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HART Presentation to the Budget Committee on Resolution 23-139, June 20, 2023

DEPT. COM. 408
BUD

Approval of Resolution to Sell an Easement to Hawaiian Electric Company for Non-Project Purposes

Owner:	City and County of Honolulu	City and County of Honolulu
Tax Map Key (TMK):	(1) 2-3-007-039	(1) 2-3-007-036
Address:	1163 Kona Street Honolulu, Hawaii 96814	1174 Waimanu Street Honolulu, Hawaii 96814
Parcel Identification Number (PID):	D4772	D4792

Property Overview



- The City and County of Honolulu acquired, for the use and benefit of HART, a fee simple interest in the following properties:

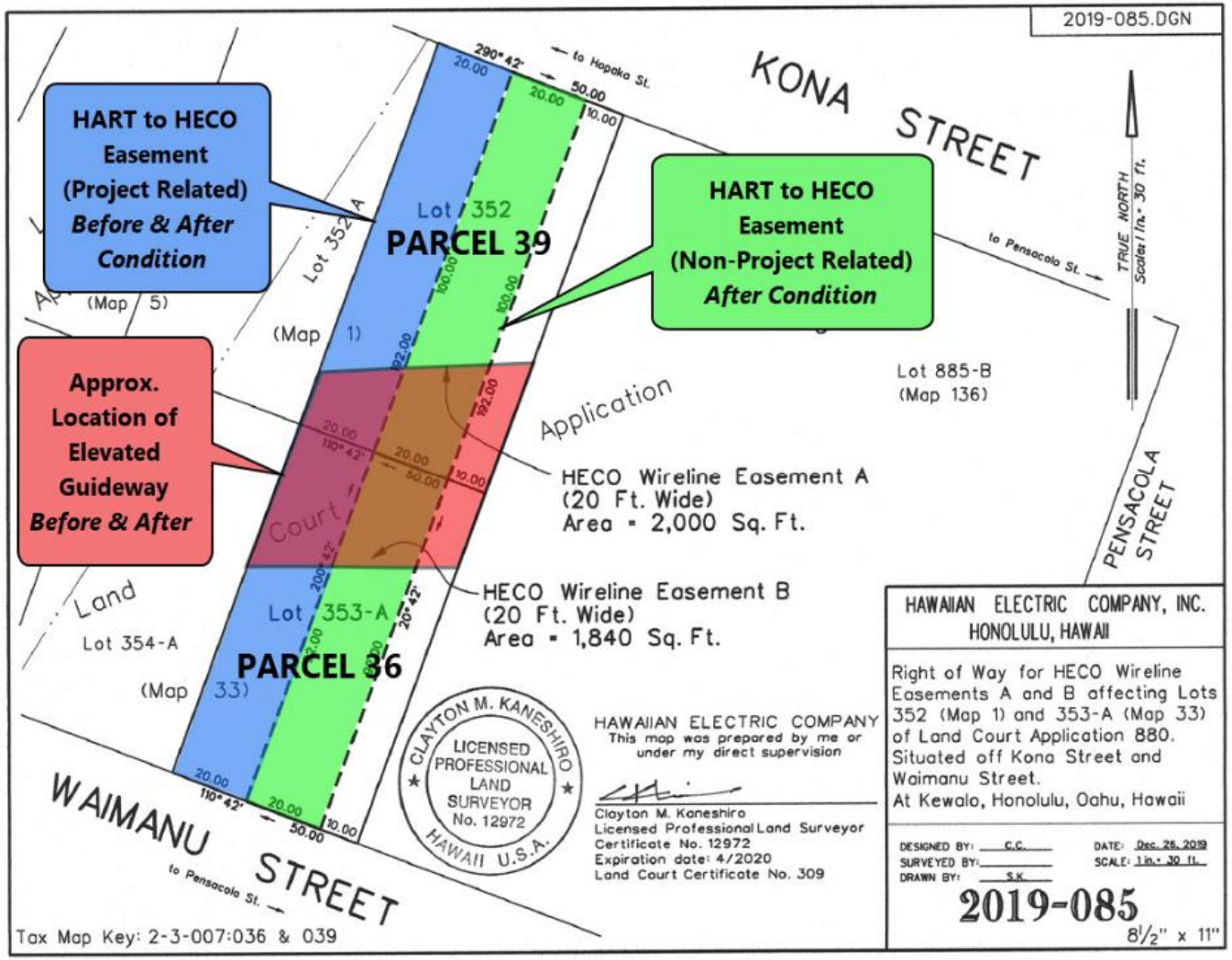
  D4772
  (1) 2-3-007-039
  1163 Kona Street
  Honolulu, Hawaii 96814
  December 1, 2015
  COST: $3,000,000

  D4792
  (1) 2-3-007-036
  1174 Waimanu Street
  Honolulu, Hawaii 96814
  September 26, 2014
  COST: $1,400,000

- The properties were acquired using HART funds.

Background

- The properties were acquired to accommodate underground electrical facilities and a portion of the elevated guideway.



Summary of the Sale

- HECO requested to purchase easements to install an underground 25kV electrical circuit within both properties unrelated to the Honolulu Rail Transit Project (HRTP). This will increase HECO's capacity to provide power for proposed housing developments in the Kaka'ako area.

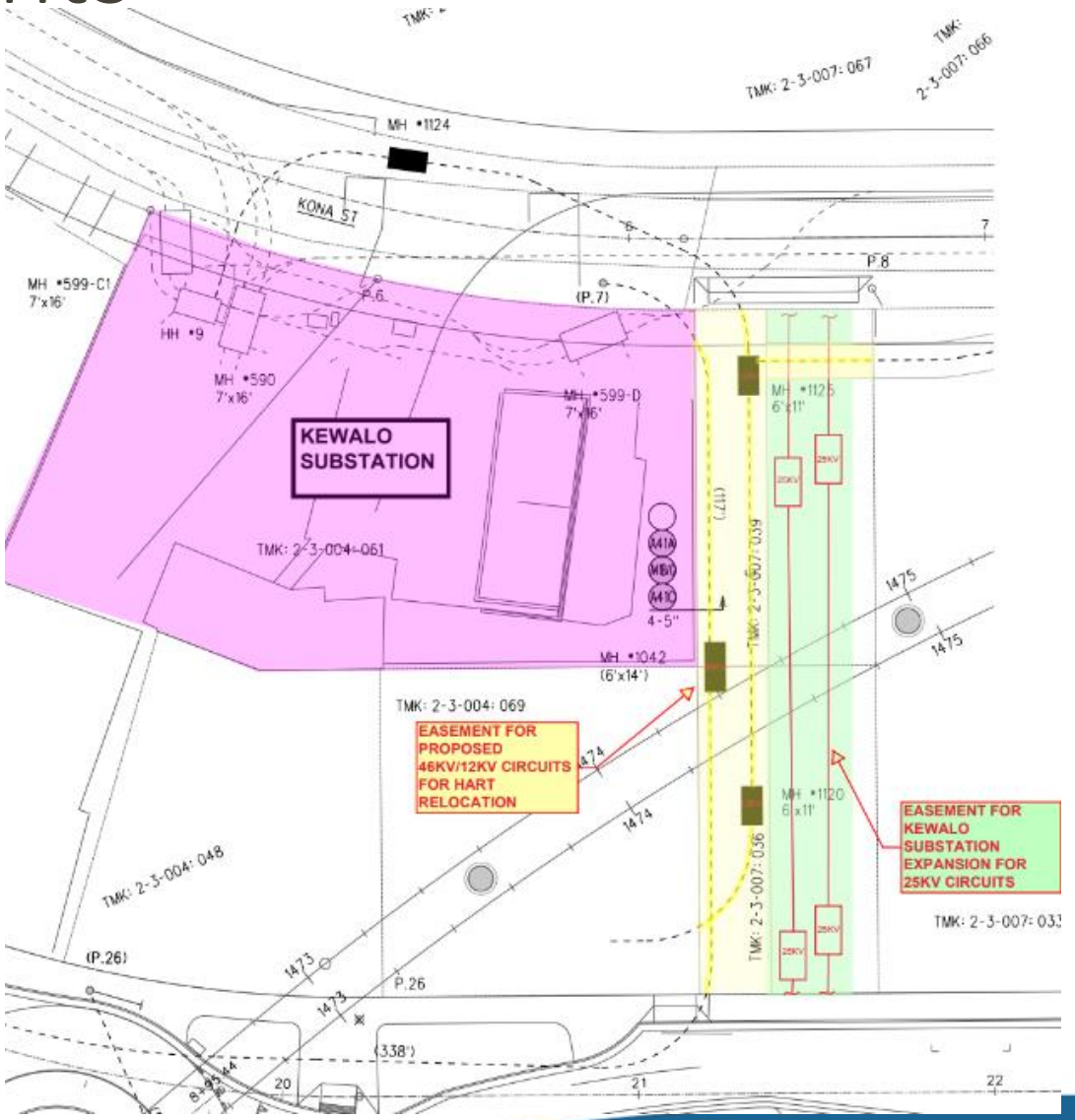
- The intended use of the easements does not conflict with HART's needs for the HRTP.

- HART and HECO entered into a Memorandum of Understanding (MOU) for the purchase of such easements whereby HECO is responsible to reimburse HART for all costs associated with obtaining approval for the easements from the FTA, BOD and City Council.

- HECO will pay HART $2,097,500 for the easements, as determined by an appraisal performed in accordance with the Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970.

Additional HECO Commitments

- In addition to the agreed upon compensation, HECO will install HART's infrastructure as shown in the yellow highlighted area.
- Installation will include conduit, backfill, testing and HECO acceptance of the facilities. This is estimated to save HART $2,500,000 in construction costs.
- Additionally, HECO will reimburse HART up to $100,000 for the cost to move HART's contractor from the construction area.



HART
HONOLULU AUTHORITY for RAPID TRANSPORTATION

Additional Easement Details

- The underlying property was acquired for the use and benefit of HART for purposes of the HRTP. As such, it is necessary for the City Council to approve the sale of the easement rights to HECO.
- The HART Board of Directors passed the necessary resolution on May 11, 2023, approving and recommending to the City Council the sale of the easements to HECO.
- The requested sale does not conflict with HART's use of the property for the HRTP. Therefore, we request Council to approve the sale of the easements.
- Approval of the resolutions will allow the Executive Director of HART to execute the necessary documents to complete this transaction.
- The funds received will be deposited into the transit fund as required by Section 17-103.2(c) of the Charter.

Mahalo!

HonoluluTransit.org | 24-Hour Project Hotline: 808-566-2299 | info@honolulutransit.org

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