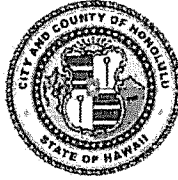


DEPARTMENT OF BUDGET AND FISCAL SERVICES  
**CITY AND COUNTY OF HONOLULU**

530 SOUTH KING STREET, ROOM 208 • HONOLULU, HAWAII 96813  
PHONE: (808) 768-3900 • FAX: (808) 768-3179 • INTERNET: www.honolulu.gov



RICK BLANGIARDI  
MAYOR

ANDREW T. KAWANO  
DIRECTOR

CARRIE CASTLE  
DEPUTY DIRECTOR  
878864

May 4, 2022

The Honorable Calvin Say, Chair  
and Members  
Committee on Budget  
Honolulu City Council  
530 South King Street, Room 202  
Honolulu, Hawaii 96813

Dear Chair Say and Councilmembers:

SUBJECT: Proposed Amendments to Bill 15 (2022), CD1  
Executive Capital Budget and Program for Fiscal Year 2023

Attached are departmental comments on the proposed amendments to  
Bill 15 (2022), CD1.

Should you have any questions regarding the attached list, please contact me at  
768-3901.

Sincerely,

A handwritten signature in black ink, appearing to read "A. T. Kawano".

Andrew T. Kawano  
Director

Attachment

APPROVED:

A handwritten signature in black ink, appearing to read "Michael D. Formby".

Michael D. Formby  
Managing Director

DEPT. COM. 334

BUD

DEPARTMENT RESPONSES  
BILL 15 (2022), CD1 PROPOSED AMENDMENTS

						Admin/Council Adds/Deletions										
Function	Council Member	Project No.	Project	Project Description	Council Comments	BILL 15 (2022),CD1 Proposed 2023	L	P	D	C	I	E	R	X	Total Council +/-	Departmental Comments
GENERAL GOVERNMENT - PUBLIC FACILITIES - STAFF AGENCIES	WATERS	NEW	Red Hill Clean Water Security Initiatives	Provision of funds from the American Rescue Plan Act of 2021 (Pub. L. 117-2) to the Honolulu Board of Water Supply for water security initiatives to continue providing clean water after aquifer contamination from the Red Hill Bulk Fuel Storage Facility.	Add project.									\$25,000,000	\$25,000,000	BFS: Defer amendment to BILL 15 (2022), CD1, as the funding to the Board of Water Supply (BWS) are for capital assets to be owned and controlled by the BWS. Provision of Funding for BWS should be included in the operating budget.
GENERAL GOVERNMENT - PUBLIC FACILITIES - ADDITIONS AND IMPROVEMENTS	TSUNEYOSHI	2021134	Hauula Resilience Hub	Plan, design, construct, and inspect the development of a resilience hub in Hauula as described in the City and County of Honolulu's Resilience Strategy.	Add project.		\$250,000	\$250,000	\$2,000,000	\$250,000					\$2,750,000	DFM: The administration supports this project and continued funding but recommends a reduction to \$500,000 to support planning and design. Currently, the administration is seeking an EO of the land from the state before it can commence planning and design work.
GENERAL GOVERNMENT - PUBLIC FACILITIES - ADDITIONS AND IMPROVEMENTS	SAY	2014131	Honolulu Hale Improvements	Honolulu Hale Improvements	Add funding.	\$1,000,000			\$2,000,000	\$7,000,000					\$9,000,000	DFM: Recommend construction funding in FY 2024 as programmed in the project 6-Year CIP. BFS: Because SLFRF funding is available in the nearer term and construction will not commence until FY 2024, we respectfully decline the need for this CD1 amendment of \$9 million.
PUBLIC SAFETY - OTHER PROTECTION - MISCELLANEOUS	SAY	2001154	Rock Slide Potential Inspections and Mitigative Improvements	Acquire land, plan, design, construct, and inspect mitigative improvements.	Add funding.	\$1,505,000	\$1,000,000	\$2,500,000	\$2,500,000	\$4,000,000					\$10,000,000	DFM: Original budgeted amount was in consideration of existing DDC staff resources to manage ongoing projects.
HIGHWAYS AND STREETS-HIGHWAYS, STREETS AND ROADWAYS	ELEFANTE	1998515	Guardrail Improvements	Acquire land, plan design, construct, and inspect guardrail improvements at various locations including, but not limited to, guardrail replacements on Kamehameha Highway between Heeia Kea Pier and Long Bridge, Kahaluu[,] and installation of a guardrail on Ka Uka Boulevard, northeast of the southwestern intersection with Ukee Street.	Add language and funding.	\$1,625,000			\$5,000	\$340,000	\$5,000				\$350,000	DFM: New guardrail at Ka Uka Blvd and Ukee Street will need to be assessed and warranted by DTS. DTS: DTS defers to DDC on construction schedule as DTS has determined that new guardrail at Ka Uka Blvd and Ukee Street is warranted.
HIGHWAYS AND STREETS-HIGHWAYS, STREETS AND ROADWAYS	SAY	NEW	Pedestrian Crossing Beacons	Plan, design, construct and inspect pedestrian crossing beacons for various locations.	Add project.			\$100,000	\$500,000	\$200,000	\$100,000				\$900,000	The administration manages its CIP budget based not only on funding, but by priority, and also considers the staff levels needed to work on and complete projects. When projects are added to the budget, it may require more staffing than administration has available to work on the task.
HIGHWAYS AND STREETS-HIGHWAYS, STREETS AND ROADWAYS	TSUNEYOSHI	1997502	Rehabilitation of Streets	Acquire land, plan, design, construct, and inspect sustainable roadway and related improvements including but not limited to: 1) the 20500 to 2700 block of Liliha Street; 2) street rehabilitation and drainage improvements to the 1000 to 1600 block of Alewa Drive and the 1000 to 1500 block of Malua Drive in Alewa Heights; and 3) the implementation of Tantalus-Round Top Corridor Management Plan (2019) recommendations for 3200, 3700 and 4000 blocks of Round Top Drive (to Forest Ridge Way) and the 3300 block of Tantalus Drive[,] and the City-owned portion of Pulama Road to address ponding and improve drainage.		\$36,000,000		\$10,000	\$10,000	\$80,000					\$100,000	DFM: Drainage study may be needed to determine appropriate improvements that may defer construction phase.
HIGHWAYS AND STREETS-HIGHWAYS, STREETS AND ROADWAYS	FUKUNAGA	1997502	Rehabilitation of Streets	Utilization of City funding and funding from the American Rescue Plan Act of 2021 (P. L. 117-2) to [A] acquire land, plan, design, construct, and inspect sustainable roadway and related improvements including but not limited to: 1) the 2500 to 2700 block of Liliha Street; 2) street rehabilitation and drainage improvements to the 1000 to 1600 block of Alewa Drive and the 1000 to 1500 block of Malua Drive in Alewa Heights; and 3) the implementation of the Tantalus-Round Top Corridor Management Plan (2019) recommendations for 3200, 3700 and 4000 blocks of Round Top Drive (to Forest Ridge Way) and the 3300 block of Tantalus Drive.		\$36,000,000	\$5,000	\$500,000	\$500,000	\$2,990,000	\$4,000	\$1,000			\$4,000,000	DFM: No objection to acquiring ARPA funds for Rehabilitation of Streets projects.
HIGHWAYS AND STREETS-HIGHWAYS, STREETS AND ROADWAYS - STORM DRAINAGE	WATERS	2000052	Drainage Improvements at Various Locations	Acquire land, plan design, construct, and inspect drainage improvements at various locations. Miscellaneous improvement at various locations, to include drain manholes, box culverts, and drain extension [ ], including completion of a drainage study for Opihi Street in FY23 from FY25.		\$3,520,000		\$50,000							\$50,000	DFM: The Federal Wailupe Stream project may still be pursued that may incorporate improvements to address Opihi Street drainage issues.
HIGHWAYS AND STREETS-HIGHWAYS, STREETS AND ROADWAYS - STORM DRAINAGE	TUPOLA	2000052	Drainage Improvements at Various Locations	Plan, design and construct, and inspect drainage improvements at various locations[,] , including Kulaaupuni Street in Waianae.	Add language and funding.	\$3,520,000		\$10,000	\$90,000						\$100,000	DFM: Drainage study of Maillili Stream may be needed to determine if capacity exists for additional stormwater.

DEPARTMENT RESPONSES  
BILL 15 (2022), CD1 PROPOSED AMENDMENTS

							Admin/Council Adds/Deletions										
Function	Council Member	Project No.	Project	Project Description	Council Comments	BILL 15 (2022),CD1 Proposed 2023	L	P	D	C	I	E	R	X	Total Council +/-	Departmental Comments	
HUMAN SERVICES	WATERS	2016001	Affordable Housing Strategic Development Program	[Provide Affordable Housing Funds (AF) for the renovation and/or development of low income affordable housing which may be administered or managed by the City and County of Honolulu or in conjunction with private non-profit or private developers.] <u>Provide funds from the American Rescue Plan Act of 2021 (Pub. L. 117-2) in accordance with Charter Section 9-204 that may be administered or managed by the City and County of Honolulu or in conjunction with private non-profit or private developers.</u>	Amend language and add funding.	7,166,028 (AF)								\$60,000,000	\$60,000,000	While the Department appreciates the generosity and support of the Council, the City's Affordable Housing Fund has two simple requirements: 1) that it be used to provide affordable rental housing for persons earning 60% of area median income or less, and 2) that the funded housing remains affordable for at least 60 years. On the other hand, the US Treasury's Coronavirus State and Local Fiscal Recovery Funds (SLFRF) program, a part of the American Rescue Plan, requires a nexus to the COVID-19 public health emergency, so the replacement of the AHF may inadvertently restrict the acquisition and construction of affordable rental housing to become available to only those families and individuals impacted by COVID-19. This restriction is already embedded in the three recent CDBG CV acquisition, and DCS is working with the awarded nonprofits on their compliance plans over the next 20 years. BFS: The proposed language revision precludes the use of the Affordable Housing (AF) included in BILL 15 (2022).	
HUMAN SERVICES	KIA'AINA	NEW - ARPA FUNDING	Affordable Housing for Pandemic Impacted Communities	Utilization of funding from the American Rescue Plan Act of 2021 (Pub. L. 117-2) to <u>acquire land, plan, design, construct, rehabilitate, and/or provide funds for other miscellaneous costs for the development of low income affordable housing, including the development of Accessory Dwelling Units (ADU), and any necessary related infrastructure improvement to respond to individuals and communities impacted by and disproportionately impacted by the pandemic including, but not limited to, populations below 30% and 50% AML; survivors of domestic violence; and those at-risk of or currently experiencing homelessness.</u>	Add project.		\$25,000,000	\$1,000	\$1,000	\$6,000,000	\$3,000,000			\$1,000	\$34,003,000	It is DLM's understanding that ARPA funds must be allocated to a specific project/program through an established vetting process vs. through a general appropriation.	
HUMAN SERVICES	KIA'AINA	NEW - ARPA FUNDING	Vacant or Abandoned Properties Improvements	Utilization of funding from the American Rescue Plan Act of 2021 (Pub. L. 117-2) for addressing the impacts of the pandemic on disproportionately impacted households or communities through 1) rehabilitation, renovation, maintenance or costs to secure vacant or abandoned properties to reduce their negative impact; 2) costs associated with acquiring and securing legal title of vacant or abandoned properties and other costs to position the property for current or future productive use; 3) removal and remediation of environmental contaminants or hazards from vacant or abandoned properties; 4) demolition or deconstruction of abandoned buildings (including residential, commercial, or industrial buildings) paired with greening or other lot improvement as a part of strategy for neighborhood revitalization; 5) conversion of vacant or abandoned properties to affordable housing, greening or cleanup of vacant lots, as well as other efforts to make vacant lots safer for surrounding community; 6) or inspection fees and other administrative costs incurred to ensure compliance with applicable environmental laws and regulations for demolition, greening, or other remediation activities.	Add funding.	\$12,500,000			\$1,000	\$3,000,000	\$1,500,000				\$4,501,000	It is DLM's understanding that ARPA funds must be allocated to a specific project/program through an established vetting process vs. through a general appropriation.	
CULTURE - RECREATION SPECIAL RECREATION FACILITIES	WATERS	NEW	Ala Wai Golf Course Clubhouse Improvements	Design, construct and inspect renovations and improvements to the Ala Golf Course Clubhouse.	Add project				\$5,000	\$990,000	\$5,000				\$1,000,000	DPR: Project is not a CIP department priority.	
CULTURE - RECREATION - PARTICIPANT, SPECTATOR AND OTHER RECREATION	SAY	NEW	Cartwright Neighborhood Park (TMK: 2-4-10:15. 2.37 Acres)	Acquire System Integrated Restrooms for use as public toilets.	Add project.			\$1,000	\$1,000	\$1,000	\$1,000	\$295,000		\$1,000	\$300,000	DPR: Project is not a CIP department priority. Not sure what is system integrated restrooms they are referring to. BFS: The Federal source of funding is not specified in the proposed amendment.	
CULTURE - RECREATION - PARTICIPANT, SPECTATOR AND OTHER RECREATION	CORDERO	2018093	[Hoa Aloha Neighborhood Park]	[Utilization of the City funding and funding from the American Rescue Plan Act of 2021 (P. L. 117-2) to plan a dog park, walk path, and exercise equipment at the park.]	Delete project.	1,000 (FG)		-\$1,000							-\$1,000	DPR supports the change from CIP to MSS Operating Funds.	

DEPARTMENT RESPONSES  
BILL 15 (2022), CD1 PROPOSED AMENDMENTS

Function	Council Member	Project No.	Project	Project Description	Council Comments	BILL 15 (2022),CD1 Proposed 2023	Admin/Council Adds/Deletions									Departmental Comments
							L	P	D	C	I	E	R	X	Total Council +/-	
CULTURE - RECREATION - PARTICIPANT, SPECTATOR AND OTHER RECREATION	TSUNEYOSHI	2014090	Kahuku District Park	Plan and design master planned improvements in <u>Kahuku District Park including, but not limited to, the construction of a multi-purpose recreational facility and a 50 meter swimming pool as recommended in the Ko'olau Region Park Master Plan.</u>	Add project.			\$250,000	\$500,000	\$0		\$0			<b>\$750,000</b>	DPR: Project is not a CIP department priority.
CULTURE - RECREATION - PARTICIPANT, SPECTATOR AND OTHER RECREATION	CORDERO	2017103	[Kamehameha Community Park Improvements]	[Utilization of the City funding and funding from the American Rescue Plan Act of 2021 (P. L. 117-2) to plan a community garden at Kamehameha Community Park for opportunities for community economic development, engagement, and education.]	Delete project.	<b>1,000 (FG)</b>		-\$1,000							<b>-\$1,000</b>	DPR supports the change from CIP to MSS Operating Funds.
CULTURE - RECREATION SPECIAL RECREATION FACILITIES	SAY	NEW	<u>Waikiki Surf Racks</u>	<u>Design and construct protective barrier around city-owned Waikiki surf racks.</u>	Add project.			\$10,000	\$10,000	\$50,000	\$10,000	\$10,000		\$10,000	<b>\$100,000</b>	DPR: The administration is exploring options to provide surfboard storage.
CULTURE - RECREATION - PARTICIPANT, SPECTATOR AND OTHER RECREATION	WATERS	1998117	<u>Waikiki War Memorial Complex/Waikiki Beach</u>	<u>Design sustainable facility improvements.</u>	Add project.			\$0	\$500,000	\$0		\$0			<b>\$500,000</b>	DPR supports the amendment to provide funds needed for project to continue with permitting/design efforts. Funds will be used to continue with the current design project. DDC:
CULTURE - RECREATION SPECIAL RECREATION FACILITIES	SAY	2001053	Golf Course Improvements	Design, construct and inspect sustainable and resilient golf facilities improvements including renovations to the Ala Wai Golf Course Clubhouse. [No funds shall be expended unless a total of 35 golf tournaments are first held at golf facilities in FY 2023.]	Delete language only.	<b>\$4,310,000</b>									<b>\$0</b>	Administration supports amendment.
UTILITIES OR OTHER ENTERPRISES - MASS TRANSIT	FUKUNAGA	2003007	Bus Stop Site Improvements	Design and construct for bus stop improvements. <u>Utilization of City funding and funding from the American Rescue Plan Act of 2021 (Pub. L. 117-2) to plan, design, construct, inspect and, equipment for bus stop improvements at various locations, including but not limited to, solar lighting improvements for bus stop no. 372 Wood Street (town/bound) @ Pali Hwy.</u>	Amend language and add funding.	<b>\$1,405,000</b>		\$1,000	\$10,000	\$118,000	\$1,000	\$20,000			<b>\$150,000</b>	DTS: The administration manages its CIP budget based not only on funding, but by priority, and also considers the staff levels needed to work on and complete projects. When projects are added to the budget, it may require more staffing than the administration has available.