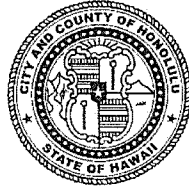


'23APR14 PM 12:52 CITY CLERK

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

April 13, 2023

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

Dear Chair Cordero and Councilmembers:

SUBJECT: Budget Communication No. 14 – Follow-up Request for Additional Information Regarding Bill 12 (2023), Fiscal Year 2024 Executive Capital Budget, and Chapter 8A (Taxation of Transient Accommodations Tax), Revised Ordinances of 2021

In response to your request, dated April 11, 2023, attached is the requested information relating to Bill 12 (2023), Fiscal Year 2024 Executive Capital Budget, and Chapter 8A (Taxation of Transient Accommodations Tax), Revised Ordinances of 2021.

Should you have any questions regarding this information, please contact me at 768-3901.

Sincerely,

A handwritten signature in cursive script, reading "Carrie Castle".

Digitally signed by  
Castle, Carrie  
Date: 2023.04.14  
09:45:50 -10'00'

~for~ Andrew T. Kawano  
Director

Attachment

APPROVED:

A handwritten signature in cursive script, reading "Michael D. Formby".

Michael D. Formby  
Managing Director

**DEPT. COM. 256  
BUD**

**Question 1: Based on the information provided in Departmental Communication 245 (2023), please confirm that the "...the FY 2023 estimated amount of TAT pursuant to ROH Section 8A is \$7,061,000" is anticipated to fully lapse by June 30, 2023."**

Response: Generally, revenues collected are deposited into a fund, and revenues are appropriated in the operating and CIP budgets. Operating budget appropriations that are not encumbered or expended at the end of the fiscal year will lapse, and CIP budget appropriations that are not encumbered or expended within 12 months after the end of the budget fiscal year will lapse. However, there were no specific appropriations of county TAT revenues pursuant to ROH Section 8A in the FY 2023 budget, therefore there will be no lapse of appropriations.

**Question 2: Additionally, please confirm that a total of \$14,795,000 is proposed to be funded with General Fund monies pursuant to ROH Section 8A-1.1(3) in Bill 12 (2023), RELATING TO THE EXECUTIVE CAPITAL BUDGET AND PROGRAM FOR THE FISCAL YEAR JULY 1, 2023 TO JUNE 30, 2024."**

Response: The FY 2023 budgets did not include specific appropriations of TAT revenues pursuant to ROH Section 8A. The proposed FY 2024 appropriations of \$14,795,000 from the General Fund in the CIP budget includes the FY 2023 estimated TAT amount pursuant to ROH Section 8A, to follow the intent of ROH Section 8A to provide funding for natural resources and facilities impacted by tourism.