

REPORT OF THE COMMITTEE ON BUDGET

Voting Members:

Ann H. Kobayashi, Chair; Joey Manahan, Vice Chair;
Carol Fukunaga, Trevor Ozawa, Kymberly Marcos Pine

Committee Meeting Held
May 12, 2015

Honorable Ernest Y. Martin
Chair, City Council
City and County of Honolulu

Mr. Chair:

Your Committee on Budget, which considered Bill 18 (2015) entitled:

"A BILL FOR AN ORDINANCE RELATING TO THE HONOLULU AUTHORITY
FOR RAPID TRANSPORTATION CAPITAL BUDGET AND PROGRAM FOR
THE FISCAL YEAR JULY 1, 2015 TO JUNE 30, 2016,"

which passed second reading and a public hearing at the April 22, 2015 Council meeting, reports as follows:

The purpose of the Bill is to appropriate \$1,477,058,200 for projects and public improvements in the Utilities or Other Enterprises functions for the Honolulu Authority for Rapid Transportation (HART) Capital Budget for Fiscal Year July 1, 2015 to June 30, 2016.

Your Committee received testimony from one individual in support of the Bill.

Testimony was also received from the following individuals, institutions, organizations, and governmental agencies:

1. Bert West (comments Rail Transit project)
2. Shannon Alivado, General Contractors Association of Hawaii (support)
3. Kim-Anh Nguyen, MD, PhD, President and CEO, Blood Bank Hawaii (support)

CITY COUNCIL

CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ADOPTED ON JUN 3 2015

COMMITTEE REPORT NO. 171

REPORT OF THE COMMITTEE ON BUDGET

Voting Members:

Ann H. Kobayashi, Chair; Joey Manahan, Vice Chair;
Carol Fukunaga, Trevor Ozawa, Kymberly Marcos Pine

Committee Meeting Held
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Page 2

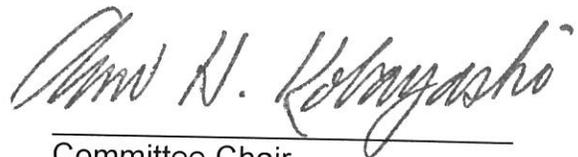
Your Committee amended the Bill based on the Committee Chair's recommendations after discussion and deliberation on proposed amendments.

The proposed CD1 amends the Bill as follows:

- A. Appropriates \$422,249,700 for the Honolulu Authority for Rapid Transportation Capital Budget and Program for Fiscal Year 2016.
- B. Makes various substantive changes, which are noted in the Amendment List contained within the Bill.
- C. Makes various technical and non-substantive amendments.

Your Committee on Budget is in accord with the intent and purpose of Bill 18 (2015) as amended herein, and recommends that it pass third reading in the form attached hereto as Bill 18 (2015), CD1. (Ayes: Kobayashi, Fukunaga, Ozawa, Pine – 4; Noes: None; Excused: Manahan – 1.)

Respectfully submitted,



Committee Chair

At the 6/3/15 Council meeting, the Bill was further amended and subsequently passed third reading in the form attached hereto as Bill 18, CD1, FD1.

CITY COUNCIL
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ADOPTED ON JUN 3 2015

COMMITTEE REPORT NO. 171

SUMMARY OF PROPOSED COMMITTEE DRAFT:

Bill 18 (2015)

**RELATING TO THE HONOLULU AUTHORITY FOR RAPID
TRANSPORTATION CAPITAL BUDGET AND PROGRAM FOR THE FISCAL
YEAR JULY 1 2015 TO JUNE 30, 2016.**

PROPOSED CD1 makes the following amendments:

- A. Appropriates \$422,249,700 for the Honolulu Authority for Rapid Transportation Capital Budget and Program for Fiscal Year 2016.
- B. Makes various substantive changes, which are noted in the Amendment List contained within the bill.
- C. Makes various technical and non-substantive amendments.



A BILL FOR AN ORDINANCE

RELATING TO THE HONOLULU AUTHORITY FOR RAPID TRANSPORTATION CAPITAL BUDGET AND PROGRAM FOR THE FISCAL YEAR JULY 1, 2015 TO JUNE 30, 2016.

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, 2015 to June 30, 2016 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	\$ 126,674,910	\$ 126,674,910
GENERAL OBLIGATION BONDS:			
TF	Transit Improvement Bond Fund	\$ 266,017,311	\$ 266,017,311
TRANSIT FUND:			
TR	Transit Fund	\$ 29,557,479	\$ 29,557,479
TOTAL ALL FUNDS			\$ 422,249,700



CITY COUNCIL
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ORDINANCE _____

BILL 18 (2015), CD1

A BILL FOR AN ORDINANCE

SECTION 2. The monies described in Section 1 for the fiscal year July 1, 2015 to June 30, 2016 are appropriated as indicated to the following projects and public improvements in the UTILITIES OR OTHER ENTERPRISES function. Nothing in this section shall be construed as restricting the allocation of monies among the work phase appropriations (e.g., planning, design, and construction).

PROJECT NUMBER	FUNCTIONS, PROGRAMS & PROJECTS	WORK PHASE	SOURCE OF FUNDS	TOTAL ALL FUNDS
<u>UTILITIES OR OTHER ENTERPRISES</u>				
MASS TRANSIT				
<u>HONOLULU AUTHORITY FOR RAPID TRANSPORTATION</u>				
2007005	HONOLULU HIGH CAPACITY TRANSIT PROJECT	- L	126,674,910 FG	422,249,700
		521,000 P	266,017,311 TF	
		1,400,000 D	29,557,479 TR	
	Plan, design, construct, relocate, and other for the Locally Preferred Alternative. At least \$3,000,000 shall be appropriated to assist with the relocation of the Blood Bank of Hawaii which will be adversely affected by the project.	167,328,700 C		
		- I		
		- E		
		3,000,000 R		
		250,000,000 X		
		- A		
TOTAL UTILITIES OR OTHER ENTERPRISES		\$ 422,249,700	\$ 422,249,700	\$ 422,249,700



CITY COUNCIL
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ORDINANCE _____

BILL 18 (2015), CD1

A BILL FOR AN ORDINANCE

PROJECT NUMBER	FUNCTIONS, PROGRAMS & PROJECTS	WORK PHASE	SOURCE OF FUNDS	TOTAL ALL FUNDS
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UTILITIES OR OTHER ENTERPRISES

SOURCE OF FUNDS

FG Federal Grants Fund	\$	126,674,910
TF Transit Improvement Bond Fund		266,017,311
TR Transit Fund		29,557,479
TOTAL SOURCE OF FUNDS	\$	422,249,700

WORK PHASE

L Land	\$	-
P Planning		521,000
D Design		1,400,000
C Construction		167,328,700
I Inspection		-
E Equipment		-
R Relocation		3,000,000
X Other		250,000,000
A Art		
TOTAL WORK PHASES	\$	422,249,700



A BILL FOR AN ORDINANCE

SECTION 3. General Provisos.

(a) As used in this Ordinance:

"Authority" means the Honolulu Authority for Rapid Transportation.

"Council" means the Council of the City and County of Honolulu.

"Government" means the federal government, the Hawaii State government, the government of any other state, any political subdivision of any state, or any quasi-governmental entity.

(b) Limited purpose monies. The Authority may receive monies whose use is specified or otherwise limited by the monies' source from: (1) any governmental or quasi-governmental agency; (2) any private source including monetary gifts whose use is specified by the donor; or (3) any combination thereof. When such monies are received, the Authority shall maintain special funds or accounts showing the monies so received and specifying the purposes for which they have been received and held.

All such monies specified in Section 2 of this ordinance are appropriated in the amounts and for the purposes set forth, and all expenditures shall be made as provided by law. All other such monies not specified in Section 2 of this ordinance and which are limited purpose monies are hereby appropriated and may be expended by the Authority for their permitted limited purposes.

The Authority shall report to the Council no later than 30 days after June 30 detailing, for the capital budget fiscal year just ended, the amount of any excess monies received, and the function, program, and project to which the monies have been allotted for expenditure.

(c) At the close of the each quarter, the Authority shall submit to the Council a Statement of Cash Receipts and Disbursements showing for each quarter for each individual fund the cash balance at the start of the accounting period, the cash receipts and disbursements during the period, and the cash balance at the end of the month of each month of the quarter covered by the report.

(d) Any appropriation authorized in this ordinance or any amendment thereto shall be valid for the fiscal year July 1, 2015 to June 30, 2016 and 12 months thereafter. Any part of such appropriation which is not expended or encumbered shall lapse on June 30, 2017.



A BILL FOR AN ORDINANCE

(e) If any portion of this ordinance or the application thereof to any person or circumstance is held to be invalid for any reason, the Council hereby declares that the remainder of this ordinance and all other provisions thereof shall not be affected thereby. If any portion of a specific appropriation is held to be invalid for any reason, the remaining portion shall be independent of the invalid portion and such remaining portion shall be expended to fulfill the objectives of such appropriation to the extent possible.

(f) No monies shall be expended by the Honolulu Authority for Rapid Transportation for any purpose from the Transit Fund or Transit Improvement Bond Fund, unless such monies are first appropriated by the City Council.

(g) The project number is included for accounting purposes only. If there is a conflict between the number and the project title in this ordinance, the project title shall prevail.

SECTION 4. The detailed Statement of Revenues and Surplus contained in the Executive Operating Program for the Fiscal Year July 1, 2015 to June 30, 2016, as transmitted to the Council in the Executive Program and Budget for the Fiscal Year 2016, Volume 1 (Operating Program and Budget), and as amended in any Executive Operating Program amendments, is hereby incorporated by reference and adopted as an integral part of this ordinance. The detailed Statement of Revenues and Surplus contained therein may be further amended regarding any applicable fund by any amendment to the Executive Operating Budget ordinance, Executive Capital Budget ordinance, Legislative Budget ordinance, Operating Budget ordinance for the Honolulu Authority for Rapid Transportation, or Capital Budget ordinance for the Honolulu Authority for Rapid Transportation. In case of any conflict between the substantive provisions of the Executive Operating Program as transmitted and this ordinance or the above budget amendments, the provisions of this ordinance and any of the above budget amendments shall prevail.

SECTION 5. The amendments to the HART Capital Budget ordinance, as attached hereto, are hereby incorporated by reference and adopted as an integral part of this ordinance.



A BILL FOR AN ORDINANCE

SECTION 6. This Ordinance takes effect on July 1, 2015.

INTRODUCED BY:

Ernest Martin (BR)

DATE OF INTRODUCTION:

March 2, 2015
Honolulu, Hawaii

Councilmembers

APPROVED AS TO FORM AND LEGALITY:

Deputy Corporation Counsel

APPROVED this _____ day of _____, 20__.

KIRK CALDWELL, Mayor
City and County of Honolulu



A BILL FOR AN ORDINANCE

AMENDMENTS TO HART CAPITAL BUDGET

<u>FUNCTION/PROGRAM/PROJECT</u>	<u>AMENDMENT</u>	<u>AMOUNT</u>	<u>PH</u>	<u>AMOUNT</u>	<u>FD</u>
UTILITIES OR OTHER ENTERPRISES					
MASS TRANSIT					
HONOLULU AUTHORITY FOR RAPID TRANSPORTATION					
2007005 HONOLULU HIGH CAPACITY TRANSIT PROJECT	Amend funding and amend description to read: Plan, design, construct, [inspect, relocate, acquire land, equipment and art work] <u>relocate, and other</u> for the Locally Preferred Alternative. <u>At least \$3,000,000 shall be appropriated to assist with the relocation of the Blood Bank of Hawaii which will be adversely affected by the project.</u>	(\$2,465,900.00)	D	\$126,674,910.00	FG
		(\$985,342,600.00)	C	\$266,017,311.00	TF
		\$3,000,000.00	R	(\$1,447,500,721.00)	TR
		(\$70,000,000.00)	X		

SECTION 3. GENERAL PROVISOS

NEW SECTION.

Amend language to add new section as follows: "SECTION 5. The amendments to the HART Capital Budget ordinance, as attached hereto, are hereby incorporated by reference and adopted as an integral part of this ordinance."

SECTION 5.

Amend language in Section 5 as follows: "SECTION [5] 6. This Ordinance takes effect on July 1, 2015."

- END OF BILL -



A BILL FOR AN ORDINANCE

RELATING TO THE HONOLULU AUTHORITY FOR RAPID TRANSPORTATION CAPITAL BUDGET AND PROGRAM FOR THE FISCAL YEAR JULY 1, 2015 TO JUNE 30, 2016.

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, 2015 to June 30, 2016 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	\$ 178,949,425	\$ 178,949,425
GENERAL OBLIGATION BONDS:			
TF	Transit Improvement Bond Fund	\$ 266,017,311	\$ 266,017,311
TRANSIT FUND:			
TR	Transit Fund	\$ 151,531,349	\$ 151,531,349
TOTAL ALL FUNDS			\$ 596,498,085



CITY COUNCIL
 CITY AND COUNTY OF HONOLULU
 HONOLULU, HAWAII

ORDINANCE _____
 BILL 18 (2015), CD1, FD1

A BILL FOR AN ORDINANCE

SECTION 2. The monies described in Section 1 for the fiscal year July 1, 2015 to June 30, 2016 are appropriated as indicated to the following projects and public improvements in the UTILITIES OR OTHER ENTERPRISES function. Nothing in this section shall be construed as restricting the allocation of monies among the work phase appropriations (e.g., planning, design, and construction).

PROJECT NUMBER	FUNCTIONS, PROGRAMS & PROJECTS	WORK PHASE	SOURCE OF FUNDS	TOTAL ALL FUNDS
<u>UTILITIES OR OTHER ENTERPRISES</u>				
MASS TRANSIT				
<u>TRANSPORTATION SERVICES</u>				
2007005	HONOLULU HIGH CAPACITY TRANSIT PROJECT	- L	178,949,425 FG	596,498,085
		521,000 P	266,017,311 TF	
	Plan, design, construct, relocate, and other for the Locally Preferred Alternative. At least \$3,000,000 shall be appropriated	1,400,000 D	151,531,349 TR	
		341,577,085 C		
		- I		
		- E		
		3,000,000 R		
		250,000,000 X		
		- A		
TOTAL UTILITIES OR OTHER ENTERPRISES		\$ 596,498,085	\$ 596,498,085	\$ 596,498,085



A BILL FOR AN ORDINANCE

PROJECT NUMBER	FUNCTIONS, PROGRAMS & PROJECTS	WORK PHASE	SOURCE OF FUNDS	TOTAL ALL FUNDS
UTILITIES OR OTHER ENTERPRISES				
SOURCE OF FUNDS				
	FG Federal Grants Fund		178,949,425	
	TF Transit Improvement Bond Fund		266,017,311	
	TR Transit Fund		151,531,349	
	TOTAL SOURCE OF FUNDS		<u>\$ 596,498,085</u>	
WORK PHASE				
	L Land		\$ -	
	P Planning		521,000	
	D Design		1,400,000	
	C Construction		341,577,085	
	I Inspection		-	
	E Equipment		-	
	R Relocation		3,000,000	
	X Other		250,000,000	
	A Art		-	
	TOTAL WORK PHASES		<u>\$ 596,498,085</u>	



A BILL FOR AN ORDINANCE

SECTION 3. General Provisos.

(a) As used in this Ordinance:

"Authority" means the Honolulu Authority for Rapid Transportation.

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"Government" means the federal government, the Hawaii State government, the government of any other state, any political subdivision of any state, or any quasi-governmental entity.

(b) Limited purpose monies. The Authority may receive monies whose use is specified or otherwise limited by the monies' source from: (1) any governmental or quasi-governmental agency; (2) any private source including monetary gifts whose use is specified by the donor; or (3) any combination thereof. When such monies are received, the Authority shall maintain special funds or accounts showing the monies so received and specifying the purposes for which they have been received and held.

All such monies specified in Section 2 of this ordinance are appropriated in the amounts and for the purposes set forth, and all expenditures shall be made as provided by law. All other such monies not specified in Section 2 of this ordinance and which are limited purpose monies are hereby appropriated and may be expended by the Authority for their permitted limited purposes.

The Authority shall report to the Council no later than 30 days after June 30 detailing, for the capital budget fiscal year just ended, the amount of any excess monies received, and the function, program, and project to which the monies have been allotted for expenditure.

(c) At the close of the each quarter, the Authority shall submit to the Council a Statement of Cash Receipts and Disbursements showing for each quarter for each individual fund the cash balance at the start of the accounting period, the cash receipts and disbursements during the period, and the cash balance at the end of the month of each month of the quarter covered by the report.

(d) Any appropriation authorized in this ordinance or any amendment thereto shall be valid for the fiscal year July 1, 2015 to June 30, 2016 and 12 months thereafter. Any part of such appropriation which is not expended or encumbered shall lapse on June 30, 2017.



A BILL FOR AN ORDINANCE

(e) If any portion of this ordinance or the application thereof to any person or circumstance is held to be invalid for any reason, the Council hereby declares that the remainder of this ordinance and all other provisions thereof shall not be affected thereby. If any portion of a specific appropriation is held to be invalid for any reason, the remaining portion shall be independent of the invalid portion and such remaining portion shall be expended to fulfill the objectives of such appropriation to the extent possible.

(f) No monies shall be expended by the Honolulu Authority for Rapid Transportation for any purpose from the Transit Fund or Transit Improvement Bond Fund, unless such monies are first appropriated by the City Council.

(g) The project number is included for accounting purposes only. If there is a conflict between the number and the project title in this ordinance, the project title shall prevail.

SECTION 4. The detailed Statement of Revenues and Surplus contained in the Executive Operating Program for the Fiscal Year July 1, 2015 to June 30, 2016, as transmitted to the Council in the Executive Program and Budget for the Fiscal Year 2016, Volume 1 (Operating Program and Budget), and as amended in any Executive Operating Program amendments, is hereby incorporated by reference and adopted as an integral part of this ordinance. The detailed Statement of Revenues and Surplus contained therein may be further amended regarding any applicable fund by any amendment to the Executive Operating Budget ordinance, Executive Capital Budget ordinance, Legislative Budget ordinance, Operating Budget ordinance for the Honolulu Authority for Rapid Transportation, or Capital Budget ordinance for the Honolulu Authority for Rapid Transportation. In case of any conflict between the substantive provisions of the Executive Operating Program as transmitted and this ordinance or the above budget amendments, the provisions of this ordinance and any of the above budget amendments shall prevail.

SECTION 5. The amendments to the HART Capital Budget ordinance, as attached hereto, are hereby incorporated by reference and adopted as an integral part of this ordinance.



CITY COUNCIL
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ORDINANCE _____

BILL 18 (2015), CD1, FD1

A BILL FOR AN ORDINANCE

SECTION 6. This Ordinance takes effect on July 1, 2015.

INTRODUCED BY:

Ernest Martin (BR)

DATE OF INTRODUCTION:

March 2, 2015
Honolulu, Hawaii

Councilmembers

APPROVED AS TO FORM AND LEGALITY:

Deputy Corporation Counsel

APPROVED this _____ day of _____, 20____.

KIRK CALDWELL, Mayor
City and County of Honolulu



A BILL FOR AN ORDINANCE

AMENDMENTS TO THE HART CAPITAL BUDGET
CD1 Amendments = Plain Text; FD1 Amendments = *Italic Text*

AMENDMENTS TO THE HART CAPITAL BUDGET AND PROGRAM

<u>FUNCTION/PROGRAM/PROJECT</u>	<u>AMENDMENT</u>	<u>AMOUNT</u>	<u>PH</u>	<u>AMOUNT</u>	<u>FD</u>
UTILITIES OR OTHER ENTERPRISES					
MASS TRANSIT					
HONOLULU AUTHORITY FOR RAPID TRANSPORTATION					
2007005 HONOLULU HIGH CAPACITY TRANSIT PROJECT	Amend funding and amend description to read: Plan, design, construct, [inspect, relocate, acquire land, equipment and art work] <u>relocate, and other</u> for the Locally Preferred Alternative. <u>At least \$3,000,000 shall be appropriated to assist with the relocation of the Blood Bank of Hawaii which will be adversely affected by the project.</u>	(\$2,465,900) (\$985,342,600) \$3,000,000 (\$70,000,000)	D C R X	\$126,674,910 \$266,017,311 (\$1,447,500,721)	FG TF TR
2007005 HONOLULU HIGH CAPACITY TRANSIT PROJECT	<i>Increase funding for construction.</i>	\$174,248,385	C	\$52,274,515 \$121,973,870	FG TR

NEW SECTION.

Amend language to add new section as follows: "SECTION 5. The amendments to the HART Capital Budget ordinance, as attached hereto, are hereby incorporated by reference and adopted as an integral part of this ordinance."

SECTION 5.

Amend language in Section 5 as follows: "SECTION [5] §. This Ordinance takes effect on July 1, 2015."

- END OF BILL -