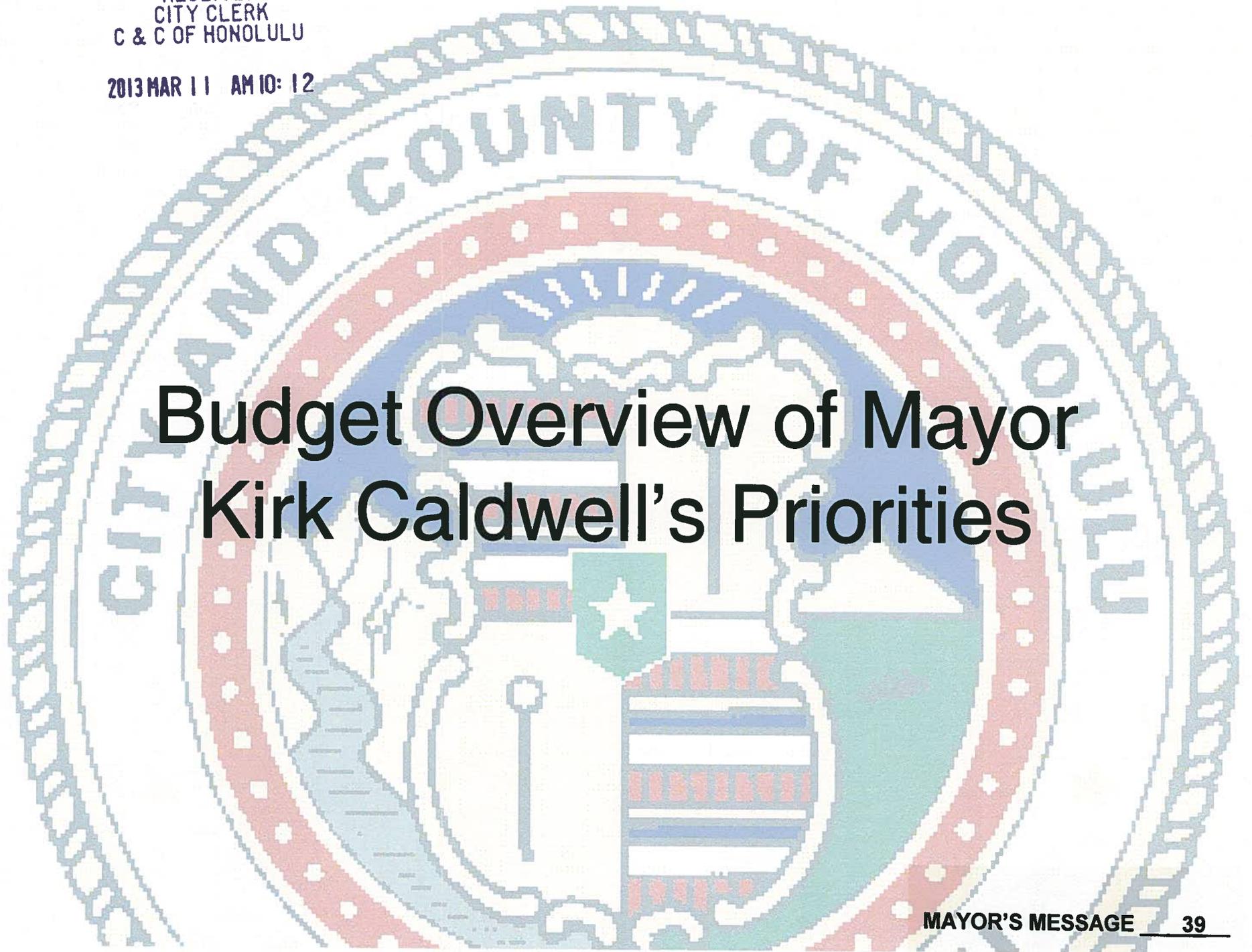


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Budget Overview of Mayor Kirk Caldwell's Priorities

Mayor Kirk Caldwell's Priorities

- Restore TheBus Service
- Repave and Preserve Roads
- Improve Our Parks and Cultural Centers
- Invest in Sewers and Infrastructure
- Build Rail Better

Restore TheBus Service \$3.5m

The Following Routes Will Have Improved Frequency:

CountryExpress Route C

(Makaha-Kapolei-Ala Moana)

Route 14

(St. Louis-Waialae-Maunalani Hts)

Route 55

(Ala Moana-Kaneohe-Haleiwa)

Route 5

(Manoa to Ala Moana)

Route 13

(Liliha-Waikiki-UH Manoa)

Route 1L

(Kalihi-Hawaii Kai)

Route 2L

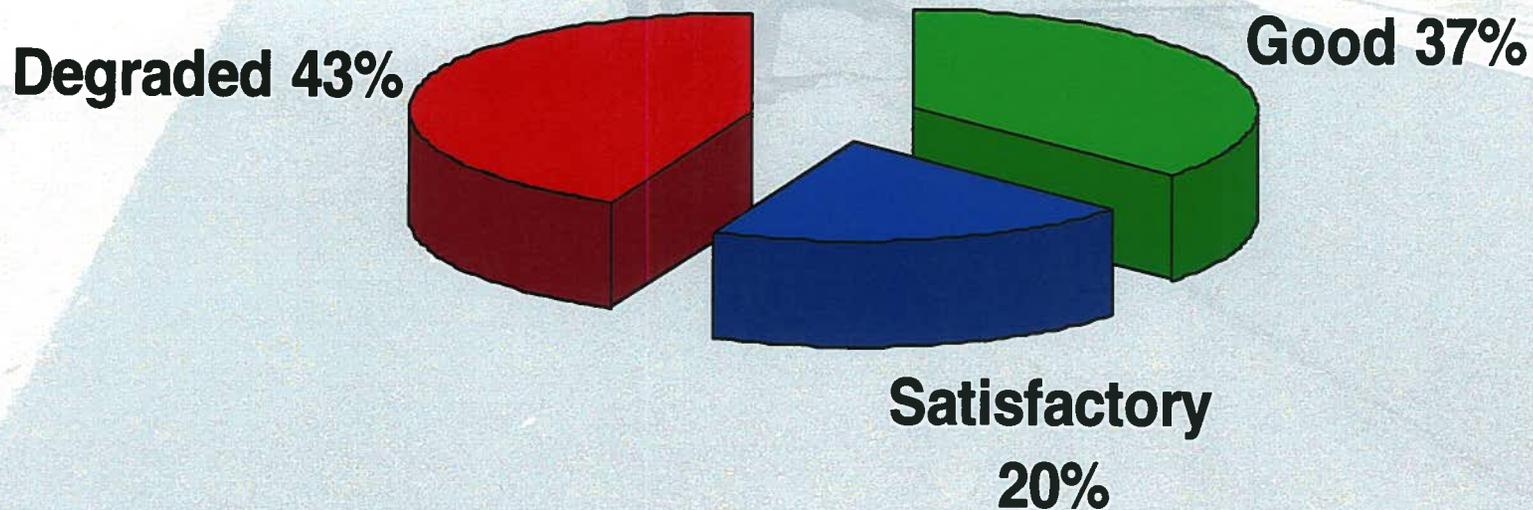
(Kalihi to Waikiki)

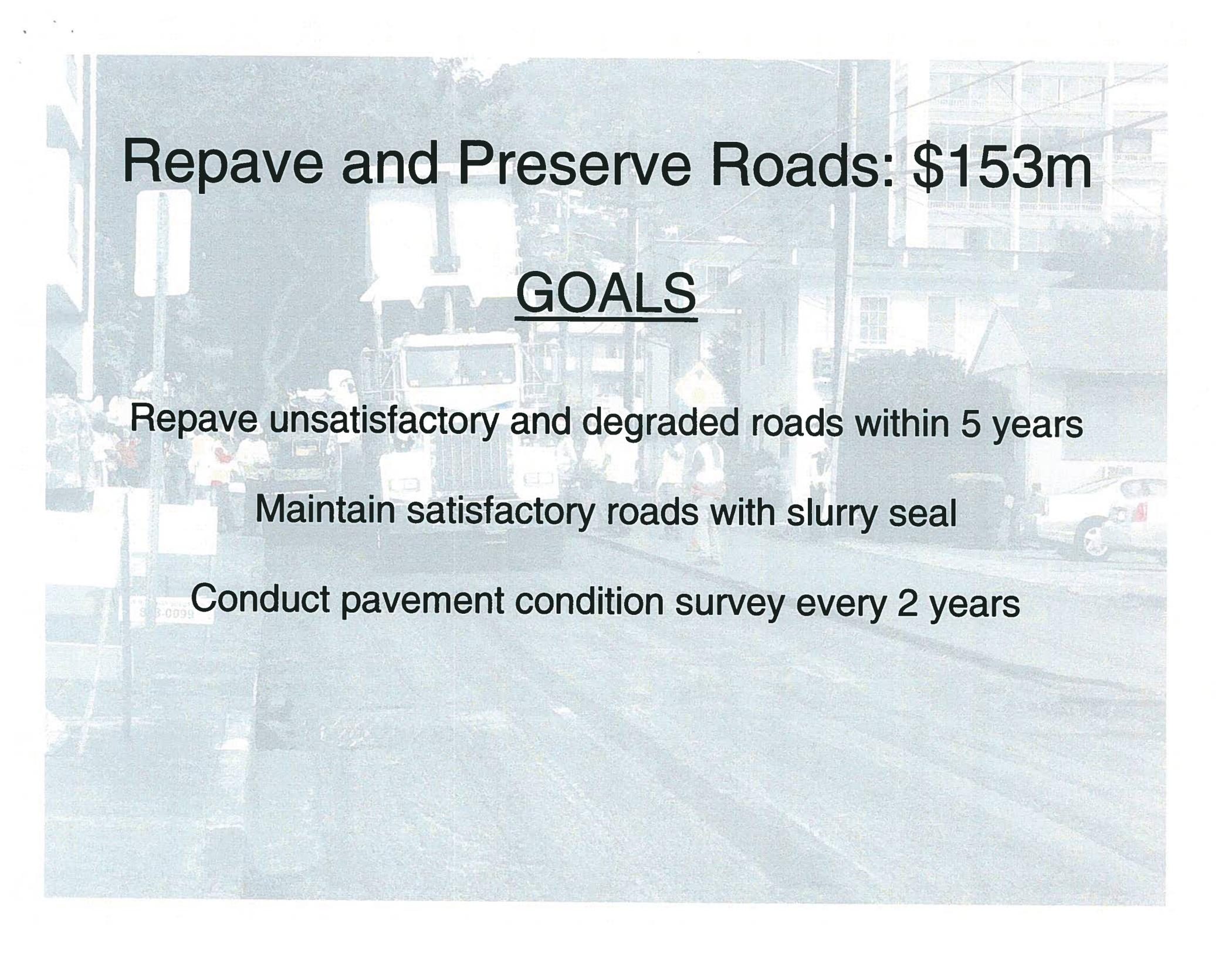
*Routes 1L and 2L will fill the gap in service created by the cancelation of Route B

Repave and Preserve Roads: \$153m

December 2012 Survey of City Roads

Good	36.51%	1284 lane miles
Satisfactory	20.13%	708 lane miles
Degraded	43.36%	1525 lane miles





Repave and Preserve Roads: \$153m

GOALS

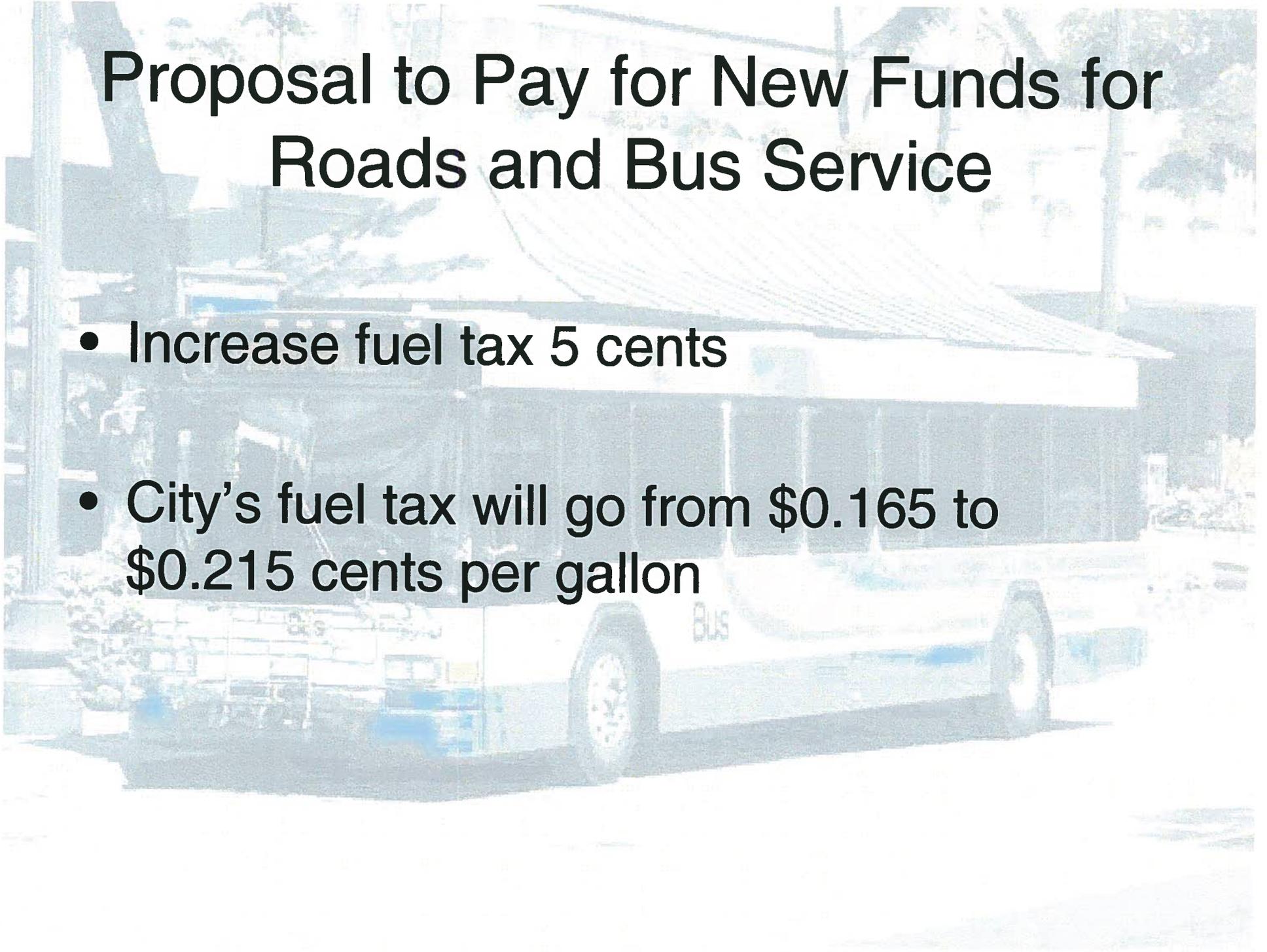
Repave unsatisfactory and degraded roads within 5 years

Maintain satisfactory roads with slurry seal

Conduct pavement condition survey every 2 years

Proposal to Pay for New Funds for Roads and Bus Service

- Increase fuel tax 5 cents
- City's fuel tax will go from \$0.165 to \$0.215 cents per gallon



Reasons We Need This Increase

- Support debt service for increased road repaving and preservation
- Pay for restoration of bus service, \$3.5m
- Fuel tax goes into the Highway Fund, which pays for roads, traffic control, and bus service
- The tax went from **14%** of the cost at the pump in **1989** to **4%** today and would go to **5%** under the proposal

More Reasons Why We Need to Consider This Modest Tax Increase

- Revenue stream for bond rating
- Revenue stream available for uncertainties in this budget cycle,
 - Franchise tax reduction
 - Collective bargaining
 - Sequestration
 - TAT reduction
 - State imposed mandates, such as EUTF contribution
 - DHHL sewer mandate
 - HAHPI sale
- Revenue stream available for possible construction of new roads, bridges and projects in later years

Fuel Tax Increase Has Modest Effect on Honolulu Motorists

- According to the DBEDT, Hawaii drivers average **8,726 miles** and use **429 gallons** of fuel annually
- For **\$21 a year**, or a **nickel a day**, we can have all city roads in at least satisfactory condition
- Honolulu Motorist pay an average of **\$700/year** in increased fuel consumption and repair costs due to the current condition of our roads



Improve Our Parks and Cultural Resources

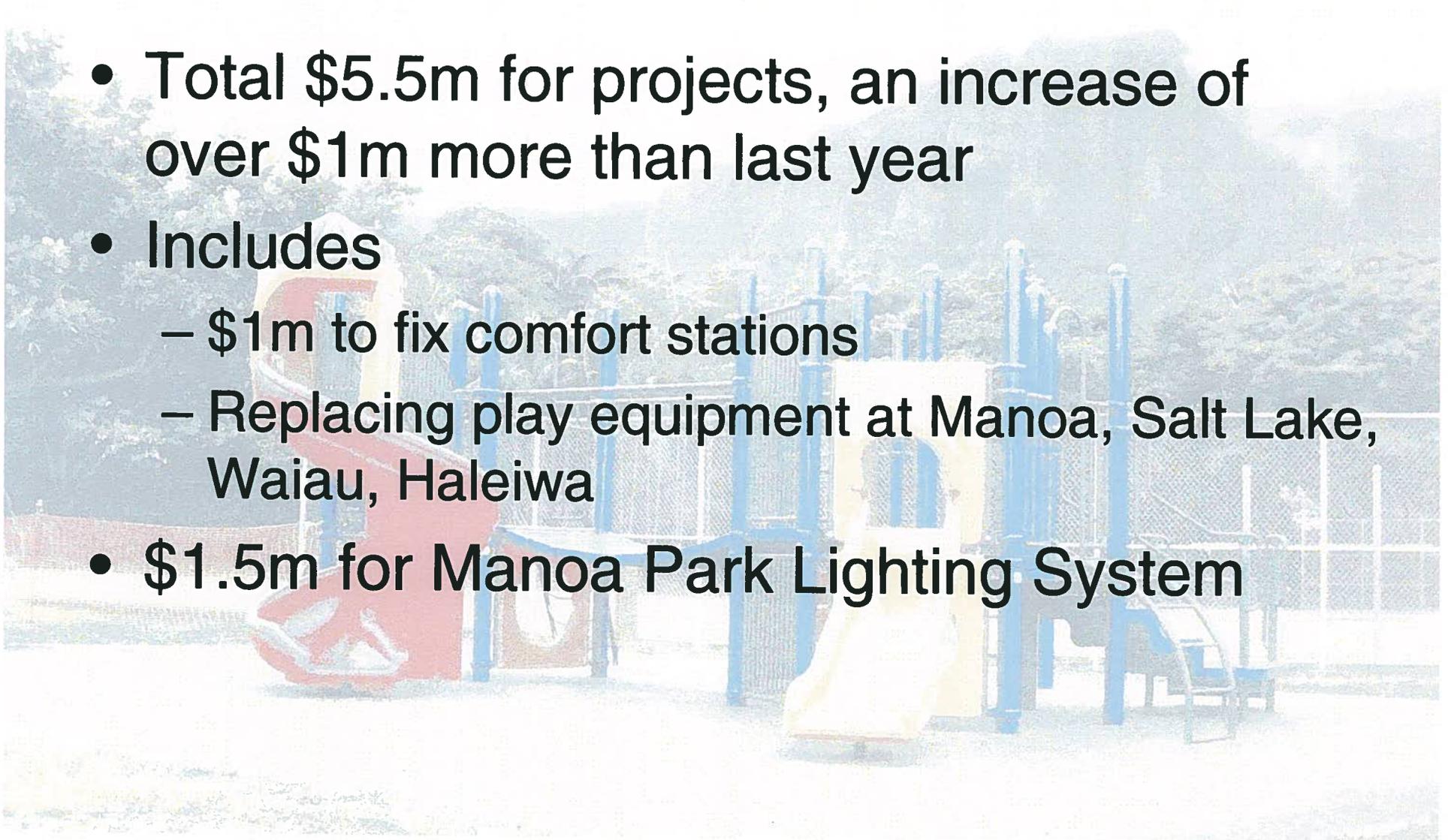
- Pay attention to long neglected parks and public facilities
- Years of deferred maintenance led to deteriorating conditions
- Parks and public facilities are critical for quality of life
- Emphasis on fixing and improving what we have, not acquiring or building new parks or facilities

Fix Deteriorating Park Facilities, Leaking Roofs, Water Systems

- Total \$6.3m to fix facilities, nearly \$2.1m more than last year
- \$1.5m for Recreation Districts 1, 2, 3, 4
- \$300k for Recreation District 5
- Includes:
 - District 1: Kaimuki Park, Petrie Park
 - District 2: Ala Moana Concession, Booth Park, Aiea Park, Lanakila Park
 - District 3: Mililani Park, Waianae Park
 - District 4: Waialua Park, Kaneohe Park, Kualoa Park, Kahuku
 - District 5: Hans L'Orange, Waipio

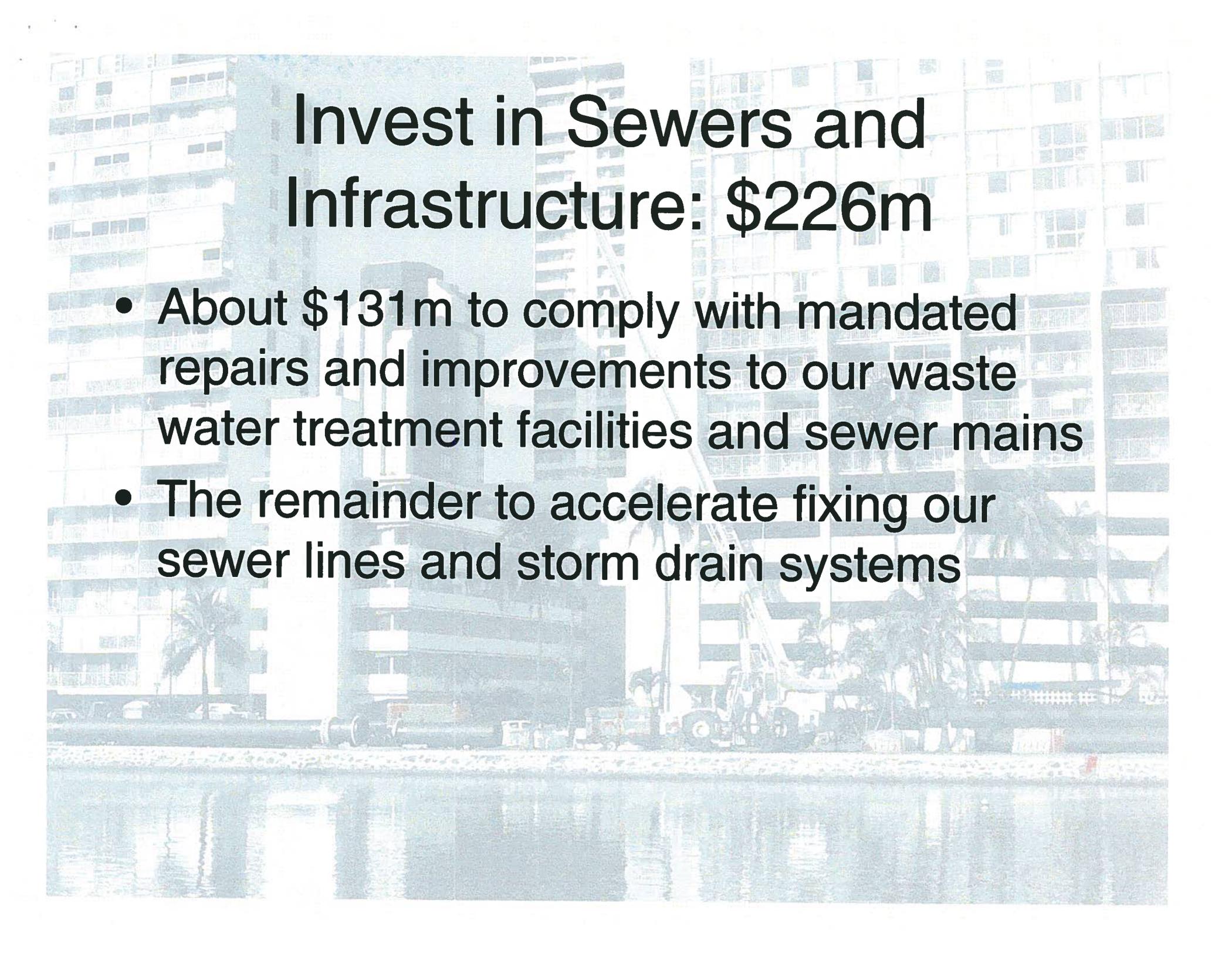
Renovate Neglected Park Facilities

- Total \$5.5m for projects, an increase of over \$1m more than last year
- Includes
 - \$1m to fix comfort stations
 - Replacing play equipment at Manoa, Salt Lake, Waiau, Haleiwa
- \$1.5m for Manoa Park Lighting System



Revitalize Legacy and Iconic Facilities for Future Generations

- Preserve our best parks and cultural resources
- \$7m investment for the future
- Includes:
 - Blaisdell Master Plan and repair infrastructure (\$1m)
 - Waikiki Shell (\$500k)
 - Ala Moana Park (\$3m)
 - Thomas Square (\$1m)
 - Zoo Reptile Exhibit (\$1.5m)

The background image shows a construction site with a large crane in the foreground, several buildings under construction, and a body of water in the lower portion. The scene is somewhat hazy or overcast.

Invest in Sewers and Infrastructure: \$226m

- About \$131m to comply with mandated repairs and improvements to our waste water treatment facilities and sewer mains
- The remainder to accelerate fixing our sewer lines and storm drain systems

Build Rail Better

- Work collaboratively with HART, stakeholders and governmental agencies
- Push for fiscal responsibility and transparency
- Work with communities on visual impact concerns
- Plan for infrastructure needs for transit oriented development