



HONOLULU AUTHORITY for RAPID TRANSPORTATION

Daniel A. Grabauskas  
EXECUTIVE DIRECTOR AND CEO

FINANCE  
COMMITTEE MEMBERS

Keslie W.K. Hui  
CHAIR

Donald G. Horner  
VICE CHAIR

George I. Atta  
Robert Bunda  
Michael D. Formby  
Ford N. Fuchigami  
Ivan M. Lui-Kwan, Esq.  
Carrie K.S. Okinaga, Esq.

**Finance Committee Meeting**  
**Ali'i Place, Suite 150**  
**1099 Alakea Street, Honolulu, Hawaii**  
(meeting room entrance on Richards Street)  
Thursday, October 23, 2014 9:00 A.M.

**Agenda**

- I. Call to Order by Chair
- II. Public Testimony on all Agenda Items
- III. Approval of the October 9, 2013 Minutes of the Finance Committee Meeting
- IV. FY2016 Operating and Capital Budget
- V. Executive Session  
Pursuant to Hawaii Revised Statutes Section 92-4 and Section 92-5(a)(4), the Committee may enter into Executive Session to consult with its attorneys on questions and issues on matters pertaining to the Committee's powers, duties, privileges, immunities and liabilities.
- VI. Adjournment

Note: Persons wishing to testify on items listed on the agenda are requested to register by completing a speaker registration form at the meeting or online on the HART section of the [www.honolulustransit.org](http://www.honolulustransit.org) website. Each speaker is limited to a **two-minute** presentation.

Persons who have not registered to speak in advance should raise their hands at the time designated for public testimony and they will be given an opportunity to speak following oral testimonies of the registered speakers.

Any physically challenged person requiring special assistance should call (808) 768-6258 for details at least three days prior to the meeting date.



IN REPLY REFER TO:  
CMS-AP00-00801

HONOLULU AUTHORITY for RAPID TRANSPORTATION

Daniel A. Grabauskas  
EXECUTIVE DIRECTOR AND CEO

BOARD OF DIRECTORS

October 23, 2014

Ivan M. Lui-Kwan, Esq.  
CHAIR

Donald G. Horner  
VICE CHAIR

The Honorable Kirk Caldwell, Mayor  
City and County of Honolulu  
530 South King Street, Room 300  
Honolulu, Hawaii 96813

George I. Atta  
Robert Bunda  
Michael D. Formby  
Ford N. Fuchigami  
William "Buzz" Hong  
Keslie W.K. Hui  
Damien T.K. Kim  
Carrie K.S. Okinaga, Esq.

and

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



Dear Mayor Caldwell, Chair Martin, and Councilmembers:

On behalf of the Finance Committee of the Honolulu Authority for Rapid Transportation (HART), I transmit for your consideration and input HART's requested Fiscal Year (FY) 2016 Operating and Capital Budgets in the amounts delineated below, and Exhibits A and B with explanations for these amounts (as attached).

Total FY 2016 Operating Budget.....\$29,212,800  
Total FY 2016 Capital Budget.....\$1,477,058,200

HART's requested FY 2016 budgets do not include any request of City general fund monies. However, the requested Operating Budget includes \$2,031,500 as direct reimbursement to general fund and central administrative services expense, and the Capital Budget includes monies for HART's Capital Improvement Bond Fund subsidiary account.

Please note that HART anticipates requesting General Obligation Bond authorization from the City Council in the current fiscal year as well as FY 2016, which will be transmitted separately. The HART organization looks forward to working with the City Council in this regard.

Sincerely,

Daniel A. Grabauskas  
Executive Director and CEO

Attachments

cc: HART Board of Directors



HONOLULU AUTHORITY for RAPID TRANSPORTATION

Daniel A. Grabauskas  
EXECUTIVE DIRECTOR AND CEO

**HONOLULU AUTHORITY FOR RAPID TRANSPORTATION**  
**Requested Operating Expense Budget**  
**For Fiscal Year 2016**

BOARD OF DIRECTORS

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Carrie K.S. Okinaga, Esq.

<b>Budget Description</b>	<b>2015 Budget</b>	<b>2016 Budget</b>
<b><u>Personnel</u></b>		
Regular Pay	9,414,755	9,744,000
Overtime, Night Shift, Temp Assign Pay	95,000	95,000
Fringe Benefits	4,332,670	4,484,000
OPEB Mandatory Payment	0	195,000
Service or Merit Awards	1,000	1,000
<b>Personnel Expense Subtotal</b>	<b>13,843,425</b>	<b>14,519,000</b>
<b><u>Current Expenses</u></b>		
Office & Computer Supplies	147,000	147,000
Meals & Foods	6,500	6,500
Safety & Misc Supplies	9,300	9,300
Parts / Equip	210,000	210,000
Legal Services	1,202,354	1,000,000
Professional Svcs. Direct Reimb	2,044,307	2,031,500
Professional Svcs. Other	250,000	250,000
Postage & Shipping	9,000	9,000
Telephone	40,000	40,000
Communication Svcs	170,000	128,000
Relocation - New hires	30,000	30,000
Travel Expense - Out-of-State	95,000	95,000
Advertising, Publication of Notices	45,000	45,000
Insurance on Equip. & Gen. Liab.	18,000	18,000
Liability Insurance (Dir. & Off)	55,000	55,000
Printing & Binding	1,500	1,500
Other Repairs to Bldgs & structures	300,000	5,000
R&M - office furniture & equip	12,000	12,000
Rentals	2,378,643	2,445,000
Fees (memberships, Registration & parking)	50,000	50,000
Computer Software maintenance agreements	58,000	100,000
Other Fixed Charges	500,000	0
<b>Current Expenses Subtotal</b>	<b>7,631,604</b>	<b>6,687,800</b>
<b><u>Equipment &amp; Software</u></b>	<b>6,000</b>	<b>6,000</b>
<b>Total Before Debt Service</b>	<b>21,481,029</b>	<b>21,212,800</b>
Interest Expense	0	8,000,000
<b>Total Budget</b>	<b>21,481,029</b>	<b>29,212,800</b>
<b>Total Full-time Equivalent Positions</b>	<b>139</b>	<b>139</b>

# Exhibit B

Honolulu Authority for Rapid Transportation						
Requested Capital Improvement Budget for Fiscal Year Ending June 30, 2016						
FY 2016						
	Construction	Design	Planning	Inspection	Other	Total
<b>Construction</b>	<b>\$143,976,100</b>					<b>\$143,976,100</b>
DBB-580 Dillingham SG, Kaka'ako SG Construction	\$122,502,100					\$122,502,100
MI-930 Elevators and Escalators	\$16,474,000					\$16,474,000
MM-951 Owner-Controlled Insurance Program (OCIP)	\$5,000,000					\$5,000,000
<b>Consultants</b>	<b>\$26,132,600</b>	<b>\$1,400,000</b>	<b>\$421,000</b>			<b>\$27,953,600</b>
MM-913 Gen Engineering Consultant FD-Construction	\$8,233,500					\$8,233,500
MM-920 HDOT Coordination Consultant - West Oahu/Farrington	\$5,613,000					\$5,613,000
MM-921 HDOT Coordination Consultant – Kamehameha Section	\$2,600,000					\$2,600,000
MM-922 HDOT Coordination Consultant - Airport Section		\$1,400,000				\$1,400,000
MM-930 HDOT State Safety Oversight Agency (SOA) Manager			\$421,000			\$421,000
MM-950 Owner-Controlled Insurance Program (OCIP) Consultant	\$208,100					\$208,100
MM-962 Core Systems Support	\$8,078,000					\$8,078,000
MM-964 Safety and Security	\$1,400,000					\$1,400,000
<b>Programmatic Agreements</b>	<b>\$200,000</b>		<b>\$100,000</b>			<b>\$300,000</b>
MM-940 Kako'o Consultant			\$100,000			\$100,000
PA-102 Programmatic Agreement– Historic Preservation Com.	\$200,000					\$200,000
<b>Quality Audits</b>	<b>\$20,000</b>					<b>\$20,000</b>
<b>Total</b>	<b>\$170,328,700</b>	<b>\$1,400,000</b>	<b>\$521,000</b>			<b>\$172,249,700</b>
Contingency						\$200,000,000
Recertifications						\$50,000,000
<b>Total</b>	<b>\$170,328,700</b>	<b>\$1,400,000</b>	<b>\$521,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$422,249,700</b>
Re-Appropriations FY 2015	\$982,342,600	\$2,465,900	\$0	\$0	\$70,000,000	\$1,054,808,500
<b>Grand Total</b>	<b>\$1,152,671,300</b>	<b>\$3,865,900</b>	<b>\$521,000</b>	<b>\$0</b>	<b>\$70,000,000</b>	<b>\$1,477,058,200</b>