

DAVID Y. IGE
GOVERNOR



JADE T. BUTAY
DIRECTOR

Deputy Directors
ROSS M. HIGASHI
EDWIN H. SNIFFEN
DARRELL T. YOUNG

STATE OF HAWAII
DEPARTMENT OF TRANSPORTATION
869 PUNCHBOWL STREET
HONOLULU, HAWAII 96813-5097

IN REPLY REFER TO:

December 26, 2018

The Honorable Ronald D. Kouchi
President and Members of the Senate
Thirtieth State Legislature
State Capitol, Room 409
Honolulu, Hawaii 96813

The Honorable Scott K. Saiki,
Speaker and Members of the House of
Representatives
Thirtieth State Legislature
State Capitol, Room 431
Honolulu, Hawaii 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

For your information and consideration, I am transmitting a copy of the Transportation Improvement Special Fund Report as required by Section 264-19(e), Hawaii Revised Statutes. In accordance with Section 93-16, Hawaii Revised Statutes, I am also informing you that the report may be viewed electronically at <http://hidot.hawaii.gov/library/reports/reports-to-the-legislature/>.

Sincerely,

A handwritten signature in blue ink, appearing to read "Jade T. Butay".

JADE T. BUTAY
Director of Transportation

DEPARTMENT OF TRANSPORTATION'S
REPORT TO THE LEGISLATURE
OF
THE STATE OF HAWAII
REQUIRED UNDER
SECTION 264-19(E), HAWAII REVISED STATUTES

**ANNUAL REPORT: "TRANSPORTATION
IMPROVEMENT SPECIAL FUND"
FROM
ACT 370
SESSION LAWS OF HAWAII 1997**

**STATE OF HAWAII
DEPARTMENT OF TRANSPORTATION
DECEMBER 2018**

DEPARTMENT OF TRANSPORTATION'S
REPORT TO THE LEGISLATURE
OF THE STATE OF HAWAII

REQUIRED UNDER
SECTION 264-19(E), HAWAII REVISED STATUTES

**Annual report to the Hawaii Legislature on the Transportation Improvement
Special Fund**

Introduction:

Act 370, Session Laws of Hawaii 1997, established a transportation improvement special fund to fund qualified transportation projects and to receive reimbursements from private developers who have been advanced public funds to fulfill the conditions of land use development relating to transportation. This Act also requires that the Department of Transportation (DOT) submit an annual report to the Legislature on the use of the transportation improvements special fund including, but not limited to, the fund balance and expenses for the immediately preceding fiscal year and proposed appropriations from the fund for the next fiscal year.

Revenues:

Pursuant to transportation development agreements (TDA) concerning DOT improvements to the Makakilo, Mililani, and Kunia Interchanges, developers have reimbursed a total of \$10,595,124.69 of DOT expenditures and the revenues have been deposited to the transportation improvement special fund.

Repayment for the Makakilo Interchange improvements has been completed. (Aug 2011)

Repayment for the Mililani Interchange improvements has been completed. (Mar 2014)

Repayment for the Kunia Interchange improvements has been completed. (11/5/14)

Expenditures:

No other expenses were incurred during FY 2017-2018 and no appropriations are requested for FY 2018-2019.

A final payment for the Kunia Interchange improvement was collected on 11/5/14. This payment closed out all innovative financing projects for the DOT. The DOT does not intend to pursue any further Highway TDAs in the foreseeable future. No further expenditures are planned for the remaining funds in the immediate future.

It is recommended that reporting on these funds be deferred until another TDA is executed or there are further expenditures on the remaining money in the Special Fund.