



One California Street, 31st Floor
San Francisco, CA 94111-5432
tel 415 371-5000
reference no.:731821

July 18, 2014 *Revised*

Maui County
200 S. High St.
Wailuku, HI 96793
Attention: Mr. Kalbert Young, Director of Finance

Re: *US\$103,375,000 State of Hawaii, Highway Revenue Bonds, Series 2014A, dated: August 14, 2014, due: January 01, 2034*

US\$32,285,000 State of Hawaii, Highway Revenue Bonds, Series 2014B, dated: August 14, 2014, due: January 01, 2034

US\$28,020,000 State of Hawaii, Highway Revenue Bonds (Taxable), Series 2014C, dated: August 14, 2014, due: January 01, 2019

Dear Mr. Young:

Pursuant to your request for a Standard & Poor's Ratings Services ("Ratings Services") rating on the above-referenced obligations, Ratings Services has assigned a rating of "AA+". Standard & Poor's views the outlook for this rating as stable. A copy of the rationale supporting the rating is enclosed.

This letter constitutes Ratings Services' permission for you to disseminate the above-assigned ratings to interested parties in accordance with applicable laws and regulations. However, permission for such dissemination (other than to professional advisors bound by appropriate confidentiality arrangements) will become effective only after we have released the rating on standardandpoors.com. Any dissemination on any Website by you or your agents shall include the full analysis for the rating, including any updates, where applicable.

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Please send hard copies to:
Standard & Poor's Ratings Services
Public Finance Department

55 Water Street
New York, NY 10041-0003

The rating is subject to the Terms and Conditions, if any, attached to the Engagement Letter applicable to the rating. In the absence of such Engagement Letter and Terms and Conditions, the rating is subject to the attached Terms and Conditions. The applicable Terms and Conditions are incorporated herein by reference.

Ratings Services is pleased to have the opportunity to provide its rating opinion. For more information please visit our website at www.standardandpoors.com. If you have any questions, please contact us. Thank you for choosing Ratings Services.

Sincerely yours,

A handwritten signature in cursive script that reads "Standard & Poor's". The signature is written in black ink and is positioned below the "Sincerely yours," text.

Standard & Poor's Ratings Services

sb
enclosures

cc: Mr. Brian H. Colon, Managing Director
Robert W. Baird & Co.



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July 21, 2014

Mr. Kalbert K. Young
Director of Finance
State of Hawaii
Department of Budget and Finance
250 South Hotel Street, Room 105
Honolulu, HI 96813

Dear Mr. Young:

Fitch Ratings has assigned one or more ratings and/or otherwise taken rating action(s), as detailed in the attached Notice of Rating Action.

In issuing and maintaining its ratings, Fitch relies on factual information it receives from issuers and underwriters and from other sources Fitch believes to be credible. Fitch conducts a reasonable investigation of the factual information relied upon by it in accordance with its ratings methodology, and obtains reasonable verification of that information from independent sources, to the extent such sources are available for a given security or in a given jurisdiction.

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It is important that you promptly provide us with all information that may be material to the ratings so that our ratings continue to be appropriate. Ratings may be raised, lowered, withdrawn, or placed on Rating Watch due to changes in, additions to, accuracy of or the inadequacy of information or for any other reason Fitch deems sufficient.

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We are pleased to have had the opportunity to be of service to you. If we can be of further assistance, please feel free to contact us at any time.

Jeff Schaub
Managing Director, Operations
U.S. Public Finance /
Global Infrastructure & Project Finance

JS/em

Enc: Notice of Rating Action
(Doc ID: 191833 Rev 2)

Notice of Rating Action

<u>Bond Description</u>	<u>Rating Type</u>	<u>Action</u>	<u>Rating</u>	<u>Outlook/ Watch</u>	<u>Eff Date</u>	<u>Notes</u>
Hawaii, State of (HI) hwy rev bonds ser 2014A	Long Term	New Rating	AA	RO:Sta	18-Jul-2014	
Hawaii, State of (HI) hwy rev bonds ser 2014B	Long Term	New Rating	AA	RO:Sta	18-Jul-2014	
Hawaii, State of (HI) hwy rev rfdg bonds (taxable) ser 2014C	Long Term	New Rating	AA	RO:Sta	18-Jul-2014	

Key: RO: Rating Outlook, RW: Rating Watch; Pos: Positive, Neg: Negative, Sta: Stable, Evo: Evolving

MOODY'S
INVESTORS SERVICE

7 World Trade Center
250 Greenwich Street
New York, NY 10007
www.moodys.com

July 22, 2014

Mr. Scott Kami
State of Hawaii
250 South Hotel Street, Room 302
Honolulu, HI 96813

Dear Mr. Kami:

We wish to inform you that on July 18, 2014, Moody's Investors Service reviewed and assigned a rating of **Aa2** to State of Hawaii, Highway Revenue Bonds, Series 2014A and B.

In assigning such rating, Moody's has relied upon the truth, accuracy and completeness of the information supplied by you or on your behalf to Moody's. Moody's expects that you will, on an ongoing basis, continue to provide Moody's with updated information necessary for the purposes of monitoring the rating, including current financial and statistical information.

Moody's will monitor this rating and reserves the right, at its sole discretion, to revise or withdraw this rating at any time in the future.

The rating, as well as any revisions or withdrawals thereof, will be publicly disseminated by Moody's through normal print and electronic media and in response to verbal requests to Moody's Rating Desk.

In accordance with our usual policy, assigned ratings are subject to revision or withdrawal by Moody's at any time, without notice, in the sole discretion of Moody's. For the most current rating, please visit www.moodys.com.

Should you have any questions regarding the above, please do not hesitate to contact me at 212-553-4573.

Sincerely, \



Nicole Johnson
Senior Vice President

MOODY'S
INVESTORS SERVICE

One Front Street, Suite 1900
San Francisco, CA 94111
+1.415.274.1700 tel
www.moodys.com

August 4, 2014

Mr. Scott Kami
Administrator
Financial Administrative Division
Department of Budget & Finance
State of Hawaii
No. 1 Capitol District
250 South Hotel Street, Room 302
Honolulu, HI 96813

Dear Mr. Kami:

We wish to inform you that on August 4, 2014, Moody's Investors Service assigned a rating of **Aa2** to Hawaii Department of Transportation, Highway Revenue Bonds, Taxable Series 2014C.

In assigning such rating, Moody's has relied upon the truth, accuracy and completeness of the information supplied by you or on your behalf to Moody's. Moody's expects that you will, on an ongoing basis, continue to provide Moody's with updated information necessary for the purposes of monitoring the rating, including current financial and statistical information.

Moody's will monitor this rating and reserves the right, at its sole discretion, to revise or withdraw this rating at any time in the future.

The rating, as well as any revisions or withdrawals thereof, will be publicly disseminated by Moody's through normal print and electronic media and in response to verbal requests to Moody's Rating Desk.

In accordance with our usual policy, assigned ratings are subject to revision or withdrawal by Moody's at any time, without notice, in the sole discretion of Moody's. For the most current rating, please visit www.moodys.com.

Should you have any questions regarding the above, please do not hesitate to contact me or the analyst assigned to this transaction, Kenneth Kurtz at 415-274-1737.

Sincerely,



Kenneth Kurtz
Senior Vice President

KK:kk/cm

MOODY'S

INVESTORS SERVICE

New Issue: Moody's assigns Aa2 to \$28M Hawaii Highway Revenue Bonds, Taxable Series 2014C

Global Credit Research - 04 Aug 2014

Outlook is stable

HAWAII DEPARTMENT OF TRANSPORTATION
State Governments (including Puerto Rico and US Territories)
HI

Moody's Rating

ISSUE	RATING
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Highway Revenue Bonds, Taxable Series 2014C	Aa2
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Sale Amount \$28,020,000

Expected Sale Date 08/14/14

Rating Description Special Tax: Transportation-Related

Moody's Outlook STA

Opinion

NEW YORK, August 04, 2014 –Moody's Investors Service has assigned a Aa2 rating to the State of Hawaii's \$28.02 million Highway Revenue Bonds, Taxable Series 2014C. The state expects to sell the bonds on August 14 in conjunction with the parity Series 2014A and Series 2014B bonds (rated Aa2 by Moody's). Proceeds of the Series C bonds will refund outstanding bonds for debt service savings. Following the sales, the state will have approximately \$454 million in outstanding highway revenue bonds, all rated Aa2. The credit outlook for these bonds is stable.

For additional information on the rating see our report on the Series 2014A and Series 2014B bonds dated July 18, 2014.

RATING METHODOLOGY

The principal methodology used in this rating was US Public Finance Special Tax Methodology published in January 2014. Please see the Credit Policy page on www.moodys.com for a copy of this methodology.

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Analysts

Kenneth Kurtz
Lead Analyst
Public Finance Group
Moody's Investors Service

Nicholas Samuels
Additional Contact
Public Finance Group
Moody's Investors Service

Contacts

Journalists: (212) 553-0376
Research Clients: (212) 553-1653

Moody's Investors Service, Inc.
250 Greenwich Street
New York, NY 10007
USA

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