DEPARTMENT OF TRANSPORATION’S

REPORT TO THE LEGISLATURE

OF

THE STATE OF HAWAII

**AIRPORT SECURITY EXPENDITURES**

**FROM ACT 001**

**SESSION LAWS OF HAWAII 2014**

**STATE OF HAWAII**

**DEPARTMENT OF TRANSPORTATION, AIRPORTS DIVISION**

**DECEMBER 2014**

1. **PURPOSE OF REPORT**

This report is prepared and submitted pursuant to the provision of ACT 001 (14), signed into law on February 18, 2014, entitled “Making an Emergency Appropriation For Security at Honolulu International Airport”.

New baggage handling and explosive detection systems were installed by the State at Honolulu International Airport to move the baggage screening from ticket lobbies to the baggage make-up areas. The new system required an operations and maintenance contract to ensure trouble-free movement of baggage from the ticket lobbies to the aircraft in time for its departure. This cost was unanticipated, as the airlines had previously performed the operations and maintenance services in the past. Because this cost was unanticipated, the maintenance contract was funded utilizing funds from the fiscal year 2013 - 2014 security appropriation.

The purpose of the ACT was to appropriate funds as an emergency appropriation to replace the security funds that were used for this unanticipated cost.

The Act requires the Department of Transportation to submit a report to the legislature that includes:

1. The security expenditures at each state airport during the fiscal year 2013-2014, including a detailed breakdown of those expenditures;
2. A detailed breakdown of the expenditures of the security funds that were used by the department of transportation for purposes during fiscal year 2013-2014, including baggage handling and security contract information with created a shortfall and thus the need for the emergency appropriation in this Act; and
3. An explanation of the purposes for each expenditure.

The legislative report shall be submitted to the legislature no later than twenty days prior to the convening of the regular session of 2015.

1. **SECURITY EXPENDITURES AT EACH STATE AIRPORT**

The Department of Transportation has a contract with Securitas Security Services USA, Inc. to furnish security services at all state airports. Below is a detailed breakdown of expenditures for the Security contract for fiscal year 2013-2014:

|  |
| --- |
| **PROJECT: FURNISHING OF SECURITY SERVICES AT HAWAII STATE AIRPORTS** |
| **PROJECT NO.: ES1183-11** |  |  |
| **FISCAL 2014 (7/1/13 TO 6/30/14)** |  |  |
|  |  |
| Item | Quantity (hours) |  Invoiced Amount  |
|  |  |  |
| OAHU DISTRICT |  |  |
| **Honolulu International Airport** |  |  |
| Contract Security Supervisor (CSS) Regular time | 39,447.50 |  $ 1,083,901.67  |
| Law Enforcement Officer (LEO) Regular time | 122,951.75 |  $ 2,994,608.07  |
| Airport Security Officer (ASO) Regular time | 454,528.50 |  $ 9,447,575.15  |
| Traffic Control Officer (TCO) Regular time | 252,739.50 |  $ 3,689,787.62  |
| LEO Over time (OT) | 259.50 |  $ 9,130.94  |
| ASO OT | 372.50 |  $ 10,969.70  |
| TCO OT | 4.50 |  $ 116.42  |
| CSS Court time | 636.50 |  $ 20,217.06  |
| LEO Court time | 666.00 |  $ 726.18  |
| ASO Court time | 1,427.00 |  $ 4,680.46  |
| TCO Court time | 2,753.50 |  $ 5,112.86  |
|  | 875,786.75 |  **$ 17,266,826.13**  |
| Body Armor |  |  $ 35,868.05  |
| Shields |  |  $ 7,168.45  |
|  |  |  $ 17,309,862.63  |
|  |  |  |
| **Kaleola Airport** |  |  |
| LEO Reg | 8,760.00 |  $ 213,160.56  |
| ASO Reg | 9,857.00 |  $ 204,944.78  |
|  |  |  **$ 418,105.34**  |
|  |  |  |
| **Dillingham Airport** |  |  |
| LEO Reg | 8,760.00 |  $ 213,160.56  |
|  |  |  **$ 213,160.56**  |
|  |  |  |
| **Oahu Total** |  |  **$ 17,941,128.53**  |
|  |  |  |
| HAWAII DISTRICT |  |  |
| **Hilo International Airport** |  |  |
| CSS Reg | 13,316.50 |  $ 349,244.45  |
| LEO Reg | 22,271.00 |  $ 560,410.45  |
| ASO Reg | 100,424.00 |  $ 2,198,514.42  |
| TCO Reg | 2,654.75 |  $ 49,988.95  |
| CSS OT | 270.50 |  $ 10,050.50  |
| LEO OT | 600.25 |  $ 21,390.41  |
| ASO OT | 1,721.50 |  $ 52,355.19  |
| TCO OT | 18.00 |  $ 472.50  |
|  |  |  **$ 3,242,426.87**  |
| **Kona International Airport** |  |  |
| CSS Reg | 15,154.00 |  $ 401,479.78  |
| LEO Reg | 40,107.50 |  $ 1,011,432.86  |
| ASO Reg | 126,945.75 |  $ 2,756,577.52  |
| CSS OT | 44.00 |  $ 1,642.04  |
| LEO OT | 879.54 |  $ 31,455.73  |
| ASO OT | 5,068.37 |  $ 167,039.17  |
| TCO OT |  |   |
|  |  |  **$ 4,369,627.10**  |
|  |  |  |
| **Waimea Kohala Airport** |  |  |
| ASO Reg | 5,824.00 |  **$ 126,728.96**  |
|  |  |  |
|  |  |  |
| **Hawaii Total** |  |  **$ 7,738,782.93**  |
|  |  |  |
| MAUI DISTRICT |  |  |
| **Kahului Airport** |  |  |
| CSS Reg | 14,505.00 |  $ 385,680.05  |
| LEO Reg | 57,550.41 |  $ 1,472,366.96  |
| ASO Reg | 103,017.42 |  $ 2,276,466.59  |
| TCO Reg | 5,146.25 |  $ 99,637.41  |
| CSS OT | 50.50 |  $ 1,874.06  |
| LEO OT | 153.09 |  $ 5,524.46  |
| ASO OT | 336.22 |  $ 10,326.87  |
| TCO OT |  |   |
|  |  |  **$ 4,251,876.40**  |
|  |  |  |
| **Kapalua Airport** |  |  |
| LEO Reg | 4,380.00 |  $ 112,038.12  |
| ASO Reg | 4,380.00 |  $ 96,764.76  |
|  |  |  **$ 208,802.88**  |
|  |  |  |
| **Lanai Airport** |  |  |
| LEO Reg | 4,274.00 |  $ 109,433.79  |
| ASO Reg | 14,207.50 |  $ 314,227.58  |
| TCO Reg | 4,015.00 |  $ 77,585.75  |
| LEO OT | 150.23 |  $ 5,432.99  |
| ASO OT | 223.82 |  $ 6,868.18  |
|  |  |  **$ 513,548.29**  |
|  |  |  |
| **Molokai Airport** |  |  |
| LEO Reg | 3,682.50 |  $ 94,266.86  |
| ASO Reg | 6,704.00 |  $ 147,255.48  |
| TCO Reg | 4,159.50 |  $ 80,481.29  |
| LEO OT | 264.67 |  $ 9,463.05  |
| ASO OT | 268.58 |  $ 8,151.71  |
|  |  |  **$ 339,618.39**  |
|  |  |  |
| **Maui Total** |  |  **$ 5,313,845.96**  |
|  |  |  |
| KAUAI DISTRICT |  |  |
| **Lihue Airport** |  |  |
| CSS Reg | 14,589.50 |  $ 384,302.07  |
| LEO Reg | 26,992.50 |  $ 697,846.81  |
| ASO Reg | 116,014.25 |  $ 2,468,742.60  |
| CSS OT | 1.00 |  $ 38.63  |
| LEO OT | 82.00 |  $ 2,850.01  |
| ASO OT | 49.00 |  $ 1,601.68  |
| **Kauai Total** |  |  **$ 3,555,381.80**  |
|  |  |  |
|  |  |  |
| **Division Total** |  |  **$ 34,549,139.22**  |
|  |  |  |
|  |  |  |

1. **EXPENDITURES OF THE SECURITY FUNDS USED FOR OTHER THAN SECURITY**

A portion of the security funds were used to fund the baggage handling systems maintenance contract, with Oxford Airport Technical Services. Expenditures for this project, in fiscal year 2014 totaled $2,686,979.20. A listing of the invoices, with the corresponding dollar amounts are listed below. (Note: the negative amounts reflect withheld retainage dollars.)

|  |
| --- |
| MAINTENTANCE OF EXPLOSIVE DETECTION SYSTEMS & BAGGAGE HANDLING SYSTEMS, STATEWIDE FACILITIES |
| Oxford Airport Technical Services |  |
| Project No. BS1421 |  |  |
|  |  |  |
| Invoice No | Inv. Date |  Amount  |
| 99000528656 | 1/27/2014 |  $ 238,098.00  |
| 9900528655 | 1/27/2014 |  $ 238,098.00  |
| 9900528654 | 1/27/2014 |  $ 639,766.00  |
| 9900528657 | 1/27/2014 |  $ 48,652.00  |
| 9900528658 | 1/27/2014 |  $ 48,652.00  |
| 9900528659 | 1/27/2014 |  $ 48,652.00  |
| 9900528657 | 1/27/2014 |  $ (2,432.60) |
| 9900528658 | 1/27/2014 |  $ (2,432.60) |
| 9900528659 | 1/27/2014 |  $ (2,432.60) |
| 99000528656 | 1/27/2014 |  $ (11,904.90) |
| 9900528655 | 1/27/2014 |  $ (11,904.90) |
| 9900528654 | 1/27/2014 |  $ (31,988.30) |
| 9900529695 | 2/21/2014 |  $ (15.11) |
| 9900529697 | 2/21/2014 |  $ (2,432.60) |
| 9900529694 | 2/21/2014 |  $ (802.26) |
| 9900529696 | 2/21/2014 |  $ (11,904.90) |
| 9900529694 | 2/21/2014 |  $ 16,405.14  |
| 9900529696 | 2/21/2014 |  $ 238,098.00  |
| 9900529695 | 2/21/2014 |  $ 302.17  |
| 9900529697 | 2/21/2014 |  $ 48,652.00  |
| 9900530782 | 3/21/2014 |  $ 551,974.00  |
| 9900530783 | 3/21/2014 |  $ 48,652.00  |
| 9900530783 | 3/21/2014 |  $ (2,432.60) |
| 9900530782 | 3/21/2014 |  $ (27,598.70) |
| 9900531936 | 4/21/2014 |  $ (11,904.90) |
| 9900531934 | 4/21/2014 |  $ (802.26) |
| 9900531937 | 4/21/2014 |  $ (2,432.60) |
| 9900531935 | 4/21/2014 |  $ (26.15) |
| 9900531936 | 4/21/2014 |  $ 238,098.00  |
| 9900531934 | 4/21/2014 |  $ 16,043.60  |
| 9900531937 | 4/21/2014 |  $ 48,652.00  |
| 9900531935 | 4/21/2014 |  $ 523.02  |
| 9900532032 | 4/25/2014 |  $ 38,372.75  |
| 9900533097 | 5/23/2014 |  $ 270,018.00  |
| 9900533097 | 5/23/2014 |  $ (13,500.90) |
| 9900533096 | 5/23/2014 |  $ 48,652.00  |
| 9900533096 | 5/23/2014 |  $ (2,432.60) |
|  |  |  **$ 2,686,979.20**  |

1. **EXPLANATION OF EXPENDITURES**

Securitas Security Services USA, Inc. is under a contract with the Hawaii DOT, Airports Division to provide security services for our statewide airports. Securitas maintains the security of each state airport and works in coordination with, and in conjunction with other law enforcement and security personnel to enforce all applicable laws, ordinances, rules and regulations. The contract includes the services of traffic control officers, security guards, and armed law enforcement officers to protect persons and property located in the airport areas. This is an open ended contract, whereby the DOT is able to specify the number of posts and hours that the contractor shall provide.

Oxford Airport Technical Services was solicited by Competitive Sealed Proposal via HRS 103D-303 to provide the maintenance services for the Baggage Handling System. They provide maintenance services for the outbound baggage handling/explosive detection systems in Honolulu International Airport and Kahului Airport. The maintenance contract is needed to ensure trouble free movement of baggage from the ticket lobbies to the aircraft in time for departure. The baggage handling and explosive detection system cannot run without this service, and without the baggage handling and explosive detection system, airplanes cannot depart from the airport.