



Lori M.K. Kahikina, P.E.
Executive Director and CEO |
Po'o Ho'okō a Kahu Luna Nui Ho'okō

Rick Keene
Deputy Executive Director and COO |
Hope Po'o Ho'okō a Kahu Luna

BOARD OF DIRECTORS

Colleen Hanabusa
Chair | Lāla

Kika G. Bukoski
Vice Chair | Hope Lāla

Anthony B. Aalto
Dawn Takeuchi Apuna
Michele Chun Brunngraber
Natalie Iwasa

J. Roger Morton
Joseph V. O'Donnell
Edwin H. Sniffen

Arthur Tolentino
Edwin S.W. Young
Robert Yu

March 27, 2024

The Honorable Radiant Cordero
Honolulu City Council
530 South King Street, Room 202
Honolulu, Hawaii 96813

Aloha Councilmember Cordero:

Thank you for meeting with us today to discuss the HART budget. The following are responses to the information we discussed:

BILL 17

City Council Bill 17 (2024) for the HART CIP Budget reflects a source of funds from the Transit Improvement Bond Fund of \$60,000,000, which included HART's budgeted proceeds from Tax Exempt Commercial Paper of \$50,000,000 and the 2025 City Subsidy amount of \$10,000,000. However, the City Subsidy amount should be shown as a source of funds from the Transit Fund (rather than the Transit Improvement Bond Fund).

To correct this information, please note the following transfers between Fund Codes:

1. The source of funds amount from the Transit Improvement Bond Fund should be \$50,000,000, which is HART's budgeted proceeds from Tax-Exempt Commercial Paper (TECP), instead of the current \$60,000,000.
2. The City Subsidy amount of \$10,000,000, which is listed under "Non-Revenue Receipts" in the Detailed Statement of Revenues and Surplus, should be included in the source of funds amount from the Transit Fund, which will increase the amount in Bill 17 to \$274,000,000 (from \$264,000,000).

After these two amounts are amended, HART's "Total All Funds" for the CIP Budget will remain the same at \$574,000,000.

We have included the CIP Excel workbook with updated data as requested in our meeting.

The Honorable Radiant Cordero

Page 2

March 27, 2024

Bill 16

Regarding City Council Bill 16 (2024) for the HART Operating Budget, we discussed a \$2,000 discrepancy between HART's budget presentation and the amount included in Bill 16 for "Transfer to Transit Fund". We determined that the amount in the HART budget presentation should be adjusted and the amount in Bill 16 is accurate. We will revise the HART budget presentation for this amount.

Please do not hesitate to contact me with any additional questions.

Very truly yours,

A handwritten signature in black ink, appearing to read "Lori M.K. Kahikina".

Lori M.K. Kahikina, P.E.
Executive Director and CEO

Enclosure

cc: Office of the City Clerk
Office of Council Services
HART Board of Directors
Mr. Michael Formby, Managing Director
Chair and Presiding Officer Tommy Waters



CITY COUNCIL
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ORDINANCE _____

BILL _____

A BILL FOR AN ORDINANCE

RELATING TO THE HONOLULU AUTHORITY FOR RAPID TRANSPORTATION CAPITAL BUDGET FOR THE FISCAL YEAR
JULY 1, 2024 TO JUNE 30, 2025.

BE IT ORDAINED by the People of the City and County of Honolulu:

SECTION 1. The revenues from the following sources estimated for the fiscal year July 1, 2024 to June 30, 2025 are hereby provided and appropriated for the purposes set forth in Section 2:

FUND CODE	SOURCE OF FUNDS	AMOUNT	TOTAL
FEDERAL FUNDS:			
FG	Federal Grants Fund	\$250,000,000	\$250,000,000
GENERAL OBLIGATION BONDS:			
TF	Transit Improvement Bond Fund	\$50,000,000	\$50,000,000
TRANSIT FUND:			
TR	Transit Fund	\$274,000,000	\$274,000,000
TOTAL ALL FUNDS			\$574,000,000