

Star Advertiser CITY EDITION: Honolulu Monday 10/26/15

local money

Feds praise state for spending

Hawaii is doing better of using piled-up cash on roads, officials say

By Kevin Dayton Honolulu Star-Advertiser

Federal highway officials are congratulating the state for reducing a long-standing backlog of federally funded highway projects by more than \$100 million over the past year.

The Federal Highway Administration has named the state that Hawaii could lose out on federal transportation funding unless the state processes its projects more quickly and reduces the backlog of unspent federal money.

The state reduced that backlog to \$75.2 million by Sept. 30, 2015, and further reduced it over the past year to \$60.5 million, according to an Oct. 3 letter from FHWA Hawaii Division Administrator Mahealani Sosa.

"I commend you and your staff on the continued progress," Sosa wrote in a letter to state Director of Transportation Fred Fujiwara. "The progress made has your reputation for the largest highway reduction in the nation."

Sosa said the backlog is now the smallest it has been since federal fiscal year 2002. However, the state still has much to do to improve the federal government, which wants the backlog reduced to no more than \$50 million over the next three years.

Gov. David I. Ige personally assured U.S. Transportation Secretary Anthony Foxx that Hawaii will do a better job of

advising transportation projects, and for not to be a written statement to the remains committed to clearing the backlog.

"We need the resources to do more projects, and this money needs to get into the economy as quickly as possible," he said. "The federal side," he said, "the federal side is making sure that

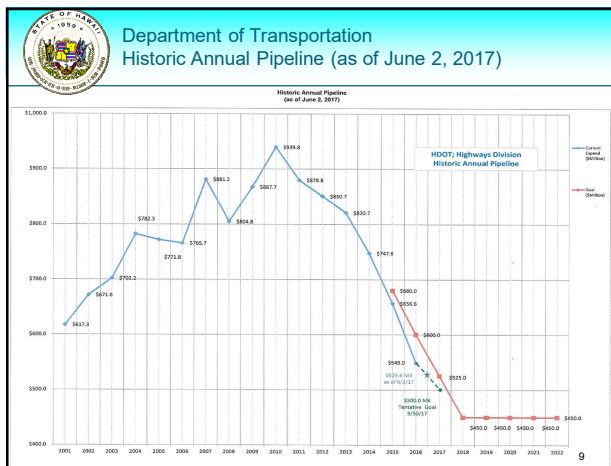
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U.S. DEPARTMENT OF TRANSPORTATION
FEDERAL HIGHWAY ADMINISTRATION

COMPARISON OF ACTUAL FY 2016 APPORTIONMENTS UNDER THE HIGHWAY AND TRANSPORTATION FUNDING ACT OF 2014, AS AMENDED, AND ESTIMATED FY 2016 - FY 2020 APPORTIONMENTS UNDER THE CONFERENCE REPORT FOR H.R. 21 (FAST ACT) (before post-apportionment set-asides, before penalties, before sequencing)

State	Actual FY 2015	Est. FY 2016	Est. FY 2017	Est. FY 2018	Est. FY 2019	Est. FY 2020	FY 2016 to 2020 Total	FY 2016 to 2020 Average
Alabama	732,263,043	789,571,912	786,483,791	802,438,701	820,540,281	840,202,114	4,018,228,717	803,645,743
Alaska	485,955,039	508,914,500	518,117,587	530,338,370	542,308,359	555,264,332	2,655,889,218	531,173,844
Arizona	705,182,580	742,188,465	757,492,248	773,862,651	791,029,101	810,281,016	3,675,151,431	735,030,286
Arkansas	495,714,188	525,175,501	538,802,577	547,854,181	559,863,932	573,914,898	2,742,138,077	548,427,615
California	3,842,488,412	3,723,091,547	3,799,881,388	3,882,001,196	3,969,819,476	4,058,889,233	18,338,182,847	3,887,836,960
Colorado	516,112,889	542,412,889	553,113,557	565,077,841	578,943,213	592,184,216	2,832,141,626	566,429,325
Connecticut	484,775,708	504,429,713	519,984,372	531,232,282	543,277,386	556,232,120	2,682,154,863	536,430,971
Delaware	163,267,891	171,587,481	175,130,787	178,915,587	182,683,854	187,335,481	885,923,120	177,184,624
Dist. of Col.	186,502,738	187,882,084	188,182,919	188,182,919	188,182,919	188,182,919	1,108,106,590	184,677,783
Florida	1,823,688,502	1,821,882,649	1,981,547,475	2,203,839,353	2,048,168,471	2,238,349,371	10,534,783,124	2,096,861,661
Georgia	1,246,238,772	1,309,786,819	1,336,786,115	1,368,675,824	1,396,499,894	1,429,843,382	6,838,647,044	1,367,728,439
Hawaii	183,244,102	73,260,219	178,108,189	178,638,427	184,822,026	187,969,046	899,195,024	179,159,405
Idaho	276,061,384	260,127,332	266,118,707	272,418,228	278,346,229	284,716,939	1,514,888,844	302,978,129
Illinois	1,372,231,384	1,442,156,628	1,471,837,238	1,503,747,847	1,537,687,978	1,574,544,759	7,330,044,230	1,506,008,846
Indiana	918,689,526	969,829,632	989,488,489	1,027,807,822	1,030,854,918	1,055,238,912	5,048,186,382	1,009,633,276
Iowa	474,345,450	488,617,785	508,803,189	518,854,254	531,835,842	544,380,622	2,602,829,364	520,565,872
Kansas	364,737,489	383,321,318	391,236,975	399,692,143	408,713,444	418,951,959	2,001,465,836	400,293,168
Kentucky	641,292,458	673,869,719	687,884,265	702,103,369	716,811,935	738,823,382	3,619,035,684	723,807,137
Louisiana	677,413,574	711,867,489	738,633,843	742,332,455	759,627,553	777,287,157	3,717,243,524	743,448,686
Maine	178,165,550	187,243,865	191,110,574	195,243,722	199,842,473	204,338,888	977,871,541	195,574,308
Maryland	695,027,502	699,389,699	692,101,114	658,868,869	649,842,279	659,805,023	3,182,811,580	636,552,316
Massachusetts	588,191,765	616,084,319	628,185,048	642,574,888	658,871,544	672,865,381	3,178,754,534	635,750,907
Michigan	1,214,207,828	1,087,889,889	1,090,043,881	1,113,801,188	1,138,755,743	1,168,067,889	5,578,739,810	1,115,757,732
Minnesota	459,372,872	481,447,891	473,102,754	488,845,576	505,267,282	522,147,855	2,441,441,330	488,288,267
Mississippi	489,825,812	490,587,379	500,711,619	511,538,831	523,046,607	535,811,391	2,587,545,214	517,508,043
Missouri	813,718,741	860,274,903	860,104,768	1,001,288,170	1,023,865,823	1,048,407,455	5,013,868,108	1,002,781,623
Montana	418,146,989	424,729,247	433,919,352	443,754,023	454,381,736	464,981,287	2,238,887,625	447,777,525
Nebraska	278,976,682	283,181,189	288,644,862	295,112,758	312,411,884	323,088,782	1,530,862,189	306,172,447
Nevada	350,472,548	368,332,224	378,838,038	384,062,686	392,731,281	402,138,748	1,933,200,813	386,640,120
New Hampshire	187,489,433	187,489,433	187,489,433	187,489,433	187,489,433	187,489,433	1,124,936,598	187,489,433
New Jersey	963,882,664	1,012,762,530	1,033,758,319	1,058,048,847	1,079,807,355	1,105,126,782	5,358,483,482	1,071,687,095



Department of Transportation
Realistic Progress Goals

Goals

- Pipeline**
 - End FFY 2015 = \$680,000,000
 - End FFY 2016 = \$600,000,000
 - End FFY 2017 = \$525,000,000
 - End FFY 2018 = \$450,000,000
- Projects**
 - End FFY 2015 = 500
 - End FFY 2016 = 375
 - End FFY 2017 = 275
 - End FFY 2018 = 200
- Finalize Performance Tracking Processes by FFY 2016
- Complete Desk Manual Updates by 2018

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Department of Transportation
Highways Division Overview

- One of the three operating divisions under the Department of Transportation and responsible for the general supervision, management and maintenance of the State Highway System and the location, design and construction of new highways and facilities
- Highways Division is committed to a balanced approach to maintaining its existing highway system and to provide for adequate capacity
- Up to \$125 million of proposed projects to be financed with bond proceeds (see pages B-9 through B-12 of the POS)

KAUAI

- Over 103 linear miles of roads
- Approximately \$2 million of bond proceeds expected to be used on Kauai

OAHU

- Most used segments of the State's Highway System
- Over 254 linear miles of roads
- Approximately \$71 million of bond proceeds expected to be used on Oahu

MOLOKAI

LANAI

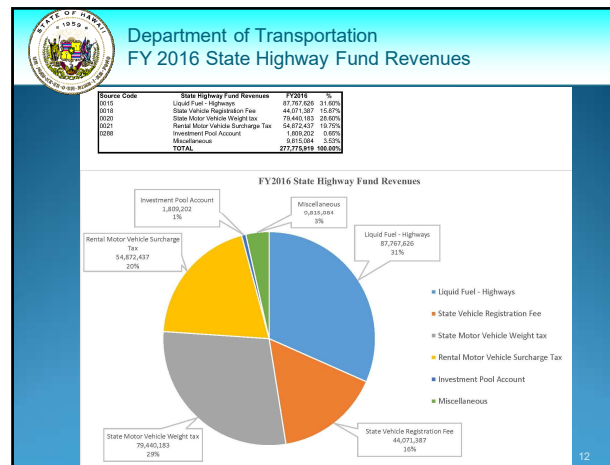
MAUI

- Over 238 linear miles of roads
- Approximately \$23 million of bond proceeds expected to be used on Maui County

THE BIG ISLAND

- Over 357 linear miles of roads
- Approximately \$22 million of bond proceeds expected to be used on the Big Island

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S & P:	AA+ (Stable)
Moody's:	[Aa2 (Stable)]
Fitch:	[AA (Stable)]



County	FY2012	% FY 12	FY2013	% FY 13	FY2014	% FY 14	FY2015	% FY 15	FY2016	% FY 16
City and County of Honolulu	51,587,733.62	60%	56,355,213.08	66%	54,802,012.20	63%	53,914,063.57	62%	51,015,692.64	60%
County of Maui	11,616,580.54	13%	11,597,959.31	13%	11,666,419.35	13%	11,879,857.42	14%	11,879,202.04	13%
County of Hawaii	17,212,610.08	20%	12,107,949.88	14%	13,631,815.12	15%	15,245,383.28	18%	15,304,112.06	18%
County of Kauai	6,032,238.78	7%	5,723,809.20	7%	5,799,513.45	7%	5,782,844.98	7%	5,728,518.91	7%
Total	87,230,157.02	100%	86,024,924.47	100%	87,019,760.52	100%	86,822,149.11	100%	88,017,625.65	100%
Less: Transfers to DWR	250,000.		244,999.99		261,239.29		238,760.70			
Net Fuel Tax Collections	\$86,980,157.02		\$85,779,924.48		\$86,818,521.23		\$86,583,388.41		\$87,767,625.65	

Source: Monthly JV Transfers posted by DAGS and DoTax Liquid Fuel Tax Allocation by Fund



Increases the state fuel tax to generate additional revenues for the state highway fund by amending section 243-4, Hawaii Revised Statutes. Allows for an increase in the state motor vehicle registration fee and increases the amount of the fee to be deposited into the state highway fund by amending section 249-31, Hawaii Revised Statutes. Increases the state motor vehicle weight tax by amending section 249-33, Hawaii revised Statutes.



SB1011/HB1145 – Allows for increase in the state motor vehicle registration fee and deposits the money into the State Highway Fund.



Also known as the “Barrel Tax”

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