



HONOLULU CITY COUNCIL

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March 22, 2024

Ms. Lori Kahikina
Executive Director and CEO
Honolulu Authority for Rapid Transportation (HART)
1099 Alakea Street, Suite 1700
Honolulu, Hawaii 96813

Dear Executive Director and CEO Kahikina,

SUBJECT: **BUDGET COMMUNICATION NO. 11**
Request for Additional Information Relating to the Honolulu Authority for Rapid Transportation's Budgets

Please explain the discrepancies with the figures shown on page 3 of Bill 16 (2024) ("Relating to the Honolulu Authority for Rapid Transportation Operating Budget for the Fiscal Year July 1, 2024 to June 30, 2025.") for "TRANSFERS TO OTHER FUNDS" and the figures reported on pages C-7 and C-8 of the Detailed Statement of Revenues and Surplus in the Fiscal Year ("FY") 2025 Program Book ("Program Book"), specifically:

- 1) Page 3 of Bill 16 (2024) states that **\$1,197,822** will transfer to the General Fund ("GN") from the Transit Fund ("TR") for Central Administrative Services Expenses ("CASE"), while page C-8 of the Program Book states that "Recov CASE-HART" will be **\$3,500,000**.
- 2) Page 3 of Bill 16 (2024) states that **\$449,058** will transfer to the GN from the TR for Services Provided to HART, while page C-7 of the Program Book states "Recov-Direct Costs HART" will be **\$1,300,000**.
- 3) Page 3 of Bill 16 (2024) states that **\$133,500,584** will transfer to the GN from the TR for Debt Service, while page C-7 of the Program Book states that "Recov Debt Svc-HART" will be **\$121,238,500**.

If the explanation is that the discrepancy with one or more of the above referenced figures is due to the "capitalization" of these expenses through Bill 17 (2024) ("Relating to the Honolulu Authority for Rapid Transportation Capital Budget for the Fiscal Year July 1, 2024 to June 30, 2025."), then please confirm and provide greater detail, including the amounts that should be revised in Bill 16 (2024) or provide the Council with the revised pages for the FY 24 Detailed Statement of Revenues and Surplus (Mayor's Message 38 (2024), Volume 1). For your reference, please see your agency's response during the FY 24 budget cycle in Departmental Communication 214 (2023).

Executive Director and CEO Kahikina
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Please provide all information requested by no later than Thursday, March 28, 2024.

Thank you for your attention to this request.

Sincerely,


Radiant Cordero
Chair, Committee on Budget

cc: Department of Budget and Fiscal Services