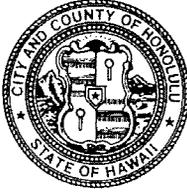


DEPARTMENT OF BUDGET AND FISCAL SERVICES
CITY AND COUNTY OF HONOLULU
530 SOUTH KING STREET, ROOM 208 • HONOLULU, HAWAII 96813
PHONE: (808) 768-3900 • FAX: (808) 768-3179 • INTERNET: www.honolulu.gov

KIRK CALDWELL
MAYOR



NELSON H. KOYANAGI, JR.
DIRECTOR DESIGNATE

GARY KUROKAWA
DEPUTY DIRECTOR

May 2, 2013

The Honorable Ernest Y. Martin, Chair
and Members
Honolulu City Council
530 South King Street, Room 202
Honolulu, Hawaii 96813

Dear Chair Martin and Councilmembers:

Section 12(g) of the Executive Operating Budget and Program, Ordinance No. 12-19 for fiscal year July 1, 2012 to June 30, 2013, authorizes the temporary transfer or loan from any fund if, in the judgment of the Director of Budget and Fiscal Services, the amount in the fund is in excess of immediate requirements.

Hence, I am notifying you that on April 29, 2013, \$20,686,994.00 was temporarily advanced to the Federal Grants Fund from the General Fund.

According to the Department of Transportation Services, the loan is necessary as there is a delay in the receipt of funds from the Federal Transit Administration because the full federal appropriation becomes available only during the last quarter of the City's fiscal year preventing the City from executing a FTA grant and making available federal funds. They anticipate the Federal Grants Funds will repay the \$20,686,994.00 in October 2013 when proceeds from the Federal Transit Administration grant are received.

The cumulative balance of the outstanding loans or advances is \$20,686,994.00.

Sincerely,

A handwritten signature in black ink, appearing to read "Nelson H. Koyanagi, Jr.", written over a horizontal line.

Nelson H. Koyanagi, Jr.
Director Designate

APPROVED:

A handwritten signature in black ink, appearing to read "Ember Lee Shinn", written over a horizontal line.

Ember Lee Shinn
Managing Director

cc: Office of the Mayor

RECEIVED
CITY CLERK
& C OF HONOLULU
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