to another project requires amendment to the Capital Budget Ordinance. The Director of Finance is authorized to transfer moneys between accounts within a project.

SECTION 4. The appropriations in SECTION 2 are limited to design, plans, land purchases, site preparation, improvements to land, and construction. Appropriations for planning and equipment purchases shall be used exclusively for the designated projects in SECTION 2. Any change in the equipment appropriation in this Ordinance shall require County Council approval.

SECTION 5. No moneys shall be expended for any Capital Improvement Projects other than those listed in SECTION 2, except moneys that are encumbered in prior fiscal years for other projects. No moneys shall be transferred or expended from any unappropriated surplus project contingency accounts without amendment to the Capital Budget Ordinance.

SECTION 6. Pursuant to the Kaua'i County Code 1987, as amended (KCC), Section 6-12.2(b) and (c), and Ordinance No. 641, all grant applications shall be submitted to the County Council for consideration of a grant award. This provision shall apply to all departments or agencies of the County of Kaua'i that are requesting grants from the Federal or State government, or any outside source. No payment shall be authorized or made, and no obligation incurred against the County, utilizing moneys from the Federal or State government, or any outside source, or in anticipation or receipt of such moneys, unless written approval is obtained from the County Council and an account is first established. Any moneys not expended or encumbered at the end of the fiscal year are retrospectively reappropriated for the specific purpose for which they were initially received. This provision applies to all grants and Federal, State, or private financial assistance for emergency disaster relief. If any provision of this proviso jeopardizes the receipt by the County of Kaua'i of any Federal grant-in-aid or other Federal allotment of moneys, such provision may, insofar as such receipt is jeopardized, be waived by the County Council upon the recommendation of the Mayor, pursuant to Ordinance No. 641.

SECTION 7. The County Engineer shall provide written quarterly status reports (September 30, 2026, December 31, 2026, March 31, 2027, and June 30, 2027) to the Mayor of each project contained in SECTION 2. The Mayor shall submit the quarterly reports to the County Council no later than thirty (30) days after the close of each quarter. The reports shall contain:

- (1) Construction schedules with milestone performance dates;
- (2) Budget appropriations including State and Federal matching funds versus actual cost, including the percentage difference, if any; and
- (3) Any expenditures or encumbrances to date.

SECTION 8. All contracts shall comply with Act 90 (Session Laws of Hawai'i 2001), relating to privatization of government services.

SECTION 9. For all Capital Improvement Projects that use \$250,000 or more of County moneys, construction signage indicating the name of the project, estimated cost of the project, project description, estimated start and completion dates, name of contractor, and contractor contact information shall be posted for public information purposes.

SECTION 10. Pursuant to Section 19.15(B) of the Charter of the County of Kaua'i (Charter) and Ordinance No. 1021, there is hereby created a "G.E. Tax Fund CIP," for expenditures, as allowed by law, related to capital costs of public transportation systems and expenses in complying with the Americans with Disabilities Act of 1990. The Director of Finance shall use Generally Accepted Accounting Principles and procedures.

SECTION 11. Pursuant to Charter Section 19.15(B), there is hereby created a "Public Access, Open Space, Natural Resources Preservation CIP Fund," for expenditures related to capital costs for purchasing or otherwise acquiring lands or property improvements as outlined under KCC Section 6-14.1.

SECTION 12. The "Contingency Fund" is designated for project change orders and unforeseen expenses, on condition that such expenditures do not substantially alter the original project scope. Additionally, withdrawals from the Contingency Fund should not exceed the lesser of \$100,000 or ten percent (10%) of the project's authorized budget.

SECTION 13. If any provision of this Ordinance or the application thereof to any person or circumstance is held invalid, the invalidity does not affect other provisions or applications of this Ordinance that can be given effect without the invalid provision or application, and to this end the provisions of this Ordinance are severable.

SECTION 14. This Ordinance shall take effect on July 1, 2026.

Introduced by:

ARRYL KANESHIRO
(By Request)

DATE OF INTRODUCTION:

Līhu'e, Kaua'i, Hawai'i