



HONOLULU AUTHORITY for RAPID TRANSPORTATION

HART FACTS—FEBRUARY 2016

HART CEO Dan Grabauskas answers community questions about rail transit.

QUESTION:

What are the major reasons the rail project's costs have gone up?

DAN GRABAUSKAS:

The recent projected cost increases are due in part to lengthy legal challenges and other delays. The delays have resulted in HART calling for bids in a time of dramatically rising construction costs, some of the highest in the nation. In addition, GET revenue forecast for the project is running behind by about \$40 million, and HART has pledged not to use federal funds that have been going to TheBus, which has left us short another \$210 million originally budgeted for the project. The extension of the GET surcharge by five years will help HART meet the projected shortfall.

PROJECT REVENUE STATUS As of January 1, 2016	Projections to Date ¹	Collected or Committed to Date	Percentage (of projections)
REVENUE SOURCE:	(in millions)	(in millions)	
Project Beginning Cash Balance (Dec. 2009)	\$ 298	\$ 298	100%
General Excise Tax (GET) Surcharge ²	3,291	1,208	37%
Federal New Starts Funds	1,550	1,056	68%
Other Federal Transportation Funds	214	4	2%
Interest Income	2	9	—
TOTAL	\$5,355	\$2,575	48%

1 - Projections to date from the June 2012 Financial Plan.
2 - Total GET surcharge revenue collected since January 1, 2007, is \$1.59 billion (includes \$378 million collected before December 2009).

PROJECT COST STATUS As of January 1, 2016	Current Budget ¹	Amount Committed ²	Amount Expended ³
	(in millions)	(in millions)	(in millions)
Guideway & Track Elements	\$1,160	\$ 551	\$ 277
Stations, Stops, Terminals, Intermodal	419	186	5
Support Facilities; Yards, Shops, Admin	115	115	90
Sitework & Special Conditions	1,007	720	565
Systems	249	234	37
Vehicles	191	191	34
SUB-TOTAL*	\$3,141	\$1,997	\$1,008
Right-of-Way (ROW), Land, Existing Improvements	\$ 198	\$ 104	\$ 100
Professional Services (e.g., Planning and Design)	1,123	1,047	775
Contingency	487	7	1
Finance Charges	215	0	0
SUB-TOTAL*	\$2,023	\$1,158	\$ 876
TOTAL*	\$5,164	\$3,154	\$1,884

1 - Current Budget reflects the June 2012 Baseline Budget with executed Budget Transfers.
2 - Approved contract value. 3 - Portion of the work that has been paid.
* All costs are rounded to the millions therefore subtotals may not add up to the amounts shown.

DID YOU KNOW? HART is scheduled to receive delivery of the first rail train cars by the end of the first quarter of this year.