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# Honolulu Authority for Rapid Transportation — HART

## FY 2016 Operating & CIP Budgets

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H O N O L U L U R A I L T R A N S I T P R O J E C T

566-2299

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# HART Update

- Project Overview

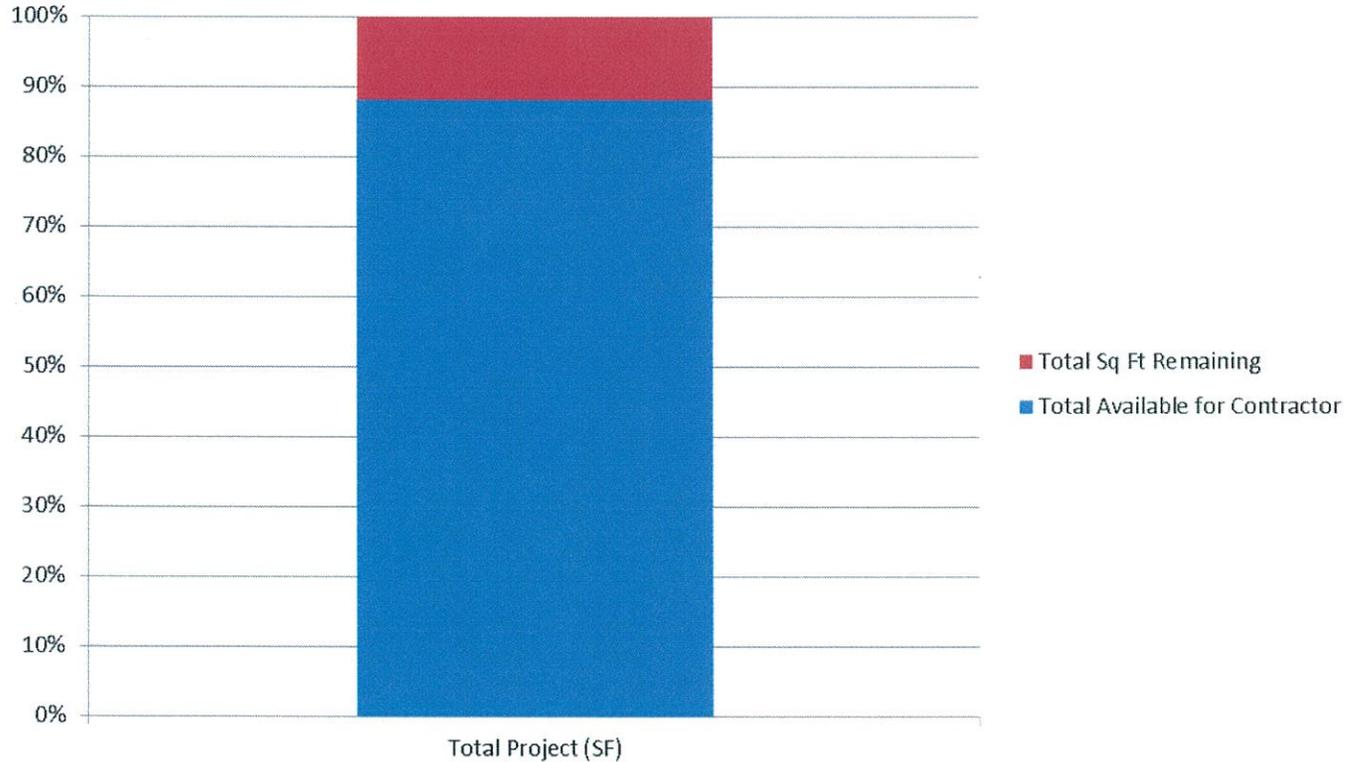
- Over 2 miles, over 140 columns, 200 foundations, 2,300 segments, and 95 spans
- Right of Way – 88% available for Contractor

- Station Bid Update

- Farrington Hwy Station Group
  - 5 bids received; Low bid at \$78,999,000
  - Estimate \$60M-75M (plus contingency \$68.9M -86.2M)
- West Oahu Station Group
  - Advertise: April 13, 2015; Bids Due: June 16, 2015
- Kamehameha Hwy Station Group
  - Advertise: Aug 18, 2015; Bids Due: Nov. 3, 2015

# Progress Acquisition by Land Area

as of 2/20/2015

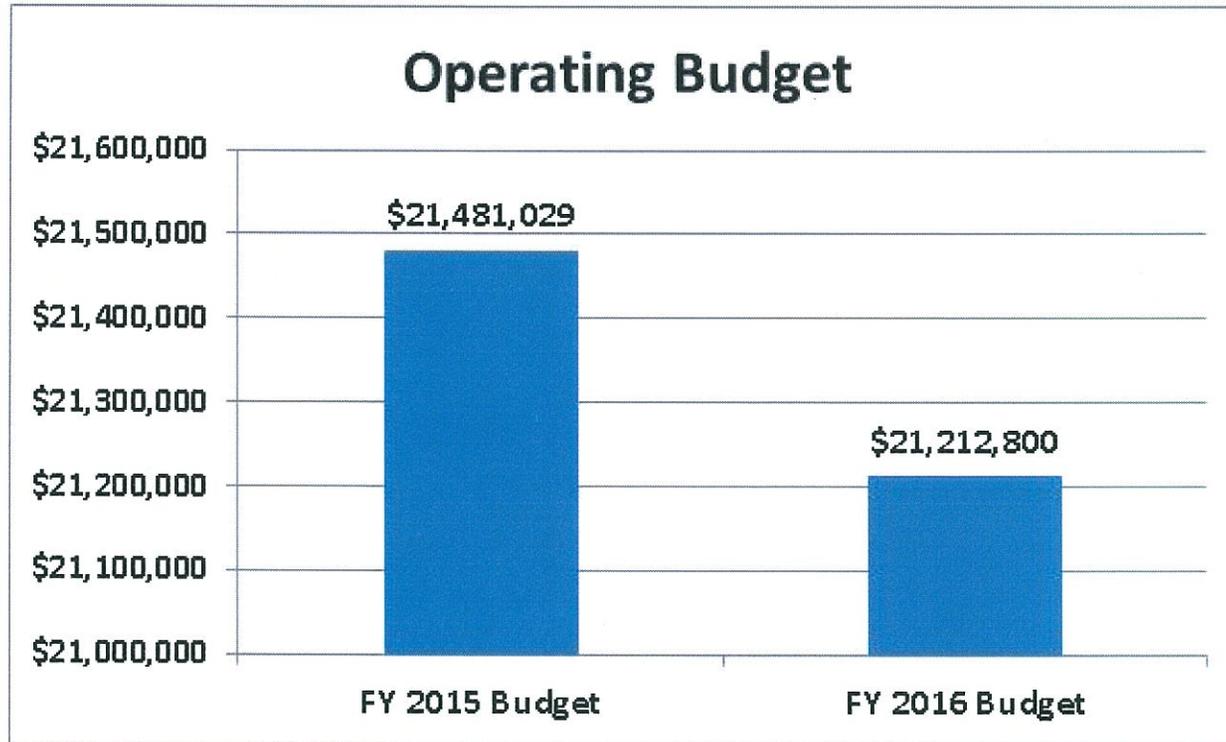


<b>Total Project (SF)</b>	<b>Total Square Feet Requirement</b>	<b>14,430,310</b>
	<b>Total Available for Contractor</b>	<b>12,724,327</b>
	<b>Total Sq Ft Remaining</b>	<b>1,705,983</b>
	<b>% Available for Contractor</b>	<b>88%</b>
	<b>Reported Last Month</b>	<b>84%</b>

# HART FY 2016 Budget

<b>Operating Budget</b>	<b>\$ 21,212,800</b>
<b>Debt Service</b>	<b>\$ 8,000,000</b>
<b>Capital Improvement</b>	<b>\$422,249,700</b>
FY 2016	<b><u>\$1,054,808,500</u></b>
FY 2015 Re-appropriations	<b>\$1,477,058,200</b>
Total	

# HART Operating Budget Comparison



**Total Budget Change: -\$268,229 -1.2%**

# Budget Variances from FY 2015

	FY 2015	FY 2016	Change
HART Operating Budget	\$ 21,481,029	\$21,212,800	-\$268,229
Salaries + Fringe for 139 FTEs	\$ 13,843,425	\$ 13,824,000	-\$19,425
OPEB Contribution	\$0	\$195,000	\$195,000
Rent	\$ 2,378,643	\$ 2,445,000	\$66,357
Legal Fees	\$1,202,354	\$1,000,000	-\$202,354
Repairs: Buildings/Structures	\$300,000	\$5,000	-\$295,000
Centralized Expenses (CASE 5%)	\$1,022,907	\$1,010,100	-\$12,807

# Salary and Fringe Benefits

	FY 2015	FY 2016	Change	%
Salary & Benefits	\$ 13,843,425	\$13,824,000	-\$19,425	-0.1%

- Holding the FY 2016 budget for salary and fringe benefits at the FY 2015 level

# OPEB Contribution

	FY 2015	FY 2016	Change	%
OPEB	\$ 0	\$195,000	\$195,000	N/A

- OPEB = “Other Post Employment Benefits”
- Employees of the City and HART can receive a retiree health benefit after 10 years of service
- ACT 268 legally mandates that this benefit be funded when earned
- Actuary’s report based on HART employees requires a \$195,000 payment in FY 2016

# Rent

	FY 2015	FY 2016	Change	%
Rent	\$ 2,378,643	\$2,445,000	\$66,357	3%

- Current cost be sq. ft. is \$1.49
- Lease agreement increases 3% per year

# Legal Fees

	FY 2015	FY 2016	Change	%
Legal Fees	\$ 1,202,354	\$1,000,000	-\$202,354	-17%

- Reserve for outside legal counsel in the event of legal challenges

# Repairs: Buildings/Structures

	FY 2015	FY 2016	Change	%
Repairs	\$ 300,000	\$5,000	-\$295,000	-98%

- Funds used for repairs, alterations, and securing property acquired for the Right of Way
- These funds are now formally established in the CIP Budget

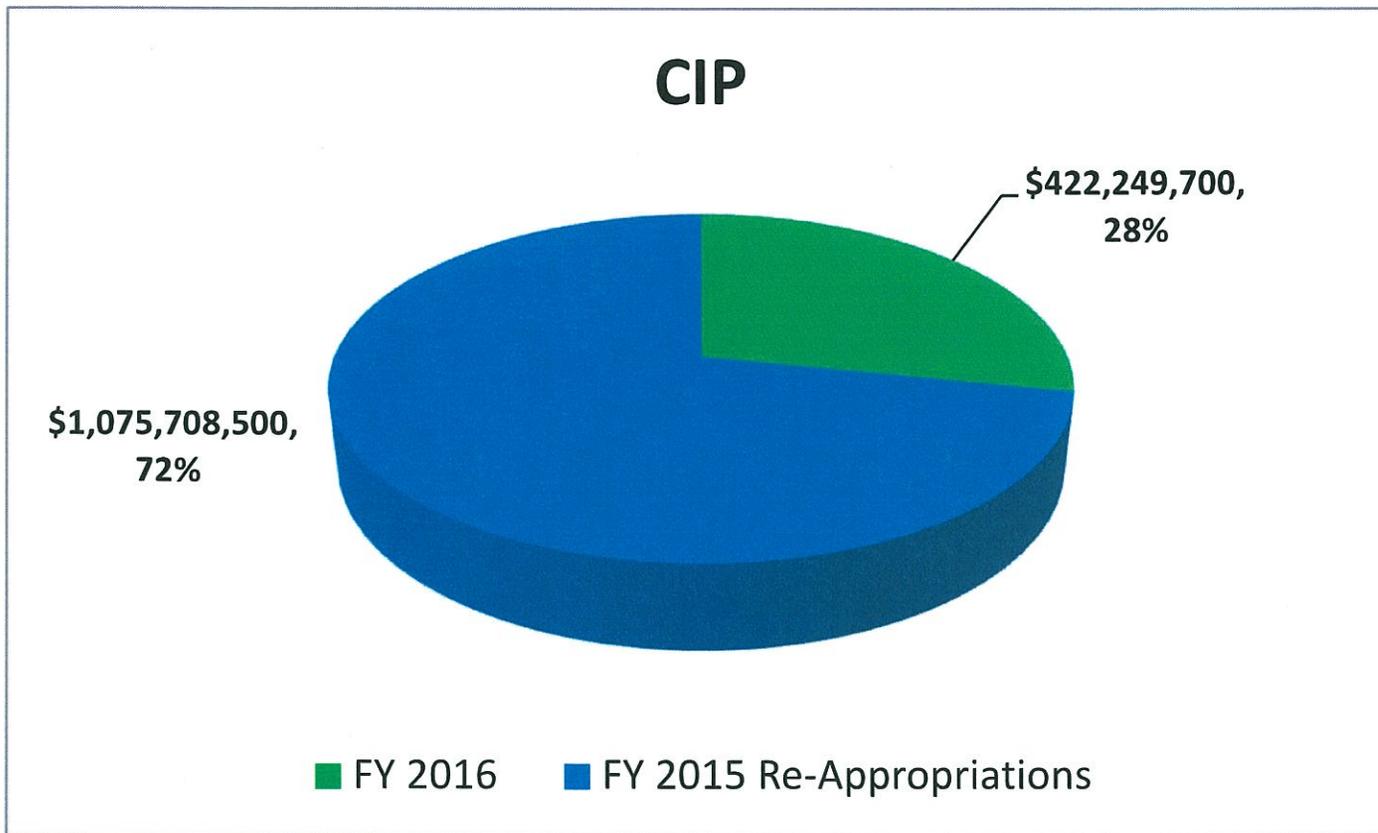
# Centralized Expenses

(CASE 5%)

	FY 2015	FY 2016	Change	%
Centralized Exp.	\$ 1,022,907	\$1,010,100	-\$12,807	-1%

- The 5% CASE charge is paid to the City for general support such as the IT and Accounting backbone systems, payroll, cash receipts and disbursements, and other central support functions
- As the budget decreases the case charge decreases.

# FY 2016 CIP Budget



# HART FY 2016 CIP by Phase

Construction	\$ 170,328,700
Design	\$ 1,400,000
Planning	\$ 521,000
Other (Contingency & Re-Certification)	\$ 250,000,000
Total	\$ 422,249,700

# FY 2016 Capital by Phase

<b>Construction</b>	<b>\$170,328,700</b>
DBB-580 Dillingham SG, Kaka`ako SG Construction	\$122,502,100
HART-201 HART ODC	\$20,000
MI-930 Elevators and Escalators	\$16,474,000
MM-913 Gen Engineering Consultant FD-Construction	\$8,233,500
MM-920 HDOT Coordination Consultant - West Oahu/Farrington	\$5,613,000
MM-921 HDOT Coordination Consultant – Kamehameha Section	\$2,600,000
MM-950 Owner-Controlled Insurance Program (OCIP) Consultant	\$208,100
MM-951 Owner-Controlled Insurance Program (OCIP)	\$5,000,000
MM-962 Core Systems Support	\$8,078,000
MM-964 Safety and Security	\$1,400,000
PA-102 Programmatic Agreement– Historic Preservation Com.	\$200,000
<b>Design</b>	<b>\$1,400,000</b>
MM-922 HDOT Coordination Consultant - Airport Section	\$1,400,000
<b>Planning</b>	<b>\$521,000</b>
MM-930 HDOT State Safety Oversight Agency (SOA) Manager	\$421,000
MM-940 Kako'o Consultant	\$100,000
<b>Sub Total</b>	<b>\$172,249,700</b>
<b>Contingency</b>	<b>\$200,000,000</b>
<b>Recertifications</b>	<b>\$50,000,000</b>
<b>Total</b>	<b>\$422,249,700</b>

# HART FY 2015 Re-Appropriations CIP by Phase

Construction	\$ 982,342,600
Design	\$ 2,465,900
Land/Relocation/Utility Work	\$ 70,000,000
Total	\$ 1,054,808,500

# FY 2015 Re-Appropriations

## Approved FY 2015 Re-Appropriations to FY 2016

### Construction

<b>DB-275</b>	Pearl Highlands Parking Structure/Bus Transit Center	\$173,507,400
<b>DBB-470</b>	Airport Station Group Construction	\$63,346,900
<b>DBB-510</b>	City Center Section Utilities Construction	\$63,025,100
<b>DBB-520</b>	Airport and City Center Sections Guideway Construction	\$682,463,200
	Subtotal	\$982,342,600

### Design

<b>FD-600</b>	UH West Oahu Park-and-Ride and Ho`opili Station	\$2,465,900
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### ROW/Relocation/Utilities

<b>ROW</b>	Right of Way / Relocation	\$20,000,000
<b>Util</b>	Utility Work	\$50,000,000
	Subtotal	\$70,000,000

<b>Total Reappropriations</b>		<b>\$1,054,808,500</b>
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# Questions/Mahalo

# Private Property Acquisition Summary as of 2/20/2015

No	TMK	Take	Address	Total Acquisition (\$)	FFGA Budget	Note	Remaining Balance in Budget
1	1-1-016-005	Full	2676 Waiwai Lp	4,924,144	6,173,973		1,249,829
2	1-1-016-006	Full	2668 Waiwai Lp	3,918,089	4,648,445		730,356
3	1-1-016-014	Full	479 Lagoon Dr	2,843,274	3,930,328		1,087,055
4	1-1-016-015	Full	515 Lagoon Dr	3,551,508	5,067,659		1,516,151
5	1-2-003-016	Full	1819 Dillingham Blvd	1,106,416	1,741,689		635,273
6	1-2-003-082	Full	1825 Dillingham Blvd	984,299	1,596,625		612,326
7	1-2-009-001	Full	1901 Dillingham Blvd	2,805,135	2,814,000		8,865
8	1-2-009-017	Full	1953 Dillingham Blvd	2,257,359	436,620	**	-1,820,739
9	1-2-009-018	Full	1927 Dillingham Blvd	804,686	261,258	**	-543,428
10	1-2-010-068	Full	1900 Dillingham Blvd	1,831,279	2,529,000		697,721
11	1-5-007-021	Full	545 Kaaahi St	2,285,004	2,819,500		534,496
12	1-5-007-023	Full	533 Kaaahi St	2,850,000	2,850,000	*	0
13	1-7-002-026	Full	902 Kekaulike St	5,219,351	4,927,000	**	-292,351
14	2-3-004-048	Full	1156 Waimanu St	1,730,578	1,730,578		0
15	2-3-004-069	Full	1168 Waimanu St	2,660,398	2,658,317		-2,081
16	2-3-007-033	Full	1169 Kona St	5,824,643	10,102,669		4,278,026
17	2-3-007-036	Full	1174 Waimanu St	1,407,845	1,951,386		543,541
18	2-3-007-044	Full	1201 Kona St	1,357,540	1,751,700		394,160
19	9-4-017-011	Full	94-818 Moloalo St	870,000	870,000	*	0
20	9-4-019-050	Full	94-819 Farrington Hwy	1,004,277	1,005,000		723
21	9-4-048-046	Full	94-119 Farrington Hwy	3,159,142	3,159,142	*	0
22	9-4-048-047	Full	94-136 Leonui St	2,749,142	2,749,142	*	0
23	9-6-003-012	Full	96-171 Kamehameha Hwy	287,030	287,030	*	0
24	9-6-003-013	Full	96-165/169 Kamehameha Hwy	455,588	455,588	*	0
25	9-6-003-014	Full	96-157 Kamehameha Hwy	1,216,787	1,216,787	*	0
26	9-6-003-015	Full	96-159 Kamehameha Hwy	53,304	53,304	*	0
27	9-6-003-016	Full	96-149A Kamehameha Hwy	22,304	22,304	*	0
28	9-6-003-017	Full	96-149 Kamehameha Hwy	559,914	559,914	*	0
29	9-6-003-018	Full	96-137 Kamehameha Hwy	1,017,915	1,017,915	*	0
30	9-6-004-002	Full	96-93 Kamehameha Hwy	790,000	790,000	*	0
31	9-6-004-017	Full	Kamehameha Hwy	90,000	90,000	*	0
32	9-8-009-017	Full	98-077 Kamehameha Hwy	2,509,030	3,512,500		1,003,470
33	9-8-010-002	Full	98-080 Kamehameha Hwy	6,027,021	6,027,021	*	0
34	9-9-003-068	Full	99-140 Kohomua St	993,783	993,783	*	0
				70,166,783	80,800,178		10,633,394

**Notes:**

\* Baseline assumes zero variance (budget = actual) during FFGA approval process.

\*\* Cost exceeded budgeted amount due to conversion from partial to full acquisition.