

STATE OF HAWAII
HAWAII COMMUNITY DEVELOPMENT AUTHORITY
Kalaeloa Community Development District
Honolulu, Hawaii 96813

July 11, 2018

Chairperson and Members
Hawaii Community Development Authority
State of Hawaii
Honolulu, Hawaii

HCDA Board Members:

SUBJECT: Shall the Authority Authorize the Executive Director to Expend Capital Improvement Project (CIP) Funds in the Amount of \$3 Million from Fiscal Year 2017 Appropriation and Enter into Design and Construction Contracts and all other Necessary Agreements to Complete the Kalaeloa Energy Corridor – Enterprise Avenue, Phase 2 project in the Kalaeloa Community Development District (KCDD)?

SUMMARY:

The Enterprise Energy Corridor Project (Project) consisted of the construction of underground utility systems on Fort Barrette Road and Enterprise Avenue from Kapolei Parkway to Midway Road. Due to the lack of available funds, the scope of work for the project was reduced to the installation of underground utility systems on Fort Barrette Road and Enterprise Avenue from Kapolei Parkway to Langley Road. This portion of the Energy Corridor was designated Phase 1 and is currently under construction. The remainder of the Project from Langley to Midway Road is considered Phase 2 and will be completed with the additional \$3 million in CIP funds HCDA received from the legislature in 2017.

AUTHORITY:

HRS 206E-4

BACKGROUND:

The Phase 1 of Enterprise Energy Corridor is expected to be completed by the end of 2018. Design for Phase 2 of the Project has been completed and bided out. The HCDA has received the lowest responsive and responsible bid for Phase 2 of the Project from Paul's Electrical Contracting, LLC for an amount of \$4,632,700.00. With the \$3 million in CIP funding for 2017, the HCDA has \$5,717,000 to complete the Project.

ANALYSIS:

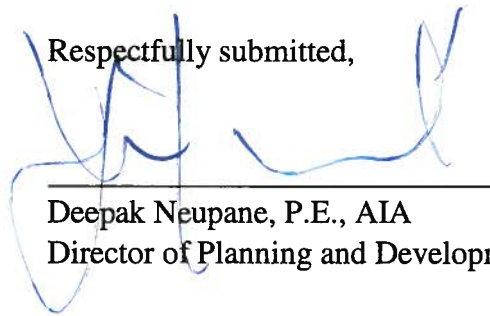
The Authority had authorized expenditure of \$10 million in previous CIP funding (FY 14 and FY 16) for the Project. Authority approval is necessary for expenditure of CIP funds from FY 17

appropriation. The Governor's approval for release of FY 17 CIP funds in the amount of \$3 million has already been received. The lowest responsive and responsible bid for the Project is \$4,632,700.00. There is \$ 2,717,000.00 remaining for the CIP funds approved by the Authority for the Project. Approval of the FY 17, \$3 million CIP fund for expenditure will make \$5,717,000.00 available to complete Phase 2 of the Project.

RECOMMENDATION:


Staff recommends that the Authority Authorize the Executive Director to expend CIP Funds in the Amount of \$3 Million from Fiscal Year 2017 Appropriation and Enter into Design and Construction Contracts and all other Necessary Agreements to Complete the Kalaeloa Energy Corridor – Enterprise Avenue, Phase 2 project in the KCDD.

Respectfully submitted,



Deepak Neupane, P.E., AIA
Director of Planning and Development

APPROVED FOR SUBMITTAL:



Garrett Kamemoto, Interim Executive Director
Hawaii Community Development Authority