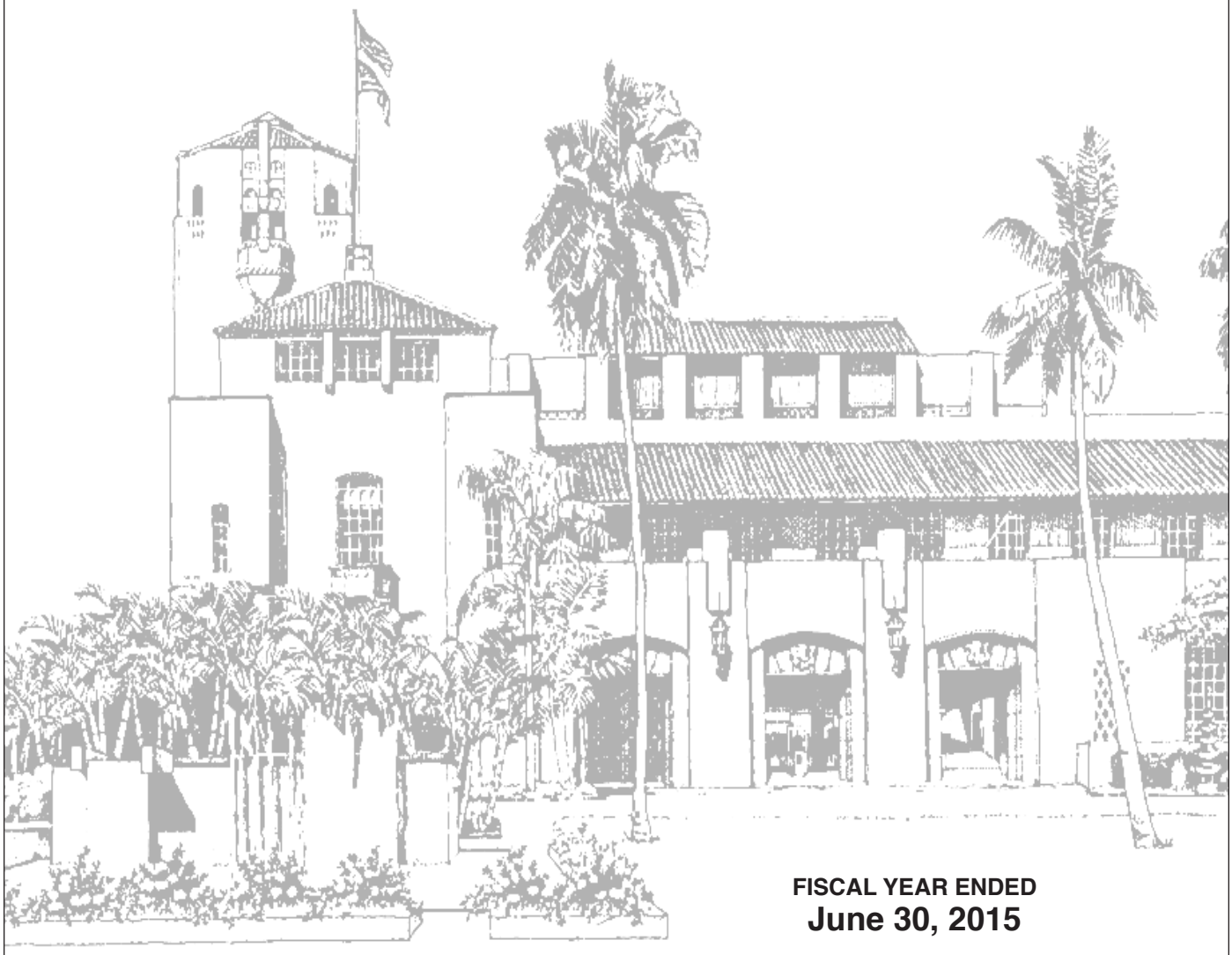
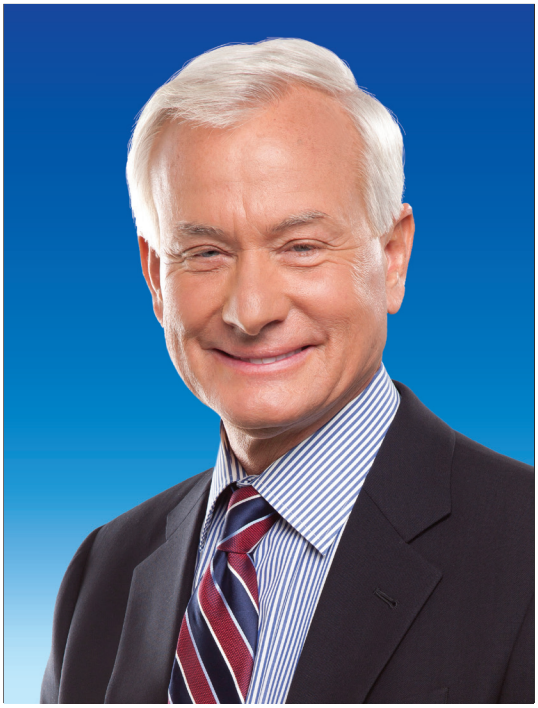
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

Comprehensive Annual Financial Report



FISCAL YEAR ENDED
June 30, 2015

EXECUTIVE BRANCH



Kirk Caldwell
Mayor

CITY AND COUNTY OF HONOLULU

Honolulu, Hawaii
Comprehensive Annual Financial Report
Fiscal Year Ended June 30, 2015

Prepared by:
DEPARTMENT OF BUDGET AND FISCAL SERVICES
NELSON H. KOYANAGI, JR.
DIRECTOR

CITY AND COUNTY OF HONOLULU
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INTRODUCTORY SECTION

DEPARTMENT OF BUDGET AND FISCAL SERVICES
CITY AND COUNTY OF HONOLULU
530 SOUTH KING STREET, ROOM 208 ● HONOLULU, HAWAII 96813
PHONE: (808) 768-3900 ● FAX: (808) 768-3179 ● INTERNET: www.honolulu.gov

KIRK CALDWELL
MAYOR

NELSON H. KOYANAGI, JR.
DIRECTOR

GARY T. KUROKAWA
DEPUTY DIRECTOR

March 7, 2016

The Honorable Kirk Caldwell, Mayor
The Honorable Ernest Y. Martin, Chair
and Members of the City Council
City and County of Honolulu
530 South King Street
Honolulu, Hawaii 96813

Dear Mayor Caldwell, Chair Martin and Councilmembers:

We are pleased to submit to you the City and County of Honolulu (City) Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2015. The CAFR was prepared by the Department of Budget and Fiscal Services (BFS). BFS is responsible for the accuracy, completeness and fairness of the financial data and presentation, including all disclosures. We believe the data in the CAFR is fairly presented and is accurate in all material aspects. Furthermore, we believe that all disclosures necessary to enable the reader to gain a full understanding of the City's financial affairs have been included. The CAFR represents all budgeting and accounting activities of the City during the year, and covers all funds of the City and its component units.

REPORTING ENTITY

The CAFR presents the financial status of the City (the primary government) and its discretely presented component units, the Board of Water Supply (BWS), the Honolulu Authority for Rapid Transportation (HART) and Oahu Transit Services, Inc. (OTS). The financial information for these component units are reported in combining schedules and in the aggregate in a single column in the government-wide financial statements to emphasize their legal separation from the primary government and to differentiate their financial position and results of operations from those of the primary government.

The City provides all of the municipal services required by the Constitution of the State of Hawaii, the Hawaii Revised Statutes, the Revised Charter of the City and County of Honolulu, and the Revised Ordinances of Honolulu. The island-wide services are comprehensive and include police and fire protection; emergency medical care services; disaster management; culture and recreation; planning, zoning, and permitting; sewage and solid waste collection and disposal; public transportation; human services; traffic safety and control; and construction and maintenance of public streets, bridges, walkways, and drainage and flood control systems for Oahu.

ECONOMIC CONDITION AND OUTLOOK

The outlook for the local economy continues to be promising despite global uncertainties, lodging capacity constraints and signs of weakness in the Japanese market. In fact, most measures of Oahu's major industry, tourism, exceeded expectations with healthy demand from international markets and the mainland U.S., and low fuel prices. In addition, the construction sector is in full swing with continued improvements in most building industry indicators.

- For November 2015, average daily hotel room rates on Oahu rose 4.5% to $212.61 while hotel occupancy increased to 84.0% from 79.8% compared to the same month last year. Total visitor arrivals rose 4.7% to 485,593 for December 2015 compared to the same month a year ago. Although the average daily visitor spending decreased 1.5% to $212.8 per person, and length of stay was similar to December 2014, total visitor expenditures increased 3.2% to $741.9 million compared to last December.

- Construction jobs increased 15.6% to 28,100 for December 2015 compared to 24,300 for the same month the preceding year. Contracting revenues increased 1.8% to $5.8 billion for the fiscal year ended June 30, 2015, and rose 19.2% to $2.2 billion for the four months ended October 31, 2015 compared to the same periods in 2014. The number of building permits issued increased by 9.1% to 20,574, and the value rose by 22.4% to $2.8 billion for calendar year 2015 compared to 2014. For the month of January 2016, the number of building permits issued increased by 18.1% to 1,394, but the value dropped by 66.3% compared to January 2015.

- The January 2016 single family home median resale price increased 8.7% to $733,500, and resale volume increased 10.5% to 232 when compared with the same month a year ago. On the other hand, the condominium resale median price decreased 1.8% to $374,500 while the resale volume increased 18.2% to 338 for January 2016 compared to the same month last year.

- Retail sales decreased 3.9% to $26.2 billion for the fiscal year ended June 30, 2015, but increased 5.9% to $9.1 billion for the four months ended October 31, 2015 compared to the same periods in 2014.

- Non-agricultural jobs totaled 482,600 for December 2015, a 2.4% increase from 471,400 non-farm jobs for the same month the preceding year.

- Honolulu had the lowest unemployment rate among Hawaii's counties in December 2015, with a non-seasonally adjusted unemployment rate of 2.7%, compared to 2.9% statewide, and 4.8% nationally.

- Nominal personal income (i.e., salaries and wages not adjusted for inflation) in Hawaii increased 4.1% for the second quarter of 2015 compared to increases of 4.6% for the first quarter, and 4.7% for 2014.

- Proprietors' income increased 7.3% for the second quarter of 2015, compared to increases of 8.8% for the first quarter, and 5.0% for 2014.

Sources:

City and County of Honolulu, Department of Planning and Permitting, http://www.honoluludpp.org.

Hawaii Tourism Authority, http://www.hawaiitourismauthority.org.

Honolulu Board of Realtors, http://www.hicentral.com.

Honolulu Star-Advertiser, http://www.staradvertiser.com.

State of Hawaii, Department of Business, Economic Development & Tourism, http://dbedt.hawaii.gov.

State of Hawaii, Department of Labor and Industrial Relations, https://www.hiwi.org.

State of Hawaii, Department of Taxation, http://www6.hawaii.gov/tax/a5_3txcolrptarchive.htm.

UHERO, The Economic Research Organization at the University of Hawaii, http://www.uhero.hawaii.edu.

MAJOR INITIATIVES

The executive operating budget for fiscal year 2015 was $2.14 billion net of interfund transfers, which represented a decrease of $19.1 million compared to the prior year. The theme for the fiscal year 2015 budget was "Spending to Make a Difference." Efforts were made to begin right sizing government and prioritizing spending and initiatives to improve core services and plan for the future.

The City's capital improvement budget of $708.8 million for fiscal year 2015 represented an increase of 11.6% compared to the preceding fiscal year. Funding continued to focus on core City services: Sanitation (41.3%), highways and streets (22.0%), human services (9.2%), culture and recreation (7.6%), and bus service (7.0%).

Sanitation
For solid waste and sewage collection and disposal projects, a sum of $292.7 million was budgeted for fiscal year 2015, which represented an increase of 33.8% compared to the prior fiscal year. Major sanitation projects included Kailua Wastewater Treatment Tunnel Influent Pump station and Headworks Facility ($124.2 million), Waimalu Wastewater Pump Station Force Main and Waiau Area Sewer Improvements ($27.8 million), Sewer Mainline and Lateral Projects ($49.5 million), Wastewater Treatment Plant, Pump Station, and Force Main Projects ($11.6 million), and Kaneohe/Kailua Sewer Tunnels ($10.8 million).

Highways and Streets
The $155.7 million capital improvement budget for highways and streets represented a 5.8% increase for fiscal year 2015 in comparison to the previous fiscal year. Major highways and streets projects included Rehabilitation of Streets ($132.0 million), Rail Station Connectivity-Transit Oriented Development ($2.0 million), Bridge Rehabilitation at Various Locations ($1.6 million), Drainage Improvements at Various Locations ($1.4 million), and Surface Water Discharge (NPDES MS4) Erosion Prone Areas Improvement ($1.4 million).

Human Services
The capital improvement budget for the human services function was $64.9 million for fiscal year 2015, which represented a 19.3% increase compared to the last fiscal year. Appropriations for human services included the following: $32.0 million for Homeless Relocation Initiative, $8.3 million for Housing Partnership Program, and $6.9 million for the Community Development Block Grant Program.

Culture-Recreation
For fiscal year 2015, $53.7 million was appropriated in the capital improvement budget for participant, spectator, and other recreation projects, an increase of 14.6% over the prior fiscal year. The major culture-recreation projects included Ala Moana Regional Park ($3.0 million) and Department of Enterprise Services National Pollution Discharge Elimination System Small MS4 Permit Program ($2.6 million).

Transportation
Mass transit appropriations of $49.5 million for fiscal year 2015 represented a 12.5% increase compared to the previous fiscal year. Two of the noteworthy public transit projects were the Bus and Handi-Van Acquisition Program ($20.1 million), and Bus Stop Site Improvements ($1.8 million).

General Government

The general government function of the capital improvement budget increased 18.3% to $47.9 million for fiscal year 2015 compared to the prior fiscal year. The following were the major general government projects: Pearlridge Bus Transfer Center and Plaza Transit Oriented Development ($15.0 million), Kapolei Consolidated Corporation Yard ($7.5 million), Land Expenses ($1.3 million), and Civic Center Improvements ($1.0 million).

Public Safety

The appropriations for the public safety function amounted to $44.4 million for fiscal year 2015, which represented a 9.8% decrease from the previous fiscal year. The major public safety projects included Traffic signals at Various Locations ($3.9 million), Honolulu Police Department Equipment Acquisition ($3.8 million), Telecommunications Facilities Upgrade ($3.8 million), Honolulu Fire Department Equipment Acquisition ($3.2 million), and Kawa Stream and Ditch Improvements ($3.0 million).

FOR THE FUTURE

Zero based budgeting was applied in the development of a fiscally prudent executive operating budget of $2.27 billion for fiscal year 2016. As such, the operating budget was limited to a 6.1% increase compared to the prior fiscal year despite statutorily mandated contributions for healthcare costs and implementing new initiatives such as the Housing First model to address chronic homelessness.

The City's capital improvement budget of $569.2 million for fiscal year 2016 represents a decrease of 19.7% compared to the preceding fiscal year. Funding continues to focus on core City services: Sanitation (41.0%), highways and streets (24.6%), human services (9.8%), bus service (9.2%), and culture and recreation (8.0%)

Sanitation

For solid waste and sewage collection and disposal projects, a total of $233.4 million is budgeted for fiscal year 2016, representing a decrease of 20.3% compared to the prior fiscal year. Major sanitation projects include Sewer Mainline and Lateral Projects ($19.5 million), Waianae Wastewater Treatment Plant Improvements/Upgrade ($19.4 million), Wastewater Treatment Plant, Pump Station, and Force Main Projects ($16.6 million), Sand Island Wastewater Basin Odor Control ($16.3 million), Kahanahou Wastewater Pump Station Upgrade and Sewer Improvements ($10.9 million), Chinatown Sewer Rehabilitation ($10.8 million), Honouliuli Wastewater Basin Odor Control ($10.7 million), and Honouliuli Wastewater Treatment Plant Secondary Treatment and Solid Waste to Energy Facility (H-POWER) Rehabilitation ($10.0 million each).

Highways and Streets
The $140.0 million capital improvement budget for highways and streets represents a 10.1% decrease for fiscal year 2016 in comparison to the previous fiscal year. Major highways and streets projects include Rehabilitation of Streets ($125.0 million), Bridge Rehabilitation at Various Locations ($2.6 million), and Kapiolani Boulevard Double Box Culvert and Drainage Improvements at Various Locations ($1.5 million each).

Human Services
The capital improvement budget for the human services function is $55.5 million for fiscal year 2016, representing a 14.5% decrease compared to the last fiscal year. Appropriations for human services include the following: $32.0 million for the Homeless Relocation Initiative, $7.1 million for the Affordable Housing Strategic Development Program, and $6.9 million for the Community Development Block Grant Program.

Transportation
Mass transit appropriations of $52.2 million for fiscal year 2016 represents a 5.5% increase compared to the previous fiscal year. The noteworthy public transit projects are the Alapai Transportation Management Center ($24.9 million), Bus and Handi-Van Acquisition Program ($20.4 million), and Multimodal Transit Fare Collection System ($5.0 million).

Culture-Recreation
For fiscal year 2016, $45.4 million was appropriated in the capital improvement budget for participant, spectator, and other recreation projects, a decrease of 15.5% over the prior fiscal year. The major culture-recreation projects include Ala Moana Regional Park ($3.3 million) and Thomas Square ($1.5 million).

Public Safety
The appropriations for the public safety function amount to $36.7 million for fiscal year 2016, representing a 17.3% decrease from the previous fiscal year. The major public safety projects include Telecommunications Facilities Upgrade ($22.7 million), Traffic Signals at Various Locations ($3.8 million), Traffic Improvements at Various Locations ($2.6 million), and Flood Control Improvements at Various Locations ($2.3 million).

General Government
The general government function of the capital improvement budget decreased 87.5% to $6.0 million for fiscal year 2016 compared to the prior fiscal year. The following are the major general government projects: Civic Center Improvements ($1.0 million), Public Building Facilities Improvement ($1.0 million), and Pearlridge Bus Transfer Center and Plaza ($500 thousand).

FINANCIAL INFORMATION

The basic financial statements include two government-wide financial statements, the Statement of Net Position and the Statement of Activities. These government-wide financial statements are corporate in style, and present a big-picture view of the City's financial condition and position with the reporting of depreciation and long-term debt. The financial information of the City (known as the primary government) is summarized and reported by governmental activities and business-type activities. The business-type activities are consolidated into a single column of the government-wide financial statements and include the proprietary funds; specifically, housing, sewer, solid waste, and the public transportation system. A financial analysis of the primary government is provided in the Management's Discussion and Analysis section of this report.

The City's component units, the Board of Water Supply, the Honolulu Authority for Rapid Transportation and Oahu Transit Services, Inc. are reported individually and separately from the primary government on the City's government-wide financial statements.

Another element of the basic financial statements is the fund financial statements. These statements are designed to address the major individual funds by category (governmental, proprietary, and fiduciary).

Internal Controls

Establishing and maintaining the internal control system is the responsibility of City managers. Creating the internal control system requires estimates and judgments to assess the expected benefits and related costs of control procedures. The objective of an internal control system is to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and transactions are executed in accordance with management's authorization and are properly recorded to permit the preparation of financial statements in accordance with generally accepted accounting principles.

Management must also develop adequate internal controls to ensure compliance with applicable laws and regulations related to federal and State financial assistance programs.

The internal control system is subject to periodic evaluation by both internal and external auditors. We believe the City's internal controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary Controls

The City maintains budgetary controls to ensure that legal provisions of the annual budget are in compliance and expenditures do not exceed budgeted amounts. Controls are exercised by integrating the budgetary accounts in fund ledgers for all budgeted funds. An encumbrance system is also used to account for purchase orders and other contractual commitments. Encumbered balances of appropriations at year-end are included in fund balance and are not reappropriated in the following year's budget.

OTHER INFORMATION

Independent Audits

Section 3-114 of the City Charter requires an annual financial audit by independent certified public accountants. The Office of the City Auditor selected the accounting firm of KMH LLP to perform the audit. The auditor's report is included in the financial section of this report. The Board of Directors of the Honolulu Authority for Rapid Transportation contracted KMH LLP while Accuity LLP was engaged to audit the financial statements of the Board of Water Supply and Oahu Transit Services, Inc.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its CAFR for the fiscal year ended June 30, 2014. The City has received the award for 28 years. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR. The report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current CAFR continues to meet the requirements of GFOA's Certificate of Achievement Program; we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the City has received the GFOA's Distinguished Budget Presentation Award for its annual budget document for the past sixteen years. To qualify for the award, the government must publish a budget document that meets program criteria as a policy document, an operations guide, a financial plan, and a communications device.

Acknowledgments

The preparation of the CAFR was made possible by the hard work and dedication of the public servants working for the City and particularly through the efforts of the BFS Accounting and Fiscal Services Division personnel. The City's sound financial position is a product of the strong leadership provided by the Mayor, City Council and all agency heads. I am honored to have had the opportunity to participate in the process of delivering to the citizens of Honolulu the report of the City's financial status for the year ended June 30, 2015.

Respectfully submitted,

Nelson H. Koyanagi, Jr.
Director

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City and County of Honolulu
Hawaii

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

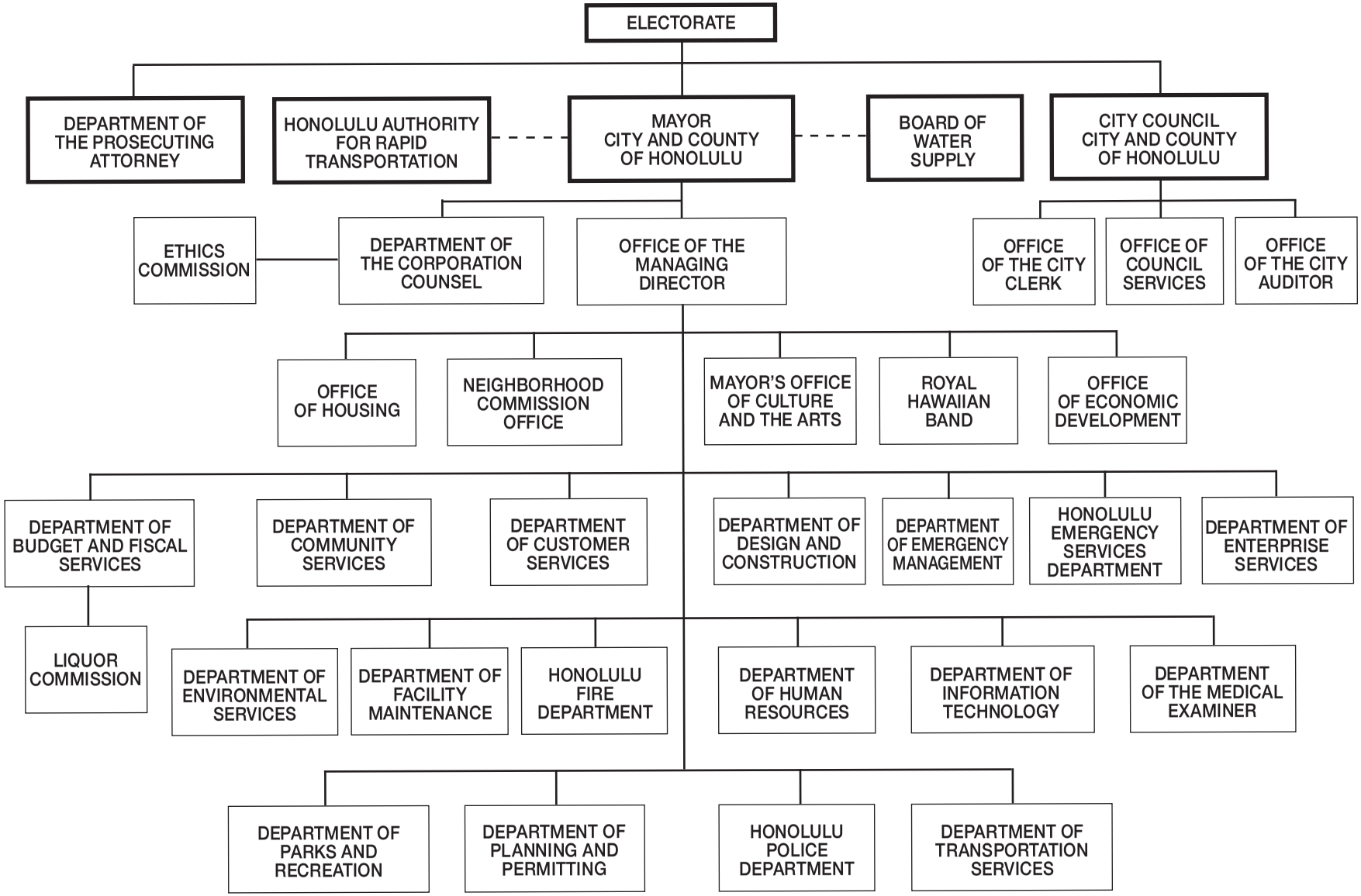
June 30, 2014

Executive Director/CEO

CITY AND COUNTY OF HONOLULU

ORGANIZATIONAL CHART

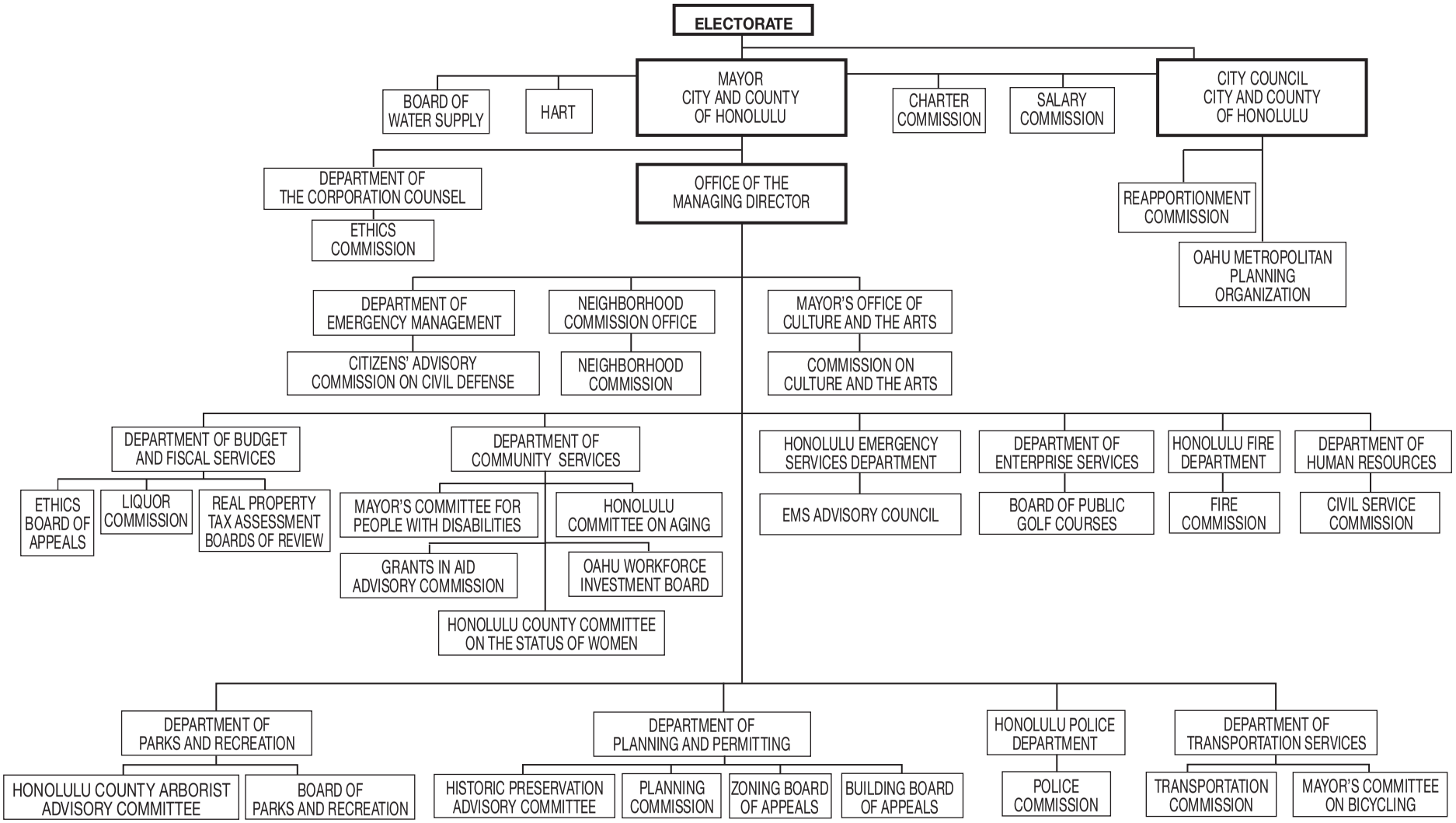
FISCAL YEAR 2015



CITY AND COUNTY OF HONOLULU

CHART OF BOARDS, COMMISSIONS AND ADVISORY BODIES

FISCAL YEAR 2015



CITY AND COUNTY OF HONOLULU
ELECTED OFFICIALS
June 30, 2015

EXECUTIVE BRANCH

Mayor. . . . . Kirk Caldwell

Prosecuting Attorney. . . . . Keith M. Kaneshiro

LEGISLATIVE BRANCH

Council District	Councilmember
First.	Kymberly Marcos Pine
Second.	Ernest Y. Martin, Chair
Third.	Ikaika Anderson
Fourth.	Trevor Ozawa
Fifth.	Ann H. Kobayashi
Sixth.	Carol Fukunaga
Seventh.	Joey Manahan
Eighth.	Brandon Elefante
Ninth.	Ron Menor

LEGISLATIVE BRANCH

CITY COUNCIL

Kymberly Marcos Pine
Councilmember, District I

Ernest Y. Martin
Chair, District II

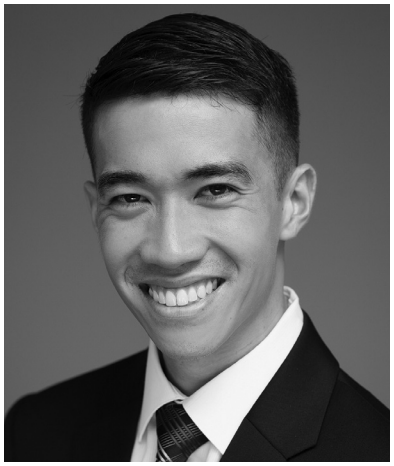
Ikaika Anderson
Councilmember, District III

Trevor Ozawa
Councilmember, District IV

Ann H. Kobayashi
Councilmember, District V

Carol Fukunaga
Councilmember, District VI

Joey Manahan
Councilmember, District VII



Brandon J.C. Elefante
Councilmember, District VIII

Ron Menor
Councilmember, District IX

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FINANCIAL SECTION

Independent Auditor's Report

To the Chair and Members of the City Council
City and County of Honolulu

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City and County of Honolulu, State of Hawaii (the City), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Board of Water Supply and Oahu Transit Services, Inc., which are discretely presented component units and represent 13 percent, 27 percent, and 11 percent, respectively, of the assets, net position, and revenues of the City activities. Those statements were audited by other auditors whose reports has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Board of Water Supply and Oahu Transit Services, Inc., are based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's

internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2015 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the basic financial statements, in 2015 the City adopted Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Reporting for Pensions (an amendment of GASB Statement No. 27)* and GASB Statement No. 71 (GASB 71), *Pension Transition for Contributions Made Subsequent to the Measurement Date, an Amendment of GASB Statement No. 68.* As a result of adopting these standards the City has restated beginning net position for the fiscal year ended June 30, 2015. Our opinion is not modified with respect to this matter.

As discussed in Note 11 to the financial statements, the 2014 financial statements have been restated to correct a misstatement. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management discussion and analysis, budgetary comparison information, schedule of proportionate share of the net pension liability, schedule of contributions, and schedule of funding progress, on pages 19–34, 111-115, 116, 117, and 118, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other

knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules (including budgetary schedules) that are presented as other supplementary information are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules (including budgetary schedules) are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

KMH LLP

KMH LLP

Honolulu, Hawaii
March 7, 2016

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CITY AND COUNTY OF HONOLULU
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ended June 30, 2015

The following Management's Discussion and Analysis (MD&A) is designed to provide an overview of the financial performance for the City and County of Honolulu (City) for the fiscal year ended June 30, 2015. The information presented in this MD&A should be considered in conjunction with the letter of transmittal in the Introductory Section of the Comprehensive Annual Financial Report (CAFR) and the financial statements that follow this subsection.

FINANCIAL HIGHLIGHTS FOR FISCAL YEAR 2015

- Revenues from governmental activities totaled $1.59 billion for fiscal year 2015 compared to $1.49 billion for the prior fiscal year. Expenses before transfers amounted to $1.33 billion for the current fiscal year compared to $1.27 billion for fiscal year 2014. The governmental activities are summarized on page 24, discussed on pages 25 to 27, and reported on pages 36 and 37.

- The net position for the City's business-type activities increased by $192.2 million for the current fiscal year compared to $135.1 million for fiscal year 2014 as restated. For the current fiscal year, the increase in net position can be attributed primarily to the 4.0% sewer service charge rate hike as part of a multi-year rate package implemented to address long-term system upgrades mandated by the Environmental Protection Agency. For fiscal year 2014, the improvement in net position resulted primarily from increased sewer service charge rates and the gain on the sale of vacant lots in Ewa Villages. The business-type activities are summarized on page 24, discussed on pages 28 to 29, and reported on pages 36 and 37.

- The combined ending governmental fund balances as of June 30, 2015 increased by $315.8 million (as summarized on page 30) to $756.6 million (as reported on pages 39 and 40).

- Net capital assets for the governmental activities rose slightly to $2.4 billion at June 30, 2015, compared to $2.3 billion at the end of the prior fiscal year. Likewise, net capital assets for the business-type activities increased to $3.5 billion at the close of fiscal year 2015 from $3.3 billion at June 30, 2014. Capital assets are discussed on pages 32 and 33, and reported on pages 75 to 77 in the Notes to Financial Statements.

- The debt applicable to the legal debt margin totaled $2.3 billion, representing less than 10% of the City's $26.3 billion statutory debt limit. Additional information on the City's long-term debt may be found on page 33, on pages 79 to 84 in the Notes to Financial Statements, and on pages 245 to 248 in the Statistical Section.

OVERVIEW OF THE FINANCIAL STATEMENTS

This MD&A serves as an introduction to the City's basic financial statements. The basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. In addition to the basic financial statements, the CAFR also contains other supplementary information.

Government-Wide Financial Statements

The government-wide financial statements include the Statement of Net Position and Statement of Activities and are intended to provide a broad overview of the City's finances, in a manner similar to the private sector. Accordingly, it provides both long-term (noncurrent) and short-term (current) information about the City's financial status.

The Statement of Net Position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position serve as an indicator of whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents how the City's net position changed during the fiscal year. Revenues and expenses are reported as soon as the underlying event occurs, regardless of the timing of the related cash flows. As such, the statement includes information for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes).

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that recover all or a significant portion of its costs through user fees or charges (business-type activities). The governmental activities of the City include general government, public safety, highways and streets, sanitation, human services, culture and recreation, and utilities (transportation). The business–type activities of the City include four enterprises: housing, sewer, solid waste and public transportation. The governmental activities and the business-type activities comprise the City's primary government.

The City's component units, the semi-autonomous operations of the Board of Water Supply (BWS), the Honolulu Authority for Rapid Transportation (HART), and Oahu Transit Services, Inc. (OTS) are combined in the government-wide financial statements. Although the focus of the government-wide statements is clearly on the primary government, the presentation informs the user of the relative relationship with the component units. Complete financial statements including their MD&A may be obtained from their respective offices: 630 South Beretania Street, Honolulu, Hawaii 96843 for BWS, 1099 Alakea Street, Suite 1700, Honolulu, Hawaii 96813 for HART, and 811 Middle Street, Honolulu, Hawaii 96819 for OTS.

Fund Financial Statements

The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. All of the funds of the City may be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds. Governmental funds essentially are used to account for the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on short-term (current) inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's short-term (current) financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information reported for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's short-term financing decisions. Reconciliations are provided for both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances to facilitate the comparison between governmental funds and governmental activities.

As of June 30, 2015, there were 31 governmental funds, each individually categorized as major or nonmajor. A fund is considered major if its revenues, expenditures, assets, or liabilities are at least 10% of corresponding totals for all governmental funds and at least 5% of the aggregate amount for all governmental and enterprise funds for the same item. The General Fund is always classified as a major fund. The two other major funds are the Highway Fund, and the General Obligation Bond and Interest Redemption Fund. Information for the seven legally separated funds, combined as the General Fund, along with the 22 nonmajor funds are presented in aggregate on the Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balances for the governmental funds. Individual fund data for each of these funds are provided in the form of combining financial statements under Other Supplementary Information of this report.

Proprietary Funds. Enterprise services for which the City charges fees to customers are reported as proprietary funds. Like the government-wide financial statements, the proprietary fund statements report long-term (noncurrent) and short-term (current) financial information. The Statement of Cash Flows for the proprietary funds presents changes in cash and cash equivalents, resulting from operating, financing and investing activities; cash receipts and cash disbursements are reported without consideration of the earnings event, when an obligation arises, and excludes depreciation of capital assets. The City's proprietary funds, comprised of the Housing Development Special Fund, Sewer Fund, Solid Waste Special Fund, and the Public Transportation System, are reported on pages 43 to 46. In addition, the proprietary funds are classified as business-type activities in the government-wide financial statements on pages 35 to 37.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The financial statements of the fiduciary funds are reported on pages 47 and 48 of this report while the agency funds are reported on pages 132 and 133.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, the Financial Section of the CAFR presents certain required supplementary information. The combining financial statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information. The individual fund statements and schedules may be found following the combining financial statements.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE (GOVERNMENT-WIDE)

Statement of Net Position

As noted earlier, net position may serve over time as a useful indicator of the City's financial position. Excluding its component units, the City's net position amounted to $821.9 million for the fiscal year ended June 30, 2015 in contrast to $1.95 billion as restated for the last fiscal year end.

The largest portion of the primary government's net position (142.7% and 57.0% at the end of fiscal years 2015 and 2014, respectively) is net investment in capital assets (i.e., land, construction work in progress, buildings and improvements, equipment and machinery, and infrastructure). The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, the resources

needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

The unrestricted net position for the primary government decreased from $659.0 million for the fiscal year ended June 30, 2014 to a $532.4 million negative balance for the current fiscal year end. The decline is primarily attributable to a change in accounting principles, pursuant to the implementation of Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions.* For the governmental activities, a total of $1.2 billion of long-term pension benefit obligations was reflected as a prior period adjustment, resulting in an unrestricted net position with a negative balance of $1.1 billion for the fiscal year ended June 30, 2015. Regarding the business-type activities, $152.8 million was recorded as a prior period adjustment, resulting in an 11.8% decline to $562.2 million in unrestricted net position; the decline was offset by a 4.0% sewer service charge rate increase.

Resources that are subject to external restrictions on how they may be used amounted to 22.0% of the City's net position at June 30, 2015.

The following is a summary of the Statements of Net Position as of June 30, 2015 and 2014:

Summary Statements of Net Position
(Amounts in Millions)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014 As Restated	2015	2014 As Restated
Current and other assets	$ 961.2	$ 669.2	$ 997.0	$ 898.6	$ 1,958.2	$ 1,567.8
Restricted assets	-	-	178.7	295.1	178.7	295.1
Capital assets, net of accumulated depreciation	2,365.1	2,302.8	3,485.6	3,286.3	5,850.7	5,589.1
Total assets	3,326.3	2,972.0	4,661.3	4,480.0	7,987.6	7,452.0
Deferred Outflows	279.4	72.7	50.5	29.9	329.9	102.6
Noncurrent liablilities	4,237.8	2,672.6	2,808.4	2,654.3	7,046.2	5,326.9
Other liabilities	118.6	142.4	124.8	139.8	243.4	282.2
Total liabilities	4,356.4	2,815.0	2,933.2	2,794.1	7,289.6	5,609.1
Deferred inflow of resources	182.6	-	23.4	-	206.0	-
Net position:						
Net investment in capital assets	161.1	208.2	1,012.0	900.1	1,173.1	1,108.3
Restricted	0.2	-	181.0	178.2	181.2	178.2
Unrestricted	(1,094.6)	21.5	562.2	637.5	(532.4)	659.0
Total net position	$ (933.3)	$ 229.7	$ 1,755.2	$ 1,715.8	$ 821.9	$ 1,945.5

The following is a summary of the Statements of Activities for fiscal years 2015 and 2014:

Summary Statements of Activities
(Amounts in Millions)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014 As Restated	2015	2014 As Restated	2015	2014 As Restated
Revenues						
Program revenues:						
Charges for services	$ 271.8	$ 270.2	$ 597.9	$ 601.0	$ 869.7	$ 871.2
Operating grants and contributions	141.9	150.4	26.9	21.5	168.8	171.9
Capital grants and contributions	9.8	13.5	25.8	14.8	35.6	28.3
General revenues:						
Property taxes	950.4	849.4	-	-	950.4	849.4
Other taxes	159.0	159.8	-	-	159.0	159.8
Other	52.3	47.2	1.3	1.4	53.6	48.6
Total revenues	1,585.2	1,490.5	651.9	638.7	2,237.1	2,129.2
Expenses						
General government	487.8	482.3	-	-	487.8	482.3
Public safety	442.8	418.9	-	-	442.8	418.9
Highways and streets	50.9	47.6	-	-	50.9	47.6
Sanitation	3.8	3.8	-	-	3.8	3.8
Human services	91.0	91.5	-	-	91.0	91.5
Culture and recreation	109.1	108.1	-	-	109.1	108.1
Utilities or other enterprises	60.0	35.9	-	-	60.0	35.9
Interest	80.1	85.8	-	-	80.1	85.8
Housing	-	-	11.6	15.9	11.6	15.9
Sewer	-	-	252.4	276.9	252.4	276.9
Solid waste	-	-	174.7	190.3	174.7	190.3
Public transportation	-	-	250.9	239.7	250.9	239.7
Total expenses	1,325.5	1,273.9	689.6	722.8	2,015.1	1,996.7
Increase (decrease) before transfers	259.7	216.6	(37.7)	(84.1)	222.0	132.5
Transfers	(229.9)	(219.2)	229.9	219.2	-	-
Change in net position	29.8	(2.6)	192.2	135.1	222.0	132.5
Net position - beginning as restated	229.7	232.3	1,715.8	1,580.7	1,945.5	1,813.0
Restatement due to GASB 68	(1,192.8)	-	(152.8)	-	(1,345.6)	-
Net position - ending	$ (933.3)	$ 229.7	$ 1,755.2	$ 1,715.8	$ 821.9	$ 1,945.5

Total revenues for the primary government increased slightly from $2.1 billion for fiscal year 2014 to $2.2 billion for the current fiscal year.

Expenses for the primary government totaled $2.0 billion for fiscal year 2015 of which $1.3 billion applied to governmental activities and $689.6 million related to business-type activities. For the fiscal year 2014 as restated, expenses for the primary government totaled $2.0 billion; $1.3 billion pertained to governmental activities and $722.8 million to business-type activities. Depreciation, included as expenses in the above schedule, amounted to $100.1 million for the governmental activities and $85.9 million for business-type activities for fiscal year 2015 as disclosed on page 77.

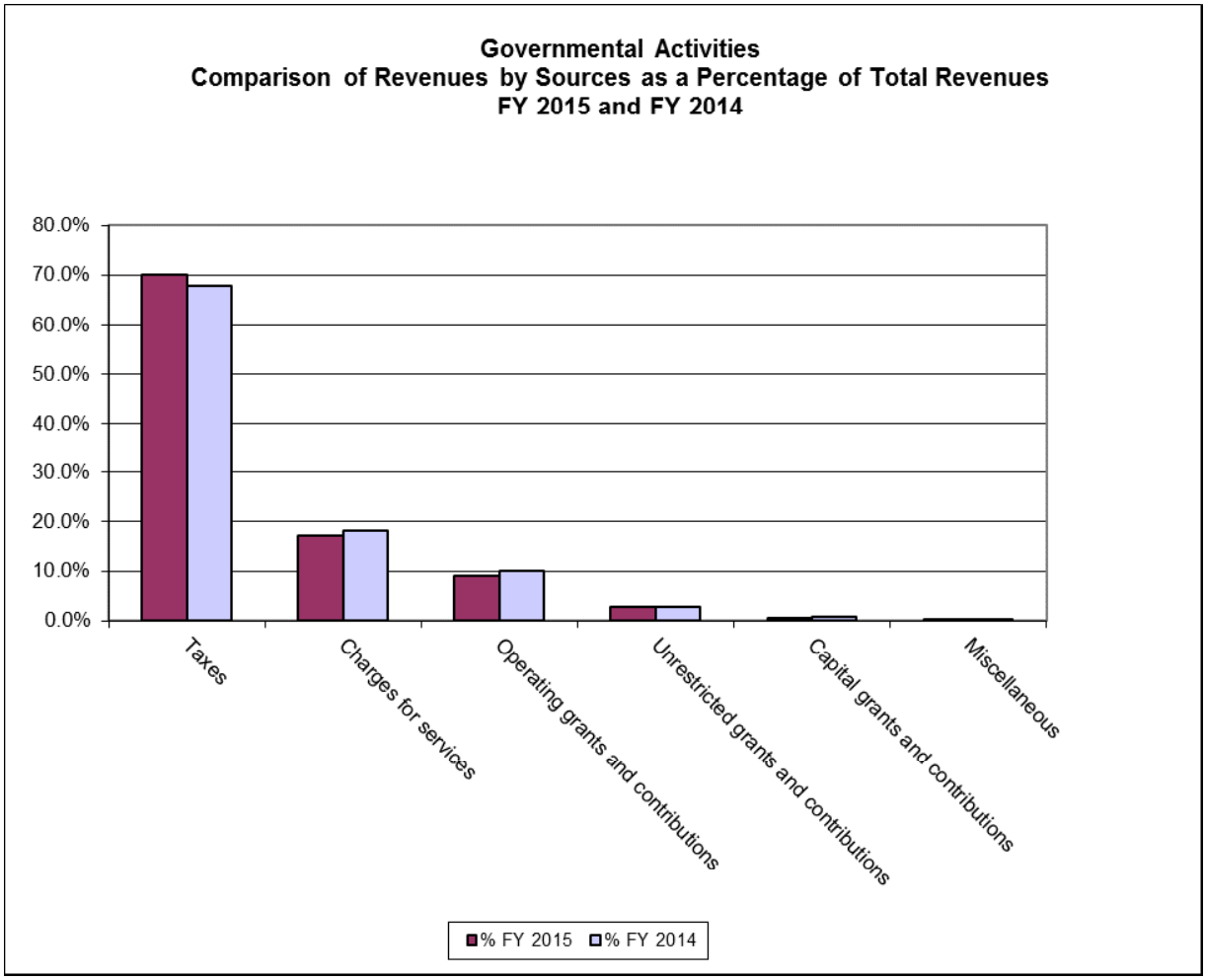
Statement of Activities

As noted earlier, the Statement of Activities presents how the City's net position changed during the current fiscal year. Revenues and expenses are reported as soon as the underlying event occurs, regardless of the timing of the related cash flows. As such, the statement includes information for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes).

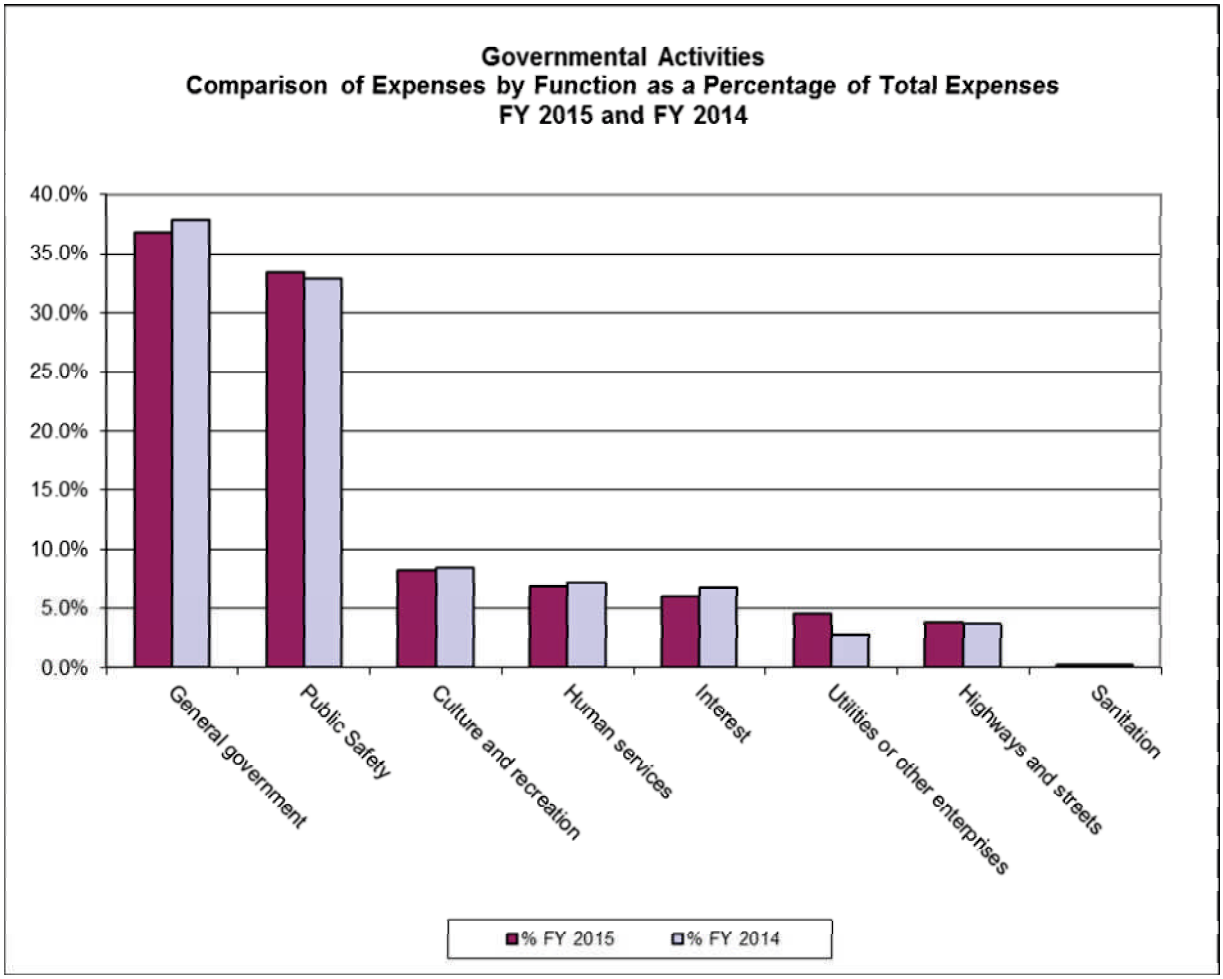
Governmental Activities

The net position for the City's governmental activities improved by $29.8 million for fiscal year 2015 compared to a decline of $2.6 million for fiscal year 2014 as reflected in the preceding page. The improvement can be attributed primarily to the $101.0 million increase in real property tax collections.

Revenues. The following exhibit, Comparison of Revenues by Sources as a Percentage of Total Revenues, indicates revenues from governmental activities improved in fiscal year 2015 compared to the last fiscal year. For fiscal year 2015, taxes increased $100.2 million to $1.1 billion, representing 70.0% of the revenues from governmental activities. Charges for services actually rose a slight 0.6% to $271.8 million, but represented 17.1% of the revenues from governmental activities compared to 18.1% for the prior fiscal year. On the other hand, operating grants and contributions decreased 5.7% from $150.4 million for fiscal year 2014 to $141.9 million for fiscal year 2014.



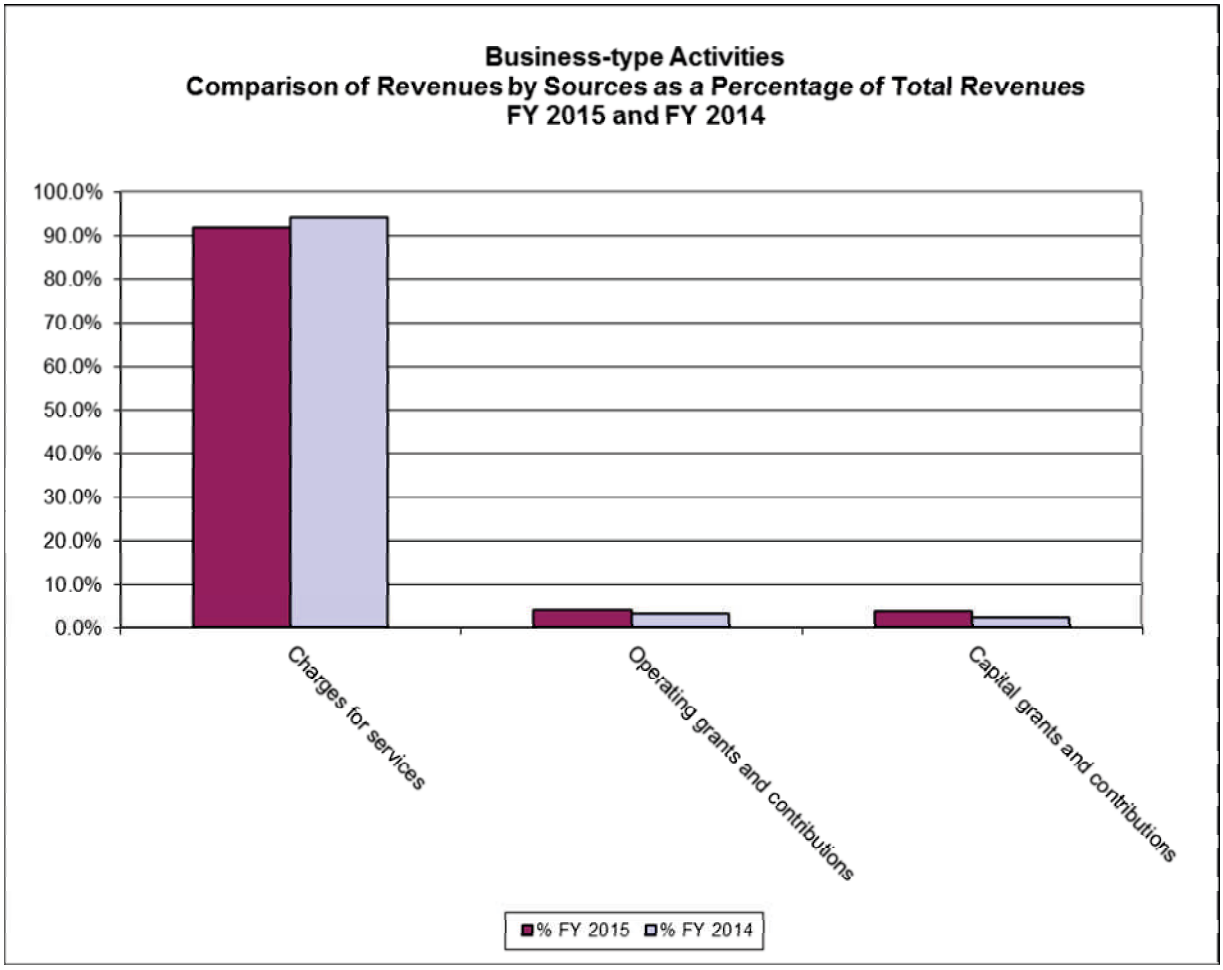
Expenses. As displayed in the Comparison of Expenses by Function as a Percentage of Total Expenses for governmental activities below, expenditures were relatively stable except for the utilities or other enterprises (transportation) function which increased 67.1% to $60.0 million for fiscal year 2015 primarily due to the higher quantity of buses and paratransit vehicles acquired in the current fiscal year.



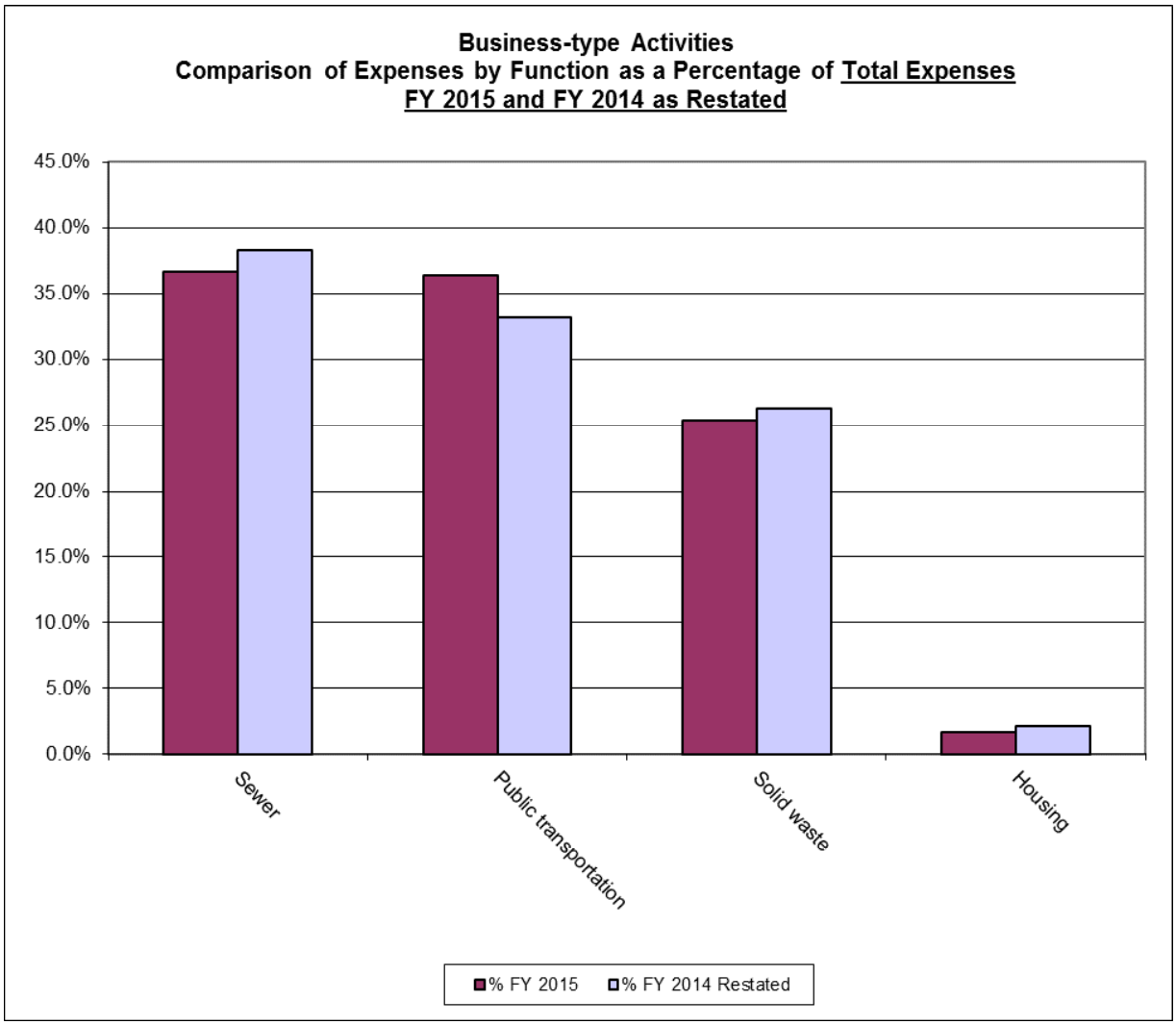
Business-type Activities

The net position for the City's business-type activities increased by $192.2 million and $135.1 million for fiscal years 2015 and 2014 as restated, respectively. For the current fiscal year, the improvement in net position can be attributed primarily to the 4.0% sewer service charge rate increase as part of a multi-year rate package implemented to address long-term system upgrades mandated by the Environmental Protection Agency as well as increases in operating and capital grants.

Revenues. The Comparison of Revenues by Sources as a Percentage of Total Revenues for business-type activities in the exhibit below indicates that revenues from the business-type activities were relatively stable for the last two fiscal years. For example, charges for services provided 91.7% and 94.1% of the revenues for fiscal years 2015 and 2014, respectively. Specifically, charges for services totaled $597.9 million for fiscal year 2015 and can be disaggregated as follows: housing ($11.2 million), sewer ($402.5 million), solid waste ($127.0 million), and public transportation ($57.2 million). In contrast, charges for services totaled $601.0 million for fiscal year 2014 as follows: housing ($22.2 million), sewer ($395.3 million), solid waste ($126.3 million), and public transportation ($57.2 million).



Expenses. As displayed in the exhibit below, expenses by business-type activities remained relatively stable for fiscal years 2015 and 2014. Sewer (36.6%) used the most resources, followed by public transportation (36.4%) and solid waste (25.3%) for fiscal year 2015.



FINANCIAL ANALYSIS OF THE CITY GOVERNMENT'S FUNDS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's governmental funds is to provide information on short-term (current) inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements.

The following table summarizes the changes in fund balances for the City's governmental funds as of the end of the 2015 fiscal year. Total fund balances increased $315.8 million for fiscal year 2015 in comparison to the decrease of $182.3 million for the prior fiscal year.

Changes in Fund Balances
(Amounts in Millions)

	General Fund	Highway Fund	General Obligation Bond and Interest Redemption Fund	All Other Funds	Totals 2015	Totals 2014
Revenues:						
Taxes	$ 993.4	$ 107.1	$ -	$ 9.3	$ 1,109.8	$ 1,011.1
Other	146.9	140.0	-	190.6	477.5	485.9
Total Revenues	1,140.3	247.1	-	199.9	1,587.3	1,497.0
Expenditures	830.2	105.9	186.3	351.6	1,474.0	1,471.5
Subtotal	310.1	141.2	(186.3)	(151.7)	113.3	25.5
Transfers and Other	(295.4)	(125.5)	186.3	437.1	202.5	(207.8)
Changes in Fund Balances	$ 14.7	$ 15.7	$ -	$ 285.4	$ 315.8	$ (182.3)

The above changes in fund balances for the governmental funds differ from the changes in net position for governmental activities summarized on page 24. The differences relate to certain financial resources and expenditures such as debt financing and capital outlays that are included in the changes in governmental fund balances but are not reported in the changes in net position as detailed on page 41.

General Fund. The General Fund is the main operating fund of the City. The unassigned fund balance of the General Fund decreased by $15.6 million to $170.0 million, primarily due to the $19.4 million increase in encumbrances for pensions and other post-employment benefits. On the other hand, total fund balance increased $14.8 million to $323.6 million for the fiscal year ended June 30, 2015.

Real property tax, the primary General Fund revenue source rose $100.6 million, representing an 11.9% increase over the previous year, primarily due to higher assessed values, new inventory, compliance reviews of exemptions, and tax appeal resolutions.

Highway Fund. The Highway Fund includes special revenue proceeds that have been earmarked by law for highway and related activities. Major revenue sources include the City fuel tax, motor vehicle weight tax, and public utility franchise tax. The restricted fund balance increased from $50.6 million at June 30, 2014 to $66.2 million at the close of the current fiscal year.

General Obligation Bond and Interest Redemption Fund. The General Obligation Bond and Interest Redemption Fund accounts for principal and interest payments on general obligation serial bonds that have been issued by the City. The matured bonds and interest payable balance as of June 30, 2015 remained unchanged at $321,000 in comparison to the prior fiscal year end.

All Other Funds. This category is comprised of all the City's nonmajor governmental funds, and excludes the proprietary and fiduciary funds. The total fund balances for the nonmajor funds improved by $285.4 million, compared to a decline of $175.3 million for the prior fiscal year.

GENERAL FUND BUDGETARY HIGHLIGHTS

Collections of real property taxes exceeded budgetary estimates by $17.3 million (1.9%) for fiscal year 2015 primarily due to an increase in assessed values, new inventory, compliance reviews of exemptions, and tax appeal resolutions. With the statutory limits on the City's share of the transient accommodation tax (also known as the hotel room tax), $45.4 million was budgeted and earned. On the other hand, the amounts budgeted exceeded actual revenues for State reimbursements for Fireboat Operations ($2.2 million) and Emergency Ambulance Services ($4.4 million), due to termination of the contract upon the transfer of the function to the State, and the awarded contract amount being less than the estimated budget amount, respectively.

There was no total change between the original appropriated budget including transfers and the final amended budget including transfers; line item amendments for the General Fund represent authorized changes between activities.

Due to the implementation of expenditure control measures, actual expenditures were less than budgetary estimates by 7.7% ($75.2 million) for fiscal year 2015. The net changes in fund balance reflected favorable variances of $93.4 million for fiscal year 2015.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets, net of accumulated depreciation, totaled $5.9 billion for the primary government of which $2.4 billion pertained to governmental activities as of June 30, 2015. This investment in capital assets includes land, construction work in progress, buildings and improvements, equipment and machinery, and infrastructure.

Capital asset additions can be attributed primarily to costs incurred for various ongoing capital improvement projects during fiscal year 2015. Major projects for the governmental activities include Rehabilitation of Streets ($72.7 million), Waianae Police Station Replacement ($10.1 million), Improvements at Various Parks ($8.5 million), Drainage Improvements ($6.5 million), Puu Manawahua Building Renovation and Improvement ($4.1 million), and Traffic Signal and Control Improvements ($3.0 million). For the business-type activities, the major projects include Kaneohe/Kailua Sewer Tunnel Project ($67.5 million), Ala Moana Wastewater Pump Station Force Main ($24.5 million), Sand Island Wastewater Treatment Plant Expansion ($20.7 million), Waste Process Disposal – Third Boiler Expansion ($17.8 million), and Solid Waste to Energy Facility Rehabilitation ($14.6 million).

Major completed projects during fiscal year 2015 for the governmental activities include Rehabilitation of Streets at various locations ($127.9 million), Improvements at Various Parks ($14.3 million), Traffic Signal and Control Improvements ($10.0 million), Drainage Improvements ($10.0 million), Urban Core Road Construction ($4.8 million), and Five Fire Engine Pumper Trucks and Aerial Tiller ($4.1 million). For the business-type activities, the major completed projects include Waste Process Disposal - Third Boiler Expansion ($379.6 million), acquisition of 33 diesel buses and 86 paratransit vans ($27.8 million), Wahiawa Wastewater Treatment Plant Improvements ($20.5 million), and Ala Moana Boulevard Sewer Rehabilitation – Phase 2 ($11.8 million).

Additional information on the City's capital assets may be found in the Notes to Financial Statements on pages 75 to 77.

The following is a summary of the capital assets for the primary government as of June 30, 2015 in comparison to the previous year:

Summary of Capital Assets
(Amounts in millions)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Non-depreciable assets:						
Land	$ 492.2	$ 482.4	$ 160.1	$ 157.0	$ 652.3	$ 639.4
Construction work in progress	160.8	233.3	498.6	769.2	659.4	1,002.5
Other capital assets:						
Buildings and improvements	1,409.8	1,378.8	1,856.9	1,391.3	3,266.7	2,770.1
Equipment and machinery	375.6	364.5	642.4	608.6	1,018.0	973.1
Infrastructure	1,553.5	1,386.4	1,563.6	1,528.7	3,117.1	2,915.1
Less: accumulated depreciation	(1,626.8)	(1,542.6)	(1,236.0)	(1,168.5)	(2,862.8)	(2,711.1)
Net	$ 2,365.1	$ 2,302.8	$ 3,485.6	$ 3,286.3	$ 5,850.7	$ 5,589.1

Long-Term Debt

At June 30, 2015 the long-term debt for the primary government amounted to $4.8 billion, consisting mainly of total bonded debt ($4.5 billion) and notes payable ($247.2 million). The total bonded debt is comprised of $2.9 billion in general obligation bonds, and $1.6 billion in revenue bonds secured by wastewater system revenue sources.

Bonded debt activity for fiscal year 2015 included issuance of $888.6 million of general obligation bonds, Series 2015A through D (tax-exempt) and Series 2015E (taxable) on April 02, 2015. The bonds were issued to fund various capital improvement projects, and to refund certain previously issued general obligation commercial paper and general obligation bonds.

The general obligation bonds, Series 2015A through E, have ratings of "Aa1/AA+" by Moody's Investors Service and Fitch Ratings, respectively.

The Hawaii Revised Statutes limit the amount of general obligation debt the City may issue to 15.0% of its net assessed valuation. The statutory debt limit for fiscal year 2015 was $26.3 billion. The City's outstanding debt applicable to the legal debt margin totaled $2.3 billion as of June 30, 2015, well below the statutory debt limitation.

Additional information on the City's long term debt may be found on pages 79 to 84 under note number 8 titled Long-Term Liabilities of the Notes to Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Economic indicators such as visitor arrivals, new construction, home resale prices, overall job counts, unemployment, personal income growth, and proprietors' income suggest that the local economy appears to be relatively stable.

The assessed valuation of real property (including new added property inventory) on Oahu increased 7.6% to $187.7 billion for fiscal year 2016 from $174.3 billion for fiscal year 2015.

The rate for sewer service charges was raised 5.0% effective July 1, 2015.

The operating budget net of inter-fund transfers increased 6.1% to $2.27 billion for fiscal year 2016 compared to $2.14 billion for 2015, primarily due to state mandated contributions for other post-employment benefits and new initiatives to address the homeless crisis.

FINANCIAL CONTACT

The CAFR is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Budget and Fiscal Services, City and County of Honolulu, 530 South King Street, Honolulu, Hawaii 96813.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

CITY AND COUNTY OF HONOLULU

STATEMENT OF NET POSITION

JUNE 30, 2015

(Amounts in thousands)

	Primary Government			
	Governmental Activities	Business-type Activities	Total	Total Component Units
ASSETS				
Cash and cash equivalents	$ 226,478	$ 291,833	$ 518,311	$ 109,508
Investments	571,301	597,786	1,169,087	442,115
Receivables (net)	163,782	75,648	239,430	163,377
Internal balances	(308)	308	--	--
Inventories	--	23,752	23,752	7,510
Deferred charges and other	--	7,651	7,651	37,640
Restricted assets:				
Cash and cash equivalents	--	12,640	12,640	16,821
Investments	--	166,059	166,059	29,559
Capital assets (net of accumulated depreciation):				
Land	492,211	160,113	652,324	123,475
Buildings and improvements	702,295	1,451,303	2,153,598	94,097
Equipment and machinery	114,428	153,773	268,201	104,182
Infrastructure	895,372	1,221,830	2,117,202	818,688
Construction work in progress	160,776	498,601	659,377	1,680,569
Total assets	3,326,335	4,661,297	7,987,632	3,627,541
DEFERRED OUTFLOWS				
Deferred outflows	279,369	50,522	329,891	40,532
LIABILITIES				
Accounts payable	92,273	75,958	168,231	159,616
Matured bonds and interest payable	330	--	330	--
Accrued interest payable	26,001	36,333	62,334	5,269
Due to fiduciary funds	9	29	38	--
Other liabilities	--	12,505	12,505	18,602
Noncurrent liabilities:				
Due within one year	155,251	103,063	258,314	48,779
Due in more than one year	4,082,559	2,705,371	6,787,930	484,080
Total liabilities	4,356,423	2,933,259	7,289,682	716,346
DEFERRED INFLOWS				
Deferred inflow of resources	182,601	23,382	205,983	10,424
NET POSITION				
Net investment in capital assets	161,115	1,011,958	1,173,073	2,325,323
Restricted for:				
Capital activity	--	--	--	23,610
Debt service	166	181,029	181,195	--
Unrestricted	(1,094,601)	562,191	(532,410)	592,370
Total net position	$ (933,320)	$ 1,755,178	$ 821,858	$ 2,941,303

The notes to the financial statements are an integral part of this statement.

CITY AND COUNTY OF HONOLULU

STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	$ 487,753	$ 199,034	$ 5,551	$ --
Public safety	442,822	40,765	14,395	4,523
Highways and streets	50,831	183	911	3,990
Sanitation	3,822	3	--	--
Human services	90,965	521	77,852	--
Culture and recreation	109,127	29,384	929	--
Utilities or other enterprises	60,032	1,922	42,302	1,245
Interest	80,126	--	--	--
Total governmental activites	1,325,478	271,812	141,940	9,758
Business-type activities:				
Housing	11,562	11,247	--	--
Sewer	252,448	402,472	--	782
Solid Waste	174,651	126,990	--	--
Public Transportation	250,925	57,199	26,862	24,972
Total business-type activites	689,586	597,908	26,862	25,754
Total primary government	$ 2,015,064	$ 869,720	$ 168,802	$ 35,512
Component units:				
Total component units	$ 379,151	$ 217,412	$ 164,245	$ 176,384

General revenues:
- Property taxes
- Public service company tax
- Fuel tax
- Public utility franchise tax
- Investment earnings
- Unrestricted grants and contributions
- General Excise Tax Surcharge
- Other

Transfers

Total general revenues and transfers

Change in net position

Net position - beginning, as previously reported

Prior period adjustments

Net position - beginning, as restated

Net position - ending

The notes to the financial statements are an integral part of this statement.

CITY AND COUNTY OF HONOLULU

STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

Net (Expense) Revenue and Changes in Net Position			
Primary Government			
Governmental Activities	Business-type Activities	Total	Total Component Units
$ (283,168)	$ --	$ (283,168)	$ --
(383,139)	--	(383,139)	--
(45,747)	--	(45,747)	--
(3,819)	--	(3,819)	--
(12,592)	--	(12,592)	--
(78,814)	--	(78,814)	--
(14,563)	--	(14,563)	--
(80,126)	--	(80,126)	--
(901,968)	--	(901,968)	--
--	(315)	(315)	--
--	150,806	150,806	--
--	(47,661)	(47,661)	--
--	(141,892)	(141,892)	--
--	(39,062)	(39,062)	--
(901,968)	(39,062)	(941,030)	--
--	--	--	178,890
950,387	--	950,387	--
50,939	--	50,939	--
50,503	--	50,503	--
57,555	--	57,555	--
454	1,274	1,728	3,296
45,521	--	45,521	--
--	--	--	223,667
6,359	--	6,359	--
(229,939)	229,939	--	--
931,779	231,213	1,162,992	226,963
29,811	192,151	221,962	405,853
229,685	1,698,878	1,928,563	2,661,067
(1,192,816)	(135,851)	(1,328,667)	(125,617)
(963,131)	1,563,027	599,896	2,535,450
$ (933,320)	$ 1,755,178	$ 821,858	$ 2,941,303

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FUND FINANCIAL STATEMENTS

Governmental Funds Financial Statements

MAJOR FUNDS

General Fund (Combined)

General Fund

This fund accounts for all financial resources except those required to be accounted for in another fund.

Zoo Animal Purchase Fund

This fund accounts for the proceeds from the sale of surplus animals from the Honolulu Zoo and all donations made specifically for the purchase of animals. Funds in this account shall be expended for the acquisition of zoo animals to include shipping, insurance, travel and other related costs. Effective July 1, 2013, the Zoo Animal Purchase Fund was combined with the General Fund.

Grants in Aid Fund

This fund is used to award grants in aid to federal income tax exempt non-profit organizations that provide services to economically and/or socially disadvantaged populations or provide services for public benefit in the areas of the arts, culture, economic development or the environment.

Reserve for Fiscal Stability Fund

This fund accounts for monies determined to be in excess of expenditures, monies appropriated to the fund by City Council, and monies realized from the conveyance of City property and designated for deposit into the fund by City Council resolution. The reserves are designated for economic and revenue downturns and emergency situations.

Leasehold Conversion Fund

This fund accounts for all monies to assist lessees to purchase, at fair and reasonable prices, lands upon which residential condominium, cooperative housing or residential planned development are situated.

Improvement District Revolving Fund

Monies in this revolving fund are available to cover deficiencies, advance interest due, reimburse the General Fund in the event the payment of assessments are late or insufficient, and pay all expenses in connection with the sale of delinquent lots as bid for and purchased for the City by the Director of Budget and Fiscal Services.

Housing and Community Development Revolving Fund

This fund serves as a working capital fund to facilitate the expenditure of joint costs.

Special Revenue Fund

Highway Fund

This fund accounts for disposition of proceeds from special revenues earmarked by law for highway and related activities. Major revenue sources include the City fuel tax, vehicle weight tax and public utility franchise tax.

Debt Service Fund

General Obligation Bond and Interest Redemption Fund

This fund accounts for payments of principal and interest on general obligation serial bonds issued by the City.

Governmental Funds Financial Statements (Continued)

NONMAJOR FUNDS

Special Revenue Funds

Highway Beautification and Disposal of Abandoned Vehicles Revolving Fund

This fund accounts for receipts from motor vehicle registration certificates. These monies are expended primarily for the beautification of highways under the jurisdiction of the City and the disposition of abandoned vehicles.

Bikeway Fund

This fund accounts for bicycle and moped permanent registration fees, transfer fees, penalties, fines, and charges for duplicate tags and certificates of registration. These monies are earmarked for operating, acquisition and other costs related to bikeways.

Parks and Playgrounds Fund

All monies received in lieu of providing land in perpetuity or dedicating land, together with facilities for park and playground purposes are recorded in this fund. These monies must be expended for the purchase of land for parks and playgrounds, park and playground equipment, and/or the improvement of existing parks and playgrounds.

Liquor Commission Fund

This fund accounts for all monies collected by as well as received on behalf of the Liquor Commission and used for operational and administrative costs of the Liquor Commission.

Rental Assistance Fund

This fund accounts for all net receipts from the Hale Pauahi parking structure which are expended for monthly rental assistance payments to landlords on behalf of eligible applicants.

Hanauma Bay Nature Preserve Fund

This fund accounts for receipts from the entrance and vehicle admission fees to the Hanauma Bay Nature Preserve and is earmarked primarily for the operation, maintenance and improvement of the Nature Preserve.

Clean Water and Natural Lands Fund

This fund receives and expends monies for the purchase of or to otherwise acquire real estate or any interest therein for land conservation in the City.

Affordable Housing Fund

This fund receives and expends monies to provide and maintain affordable housing for persons earning less than fifty percent of the median household income in the City.

Community Development Fund

Monies are provided by the federal government under the Housing and Community Development Act of 1974, as amended; the National Affordable Housing Act of 1990, as amended; monies generated as program income; and monies carried over from prior years. Funds are expended to carry out the objectives of the Acts.

Patsy T. Mink Central Oahu Regional Park Fund

This fund accounts for all revenues generated from the Patsy T. Mink Central Oahu Regional Park. These monies shall be expended, as appropriated, for the improvement, maintenance and repair of the City's Patsy T. Mink Central Oahu Regional Park.

Governmental Funds Financial Statements (Continued)

NONMAJOR FUNDS (CONTINUED)

Special Revenue Funds (Continued)

Golf Fund

Receipts for this fund are derived from the operation of the City's golf facilities. All funds are expended for the management, operation and maintenance of the municipal golf courses.

Special Events Fund

This fund accounts for all revenues derived from the operation of the City's auditorium facilities, Waikiki Shell, and Honolulu Zoo. All funds are expended for the operation of the Department of Enterprise Services.

Special Projects Fund

This fund accounts for all monies received under special contracts executed between the City and the State of Hawaii. Monies received from various other sources for operating and capital improvement expenditures for which no financing has been provided in other funds, such as contributions from property owners exclusive of improvement district assessment collections, are also accounted for in this fund.

Federal Grants Fund

This fund accounts for all monies received from the federal government as grants for specific projects as well as supporting monies from other sources, where such monies are not accountable in any other fund. All monies placed in the fund are maintained in separate accounts identified with, and expended for, the intended purposes.

Housing and Community Development Rehabilitation Loan Fund

This fund makes loan monies available primarily to low and moderate income applicants unable to secure or qualify for funds under the Rehabilitation Loan Program sponsored by the federal government.

Pauahi Project Expenditures, Hawaii R-15 Fund

This fund was created to facilitate financing of the Pauahi Project redevelopment plan providing for the acquisition, clearance, construction of site improvements, and sale or lease of home, apartment and commercial sites to private parties for development in accordance with said plans. Also, funding may be used for any project that is eligible for Community Development Block Grant monies.

Housing and Community Development Section 8 Contract Fund

This fund accounts for all monies received from the federal government under the Housing and Community Development Act of 1974 for the purposes set forth under Title II of the Act.

Debt Service Fund

Improvement District Bond and Interest Redemption Fund

This fund accounts for the redemption of maturing City improvement district assessment bonds and collections of special assessments.

Capital Projects Funds

General Improvement Bond Fund

This fund accounts for proceeds of general obligation bonds issued to pay all or part of those appropriations in the Capital Budget Ordinance for public improvements specified to be expended from this fund.

Highway Improvement Bond Fund

Proceeds of general obligation bonds issued to pay all or a part of those appropriations in the Capital Budget Ordinance for highway and related public improvements are accounted for in this fund.

Governmental Funds Financial Statements (Continued)

NONMAJOR FUNDS (CONTINUED)

Capital Projects Funds (Continued)

Federal Grants Capital Projects Fund

All monies received from the federal government in the form of grants, entitlements or payments in lieu of taxes, to fund capital projects, and Federal Revenue Sharing funds appropriated for capital projects are deposited or transferred into this fund and expended for the purposes for which such monies are received or appropriated.

Capital Projects Fund

This fund accounts for monies received from sources other than the federal government in the form of grants, entitlements, shared revenues or payments in lieu of taxes, and City monies appropriated for capital projects transferred into this fund. These monies are expended for the purposes received or appropriated. Transactions relating to acquisition of capital improvements financed by special assessments are also accounted for in this fund.

CITY AND COUNTY OF HONOLULU

GOVERNMENTAL FUNDS
BALANCE SHEET

JUNE 30, 2015

(Amounts in thousands)

	General Fund	Highway Fund	General Obligation Bond and Interest Redemption Fund	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and investments:					
With Treasury	$ 336,533	$ 64,283	$ 321	$ 396,642	$ 797,779
Receivables	30,271	32,869	--	100,642	163,782
Due from other funds	19,276	1	--	164	19,441
Total Assets	$ 386,080	$ 97,153	$ 321	$ 497,448	$ 981,002
LIABILITIES, DEFERRED INFLOW AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 29,205	$ 1,641	$ --	$ 36,689	$ 67,535
Accrued payroll	21,940	1,699	--	1,099	24,738
Due to other funds	12	4	--	19,742	19,758
Matured bonds and interest payable	--	--	321	9	330
Total Liabilities	51,157	3,344	321	57,539	112,361
Deferred Inflow:					
Deferred inflow	11,347	27,570	--	73,095	112,012
Total Deferred Inflow	11,347	27,570	--	73,095	112,012
Fund Balances:					
Restricted	--	66,239	--	135,200	201,439
Committed	79,270	--	--	231,614	310,884
Assigned	74,282	--	--	--	74,282
Unassigned	170,024	--	--	--	170,024
Total Fund Balances	323,576	66,239	--	366,814	756,629
Total Liabilities, Deferred Inflow and Fund Balances	$ 386,080	$ 97,153	$ 321	$ 497,448	

Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	2,365,082
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	112,012
Deferred outflows of resources reported in governmental activities are not reported in the funds.	279,369
Deferred inflows of resources reported in governmental activities are not reported in the funds.	(182,601)
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.	(4,263,811)
Net position of governmental activities	$ (933,320)

The notes to the financial statements are an integral part of this statement.

CITY AND COUNTY OF HONOLULU

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	General Fund	Highway Fund	General Obligation Bond and Interest Redemption Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
Taxes	$ 993,433	$ 107,113	$ --	$ 9,290	$ 1,109,836
Special assessments	--	--	--	5	5
Licenses and permits	43,437	129,573	--	4,857	177,867
Intergovernmental	45,521	--	--	144,347	189,868
Charges for services	8,257	4,795	--	21,014	34,066
Fines and forfeits	806	--	--	167	973
Miscellaneous:					
Reimbursements and recoveries	44,052	2,857	--	--	46,909
Interest	455	--	--	66	521
Other	4,384	2,772	--	20,157	27,313
Total Revenues	1,140,345	247,110	--	199,903	1,587,358
Expenditures:					
Current:					
General government	135,051	20,120	--	11,243	166,414
Public safety	365,200	32,381	--	13,121	410,702
Highways and streets	2,588	22,121	--	1,484	26,193
Sanitation	3,822	--	--	--	3,822
Human services	9,979	--	--	80,994	90,973
Culture-recreation	62,014	--	--	26,401	88,415
Utilities or other enterprises	--	2,413	--	56,007	58,420
Miscellaneous:					
Retirement and health benefits	222,858	26,027	--	9,445	258,330
Other	23,788	1,720	--	505	26,013
Capital Outlay:					
General government	3,354	1,175	--	12,739	17,268
Public safety	386	--	--	34,594	34,980
Highways and streets	--	--	--	84,609	84,609
Human services	--	--	--	5,622	5,622
Culture-recreation	233	--	--	11,693	11,926
Utilities or other enterprises	--	--	--	3,107	3,107
Debt service:					
Principal	864	--	96,191	--	97,055
Interest	58	--	88,048	--	88,106
Bond issuance costs	--	--	2,052	--	2,052
Total Expenditures	830,195	105,957	186,291	351,564	1,474,007
Revenues over (under) Expenditures	310,150	141,153	(186,291)	(151,661)	113,351
Other Financing Sources (Uses):					
Issuance of tax exempt commercial paper	--	--	--	100,000	100,000
Issuance of general obligation bonds	--	--	--	280,845	280,845
Issuance of refunding bonds	--	--	517,146	--	517,146
Bond premium	--	--	76,773	49,170	125,943
Bond discount	--	--	(246)	--	(246)
Refunding of bonds and commercial paper	--	--	(546,799)	--	(546,799)
Loss on refunding of bonds		--	(44,822)	--	(44,822)
Sales of capital assets	132	184	--	--	316
Transfers in	137,240	--	184,239	16,971	338,450
Transfers out	(432,795)	(125,670)	--	(9,924)	(568,389)
Total Other Financing Sources (Uses)	(295,423)	(125,486)	186,291	437,062	202,444
Net change in fund balances	14,727	15,667	--	285,401	315,795
Fund Balance - July 1	308,849	50,572	--	81,413	440,834
Fund Balances - June 30	$ 323,576	$ 66,239	$ --	$ 366,814	$ 756,629

The notes to the financial statements are an integral part of this statement.

CITY AND COUNTY OF HONOLULU

GOVERNMENTAL FUNDS

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances--total governmental funds	$ 315,795
Governmental funds report capital outlays as expenditures. The Statement of Activities reports depreciation expense on capital assets and other adjustments. This is the difference between those amounts for this year.	62,303
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	(1,013)
Proceeds from the issuance of long-term debt are reported as providing current financial resources in the governmental funds, but are reported as long-term debt in the government-wide financial statements. Repayment of such debt is reported as an expenditure for governmental funds but is reported as a reduction of debt in the government-wide financial statements.	(361,752)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	124,449
Loss on refunding is recorded as an other financing use in the fund statement but as a deferred outflow in the government-wide financial statements. Amortization of the deferred outflow is reported as interest in the Statement of Activities but does not require current financial resources and is not reported in the funds.	35,802
Funds report expenditures for contributions for pensions. The government-wide statements report deferred outflows, deferred inflows and pension expense.	(145,773)
Change in net position of governmental activities	$ 29,811

The notes to the financial statements are an integral part of this statement.

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Proprietary Fund Financial Statements

Housing Development Special Fund

This fund accounts for monies designated for the development of housing for sale or for rental by the City. Transactions in this fund are incorporated in the financial statements for the housing program.

Sewer Fund

This fund accounts for all monies received pursuant to the provisions of the Federal Water Pollution Control Act amendments of 1972 and the Hawaii Revised Statutes and expended for the purposes authorized.

Solid Waste Special Fund

This fund accounts for all revenues derived from the operation of the City's Refuse Division, solid waste disposal programs, glass recycling program, and other recycling programs. All monies placed in this fund are maintained in separate accounts identified with and expended for the intended purposes.

Public Transportation System

The Bus Transportation Fund was created for the management, operation, and maintenance of the bus transportation system, including the City bus system (TheBus) and the special transit service (The Handi-Van).

CITY AND COUNTY OF HONOLULU
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2015
(Amounts in thousands)

	Business-type Activities-Enterprise Funds				
	Housing	Sewer	Solid Waste	Public Transportation System	Totals
ASSETS					
Current Assets:					
Cash and cash equivalents	$ 1,032	$ 243,703	$ 39,885	$ 7,213	$ 291,833
Investments	2,702	522,685	53,774	18,625	597,786
Receivables:					
Accounts (net of allowance for uncollectibles of $13,268)	1,445	51,752	18,865	1,894	73,956
Interest	--	174	17	--	191
Payroll Advance	--	951	518	32	1,501
Due from other funds	--	321	3	--	324
Inventories of parts, materials and supplies, at cost	--	15,251	--	8,332	23,583
Inventories of real estate held for sale	169	--	--	--	169
Restricted assets:					
Cash and cash equivalents	12,321	--	--	319	12,640
Prepaid expenses and other assets	49	2,559	581	1,874	5,063
Total Current Assets	17,718	837,396	113,643	38,289	1,007,046
Noncurrent Assets:					
Restricted assets:					
Investments	--	115,089	50,970	--	166,059
Capital Assets:					
Land	14,408	45,410	24,063	76,232	160,113
Buildings and improvements	108,621	1,129,803	515,754	102,717	1,856,895
Transmission and distribution system	--	1,563,612	--	--	1,563,612
Equipment and machinery	518	74,623	285,970	31,983	393,094
Buses and other transit vehicles	--	--	--	249,289	249,289
Construction work in progress	6,478	454,083	37,249	791	498,601
Accumulated depreciation	(80,141)	(624,611)	(303,395)	(227,837)	(1,235,984)
Other noncurrent assets	1,274	1,314	--	--	2,588
Total Noncurrent Assets	51,158	2,759,323	610,611	233,175	3,654,267
Total Assets	68,876	3,596,719	724,254	271,464	4,661,313
DEFERRED OUTFLOWS					
Deferred loss on refunding of debt	2,976	21,358	8,863	--	33,197
Deferred outflows from pensions	--	10,325	7,000	--	17,325
Total Deferred Outflows	2,976	31,683	15,863	--	50,522
LIABILITIES					
Current Liabilities:					
Accounts payable	260	56,568	18,871	259	75,958
Interest payable	499	30,524	5,310	--	36,333
Notes payable	--	20,130	--	--	20,130
Bonds payable	2,146	45,573	24,321	--	72,040
Due to other funds	--	4	41	--	45
Reserve for insurance claims payable	--	--	--	8,027	8,027
Accrued payroll	--	1,644	1,087	58	2,789
Other current liabilities	981	472	2,382	1,250	5,085
Total Current Liabilities	3,886	154,915	52,012	9,594	220,407
Noncurrent Liabilities:					
Notes payable	--	225,157	--	--	225,157
General obligation bonds payable	43,848	853	537,017	--	581,718
Revenue bonds payable	--	1,665,702	--	--	1,665,702
Estimated liability for landfill closure and postclosure care costs	--	--	14,863	--	14,863
Net pension liability	--	90,284	58,124	--	148,408
Other liabilities	7,497	30,365	20,847	18,311	77,020
Total Noncurrent Liabilities	51,345	2,012,361	630,851	18,311	2,712,868
Total Liabilities	55,231	2,167,276	682,863	27,905	2,933,275
DEFERRED INFLOWS					
Deferred inflows from pensions	--	14,224	9,158	--	23,382
Total Deferred Inflows	--	14,224	9,158	--	23,382
NET POSITION					
Net investment in capital assets	6,866	713,781	58,136	233,175	1,011,958
Restricted for debt service	--	181,029	--	--	181,029
Unrestricted	9,755	552,092	(10,040)	10,384	562,191
Total Net Position	$ 16,621	$ 1,446,902	$ 48,096	$ 243,559	$ 1,755,178

The notes to the financial statements are an integral part of this statement.

PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

	Business-type Activities-Enterprise Funds				
	Housing	Sewer	Solid Waste	Public Transportation System	Totals
Operating Revenues:					
Rental income	$ 9,516	$ --	$ --	$ --	$ 9,516
Sewer service charges	--	387,957	--	--	387,957
Disposal and collection fees	--	--	56,157	--	56,157
Electrical energy fee	--	--	66,997	--	66,997
Passenger fares for transit services	--	--	--	56,711	56,711
Other revenue	--	9,432	3,836	488	13,756
Total Operating Revenues	9,516	397,389	126,990	57,199	591,094
Operating Expenses:					
Administrative and general	464	55,308	31,256	1,315	88,343
Maintenance	1,038	494	484	109	2,125
Depreciation	3,707	58,111	8,603	15,443	85,864
Contractual services	2,425	16,945	105,455	177,553	302,378
Fringe benefits	--	23,140	15,598	320	39,058
Materials and supplies	125	11,269	3,683	13,727	28,804
Fuel and lubricants	--	1,211	3,814	17,486	22,511
Insurance	161	--	1,732	19,377	21,270
State taxes - fuel	--	--	108	3,161	3,269
Utilities	2,119	25,180	319	2,363	29,981
Total Operating Expenses	10,039	191,658	171,052	250,854	623,603
Operating Income (Loss)	(523)	205,731	(44,062)	(193,655)	(32,509)
Nonoperating Revenues (Expenses):					
Interest revenue	28	1,196	50	--	1,274
Interest expense	(1,518)	(60,541)	(2,481)	--	(64,540)
Loss from disposal of property	--	(100)	--	(71)	(171)
Amortization expense	(5)	(149)	(14)	--	(168)
Other	1,731	5,083	(1,104)	26,862	32,572
Total Nonoperating Revenues (Expenses)	236	(54,511)	(3,549)	26,791	(31,033)
Income (Loss) before Transfers and Capital Contributions	(287)	151,220	(47,611)	(166,864)	(63,542)
Transfers In	4,902	--	102,565	148,719	256,186
Transfers Out	--	(13,805)	(12,442)	--	(26,247)
Capital Contributions	--	782	--	24,972	25,754
Change in Net Position	4,615	138,197	42,512	6,827	192,151
Net Position - July 1 as previously stated	12,006	1,401,624	65,404	219,844	1,698,878
Prior period adjustments:					
Change OTS, Inc. from blended to discretely presented and other adjustments	--	--	--	16,888	16,888
Pension liability (GASB 68)	--	(92,919)	(59,820)	--	(152,739)
Net Position - July 1 as restated	12,006	1,308,705	5,584	236,732	1,563,027
Net Position - June 30	$ 16,621	$ 1,446,902	$ 48,096	$ 243,559	$ 1,755,178

The notes to the financial statements are an integral part of this statement.

CITY AND COUNTY OF HONOLULU
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

	Business-type Activities-Enterprise Funds				
	Housing	Sewer	Solid Waste	Public Transportation System	Totals
Cash flows from operating activities:					
Receipts from customers	$ 8,081	$ 397,152	$ 116,416	$ 55,636	$ 577,285
Payments to suppliers	(6,328)	(66,506)	(124,671)	(228,901)	(426,406)
Payments to employees	--	(61,466)	(40,704)	(1,360)	(103,530)
Other receipts	2,927	372	138	179	3,616
Net cash provided by (used in) operating activities	4,680	269,552	(48,821)	(174,446)	50,965
Cash flows from noncapital financing activities:					
Transfers in	4,902	--	102,565	148,719	256,186
Transfers out	--	(13,805)	(12,442)	--	(26,247)
Grants and contributions	--	--	--	26,862	26,862
Net cash provided by (used in) noncapital financing activities	4,902	(13,805)	90,123	175,581	256,801
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(86)	(180,649)	(31,591)	(2,099)	(214,425)
Proceeds from issuing notes	--	20,000	--	--	20,000
Proceeds from issuing bonds	1,136	2	100,854	--	101,992
Capital grants and subsidies	--	4,975	--	--	4,975
Principal paid on notes	--	(20,058)	--	--	(20,058)
Principal paid on bonds	(3,176)	(41,984)	(80,848)	--	(126,008)
Interest paid on notes	--	(2,372)	--	--	(2,372)
Interest paid on bonds	(1,742)	(80,759)	(24,231)	--	(106,732)
Non-operating revenue	--	106	--	--	106
Net cash used in capital and related financing activities	(3,868)	(300,739)	(35,816)	(2,099)	(342,522)
Cash flows from investing activities:					
Purchase of investments	(2,854)	(1,412,096)	(186,921)	(27,564)	(1,629,435)
Proceeds from maturities of investments	289	1,253,235	152,618	21,721	1,427,863
Interest on investments	--	1,213	54	--	1,267
Net cash used in investing activities	(2,565)	(157,648)	(34,249)	(5,843)	(200,305)
Net increase (decrease) in cash and cash equivalents	3,149	(202,640)	(28,763)	(6,807)	(235,061)
Cash and cash equivalents - July 1	10,204	446,343	68,648	14,339	539,534
Cash and cash equivalents - June 30	$ 13,353	$ 243,703	$ 39,885	$ 7,532	$ 304,473

The notes to the financial statements are an integral part of this statement.

CITY AND COUNTY OF HONOLULU
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

	Business-type Activities-Enterprise Funds				
	Housing	Sewer	Solid Waste	Public Transportation System	Totals
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:					
Operating income (loss)	$ (523)	$ 205,731	$ (44,062)	$ (193,655)	$ (32,509)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	3,707	58,111	8,603	15,443	85,864
Other revenues (expenses)	1,800	--	--	--	1,800
Writeoff of capital assets	--	6,144	--	(71)	6,073
(Increase) decrease in accounts receivable	(118)	1,000	(6,453)	(800)	(6,371)
(Increase) decrease in due from other funds	--	16	(4)	--	12
Increase in inventory of parts, materials and supplies	--	(1,403)	--	(626)	(2,029)
(Increase) decrease in prepaid expenses and other assets	(6)	--	93	162	249
(Increase) decrease in deferred outflows of resources	--	119	(276)	--	(157)
Increase (decrease) in trade accounts payables	7	1,338	(8,221)	(88)	(6,964)
Increase in reserve for insurance claims payable	--	--	--	5,353	5,353
Increase (decrease) in other liabilities	(187)	974	2,211	(164)	2,834
Decrease in net pension liability	--	(13,079)	(8,420)	--	(21,499)
Decrease in due to other funds	--	(3,623)	(1,450)	--	(5,073)
Increase in deferred inflows of resources	--	14,224	9,158	--	23,382
Net cash provided by (used in) operating activities	$ 4,680	$ 269,552	$ (48,821)	$ (174,446)	$ 50,965

Supplemental disclosure of noncash capital and related financing activities (amounts in thousands):

Housing

Amortization of bond insurance costs amounted to $6. Interest expense for bond premium and bond deferred loss on refunding amounted to ($161) for the year ended June 30, 2015. Beginning cash balance includes $10,071 in restricted assets and ending cash balance includes $12,321 in restricted assets.

Sewer

The Sewer Fund received $782 in contributions of capital assets from government agencies and developers which are recorded as contributed capital at their cost or estimated cost for the year ended June 30, 2015. Interest expense for bond discount and bond premium amounted to $1,599 and ($8,309) respectively, while amortization for bond insurance cost amounted to $149 for the year ended June 30, 2015.

Solid Waste

Amortization of bond discount and bond insurance cost amounted to $36 for the year ended June 30, 2015.
Interest expense for bond premium and bond deferred loss on refunding amounted to ($2,590) for the year ended June 30, 2015.

Public Transportation System

The Public Transportation System received contributions of capital assets from the City and County of Honolulu amounting to $24,972 for the year ended June 30, 2015. Beginning cash balance includes $2,221 in restricted assets and ending cash balance includes $319 in restricted assets.

The notes to the financial statements are an integral part of this statement.

Fiduciary Fund Financial Statements

General Trust Fund

This fund accounts for monies received by the various agencies of the City for specific purposes, as trustee, escrow agent, custodian or security holder, for which no special fund exists.

Treasury Trust Fund

Receipts and disbursements of monies from this fund are made through commercial checking accounts authorized by the Director of Budget and Fiscal Services.

Real Property Tax Trust Fund

This fund is used for the purpose of making refunds and adjustments relating to real property taxes.

Payroll Clearance Fund

This fund is used to clear payments of all salaries and wages.

CITY AND COUNTY OF HONOLULU

STATEMENT OF FIDUCIARY NET POSITION

FIDUCIARY FUNDS

JUNE 30, 2015

(Amounts in thousands)

	Private-purpose Trust Fund	Agency Funds
ASSETS		
Cash and cash equivalents	$ 1,660	$ 15,710
Investments	4,141	25,498
Due from other funds	--	38
Total assets	5,801	41,246
LIABILITIES		
Accounts payable	--	7,313
Other current liabilities	--	33,933
Total liabilities	--	41,246
NET POSITION		
Held in trust for individuals, organizations and other governments	$ 5,801	$ --

The notes to the financial statements are an integral part of this statement.

CITY AND COUNTY OF HONOLULU

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

FIDUCIARY FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Private-purpose Trust Fund
ADDITION	
Collections for sundry creditors, contributions, etc.....	$ 1,158
DEDUCTION	
Payments in accordance with trust agreements	1,053
Change in net position	105
Net position - July 1	5,696
Net position - June 30	$ 5,801

The notes to the financial statements are an integral part of this statement.

Component Units Financial Statements

Board of Water Supply

Board of Water Supply (BWS), a semi-autonomous agency of the City, has full and complete authority to manage, control and operate the City's water system and related properties.

Honolulu Authority for Rapid Transportation

Effective July 1, 2011, pursuant to a 2010 amendment to the Revised Charter of the City, the Honolulu Authority for Rapid Transportation (HART) was created to develop, operate, maintain and expand the city fixed guideway system.

Oahu Transit Services, Inc.

Oahu Transit Services, Inc. (OTS) was formed on December 16, 1991 as a nonprofit organization. The purpose of OTS is to manage, operate, and maintain the City bus service and other transit related services on behalf of and for the City.

CITY AND COUNTY OF HONOLULU

COMPONENT UNITS

COMBINING STATEMENT OF NET POSITION

JUNE 30, 2015

(Amounts in thousands)

	Board of Water Supply	Honolulu Authority for Rapid Transportation	OTS, Inc.	Total
ASSETS				
Cash and cash equivalents	$ 22,518	$ 80,721	$ 6,269	$ 109,508
Investments	229,825	212,290	--	442,115
Receivables (net)	29,705	133,672	--	163,377
Inventories	7,510	--	--	7,510
Deferred charges and other	9,740	27,801	99	37,640
Restricted assets:				
Cash and cash equivalents	16,502	--	319	16,821
Investments	29,559	--	--	29,559
Capital assets (net of accumulated depreciation):				
Land	32,373	91,102	--	123,475
Buildings and improvements	94,097	--	--	94,097
Equipment and machinery	104,113	69	--	104,182
Infrastructure	818,688	--	--	818,688
Construction work in progress	63,122	1,617,447	--	1,680,569
Total assets	1,457,752	2,163,102	6,687	3,627,541
DEFERRED OUTFLOWS				
Deferred outflows	33,428	2,913	4,191	40,532
LIABILITIES				
Accounts payable	16,947	138,295	4,374	159,616
Accrued interest payable	5,269	--	--	5,269
Other liabilities	3,282	--	15,320	18,602
Noncurrent liabilities:				
Due within one year	14,320	33,455	1,004	48,779
Due in more than one year	395,425	48,758	39,897	484,080
Total liabilities	435,243	220,508	60,595	716,346
DEFERRED INFLOWS				
Deferred inflow of resources	8,489	1,672	263	10,424
NET POSITION				
Net investment in capital assets	819,139	1,506,184	--	2,325,323
Restricted for:				
Capital activity	23,610	--	--	23,610
Unrestricted	204,699	437,651	(49,980)	592,370
Total net position	$ 1,047,448	$ 1,943,835	$ (49,980)	$ 2,941,303

The notes to the financial statements are an integral part of this statement.

CITY AND COUNTY OF HONOLULU

COMPONENT UNITS

COMBINING STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Board of Water Supply	Honolulu Authority for Rapid Transportation	OTS, Inc.	Total
Expenses	$ 195,732	$ 17,731	$ 165,688	$ 379,151
Program Revenues:				
Charges for Services	216,578	365	469	217,412
Operating Grants and Contributions	--	--	164,245	164,245
Capital Grants and Contributions	18,350	158,034	--	176,384
Total Program Revenues	234,928	158,399	164,714	558,041
Program Revenues over (under) Expenditures	39,196	140,668	(974)	178,890
General Revenues:				
Investment earnings	3,088	208	--	3,296
General Excise Tax Surcharge	--	223,667	--	223,667
Total general revenues	3,088	223,875	--	226,963
Change in net position	42,284	364,543	(974)	405,853
Net position - beginning, as previously reported	1,067,606	1,592,374	1,087	2,661,067
Prior period adjustments	(62,442)	(13,082)	(50,093)	(125,617)
Net position - beginning, as restated	1,005,164	1,579,292	(49,006)	2,535,450
Net position - ending	$ 1,047,448	$ 1,943,835	$ (49,980)	$ 2,941,303

The notes to the financial statements are an integral part of this statement.

NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

The Financial Reporting Entity

The City and County of Honolulu (City or Primary Government), located in the State of Hawaii, is a municipal corporation governed by an elected mayor and a nine-member City Council. The City operates under a City Charter, which was originally adopted in 1959 and last amended in 2010.

The accompanying financial statements present the operations of the City, as primary government, as well as its discretely presented component units, the Board of Water Supply (BWS), the Honolulu Authority for Rapid Transportation (HART) and Oahu Transit Services, Inc. (OTS).

The City's operations are organized by the following general functions: general government, public safety, highways and streets, sanitation, human services, culture and recreation, and utilities or other enterprises.

State of Hawaii (State) agencies assume full responsibility for several major functions usually performed by local governments such as education, welfare, health and judicial functions. These agencies are not dependent on the City and therefore, are not included in these financial statements. There is no separate city, county or township government nor any school district, special district, authority or public corporation with overlapping authority presented in the accompanying financial statements.

Discretely Presented Component Units - The combining component units section in the financial statements includes the financial data of the City's discretely presented component units. They are semi-autonomous proprietary agencies of the City or legally separate organizations for which the primary government is financially accountable. They are combined and reported in a separate column in the government wide financial statements to emphasize their legal separation from the City.

A majority of the board members of BWS, the governing body, are appointed by the Mayor and confirmed by the City Council. BWS has been granted corporate powers by the City Charter. The City does not have the authority to modify or approve the BWS budgets however there is an implied financial burden relationship between the City and BWS. Complete financial statements of the BWS may be obtained from the Board of Water Supply, 630 South Beretania Street, Honolulu, Hawaii 96843 or online at http://www.hbws.org.

HART's board of directors consists of ten members, nine voting members and one non-voting member. The City Charter granted HART corporate powers, however there is an implied financial burden relationship between the City and HART. The HART board adopts the capital and operating budgets for HART. Complete financial statements of HART may be obtained from their office located at 1099 Alakea Street, Suite 1700, Honolulu, Hawaii, 96813 or online at http://www.honolulutransit.org.

OTS' board of directors consists of seven voting members. Chapter 13 of the Revised Ordinance of the City effectuated the formation of a private, non-profit corporation to serve as the transit management services contractor. The OTS Board of Directors selects new members to fill vacancies on the Board, subject to City approval. The City may remove any director when the City determines that the removal is required to fulfill the best interests of the city bus system or special transit services.

Government-wide and Fund Financial Statements - The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the primary government and its component units, excluding the fiduciary funds. For the most part, the effect of interfund activity has been eliminated from these statements except for charges between the water and wastewater utilities and various other functions. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from the legally separate component units for which the primary government is financially accountable.

The statement of activities reflects the direct expenses of the functional category or segment, which are supported by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include:

- charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and

- grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for the governmental funds, proprietary funds, and fiduciary funds even though the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and major individual proprietary (enterprise) funds are reported as separate columns in the fund financial statements.

The City reports the following as major governmental and proprietary funds:

General Fund
This fund is the City's primary operating fund. It includes all financial resources of the general government, except those required to be accounted for in another fund. The major revenue source is the real property tax.

Highway Fund
This fund accounts for disposition of proceeds from special revenues earmarked by law for highway and related activities. Major revenue sources include the City fuel tax, vehicle weight tax and public utility franchise tax.

General Obligation Bond and Interest Redemption Fund
This fund accounts for payments of principal and interest on general obligation serial bonds issued by the City. Major revenue sources include issuance of bonds and transfer of funds from the general fund.

Housing Development Special Fund
This fund accounts for monies designated for the development of housing for sale or for rental by the City. Transactions in this fund are incorporated in the special statements for the housing program. Revenue sources include housing and parking rental income. Additional sources include shared appreciation equity from the City's Shared Appreciation Equity Program and subsidies from the general fund for debt service payments.

Sewer Fund
This fund accounts for all monies received pursuant to the provisions of the Federal Water Pollution Control Act amendments of 1972 and the Hawaii Revised Statutes and expended for the purposes authorized. Revenue sources include monthly user service charges and system facility charges for new customers connecting to the sewer system.

Solid Waste Special Fund
This fund accounts for all revenues derived from the operation of the City's Refuse Division, solid waste disposal programs, glass recycling program, and other recycling programs. All monies placed in this fund are maintained in separate accounts identified with and expended for the intended purposes. Revenue sources include solid waste disposal fees, refuse collection fees, and electrical energy fees received from the sale of electrical energy produced by the combustion

of refuse at the City's solid waste disposal facility. Additional sources include subsidies from the general fund to support the refuse collection and disposal operations.

Public Transportation System
The Public Transportation System was created for the management, operation, and maintenance of the bus transportation system, including the City bus system (The Bus) and the special transit service (The Handi-Van). Revenue sources include passenger fares for The Bus and The Handi-Van and subsidies from the general and highway funds to support transit operations. Additional sources include City contributions for the purchase of capital assets (primarily buses and vans) and funding from federal grants.

Measurement Focus, Basis of Accounting and Financial Statement Presentation - The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Agency funds, included in the fiduciary fund financial statements, apply the accrual basis of accounting but do not have a measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Measurable means the amounts are determinable. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within thirty days of the end of the current fiscal period. Revenues not considered available are recorded as unearned revenues. Revenues susceptible to accrual are real property taxes collected within sixty days after fiscal year end, fuel taxes, rents and concessions, interest and special assessments. Licenses and permits revenues, franchise taxes, charges for current services, fines, forfeitures, penalties and other miscellaneous revenues are not susceptible to accrual because they are not measurable until received in cash.

In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the individual programs are used as guidance. There are essentially two types of these revenues. For one type of revenues, monies must be expended for a specific purpose or project and revenues are recognized to the extent of such expenditures. Revenues of this type are deferred for monies received in advance of expenditures and accrued for expenditures in advance of monies received. For the other type of revenues, monies are virtually unrestricted as to purpose of the expenditure. These resources are reflected as revenues at the time of receipt, or earlier if the susceptible to accrual criteria are met.

Expenditures generally are recorded when a liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The City's fiduciary funds are presented in the fund financial statement by type. Since by definition these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

Fund Types - The financial transactions of the City are recorded in individual funds. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund balances, revenues and expenditures/expenses. There are certain minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise funds combined) for the determination of major funds. The non-major funds are combined in a column in the fund financial statements and detailed in the combining section.

The City has the following fund types:

Governmental Fund Types
The focus of governmental fund measurement (in the fund financial statements) is upon determination of net position and changes in net position (sources, uses and balances of financial resources) rather than upon net income.

The City's governmental fund types are as follows:

General Fund – The general fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Funds – Debt service funds are used to account for the accumulation of resources for, and the payment of debt principal, interest and related costs.

Capital Projects Funds – Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, net position and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The City maintains four proprietary enterprise fund types (Housing, Sewer, Solid Waste and Public Transportation) as well as its discretely presented component units under the following criteria:

> **Enterprise Funds** – Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises:
>
> (a) where the intent of the governing body is that the costs (i.e., expenses including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary Funds

The fiduciary funds are used to account for assets and activities when a governmental unit is functioning as a trustee or an agent for another party. The following are the City's significant fiduciary funds:

- Community Services
- Design and Construction
- Ewa Highway Master Plan Impact Fees
- Lester McCoy Pavilion
- Liquor Commission
- Payroll Clearance
- Planning and Permitting

Accounting Standards

The accompanying financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) for governments as prescribed by the Governmental Accounting Standards Board (GASB).

Budget and Budgetary Accounting

Annual operating and project-length capital budgets are adopted on a basis consistent with GAAP except that encumbrances are treated as budgeted expenditures in the year the commitments are made.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to assign that portion of the applicable operating budget appropriation, is employed as an extension of formal budgetary integration in the general fund and in certain special revenue funds. Capital projects funds employ encumbrance accounting in order to assign to construction contracts that portion of the applicable capital projects appropriation.

Encumbrances are recorded at the time purchase orders, construction contracts or other contracts or commitments are awarded, except for contracts awarded contingent upon the availability of nonbudgeted federal or state grant monies. Encumbrances outstanding at year-end are included in fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year.

Cash and Investments

Cash and cash equivalents are considered to be demand and time deposits primarily with various financial institutions in Hawaii, with fiscal agents, short-term investments with original maturity of three months or less from date of acquisition, and imprest and change funds. Cash on deposit with financial institutions is collateralized in accordance with State statutes.

Investments consist of participating interest-earning contracts such as investments in U.S. government securities and investments purchased under agreements to resell to banks (repurchase agreements). Investments are stated at amortized cost.

The City values investments in accordance with fair value standards for investments in certain types of financial instruments. The City's investments fall into categories that can be valued by cost-based measures.

Real Property Taxes

Real property taxes are assessed and billed annually. The City's real property taxes, which are levied on July 1 and billed on July 20 and January 20 of each year, are based on assessed valuations as of October 1, and are due in two equal installments on the following August 20 and February 20. Accordingly, real property taxes receivable at June 30 of each year are delinquent and amounts that are not collected within sixty days after June 30 of each year are reported as deferred inflow of resources in the fund financial statements. A lien for real property taxes attaches as of July 1 of each year.

Unbilled Receivables

Included in the receivables at June 30, 2015 for BWS and the proprietary fund type were unbilled water and sewer charges (due to the use of cycle billings) in the amounts of $11.5 million and $23.9 million, respectively.

Inventories of Parts, Materials and Supplies

Inventories of parts, materials and supplies are stated at weighted average cost, which approximates fair value. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

Inventory of Real Estate Held for Sale

Real estate held for sale is stated at the lower of cost or estimated net realizable value, with cost being determined by the specific identification method. All estimated costs to the anticipated date of disposition are considered in the determination of estimated net realizable value. Costs include all costs directly related to the planning of improvements to be constructed on the land, interest and other carrying charges. Interest on loans used to finance development or construction activities is capitalized during the development period.

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. All infrastructure assets acquired prior to fiscal year 1980 are capitalized and those acquired after this date are capitalized when certain thresholds are met. Assets with an initial, individual cost of $5,000 or more for equipment and $100,000 for buildings, structures and infrastructure, and an estimated useful life of more than one year are capitalized. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated and accepted capital assets are recorded at estimated fair value or appraised value at time of acceptance by City Council. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs related to repairs and maintenance are expensed as incurred.

Depreciation on all assets is provided for on the straight-line basis over the following estimated useful lives:

	Years
Infrastructure	8 - 75
Buildings and improvements	10 - 50
Transmission and distribution system	13 - 60
Equipment and machinery	5 - 25
Buses and other transit vehicles	7 - 12

Pensions

For purposes of measuring the net pension liability, deferred outflows and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Employee's Retirement System of the State of Hawaii Plan (ERS) and additions to/deductions from ERS's fiduciary net position have been determined on the same basis as they are reported by ERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Outflows / Inflows of Resources

Deferred Outflows of Resources represent a consumption of net position that apply to future periods and therefore will not be recognized until that time. Bond refunding costs and certain pension related costs are deferred and amortized systematically over a specified period of time. The balances as of June 30, 2015 are as follows (amounts in thousands):

	Governmental Activities	Business-Type Activities	Component Units
Deferred Loss on Refunding of Bond	$ 108,470	$ 33,197	$ 16,655
Deferred Pension Related Costs	170,899	17,325	23,877
	$ 279,369	$ 50,522	$ 40,532

Deferred Inflows of Resources represent an acquisition of net position that apply to future periods and consequently will be recognized as revenue at that time. Deferred pension related costs are amortized systematically over a specified period of time. Deferred inflows include unavailable revenue and certain pension related costs. Revenues are recognized in the period amounts become available. The balances as of June 30, 2015 are as follows (amounts in thousands):

	Governmental Activities	Business-Type Activities	Component Units
Deferred Pension Related Costs	$ 182,601	$ 23,382	$ 10,424
Unavailable Revenue			
Sub-receipeint loan program	$ 60,104	$ -	$ -
Public utilities franchise taxes	27,570	-	-
Real porperty taxes	11,196	-	-
Housing assistance loan program	13,027	-	-
Others	115	-	-
	$ 112,012	$ -	$ -

Bond Issue Costs, Original Issue Discount or Premium

Bond issue costs are recorded as expenditures in the year incurred. Original issue discount or premium is amortized over the terms of the respective issues and is added to or offset against the bonds payable in the statement of net position.

Intrafund and Interfund Transactions

Interfund receivables and payables are reported in each fund. Transfers of financial resources between agencies and activities included in the same fund, which are recorded as revenues by the transferee and expenditures or expenses by the transferor, have been eliminated. Transactions that represent reimbursements to a fund for expenditures or expenses initially made from it that are properly applicable to another fund are recorded as expenditures or expenses in the reimbursing fund and as reductions of expenditures or expenses in the reimbursed fund.

Transfers from the primary government include operating loss subsidies of $148.7 million to the Public Transportation System, $102.6 million to the Solid Waste Fund and authorized transfers from funds receiving revenues to funds that will expend those resources. Contributions to the capital accounts of enterprise funds are reflected in the statement of revenue, expenses and changes in net position.

Fund Balance

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the City classifies governmental fund balance as follows:

- *Nonspendable* includes fund balance amounts that cannot be spent because it is not in spendable form, or because of legal or contractual requirements.

- *Restricted* includes fund balance amounts that are constrained for specific purposes which are externally imposed. Sources of these externally enforceable legal restrictions include creditors, grantors, contributors, federal regulations, the State Constitution, State statutes, the City's revised charter, and enabling State legislation for assessments.

- *Committed* includes fund balance amounts that are constrained for specific purposes that are internally imposed by the City through formal action (i.e., ordinance) of the highest level of decision making authority (i.e., City Council) with the consent of the Mayor. The Fiscal Stability Fund was established by Ordinance 98-32 as a fund designated for economic and revenue downturns and emergency situations. Funds can be appropriated only by ordinance when specific economic or revenue triggers are met or in the case of an emergency as defined in the ordinance. Deposits to the fund shall be made with funds deemed to be in excess of funding to sustain services, subject to council approval. The balance in the fund is $72.0 million at June 30, 2015.

- *Assigned* includes fund balances that have been encumbered for purchasing commitments by the Chief Procurement Officer or delegate in accordance with the Budget and Fiscal Services Policies and Procedures and are considered neither restricted nor committed.

- *Unassigned* includes residual positive fund balance within the General Fund which has not been classified within the other above-mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

The City spends restricted amounts first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the City would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The City does not have a formal minimum fund balance policy. The financial statements for the governmental funds are reported on pages 39 to 41. The table on the following page is a summary (amounts in thousands) of the fund balance classifications for the major and other governmental (nonmajor) funds.

Summary of Fund Balance Classifications -

	General Fund	Highway Fund	Other Governmental Funds	Total Governmental Funds
Restricted for:				
Highways	$ -	$ 66,239	$ 10,395	$ 76,634
Federal programs	-	-	30,408	30,408
Affordable housing programs	-	-	30,798	30,798
Land conservation program	-	-	27,541	27,541
Special projects	-	-	8,280	8,280
Rental assistance program	-	-	4,504	4,504
Rehabilitation loan program	-	-	5,572	5,572
Liquor Commission Office	-	-	2,062	2,062
Bikeways	-	-	745	745
Other capital projects	-	-	14,895	14,895
	-	66,239	135,200	201,439
Committed to:				
Emergency reserves	71,991	-	-	71,991
Parks and recreation	-	-	6,377	6,377
Hanauma Bay operations	-	-	5,666	5,666
Rental assistance program	-	-	1,446	1,446
Auditorium operations	-	-	516	516
Golf operations	-	-	861	861
Improvement districts	1,962	-	166	2,128
Other capital projects	-	-	216,557	216,557
Other	5,317	-	25	5,342
	79,270	-	231,614	310,884
Assigned to:				
Provisional for Retirement & Health System Contribution - Employer	12,449	-	-	12,449
Provisional for Judgement	6,544	-	-	6,544
Recreation	6,953	-	-	6,953
Police	6,411	-	-	6,411
Environmental Services	5,308	-	-	5,308
Data Processing	3,244	-	-	3,244
Fire	3,791	-	-	3,791
Human services	5,748	-	-	5,748
Legal	3,013	-	-	3,013
Provisional for Risk Management	1,868	-	-	1,868
Building Additions and Improvements	5,124	-	-	5,124
Repairs and Maintenance	3,374	-	-	3,374
Customer Services	2,425	-	-	2,425
Planning & Zoning	1,980	-	-	1,980
Finance	1,218	-	-	1,218
Other	4,832	-	-	4,832
	74,282	-	-	74,282
Unassigned:	170,024	-	-	170,024
Total	$ 323,576	$ 66,239	$ 366,814	$ 756,629

Net position

Net position comprises the various net earnings (losses) from operating and nonoperating revenues, expenses, transfers and contributed capital. Net position is classified in the following three components: Net investment in capital assets; restricted for capital activity and debt service; and unrestricted net position. Net investment in capital assets consists of capital assets, net of accumulated depreciation and outstanding debt attributable to the acquisition, construction or improvement of those assets. Debt related to unspent proceeds or other restricted cash and investments at year-end is not included in the calculation of net investment capital assets. Restricted for capital activity and debt service consists of net position for which constraints are placed thereon by external parties, such as lenders, grantors, contributors, laws, regulations and enabling legislation, including self-imposed legal mandates. Unrestricted net position consists of all other net position not included in the above categories.

The City uses restricted amounts first when both restricted and unrestricted net position are available unless there are legal documents/contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending.

Retirement Plan Contributions

Act 181/2004 established fixed employer contribution rates as a percentage of compensation. Pursuant to Act 163/2011, the City's fiscal year 2015 contribution rates to the Employees' Retirement System of the State of Hawaii were 24.0% for Police and Fire or 16.5% for general employees.

Deferred Compensation Plan

All full-time employees of the City and its component units are eligible to participate in the City and County of Honolulu's Public Employees' Deferred Compensation Program (Plan), adopted pursuant to Internal Revenue Code Section 457. The Plan permits eligible employees to defer a portion of their salary until future years by contributing to a fund managed by a plan administrator. Amounts in the plan are not available until termination of employment, retirement, death or an unforeseeable emergency.

A trust fund was established to protect plan assets from claims of general creditors and from diversion to any uses other than paying benefits to participants and beneficiaries. Deferred compensation plan assets of $510.1 million are not reported in the accompanying financial statements at June 30, 2015.

Compensated Absences

The City accrues accumulated unpaid vacation when earned (or estimated to be earned) by the employee. Vacation benefits accrue at a rate of one and three-quarters working days for each month. Each employee is allowed to accumulate a maximum of 90 days of vacation as of the end of the calendar year.

Sick leave accumulates at the rate of one and three-quarters working days for each month without limit. Sick leave is taken only in the event of illness and is not convertible to pay; accordingly, sick leave is not accrued in the accompanying financial statements. Employees who retire or leave government service in good standing with sixty or more unused sick leave days are entitled to an additional service credit in the retirement system. At June 30, 2015, accumulated sick leave amounted to $402.6 million.

Leases

Leases that transfer substantially all of the risks and benefits of ownership are accounted for as capital leases. Other leases are operating leases. Capital leases are included in capital assets and, where appropriate, are amortized over the shorter of their estimated economic useful lives or lease terms. The related capital lease obligations are included in long-term debt. Operating leases are expended (or expensed) when the related liability is incurred.

Enterprise Funds

The City maintains four enterprise funds which are included in the proprietary fund financial statements; the Housing Development Special Fund, Sewer Fund, Solid Waste Special Fund and Public Transportation System (PTS). The City's three discretely presented component units BWS, HART and OTS are also maintained as enterprise funds.

Information on these enterprise funds, including significant accounting policies, is described in Notes 11 and 14.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues, expenses/expenditures, and other financing sources and uses during the reporting period. Actual results could differ from those estimates.

New Accounting Pronouncements

In June 2012, GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions*, replacing the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, and Statement No. 50, *Pension Disclosures*, as they relate to governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain criteria. Moreover, this Statement requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. The provisions for this Statement are effective for periods beginning after June 15, 2014 and are to be applied simultaneously with the provisions of Statement 71. The City implemented the provisions of this statement and statement 71 as of June 30, 2015.

In November 2013, GASB issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68.* The objective of this statement is to address an issue regarding application of the transition provisions of Statement No. 68, *Accounting and Financial Reporting for Pensions*. The provisions of this Statement are required to be applied simultaneously with the provisions of Statement 68 and are effective for periods beginning after June 15, 2014. The City implemented the provisions of this statement and statement 68 as of June 30, 2015.

As permitted in GASB 68, management determined that the restatement of fiscal year 2014 is not practical. The cumulative effect of adopting GASB 68 related to prior fiscal years has been recorded as a prior period adjustment to beginning net position for the fiscal year ended June 30, 2015. The implementation of GASB Statements 68 and 71 resulted in a restatement of $1.2 billion ($1.3 of billion net pension liability less $134.0 million of deferred outflows related to contributions) and $152.7 million ($169.9 million of net pension liability less $17.2 million of deferred outflows related to contributions) for governmental and business-type activities, respectively. Refer to Note 10 for more information.

In February 2015, GASB issued Statement No. 72, *Fair Value Measurement and Application.* This Statement enhances the comparability of financial statements among governments by requiring measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and accepted valuation techniques. The provisions of this Statement are effective for periods beginning after June 15, 2015. The City has not yet determined the effect this Statement will have on its financial statements.

In June 2015, GASB issued Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets that are not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68.* This Statement establishes requirements for defined benefit pensions and establishes also the requirements for defined contribution pensions that are not within the scope of Statement No. 68 as well as for the assets accumulated for purposes of providing those pensions. It also amends certain provisions of Statements 67 and 68. The provisions for this Statement are effective for periods beginning after June 15, 2016. The City has not yet determined the effect this Statement will have on its financial statements.

In June 2015, GASB issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions,* replacing Statement No. 45 *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions,* as amended, and Statement No. 57 *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans,* for OPEB. This statement establishes new accounting and financial reporting requirements for OPEB plans. This Statement requires governments providing defined benefit OPEB plans to recognize their long-term obligation for OPEB as a liability for the first time, and to more comprehensively and comparably measure the annual cost of OPEB benefits. The provisions of this Statement are effective for periods beginning after June 15, 2017. The City has not yet determined the effect this Statement will have on its financial statements.

In August 2015, GASB issued Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments.* This statement supersedes Statement No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The objective of this Statement is to identify the hierarchy of generally accepted principles used to prepare financial statements of state and local governments. As a result, governments will apply financial reporting guidance with less variation, which will improve the usefulness of financial statements. The provisions of this Statement are effective for periods beginning after June 15, 2015. The City has not yet determined the effect this Statement will have on its financial statements.

In August 2015, GASB issued Statement No. 77, *Tax Abatement Disclosures*. The objective of this Statement is to improve financial reporting by providing the public with information that is not consistently or comprehensively reported at present. The provisions of this Statement are effective for periods beginning after December 15, 2015. The City has not yet determined the effect this Statement will have on its financial statements.

In December 2015, GASB issued Statement No. 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*. This statement amends the scope and applicability of Statement 68 to exclude pensions provided to employees of state and local governments through a cost-sharing multiple-employer defined benefit plan that meets specific criteria and establishes requirements for recognition and measurement of pension related expenses, expenditures and liabilities; note disclosures; and required supplementary information for the excluded plans. The provisions of this Statement are effective for periods beginning after December 15, 2015. The City implemented the provision of this Statement as of June 30, 2015.

2. Budgets and Budgetary Accounting

On or before March 2, the Mayor submits to the City Council proposed operating and capital budgets for the ensuing fiscal year commencing on July 1. The budgets are on a basis consistent with GAAP except that encumbrances are treated as budgeted expenditures in the year the commitments are made. After public hearings, and on or prior to June 15, the budgets are legally enacted through passage of budget ordinances by the City Council.

All proprietary funds have legally adopted annual budgets as well as the following governmental funds: General Fund, Highway Fund, Highway Beautification and Disposal of Abandoned Vehicles Revolving Fund, Bikeway Fund, Liquor Commission Fund, Rental Assistance Fund, Grants in Aid Fund, Hanauma Bay Nature Preserve Fund, Clean Water and Natural Lands Fund, Affordable Housing Fund, Community Development Fund, Golf Fund, Special Events Fund, Special Projects Fund, Federal Grants Fund, Housing and Community Development Rehabilitation Loan Fund, Housing and Community Development Section 8 Contract Fund, and Leasehold Conversion Fund.

Formal budgetary integration is employed (i.e., annual operating budgets are legally adopted) for the General Fund and special revenue funds. Effective budgetary control for debt service, trust and agency, and revolving funds is achieved through bond indentures, contractual provisions and legislation. Formal budgetary integration is not employed for capital projects because effective budgetary control is achieved through contractual provisions and project oversight. Flexible budgeting (i.e., the relationship of costs to revenues) is employed for enterprise funds.

Appropriations lapse at the end of the fiscal year if not expended or encumbered, except that appropriations for capital projects lapse twelve months after the end of the fiscal year if not at least partially expended or encumbered.

The Mayor is authorized to transfer appropriations between activities within a department and between characters of expenditure within the same activity subject to certain limitations. City Council approval by resolution is required for 1) any transfer of funds between activities when the cumulative amount of transfers from or to an activity totals in excess of $100,000 or ten percent of the amount appropriated for that activity, and 2) any transfer of funds between characters of expenditure within the same activity when the cumulative amount of such transfers exceeds the lesser of $100,000, or the greater of ten percent of the appropriation or $10,000. To transfer appropriations between departments, the legal level of budgeting, amendments must be made to the enacted budget ordinance. The lowest legal level of budgetary control at which appropriations are adopted is at the department level. Only the Mayor may propose amendments to the enacted budget ordinance.

The financial statements aggregate budgetary information at the functional level. The legal level of budgetary control (i.e., department level) is reported in the individual fund statements. The budget figures presented include all amendments to the enacted budget ordinances.

3. Reconciliation of Government-Wide and Fund Financial Statements

Explanation of Certain Differences Between the Governmental Funds Balance Sheet and the Government-Wide Statement of Net Position

The governmental funds balance sheet includes a reconciliation between fund balance of total governmental funds and net position of governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that, “long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.” Long-term liabilities applicable to the City’s governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities. However, all current and long-term liabilities are reported in the statement of net position. The details of this $4.3 billion difference are as follows (amounts in thousands):

Long-term liabilities (see Note 8)	$ 4,237,810
Accrued interest payable and other	26,001
	$ 4,263,811

The governmental fund statement of revenues, expenditures and changes in fund balances includes reconciliation between net change in fund balances of total governmental funds and change in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation states that, "Governmental funds report capital outlays as expenditures. The statement of activities reports depreciation expense on capital assets." The details of this $62.3 million difference are as follows (amounts in thousands):

Capital outlays	$	157,512
Donated land and others		5,170
Loss on disposal		(264)
Depreciation expense		(100,115)
Net adjustment	$	62,303

Another element of that reconciliation states that, "Revenue in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds." The details of this $1.0 million difference are as follows (amounts in thousand):

Taxes	$	452
Special assessments		5
Intergovernmental		211
Other		345
Net adjustment	$	1,013

Another element of that reconciliation states that, "Proceeds from the issuance of long-term debt are reported as providing current financial resources in the governmental funds, but are reported as long-term debt in the government-wide financial statements. Repayment of such debt is reported as an expenditure for governmental funds but is reported as a reduction of debt in the government-wide financial statements." The details of this $361.8 million difference are as follows (amounts in thousands):

Debt Issued:				
General obligation bonds, net			$	(931,305)
Principal Repayments:				
General obligation bonds, net	$	568,471		
Other long-term debt		1,082		569,553
Net adjustment			$	(361,752)

Another element of that reconciliation states that, "Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds." The details of this $124.4 million difference are as follows (amounts in thousands):

Increase in compensated absences	$	(3,995)
Increase in claims and judgments		(6,816)
Increase in other postemployment benefits		(33,609)
Decrease in net pension liability		167,899
Decrease in other - accrued interest		970
Net adjustment	$	124,449

Another element of that reconciliation states that, "Loss on refunding is recorded as an other financing use in the fund statement but as a deferred outflow in the government-wide financial statements. Amortization of the deferred outflow is reported as interest in the Statement of Activities but does not require current financial resources and is not reported in the funds." The government-wide financial statements report a net adjustment of $35.8 million for deferred outflows related to debt refundings.

The final element of that reconciliation states that, "Funds report expenditures for contributions for pensions. The government-wide statements report deferred outflows, deferred inflows and pension expense. The details of this $145.8 million difference are as follows (amount in thousand):

Deferred outflows	$	36,828
Deferred inflows		(182,601)
Net adjustment	$	(145,773)

4. Cash and Investments

The City maintains a cash and investment pool that is used by all funds, except the Oahu Transit Services, Inc. workers' compensation trust fund, which is held separately by the independent plan administrator (see note 11). The respective portion of this pool for each fund is displayed in the accompanying financial statements.

Cash and Cash Equivalents

The City's demand deposits, including those of its fiduciary funds and component unit, are fully insured or collateralized with securities held by the City or its agents in the City's name. Section 38-3, Hawaii Revised Statutes and the City's policy on collateralization govern acceptable forms of collateral.

Investments

State statutes authorize the City to invest in obligations of the U.S. Treasury and U.S. agencies, obligations of other states, cities, and counties, mutual funds and bank repurchase agreements. Investments in repurchase agreements are primarily U.S. government or federal agency securities. Section 46-50, Hawaii Revised Statutes, the City's investment policy and resolution 98-295, CD1 govern acceptable types of investments. The City's resolution 07-51, CD1 govern the deposit and short-term investment of general excise and use tax revenues.

Credit Risk (amounts in thousands):

		Quality Rating	
	Fair Value	Aaa	Not Rated
Primary Government:			
Repurchase agreement	$ 258,841	$ -	$ 258,841
Certificate of deposits	328,212	-	328,212
Guaranteed investment contracts	12,707	-	12,707
U.S. government securities	735,709	735,709	-
Component Units:			
Board of Water Supply			
U.S. government treasury	190,188	190,188	-
U.S. government securities	69,195	69,195	-
Honolulu Authority for Rapid Transportation			
Repurchase agreement	41,160	-	41,160
Certificate of deposits	54,193	-	54,193
U.S. government securities	116,988	116,988	-
Fiduciary Funds:			
Certificate of deposits	29,639	-	29,638

Interest Rate Risk

The City structures the investment portfolio so that securities mature to meet cash requirements for ongoing operations avoiding the need to sell securities on the open market prior to maturity. This practice decreases the City's exposure to risk caused by the fluctuation in interest rates. The City may invest operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools. As of June 30, 2015, the City had no investments in money market mutual funds or external investment pools.

Concentration of Credit Risk

As of June 30, 2015, $12.7 million is invested with FSA Capital Management Services LLC.

The fair value and maturities of investments as of June 30, 2015 were as follows (amounts in thousands):

			Investment Maturity in Years			
	Cost	Fair Value	Less than One	1 to 5	6 to 10	More than 10
Primary Government:						
Repurchase agreement	$ 258,841	$ 258,841	$ 258,841	$ -	$ -	$ -
Certificate of deposits	328,212	328,212	328,212	-	-	-
Guaranteed investment contracts	12,707	12,707	-	-	-	12,707
U.S. government securities	735,386	735,709	735,709	-	-	-
Total	$ 1,335,146	$ 1,335,469	$ 1,322,762	$ -	$ -	$ 12,707
Component Units:						
Board of Water Supply						
U.S. government treasury	$ 190,330	$ 190,188	$ 15,449	$ 174,739	$ -	$ -
U.S. government securities	69,807	69,196	18,162	51,034	-	-
Honolulu Authority for Rapid Transportation						
Repurchase agreement	41,160	41,160	41,160	-	-	-
Certificate of deposits	54,193	54,193	54,193	-	-	-
U.S. government securities	116,937	116,988	116,988	-	-	-
Total	$ 472,427	$ 471,725	$ 245,952	$ 225,773	$ -	$ -
Fiduciary Funds:						
Certificate of deposits	$ 29,639	$ 29,639	$ 29,639	$ -	$ -	$ -

5. Receivables

Receivable balances, net of allowances for uncollectible accounts, at June 30, 2015 consists of the following (amounts in thousands):

	Governmental Activities	Business-Type Activities
Real property taxes	$ 13,385	$ -
Accounts	1,733	87,224
Public utilities franchise taxes	27,570	-
Special assessments	12	-
Notes	73,041	-
Intergovernmental	37,067	-
Interest	157	191
Payroll and others	12,243	1,501
Allowance for uncollectible accounts	(1,426)	(13,268)
	$ 163,782	$ 75,648

Revenues not collected within 60 days of fiscal year end are recorded as deferred inflows of resources in the government funds. $112.0 million of the receivables for governmental activities have been deferred at June 30, 2015.

The only receivables not expected to be collected within one year are the noncurrent portion of the notes receivable in the amount of $72.3 million, which are generally due to the City on various dates through 2073.

6. Capital Assets

The following is a summary of changes in capital assets during the fiscal year ended June 30, 2015 (amounts in thousands):

Primary Government -

	Balance at June 30, 2014	Addition/ Transfer In	Retirements/ Transfers Out	Balance at June 30, 2015
Governmental Activities:				
Depreciable Assets –				
Infrastructure	$ 1,386,404	$ 167,080	$ (11)	$ 1,553,473
Buildings and improvements	1,378,806	31,589	(563)	1,409,832
Equipment and machinery	364,488	27,505	(16,376)	375,617
Total depreciable assets	3,129,698	226,174	(16,950)	3,338,922
Less Accumulated Depreciation –				
Infrastructure	(622,300)	(35,801)	-	(658,101)
Buildings and improvements	(664,869)	(42,956)	288	(707,537)
Equipment and machinery	(255,456)	(21,358)	15,625	(261,189)
Total accumulated depreciation	(1,542,625)	(100,115)	15,913	(1,626,827)
Net depreciable assets	1,587,073	126,059	(1,037)	1,712,095
Land	482,386	9,927	(102)	492,211
Construction Work in Progress	233,320	136,261	(208,805)	160,776
Governmental activities – capital assets, net	2,302,779	272,247	(209,944)	2,365,082
Business-type Activities:				
Depreciable Assets –				
Infrastructure	1,528,690	36,029	(1,107)	1,563,612
Buildings and improvements	1,391,340	465,575	(20)	1,856,895
Equipment and machinery	608,583	52,167	(18,367)	642,383
Total depreciable assets	3,528,613	553,771	(19,494)	4,062,890
Less Accumulated Depreciation –				
Infrastructure	(312,584)	(29,514)	316	(341,782)
Buildings and improvements	(372,804)	(32,806)	18	(405,592)
Equipment and machinery	(483,120)	(23,544)	18,054	(488,610)
Total accumulated depreciation	(1,168,508)	(85,864)	18,388	(1,235,984)
Net depreciable assets	2,360,105	467,907	(1,106)	2,826,906
Land	156,987	3,135	(9)	160,113
Construction Work in Progress	769,195	221,459	(492,053)	498,601
Business-type activities – capital assets, net	3,286,287	692,501	(493,168)	3,485,620
Total primary government capital assets, net	$ 5,589,066	$ 964,748	$ (703,112)	$ 5,850,702

Discretely Presented Component Units –

	Balance at June 30, 2014	Additions/ Transfers In	Retirements/ Transfers Out	Balance at June 30, 2015
Board of Water Supply				
Depreciable Assets –				
Infrastructure	$ 1,425,668	$ 25,251	$ (791)	$ 1,450,128
Buildings and improvements	157,657	5,075	(58)	162,674
Equipment and machinery	282,711	23,183	(1,382)	304,512
Total depreciable assets	1,866,036	53,509	(2,231)	1,917,314
Less Accumulated Depreciation –				
Infrastructure	(602,438)	(29,549)	547	(631,440)
Buildings and improvements	(64,808)	(3,812)	43	(68,577)
Equipment and machinery	(188,236)	(13,465)	1,302	(200,399)
Total accumulated depreciation	(855,482)	(46,826)	1,892	(900,416)
Net depreciable assets	1,010,554	6,683	(339)	1,016,898
Land	32,373	-	-	32,373
Construction Work in Progress	77,551	47,663	(62,092)	63,122
BWS capital assets, net	1,120,478	54,346	(62,431)	1,112,393
Honolulu Authority for Rapid Transportation				
Depreciable Assets –				
Equipment and machinery	171	-	-	171
Total depreciable assets	171	-	-	171
Less Accumulated Depreciation –				
Equipment and machinery	(85)	(17)	-	(102)
Total accumulated depreciation	(85)	(17)	-	(102)
Net depreciable assets	86	(17)	-	69
Land	65,269	25,833	-	91,102
Construction Work in Progress	1,119,282	498,165	-	1,617,447
HART capital assets, net	1,184,637	523,981	-	1,708,618
Total component units capital assets, net	$ 2,305,115	$ 578,327	$ (62,431)	$ 2,821,011

The amount in retirements/transfers for construction work in progress for the City's component unit, Board of Water Supply, is greater than the additions to depreciable assets, due to the expensing of previously capitalized project costs.

Depreciation expenses were charged as follows (amounts in thousands):

Governmental Activities:		
General government	$	18,414
Public safety		21,860
Highways and streets		34,029
Culture and recreation		23,395
Utilities		2,149
Human Services		268
Total depreciation expense – governmental activities	$	100,115
Business-type Activities:		
Housing	$	3,707
Sewer		58,111
Solid Waste		8,603
Public Transportation System		15,443
Total depreciation expense – business-type activities	$	85,864
Component Units:		
Board of Water Supply ($1,540 was capitalized to projects)	$	46,826
Honolulu Authority on Rapid Transportation		17
Total depreciation expense – component units	$	46,843

7. Interfund Balances

The following is a summary of amounts due from and due to other funds at June 30, 2015 (amounts in thousands):

	Due From Other Funds	Due to Other Funds
General Fund	$ 19,276	$ 12
Highway Fund	1	4
Nonmajor Governmental Funds	164	19,742
Fiduciary Funds	38	-
Enterprise Funds:		
Sewer Fund	321	4
Solid Waste Special Fund	3	41
	$ 19,803	$ 19,803

The main purpose for these interfund balances are: interfund loans; subsidies and other transfers required by ordinance; capital improvement projects; accruals of interfund transactions; and cash not transferred before the end of the fiscal year. At June 30, 2015, all interfund balances are expected to be repaid.

The following is a summary of amounts transferred from and transferred to other funds at June 30, 2015 (amounts in thousands):

	Transferred From Other Funds	Transferred To Other Funds
General Fund	$ 137,240	$ 432,795
Highway Fund	-	125,670
G.O. Bond and Interest Redemption Fund	184,239	-
Nonmajor Governmental Funds	16,971	9,924
Enterprise Funds:		
Housing Development Special Fund	4,902	-
Sewer Fund	-	13,805
Solid Waste Special Fund	102,565	12,442
Public Transportation System Fund	148,719	-
	$ 594,636	$ 594,636

8. Long-Term Liabilities

The following is a summary of changes in long-term liabilities included in the governmental activities, business-type activities and component units during the fiscal year ended June 30, 2015 (amounts in thousands):

Primary Government -

	Balance at June 30, 2014 (As Restated)	Additions	Reductions	Balance at June 30, 2015	Amounts Due Within One Year
Governmental Activities:					
General obligation bonds	$ 2,058,399	$ 797,990	$ 542,772	$ 2,313,617	$ 115,503
Add: Unamortized premium	106,526	133,675	25,867	214,334	-
Less: Unamortized discount	(877)	(360)	(168)	(1,069)	-
Total bonds payable	2,164,048	931,305	568,471	2,526,882	115,503
Notes payable to federal and state governments	2,476	-	543	1,933	566
Capital lease	718	-	539	179	179
Compensated absences	108,149	42,744	38,749	112,144	5,383
Other postemployment benefits	314,079	133,167	99,558	347,688	-
Net Pension Liability	1,326,887	-	167,899	1,158,988	-
Claims and judgments (Note 13)	83,180	31,992	25,176	89,996	33,620
Total	$ 3,999,537	$ 1,139,208	$ 900,935	$ 4,237,810	$ 155,251
Business-Type Activities:					
General obligation bonds	$ 562,575	$ 90,645	$ 77,197	$ 576,023	$ 26,476
Revenue bonds	1,691,651	-	39,458	1,652,193	45,564
Add: Unamortized premium	98,840	11,478	12,971	97,347	-
Less: Unamortized discount	(7,697)	(41)	(1,635)	(6,103)	-
Total bonds payable	2,345,369	102,082	127,991	2,319,460	72,040
Notes payable to state government	245,345	20,000	20,058	245,287	20,130
Reserve for insurance claims payable	19,592	19,583	14,230	24,945	8,027
Other postemployment benefits	37,367	16,526	12,248	41,645	-
Net Pension Liability	169,907	-	21,499	148,408	-
Estimated liability for landfill closure and post closure care costs (Note 14)	16,739	1,249	1,010	16,978	2,115
Compensated absences	11,821	4,311	4,421	11,711	751
Arbitrage rebate	319	-	319	-	-
Total	$ 2,846,459	$ 163,751	$ 201,776	$ 2,808,434	$ 103,063

Discretely Presented Component Units -

	Balance at July 1, 2014 (As Restated)	Additions	Reductions	Balance at June 30, 2015	Amounts Due Within One Year
Board of Water Supply					
Revenue bonds	$ 269,845	$ 144,985	$ 175,680	$ 239,150	$ 7,810
Add: Unamortized premium	13,474	12,662	2,830	23,306	-
Total bonds payable	283,319	157,647	178,510	262,456	7,810
Notes payable to state governments	23,018	41,649	2,654	62,013	3,748
Compensated absences	6,672	2,798	2,762	6,708	2,762
Net pension liability	69,992	9,081	5,931	73,142	-
Other postemployment benefits	-	8,575	8,575	-	-
Customer advances	929	765	-	1,694	-
Accrued workers' compensation	2,051	1,471	950	2,572	-
Others	1,412	141	393	1,160	-
Total	$ 387,393	$ 222,127	$ 199,775	$ 409,745	$ 14,320
Honolulu Authority for Rapid Transportation					
Compensated absences	$ 1,043	$ 623	$ 499	$ 1,167	$ 94
Other postemployment benefits	1,652	544	97	2,099	-
Net pension liability	14,684	-	278	14,406	-
Delayed claims	44,342	58,257	42,903	59,696	33,361
Environmental remediation	1,500	3,345	-	4,845	-
Total	$ 63,221	$ 62,769	$ 43,777	$ 82,213	$ 33,455
Oahu Transit Services, Inc.					
Compensated absences	$ 8,022	$ 5,117	$ 4,592	$ 8,547	$ 1,004
Net Pension Liability	13,467	6,511	4,200	15,778	-
Other postemployment benefits	15,420	1,458	302	16,576	-
Total	$ 36,909	$ 13,086	$ 9,094	$ 40,901	$ 1,004

General Obligation Bonds

The City issues general obligation bonds for the construction of major capital facilities. General obligation bonds in the governmental activities are direct obligations of the City for which its full faith and credit is pledged. Debt service is paid from the debt service fund. These bonds were issued during the fiscal years 1993 through 2015 in the original amount of $3.7 billion, less discounts of $1.5 million and adjusted for a premium of $343.5 million that are being amortized over the related term of the bonds. These bonds bear interest at 0.8% to 6.5%, and mature serially through fiscal year 2040. General obligation debt authorized but not issued yet amounted to $2.9 billion at June 30, 2015.

General obligation bonds in the City's business-type activities are expected to be paid from their respective revenues. These instruments are also direct obligations of the City for which its full faith and credit is pledged. These bonds were issued during the fiscal years 1993 through 2015 in the original amount of $754.7 million less a discount of $509.2 thousand and adjusted for a premium of $55.2 million, which are being amortized over the related term of the bonds. These bonds bear interest at 0.8% to 5.4%, and mature serially through fiscal year 2040.

On April 2, 2015, the City issued general obligation bond Series 2015 in the aggregate amount of $888.6 million. The bonds were comprised of Series A, B, C, D and E.

Series 2015A tax-exempt were issued for $379.6 million. The bonds mature annually on October 1, 2015 through October 1, 2039 and bear interest rates of 4.0% to 5.0%. The proceeds of the bonds were used to fund various current capital improvements of the City and to refund a short term general obligation tax-exempt commercial paper series D.

Series 2015B tax-exempt were issued for $210.5 million. The bonds mature annually on October 1, 2018 through October 1, 2031 and bear interest rates of 5.0%. The proceeds of the bonds were used to refund a portion of General Obligation Bond series 2007A.

Series 2015C tax-exempt were issued for $249.2 million. The bonds mature annually on October 1, 2019 through October 1, 2033 and bear interest rates of 1.4 % to 5.0%. The proceeds of the bonds were used to refund a portion of General Obligation Bond series 2009A and 2011A.

Series 2015 A, B and C that are maturing on or after October 1, 2026 through October 1, 2039, the City may exercise its option of redemption on or after October 1, 2025 in whole or in part at any time in any order of maturity selected by the City, and by lot within maturity, at the principal amount thereof, plus interest accrued to the date fixed for redemption thereof, without premium.

Series 2015D tax-exempt were issued for $27.3 million. The bonds mature on October 1, 2016 and bear interest rates of 5.0%. The proceeds of the bonds were used to refund a portion of General Obligation Bond series 2005B, 2005C, 2005D and 2005E that mature on July 1, 2016.

The refunding bonds Series 2015B, C and D resulted in a $43.9 million net decrease on the aggregate debt service total and an economic gain of approximately $39.6 million.

Series 2015E taxable were issued for $22.0 million. The bonds mature annually on October 1, 2015 through October 1, 2039 and bear interest rates of 0.35% to 3.9%. The proceeds of the bonds were used to fund various current capital improvements of the City.

On October 28, 2014 and on December 16, 2014, the City drew $20.0 million and $80.0 million, respectively, against the short-term general obligation tax-exempt commercial paper Issue D. The proceeds funded various capital improvement projects of the City. The commercial paper Issue D program matured on October 14, 2015. There is no outstanding short-term general obligation tax-exempt commercial paper as of June 30, 2015 for these notes were refunded by portion of the general obligation bond Series 2015.

Revenue Bonds

Water system revenue bonds in BWS were issued during fiscal years 2007, 2012 and 2015 in the original amount of $443.9 million. Water system revenue bonds are subject to redemption on and after specified dates prior to maturity at the option of the Board at a price equal to 100% of the principal amount thereof, plus accrued interest. The bonds mature serially through July 1, 2036 and bear interest rates of .4% to 5.3%. The revenue bonds are collateralized by the component unit's revenues

The BWS issues long-term bonds to finance part of its capital improvement program. Their debt to equity ratio has remained fairly constant at 31.0% for fiscal year 2015. The BWS is required under its bond indenture, among other things, to fix, charge, and collect such rates and other charges in each fiscal year to meet the net revenue requirement for such fiscal year. The net revenue requirement is the greater of the sum of the aggregate debt service and all deposit required by bond resolution to be made, or 1.2 times the aggregate debt service. In fiscal year 2015, the net revenue requirements were met.

On December 9, 2014, BWS issued water system revenue bond Series 2014 in the aggregate amount of $145.0 million. The bonds were comprised of $101.7 million of Series A, and $43.3 million of Series B. The proceeds were used to advance refund a portion of Series 2006 A and B. The refunding was undertaken to reduce total debt service payments by approximately $24.7 million and resulted in an economic gain of approximately $19.2 million.

Wastewater system revenue bonds in the City's business-type activities were issued during fiscal years 1999 through 2013, in the original amount totaling $2.2 billion, less discounts of $36.0 million and adjusted for premiums of $108.7 million, which are being amortized over the related term of the bonds. The bonds bear interest at 2.0% to 6.3%, and mature at various dates through fiscal year 2046. The wastewater system revenues collateralize the revenue bonds.

Annual debt service requirements to maturity for general obligation bonds and revenue bonds at June 30, 2015 including interest of $2.5 billion were as follows (amounts in thousands):

Year Ending	Governmental Activities		Business-Type Activities		Primary Government Total		BWS	
June 30:	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal
2016	99,028	115,503	103,900	72,040	202,928	187,543	9,914	7,810
2017	94,360	125,239	100,932	78,978	195,292	204,217	9,589	8,135
2018	89,355	136,856	97,725	79,337	187,080	216,193	9,358	8,365
2019	84,634	133,853	94,567	85,592	179,201	219,445	9,175	8,550
2020-2024	78,930	140,217	91,103	87,039	170,033	227,256	8,902	8,820
2025-2029	321,127	572,886	395,107	471,105	716,234	1,043,991	38,893	50,690
2030-2034	196,682	527,711	274,335	542,533	471,017	1,070,244	25,484	65,000
2035-2039	88,719	370,624	146,258	482,866	234,977	853,490	9,816	63,820
2040-2044	18,969	190,728	45,517	268,466	64,486	459,194	727	17,960
2045-2049	-	-	3,535	60,117	3,535	60,117	-	-
2045-2049	-	-	6	143	6	143	-	-
Total	$ 1,071,804	$ 2,313,617	$ 1,352,985	$ 2,228,216	$ 2,424,789	$ 4,541,833	$ 121,858	$ 239,150

Total interest costs incurred by the business-type activities and BWS for the fiscal year ended June 30, 2015 was $112.7 million, of which $34.9 million was capitalized.

Notes Payable

The note payable to federal government is for the City's share of costs for a federal project to develop recreational facilities and fish and wildlife resources at the Kaneohe Reservoir. The note bears interest at 5.1% and requires annual principal and interest payments through fiscal year 2016. The note amounted to $341.7 thousand at June 30, 2015.

The primary government notes payable to state government are for the construction of necessary treatment works and for other projects intended for wastewater reclamation or waste management. The notes amounted to $246.9 million at June 30, 2015, bear interest at 0.5% to 3.0%, and require annual principal and interest payments through fiscal year 2032.

The BWS notes payable to state government are for the construction of necessary water works or water management. The notes amounted to $62.0 million at June 30, 2015, bear interest at 0.0% to 5.0%, and require annual principal and interest payments through fiscal year 2035.

The City has lease purchase contracts for certain equipment, which are accounted for as capital leases (see Note 12).

Annual debt service requirements to maturity for the City's primary governmental and component units for notes payable at June 30, 2015, including interest of $15.7 million were as follows (amounts in thousands):

Year Ending	Primary Government		BWS	
June 30:	Interest	Principal	Interest	Principal
2016	$ 2,235	$ 20,875	$ 196	$ 3,748
2017	1,952	20,532	183	3,796
2018	1,697	20,380	170	3,808
2019	1,458	19,472	157	3,822
2020	1,259	17,986	143	3,835
2021-2025	4,127	85,712	496	19,396
2026-2030	1,247	51,146	192	13,157
2031-2035	102	11,296	46	10,451
Total	$ 14,077	$ 247,399	$ 1,583	$ 62,013

Primarily the City's general and highway funds will liquidate the compensated absences liability attributable to the governmental activities.

Refunded Bonds

The City and the Board of Water Supply defeased certain general obligation and revenue bonds by placing the proceeds of new bonds in irrevocable trusts to provide for all future debt service payments on the old bonds. Accordingly, the assets of the irrevocable trusts and the liability for the defeased bonds are not included in the City's basic financial statements. At June 30, 2015, $1.1 billion of the City's and $178.6 million of the Board of Water Supply's bonds outstanding were considered defeased.

9. Net Position

At June 30, 2015, net position of the primary government consisted of the following (amounts in thousands):

	Governmental Activities	Business-Type Activities
Net Investment in Capital Assets:		
Net property, plant and equipment	$ 2,365,082	$ 3,485,620
Add (Less):		
General obligation bonds payable, net	(2,526,882)	(608,194)
Revenue bonds payable, net	-	(1,711,266)
Notes payable and other long-term debt	(1,933)	(245,287)
Capital lease	(179)	-
Deferred loss in refunding	108,470	33,197
Amount of debt related to unspent debt proceeds	216,557	57,888
	161,115	1,011,958
Restricted for Debt Service	166	181,029
Unrestricted	(1,094,601)	562,191
Total net position	$ (933,320)	$ 1,755,178

10. Employee Benefit Plans

Defined Benefit Pension Plan – City and County of Honolulu, Board of Water Supply (BWS) and Honolulu Authority for Rapid Transit (HART) – General Information

Plan Description – Substantially all eligible employees of the City and component units BWS and HART are members of the Employees' Retirement System of the State of Hawaii (ERS), a cost-sharing multiple-employer defined benefit pension plan. The ERS provides retirement benefits as well as death and disability benefits and is governed by a Board of Trustees. All contributions, benefits and eligibility requirements are established by HRS Chapter 88, and can be amended by legislative action. The ERS is composed of three classes, the contributory, the noncontributory and the hybrid retirement classes. Prior to July 1, 1984, the plan consisted of only a contributory class. In 1984, legislation was enacted to create a new noncontributory class for members of the ERS who are also covered under social security. Persons employed in positions not covered by social security were precluded from the noncontributory class. The noncontributory class provides for reduced benefits and covers most eligible employees hired starting July 1, 1984. Employees hired before that date were allowed to continue under the contributory class or to elect the new noncontributory class and receive a refund of employee contributions. In 2004, legislation was enacted to create a hybrid retirement class,

which took effect July 1, 2006. Employees in the contributory and noncontributory class were given the option to join the hybrid class or to remain in their existing class effective July 1, 2006. Starting July 1, 2006, all new employees covered by social security are required to join the hybrid class.

Benefits Provided - All benefits vest after five or ten years of credited service. Vesting is determined by the employee's class and date of hire. The monthly retirement allowance benefit formula is calculated based on the employee's age, years of credited service, average final compensation (AFC) and multiplier.

For employees who became members prior to January 1, 1971 the AFC is the average salary earned during the five highest paid years of service, including the vacation payment or the average salary earned during the three highest paid years of service excluding any lump sum vacation payment. For employees who became members on January 1, 1971 through June 30, 2012, the AFC is based on the three highest paid years of service excluding the vacation payment. For employees who became members after June 30, 2012, the AFC is the highest five years excluding any lump sum vacation payment.

Employees covered under the contributory class and hired prior to July 1, 2012, are required to contribute 12.20% for police and fire or 7.80% for general employees of their salary and will receive pensions based on a 2.50% or 2.00% multiplier, respectively. Employees hired after June 30, 2012, are required to contribute 14.20% for police and fire or 9.80% for general employees of their salary with pensions based on a 2.25% or 1.75% multiplier, respectively. General employees covered under the hybrid class prior to July 1, 2012 are required to contribute 6.00% of their salary and will receive pensions based on a 2% multiplier. General employees hired after June 30, 2012, are required to contribute 8% of their salary with pensions based on a 1.75% multiplier. Employees covered under the noncontributory class will receive pensions based on a 1.25% multiplier.

Contributions - The City is required to contribute the remaining amounts necessary to pay contributory class benefits and all amounts to pay noncontributory class benefits. The funding method used to calculate the total employer contribution requirement is the Entry Age Normal Actuarial Cost Method. Employer rates are set by statute based on the recommendation of the ERS actuary. Since July 1, 2005, employer rates are a fixed percentage of compensation, including the normal cost plus amounts required to pay for the unfunded actuarial accrued liability.

Act 163/2011, which was effective July 1, 2012, established new employer contribution rates. The rates for fiscal years 2015 and 2016 are as follows:

Effective Starting	Police and Fire (% of total Paroll)	General Employees (%of total payroll)
July 1, 2014	24.00	16.50
July 1, 2015	25.00	17.00

Contributions to the ERS pension plan for the City and its' component units for the fiscal year ended June 30, 2015 were as follows (amounts in thousands):

	Primary Government	Component Units
Pension Contributions	$ 132,308	$ 6,790

The ERS issues a Comprehensive Annual Financial Report that may be obtained by writing to the Employees' Retirement System of the State of Hawaii, 201 Merchant Street, Suite 1400, Honolulu, Hawaii 96813 or online at ERS's website http://ers.ehawaii.gov/resources/financials.

Defined Benefit Pension Plans – Oahu Transit Services, Inc. (OTS) – General Information

Plan Description (Non-Bargaining Unit Employees) – OTS has a noncontributory, single-employer defined benefit pension plan, which provides eligible non-bargaining unit employees with retirement and disability benefits. Benefit terms, eligibility, and contribution requirements are established by OTS, the Plan Administrator.

Benefits Provided - Employees are eligible to retire at age 62. Benefits for employees are calculated as the greater of the employee's earned benefits as of February 29, 2004 or 2.25% of the average monthly pay for the 36 consecutive month period during employment which produces the highest amount multiplied by the employee's credited service. If an employee continues to work beyond the normal retirement date, benefits are calculated as the greater of the employee's accrued pension benefit as of the normal retirement date actuarially increased to the late retirement date or the employee's accrued benefit as of the late retirement date. Employees with 15 years of service are eligible to retire at age 55. Early retirement benefits equal a percentage of the employee's normal retirement benefits determined as of the early retirement date. The percentage is based on the number of years the employee retires prior to the normal retirement date.

Contributions - OTS is required to contribute all amounts necessary to pay plan benefits when due and is not subject to legislative funding requirements. OTS' general funding policy is to make annual contributions to the plan, such that all employee benefits will be fully funded by the time they retire.

For purposes of determining its annual contributions, although the plan is considered to be a governmental plan not subject to the funding requirements under the Employee Retirement Income Security Act of 1974 (ERISA) and the Pension Protection Act of 2006 (PPA), OTS uses said funding requirements as a guideline to determine contributions to the plan. Although, OTS does not make contributions that conform to ERISA and PPA, over the past five years, pension contributions have, on average, been equal to 95% of its contribution requirement, determined in accordance with PPA. In addition, annual contributions, determined as a percentage of covered employee payroll is approximately 51%. Contributions to the plan were $4.2 million for the fiscal year ended June 30, 2015.

The Plan issues a financial report that may be obtained by writing to OTS, Inc., 811 Middle Street, Honolulu, Hawaii 96819.

Plan Description (Bargaining Unit Employees) – OTS participates in the Western Conference of Teamsters Pension Plan (WCT Plan), a noncontributory cost sharing multiple-employer defined benefit pension plan for its bargaining unit employees. The WCT Plan is not a state or local government pension plan, provides benefits to both employees of state or local government employers and to employees of employers that are not state or local governments, and has no predominant state or local government employer therefore GASB 78, and not GASB 68, applies to the WCT Plan.

The WCT Plan is administered by Trust Administrative Offices and provides pensions to all bargaining employees. Pension benefits are established and may be amended pursuant to the WCT Plan. OTS contributes to the plan in accordance with the Union collective bargaining agreement. The current collective bargaining agreement requiring contributions to the WCT Plan expires June 30, 2018 and March 31, 2020 for Bus and Paratransit operations, respectively. Under the terms of the agreement, OTS is not required to make minimum contributions for future periods and can with from the plan subject to payment of a withdrawal penalty. It is unlikely that OTS will withdraw from the WCT Plan and therefore a liability for a withdrawal penalty has not been accrued.

Pension expense under the multi-employer plan was approximately $15.7 million for the fiscal year ended June 30, 2015. The payable to the pension plan was $1.1 million as of June 30, 2015.

The WCT Plan issues a publicly available financial report that may be obtained by writing to Western Conference of Teamsters Pension Trust Fund Board of Trustees, 2323 Eastlake Avenue East, Seattle, Washington 98102-3305.

Pension Liabilities, Pension Expense, and Deferred Outflows and Deferred Inflows of Resources Related to Pensions – At June 30, 2015 the City reported net pension liability as shown below (amounts in thousands):

	Primary Government	Component Units
Net Pension Liability	$ 1,307,396	$ 103,326

The net pension liability for the City and component units, BWS and HART, was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. Each employer's proportion of the net pension liability was based on a projection of their long-term share of contributions to the pension plan relative to the projected contributions of all participating members of ERS, actuarially determined.

There were no changes in other assumptions and inputs that affected the measurement of the total pension liability since the prior measurement date. There were no changes between the measurement date, June 30, 2014, and the reporting date, June 30, 2015, that are expected to have a significant effect on the proportionate share of the net pension liability. At June 30, 2014 the City, BWS and HART proportions were as shown below:

	Primary Government	Component Units
Proportionate Share of Pension Liability	16.31%	1.09%
Increase (Decrease) in Proportionate Share from June 30, 2013	(0.45%)	0.15%

The net pension liability for the OTS single-employer pension plan was measured as of February 28, 2015 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. Subsequent to the measurement date, OTS amended the plan to provide additional credited service for accumulated unused sick leave at the time of retirement for retirements beginning May 1, 2015. Additionally, effective June 30, 2015, the 100% lump-sum option was replaced with an option that allows a retiree to receive 100% of his or her accrued benefit as of June 30, 2015 and 50% of any benefit accrued after that date in a lump sum. The changes are expected to increase the 2016 total pension liability by $1.178 million and the fiscal year 2016 service costs by $51.0 thousand. These changes will be included in the fiscal year 2016 pension expense.

For the fiscal year ended June 30, 2015, the City recognized pension expense as follows (amounts in thousands):

	Primary Government	Component Units
Pension Expense	$ 148,394	$ 14,870

At June 30, 2015, the City reported deferred outflows and inflow of resources related to pensions as follows from the following sources (amounts in thousands):

	Primary Government		Component Units	
	Deferred Outflows	Deferred Inflows	Deferred Outflows	Deferred Inflows
Differences between expected and actual experience	$ 7,655	$ (20,059)	$ 3,182	$ -
Changes of assumptions	-	-	1,042	-
Net difference between projected and actual earnings on pension plan investments	-	(185,924)	-	(10,424)
Changes in proportion and differences between contributions and proportionate share of contributions	11,773	-	9,548	-
Contributions subsequent to the measurement date	168,796	-	10,105	-
	$ 188,224	$ (205,983)	$ 23,877	$ (10,424)

Amounts reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016 as follows (amounts in thousands):

	Primary Government	Component Units
Subsequent Contributions	$ 168,796	$ 10,105

Other amounts reported as deferred outflows and inflows of resources related to pension will be recognized in pension expense as follows (amounts in thousands):

	Primary Government	Component Units
Year Ended June 30:		
2016	$ (46,613)	$ 119
2017	(46,613)	119
2018	(46,613)	119
2019	(46,613)	245
2020	(103)	2,239
Thereafter	-	507
	$ (186,555)	$ 3,348

Actuarial Assumptions –

Hawaii Employees' Retirement System - The total pension liability in the June 30, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Payroll growth rate	3.50%
Investment rate of return	7.75%

The same rates were applied to all periods. There were no changes to ad hoc postemployment benefits including COLA. Post-retirement mortality rates are based on client specific tables for general employees and the 1994 US Group Annuity Mortality Statistic tables for police and firefighters. Pre-retirement mortality rates are based on the RP-2000 Combined Mortality Tables.

The actuarial assumptions used in the June 30, 2014 valuation were based on the results of an actuarial experience study for the five year period ending June 30, 2010. The ERS updates their experience studies every five years.

The long-term expected rate of return on pension plan investments was determined using a "top down approach" of the Bespoke Client-Constrained Simulation-based Optimization Model (a statistical technique known as "re-sampling with replacement" that directly keys in on specific plan-level risk factors as stipulated by the ERS Board) in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	30.00%	8.50%
International Equities	26.00%	9.00%
Fixed Income	20.00%	3.10%
Real Estate	7.00% *	8.46%
Private Equity	7.00% *	11.75%
Real Return	5.00% *	6.10%
Covered Calls	5.00%	7.65%
	100.00%	

*The real estate, private equity, and real return targets will be the percentage actually invested up to 7%, 7%, and 5%, respectively of the total fund. Changes in the real estate, private equity, and real return targets will be offset by an equal percentage change in the large cap domestic equity target.

Discount Rate - The discount rate used to measure the total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. There has been no change in the discount rate since the prior measurement date.

Sensitivity of the proportionate share of the ERS net pension liability to changes in the discount rate - The following presents the proportionate share of the net pension liability for the City and its' component units, BWS and HART, calculated using the discount rate of 7.75%, as well as what the proportionate share of the net pension liability would be if it were calculated using a single discount rate that is one-percentage point lower or one-percentage-point higher than the current rates:

	Net Pension Liability (amounts in thousands)		
	1% Decrease 6.75%	Discount Rate 7.75%	1% Increase 8.75%
Primary Government	$ 1,704,961	$ 1,307,396	$ 909,831
Component Units	$ 110,965	$ 87,548	$ 64,131

Pension plan fiduciary net position – The pension plan's fiduciary net position is determined on the same basis used by the pension plan. The ERS financial statements are prepared using the accrual basis of accounting under which expenses are recorded when the liability is incurred, and revenues are recorded in the accounting period in which they are earned and become measurable. Employer and member contributions are recognized in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investment purchases and sales are recorded as of their trade date. Administrative expenses are financed exclusively with investment income. There were no significant changes after the June 30, 2014 measurement date.

Detailed information about the pension plan's fiduciary net position is available in the separately issued ERS financial report. ERS's complete financial statement are available at http://www.ers.ehawaii.gov.resources/financials.

Actuarial Assumptions

OTS Single Employer Pension Plan - The total pension liability in the February 28, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Payroll growth rate	4.00%
Investment rate of return	7.00%

Mortality rates are based on the RP-2000 Combined Healthy Group Annuity Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on the Mortality Projection Scale AA.

The long-term expected rate of return on pension plan investments was determined based on long-term historical rates and an assumed inflationary rate of 3.0%. The projected benefit payment period for which the long-term expected rate of return is applied to determine the discount rate is 2015 to 2060. Additionally, best estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are arithmetically developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equity	60.00%	7.50%
Fixed Income	40.00%	1.75%
	100.00%	

Discount Rate – The discount rate used to measure the total net pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from OTS will be made at the required dates. Based on this assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive plan members. There was no change in the discount rate since the prior measurement date.

Sensitivity of the net pension liability to changes in the discount rate - The following presents the net pension liability for the City's component unit, OTS, calculated using the single discount rate of 7.00%, as well as what the net pension liability would be if it were calculated using a single discount rate that is one-percentage point lower or one-percentage-point higher than the current rates:

	Net Pension Liability (amounts in thousands)		
	1% Decrease 6.00%	Discount Rate 7.00%	1% Increase 8.00%
Component Unit	$ 18,003	$ 15,778	$ 13,755

Pension plan fiduciary net position - Detailed information about the OTS pension plan's fiduciary net position is available in the separately issued OTS pension plan financial report.

Payables to the Pension Plans – As of June 30, 2015 payables to the City reported payables to the pension plan as follows (amounts in thousands):

	Primary Government	Component Units
Pension Payable	$ 19,441	$ 2,767

Post - Retirement Health Care and Life Insurance Benefits

Plan Description - In addition to providing pension benefits, the City is required by state statute to contribute to the Hawaii Employer-Union Health Benefits Trust Fund (EUTF). The EUTF is an agent, multiple-employer defined benefit plan providing certain health care (medical, prescription, vision and dental) and life insurance benefits to retired City employees. Act 88 established the EUTF during the 2001 legislative session and is codified in Chapter 87A, Hawaii Revised Statutes.

For employees hired before July 1, 1996, the City pays 100% of the monthly health care premium for employees retiring with ten or more years of credited service, and 50% of the monthly premium for employees retiring with fewer than ten years of credited service.

For employees hired after June 30, 1996 and retiring with 25 years or more of service, the City pays the entire health care premium. For employees retiring with at least 15 years but fewer than 25 years of service, the City pays 75.0% of the monthly Medicare or non-Medicare premium. For those retiring with at least 10 years but fewer than 15 years of service, the City pays 50% of the retired employees' monthly Medicare or non-Medicare premium. For those retiring with fewer than 10 years of service, the City makes no contributions.

For employees hired after June 30, 2001 and retiring with over 25 years of service, the City pays 100% of the monthly premium based on the self-plan. For those who retire with at least 15 years but fewer than 25 years of service, the City pays 75% of the retired employees' monthly Medicare or non-Medicare premium based on the self-plan. For those retiring with at least 10 years but fewer than 15 years of service, the City pays 50% of the retired employees' monthly Medicare or non-Medicare premium based on the self-plan. For those retiring with fewer than 10 years of service, the City makes no contributions.

Funding Policy - Contributions are based on negotiated collective bargaining agreements and are limited by State statute to the actual cost of benefit coverage.

Annual Other Postemployment Benefits (OPEB) Cost and Net OPEB Obligation – The City's annual required contribution (ARC) as the employer is an actuarially determined amount. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The following table (with amounts in thousands) displays the components of the annual OPEB cost, the amount contributed to the plan, the changes to the net OPEB obligation, and the percentage of annual OPEB cost contributed:

	2015	2014	2013
Annual required contribution	$ 147,058	$ 144,624	$ 140,695
Interest on net OPEB obligation	24,601	21,775	19,316
Adjustment to annual required contribution	(21,965)	(18,967)	(16,425)
Annual OPEB cost	149,694	147,432	143,586
Contributions made	(111,807)	(107,051)	(106,601)
Increase in net OPEB obligation	37,887	40,381	36,985
Net OPEB obligation at beginning of fiscal year	351,446	311,065	274,080
Net OPEB obligation at end of fiscal year	$ 389,333	$ 351,446	$ 311,065
Percentage of annual OPEB cost contributed	74.69%	72.61%	74.24%

Funded Status and Funding Progress – The following is the schedule of the funded status and funding progress of the plan (with amounts in thousands) as of the most recent actuarial valuation date, July 1, 2013:

Actuarial accrued liability	$ 1,795,635
Actuarial value of plan assets	123,406
Unfunded actuarial accrued liability (UAAL)	$ 1,672,229
Funded ratio	6.87%
Covered payroll (active plan members)	$ 551,642
UAAL as a percentage of covered payroll	303.14%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the most recent actuarial valuation, dated as of July 1, 2013, the entry age normal actuarial cost method was used. For EUTF, the significant methods and assumptions were as follows:

Amortization method	Level percentage, closed
Remaining amortization period	30 years
Asset valuation method	Fair value
Actuarial assumptions	
Investment rate of return	7.00%
Projected salary increase	3.50%
Healthcare inflation rates	
PPO	9.00% initial, 5.00% after 10 years
HMO	7.50% initial, 5.00% after 10 years
Dental	4.00%
Vision	3.00%
Medicare Part B	5.00%

On July 3, 2013, the Governor signed into law Act 268, SLH of 2013. The Act requires EUTF to establish and administer separate trust accounts for each public employer for the purpose of receiving irrevocable employer contributions to prefund post-employment health and other benefit costs for retirees and their beneficiaries. It establishes the Hawaii EUTF Trust Fund Task Force to examine further steps to address the unfunded liability and requires all public employers to make annual required public employer contributions effective fiscal year 2014. Commencing fiscal year 2019, the City's annual contribution shall be equal to the annual required contribution, as determined by an actuary retained by the EUTF board. In any fiscal year, should the City's contribution be less than the annual required contribution, the difference shall be transferred to the appropriate trust account from a portion of transient accommodations tax revenues and all other revenues held by the State.

The EUTF issues a stand-alone financial report that includes financial statements and required supplementary information, which may be obtained at the following address: State of Hawaii Employer-Union Health Benefits Trust Fund, 201 Merchant Street, Suite 1520, Honolulu, Hawaii 96813.

Discretely Presented Component Units

Board of Water Supply (BWS) and Honolulu Authority for Rapid Transit (HART) –

In addition to providing pension benefits, BWS and HART are also required by state statute to contribute to the Hawaii Employer-Union Health Benefits Trust Fund (EUTF) which provides certain health care and life insurance benefits to retired BWS and HART employees.

The annual OPEB cost for BWS and HART for the year ended June 30, 2015 was $8.6 million and $0.5 million, respectively. Contributions to the plan for the for the year ended June 30, 2015 were $10.8 million and $0.1 million, the percentage of the annual cost contributed was 125.0% and 18.0%, and the ending net OPEB obligation was $9.2 million and $1.2 million, respectively.

Oahu Transit Services, Inc. (OTS) -

Non-bargaining Unit Employees - OTS has a single-employer defined benefit healthcare plan. The plan provides Medicare and health insurance premiums to eligible non-bargaining unit retirees and their spouses. For the year ended June 30, 2015, the OTS single employer non-bargaining unit plan's annual OPEB cost was $1.5 million. OTS contributions to the plan for the year ended June 30, 2015 were $0.3 million, the percentage of the annual cost contributed was 20.7% and the ending net OPEB obligation was $16.6 million.

Bargaining Unit Employees - OTS participates in the Hawaii Teamsters Health & Welfare Plan, a union single-employer defined benefit healthcare plan providing its bargaining unit employees with postretirement health benefits. In accordance with the Union collective bargaining agreement, OTS's liability under the plan is limited to its required contributions of $0.81 or $0.20 per hour for bus and paratransit operations, respectively.

For the year ended June 30, 2015, the OTS single employer bargaining units plan's annual OPEB cost was $2.2 million equal to the required contributions for the year. Accrued expenses at June 30, 2015 were $1.4 million, payable to the Union's plan. The Union's single employer defined benefit healthcare plan issues a publicly available financial report that may be obtained by writing to the Hawaii Teamsters Health & Welfare Plan Board of Trustees, 1817 Hart Street, Honolulu, HI 96819.

11. Enterprise Funds

The City maintains seven enterprise funds: the Housing Development Special Fund, the Sewer Fund, the Solid Waste Special Fund and the Public Transportation System, which are business-type activities, and the Board of Water Supply and the Honolulu Authority for Rapid Transportation and Oahu Transit Services, Inc., which are discretely presented component units.

The City implemented GASB 68 in fiscal year ended June 30, 2015 which required restatement of beginning net position. GASB 68 requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time. Previously, liabilities for required contributions were required to be reported. Therefore, the beginning net pension liability was recorded as an adjustment to net position. The resulting adjustment for each fund is noted below.

Housing Development Special Fund

The City created the Housing Development Special Fund to develop affordable housing for sale or for rental. At June 30, 2015, the City had $46.0 million of general obligation bonds outstanding, which were used to finance the development of various residential lots and recreational facilities.

Restricted Assets – Certain cash balances held in separate accounts are classified as restricted assets. Restricted cash includes security deposit reserves, insurance reserves and replacement reserves for the rental properties operated by the housing fund. At June 30, 2015 these assets amounted to $12.3 million.

Sewer Fund

The Sewer Fund was created to account for the operations of the City's wastewater system and is operated primarily through user charges. The Sewer Fund also accounts for the proceeds of revenue bonds issued to pay all or part of those appropriations for improvements, repairs, and maintenance of the wastewater treatment system.

Implementation of GASB 68 resulted in an adjustment of approximately $92.9 million to the July 1, 2014 net position.

Restricted Assets – Certain investments are classified as restricted assets since their use is limited by certain agreements. Restricted investments include amounts reserved for debt service and unspent bond proceeds reserved for future wastewater construction projects. At June 30, 2015, these assets amounted to $115.1 million.

Solid Waste Special Fund
The Solid Waste Special Fund accounts for the following activities related to the operations of the refuse division:

- the City's refuse collection and disposal operations, which are funded primarily through General Fund subsidies.
- the recycling program revenues assessed as 12.0% of refuse disposal charges and are expended for the establishment, operation, management and expansion of the City's recycling programs, including programs for waste reduction, development of recycling markets and recycling awareness.
- the glass incentive program revenues derived for the recycling of glass containers and paying incentives to glass recyclers.
- operation of the solid waste disposal and energy and materials recovery project (H-POWER Facility)

Implementation of GASB 68 resulted in an adjustment of approximately $59.8 million to the July 1, 2014 net position.

Restricted Assets – Certain investments are classified as restricted assets since their used is limited by certain agreements. Restricted investments include unspent bond proceeds reserved for future solid waste construction projects. At June 30, 2015 these assets amounted to $51.0 million.

H-POWER Facility
The City executed agreements with Covanta Honolulu Resource Recovery Venture (Covanta) to operate a solid waste disposal and energy recovery project, the Honolulu Program of Waste Energy Recovery (the H-POWER Facility). The H-POWER Facility processes and disposes of solid waste, and together with combustion facilities, produces steam used for the generation of electricity. Revenues are generated from user tip fees and from the sale of energy products and recovered materials. The H-POWER Facility commenced commercial operations on May 21, 1990, and the City has a 20-year contract to sell electricity generated to a utility company through April 30, 2033.

In January 2009, the City contracted with Covanta to design, build, operate, and maintain the third boiler expansion project, to add another 900 tons per day of waste processing capacity in addition to 27 megawatts of electrical generation to the previous 46-megawatt electrical generation. The expansion began commercial operations in the summer of 2012. The operating contract with Covanta was amended and restated in December 2009 to extend the term to operate both the

original and the expansion facilities to another 20-year period effective August 4, 2012.

As of June 30, 2015, the City had $382.1 million of general obligation bonds outstanding, which were used to finance the construction and purchase of the H-POWER Facility.

Public Transportation System

The Department of Transportation Services oversees the administration and operation of the Public Transportation System (the City's bus and paratransit systems or PTS) on the island of Oahu.

The City contracted with Oahu Transit Services, Inc. (OTS) to provide for the management of the City's bus and paratransit systems. OTS provides the employees to operate and manage the bus and paratransit systems. The City reimburses OTS for operating expenses. The management fee for the period July 1, 2014 to June 30, 2015 was approximately $469.0 thousand. In July 2010, the agreement between OTS and the City was extended. The extension provides for the City to pay OTS approximately $117.0 thousand per quarter beginning with the quarter ended September 30, 2010, until a new management and operations agreement is executed.

The contract includes a provision that the City furnish, but retain title to the transit buses, paratransit buses, properties, facilities and equipment used in the systems. Revenues collected by OTS, excluding management fees, are the property of the City and are remitted to a depository account controlled by the City.

Restricted Assets – OTS established trust funds for the purpose of maintaining adequate funds for expenses incurred through its workers' compensation, general, and auto liability self-insurance programs. At June 30, 2015, these assets held by OTS amounted to $0.3 million.

Reserve for Insurance Claims Payable – The City sponsors an automotive and general liability self-insurance program for OTS. The self-insurance program is for claims up to $2.0 million effective July 1, 2006. The City also has a workers' compensation self-insurance program, which covers OTS claims up to $1.0 million per occurrence effective July 1, 2002. OTS has obtained excess insurance coverage for general liability, automotive claims and workers' compensation through various insurance companies for amounts in excess of claims covered under the two self-insurance programs.

The City determined that OTS, which was previously reported as a blended component unit of the Public Transportation System, should have been reported as a discretely presented component unit. As a result of the reporting change for OTS, the City determined that certain amounts were not recorded in accordance with the Revised Ordinances of Honolulu and the Management and Operations Agreement between the City and OTS, resulting in an overstatement of other assets, accounts payable, other non-current liabilities and related expenses. The restatement resulted in an increase of approximately $16.9 million to the July 1, 2014 net position.

12. Commitments

Leases

The City leases equipment and office space under capital and operating leases, which expire at various dates through fiscal 2052. At June 30, 2015, the cost of equipment recorded under capital lease arrangements and included in the capital assets amounted to $180.0 thousand.

Future minimum obligations under capital and operating leases at June 30, 2015 were as follows (amounts in thousands):

Year Ending June 30:	Capital Leases	Operating Leases
2016	$ 187	$ 5,661
2017	-	5,211
2018	-	5,399
2019	-	5,221
2020	-	3,984
2021-2025	-	11,900
2026-2030	-	104
2031-2035	-	100
2036-2040	-	60
2041-2045	-	50
2046-2050	-	50
2051-2052	-	20
Total minimum payments	187	$ 37,760
Less amount representing interest	8	
Present value of future minimum capital lease payments	$ 179	

Certain leases provide for payment of common area charges and for periodic renegotiation of rents. Rent expense under operating leases, principally recorded in the General Fund, amounted to $8.6 million for the fiscal year ended June 30, 2015.

The City leases to others concession rights and real property under operating leases, which expire at various dates through fiscal 2055. Certain leases provide for periodic renegotiation of rents. The cost, accumulated depreciation and net book value of these leased assets are as follows (amount in thousands):

Asset Class	Cost at Date of Acquisition	Accumulated Depreciation	Net Book Value
Land	$ 2,942	$ -	$ 2,942
Buildings and Improvements	46,938	(32,199)	14,739
Totals	$ 49,880	$ (32,199)	$ 17,681

Future minimum rental incomes under such leases at June 30, 2015 were as follows (amounts in thousands):

Year Ending June 30:	
2016	$ 4,708
2017	1,425
2018	1,150
2019	922
2020	842
2021 - 2025	4,165
2026 - 2030	4,085
2031 - 2035	3,399
2036 - 2040	3,191
2041 - 2045	3,289
2046 - 2050	2,789
2051 - 2055	2,138
Total minimum rental income	$ 32,103

Other Commitments

Contractual commitments for capital projects, expenses and supplies at June 30, 2015 are encumbered in the governmental and fiduciary funds and are in thousands as follows:

Major Funds	
Governmental Funds:	
General Fund	$ 74,282
Highway Fund	12,958
Total Major Funds - Governmental Funds	87,240
Nonmajor Funds - Other Governmental Funds	585,623
Fiduciary Funds	9
Total	$ 672,872

Contractual commitments of the business-type activities including the component units, which do not employ encumbrance accounting, are primarily for construction contracts and are as follows in thousands at June 30, 2015:

Proprietary Funds:		
Housing	$	387
Sewer		412,505
Solid Waste		77,700
Public Transportation System		8,580
Total Proprietary Funds		499,172
Component Units:		
Board of Water Supply		185,570
Honolulu Authority for Rapid Transportation		2,150,438
Total Component Units		2,336,008
Total Business-Type Activities including Component Units	$	2,835,180

13. Contingent Liabilities

The City is exposed to various risks arising out of its diverse activities and operations, resulting in claims and lawsuits against the City for personal injury, property and other damages. The City's Corporation Counsel reported that these cases are set for pretrial conferences, awaiting actions from plaintiffs, being investigated, ready for trial calendar, or on appeal.

The City is fully self-insured for workers' compensation claims, and uses a combination of self-insurance and commercial insurance for automobile liability and most general liability claims, with certain exceptions. The City purchases excess liability insurance through insurance companies for claims in excess of self-insured amounts as well as primary liability insurance when required by contract or law.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. The basis for estimating the liabilities for unpaid claims includes the effects of specific incremental claim adjustment expenses, salvage, and subrogation, and other allocated or unallocated claim adjustment expenses. At June 30, 2015, the estimated total liability of the City for claims and judgments amounted to $90.0 million, which included claims incurred but not reported by the claimant and settled claims for which funds have not yet been appropriated. The estimated total liability has been determined through case-by-case analysis and from actuary studies performed by independent third parties. Expenditures for claims and judgments are appropriated annually. In the opinion of management, the City has adequately reserved for such claims.

The following is a summary of changes in the claims and judgments liability account during the fiscal year (amounts in thousands):

	Automobile and General Liability	Workers' Compensation	Total
Balance at June 30, 2013	$ 28,326	$ 45,493	$ 73,819
Add, Incurred losses and loss adjustment expenses	15,654	28,117	43,771
Less, Payments	(14,253)	(20,157)	(34,410)
Balance at June 30, 2014	29,727	53,453	83,180
Add, Incurred losses and loss adjustment expenses	7,424	24,568	31,992
Less, Payments	(3,587)	(21,589)	(25,176)
Balance at June 30, 2015	$ 33,564	$ 56,432	$ 89,996

The claims and judgment liability will be liquidated from the City's general fund.

14. Environmental Issues

Solid Waste Landfill Costs

GASB Statement No. 18, *Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs*, which is based on the October 9, 1991 United States Environmental Protection Agency (EPA) rule, "Solid Waste Disposal Facility Criteria," establishes closure requirements for all municipal solid waste landfills that receive waste after October 9, 1991. The EPA rule also establishes thirty-year postclosure care requirements for those landfills that accept solid waste after October 9, 1993 or for those landfills that stopped accepting solid waste between October 9, 1991 and October 9, 1993 and have not met certain requirements established by the EPA rule. In accordance with GASB Statement No. 18, the City estimates in advance the total cost of closure and postclosure care during the life of those landfills rather than after their closings.

Federal and state laws and regulations require the City to place final covers on certain landfill sites when they stop accepting waste and to perform certain maintenance and monitoring functions at the sites for thirty years after closure. Annual additions to the liability for closure and postclosure care costs are based on landfill capacity used as of each balance sheet date. The $17.0 million reported as the liability in the Solid Waste Special Fund for closure and postclosure care costs at June 30, 2015 represents the cumulative amount reported to date based on the percentage of the estimated capacity used for the following landfills (amounts in thousands). Actual costs may differ from estimates if additional postclosure care requirements are determined (due to inflation or deflation, changes in technology, or changes in applicable laws or regulations).

	Capacity Used	Closure Date	Liability at June 30, 2015	Total Estimated Cost
Waipahu incinerator landfill	100.0%	October 1991	$ 7,815	$ 25,091
Kapaa sanitary landfill	100.0%	May 1997	9,163	22,641
Total			$ 16,978	$ 47,732

The Proprietary Funds Statement of Net Position records the landfill liability as current and noncurrent liabilities. The current portion of $2.1 million is included in other current liabilities and the noncurrent portion of $14.9 million is included in estimated liability for landfill closure and postclosure care costs.

For fiscal year 2015, the City has provided the financial resources that will be available to provide for closure, postclosure care and remediation or containment of environmental hazards at the above landfills. The Environmental Protection Agency's financial assurance rules include a local government financial test consisting of a financial component, a public notice component, and a recordkeeping component. Local governments are required to satisfy each of the three components to pass the annual test. Management believes the City has satisfied each of the components to meet the financial assurance test.

For the Waimanalo Gulch Landfill, the current operator is responsible for all closure and postclosure care costs through 2024; the City will be responsible for all closure and postclosure costs after 2024. At June 30, 2015 the City provided the financial resources that will be available to provide for closure, postclosure, remediation or containment of environmental hazards at the landfill. At June 30, 2015 the estimated capacity used is 64.2% and the estimated remaining life of the landfill is 27 years. The total closure and postclosure costs, estimated at $40.2 million, have not been recognized since the operator is responsible for all closure and postclosure through 2024.

The City is complying with the terms of a consent decree filed on July 1, 2015, to resolve the claims of the United States Environmental Protection Agency ("EPA") related to the City's violations of the Standards of Performance for New Stationary Sources and the National Emission Standards for Hazardous Air Pollutants regulations at the Kapaa and Kalaheo landfills. The consent decree requires the City to pay a civil penalty of $875 thousand within 45 days after the consent decree effective date of July 1, 2015 and to implement a supplement environment project to build a solar power system at the City's H-POWER facility by 2020 to produce a minimum of 15,056 megawatt hour of energy at an estimated costs of $16.1million.

Sewer Fund – Litigation

The City is a party to various legal proceedings arising in the normal course of business. Some of these matters relate to the Sewer Fund as follows:

The City is complying with the terms of a consent decree entered on December 17, 2010 by the United States District Court to resolve the claims of the United States Environmental Protection Agency ("EPA"), the State of Hawaii Department of Health ("DOH"), and various non-governmental entities related to the City's compliance with the federal Clean Water Act and State law. The consent decree allows 10 years for completion of work on the collection system, 14 years for the upgrade of the Honouliuli Wastewater Treatment Plant (WWTP) to secondary treatment, and up to 25 years, with the possibility of a three-year extension, for the upgrade of the Sand Island WWTP to secondary treatment.

The City is expected to incur approximately $3.5 billion in capital costs through fiscal year 2020, which coincides with the term of the collection system portion of the consent decree. This amount will largely be spent on the collection system, and much of it will go toward work that was already required or planned. This amount also includes a portion of the costs of treatment plant upgrades at Sand Island and Honouliuli. Cost for the treatment plan upgrades include approximately $550.0 million to replace primary treatment facilities at both plants and $1.15 billion to upgrade the plants to secondary treatment plants.

In March 2012, after providing an opportunity for public comment, the court approved an order at the request of all parties to modify the consent decree to substitute construction of a Kaneohe-Kailua gravity tunnel and an associated influent pump station for the construction of a new force main between the City's Kaneohe pump station and its Kailua treatment plant and to eliminate requirements to proceed with and maintain storage projects in Kaneohe and Kailua. The court order was the culmination of a year of negotiations among the parties after the EPA and DOH determined that the tunnel proposal offered potential environmental benefits.

15. Discretely Presented Component Units

Board of Water Supply

Board of Water Supply (BWS), a semi-autonomous agency of the City, has full and complete authority to manage, control and operate the City's water system and related properties.

Major Transactions with the City –

Billing and Collection Services – BWS has an agreement with the City's Department of Environmental Services to provide certain services relating to the billing and collection of sewer service charges. Fees related to these services as well as capital recovery charges related to the implementation of the new billing and collection system were negotiated at approximately $3.3 million for the fiscal year ended June 30, 2015. The expenditures related to these fees are included in administrative and general expenses of the Sewer Fund in the accompanying Proprietary Funds statement of revenues, expenses and changes in net position.

Central Administrative Services Expense (CASE) Fee – BWS has an agreement with the City to pay a CASE fee for treasury, personnel, purchasing and other services that the City provides to the BWS on an on-going basis. The Board's Charter allows for a CASE fee to the extent that it represents a reasonable charge for services necessary for the BWS to perform its duties. For the fiscal year ended June 30, 2015, CASE fees were $3.3 million. Any increase for subsequent year is subject to negotiation.

Joint Construction Projects – During the year ended June 30, 2013, the City has entered into an agreement with BWS for a joint water and sewer system upgrade that is administered by BWS. The agreement required the City to make advance payments to BWS for $928.3 thousand. At June 30, 2015, a balance of approximately $826.0 thousand of these funds has not been expended.

Honolulu Authority for Rapid Transportation

Effective July 1, 2011, pursuant to a 2010 amendment to the Revised Charter of the City, the Honolulu Authority for Rapid Transportation (HART) was created to develop, operate, maintain and expand the city fixed guideway system.

Major Transactions with the City –

Central Administrative Services Expense (CASE) Fee – HART executed a Memorandum of Understanding with the City to pay a CASE fee equal to five (5%) percent of HART's actual operating expenditures for treasury, personnel, purchasing and other services that the City provides to the HART on an on-

going basis. The CASE fee does not include any direct costs that City charged HART for budget, fiscal, legal, design and construction services, contributions for other postemployment benefits and fringe benefits for services rendered for HART. For the fiscal year ended June 30, 2015, CASE fees amounted to $621.4 thousand.

Oahu Transit Services, Inc.

Oahu Transit Services, Inc. (OTS) was formed on December 16, 1991 as a nonprofit corporation. The purpose of OTS is to manage, operate, and maintain the City bus service and other transit related services on behalf of and for the City. Pursuant to the terms of the Management and Operations Agreement (the agreement) and the Revised Ordinances of Honolulu, OTS and its employees are independent contractors and OTS is the private employer of all personnel required to operate the City bus system and special transit service. OTS is deemed an instrumentality of the City for appropriate purposes other than for labor and employment. As discussed previously, OTS was reported as a blended component unit of the City in prior years. The current year financial statement reports OTS as a discretely presented component unit resulting in an increase of $1.1 million to the total component unit beginning net position.

Major Transaction with the City –

Reimbursement of Labor Costs – In accordance with the agreement, the City reimburses OTS for bus system and special transit service labor costs and related employee benefits paid during the fiscal year. For the fiscal year ended June 30, 2015, the City's reimbursement to OTS for personnel costs totaled $164.2 million.

Contingent Liability – In accordance with the agreement and governing ordinances, management believes the City is liable only for reimbursable employee benefit costs approved by the City's annual budgeting process. Accordingly, the City's financial statements include only the costs related to currently reimbursable employee benefits. Consequently, any long-term liabilities related to OTS' employee benefits have not been recorded in the primary government financial statements. If the agreement with OTS is cancelled, the City may have a contingent liability related to OTS' long-term employee benefits. However, the City has no plans to do so; therefore, the City has not recorded a contingent liability.

16. Subsequent Events

On August 12, 2015, the City issued wastewater system revenue bonds, Senior Series 2015A, 2015B and 2015C and Junior Series 2015A and 2015B in the aggregate amount of $698.9 million. The bonds mature annually on July 1, 2016 through July 1, 2045 and bear interest rates of 0.6% to 5.0%. Except for taxable refunding Senior Series 2015C and Junior Series 2015B bonds, the bonds maturing on July 1, 2026 through July 1, 2045 are subject to redemption, at the option of the City on or after July 1, 2025, in whole or in part at any time with the exception of the following bond series and maturities, Senior Series 2015B July 1, 2028, 2033, and a portion of 2036 and Junior Series 2015A July 1, 2032 and a portion of 2027 maturities which do not have a call date. The proceeds from the bonds will be used to pay for the costs of certain additions and improvements to the wastewater system and to refund a portion of outstanding wastewater system revenue bonds and Series 2010 USDA Bond Resolution.

REQUIRED SUPPLEMENTARY INFORMATION OTHER THAN MD&A

CITY AND COUNTY OF HONOLULU

GENERAL FUND

BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:				
Taxes	$ 976,206	$ 976,206	$ 993,433	$ 17,227
Licenses and permits	43,500	43,500	43,432	(68)
Intergovernmental	45,464	45,464	45,521	57
Charges for services	7,951	7,951	8,257	306
Fines and forfeits	582	582	806	224
Miscellaneous:				
Reimbursements and recoveries	51,428	51,428	44,052	(7,376)
Interest	534	534	415	(119)
Other	3,250	3,250	4,370	1,120
Total Revenues	1,128,915	1,128,915	1,140,286	11,371
Expenditures:				
Current:				
General government:				
Budget and Fiscal Services	17,714	18,806	17,534	1,272
City Clerk	4,325	4,325	3,117	1,208
City Council	5,786	5,916	5,186	730
Corporation Counsel	10,728	11,036	10,339	697
Customer Services	21,272	22,083	20,859	1,224
Design and Construction	12,906	13,211	12,009	1,202
Emergency Services	630	761	652	109
Facility Maintenance	25,720	26,039	23,634	2,405
Human Resources	5,706	5,896	5,690	206
Information Technology	24,367	24,317	23,004	1,313
Mayor	5,816	5,899	4,308	1,591
Office of the City Auditor	1,427	1,427	1,346	81
Office of Council Services	1,710	1,749	1,580	169
Planning and Permitting	11,659	12,856	11,427	1,429
Prosecuting Attorney	19,691	20,310	18,124	2,186
Total General government	169,457	174,631	158,809	15,822
Public safety:				
Emergency Management	1,219	1,339	1,121	218
Emergency Services	38,392	39,000	35,775	3,225
Fire	115,870	116,403	110,630	5,773
Medical Examiner	1,636	1,893	1,802	91
Planning and Permitting	5,224	5,667	5,385	282
Police	231,199	231,298	223,414	7,884
Transportation Services	1,115	1,115	1,115	--
Total Public safety	394,655	396,715	379,242	17,473
Highways and streets:				
Facility Maintenance	4,141	4,128	3,490	638
Sanitation:				
Environmental Services	9,373	9,547	9,130	417

CITY AND COUNTY OF HONOLULU

GENERAL FUND

BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Human services:				
Community Services	12,152	13,205	10,831	2,374
Culture-recreation:				
Mayor	2,076	2,076	2,059	17
Parks and Recreation	68,951	71,869	67,166	4,703
Total Culture-recreation	71,027	73,945	69,225	4,720
Utilities or other enterprises:				
Transportation Services	--	8	--	8
Miscellaneous:				
Retirement and health benefits:				
City Council	4,179	4,179	3,409	770
Provisional	239,235	239,235	231,897	7,338
Total Retirement and health benefits	243,414	243,414	235,306	8,108
Other:				
City Council	393	223	38	185
Provisional	68,704	56,937	32,322	24,615
Total Other	69,097	57,160	32,360	24,800
Total Miscellaneous	312,511	300,574	267,666	32,908
Debt Service:				
Budget and Fiscal Services	361	361	359	2
Information Technology	--	563	563	--
Total Debt service	361	924	922	2
Capital improvements:				
Capital improvements	472	472	222	250
Total Expenditures	974,149	974,149	899,537	74,612
Revenues over Expenditures	154,766	154,766	240,749	85,983
Other Financing Sources (Uses):				
Sales of capital assets	--	--	21	21
Transfers in	132,567	132,567	121,601	(10,966)
Transfers out	(450,653)	(450,653)	(432,795)	17,858
Total Other Financing Sources (Uses)	(318,086)	(318,086)	(311,173)	6,913
Net change in Fund Balance	(163,320)	(163,320)	(70,424)	92,896
Encumbrances	--	--	74,282	74,282
Fund Balance - July 1	163,363	163,363	240,448	77,085
Fund Balance - June 30	$ 43	$ 43	$ 244,306	$ 244,263

See accompanying notes to budgetary comparison schedules.

CITY AND COUNTY OF HONOLULU

HIGHWAY FUND

BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:				
Taxes	$ 104,756	$ 104,756	$ 107,113	$ 2,357
Licenses and permits	123,236	123,236	129,573	6,337
Charges for services	4,804	4,804	4,795	(9)
Miscellaneous:				
Reimbursements and recoveries	2,812	2,812	2,857	45
Other	2,585	2,585	2,772	187
Total Revenues	238,193	238,193	247,110	8,917
Expenditures:				
Current:				
General government:				
Design and Construction	5,819	6,077	5,760	317
Facility Maintenance	15,237	15,401	14,129	1,272
Planning and Permitting	2,514	2,587	2,463	124
Total General government	23,570	24,065	22,352	1,713
Public safety:				
Police	27,906	27,906	27,234	672
Transportation Services	6,922	7,492	6,071	1,421
Total Public safety	34,828	35,398	33,305	2,093
Highways and streets:				
Facility Maintenance	28,150	29,557	27,915	1,642
Utilities or other enterprises:				
Transportation Services	2,414	2,419	2,154	265
Miscellaneous:				
Retirement and health benefits:				
Provisional	28,369	28,369	26,027	2,342
Other:				
Provisional	6,448	3,971	1,720	2,251
Total Miscellaneous	34,817	32,340	27,747	4,593
Capital improvements:				
General government	4,497	4,497	4,495	2
Highways and streets	413	413	399	14
Utilities or other enterprises	548	548	548	--
Total Capital improvements	5,458	5,458	5,442	16
Total Expenditures	129,237	129,237	118,915	10,322

CITY AND COUNTY OF HONOLULU

HIGHWAY FUND

BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues over Expenditures	108,956	108,956	128,195	19,239
Other Financing Source (Use):				
Sales of capital assets	70	70	184	114
Transfers out	(135,629)	(135,629)	(125,670)	9,959
Total Other Financing Source (Use)	(135,559)	(135,559)	(125,486)	10,073
Net change in Fund Balance	(26,603)	(26,603)	2,709	29,312
Encumbrances	--	--	12,958	12,958
Fund Balance - July 1	26,603	26,603	50,572	23,969
Fund Balance - June 30	$ --	$ --	$ 66,239	$ 66,239

See accompanying notes to budgetary comparison schedules.

Budgets and Budgetary Accounting

Except for the inclusion of carry-over encumbrances, the budgets for the General Fund and the Highway Fund are adopted on a modified accrual basis consistent with generally accepted accounting principles (GAAP).

The actual expenditures on a budgetary basis include payments made during the fiscal year on the modified accrual basis of accounting, consistent with GAAP, plus outstanding encumbrances at the end of the current fiscal year and prior period restatement adjustments

The budgetary comparison for the General Fund is the legally separate fund with its legally adopted budget not the combined General Fund (per GASB 54) presented in the basic financial statements.

Reconciliation	General Fund	Highway Fund
Net change in Fund Balance per Budgetary Comparison Schedule	$ (70,424)	$ 2,709
Adjustments to conform with generally accepted accounting principles:		
Encumbrances	74,282	12,958
Changes in Fund Balance for legal separate funds combined with the General Fund per GASB 54	10,869	--
Net change in Fund Balance per Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	$ 14,727	$ 15,667

CITY AND COUNTY OF HONOLULU

EMPLOYEES' RETIREMENT SYSTEM - PENSION PLAN

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

FISCAL YEARS 2013 - 2014

(Dollar amounts in thousands)

Fiscal Year Ended	Proportion of Net Pension Liability	Proportionate Share of Net Pension Liability	Covered Payroll	Proportionate Share of Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of Total Pension Liability
June 30, 2014	16.31%	$ 1,307,396	$ 536,304	243.78%	63.92%
June 30, 2013	16.76%	$ 1,496,794	$ 509,130	293.99%	57.96%

Prior Fiscal Years are not available. Table will be built prospectively.

CITY AND COUNTY OF HONOLULU

EMPLOYEES' RETIREMENT SYSTEM - PENSION PLAN

SCHEDULE OF CONTRIBUTIONS

FISCAL YEARS 2012 - 2015

(Dollar amounts in thousands)

Fiscal Year Ended	Statutorily Required Contributions	Contributions in Relation to Statutorily Required Contributions	Contribution Excess (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
June 30, 2015	$ 121,465	$ 132,308	$ 10,843	$ 576,916	22.93%
June 30, 2014	$ 102,885	$ 87,979	$ (14,906)	$ 536,304	16.40%
June 30, 2013	$ 93,503	$ 87,840	$ (5,663)	$ 509,130	17.25%
June 30, 2012	$ 89,275	$ 81,690	$ (7,585)	$ 517,862	15.77%

Prior Fiscal Years are not available. Table will be built prospectively.

CITY AND COUNTY OF HONOLULU

POST-RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

SCHEDULE OF FUNDING PROGRESS

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
July 1, 2013	$ 123,406	$ 1,795,635	$ 1,672,229	6.9%	$ 551,642	303.1%
July 1, 2011	$ 40,177	$ 1,776,061	$ 1,735,884	2.3%	$ 548,355	316.6%
July 1, 2009	$ 40,110	$ 1,924,859	$ 1,884,749	2.1%	$ 556,742	338.5%
July 1, 2007	$ --	$ 1,242,255	$ 1,242,255	0.0%	$ 524,258	237.0%

OTHER SUPPLEMENTARY INFORMATION

NONMAJOR GOVERNMENTAL FUNDS
COMBINING FINANCIAL STATEMENTS

For a brief explanation of the individual nonmajor governmental funds, please refer to the divider page for the Governmental Fund Financial Statements preceding page 39.

CITY AND COUNTY OF HONOLULU

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2015

(Amounts in thousands)

	Special Revenue Funds			
	Highway Beautification and Disposal of Abandoned Vehicles Revolving Fund	Bikeway Fund	Parks and Playgrounds Fund	Liquor Commission Fund
ASSETS				
Cash and investments:				
With Treasury and banks	$ 10,520	$ 759	$ 6,422	$ 2,143
Receivables:				
Accounts	--	--	--	--
Special Assessments	--	--	--	--
Loans	--	--	--	--
Intergovernmental	--	--	--	--
Payroll Advance	29	8	--	32
Due from other funds	--	--	--	--
Total Assets	$ 10,549	$ 767	$ 6,422	$ 2,175
LIABILITIES, DEFERRED INFLOW AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 108	$ 12	$ 45	$ 12
Interest and bonds payable-matured	--	--	--	--
Due to other funds	--	--	--	--
Accrued payroll	46	10	--	101
Total Liabilities	154	22	45	113
Deferred Inflow:				
Deferred inflow	--	--	--	--
Total Deferred Inflow	--	--	--	--
Fund Balances:				
Restricted	10,395	745	--	2,062
Committed	--	--	6,377	--
Total Fund Balances	10,395	745	6,377	2,062
Total Liabilities, Deferred Inflow and Fund Balances	$ 10,549	$ 767	$ 6,422	$ 2,175

CITY AND COUNTY OF HONOLULU

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2015

(Amounts in thousands)

Special Revenue Funds					
Rental Assistance Fund	Hanauma Bay Nature Preserve Fund	Clean Water and Natural Lands Fund	Affordable Housing Fund	Community Development Fund	Patsy T. Mink Central Oahu Regional Park Fund
$ 1,446	$ 5,878	$ 27,541	$ 29,629	$ 125	$ 25
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	42	--
--	--	--	--	177	--
--	29	--	--	13	--
--	--	--	--	15	--
$ 1,446	$ 5,907	$ 27,541	$ 29,629	$ 372	$ 25
$ --	$ 195	$ --	$ --	$ 68	$ --
--	--	--	--	--	--
--	--	--	--	--	--
--	46	--	--	53	--
--	241	--	--	121	--
--	--	--	--	42	--
--	--	--	--	42	--
--	--	27,541	29,629	209	--
1,446	5,666	--	--	--	25
1,446	5,666	27,541	29,629	209	25
$ 1,446	$ 5,907	$ 27,541	$ 29,629	$ 372	$ 25

CITY AND COUNTY OF HONOLULU

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2015

(Amounts in thousands)

	Special Revenue Funds		
	Golf Fund	Special Events Fund	Special Projects Fund
ASSETS			
Cash and investments:			
With Treasury and banks	$ 1,060	$ 978	$ 8,462
Receivables:			
Accounts	--	--	--
Special Assessments	--	--	--
Loans	--	--	--
Intergovernmental	--	--	665
Payroll Advance	107	152	32
Due from other funds	--	1	--
Total Assets	$ 1,167	$ 1,131	$ 9,159
LIABILITIES, DEFERRED INFLOW AND FUND BALANCES			
Liabilities:			
Accounts payable	$ 107	$ 303	$ 579
Interest and bonds payable-matured	--	--	--
Due to other funds	--	--	204
Accrued payroll	199	312	96
Total Liabilities	306	615	879
Deferred Inflow:			
Deferred inflow	--	--	--
Total Deferred Inflow	--	--	--
Fund Balances:			
Restricted	--	--	8,280
Committed	861	516	--
Total Fund Balances	861	516	8,280
Total Liabilities, Deferred Inflow and Fund Balances	$ 1,167	$ 1,131	$ 9,159

CITY AND COUNTY OF HONOLULU

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

JUNE 30, 2015

(Amounts in thousands)

Special Revenue Funds				Debt Service Fund	Capital Projects Funds
Federal Grants Fund	Housing and Community Development Rehabilitation Loan Fund	Pauahi Project Expenditures Hawaii R-15 Fund	Housing and Community Development Section 8 Contract Fund	Improvement District Bond and Interest Redemption Fund	General Improvement Bond Fund
$ 16,971	$ 5,579	$ 960	$ 4,784	$ 172	$ 89,870
--	--	--	63	--	--
--	--	--	--	12	--
3,769	9,171	--	3,648	--	--
22,328	--	--	165	--	--
125	--	--	76	--	10
62	--	--	--	--	16
$ 43,255	$ 14,750	$ 960	$ 8,736	$ 184	$ 89,896
$ 1,469	$ 7	$ --	$ 144	$ --	$ 7,513
--	--	--	--	9	--
19,020	--	--	119	--	321
134	--	--	93	--	4
20,623	7	--	356	9	7,838
3,769	9,171	--	3,876	9	--
3,769	9,171	--	3,876	9	--
18,863	5,572	960	4,504	--	--
--	--	--	--	166	82,058
18,863	5,572	960	4,504	166	82,058
$ 43,255	$ 14,750	$ 960	$ 8,736	$ 184	$ 89,896

CITY AND COUNTY OF HONOLULU

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2015

(Amounts in thousands)

	Capital Projects Funds			
	Highway Improvement Bond Fund	Federal Grants Capital Projects Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
ASSETS				
Cash and investments:				
With Treasury and banks	$ 157,675	$ 10,746	$ 14,897	$ 396,642
Receivables:				
Accounts	--	--	2	65
Special Assessments	--	--	--	12
Loans	--	56,228	--	72,858
Intergovernmental	--	3,759	--	27,094
Payroll Advance	--	--	--	613
Due from other funds	70	--	--	164
Total Assets	$ 157,745	$ 70,733	$ 14,899	$ 497,448
LIABILITIES, DEFERRED INFLOW AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 23,241	$ 2,882	$ 4	$ 36,689
Interest and bonds payable-matured	--	--	--	9
Due to other funds	--	78	--	19,742
Accrued payroll	5	--	--	1,099
Total Liabilities	23,246	2,960	4	57,539
Deferred Inflow:				
Deferred inflow	--	56,228	--	73,095
Total Deferred Inflow	--	56,228	--	73,095
Fund Balances:				
Restricted	--	11,545	14,895	135,200
Committed	134,499	--	--	231,614
Total Fund Balances	134,499	11,545	14,895	366,814
Total Liabilities, Deferred Inflow and Fund Balances	$ 157,745	$ 70,733	$ 14,899	$ 497,448

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CITY AND COUNTY OF HONOLULU
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

	Special Revenue Funds			
	Highway Beautification and Disposal of Abandoned Vehicles Revolving Fund	Bikeway Fund	Parks and Playgrounds Fund	Liquor Commission Fund
Revenues:				
Taxes	$ --	$ --	$ --	$ --
Special assessments	--	--	--	--
Licenses and permits	--	484	--	4,373
Intergovernmental	--	--	--	--
Charges for services	4,556	--	--	113
Fines and forfeits	--	--	--	167
Miscellaneous:				
Interest	--	--	--	--
Other	3	1	125	5
Total Revenues	4,559	485	125	4,658
Expenditures:				
Current:				
General government	1,136	10	--	3,294
Public safety	--	446	--	--
Highways and streets	77	6	--	--
Human services	--	--	--	--
Culture-recreation	735	5	--	--
Utilities or other enterprises	--	--	--	--
Miscellaneous:				
Retirement and health benefits	504	22	--	1,288
Other	--	--	--	43
Capital Outlay:				
General government	--	--	--	--
Public safety	--	--	--	--
Highways and streets	--	154	--	--
Human services	--	--	--	--
Culture-recreation	--	--	284	--
Utilities or other enterprises	--	--	--	--
Total Expenditures	2,452	643	284	4,625
Revenues over (under) Expenditures	2,107	(158)	(159)	33
Other Financing Sources (Uses):				
Issuance of commercial paper	--	--	--	--
Issuance of general obligation bonds	--	--	--	--
Bond premium	--	--	--	--
Transfers in	--	209	--	--
Transfers out	(211)	(31)	--	(297)
Total Other Financing Sources (Uses)	(211)	178	--	(297)
Revenues and Other Sources over (under) Expenditures and Other Uses	1,896	20	(159)	(264)
Fund Balance - July 1	8,499	725	6,536	2,326
Fund Balances - June 30	$ 10,395	$ 745	$ 6,377	$ 2,062

CITY AND COUNTY OF HONOLULU
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Special Revenue Funds						
Rental Assistance Fund	Hanauma Bay Nature Preserve Fund	Clean Water and Natural Lands Fund	Affordable Housing Fund	Community Development Fund	Patsy T. Mink Central Oahu Regional Park Fund	Golf Fund
$ --	$ --	$ 4,645	$ 4,645	$ --	$ --	$ --
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	5,452	--	--
--	4,674	--	--	--	25	6,654
--	--	--	--	--	--	--
--	--	14	15	--	--	--
234	2,049	--	--	--	--	2,830
234	6,723	4,659	4,660	5,452	25	9,484
--	--	25	--	522	--	--
--	1,017	--	--	--	--	--
--	--	--	--	--	--	--
124	--	--	--	4,998	--	--
--	2,718	--	--	--	--	9,656
--	--	--	--	--	--	--
--	1,080	--	--	--	--	2,537
--	--	--	--	--	--	115
--	57	--	--	--	--	--
--	--	--	--	871	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	8	--	--	--	--	--
--	--	--	--	--	--	--
124	4,880	25	--	6,391	--	12,308
110	1,843	4,634	4,660	(939)	25	(2,824)
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	1,100	--	5,505
--	(705)	--	--	--	--	(1,908)
--	(705)	--	--	1,100	--	3,597
110	1,138	4,634	4,660	161	25	773
1,336	4,528	22,907	24,969	48	--	88
$ 1,446	$ 5,666	$ 27,541	$ 29,629	$ 209	$ 25	$ 861

CITY AND COUNTY OF HONOLULU
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

	Special Revenue Funds		
	Special Events Fund	Special Projects Fund	Federal Grants Fund
Revenues:			
Taxes	$ --	$ --	$ --
Special assessments	--	--	--
Licenses and permits	--	--	--
Intergovernmental	--	11,266	46,116
Charges for services	4,578	414	--
Fines and forfeits	--	--	--
Miscellaneous:			
Interest	2	--	6
Other	7,036	1,249	4,511
Total Revenues	11,616	12,929	50,633
Expenditures:			
Current:			
General government	48	3,748	1,876
Public safety	--	1,820	8,993
Highways and streets	--	--	428
Human services	--	6,396	14,866
Culture-recreation	11,890	252	183
Utilities or other enterprises	--	58	27,716
Miscellaneous:			
Retirement and health benefits	4,014	--	--
Other	347	--	--
Capital Outlay:			
General government	15	99	--
Public safety	--	14	872
Highways and streets	--	--	--
Human services	--	--	--
Culture-recreation	--	9	--
Utilities or other enterprises	--	--	--
Total Expenditures	16,314	12,396	54,934
Revenues over (under) Expenditures	(4,698)	533	(4,301)
Other Financing Sources (Uses):			
Issuance of commercial paper	--	--	--
Issuance of general obligation bonds	--	--	--
Bond premium	--	--	--
Transfers in	10,151	--	--
Transfers out	(5,666)	--	--
Total Other Financing Sources (Uses)	4,485	--	--
Revenues and Other Sources over (under) Expenditures and Other Uses	(213)	533	(4,301)
Fund Balance - July 1 as restated	729	7,747	23,164
Fund Balances - June 30	$ 516	$ 8,280	$ 18,863

CITY AND COUNTY OF HONOLULU
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Special Revenue Funds			Debt Service	Capital Projects Funds	
Housing and Community Development Rehabilitation Loan Fund	Pauahi Project Expenditures Hawaii R-15 Fund	Housing and Community Development Section 8 Contract Fund	Improvement District Bond and Interest Fund	General Improvement Bond Fund	Highway Improvement Bond Fund
$ --	$ --	$ --	$ --	$ --	$ --
--	--	--	5	--	--
--	--	--	--	--	--
--	--	46,287	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
3	--	25	1	--	--
1,469	--	26	--	--	3
1,472	--	46,338	6	--	3
--	--	124	--	456	4
--	--	--	--	542	245
--	--	--	--	--	658
905	--	48,846	--	16	--
--	--	--	--	878	--
--	--	--	--	--	5,722
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	11,361	1,207
--	--	--	--	25,764	3,526
--	--	--	--	198	80,451
--	--	--	--	5,622	--
--	--	--	--	11,392	--
--	--	--	--	--	1,862
905	--	48,970	--	56,229	93,675
567	--	(2,632)	6	(56,229)	(93,672)
--	--	--	--	30,000	70,000
--	--	--	--	89,363	191,482
--	--	--	--	15,645	33,525
--	--	--	--	--	--
(1,100)	--	--	(6)	--	--
(1,100)	--	--	(6)	135,008	295,007
(533)	--	(2,632)	--	78,779	201,335
6,105	960	7,136	166	3,279	(66,836)
$ 5,572	$ 960	$ 4,504	$ 166	$ 82,058	$ 134,499

CITY AND COUNTY OF HONOLULU
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

	Capital Projects Funds		
	Federal Grants Capital Projects Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues:			
Taxes	$ --	$ --	$ 9,290
Special assessments	--	--	5
Licenses and permits	--	--	4,857
Intergovernmental	35,076	150	144,347
Charges for services	--	--	21,014
Fines and forfeits	--	--	167
Miscellaneous:			
Interest	--	--	66
Other	--	616	20,157
Total Revenues	35,076	766	199,903
Expenditures:			
Current:			
General government	--	--	11,243
Public safety	58	--	13,121
Highways and streets	315	--	1,484
Human services	4,843	--	80,994
Culture-recreation	--	84	26,401
Utilities or other enterprises	22,511	--	56,007
Miscellaneous:			
Retirement and health benefits	--	--	9,445
Other	--	--	505
Capital Outlay:			
General government	--	--	12,739
Public safety	3,463	84	34,594
Highways and streets	3,247	559	84,609
Human services	--	--	5,622
Culture-recreation	--	--	11,693
Utilities or other enterprises	1,245	--	3,107
Total Expenditures	35,682	727	351,564
Revenues over (under) Expenditures	(606)	39	(151,661)
Other Financing Sources (Uses):			
Issuance of commercial paper	--	--	100,000
Issuance of general obligation bonds	--	--	280,845
Bond premium	--	--	49,170
Transfers in	--	6	16,971
Transfers out	--	--	(9,924)
Total Other Financing Sources (Uses)	--	6	437,062
Revenues and Other Sources over (under) Expenditures and Other Uses	(606)	45	285,401
Fund Balance - July 1 as restated	12,151	14,850	81,413
Fund Balances - June 30	$ 11,545	$ 14,895	$ 366,814

AGENCY FUNDS
COMBINING FINANCIAL STATEMENTS

CITY AND COUNTY OF HONOLULU

AGENCY FUNDS

COMBINING STATEMENT OF NET POSITION

JUNE 30, 2015

(Amounts in thousands)

	Agency Funds				
	General Trust Fund	Treasury Trust Fund	Real Property Tax Trust Fund	Payroll Clearance Fund	Total
ASSETS					
Cash and investments:					
With Treasury	$ 27,240	$ 4,723	$ 9,112	$ --	$ 41,075
Imprest and change funds	67	66	--	--	133
Due from other funds:					
General Fund	--	--	--	4	4
Highway Fund	--	--	--	4	4
Sewer Fund	--	--	--	4	4
Solid Waste Fund	23	--	--	3	26
Total Assets	27,330	4,789	9,112	15	41,246
LIABILITIES					
Liabilities:					
Accounts payable	7,312	--	1	--	7,313
Other current liabilities	20,018	4,789	9,111	15	33,933
Total Liabilities	27,330	4,789	9,112	15	41,246
NET POSITION					
Held in trust for individuals, organizations and other governments	$ --	$ --	$ --	$ --	$ --

CITY AND COUNTY OF HONOLULU

AGENCY FUNDS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015
GENERAL TRUST FUND				
ASSETS				
Cash	$ 27,762	$ 94,580	$ 95,035	$ 27,307
Due from other funds	21	23	21	23
Total Assets	$ 27,783	$ 94,603	$ 95,056	$ 27,330
LIABILITIES				
Accounts payable	$ 7,108	$ 94,537	$ 94,333	$ 7,312
Other current liabilities	20,675	93,880	94,537	20,018
Total Liabilities	$ 27,783	$ 188,417	$ 188,870	$ 27,330
TREASURY TRUST FUND				
ASSET				
Cash	$ 2,801	$ 14,281	$ 12,293	$ 4,789
LIABILITY				
Other current liabilities	$ 2,801	$ 14,281	$ 12,293	$ 4,789
REAL PROPERTY TAX TRUST FUND				
ASSET				
Cash	$ 12,577	$ 11,213	$ 14,678	$ 9,112
Total Asset	$ 12,577	$ 11,213	$ 14,678	$ 9,112
LIABILITIES				
Accounts payable	$ 1,647	$ 6,545	$ 8,191	$ 1
Other current liabilities	10,930	4,668	6,487	9,111
Total Liabilities	$ 12,577	$ 11,213	$ 14,678	$ 9,112
PAYROLL CLEARANCE FUND				
ASSETS				
Cash	$ --	$ 648,928	$ 648,928	$ --
Due from other funds	35	16	36	15
Total Assets	$ 35	$ 648,944	$ 648,964	$ 15
LIABILITIES				
Accounts payable	$ --	$ 41,857	$ 41,857	$ --
Other current liabilities	35	690,373	690,393	15
Total Liabilities	$ 35	$ 732,230	$ 732,250	$ 15
TOTAL - ALL AGENCY FUNDS				
ASSETS				
Cash	$ 43,140	$ 769,002	$ 770,934	$ 41,208
Due from other funds	56	39	57	38
Total Assets	$ 43,196	$ 769,041	$ 770,991	$ 41,246
LIABILITIES				
Accounts payable	$ 8,755	$ 142,939	$ 144,381	$ 7,313
Other current liabilities	34,441	803,202	803,710	33,933
Total Liabilities	$ 43,196	$ 946,141	$ 948,091	$ 41,246

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FUND SCHEDULES

For a brief explanation of the individual funds, please refer to the divider page for the Governmental Fund Financial Statements preceding page 39.

Note: the revolving funds are comprised of the Improvement District Revolving Fund and Housing and Community Development Revolving Fund.

CITY AND COUNTY OF HONOLULU

GENERAL FUND
COMBINING BALANCE SHEET

JUNE 30, 2015

(Amounts in thousands)

	Legally Separate Funds		
	General Fund	Zoo Animal Purchase Fund	Grants In Aid Fund
ASSETS			
Cash and investments:			
With Treasury and banks	$ 256,132	$ 2	$ 5,932
Receivables:			
Real property taxes	13,385	--	--
Accounts	339	--	--
Interest	157	--	--
Loans	88	--	--
Intergovernmental	5,599	--	--
Payroll Advance	10,703	--	--
Due from other funds	19,276	--	--
Total Assets	$ 305,679	$ 2	$ 5,932
LIABILITIES, DEFERRED INFLOW AND FUND BALANCE			
Liabilities:			
Accounts payable	$ 28,182	$ --	$ 1,023
Due to other funds	12	--	--
Accrued payroll	21,938	--	2
Total Liabilities	50,132	--	1,025
Deferred Inflow:			
Deferred inflow	11,241	--	--
Total Deferred Inflow	11,241	--	--
Fund Balances:			
Committed	--	2	4,907
Assigned	74,282	--	--
Unassigned	170,024	--	--
Total Fund Balances	244,306	2	4,907
Total Liabilities, Deferred Inflow and Fund Balance	$ 305,679	$ 2	$ 5,932

CITY AND COUNTY OF HONOLULU

GENERAL FUND

COMBINING BALANCE SHEET

JUNE 30, 2015

(Amounts in thousands)

Legally Separate Funds				Reporting Fund Per GASB 54
Reserve for Fiscal Stability Fund	Leasehold Conversion Fund	Improvement District Revolving Fund	Housing and Community Development Revolving Fund	Total General Fund
$ 71,991	$ 289	$ 1,962	$ 225	$ 336,533
--	--	--	--	13,385
--	--	--	--	339
--	--	--	--	157
--	--	--	--	88
--	--	--	--	5,599
--	--	--	--	10,703
--	--	--	--	19,276
$ 71,991	$ 289	$ 1,962	$ 225	$ 386,080
$ --	$ --	$ --	$ --	$ 29,205
--	--	--	--	12
--	--	--	--	21,940
--	--	--	--	51,157
--	106	--	--	11,347
--	106	--	--	11,347
71,991	183	1,962	225	79,270
--	--	--	--	74,282
--	--	--	--	170,024
71,991	183	1,962	225	323,576
$ 71,991	$ 289	$ 1,962	$ 225	$ 386,080

CITY AND COUNTY OF HONOLULU
GENERAL FUND
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

	Legally Separate Funds		
	General Fund	Zoo Animal Purchase Fund	Grants In Aid Fund
Revenues:			
Taxes	$ 993,433	$ --	$ --
Licenses and permits	43,432	--	--
Intergovernmental	45,521	--	--
Charges for services	8,257	--	--
Fines and forfeits	806	--	--
Miscellaneous:			
Reimbursements and recoveries	44,052	--	--
Interest	415	--	1
Other	4,370	--	--
Total Revenues	1,140,286	--	1
Expenditures:			
Current:			
General government	135,007	--	44
Public safety	365,200	--	--
Highways and streets	2,588	--	--
Sanitation	3,822	--	--
Human services	5,083	--	4,882
Culture-recreation	62,014	--	--
Miscellaneous:			
Retirement and health benefits	222,858	--	--
Other	23,788	--	--
Capital Outlay:			
General government	3,354	--	--
Public safety	386	--	--
Culture-recreation	233	--	--
Debt service:			
Principal	864	--	--
Interest	58	--	--
Total Expenditures	825,255	--	4,926
Revenues over (under) Expenditures	315,031	--	(4,925)
Other Financing Sources (Uses):			
Sales of capital assets	21	--	--
Transfers in	121,601	--	5,639
Transfers out	(432,795)	--	--
Total Other Financing Sources (Uses)	(311,173)	--	5,639
Revenues and Other Sources over (under) Expenditures and Other Uses	3,858	--	714
Fund Balances - July 1	240,448	2	4,193
Fund Balances - June 30	$ 244,306	$ 2	$ 4,907

CITY AND COUNTY OF HONOLULU
GENERAL FUND
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Legally Separate Funds				Reporting Fund Per GASB 54
Reserve for Fiscal Stability Fund	Leasehold Conversion Fund	Improvement District Revolving Fund	Housing and Community Development Revolving Fund	Total General Fund
$ --	$ --	$ --	$ --	$ 993,433
5	--	--	--	43,437
--	--	--	--	45,521
--	--	--	--	8,257
--	--	--	--	806
--	--	--	--	44,052
39	--	--	--	455
--	14	--	--	4,384
44	14	--	--	1,140,345
--	--	--	--	135,051
--	--	--	--	365,200
--	--	--	--	2,588
--	--	--	--	3,822
--	14	--	--	9,979
--	--	--	--	62,014
--	--	--	--	222,858
--	--	--	--	23,788
--	--	--	--	3,354
--	--	--	--	386
--	--	--	--	233
--	--	--	--	864
--	--	--	--	58
--	14	--	--	830,195
44	--	--	--	310,150
111	--	--	--	132
10,000	--	--	--	137,240
--	--	--	--	(432,795)
10,111	--	--	--	(295,423)
10,155	--	--	--	14,727
61,836	183	1,962	225	308,849
$ 71,991	$ 183	$ 1,962	$ 225	$ 323,576

CITY AND COUNTY OF HONOLULU

GENERAL FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 256,132	$ 156,569
Receivables:		
Real property taxes	13,385	13,394
Accounts	339	340
Interest	157	99
Loans	88	43
Intergovernmental	5,599	2,764
Payroll Advance	10,703	11,343
Due from other funds	19,276	131,169
Total Assets	$ 305,679	$ 315,721
LIABILITIES, DEFERRED INFLOW AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 28,182	$ 39,176
Due to other funds	12	30
Accrued payroll	21,938	23,474
Total Liabilities	50,132	62,680
Deferred Inflow:		
Deferred inflow	11,241	12,593
Total Deferred Inflow	11,241	12,593
Fund Balance:		
Assigned	74,282	54,880
Unassigned	170,024	185,568
Total Fund Balance	244,306	240,448
Total Liabilities, Deferred Inflow and Fund Balance	$ 305,679	$ 315,721

CITY AND COUNTY OF HONOLULU

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(Amounts in thousands)

	2015	2014
Revenues:		
Taxes	$ 993,433	$ 895,057
Licenses and permits	43,432	42,699
Intergovernmental	45,521	41,060
Charges for services	8,257	7,867
Fines and forfeits	806	847
Miscellaneous:		
Reimbursements and recoveries	44,052	43,696
Interest	415	473
Other	4,370	7,215
Total Revenues	1,140,286	1,038,914
Expenditures:		
Current:		
General government	135,007	131,740
Public safety	365,200	344,315
Highways and streets	2,588	2,550
Sanitation	3,822	3,841
Human services	5,083	3,837
Culture-recreation	62,014	59,272
Utilities or other enterprises	--	43
Miscellaneous:		
Retirement and health benefits	222,858	184,664
Other	23,788	27,639
Capital outlay:		
General government	3,354	972
Public safety	386	1,244
Culture-recreation	233	345
Debt Service:		
Principal retirement	864	848
Interest charges	58	74
Total Expenditures	825,255	761,384
Revenues over Expenditures	315,031	277,530
Other Financing Sources (Uses):		
Sales of capital assets	21	--
Transfers in	121,601	127,374
Transfers out	(432,795)	(434,975)
Total Other Financing Sources (Uses)	(311,173)	(307,601)
Revenues and Other Sources over (under) Expenditures and Other Uses	3,858	(30,071)
Fund Balance - July 1	240,448	270,519
Fund Balance - June 30	$ 244,306	$ 240,448

CITY AND COUNTY OF HONOLULU

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:				
Taxes	$ 976,206	$ 976,206	$ 993,433	$ 17,227
Licenses and permits	43,500	43,500	43,432	(68)
Intergovernmental	45,464	45,464	45,521	57
Charges for services	7,951	7,951	8,257	306
Fines and forfeits	582	582	806	224
Miscellaneous:				
Reimbursements and recoveries	51,428	51,428	44,052	(7,376)
Interest	534	534	415	(119)
Other	3,250	3,250	4,370	1,120
Total Revenues	1,128,915	1,128,915	1,140,286	11,371
Expenditures:				
Current:				
General government:				
Budget and Fiscal Services	16,614	17,706	16,568	1,138
City Clerk	4,112	4,112	3,002	1,110
City Council	5,091	5,221	4,567	654
Corporation Counsel	7,910	8,218	7,548	670
Customer Services	19,583	20,394	19,226	1,168
Design and Construction	10,709	11,014	9,951	1,063
Emergency Services	623	754	645	109
Facility Maintenance	24,551	24,870	22,531	2,339
Human Resources	5,611	5,801	5,635	166
Information Technology	20,841	20,791	19,685	1,106
Mayor	5,512	5,595	4,049	1,546
Office of the City Auditor	1,427	1,427	1,346	81
Office of Council Services	1,710	1,749	1,580	169
Planning and Permitting	10,207	11,404	9,984	1,420
Prosecuting Attorney	18,956	19,575	17,953	1,622
Total General government	153,457	158,631	144,270	14,361
Public safety:				
Emergency Management	1,104	1,224	1,021	203
Emergency Services	37,537	38,145	34,942	3,203
Fire	112,984	113,517	107,933	5,584
Medical Examiner	1,612	1,869	1,778	91
Planning and Permitting	5,213	5,656	5,374	282
Police	224,835	224,934	217,168	7,766
Transportation Services	1,000	1,000	1,000	--
Total Public safety	384,285	386,345	369,216	17,129

CITY AND COUNTY OF HONOLULU

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Highways and streets:				
Facility Maintenance	3,256	3,243	2,607	636
Sanitation:				
Environmental Services	5,254	5,428	5,011	417
Human services:				
Community Services	9,319	10,372	8,120	2,252
Culture-recreation:				
Mayor	2,062	2,062	2,045	17
Parks and Recreation	62,297	65,215	60,792	4,423
Total Culture-recreation	64,359	67,277	62,837	4,440
Utilities or other enterprises:				
Transportation Services	--	8	--	8
Miscellaneous:				
Retirement and health benefits:				
City Council	4,179	4,179	3,409	770
Provisional	239,235	239,235	231,897	7,338
Total Retirement and health benefits	243,414	243,414	235,306	8,108
Other:				
City Council	393	223	39	184
Provisional	54,921	43,154	19,532	23,622
Total Other	55,314	43,377	19,571	23,806
Total Miscellaneous	298,728	286,791	254,877	31,914
Debt Service:				
Budget and Fiscal Services	361	361	359	2
Information Technology	--	563	563	--
Total Debt service	361	924	922	2
Capital improvements:				
Design and Construction	250	250	250	--
Total Capital improvements	250	250	250	--

CITY AND COUNTY OF HONOLULU

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Total Expenditures	919,269	919,269	848,110	71,159
Revenues over Expenditures	209,646	209,646	292,176	82,530
Other Financing Sources (Uses):				
Sales of capital assets	--	--	21	21
Transfers in:				
Central administrative service expenses	40,253	40,253	40,253	--
Debt service	91,544	91,544	80,578	(10,966)
Other	770	770	770	--
Transfers out:				
Debt service	(202,097)	(202,097)	(184,239)	17,858
Bus subsidy	(109,585)	(109,585)	(109,585)	--
Other	(138,971)	(138,971)	(138,971)	--
Total Other Financing Sources (Uses)	(318,086)	(318,086)	(311,173)	6,913
Revenues and Other Sources under Expenditures and Other Uses	(108,440)	(108,440)	(18,997)	89,443
Unreserved - Undesignated Fund Balance - July 1	108,483	108,483	185,568	77,085
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ 43	$ 43	166,571	$ 166,528
Adjustments to conform with generally accepted accounting principles:				
Encumbrances included above			51,573	
Expenditures - prior year encumbrances			(28,718)	
Increase in reserved for encumbrances			(19,402)	
Unreserved - Undesignated Fund Balance - June 30			170,024	
Reserved for Encumbrances - June 30			74,282	
Fund Balance - June 30 (GAAP Basis)			$ 244,306	

CITY AND COUNTY OF HONOLULU

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
TAXES			
GENERAL PROPERTY TAXES:			
Real Property Tax	$ 925,178	$ 942,494	$ 17,316
PUBLIC SERVICE COMPANY TAX:			
Public Service Company Tax	51,028	50,939	(89)
TOTAL TAXES	976,206	993,433	17,227
LICENSES AND PERMITS			
BUSINESS LICENSES AND PERMITS:			
Police and Protective:			
Second-Hand and Junk Dealers	22	19	(3)
Alarm Permits	215	233	18
Other	18	18	--
Professional and Occupational:			
Other	1	1	--
Total Business Licenses and Permits	256	271	15
NON-BUSINESS LICENSES AND PERMITS:			
Building Structures and Equipment Permits:			
Building	20,000	19,987	(13)
Signs	22	24	2
Motor Vehicle Licenses and Fees:			
Motor Vehicle Plate and Tag Fees	1,734	1,759	25
Motor Vehicle Transfer Fees and Penalty	2,528	2,673	145
Duplicate Registration & Ownership Certificates	192	202	10
Motor Vehicle Registration Annual Fee	14,077	14,313	236
Other	24	64	40
Other Vehicle Licenses and Fees:			
Passenger and Freight Vehicle Permit Fees	100	110	10
Nonresident Vehicle Permit	28	29	1
Motor Vehicle Drivers' Licenses	3,519	2,907	(612)
Animal Licenses:			
Dog Licenses and Tag Fees	213	190	(23)
Street, Sidewalk and Curb Permits:			
Easement Grants	80	91	11
Newsstands	18	11	(7)
Dispensing Rack	6	6	--
Fire Code Permits and License Fees	320	428	108
Fireworks License Fees	50	66	16
Camping Permits	333	301	(32)
Total Non-Business Licenses and Permits	43,244	43,161	(83)
TOTAL LICENSES AND PERMITS	43,500	43,432	(68)

CITY AND COUNTY OF HONOLULU

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
INTERGOVERNMENTAL			
STATE GRANTS:			
Transient Accommodation Tax	45,423	45,423	--
INTERGOVERNMENTAL PAYMENTS IN LIEU OF TAXES:			
Fish and Wildlife Service	41	98	57
Total Intergovernmental Payments in Lieu of Taxes	41	98	57
TOTAL INTERGOVERNMENTAL	45,464	45,521	57
CHARGES FOR SERVICES			
GENERAL GOVERNMENT:			
Data Processing Services:			
Duplication of Master Tapes	44	61	17
Data Processing Service - State	800	926	126
Data Processing Service - U.S. Government	3	2	(1)
Data Processing Service - Other Counties	385	475	90
Legal Services (BWS)	165	30	(135)
Service Fee for Dishonored Checks	27	21	(6)
Band Collections	3	2	(1)
Automotive Equipment Service Charges	211	255	44
Subdivision Fees	77	91	14
Application Fees for Zoning Regulations	125	279	154
Nonconforming Use Renewal Fees	330	232	(98)
Plan Review Use Fees	1,800	1,780	(20)
Administrative Fee--Multi-Family Housing Program	21	22	1
Military Housing Fee in Lieu of Property Tax	917	992	75
Zoning/Flood Clearance Fee	116	80	(36)
Fees for Certificates, Copies & Extracts of Records	148	159	11
Fees for Services	72	113	41
Custodial and Attendant Services	350	495	145
Spay-Neuter Service	512	378	(134)
Other	60	11	(49)
Total General Government	6,166	6,404	238

CITY AND COUNTY OF HONOLULU

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
PUBLIC SAFETY:			
Police Charges:			
Taxicab Drivers' & Pedicab Operators'Certificates ...	24	28	4
HPD Special Duty Fees	280	318	38
Total Public Safety	304	346	42
HIGHWAYS AND STREETS:			
Parking:			
City Employees	700	715	15
HPD Parking Lot	120	118	(2)
Total Highways and Streets	820	833	13
CULTURE-RECREATION:			
Commercial Activities:			
Scuba, Snorkeling and Windsurfing	20	27	7
Commercial Filming	41	52	11
Summer Fun Program	180	184	4
Fall and Spring Program	1	--	(1)
Fees for Use of Parks	253	233	(20)
Foster Botanic Garden	119	121	2
Fees for Community Garden	47	57	10
Total Culture-Recreation	661	674	13
TOTAL CHARGES FOR SERVICES	7,951	8,257	306
FINES AND FORFEITS			
FINES:			
Fines	582	699	117
Liquidated Contract Damages	--	86	86
Total Fines	582	785	203
FORFEITS:			
Forfeiture of Seized Property	--	21	21
TOTAL FINES AND FORFEITS	582	806	224

CITY AND COUNTY OF HONOLULU

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
MISCELLANEOUS			
REIMBURSEMENTS AND RECOVERIES:			
Reimbursements from State:			
Fireboat Operations	2,716	533	(2,183)
HPD Civil Defense Coordinator	29	--	(29)
Motor Vehicle Inspection Program	734	666	(68)
Administration Cost - Ewa Highway Impact Fee	10	25	15
Hawaii State ID Program	726	518	(208)
Emergency Ambulance Services	38,173	33,819	(4,354)
Collection Cost - State Motor Vehicle Weight Tax, etc.	953	887	(66)
Commercial Drivers' License Program	585	468	(117)
Other	173	181	8
Recoveries:			
Workers' Compensation Payment	450	658	208
Real Property Tax Services	81	22	(59)
Central Administrative Service Expenses:			
Board of Water Supply	3,300	3,300	--
Honolulu Authority for Rapid Transportation	1,023	621	(402)
Recovery-Interest-Federal Subsidy	1,343	1,245	(98)
Workers' Compensation Claims (Third Party)	100	417	317
Recoveries - Other	1,032	692	(340)
Total Reimbursements and Recoveries	51,428	44,052	(7,376)
INTEREST:			
Interest Earnings:			
Investments	534	413	(121)
Other Sources	--	2	2
Total Interest	534	415	(119)

CITY AND COUNTY OF HONOLULU

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
OTHER MISCELLANEOUS:			
Rents:			
Rental Units:			
Rental Units (City Property)	--	289	289
Rental Units (HCD Property)	206	223	17
Rental - Ambulance Facilities	64	64	--
Rental of Parks and Recreational Facilities:			
Perquisite Housing	37	29	(8)
Other	--	3	3
Rental of Equipment	6	9	3
Rental for Use of Land	1	257	256
Total Rents	314	874	560
Contributions from Private Sources:			
Developers' Premium	48	40	(8)
Unclaimed Monies:			
Police Department	--	18	18
Other Escheats	100	297	197
Total Contributions from Private Sources	148	355	207
Other:			
Towing Service Premiums	720	120	(600)
Vacation Accumulation Deposits	30	352	322
Miscellaneous Sales	253	892	639
Sundry Refunds	1,394	1,334	(60)
Sundry Realizations	391	443	52
Total Other	2,788	3,141	353
Total Other Miscellaneous	3,250	4,370	1,120
TOTAL MISCELLANEOUS	55,212	48,837	(6,375)
TOTAL REVENUES	1,128,915	1,140,286	11,371

CITY AND COUNTY OF HONOLULU

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
OTHER FINANCING SOURCES			
SALES OF CAPITAL ASSETS:			
Compensation for Loss of Fixed Assets	--	21	21
TOTAL SALES OF CAPITAL ASSETS	--	21	21
TRANSFERS FROM OTHER FUNDS:			
Recovery of Central Administrative Service Expenses:			
Highway Fund	11,971	11,971	--
Highway Beautification and Disposal of Abandoned Vehicles Revolving Fund	211	211	--
Bikeway Fund	31	31	--
Sewer Fund	13,298	13,298	--
Liquor Commission Fund	297	297	--
Hanauma Bay Nature Preserve Fund	406	406	--
Golf Fund	742	742	--
Special Events Fund	1,118	1,118	--
Solid Waste Special Fund	12,179	12,179	--
Recovery of Debt Service Charges:			
Highway Fund	84,524	74,565	(9,959)
Hanauma Bay Nature Preserve Fund	1,306	299	(1,007)
Golf Fund	1,166	1,166	--
Special Events Fund	4,548	4,548	--
Other Transfers:			
Sewer Fund	507	507	--
Solid Waste Special Fund	263	263	--
TOTAL TRANSFERS FROM OTHER FUNDS	132,567	121,601	(10,966)
TOTAL OTHER FINANCING SOURCES	132,567	121,622	(10,945)
TOTAL GENERAL FUND	$ 1,261,482	$ 1,261,908	$ 426

CITY AND COUNTY OF HONOLULU

HIGHWAY FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 64,283	$ 51,725
Receivables:		
Public Utilities	27,570	26,625
Intergovernmental	4,373	4,424
Payroll advance	926	966
Due from other fund:		
General Fund	1	--
Total Assets	$ 97,153	$ 83,740
LIABILITIES, DEFERRED INFLOW AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 1,641	$ 2,849
Due to other funds:		
General Fund	--	2,068
Payroll Clearance Fund	4	4
Accrued payroll	1,699	1,622
Total Liabilities	3,344	6,543
Deferred Inflow:		
Deferred inflow	27,570	26,625
Total Deferred Inflow	27,570	26,625
Fund Balance:		
Restricted	66,239	50,572
Total Fund Balance	66,239	50,572
Total Liabilities, Deferred Inflow and Fund Balance	$ 97,153	$ 83,740

CITY AND COUNTY OF HONOLULU

HIGHWAY FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(Amounts in thousands)

	2015	2014
Revenues:		
Taxes	$ 107,113	$ 107,697
Licenses and permits	129,573	126,461
Charges for services	4,795	4,739
Miscellaneous:		
Reimbursements and recoveries	2,857	2,572
Other	2,772	4,231
Total Revenues	247,110	245,700
Expenditures:		
Current:		
General government	20,120	22,179
Public safety	32,381	29,728
Highways and streets	22,121	16,769
Utilities or other enterprises	2,413	1,774
Miscellaneous:		
Retirement and health benefits	26,027	25,162
Other	1,720	1,623
Capital improvements:		
General government	1,175	198
Total Expenditures	105,957	97,433
Revenues over Expenditures	141,153	148,267
Other Financing Sources (Uses):		
Sales of capital assets	184	147
Transfers out	(125,670)	(143,543)
Total Other Financing Sources (Uses)	(125,486)	(143,396)
Revenues and Other Sources over Expenditures and Other Uses	15,667	4,871
Fund Balance - July 1	50,572	45,701
Fund Balance - June 30	$ 66,239	$ 50,572

CITY AND COUNTY OF HONOLULU

HIGHWAY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:				
Taxes	$ 104,756	$ 104,756	$ 107,113	$ 2,357
Licenses and permits	123,236	123,236	129,573	6,337
Charges for services	4,804	4,804	4,795	(9)
Miscellaneous:				
Reimbursements and recoveries	2,812	2,812	2,857	45
Other	2,585	2,585	2,772	187
Total Revenues	238,193	238,193	247,110	8,917
Expenditures:				
Current:				
General government:				
Design and Construction	5,357	5,615	5,304	311
Facility Maintenance	15,000	15,164	13,897	1,267
Planning and Permitting	2,486	2,559	2,435	124
Total General government	22,843	23,338	21,636	1,702
Public safety:				
Police	27,901	27,901	27,228	673
Transportation Services	5,207	5,777	4,959	818
Total Public safety	33,108	33,678	32,187	1,491
Highways and streets:				
Facility Maintenance	22,729	24,136	22,537	1,599
Utilities or other enterprises:				
Transportation Services	2,262	2,267	2,025	242
Miscellaneous:				
Retirement and health benefits:				
Provisional	28,369	28,369	26,027	2,342
Other:				
Provisional	6,448	3,971	1,720	2,251
Total Miscellaneous	34,817	32,340	27,747	4,593
Total Expenditures	115,759	115,759	106,132	9,627
Revenues over Expenditures	122,434	122,434	140,978	18,544

CITY AND COUNTY OF HONOLULU

HIGHWAY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Other Financing Source (Uses):				
Sales of capital assets	70	70	184	114
Transfers out:				
Debt service	(84,524)	(84,524)	(74,565)	9,959
Reimbursement for central administrative service expenses	(11,971)	(11,971)	(11,971)	--
Bus subsidy	(39,134)	(39,134)	(39,134)	--
Total Transfers out	(135,629)	(135,629)	(125,670)	9,959
Total Other Financing Source (Uses)	(135,559)	(135,559)	(125,486)	10,073
Revenues and Other Source over (under) Expenditures and Other Uses	(13,125)	(13,125)	15,492	28,617
Unreserved - Undesignated Fund Balance - July 1	13,125	13,125	37,094	23,969
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ --	$ --	52,586	$ 52,586
Adjustments to conform with generally accepted accounting principles:				
Encumbrances included above			7,224	
Expenditures - prior year encumbrances			(7,049)	
Decrease in reserved for encumbrances			520	
Unreserved - Undesignated Fund Balance - June 30			53,281	
Reserved for Encumbrances - June 30			12,958	
Fund Balance - June 30 (GAAP Basis)			$ 66,239	

CITY AND COUNTY OF HONOLULU

HIGHWAY FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
TAXES			
GROSS RECEIPTS BUSINESS TAXES:			
Public Utility Franchise Tax	$ 53,577	$ 56,610	$ 3,033
SELECTIVE SALES AND USE TAXES:			
Fuel Tax	51,179	50,503	(676)
TOTAL TAXES	104,756	107,113	2,357
LICENSES AND PERMITS			
NON-BUSINESS LICENSES AND PERMITS:			
Building Structures and Equipment Permits - Grading, Excavations and Fills	270	259	(11)
Motor Vehicle Licenses and Fees - Motor Vehicle Weight Tax	118,662	125,004	6,342
Other Vehicle Licenses and Fees	3,941	3,892	(49)
Street and Sidewalk Use	19	26	7
Freight Curb and Passenger Loading Zone Permits	256	267	11
Excavation and Repair of Streets and Sidewalks	88	125	37
TOTAL LICENSES AND PERMITS	123,236	129,573	6,337
CHARGES FOR SERVICES			
GENERAL GOVERNMENT:			
Sidewalk and Driveway Specifications Filing Fees	44	27	(17)
HIGHWAYS AND STREETS:			
Street and Sidewalk Charges	61	91	30
Street Parking Meter Collections	3,485	3,519	34
Other Parking Meter Collections	1,158	1,107	(51)
Other	56	51	(5)
Total Highways and Streets	4,760	4,768	8
TOTAL CHARGES FOR SERVICES	4,804	4,795	(9)

CITY AND COUNTY OF HONOLULU

HIGHWAY FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
MISCELLANEOUS			
REIMBURSEMENTS AND RECOVERIES:			
Reimbursement from State for Traffic Signal Maintenance	325	535	210
Recovery of Overhead Charges	--	16	16
Recovery - Federal Interest Subsidy	2,487	2,306	(181)
Total Reimbursements and Recoveries	2,812	2,857	45
OTHER MISCELLANEOUS:			
Rents:			
Rental for Use of Land	--	132	132
Total Rents	--	132	132
Concessions:			
Kekaulike Parking Lot	--	4	4
Marin Towers Garage	198	271	73
Harbor Court Garage	455	540	85
Kaimuki Parking Lot	540	540	--
Kukui Plaza Garage	669	301	(368)
Smith-Beretania Garage	71	324	253
Total Concessions	1,933	1,980	47
Other:			
Vacation Accumulation Deposits	--	44	44
Miscellaneous Sales	2	6	4
Sundry Refunds	650	594	(56)
Other	--	16	16
Total Other	652	660	8
Total Other Miscellaneous	2,585	2,772	187
TOTAL MISCELLANEOUS	5,397	5,629	232
TOTAL REVENUES	238,193	247,110	8,917
OTHER FINANCING SOURCES			
SALES OF CAPITAL ASSETS:			
Compensation for Loss of Capital Assets	70	184	114
TOTAL OTHER FINANCING SOURCES	70	184	114
TOTAL HIGHWAY FUND	$ 238,263	$ 247,294	$ 9,031

CITY AND COUNTY OF HONOLULU

HIGHWAY BEAUTIFICATION AND DISPOSAL OF ABANDONED VEHICLES REVOLVING FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 10,520	$ 8,590
Receivable:		
Payroll advance	29	31
Total Assets	$ 10,549	$ 8,621
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 108	$ 59
Due to other fund:		
General Fund	--	31
Accrued payroll	46	32
Total Liabilities	154	122
Fund Balance:		
Restricted	10,395	8,499
Total Fund Balance	10,395	8,499
Total Liabilities and Fund Balance	$ 10,549	$ 8,621

CITY AND COUNTY OF HONOLULU

HIGHWAY BEAUTIFICATION AND DISPOSAL OF ABANDONED VEHICLES REVOLVING FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenue:			
Charges for services	$ 4,315	$ 4,556	$ 241
Miscellaneous:			
Other	--	3	3
Total Revenue	4,315	4,559	244
Expenditures:			
Current:			
General government:			
Customer Services	2,805	1,504	1,301
Highways and streets:			
Facility Maintenance	213	94	119
Culture-recreation:			
Parks and Recreation	610	610	--
Miscellaneous:			
Retirement and health benefits:			
Provisional	586	504	82
Total Expenditures	4,214	2,712	1,502
Revenue over Expenditures	101	1,847	1,746
Other Financing Use:			
Transfer out:			
Reimbursement for central administrative service expenses	(211)	(211)	--
Revenue over (under) Expenditures and Other Use	(110)	1,636	1,746
Unreserved - Undesignated Fund Balance - July 1	5,799	8,201	2,402
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ 5,689	9,837	$ 4,148
Adjustments to conform with generally accepted accounting principles:			
Encumbrances included above		395	
Expenditures - prior year encumbrances		(135)	
Increase in reserved for encumbrances		(232)	
Unreserved - Undesignated Fund Balance - June 30		9,865	
Reserved for Encumbrances - June 30		530	
Fund Balance - June 30 (GAAP Basis)		$ 10,395	

CITY AND COUNTY OF HONOLULU

HIGHWAY BEAUTIFICATION AND DISPOSAL OF ABANDONED VEHICLES REVOLVING FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenue	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
CHARGES FOR SERVICES			
HIGHWAYS AND STREETS:			
Highway Beautification Fees	$ 4,315	$ 4,556	$ 241
MISCELLANEOUS			
OTHER MISCELLANEOUS:			
Other:			
Vacation Accumulation Deposits	--	3	3
TOTAL HIGHWAY BEAUTIFICATION AND DISPOSAL OF ABANDONED VEHICLES REVOLVING FUND REVENUE	$ 4,315	$ 4,559	$ 244

CITY AND COUNTY OF HONOLULU

BIKEWAY FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 759	$ 738
Receivable:		
Payroll advance	8	8
Due from other fund:		
Capital Projects Fund	--	20
Total Assets	$ 767	$ 766
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 12	$ 36
Accrued payroll	10	5
Total Liabilities	22	41
Fund Balance:		
Restricted	745	725
Total Fund Balance	745	725
Total Liabilities and Fund Balance	$ 767	$ 766

CITY AND COUNTY OF HONOLULU

BIKEWAY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:			
Licenses and permits	$ 519	$ 484	$ (35)
Miscellaneous:			
Other	--	1	1
Total Revenues	519	485	(34)
Expenditures:			
Current:			
General government:			
Facility Maintenance	19	9	10
Public safety:			
Transportation Services	646	540	106
Highways and streets:			
Facility Maintenance	10	4	6
Miscellaneous:			
Retirement and health benefits:			
Provisional	22	22	--
Total Expenditures	697	575	122
Revenues under Expenditures	(178)	(90)	88
Other Financing Source (Use):			
Transfer in	209	209	--
Transfer out:			
Reimbursement for central administrative service expenses	(31)	(31)	--
Total Other Financing Source (Use)	178	178	--
Revenues and Other Source over over Expenditures and Other Use	--	88	88
Unreserved - Undesignated Fund Balance - July 1	--	545	545
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ --	633	$ 633
Adjustments to conform with generally accepted accepted accounting principles:			
Encumbrances included above		93	
Expenditures - prior year encumbrances		(161)	
Increase in reserved for encumbrances		(118)	
Unreserved - Undesignated Fund Balance - June 30		447	
Reserved for Encumbrances - June 30		298	
Fund Balance - June 30 (GAAP Basis)		$ 745	

CITY AND COUNTY OF HONOLULU

BIKEWAY FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
LICENSES AND PERMITS			
NON-BUSINESS LICENSES AND PERMITS:			
Other Vehicle Licenses and Fees -			
Bicycle Licenses	$ 519	$ 484	$ (35)
MISCELLANEOUS			
OTHER MISCELLANEOUS:			
Other:			
Sundry Refunds	--	1	1
TOTAL REVENUES	519	485	(34)
OTHER FINANCING SOURCE			
TRANSFER FROM OTHER FUNDS:			
Other Transfer -			
General Fund	209	209	--
TOTAL OTHER FINANCING SOURCE	209	209	--
TOTAL BIKEWAY FUND	$ 728	$ 694	$ (34)

CITY AND COUNTY OF HONOLULU

PARKS AND PLAYGROUNDS FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 6,422	$ 6,586
Due from other fund:		
Capital Projects Fund	--	17
Total Assets	$ 6,422	$ 6,603
LIABILITY AND FUND BALANCE		
Liability:		
Accounts payable	$ 45	$ 67
Total Liability	45	67
Fund Balance:		
Committed	6,377	6,536
Total Fund Balance	6,377	6,536
Total Liability and Fund Balance	$ 6,422	$ 6,603

CITY AND COUNTY OF HONOLULU

PARKS AND PLAYGROUNDS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenue:			
Miscellaneous:			
Other	$ --	$ 125	$ 125
Total Revenue	--	125	125
Expenditure:			
Capital improvements:			
Design and Construction	3,602	3,602	--
Total Expenditure	3,602	3,602	--
Revenue under Expenditure	(3,602)	(3,477)	125
Unreserved - Undesignated Fund Balance - July 1	3,602	5,991	2,389
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ --	2,514	$ 2,514
Adjustments to conform with generally accepted accounting principles:			
Encumbrances included above		3,591	
Expenditures - prior year encumbrances		(273)	
Increase in reserved for encumbrances		(628)	
Unreserved - Undesignated Fund Balance - June 30		5,204	
Reserved for Encumbrances - June 30		1,173	
Fund Balance - June 30 (GAAP Basis)		$ 6,377	

CITY AND COUNTY OF HONOLULU

PARKS AND PLAYGROUNDS FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
MISCELLANEOUS			
OTHER MISCELLANEOUS:			
Contributions from Private Sources:			
Subdividers' Contributions for Parks and Playgrounds	$ --	$ 125	$ 125
TOTAL PARKS AND PLAYGROUNDS FUND	$ --	$ 125	$ 125

CITY AND COUNTY OF HONOLULU

LIQUOR COMMISSION FUND

BALANCE SHEET

JUNE 30, 2015

WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014

(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 2,143	$ 2,519
Receivable:		
Payroll advance	32	35
Total Assets	$ 2,175	$ 2,554
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 12	$ 24
Accrued payroll	101	98
Due to other fund:		
General Fund	--	106
Total Liabilities	113	228
Fund Balance:		
Restricted	2,062	2,326
Total Fund Balance	2,062	2,326
Total Liabilities and Fund Balance	$ 2,175	$ 2,554

CITY AND COUNTY OF HONOLULU

LIQUOR COMMISSION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:			
Licenses and permits	$ 4,345	$ 4,373	$ 28
Charges for services	129	113	(16)
Fines and forfeits	225	167	(58)
Miscellaneous:			
Other	--	5	5
Total Revenues	4,699	4,658	(41)
Expenditures:			
Current:			
General government:			
Budget and Fiscal Services	4,047	3,084	963
Corporation Counsel	149	137	12
Information Technology	58	58	--
Total General government	4,254	3,279	975
Miscellaneous:			
Retirement and health benefits:			
Provisional	1,617	1,288	329
Other:			
Provisional	70	43	27
Total Miscellaneous	1,687	1,331	356
Total Expenditures	5,941	4,610	1,331
Revenues over (under) Expenditures	(1,242)	48	1,290
Other Financing Use:			
Transfers out:			
Reimbursement for central administrative service expenses	(297)	(297)	--
Revenues under Expenditures and Other Use	(1,539)	(249)	1,290
Unreserved - Undesignated Fund Balance - July 1	1,972	2,202	230
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ 433	1,953	$ 1,520

CITY AND COUNTY OF HONOLULU

LIQUOR COMMISSION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Adjustments to conform with generally accepted accounting principles:			
Encumbrances included above		52	
Expenditures - prior year encumbrances		(67)	
Decrease in reserved for encumbrances		22	
Unreserved - Undesignated Fund Balance - June 30		1,960	
Reserved for Encumbrances - June 30		102	
Fund Balance - June 30 (GAAP Basis)		$ 2,062	

CITY AND COUNTY OF HONOLULU

LIQUOR COMMISSION FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
LICENSES AND PERMITS			
BUSINESS LICENSES AND PERMITS:			
Alcoholic Licenses and Permits	$ 4,345	$ 4,373	$ 28
CHARGES FOR SERVICES			
GENERAL GOVERNMENT:			
Charges for Publications, Reports, Copies, etc.	6	5	(1)
Fees:			
Charge for Photo I.D.	120	105	(15)
Other	3	3	--
TOTAL CHARGES FOR SERVICES	129	113	(16)
FINES AND FORFEITS			
FINES:			
Fines - Liquor Commission	225	167	(58)
MISCELLANEOUS			
OTHER MISCELLANEOUS:			
Other:			
Vacation Accumulation Deposits	--	1	1
Sundry Refunds	--	4	4
TOTAL MISCELLANEOUS	--	5	5
TOTAL LIQUOR COMMISSION FUND REVENUES	$ 4,699	$ 4,658	$ (41)

CITY AND COUNTY OF HONOLULU

RENTAL ASSISTANCE FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSET		
Cash and investments:		
With Treasury	$ 1,446	$ 1,336
Total Asset	$ 1,446	$ 1,336
FUND BALANCE		
Fund Balance:		
Committed	$ 1,446	$ 1,336
Total Fund Balance	$ 1,446	$ 1,336

CITY AND COUNTY OF HONOLULU

RENTAL ASSISTANCE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenue:			
Miscellaneous:			
Other	$ 233	$ 234	$ 1
Total Revenue	233	234	1
Expenditure:			
Current:			
Human services:			
Community Services	733	124	609
Total Expenditure	733	124	609
Revenue over (under) Expenditure	(500)	110	610
Unreserved - Undesignated Fund Balance - July 1	1,345	1,336	(9)
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ 845	1,446	$ 601
Adjustments to conform with generally accepted accounting principles:			
Encumbrances included above		--	
Expenditures - prior year encumbrances		--	
Increase in reserved for encumbrances		--	
Unreserved - Undesignated Fund Balance - June 30		1,446	
Reserved for Encumbrances - June 30		--	
Fund Balance - June 30 (GAAP Basis)		$ 1,446	

CITY AND COUNTY OF HONOLULU

RENTAL ASSISTANCE FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
MISCELLANEOUS			
OTHER MISCELLANEOUS:			
Rents:			
Rental of Parking Stalls	$ 233	$ 234	$ 1
TOTAL RENTAL ASSISTANCE FUND REVENUES	$ 233	$ 234	$ 1

CITY AND COUNTY OF HONOLULU

ZOO ANIMAL PURCHASE FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSET		
Cash and investments:		
With Treasury	$ 2	$ 2
Total Asset	$ 2	$ 2
FUND BALANCE		
Fund Balance:		
Committed	$ 2	$ 2
Total Fund Balance	$ 2	$ 2

CITY AND COUNTY OF HONOLULU

GRANTS IN AID FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSET		
Cash and investments:		
With Treasury	$ 5,932	$ 4,493
Total Asset	$ 5,932	$ 4,493
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 1,023	$ 294
Accrued payroll	2	2
Due to other fund:		
General Fund	--	4
Total Liabilities	1,025	300
Fund Balance:		
Committed	4,907	4,193
Total Fund Balance	4,907	4,193
Total Liabilities and Fund Balance	$ 5,932	$ 4,493

CITY AND COUNTY OF HONOLULU

GRANTS IN AID FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenue:			
Miscellaneous:			
Interest	$ --	$ 1	$ 1
Total Revenue	--	1	1
Expenditures:			
Current:			
General government:			
Budget and Fiscal Services	$ 44	$ 44	$ --
City Council	25	--	25
Total General government	69	44	25
Human services:			
Community Services	5,594	5,457	137
Total Expenditures	5,663	5,501	162
Other Financing Source:			
Transfer in	5,639	5,639	--
Other Source over (under) Expenditures	(24)	139	163
Unreserved - Undesignated Fund Balance - July 1	163	237	74
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ 139	376	$ 237
Adjustments to conform with generally accepted accounting principles:			
Encumbrances included above		3,019	
Expenditures - prior year encumbrances		(2,444)	
Increase in reserved for encumbrances		(570)	
Unreserved - Undesignated Fund Balance - June 30		381	
Reserved for Encumbrances - June 30		4,526	
Fund Balance - June 30 (GAAP Basis)		$ 4,907	

CITY AND COUNTY OF HONOLULU

GRANTS IN AID FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenue	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
MISCELLANEOUS			
INTEREST:			
Interest Earnings:			
Investments	$ --	$ 1	$ 1
TOTAL REVENUE	--	1	1
OTHER FINANCING SOURCE			
TRANSFER FROM OTHER FUND:			
Other Transfer - General Fund	$ 5,639	$ 5,639	$ --
TOTAL OTHER FINANCING SOURCES	5,639	5,639	--
TOTAL GRANTS IN AID FUND	$ 5,639	$ 5,640	$ 1

CITY AND COUNTY OF HONOLULU

HANAUMA BAY NATURE PRESERVE FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 5,878	$ 4,780
Receivables:		
Payroll advance	29	29
Total Assets	$ 5,907	$ 4,809
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 195	$ 172
Accrued payroll	46	47
Due to other funds:		
General Fund	--	61
Payroll Clearance Fund	--	1
Total Liabilities	241	281
Fund Balance:		
Committed	5,666	4,528
Total Fund Balance	5,666	4,528
Total Liabilities and Fund Balance	$ 5,907	$ 4,809

CITY AND COUNTY OF HONOLULU

HANAUMA BAY NATURE PRESERVE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:			
Charges for services	$ 4,778	$ 4,674	$ (104)
Miscellaneous:			
Other	1,418	2,049	631
Total Revenues	6,196	6,723	527
Expenditures:			
Current:			
Public safety:			
Emergency Services	1,070	1,017	53
Culture-recreation:			
Enterprise Services	5	5	--
Parks and Recreation	3,515	2,927	588
Total Culture-recreation	3,520	2,932	588
Miscellaneous:			
Retirement and health benefits:			
Provisional	1,342	1,080	262
Capital improvements:			
Design and Construction	880	880	--
Total Expenditures	6,812	5,909	903
Revenues over (under) Expenditures	(616)	814	1,430
Other Financing Uses:			
Transfers out:			
Debt service	(1,306)	(299)	1,007
Reimbursement for central administrative service expenses	(406)	(406)	--
Total Other Financing Uses	(1,712)	(705)	1,007
Revenues over (under) Expenditures and Other Uses	(2,328)	109	2,437
Unreserved - Undesignated Fund Balance - July 1	2,328	4,178	1,850
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ --	4,287	$ 4,287

CITY AND COUNTY OF HONOLULU

HANAUMA BAY NATURE PRESERVE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Adjustments to conform with generally accepted accounting principles:			
Encumbrances included above		1,271	
Expenditures - prior year encumbrances		(242)	
Increase in reserved for encumbrances		(1,065)	
Unreserved - Undesignated Fund Balance - June 30		4,251	
Reserved for Encumbrances - June 30		1,415	
Fund Balance - June 30 (GAAP Basis)		$ 5,666	

CITY AND COUNTY OF HONOLULU

HANAUMA BAY NATURE PRESERVE FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
CHARGES FOR SERVICES			
HIGHWAYS AND STREETS:			
Hanauma Bay Parking	$ 212	$ 200	$ (12)
CULTURE-RECREATION:			
Miscellaneous:			
Hanauma Bay Admission Fee	4,566	4,474	(92)
TOTAL CHARGES FOR SERVICES	4,778	4,674	(104)
MISCELLANEOUS			
INTEREST:			
Interest Earnings:			
Investments	--	1	1
OTHER MISCELLANEOUS:			
Concessions:			
Parks and Recreation Facilities:			
Hanauma Gift Shop Concession	100	237	137
Hanauma Beach Park Concession	291	291	--
Hanauma Shuttle Bus Service	67	68	1
Hanauma Snorkeling Rental	960	1,452	492
TOTAL MISCELLANEOUS	1,418	2,049	631
TOTAL REVENUES	6,196	6,723	527
TOTAL HANAUMA BAY NATURE PRESERVE FUND REVENUES	$ 6,196	$ 6,723	$ 527

CITY AND COUNTY OF HONOLULU

RESERVE FOR FISCAL STABILITY FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSET		
Cash and investments:		
With Treasury	$ 71,991	$ 61,836
Total Asset	$ 71,991	$ 61,836
FUND BALANCE		
Fund Balance:		
Committed	$ 71,991	$ 61,836
Total Fund Balance	$ 71,991	$ 61,836

CITY AND COUNTY OF HONOLULU

RESERVE FOR FISCAL STABILITY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:			
Licenses and permits	$ --	$ 5	$ 5
Miscellaneous:			
Interest	35	39	4
Total Revenues	35	44	9
Other Financing Sources:			
Sales of capital assets	--	111	111
Transfer in	10,000	10,000	--
Total Other Financing Sources	10,000	10,111	111
Revenues and Other Sources	10,035	10,155	120
Unreserved - Undesignated Fund Balance - July 1	61,675	61,836	161
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ 71,710	71,991	$ 281
Adjustments to conform with generally accepted accounting principles:			
Encumbrances included above		--	
Expenditures - prior year encumbrances		--	
Increase in reserved for encumbrances		--	
Unreserved - Undesignated Fund Balance - June 30		71,991	
Reserved for Encumbrances - June 30		--	
Fund Balance - June 30 (GAAP Basis)		$ 71,991	

CITY AND COUNTY OF HONOLULU

RESERVE FOR FISCAL STABILITY FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
LICENSES AND PERMITS			
NON-BUSINESS LICENSES AND PERMITS:			
Easement Grants	$ --	$ 5	$ 5
MISCELLANEOUS			
INTEREST:			
Interest Earnings:			
Investments	35	39	4
TOTAL REVENUES	35	44	9
OTHER FINANCING SOURCES			
SALES OF CAPITAL ASSETS:			
Sale of Capital Assets	--	111	111
TRANSFER FROM OTHER FUND:			
Other Transfer -			
General Fund	10,000	10,000	--
TOTAL OTHER FINANCING SOURCES	10,000	10,111	111
TOTAL RESERVE FOR FISCAL STABILITY FUND	$ 10,035	$ 10,155	$ 120

CITY AND COUNTY OF HONOLULU

CLEAN WATER AND NATURAL LANDS FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSET		
Cash and investments:		
With Treasury	$ 27,541	$ 22,907
Total Asset	$ 27,541	$ 22,907
FUND BALANCE		
Fund Balance:		
Restricted	$ 27,541	$ 22,907
Total Fund Balance	$ 27,541	$ 22,907

CITY AND COUNTY OF HONOLULU

CLEAN WATER AND NATURAL LANDS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:			
Taxes	$ 4,645	$ 4,645	$ --
Miscellaneous:			
Interest	14	14	--
Total Revenue	4,659	4,659	--
Expenditure:			
Current:			
General government:			
City Council	25	25	--
Capital improvements:			
Design and Construction	15,735	15,735	--
Total Expenditures	15,760	15,760	--
Revenues under Expenditures	(11,101)	(11,101)	--
Unreserved - Undesignated Fund Balance - July 1	11,779	22,907	11,128
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ 678	11,806	$ 11,128
Adjustments to conform with generally accepted accounting principles:			
Encumbrances included above		15,735	
Expenditures - prior year encumbrances		--	
Increase in reserved for encumbrances		(5,000)	
Unreserved - Undesignated Fund Balance - June 30		22,541	
Reserved for Encumbrances - June 30		5,000	
Fund Balance - June 30 (GAAP Basis)		$ 27,541	

CITY AND COUNTY OF HONOLULU

CLEAN WATER AND NATURAL LANDS FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
TAXES			
GENERAL PROPERTY TAXES:			
Real Property Tax	$ 4,645	$ 4,645	$ --
MISCELLANEOUS			
INTEREST:			
Interest Earnings:			
Investments	14	14	--
TOTAL CLEAN WATER AND NATURAL LANDS FUND	$ 4,659	$ 4,659	$ --

CITY AND COUNTY OF HONOLULU

AFFORDABLE HOUSING FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSET		
Cash and investments:		
With Treasury	$ 29,629	$ 24,971
Total Asset	$ 29,629	$ 24,971
LIABILITY AND FUND BALANCE		
Liability:		
Accounts payable	$ --	$ 2
Total Liability	--	2
Fund Balance:		
Restricted	29,629	24,969
Total Liability and Fund Balance	$ 29,629	$ 24,971

CITY AND COUNTY OF HONOLULU

AFFORDABLE HOUSING FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:			
Taxes	$ 4,645	$ 4,645	$ --
Miscellaneous:			
Interest	15	15	--
Total Revenues	4,660	4,660	--
Expenditures:			
Current:			
General government:			
City Council	$ 25	$ --	$ 25
Mayor	75	--	75
Total General government	100	--	100
Capital improvements:			
Community Services	21,077	21,077	--
Total Expenditures	21,177	21,077	100
Revenues under Expenditure	(16,517)	(16,417)	100
Unreserved - Undesignated Fund Balance - July 1	17,342	24,964	7,622
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ 825	8,547	$ 7,722
Adjustments to conform with generally accepted accounting principles:			
Encumbrances included above		21,077	
Expenditures - prior year encumbrances		--	
Increase in reserved for encumbrances		--	
Unreserved - Undesignated Fund Balance - June 30		29,624	
Reserved for Encumbrances - June 30		5	
Fund Balance - June 30 (GAAP Basis)		$ 29,629	

CITY AND COUNTY OF HONOLULU

AFFORDABLE HOUSING FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
TAXES			
GENERAL PROPERTY TAXES:			
Real Property Tax	$ 4,645	$ 4,645	$ --
MISCELLANEOUS			
INTEREST:			
Interest Earnings:			
Investments	15	15	--
TOTAL AFFORDABLE HOUSING FUND	$ 4,660	$ 4,660	$ --

CITY AND COUNTY OF HONOLULU

COMMUNITY DEVELOPMENT FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 125	$ 37
Receivables:		
Loans	42	44
Intergovernmental	177	385
Payroll advance	13	13
Due from other funds:		
General Fund	2	--
Special Projects Fund	1	--
Federal Grants Fund	10	--
Federal Grants Capital Projects Fund	2	1
Total Assets	$ 372	$ 480
LIABILITIES, DEFERRED INFLOW AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 68	$ 310
Due to other funds:		
General Fund	--	35
Federal Grants Fund	--	2
Accrued payroll	53	41
Total Liabilities	121	388
Deferred Inflow:		
Deferred inflow	42	44
Total Deferred Inflow	42	44
Fund Balance:		
Restricted	209	48
Total Fund Balance	209	48
Total Liabilities, Deferred Inflow and Fund Balance	$ 372	$ 480

CITY AND COUNTY OF HONOLULU

COMMUNITY DEVELOPMENT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenue:			
Intergovernmental	$ 8,480	$ 5,452	$ (3,028)
Total Revenue	8,480	5,452	(3,028)
Expenditures:			
Current:			
General government:			
Budget and Fiscal Services	625	620	5
Human services:			
Community Services	939	588	351
Capital improvements:			
Community Services	6,916	6,916	--
Total Expenditures	8,480	8,124	356
Revenue over (under) Expenditures	--	(2,672)	(2,672)
Other Financing Source:			
Transfer in	--	1,100	1,100
Revenues and Other Source under Expenditures	--	(1,572)	(1,572)
Unreserved - Undesignated Fund Balance - July 1	--	(6,563)	(6,563)
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ --	(8,135)	$ (8,135)
Adjustments to conform with generally accepted accounting principles:			
Encumbrances included above		3,002	
Expenditures - prior year encumbrances		(1,269)	
Increase in reserved for encumbrances		(2,107)	
Unreserved - Undesignated Fund Balance - June 30		(8,509)	
Reserved for Encumbrances - June 30		8,718	
Fund Balance - June 30 (GAAP Basis)		$ 209	

CITY AND COUNTY OF HONOLULU

COMMUNITY DEVELOPMENT FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenue	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
INTERGOVERNMENTAL			
FEDERAL GRANTS:			
Community Development Block Grant	$ 8,480	$ 5,452	$ (3,028)
TOTAL REVENUES	8,480	5,452	(3,028)
OTHER FINANCING SOURCE			
TRANSFER FROM OTHER FUND:			
Other Transfer - Housing and Community Development Rehabilitation Loan Fund	--	1,100	1,100
TOTAL OTHER FINANCING SOURCE	--	1,100	1,100
TOTAL COMMUNITY DEVELOPMENT FUND	$ 8,480	$ 6,552	$ (1,928)

CITY AND COUNTY OF HONOLULU

PATSY T. MINK CENTRAL OAHU REGIONAL PARK FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSET		
Cash and investments:		
With Treasury	$ 25	$ --
Total Asset	$ 25	$ --
FUND BALANCE		
Fund Balance:		
Committed	$ 25	$ --
Total Fund Balance	$ 25	$ --

CITY AND COUNTY OF HONOLULU

PATSY T. MINK CENTRAL OAHU REGIONAL PARK FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenue:			
Charges for services	$ --	$ 25	$ 25
Unreserved - Undesignated Fund Balance - July 1	$ --	$ --	$ --
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ --	25	$ 25
Adjustments to conform with generally accepted accounting principles:			
Encumbrances included above		--	
Expenditures - prior year encumbrances		--	
Increase in reserved for encumbrances		--	
Unreserved - Undesignated Fund Balance - June 30		25	
Reserved for Encumbrances - June 30		--	
Fund Balance - June 30 (GAAP Basis)		$ 25	

CITY AND COUNTY OF HONOLULU

PATSY T. MINK CENTRAL OAHU REGIONAL PARK FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
CHARGES FOR SERVICES			
GENERAL GOVERNMENT:			
Custodial and Attendant Services	$ --	$ 2	$ 2
CULTURE-RECREATION:			
Fees for Use of Parks	--	23	23
TOTAL PATSY T. MINK CENTRAL OAHU REGINAL PARK FUND REVENUES	$ --	$ 25	$ 25

CITY AND COUNTY OF HONOLULU

GOLF FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 1,060	$ 408
Receivable:		
Payroll advance	107	111
Total Assets	$ 1,167	$ 519
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 107	$ 135
Due to other fund:		
General Fund	--	98
Accrued payroll	199	198
Total Liabilities	306	431
Fund Balance:		
Committed	861	88
Total Fund Balance	861	88
Total Liabilities and Fund Balance	$ 1,167	$ 519

CITY AND COUNTY OF HONOLULU

GOLF FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:				
Charges for services	$ 7,211	$ 7,211	$ 6,654	$ (557)
Miscellaneous:				
Other	2,858	2,858	2,830	(28)
Total Revenues	10,069	10,069	9,484	(585)
Expenditures:				
Current:				
Culture-recreation:				
Enterprise Services	10,242	10,423	9,815	608
Miscellaneous:				
Retirement and health benefits:				
Provisional	3,074	3,074	2,537	537
Other:				
Provisional	350	169	115	54
Total Miscellaneous	3,424	3,243	2,652	591
Total Expenditures	13,666	13,666	12,467	1,199
Revenues under Expenditures	(3,597)	(3,597)	(2,983)	614
Other Finance Source (Uses):				
Transfer in	5,505	5,505	5,505	--
Transfers out:				
Debt service	(1,166)	(1,166)	(1,166)	--
Reimbursement for central administrative service expenses	(742)	(742)	(742)	--
Total Other Financing Sources (Uses)	3,597	3,597	3,597	--
Revenues and Other Source over Expenditures and Other Uses	--	--	614	614
Unreserved - Undesignated Fund Balance - July 1	--	--	(205)	(205)
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ --	$ --	409	$ 409

CITY AND COUNTY OF HONOLULU

GOLF FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Adjustments to conform with generally accepted accounting principles:				
Encumbrances included above			316	
Expenditures - prior year encumbrances			(157)	
Increase in reserved for encumbrances			(23)	
Unreserved - Undesignated Fund Balance - June 30			545	
Reserved for Encumbrances - June 30			316	
Fund Balance - June 30 (GAAP Basis)			$ 861	

CITY AND COUNTY OF HONOLULU

GOLF FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
CHARGES FOR SERVICES			
CULTURE-RECREATION:			
Golf Course Fees	$ 7,211	$ 6,654	$ (557)
TOTAL CHARGES FOR SERVICES	7,211	6,654	(557)
MISCELLANEOUS			
OTHER MISCELLANEOUS:			
Rents:			
Golf Cart Rentals	2,361	2,183	(178)
Rental for Use of Land	--	6	6
Total Rents	2,361	2,189	(172)
Concessions:			
Food Concession - Golf Courses	134	149	15
Golf Course - Pro Shops	13	6	(7)
Golf Course - Driving Range	350	481	131
Total Concessions	497	636	139
Other:			
Vacation Accumulation Deposits	--	2	2
Sundry Refunds	--	3	3
Total Other	--	5	5
Total Other Miscellaneous	2,858	2,830	(28)
TOTAL MISCELLANEOUS	2,858	2,830	(28)
TOTAL REVENUES	10,069	9,484	(585)
OTHER FINANCING SOURCE			
TRANSFER FROM OTHER FUND:			
Other Transfer - General Fund	5,505	5,505	--
TOTAL OTHER FINANCING SOURCE	5,505	5,505	--
TOTAL GOLF FUND	$ 15,574	$ 14,989	$ (585)

CITY AND COUNTY OF HONOLULU

SPECIAL EVENTS FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 978	$ 1,311
Receivable:		
Payroll advance	152	168
Due from other fund:		
General Fund	1	--
Total Assets	$ 1,131	$ 1,479
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 303	$ 314
Due to other funds:		
General Fund	--	126
Payroll Clearance Fund	--	1
Accrued payroll	312	309
Total Liabilities	615	750
Fund Balance:		
Committed	516	729
Total Fund Balance	516	729
Total Liabilities and Fund Balance	$ 1,131	$ 1,479

CITY AND COUNTY OF HONOLULU

SPECIAL EVENTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:				
Charges for services	$ 4,913	$ 4,913	$ 4,578	$ (335)
Miscellaneous:				
Reimbursements and recoveries	29	29	--	(29)
Interest	5	5	2	(3)
Other	7,716	7,716	7,036	(680)
Total Revenues	12,663	12,663	11,616	(1,047)
Expenditures:				
Current:				
General government:				
Budget and Fiscal Services	48	48	48	--
Culture-recreation:				
Enterprise Services	12,123	12,580	11,951	629
Miscellaneous:				
Retirement and health benefits:				
Provisional	4,610	4,610	4,014	596
Other:				
Provisional	931	474	346	128
Total Miscellaneous	5,541	5,084	4,360	724
Total Expenditures	17,712	17,712	16,359	1,353
Revenues under Expenditures	(5,049)	(5,049)	(4,743)	306
Other Finance Source (Uses):				
Transfer in	10,151	10,151	10,151	--
Transfers out:				
Debt service	(4,548)	(4,548)	(4,548)	--
Reimbursement for central administrative service expenses	(1,118)	(1,118)	(1,118)	--
Total Other Financing Source (Uses)	4,485	4,485	4,485	--

CITY AND COUNTY OF HONOLULU

SPECIAL EVENTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues and Other Source under Expenditures and Other Uses	(564)	(564)	(258)	306
Unreserved - Undesignated Fund Balance - July 1	564	564	440	(124)
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ --	$ --	182	$ 182
Adjustments to conform with generally accepted accounting principles:				
Encumbrances included above			266	
Expenditures - prior year encumbrances			(221)	
Increase in reserved for encumbrances			(7)	
Unreserved - Undesignated Fund Balance - June 30			220	
Reserved for Encumbrances - June 30			296	
Fund Balance - June 30 (GAAP Basis)			$ 516	

CITY AND COUNTY OF HONOLULU

SPECIAL EVENTS FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
CHARGES FOR SERVICES			
GENERAL GOVERNMENT:			
Surcharge on Auditorium Tickets	$ 133	$ 67	$ (66)
HIGHWAYS AND STREETS:			
Zoo Parking Lot	586	642	56
CULTURE-RECREATION:			
Honolulu Zoo	4,194	3,869	(325)
TOTAL CHARGES FOR SERVICES	4,913	4,578	(335)
MISCELLANEOUS			
REIMBURSEMENTS AND RECOVERIES:			
Recovery of Utility Charges	29	--	(29)
INTEREST:			
Interest Earnings:			
Investments	5	2	(3)
OTHER MISCELLANEOUS:			
Rents:			
Rental for Use of Land	18	23	5
Rental of Auditorium Facilities	2,126	1,880	(246)
Auditorium Equipment Rental	1,154	1,298	144
Total Rents	3,298	3,201	(97)
Concessions:			
Food Concession - Auditoriums	705	265	(440)
Food Concession - Honolulu Zoo	352	297	(55)
Food Concession - Parks	148	162	14
Parking - Auditoriums	2,100	1,944	(156)
Novelty Sales Concession - Auditoriums	92	34	(58)
Other - Auditoriums	6	5	(1)
Beach Concession - Parks	879	925	46
Pouring Rights	58	98	40
Other Concessions	78	64	(14)
Total Concessions	4,418	3,794	(624)

CITY AND COUNTY OF HONOLULU

SPECIAL EVENTS FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
Other:			
Vacation Accumulation Deposits	--	41	41
Total Other Miscellaneous	7,716	7,036	(680)
TOTAL MISCELLANEOUS	7,750	7,038	(712)
TOTAL REVENUES	12,663	11,616	(1,047)
OTHER FINANCING SOURCE			
TRANSFER FROM OTHER FUND:			
Other Transfer - General Fund	10,151	10,151	--
TOTAL SPECIAL EVENTS FUND	$ 22,814	$ 21,767	$ (1,047)

CITY AND COUNTY OF HONOLULU

SPECIAL PROJECTS FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 8,462	$ 7,561
Receivables:		
Intergovernmental	665	1,427
Payroll advance	32	32
Due from other fund:		
Federal Grants Fund	--	114
Total Assets	$ 9,159	$ 9,134
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 579	$ 1,192
Accrued payroll	96	86
Due to other funds:		
General Fund	145	109
Federal Grants Fund	58	--
Community Development Fund	1	--
Total Liabilities	879	1,387
Fund Balance:		
Restricted	8,280	7,747
Total Fund Balance	8,280	7,747
Total Liabilities and Fund Balance	$ 9,159	$ 9,134

CITY AND COUNTY OF HONOLULU

SPECIAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:				
Intergovernmental	$ 9,511	$ 17,645	$ 11,266	$ (6,379)
Charges for services	--	--	414	414
Miscellaneous:				
Other	48	265	1,249	984
Total Revenues	9,559	17,910	12,929	(4,981)
Expenditures:				
Current:				
General government:				
Budget and Fiscal Services	--	94	3	91
Customer Services	48	48	48	--
Information Technology	--	3,000	1,343	1,657
Mayor	--	566	538	28
Planning and Permitting	--	369	356	13
Prosecuting Attorney	2,458	2,794	1,149	1,645
Total General government	2,506	6,871	3,437	3,434
Public safety:				
Emergency Management	28	31	31	--
Emergency Services	584	648	626	22
Fire	--	815	467	348
Police	--	2,848	934	1,914
Transportation Services	--	477	477	--
Total Public safety	612	4,819	2,535	2,284
Human services:				
Community Services	6,171	9,115	4,937	4,178
Culture-recreation:				
Enterprise Services	--	291	12	279
Mayor	--	3	--	3
Parks and Recreation	10	992	246	746
Total Culture-recreation	10	1,286	258	1,028
Utilities or other enterprises:				
Transportation Services	--	64	64	--
Total Expenditures	9,299	22,155	11,231	10,924
Revenues over (over (under)) Expenditures	260	(4,245)	1,698	5,943
Unreserved - Undesignated Fund Balance - July 1	--	--	(1,346)	(1,346)
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ 260	$ (4,245)	352	$ 4,597

CITY AND COUNTY OF HONOLULU

SPECIAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Adjustments to conform with generally accepted accounting principles:				
Encumbrances included above			3,345	
Expenditures - prior year encumbrances			(4,510)	
Decrease in reserved for encumbrances			3,067	
Unreserved - Undesignated Fund Balance - June 30			2,254	
Reserved for Encumbrances - June 30			6,026	
Fund Balance - June 30 (GAAP Basis)			$ 8,280	

CITY AND COUNTY OF HONOLULU

SPECIAL PROJECTS FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original Budget	Final Budget	Actual	Final Variance Favorable (Unfavorable)
INTERGOVERNMENTAL				
STATE GRANTS:				
Department of the Attorney General	$ 2,160	$ 2,160	$ 986	$ (1,174)
Department of Defense	28	31	31	--
Department of Health	6,148	6,426	4,349	(2,077)
Department of Human Services	23	2,678	1,796	(882)
Department of Labor and Industrial Relations	--	241	230	(11)
Department of Land and Natural Resources	584	584	584	--
Department of Transportation	--	477	477	--
Hawaii Community Development Authority	--	350	350	--
Hawaii Tourism Authority	10	580	550	(30)
Wireless Enhanced 911 Board	--	3,560	1,913	(1,647)
Grants from Other Agencies	558	558	--	(558)
TOTAL INTERGOVERNMENTAL	9,511	17,645	11,266	(6,379)
CHARGES FOR SERVICES				
PUBLIC SAFETY:				
Plan Review Fee	--	--	414	414
MISCELLANEOUS				
OTHER MISCELLANEOUS:				
Contributions from Private Sources:				
Community Programing	48	48	58	10
Contributions to the City	--	217	641	424
Total Contributions from Private Sources	48	265	699	434
Other:				
Other	--	--	546	546
Sundry Refunds	--	--	4	4
Total Other Miscellaneous	48	265	1,249	984
TOTAL MISCELLANEOUS	48	265	1,249	984
TOTAL SPECIAL PROJECTS FUND REVENUES	$ 9,559	$ 17,910	$ 12,929	$ (4,981)

CITY AND COUNTY OF HONOLULU

FEDERAL GRANTS FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 16,971	$ 13,265
Receivables:		
Loans	3,769	4,144
Intergovernmental	22,328	33,595
Payroll advance	125	140
Due from other funds:		
Community Development Fund	--	2
Special Projects Fund	58	--
Federal Grants Capital Projects Fund	4	--
Total Assets	$ 43,255	$ 51,146
LIABILITIES, DEFERRED INFLOW AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 1,469	$ 2,556
Accrued payroll	134	209
Due to other funds:		
General Fund	19,010	20,959
Special Projects Fund	--	114
Community Development Fund	10	--
Total Liabilities	20,623	23,838
Deferred Inflow:		
Deferred inflow	3,769	4,144
Total Deferred Inflow	3,769	4,144
Fund Balance:		
Restricted	18,863	23,164
Total Fund Balance	18,863	23,164
Total Liabilities, Deferred Inflow and Fund Balance	$ 43,255	$ 51,146

CITY AND COUNTY OF HONOLULU

FEDERAL GRANTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:				
Intergovernmental	$ 52,312	$ 68,255	$ 46,116	$ (22,139)
Miscellaneous:				
Interest	--	--	6	6
Other	--	--	4,511	4,511
Total Revenues	52,312	68,255	50,633	(17,622)
Expenditures:				
Current:				
General government:				
Budget and Fiscal Services	481	481	109	372
Design and Construction	720	720	640	80
Information Technology	41	41	--	41
Planning and Permitting	--	400	378	22
Prosecuting Attorney	627	1,553	1,420	133
Total General government	1,869	3,195	2,547	648
Public safety:				
Emergency Management	122	4,295	1,802	2,493
Fire	--	2,535	2,396	139
Police	--	18,109	4,332	13,777
Transportation Services	75	180	37	143
Total Public safety	197	25,119	8,567	16,552
Highways and streets:				
Facility Maintenance	--	561	142	419
Sanitation:				
Environmental Services	--	210	210	--
Human services:				
Community Services	20,110	21,485	15,613	5,872
Culture-recreation:				
Parks and Recreation	196	196	163	33
Utilities or other enterprises:				
Transportation Services	29,673	30,029	27,680	2,349
Total Expenditures	52,045	80,795	54,922	25,873

CITY AND COUNTY OF HONOLULU

FEDERAL GRANTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues under Expenditures	267	(12,540)	(4,289)	8,251
Unreserved - Undesignated Fund Balance - July 1	--	--	4,735	4,735
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ 267	$ (12,540)	446	$ 12,986
Adjustments to conform with generally accepted accounting principles:				
Encumbrances included above			12,212	
Expenditures - prior year encumbrances			(12,224)	
Decrease in reserved for encumbrances			1,031	
Unreserved - Undesignated Fund Balance - June 30			1,465	
Reserved for Encumbrances - June 30			17,398	
Fund Balance - June 30 (GAAP Basis)			$ 18,863	

CITY AND COUNTY OF HONOLULU

FEDERAL GRANTS FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original Budget	Final Budget	Actual	Final Variance Favorable (Unfavorable)
INTERGOVERNMENTAL				
FEDERAL GRANTS:				
Department of Agriculture	$ 196	$ 330	$ 247	$ (83)
Department of Commerce	--	28	79	51
Department of Education	--	--	435	435
Department of Health and Human Services	6,122	6,961	3,691	(3,270)
Department of Homeland Security	122	6,795	5,486	(1,309)
Department of Housing and Urban Development	6,057	7,057	6,085	(972)
Department of Justice	1,011	3,318	2,482	(836)
Department of Labor	8,336	8,336	4,082	(4,254)
Department of Transportation	30,468	32,874	21,605	(11,269)
Environmental Protection Agency	--	610	--	(610)
Office of National Drug Control Policy	--	1,946	1,694	(252)
Other Agencies	--	--	230	230
TOTAL INTERGOVERNMENTAL	52,312	68,255	46,116	(22,139)
MISCELLANEOUS				
INTEREST:				
Interest Earnings:				
Investments	--	--	6	6
OTHER MISCELLANEOUS:				
Other:				
Other	--	--	4,360	4,360
Sundry Refunds	--	--	151	151
Total Other	--	--	4,511	4,511
TOTAL MISCELLANEOUS	--	--	4,517	4,517
TOTAL FEDERAL GRANTS FUND	$ 52,312	$ 68,255	$ 50,633	$ (17,622)

CITY AND COUNTY OF HONOLULU

HOUSING AND COMMUNITY DEVELOPMENT REHABILITATION LOAN FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 5,579	$ 6,105
Receivables:		
Loans	9,171	9,548
Total Assets	$ 14,750	$ 15,653
LIABILITY, DEFERRED INFLOW AND FUND BALANCE		
Liability:		
Accounts payable	$ 7	$ --
Total Liability	7	--
Deferred Inflow:		
Deferred inflow	9,171	9,548
Total Deferred Inflow	9,171	9,548
Fund Balance:		
Restricted	5,572	6,105
Total Fund Balance	5,572	6,105
Total Liability, Deferred Inflow and Fund Balance	$ 14,750	$ 15,653

CITY AND COUNTY OF HONOLULU

HOUSING AND COMMUNITY DEVELOPMENT REHABILITATION LOAN FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Amounts in thousands)

	Original Budget	Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:				
Miscellaneous:				
Interest	$ 1	$ 1	$ 3	$ 2
Other	3,204	3,204	1,469	(1,735)
Total Revenues	3,205	3,205	1,472	(1,733)
Expenditure:				
Current:				
Human services:				
Community Services	3,205	2,105	1,533	572
Revenues over (under) Expenditure	--	1,100	(61)	(1,161)
Other Finance Use:				
Transfers out:				
Other	--	(1,100)	(1,100)	--
Revenues under Expenditure and Other Use	--	--	(1,161)	(1,161)
Unreserved - Undesignated Fund Balance - July 1	--	--	--	--
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ --	$ --	(1,161)	$ (1,161)
Adjustments to conform with generally accepted accounting principles:				
Encumbrances included above			1,522	
Expenditures - prior year encumbrances			(894)	
Decrease in reserved for encumbrances			472	
Unreserved - Undesignated Fund Balance - June 30			(61)	
Reserved for Encumbrances - June 30			5,633	
Fund Balance - June 30 (GAAP Basis)			$ 5,572	

CITY AND COUNTY OF HONOLULU

HOUSING AND COMMUNITY DEVELOPMENT REHABILITATION LOAN FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
MISCELLANEOUS			
INTEREST:			
Interest Earnings:			
Investments	$ 1	$ 3	$ 2
Total Interest	1	3	2
OTHER MISCELLANEOUS:			
Repayments of Department of Housing and Community Development Loans:			
Principal	3,112	1,432	(1,680)
Interest	90	35	(55)
Late Charge	2	2	--
Total Other Miscellaneous	3,204	1,469	(1,735)
TOTAL HOUSING AND COMMUNITY DEVELOPMENT REHABILITATION LOAN FUND REVENUES	$ 3,205	$ 1,472	$ (1,733)

CITY AND COUNTY OF HONOLULU

PAUAHI PROJECT EXPENDITURES, HAWAII R-15 FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSET		
Cash and investments:		
With Treasury	$ 960	$ 960
Total Asset	$ 960	$ 960
FUND BALANCE		
Fund Balance:		
Restricted	$ 960	$ 960
Total Fund Balance	$ 960	$ 960

CITY AND COUNTY OF HONOLULU

HOUSING AND COMMUNITY DEVELOPMENT SECTION 8 CONTRACT FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 4,784	$ 7,376
Receivables:		
Accounts (net of allowance for uncollectibles)	63	73
Loans	3,648	3,648
Intergovernmental	165	131
Payroll advance	76	79
Total Assets	$ 8,736	$ 11,307
LIABILITIES, DEFERRED INFLOW AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 144	$ 112
Due to other fund:		
General Fund	119	107
Accrued payroll	93	100
Total Liabilities	356	319
Deferred Inflow:		
Deferred inflow	3,876	3,852
Total Deferred Inflow	3,876	3,852
Fund Balance:		
Restricted	4,504	7,136
Total Fund Balance	4,504	7,136
Total Liabilities, Deferred Inflow and Fund Balance	$ 8,736	$ 11,307

CITY AND COUNTY OF HONOLULU

HOUSING AND COMMUNITY DEVELOPMENT
SECTION 8 CONTRACT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	$ 47,313	$ 46,287	$ (1,026)
Miscellaneous:			
Interest	--	25	25
Other	--	26	26
Total Revenues	47,313	46,338	(975)
Expenditures:			
Current:			
General government:			
Budget and Fiscal Services	143	124	19
Human services:			
Community Services	47,170	46,365	805
Total Expenditures	47,313	46,489	824
Revenues over (under) Expenditures	--	(151)	(151)
Unreserved - Undesignated Fund Balance - July 1	--	(328)	(328)
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ --	(479)	$ (479)
Adjustments to conform with generally accepted accounting principles:			
Encumbrances included above		761	
Expenditures - prior year encumbrances		(3,242)	
Decrease in reserved for encumbrances		2,530	
Unreserved - Undesignated Fund Balance - June 30		(430)	
Reserved for Encumbrances - June 30		4,934	
Fund Balance - June 30 (GAAP Basis)		$ 4,504	

CITY AND COUNTY OF HONOLULU

HOUSING AND COMMUNITY DEVELOPMENT SECTION 8 CONTRACT FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenues	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
INTERGOVERNMENTAL			
FEDERAL GRANTS:			
Section 8 Grants:			
Moderate Rehabilitation Program, (001)	$ 152	$ 172	$ 20
Existing Housing Voucher Program	45,361	44,942	(419)
Mainstream Voucher	1,800	1,173	(627)
TOTAL INTERGOVERNMENTAL	47,313	46,287	(1,026)
MISCELLANEOUS			
INTEREST:			
Interest Earnings:			
Investments	--	2	2
Other Sources	--	23	23
Total Interest	--	25	25
OTHER MISCELLANEOUS:			
Other:			
Escheats	--	25	25
Sundry Refunds	--	1	1
TOTAL MISCELLANEOUS	--	51	51
TOTAL HOUSING AND COMMUNITY DEVELOPMENT SECTION 8 CONTRACT FUND REVENUES	$ 47,313	$ 46,338	$ (975)

CITY AND COUNTY OF HONOLULU

LEASEHOLD CONVERSION FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSET		
Cash and investments:		
With Treasury	$ 289	$ 303
Total Asset	$ 289	$ 303
DEFERRED INFLOW AND FUND BALANCE		
Deferred Inflow:		
Deferred inflow	$ 106	$ 120
Total Deferred Inflow	106	120
Fund Balance:		
Committed	183	183
Total Fund Balance	183	183
Total Deferred Inflow and Fund Balance	$ 289	$ 303

CITY AND COUNTY OF HONOLULU

LEASEHOLD CONVERSION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

	Original and Final Budget	Actual on Budgetary Basis	Final Variance Favorable (Unfavorable)
Revenue:			
Miscellaneous:			
Other	$ --	$ 14	$ 14
Total Revenue	--	14	14
Expenditure:			
Current:			
Human services:			
Community Services	16	14	2
Total Expenditure	16	14	2
Revenue over (under) Expenditure	(16)	--	16
Unreserved - Undesignated Fund Balance - July 1	167	183	16
Unreserved - Undesignated Fund Balance - June 30 (Budgetary Basis)	$ 151	183	$ 32
Adjustments to conform with generally accepted accounting principles:			
Encumbrances included above		--	
Expenditures - prior year encumbrances		--	
Increase in reserved for encumbrances		--	
Unreserved - Undesignated Fund Balance - June 30		183	
Reserved for Encumbrances - June 30		--	
Fund Balance - June 30 (GAAP Basis)		$ 183	

CITY AND COUNTY OF HONOLULU

LEASEHOLD CONVERSION FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Amounts in thousands)

Source of Revenue	Original and Final Budget	Actual	Final Variance Favorable (Unfavorable)
MISCELLANEOUS			
OTHER MISCELLANEOUS:			
Other:			
Sundry Realizations	$ --	$ 14	$ 14
TOTAL LEASEHOLD CONVERSION FUND REVENUE	$ --	$ 14	$ 14

CITY AND COUNTY OF HONOLULU

REVOLVING FUNDS

COMBINING BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	Improvement District Revolving Fund	Housing and Community Development Revolving Fund	Totals 2015	Totals 2014
ASSET				
Cash and investments:				
With Treasury	$ 1,962	$ 225	$ 2,187	$ 2,187
Total Asset	$ 1,962	$ 225	$ 2,187	$ 2,187
FUND BALANCES				
Fund Balances:				
Committed	$ 1,962	$ 225	$ 2,187	$ 2,187
Total Fund Balances	$ 1,962	$ 225	$ 2,187	$ 2,187

CITY AND COUNTY OF HONOLULU

GENERAL OBLIGATION BOND AND INTEREST REDEMPTION FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSET		
Cash and investments:		
With Treasury	$ 321	$ 321
Total Asset	$ 321	$ 321
LIABILITIES		
Liabilities:		
Interest payable - matured	$ 137	$ 137
Bonds payable - matured	184	184
Total Liabilities	$ 321	$ 321

CITY AND COUNTY OF HONOLULU

GENERAL OBLIGATION BOND AND INTEREST REDEMPTION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(Amounts in thousands)

	2015	2014
Expenditures:		
Tax exempt commercial paper:		
Interest charges	$ 459	$ 419
Notes payable:		
Principal	217	211
Interest	69	77
General obligation bonds:		
Principal	95,974	114,866
Interest	87,520	97,195
Bond issuance costs	2,052	--
Total Expenditures	186,291	212,768
Other Financing Sources (Uses):		
Issuance of refunding bonds	517,146	--
Bond premium	84,504	--
Bond discount	(360)	--
Transfers from other funds:		
General Fund - Principal	96,191	115,077
General Fund - Interest	88,048	97,691
Refunding of tax exempt commercial paper	(100,000)	--
Refunding of general obligation bonds	(446,799)	--
Loss on refunding of bonds	(44,822)	--
Premium on refunded bonds	(7,731)	--
Discount on refunded bonds	114	--
Total Other Financing Sources (Uses)	186,291	212,768
Other Financing Sources over Expenditures and Other Uses	--	--
Fund Balances - July 1	--	--
Fund Balances - June 30	$ --	$ --

CITY AND COUNTY OF HONOLULU

IMPROVEMENT DISTRICT BOND AND INTEREST REDEMPTION FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 172	$ 171
Receivables:		
Special assessments - current	3	4
Special assessments - non-current	9	13
Total Assets	$ 184	$ 188
LIABILITIES, DEFERRED INFLOW AND FUND BALANCE		
Liabilities:		
Interest payable - matured	$ 4	$ 4
Bonds payable - matured	5	5
Total Liabilities	9	9
Deferred Inflow:		
Deferred inflow	9	13
Total Deferred Inflow	9	13
Fund Balance:		
Committed	166	166
Total Fund Balance	166	166
Total Liabilities, Deferred Inflow and Fund Balance	$ 184	$ 188

CITY AND COUNTY OF HONOLULU

IMPROVEMENT DISTRICT BOND AND INTEREST REDEMPTION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(Amounts in thousands)

	2015	2014
Revenues:		
Special assessments	$ 5	$ 5
Miscellaneous:		
Interest	1	1
Total Revenues	6	6
Other Financing Use:		
Transfers to other fund:		
Capital Projects Fund	(6)	(8)
Revenues over (under) Other Use	--	(2)
Fund Balances - July 1	166	168
Fund Balances - June 30	$ 166	$ 166

CITY AND COUNTY OF HONOLULU

GENERAL IMPROVEMENT BOND FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 89,870	$ 21,534
Receivable:		
Payroll advance	10	18
Due from other fund:		
Solid Waste Fund	16	--
Total Assets	$ 89,896	$ 21,552
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 7,513	$ 7,950
Accrued payroll	4	2
Due to other funds:		
General Fund	--	10,000
Sewer Fund	321	321
Total Liabilities	7,838	18,273
Fund Balance:		
Committed	82,058	3,279
Total Fund Balance	82,058	3,279
Total Liabilities and Fund Balance	$ 89,896	$ 21,552

CITY AND COUNTY OF HONOLULU

GENERAL IMPROVEMENT BOND FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(Amounts in thousands)

	2015	2014
Expenditures:		
Current:		
General government	$ 456	$ 1,161
Public safety	542	1,019
Highways and streets	--	10
Human services	16	--
Culture-recreation	878	1,625
Capital outlay:		
General government	11,361	12,640
Public safety	25,764	23,232
Highways and streets	198	39
Sanitation	--	(95)
Human services	5,622	--
Culture-recreation	11,392	20,307
Total Expenditures	56,229	59,938
Revenue under Expenditures	(56,229)	(59,938)
Other Financing Sources:		
Issuance of tax exempt commercial paper	30,000	--
Issuance of general obligation bonds	89,363	11,152
Bond premium	15,645	--
Total Other Financing Source	135,008	11,152
Revenue and Other Sources over (under) Expenditures	78,779	(48,786)
Fund Balance - July 1	3,279	52,065
Fund Balance - June 30	$ 82,058	$ 3,279

CITY AND COUNTY OF HONOLULU

HIGHWAY IMPROVEMENT BOND FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 157,675	$ 53,834
Due from other fund:		
Federal Grants Capital Projects Fund	70	--
Total Assets	$ 157,745	$ 53,834
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 23,241	$ 30,657
Due to other fund:		
General Fund	--	90,000
Accrued payroll	5	13
Total Liabilities	23,246	120,670
Fund Balance:		
Committed	134,499	--
Unassigned	--	(66,836)
Total Fund Balance	134,499	(66,836)
Total Liabilities and Fund Balance	$ 157,745	$ 53,834

CITY AND COUNTY OF HONOLULU

HIGHWAY IMPROVEMENT BOND FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(Amounts in thousands)

	2015	2014
Revenue:		
Miscellaneous:		
Other	$ 3	$ --
Total Revenue	3	--
Expenditures:		
Current:		
General government	4	--
Public safety	245	387
Highways and streets	658	2,546
Utilities or other enterprises	5,722	4,364
Capital outlay:		
General government	1,207	2,068
Public safety	3,526	2,689
Highways and streets	80,451	121,907
Utilities or other enterprises	1,862	603
Total Expenditures	93,675	134,564
Revenue under Expenditures	(93,672)	(134,564)
Other Financing Sources:		
Issuance of tax exempt commercial paper	70,000	--
Issuance of general obligation bonds	191,482	--
Bond premium	33,525	--
Total Other Financing Sources	295,007	--
Revenue and Other Sources over (under) Expenditures	201,335	(134,564)
Fund Balance - July 1	(66,836)	67,728
Fund Balance - June 30	$ 134,499	$ (66,836)

CITY AND COUNTY OF HONOLULU

FEDERAL GRANTS CAPITAL PROJECTS FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 10,746	$ 9,110
Receivables:		
Accounts	--	175
Loans (net of allowance for uncollectibles)	56,228	56,086
Intergovernmental	3,759	5,482
Total Assets	$ 70,733	$ 70,853
LIABILITIES, DEFERRED INFLOW AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 2,882	$ 2,613
Due to other funds:		
General Fund	2	2
Community Development Fund	2	1
Federal Grants Fund	4	--
Highway Improvement Bond Fund	70	--
Total Liabilities	2,960	2,616
Deferred Inflow:		
Deferred inflow	56,228	56,086
Total Deferred Inflow	56,228	56,086
Fund Balance:		
Restricted	11,545	12,151
Total Fund Balance	11,545	12,151
Total Liabilities, Deferred Inflow and Fund Balance	$ 70,733	$ 70,853

CITY AND COUNTY OF HONOLULU

FEDERAL GRANTS CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(Amounts in thousands)

	2015	2014
Revenue:		
Intergovernmental	$ 35,076	$ 26,694
Total Revenue	35,076	26,694
Expenditures:		
Current:		
Public safety	58	--
Highways and streets	315	671
Sanitation	--	27
Human services	4,843	3,339
Culture-recreation	--	584
Utilities or other enterprises	22,511	8,793
Capital outlay:		
Public safety	3,463	5,436
Highways and streets	3,247	7,227
Utilities or other enterprises	1,245	1,849
Total Expenditures	35,682	27,926
Revenue under Expenditures	(606)	(1,232)
Fund Balance - July 1	12,151	13,383
Fund Balance - June 30	$ 11,545	$ 12,151

CITY AND COUNTY OF HONOLULU

CAPITAL PROJECTS FUND

BALANCE SHEET
JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2014
(Amounts in thousands)

	2015	2014
ASSETS		
Cash and investments:		
With Treasury	$ 14,897	$ 14,903
Receivable:		
Other	2	271
Total Assets	$ 14,899	$ 15,174
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 4	$ 287
Due to other funds:		
Bikeway Fund	--	20
Parks and Playground Fund	--	17
Total Liabilities	4	324
Fund Balance:		
Restricted	14,895	14,850
Total Fund Balance	14,895	14,850
Total Liabilities and Fund Balance	$ 14,899	$ 15,174

CITY AND COUNTY OF HONOLULU

CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(Amounts in thousands)

	2015	2014
Revenue:		
Intergovernmental	$ 150	$ --
Miscellaneous:		
Other	616	2,078
Total Revenue	766	2,078
Expenditures:		
Current:		
Highways and streets	--	9
Culture-recreation	84	610
Capital outlay:		
Public safety	84	--
Highways and streets	559	1,055
Culture-recreation	--	56
Total Expenditures	727	1,730
Revenue over Expenditures	39	348
Other Financing Source (Uses):		
Transfer from other fund:		
Improvement District Bond and Interest Redemption Fund	6	8
Transfers to other funds:		
Bikeway Fund	--	(20)
Parks and Playgrounds Fund	--	(17)
Total Other Financing Source (Uses)	6	(29)
Revenue and Other Source over Expenditures and Other Uses	45	319
Fund Balance - July 1	14,850	14,531
Fund Balance - June 30	$ 14,895	$ 14,850

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STATISTICAL SECTION
(Unaudited)

STATISTICAL SECTION
(Unaudited)

The information in this section is not covered by the Report of Independent Auditors but is presented as supplemental data for the benefit of the readers of the comprehensive annual financial report. The objectives of statistical section information are to provide financial statement users with additional historical perspective, context, and detail to assist in using the information in the financial statements, notes to financial statements, and required supplementary information to better understand and assess the overall financial health of the City.

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Financial Trends 237

Tables 1 to 4 contain trend information to help the reader understand how the financial performance and well-being of the City have changed over time.

Revenue Capacity 242

Tables 5 to 7 contain trend information to help the reader review real property tax, the most significant local revenue source of the City.

Debt Capacity 246

Tables 8 to 11 present information to help the reader assess the affordability of the current levels of outstanding debt of the City and its ability to issue additional debt in the future.

Demographic and Economic Information 250

Tables 12 to 14 offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information 253

Tables 15 to 16 contain service and infrastructure data to help the reader understand how the information in the financial report of the City relates to the services the City provides and the activities it performs.

TABLE 1
CITY AND COUNTY OF HONOLULU
NET POSITION BY COMPONENT
FISCAL YEARS 2006 - 2015
(Amounts in thousands)
(Unaudited)

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Governmental activities										
Net investment in capital assets	$ 161,115	$ 208,205	$ 101,107	$ 118,289	$ 500,169	$ 389,308	$ 214,214	$ 165,257	$ 113,778	$ 151,597
Restricted	166	13	168	169	170	173	969	976	1,085	1,052
Unrestricted	(1,094,601)	21,467	145,412	69,474	551,180	523,206	474,354	399,180	233,339	97,865
Total governmental activities net position	(933,320)	229,685	246,687	187,932	1,051,519	912,687	689,537	565,413	348,202	250,514
Business-type activities										
Net investment in capital assets	1,011,958	900,120	837,381	808,975	725,532	690,697	714,543	681,690	711,150	694,775
Restricted	181,029	178,187	177,890	171,010	158,662	144,307	131,469	84,981	59,409	35,425
Unrestricted	562,191	620,571	579,850	513,990	408,635	295,240	145,665	76,007	16,751	549
Total business-type activities net position	1,755,178	1,698,878	1,595,121	1,493,975	1,292,829	1,130,244	991,677	842,678	787,310	730,749
Primary government										
Net investment in capital assets	1,173,073	1,108,325	938,488	927,264	1,225,701	1,080,005	928,757	846,947	824,928	846,372
Restricted	181,195	178,200	178,058	171,179	158,832	144,480	132,438	85,957	60,494	36,477
Unrestricted	(532,410)	642,038	725,262	583,464	959,815	818,446	620,019	475,187	250,090	98,414
Total primary government net position	$ 821,858	$ 1,928,563	$ 1,841,808	$ 1,681,907	$ 2,344,348	$ 2,042,931	$ 1,681,214	$ 1,408,091	$ 1,135,512	$ 981,263

Notes: For fiscal year 2014, the restatements disclosed in the Notes to the Financial Statement 1 and 11 are not reflected in the above table for 2013 and 2012.

Amounts prior to fiscal year 2014 have not been restated for GASB Statement No. 65.

Amounts prior to fiscal year 2015 have not been restated for GASB Statement Nos. 68 and 71 and restatements disclosed in the notes to the Financial Statement 11.

TABLE 2
CITY AND COUNTY OF HONOLULU
CHANGES IN NET POSITION
FISCAL YEARS 2006-2015
(Amounts in thousands)
(Unaudited)

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Expenses										
Governmental activities:										
General government	$ 487,753	$ 482,303	$ 468,295	$ 497,328	$ 455,874	$ 392,893	$ 444,701	$ 371,354	$ 314,667	$ 319,455
Public safety	442,822	418,904	393,224	407,275	390,780	374,791	372,843	354,427	337,052	300,245
Highways and streets	50,831	47,620	38,683	100,883	46,315	30,418	51,916	16,095	39,126	35,795
Sanitation	3,822	3,773	4,298	4,451	5,292	3,244	5,130	5,758	6,742	3,125
Human services	90,965	91,546	82,806	94,213	80,647	95,437	83,647	82,966	73,725	79,880
Culture and recreation	109,127	108,128	106,457	124,939	91,944	106,081	110,390	96,299	95,655	86,197
Utilities or other enterprises	60,032	35,876	84,856	38,847	79,969	52,700	52,166	75,506	68,406	33,579
Interest	80,126	85,774	76,914	93,079	91,583	88,959	83,048	84,670	79,176	81,454
Total governmental activities expenses	1,325,478	1,273,924	1,255,533	1,361,015	1,242,404	1,144,523	1,203,841	1,087,075	1,014,549	939,730
Business-type activities:										
Housing	11,562	15,928	11,728	12,221	14,481	13,220	13,711	13,841	12,905	12,296
Sewer	252,448	276,958	260,806	237,673	209,625	197,643	178,944	194,061	157,724	140,242
Solid Waste	174,651	190,254	166,160	166,078	163,534	159,187	154,158	170,781	153,736	145,181
Public Transportation	250,925	238,832	239,351	226,614	221,211	209,847	209,645	198,823	184,304	175,347
Total business-type activities expenses	689,586	721,972	678,045	642,586	608,851	579,897	556,458	577,506	508,669	473,066
Total primary government expenses	$ 2,015,064	$ 1,995,896	$ 1,933,578	$ 2,003,601	$ 1,851,255	$ 1,724,420	$ 1,760,299	$ 1,664,581	$ 1,523,218	$ 1,412,796
Program Revenues										
Governmental activities:										
Charges for services:										
General government	$ 199,034	$ 194,435	$ 194,451	$ 191,634	$ 165,620	$ 139,925	$ 130,688	$ 128,620	$ 135,587	$ 113,459
Public safety	40,765	41,761	39,729	40,188	38,582	40,089	42,163	37,772	35,663	30,502
Highways and streets	183	1,541	347	1,077	2,205	2,447	2,738	599	2,149	2,152
Sanitation	3	10	49	51	161	21	47	48	77	14
Human services	521	837	405	503	1,008	180	1,064	719	636	442
Culture and recreation	29,384	30,586	29,100	28,730	25,803	26,714	22,318	23,879	22,128	21,646
Utilities	1,922	1,066	863	946	201	17	--	--	--	--
Operating grants and contributions	141,940	150,414	116,412	122,066	111,419	123,389	118,970	106,930	104,397	100,838
Capital grants and contributions	9,758	13,493	54,201	55,393	64,988	48,461	38,292	48,736	50,078	35,200
Total governmental activities program revenues	423,510	434,143	435,557	440,588	409,987	381,243	356,280	347,303	350,715	304,253
Business-type activities:										
Charges for services:										
Housing	11,247	22,146	10,434	10,628	9,483	10,275	9,766	9,694	8,306	8,367
Sewer	402,472	395,333	377,970	378,199	347,038	308,407	251,953	225,104	165,914	151,200
Solid Waste	126,990	126,305	118,658	118,943	108,402	97,351	145,507	108,323	107,682	100,452
Public Transportation	57,199	57,187	57,049	56,796	53,657	47,638	44,245	43,767	43,598	43,502
Operating grants and contributions	26,862	21,525	27,279	21,026	21,441	21,017	21,108	21,674	17,840	23,516
Capital grants and contributions	25,754	14,810	26,894	58,643	33,067	32,329	25,307	18,514	32,704	4,255
Total business-type activities program revenues	650,524	637,306	618,284	644,235	573,088	517,017	497,886	427,076	376,044	331,292
Total primary government program revenues	$ 1,074,034	$ 1,071,449	$ 1,053,841	$ 1,084,823	$ 983,075	$ 898,260	$ 854,166	$ 774,379	$ 726,759	$ 635,545
Net Revenue (Expense)										
Governmental activities	$ (901,968)	$ (839,781)	$ (819,976)	$ (920,427)	$ (832,417)	$ (763,280)	$ (847,561)	$ (739,772)	$ (663,834)	$ (635,477)
Business-type activities	(39,062)	(84,666)	(59,761)	1,649	(35,763)	(62,880)	(58,572)	(150,430)	(132,625)	(141,774)
Total primary government net expense	$ (941,030)	$ (924,447)	$ (879,737)	$ (918,778)	$ (868,180)	$ (826,160)	$ (906,133)	$ (890,202)	$ (796,459)	$ (777,251)

TABLE 2
CITY AND COUNTY OF HONOLULU
CHANGES IN NET POSITION
FISCAL YEARS 2006-2015
(Amounts in thousands)
(Unaudited)

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Revenues and Other Changes In Net Position										
Governmental activities:										
General revenues:										
Property taxes	$ 950,387	$ 849,401	$ 825,518	$ 799,260	$ 804,311	$ 853,426	$ 802,571	$ 775,971	$ 685,868	$ 595,041
Public service company tax	50,939	53,108	52,444	47,842	37,999	49,393	49,596	35,823	37,640	29,815
Fuel tax	50,503	51,424	53,825	49,220	52,298	47,639	50,316	50,633	52,221	52,385
Public utility franchise tax	57,555	55,259	57,514	60,475	44,801	34,312	54,804	36,239	38,356	33,450
Investment earnings	454	553	539	336	492	457	7,170	21,269	19,676	11,621
Unrestricted grants and contributions	45,521	41,060	41,062	41,042	224,506	197,519	202,598	216,274	92,884	43,269
Harbor Court lease to fee conversion	--	--	--	--	--	--	--	--	--	--
Other	6,359	5,526	7,095	6,287	3,960	4,053	3,162	2,362	2,329	3,940
Special Item:										
Contribution to component unit	--	--	--	(749,306)	--	--	--	--	--	--
Transfers	(229,939)	(219,158)	(159,266)	(198,316)	(197,118)	(200,369)	(198,532)	(181,588)	(167,452)	(135,539)
Total governmental activities	931,779	837,173	878,731	56,840	971,249	986,430	971,685	956,983	761,522	633,982
Business-type activities:										
General revenues:										
Investment earnings	1,274	1,430	1,641	1,181	1,230	1,078	9,039	24,210	21,734	13,473
Transfers	229,939	219,158	159,266	198,316	197,118	200,369	198,532	181,588	167,452	135,539
Total business-type activities	231,213	220,588	160,907	199,497	198,348	201,447	207,571	205,798	189,186	149,012
Total primary government	$ 1,162,992	$ 1,057,761	$ 1,039,638	$ 256,337	$ 1,169,597	$ 1,187,877	$ 1,179,256	$ 1,162,781	$ 950,708	$ 782,994
Changes In Net Position										
Governmental activities:	$ 29,811	$ (2,608)	$ 58,755	$ (863,587)	$ 138,832	$ 223,150	$ 124,124	$ 217,211	$ 97,688	$ (1,495)
Prior period adjustments:										
General government	--	(13,247)	--	--	--	--	--	--	--	--
Highways and streets	--	(1,052)	--	--	--	--	--	--	--	--
Other governmental	--	(95)	--	--	--	--	--	--	--	--
Total governmental activities	29,811	(17,002)	58,755	(863,587)	138,832	223,150	124,124	217,211	97,688	(1,495)
Business-type activities:	192,151	135,922	101,146	201,146	162,585	138,567	148,999	55,368	56,561	7,238
Prior period adjustments:			--	--	--	--	--	--	--	--
Housing	--	(158)	--	--	--	--	--	--	--	--
Sewer	(92,919)	(29,354)	--	--	--	--	--	--	--	--
Solid Waste	(59,820)	(2,653)	--	--	--	--	--	--	--	--
Public Transportation	16,888									
Total business-type activities	56,300	103,757	101,146	201,146	162,585	138,567	148,999	55,368	56,561	7,238
Total primary government changes in net position	$ 86,111	$ 86,755	$ 159,901	$ (662,441)	$ 301,417	$ 361,717	$ 273,123	$ 272,579	$ 154,249	$ 5,743

Notes: For fiscal year 2014, the restatements disclosed in the Notes to the Financial Statements 1 and 11 are not reflected in the above table for 2013 and 2012.

Amounts prior to fiscal year 2014 have not been retstated for GASB Statement No. 65.

Amounts prior to fiscal year 2015 have not been restated for GASB Statement Nos. 68 and 71 and retatements disclosed in the notes to the Financial Statement 11.

TABLE 3
CITY AND COUNTY OF HONOLULU
FUND BALANCES, GOVERNMENTAL FUNDS
FISCAL YEARS 2006 - 2015
(Modified accrual basis of accounting)
(Amounts in thousands)
(Unaudited)

	Post-GASB 54 Fiscal Year					
	2015	2014	2013 (a)	2012 (a)	2011	2010
General Fund						
Nonspendable	$ --	$ --	$ --	$ --	$ --	$ 25
Restricted						
Committed	79,270	68,401	50,256	32,601	32,596	82,697
Assigned	74,282	54,880	55,384	58,215	51,961	45,965
Unassigned	170,024	185,568	228,382	159,042	158,668	104,053
Total General Fund	$ 323,576	$ 308,849	$ 334,022	$ 249,858	$ 243,225	$ 232,740
All other Governmental Funds						
Restricted	$ 201,439	$ 182,159	$ 165,373	$ 161,708	$ 136,708	$ 115,936
Committed	231,614	16,662	138,158	18,752	482,563	413,640
Unassigned	--	(66,836)		(1,611)	(4,855)	--
Total all other Governmental Funds	$ 433,053	$ 131,985	$ 303,531	$ 178,849	$ 614,416	$ 529,576

Note: In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions,* governmental fund balances are classified as Nonspendable, Restricted, Committed, Assigned, or Unassigned only for fiscal years 2010 - 2015 for comparison purposes.

	Pre-GASB 54 Fiscal Year				
	2010	2009	2008	2007	2006
General Fund					
Reserved	$ 45,965	$ 48,868	$ 58,794	$ 27,767	$ 22,004
Unreserved	104,053	67,824	107,281	128,035	76,604
Total General Fund	150,018	116,692	166,075	155,802	98,608
All Other Governmental Funds					
Reserved	1,980,381	991,499	721,374	594,951	543,455
Unreserved, reported in:					
Special revenue funds	122,166	112,164	89,692	45,054	28,815
Capital projects funds	(1,490,249)	(462,557)	(368,382)	(450,520)	(410,417)
Total all other Governmental Funds	612,298	641,106	442,684	189,485	161,853
TOTAL FUND BALANCES	$ 762,316	$ 757,798	$ 608,759	$ 345,287	$ 260,461

Notes:
(a) In fiscal year end June 30, 2014, the restatements disclosed in the Notes to the Financial Statements 1 and 11 are not reflected in the above table for 2013 and 2012.

TABLE 4
CITY AND COUNTY OF HONOLULU
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
FISCAL YEARS 2006 - 2015
(Modified accrual basis of accounting)
(Amounts in thousands)
(Unaudited)

	Fiscal Year									
	2015	2014	2013 (b)	2012 (b)	2011	2010	2009	2008	2007	2006
Revenues:										
Taxes	$ 1,109,836	$ 1,011,072	$ 994,105	$ 964,167	$ 934,557	$ 986,828	$ 952,531	$ 891,982	$ 815,284	$ 705,557
Special assessments	5	5	15	17	8	18	17	28	354	387
Licenses and permits	177,867	173,233	166,135	161,492	151,581	126,208	112,397	115,657	120,802	100,938
Intergovernmental	189,868	201,624	205,496	233,499	395,316	362,399	355,530	358,552	238,926	169,515
Charges for services	34,066	33,150	31,813	30,679	28,007	27,714	23,924	23,766	24,754	23,991
Fines and forfeits	973	927	831	541	766	755	932	1,183	868	698
Miscellaneous:										
Reimbursements and recoveries	46,909	46,282	44,420	46,801	42,136	41,397	96,435	88,731	87,113	78,993
Interest	521	596	612	394	935	855	13,291	24,638	20,959	12,506
Other	27,313	30,033	28,133	30,790	37,064	26,029	29,576	23,065	27,403	28,854
Total Revenues	1,587,358	1,496,922	1,471,560	1,468,380	1,590,370	1,572,203	1,584,633	1,527,602	1,336,463	1,121,439
Expenditures:										
Current:										
General government	166,414	167,707	155,304	155,044	149,994	159,713	163,280	153,759	141,459	129,387
Public safety	410,702	390,443	371,294	386,145	371,627	357,148	359,277	329,108	306,161	287,592
Highways and streets	26,193	22,658	18,696	17,336	16,781	21,774	28,271	24,066	21,000	17,114
Sanitation	3,822	3,907	4,203	4,514	3,863	2,959	4,828	5,537	2,674	1,251
Human services	90,973	92,127	74,089	72,544	71,606	78,391	73,401	65,144	60,883	57,673
Culture and recreation	88,415	86,537	82,664	79,547	73,087	81,859	87,888	82,328	71,084	68,285
Utilities or other enterprises	58,420	37,329	29,380	23,201	27,758	27,122	28,857	27,818	22,917	23,330
Miscellaneous:										
Retirement and health benefits	258,330	220,876	190,466	214,895	194,338	182,644	208,354	140,461	137,615	134,657
Other	26,013	29,687	61,228	27,146	23,792	23,806	27,493	21,226	22,832	18,765
Capital Outlay:										
General government	17,268	16,224	17,912	21,810	18,894	23,853	36,247	39,784	25,869	17,290
Public safety	34,980	34,725	29,956	34,070	28,966	20,987	25,903	21,035	25,824	25,473
Highways and streets	84,609	130,613	91,720	68,636	65,534	89,857	55,985	48,871	45,163	45,963
Sanitation	--	(95)	95	--	827	121	302	235	4,068	1,874
Human services	5,622	--	8,980	21,991	10,645	14,906	11,591	18,214	12,978	22,655
Culture-recreation	11,926	22,564	21,956	22,869	24,703	19,090	22,038	21,576	27,477	29,050
Utilities or other enterprises	3,107	2,452	31,265	49,337	181,012	127,681	73,597	47,695	45,622	10,297
Debt service:										
Principal	97,055	115,925	88,276	84,906	89,615	93,015	122,273	260,680	102,794	249,164
Interest	88,106	97,765	97,580	99,713	95,549	93,225	104,980	100,362	103,869	89,630
Bond issuance costs	2,052	--	2,125	--	--	--	--	--	--	--
Total Expenditures	1,474,007	1,471,444	1,377,189	1,383,704	1,448,591	1,418,151	1,434,565	1,407,899	1,180,289	1,229,450
Revenues over (under) Expenditures	113,351	25,478	94,371	84,676	141,779	154,052	150,068	119,703	156,174	(108,011)
Other Financing Sources (Uses):										
Issuance of general obligation bonds	280,845	11,152	191,296	131,206	100,734	30,254	150,089	109,000	--	--
Issuance of tax exempt commercial paper (TECP)	100,000	--	45,000	--	50,000	20,000	45,000	75,000	94,000	168,022
Capital leases	--	--	--	1,302	--	--	189	865	1,674	--
Issuance of long-term notes	--	--	--	--	--	--	--	--	--	--
Issuance of refunding bonds	517,146	--	642,942	149,328	50,366	61,192	350,749	132,826	--	387,324
Bond premium	125,943	--	85,737	19,747	--	5,122	18,071	7,334	--	17,054
Bond discount	(246)	--	(71,391)	(14,268)	(1,096)	(1,996)	(78)	(30)	--	(115)
Refunding of bonds and commercial paper.	(546,799)	--	(621,449)	(155,506)	(50,000)	(64,318)	(367,178)	--	--	(243,000)
Loss on refunding of bonds	(44,822)	--	--	--	--	--	--	--	--	--
Sales of capital assets	316	203	1,606	181	660	581	661	362	430	640
Transfers in	338,450	371,055	340,224	320,463	495,790	477,351	573,642	559,299	377,590	268,137
Transfers out	(568,389)	(590,213)	(499,490)	(518,779)	(692,908)	(677,720)	(772,174)	(740,887)	(545,042)	(403,676)
Total Other Financing Sources (Uses)	202,444	(207,803)	114,475	(66,326)	(46,454)	(149,534)	(1,029)	143,769	(71,348)	194,386
Special Item:										
Contribution to component unit.	--	--	--	(447,284)	--	--	--	--	--	--
Net change in fund balances	$ 315,795	$ (182,325)	$ 208,846	$ (428,934)	$ 95,325	$ 4,518	$ 149,039	$ 263,472	$ 84,826	$ 86,375
Debt service as a percentage of noncapital expenditures (a)	14.2%	16.9%	16.2%	17.5%	16.1%	15.6%	18.4%	29.6%	20.1%	32.9%

(a) The ratio for total debt service expenditures to noncapital expenditures is calculated based on the capital outlay used to match the statement of revenues, expenditures, and changes in fund balances.
(b) For fiscal year end June 30, 2014, the restatments disclosed in the Notes to the Financial Statements 1 and 11 are not reflected in the above tables for 2013 and 2012.

TABLE 5
CITY AND COUNTY OF HONOLULU
REAL PROPERTY ASSESSED VALUES BY CLASSIFICATION AND TAX RATES
FISCAL YEARS 2006 - 2015
(Amounts in thousands)
(Unaudited)

Fiscal Year	Class of Property (a)	Parcel Tax Rates Per $1,000	Value of Net Taxable Real Property
2015	Residential	$ 3.50	$ 127,980,612
	Hotel/Resort	12.90	8,193,857
	Commercial	12.40	15,150,419
	Industrial	12.40	8,153,174
	Agricultural	5.70	1,130,465
	Vacant Agricultural	8.50	79,546
	Preservation	5.70	445,038
	Residential A	6.00	13,202,440
	Total		$ 174,335,551
	Fiscal year 2015 total direct tax rate	$ 5.34	
2014	Residential	$ 3.50	$ 127,060,389
	Hotel/Resort	12.40	7,848,202
	Commercial	12.40	14,696,801
	Industrial	12.40	8,005,590
	Agricultural	5.70	932,333
	Vacant Agricultural	8.50	92,805
	Preservation	5.70	457,307
	Public Service	0.00	2,300
	Total		$ 159,095,727
	Fiscal year 2014 total direct tax rate	$ 5.23	
2013	Residential	$ 3.50	$ 124,425,238
	Hotel/Resort	12.40	7,354,672
	Commercial	12.40	14,336,675
	Industrial	12.40	7,757,462
	Agricultural	5.70	929,717
	Vacant Agricultural	8.50	92,350
	Preservation	5.70	435,354
	Public Service	0.00	2,284
	Total		$ 155,333,752
	Fiscal year 2013 total direct tax rate	$ 5.21	
2012	Residential	$ 3.50	$ 123,324,298
	Hotel/Resort	12.40	7,102,340
	Commercial	12.40	13,938,863
	Industrial	12.40	7,685,514
	Agricultural	5.70	1,004,164
	Vacant Agricultural	8.50	112,245
	Preservation	5.70	421,553
	Public Service	0.00	3,644
	Total		$ 153,592,621
	Fiscal year 2012 total direct tax rate	$ 5.20	
2011	Homeowner	$ 3.42	$ 62,837,101
	Non-Homeowner	3.58	59,448,272
	Hotel/Resort	12.40	6,522,528
	Commercial	12.40	14,425,794
	Industrial	12.40	7,969,269
	Agricultural	5.70	1,315,389
	Vacant Agricultural	8.50	203,137
	Preservation	5.70	384,308
	Public Service	0.00	3,307
	Total		$ 153,109,105
	Fiscal year 2011 total direct tax rate	$ 5.21	

NOTES:
Source: City and County of Honolulu, Department of Budget and Fiscal Services, Real Property Assessment Division.
(a) Land and its buildings and other improvements are required to be reported as a single value effective July 1, 2003.

Assessed value is at 100% of market value.
Property is reassessed annually.
The City Council sets the tax rates annually.
There are no overlapping property tax rates in the City and County of Honolulu.

TABLE 5
CITY AND COUNTY OF HONOLULU
REAL PROPERTY ASSESSED VALUES BY CLASSIFICATION AND TAX RATES
FISCAL YEARS 2006 - 2015
(Amounts in thousands)
(Unaudited)

Fiscal Year	Class of Property (a)	Parcel Tax Rates Per $1,000	Value of Net Taxable Real Property
2010	Residential	$ 3.42	$ 134,490,385
	Hotel/Resort	12.40	7,234,047
	Commercial	12.40	14,312,242
	Industrial	12.40	7,968,538
	Agricultural	5.70	1,248,062
	Vacant Agricultural	8.50	143,153
	Preservation	5.70	381,713
	Public Service	0.00	3,938
	Total		$ 165,782,078
	Fiscal year 2010 total direct tax rate	$ 5.05	
2009	Residential	$ 3.29	$ 136,983,348
	Hotel/Resort	12.40	6,979,025
	Commercial	12.40	13,505,161
	Industrial	12.40	7,249,188
	Agricultural	5.70	1,133,318
	Vacant Agricultural	8.50	110,808
	Preservation	5.70	377,099
	Total		$ 166,337,947
	Fiscal year 2009 total direct tax rate	$ 4.83	
2008	Improved Residential	$ 3.29	$ 100,858,035
	Unimproved Residential	5.70	431,258
	Apartment	3.29	38,352,746
	Hotel/Resort	12.40	6,872,417
	Commercial	12.40	12,282,509
	Industrial	12.40	6,711,928
	Agricultural	5.70	1,054,884
	Vacant Agricultural	8.50	111,524
	Preservation	5.70	349,430
	Total		$ 167,024,731
	Fiscal year 2008 total direct tax rate	$ 4.73	
2007	Improved Residential	$ 3.59	$ 89,283,029
	Unimproved Residential	5.72	754,815
	Apartment	3.59	32,642,928
	Hotel/Resort	11.97	5,787,719
	Commercial	11.97	10,814,805
	Industrial	11.97	5,513,282
	Agricultural	8.57	875,793
	Vacant Agricultural	8.57	38,547
	Preservation	9.57	365,292
	Public Service	0.00	(1,300)
	Total		$ 146,074,910
	Fiscal year 2007 total direct tax rate	$ 4.92	
2006	Improved Residential	$ 3.75	$ 68,475,274
	Unimproved Residential	5.72	524,508
	Apartment	3.75	24,671,194
	Hotel/Resort	11.37	4,708,327
	Commercial	11.37	9,618,183
	Industrial	11.37	4,972,434
	Agricultural	8.57	735,975
	Vacant Agricultural	8.57	33,867
	Preservation	9.57	363,128
	Public Service	0.00	(10)
	Total		$ 114,102,880
	Fiscal year 2006 total direct tax rate	$ 5.10	

NOTES:
Source: City and County of Honolulu, Department of Budget and Fiscal Services, Real Property Assessment Division.
(a) Land and its buildings and other improvements are required to be reported as a single value effective July 1, 2003.

Assessed value is at 100% of market value.
Property is reassessed annually.
The City Council sets the tax rates annually.
There are no overlapping property tax rates in the City and County of Honolulu.

TABLE 6
CITY AND COUNTY OF HONOLULU
PRINCIPAL PROPERTY TAXPAYERS
FISCAL YEARS 2006-2015
(Values in thousands)
(Unaudited)

	2015			2014			2013			2012			2011		
Taxpayer	Gross Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Gross Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Gross Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Gross Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Gross Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Bishop Estate	$ 1,652,984	1	0.77 %	$ 1,733,572	1	0.86 %	$ 1,442,906	1	0.78 %	$ 1,414,268	1	0.78 %	$ 1,339,215	1	0.75 %
Kyo-Ya Co. Ltd.	1,419,965	2	0.66	1,170,157	3	0.58	1,067,362	3	0.58	1,022,052	3	0.57	1,007,129	3	0.57
General Growth Properties	1,408,576	3	0.66	1,294,204	2	0.64	1,232,114	2	0.67	1,205,267	2	0.67	1,242,751	2	0.69
Hilton Hawaiian Village, et al	1,236,073	4	0.58	1,064,287	4	0.53	998,906	4	0.54	917,634	4	0.51	908,020	4	0.51
Disney	951,585	5	0.44	936,803	5	0.47	928,996	5	0.50	839,910	5	0.47	--	--	--
Outrigger Hotels Hawaii	759,314	6	0.35	674,790	6	0.34	656,979	6	0.36	595,320	6	0.33	593,278	5	0.33
DEG, LLC	608,040	7	0.28	589,330	7	0.29	575,445	7	0.31	537,437	7	0.30	537,957	6	0.30
A & B Properties Inc.	564,923	8	0.26	--	--	--	--	--	--	--	--	--	--	--	--
First Hawaiian Bank	503,122	9	0.23	500,985	8	0.25	483,185	9	0.26	484,969	8	0.27	--	--	--
Ko'Olina Hotel	433,317	10	0.20	426,923	10	0.21	--	--	--	--	--	--	449,340	8	0.25
Marriot Ownership Resorts	--	--	--	474,662	9	0.24	488,584	8	0.27	446,942	9	0.25	472,437	7	0.27
Weinburg H & J Foundation, Inc.	--	--	--	--	--	--	396,166	10	0.21	--	--	--	407,264	10	0.23
Reynolds/Shilder	--	--	--	--	--	--	--	--	--	442,878	10	0.25	415,608	9	0.23

	2010			2009			2008			2007			2006		
Taxpayer	Gross Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Gross Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Gross Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Gross Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Gross Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Bishop Estate	$ 1,380,593	1	0.72 %	$ 1,424,272	1	0.75 %	$ 1,370,878	1	0.72 %	$ 1,261,674	1	0.76 %	$ 892,148	3	0.68 %
General Growth Properties	1,254,081	2	0.66	1,218,932	3	0.64	1,130,056	3	0.59	1,029,975	3	0.62	1,046,306	1	0.79
Kyo-Ya Co. Ltd	1,129,265	3	0.59	1,223,150	2	0.64	1,156,329	2	0.60	1,133,113	2	0.68	978,457	2	0.74
Hilton Hawaiian Village LLC	911,200	4	0.48	994,340	4	0.52	848,717	4	0.44	773,111	4	0.46	611,662	4	0.46
Outrigger Hotels Hawaii	596,438	5	0.31	648,897	5	0.34	622,799	5	0.33	556,094	6	0.33	467,524	6	0.35
First Hawaiian Bank	511,344	6	0.27	518,909	6	0.27	491,051	7	0.26	467,016	7	0.28	--	--	--
Ko'Olina Hotel, et al.	451,420	7	0.24	503,211	7	0.26	611,185	6	0.32	673,856	5	0.40	--	--	--
Reynolds/Shilder	441,501	8	0.23	435,900	9	0.23	418,994	9	0.22	--	--	--	--	--	--
Weinburg H &J Foundation, Inc.	408,099	9	0.21	--	--	--	--	--	--	--	--	--	--	--	--
James Campbell Corporation	406,156	10	0.21	440,104	8	0.23	423,835	8	0.22	413,557	8	0.25	387,336	7	0.29
Marriot Ownership Resorts	--	--	--	370,618	10	0.19	--	--	--	--	--	--	--	--	--
Azabu Building Company Limited	--	--	--	--	--	--	293,958	10	0.15	285,038	9	0.17	349,615	8	0.26
Halekulani Corporation	--	--	--	--	--	--	--	--	--	275,837	10	0.17	--	--	--
Dole Food Co.	--	--	--	--	--	--	--	--	--	--	--	--	537,832	5	0.41
A & B Properties	--	--	--	--	--	--	--	--	--	--	--	--	298,921	9	0.23
Queen's Medical Center et al	--	--	--	--	--	--	--	--	--	--	--	--	297,429	10	0.23

NOTES:
Taxpayer's name as recorded in real property records.
Assessed valuations were certified as of January 30 each year at 100% of market value.
The total gross assessed valuation for Fiscal Year 2015 was $214,888,196,600.

TABLE 7
CITY AND COUNTY OF HONOLULU
PROPERTY TAX LEVIES AND COLLECTIONS
FISCAL YEARS 2006 - 2015
(Amounts in thousands)
(Unaudited)

Fiscal Year Ended June 30	Taxes Levied	Adjustments (a)	Adjusted Taxes Levied	Collections within the fiscal year of the levy		Collections in Subsequent Years (b)	Total Collections to Date	
				Amount	Pecentage of Levy		Amount	Percentage of Levy
2015	$ 950,020	$ (6,661)	$ 943,359	$ 936,004	99.2 %	$ -	$ 936,004	99.2 %
2014	850,176	(3,960)	846,216	838,733	99.1	3,283	842,016	99.5
2013	824,798	(2,522)	822,276	813,704	99.0	5,595	819,299	99.6
2012	811,505	(2,983)	808,522	800,424	99.0	9,864	810,288	100.2
2011	812,604	(8,572)	804,032	795,313	98.9	9,722	805,035	100.1
2010	853,767	(4,747)	849,020	840,209	99.0	7,156	847,365	99.8
2009	798,703	(683)	798,020	788,301	98.8	8,168	796,469	99.8
2008	777,151	(3,711)	773,440	765,885	99.0	5,098	770,983	99.7
2007	703,777	(5,500)	698,277	692,420	99.2	3,707	696,127	99.7
2006	590,398	(1,079)	589,319	581,439	98.7	2,892	584,331	99.2

Notes: Format displays taxes collected by fiscal year of levy.
(a) Adjustments include mostly appeals.
(b) Revised from the previous CAFR.

TABLE 8
CITY AND COUNTY OF HONOLULU
RATIOS OF OUTSTANDING DEBT BY TYPE
FISCAL YEARS 2006 - 2015
(Amounts in thousands, except per capita)
(Unaudited)

	Primary Government											
	Governmental Activities					Business-Type Activities						
Fiscal Year	General Obligation Bonds (e)	Tax Exempt Commercial Paper	Special Assessment Bonds	Notes Payable	Capital Lease	General Obligation Bonds (e)	Revenue Bonds (e)	Tax Exempt Commercial Paper	Notes Payable	Total	Percentage of Personal Income (a)	Per Capita (a)
2015	$ 2,526,882	$ --	$ --	$ 1,933	$ 179	$ 608,195	$ 1,711,265	$ --	$ 245,287	$ 5,093,741	10.62 % (b)	$ 5,136 (d)
2014	2,164,048	--	--	2,476	718	587,947	1,757,422	--	245,345	4,757,956	9.92 (b)	4,821 (d)
2013	2,282,756	--	--	2,997	1,256	618,713	1,800,072	--	221,131	4,926,925	10.27 (b)	4,992 (c)
2012	2,058,766	--	--	3,497	1,795	601,245	1,664,206	--	222,509	4,552,018	9.68 (c)	4,660 (c)
2011	2,009,038	--	--	3,976	1,032	599,909	1,513,751	--	200,392	4,328,098	9.62 (c)	4,478 (c)
2010	1,956,660	--	--	4,436	1,032	405,784	1,324,666	--	193,103	3,885,681	8.99 (c)	4,063 (c)
2009	2,006,567	--	--	4,878	1,602	279,848	1,222,519	--	157,310	3,672,724	8.67 (c)	3,894 (c)
2008	1,810,946	76,863	--	5,302	1,898	254,172	1,230,245	837	114,847	3,495,110	8.42 (c)	3,743 (c)
2007	1,651,870	144,063	--	5,709	1,497	257,605	1,055,613	17,837	112,746	3,246,940	8.19 (c)	3,509 (c)
2006	1,723,608	52,763	290	6,100	--	297,384	838,168	11,837	68,338	2,998,488	8.00 (c)	3,235 (c)

NOTES:
(a) See TABLE 12 for personal income and population data.
(b) 2015 and 2014 Personal Income is not available. 2013 Personal Income was used instead.
(c) Revised from previous CAFR.
(d) 2015 Population is not available. 2014 Population was used instead.
(e) The amount of obligations for governmental and business-type activities include unamortized bond discount and unamortized bond premium.
Details regarding the City's outstanding debt can be found in the notes to the financial statements.

TABLE 9
CITY AND COUNTY OF HONOLULU
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
FISCAL YEARS 2006 - 2015
(Amounts in thousands, except per capita)
(Unaudited)

Fiscal Year	General Obligation Bonds (d)	Percentage of Net Taxable Property Value (a)	Per Capita (b)
2015	$ 3,135,077	1.80 %	$ 3,161 (c)
2014	2,751,994	1.73	2,775
2013	2,901,469	1.87	2,940
2012	2,660,011	1.73	2,723
2011	2,608,947	1.70	2,699
2010	2,362,444	1.43	2,470
2009	2,286,415	1.37	2,424
2008	2,065,118	1.24	2,212
2007	1,909,475	1.31	2,064
2006	2,020,992	1.77	2,180

NOTES:
(a) See TABLE 5 for net taxable property values.
(b) See TABLE 12 for population data.
(c) 2015 Population not available. 2014 Population was used instead.
(d) The amount of obligations include unamortized bond discount and unamortized bond premium.

Details regarding the City's outstanding debt can be found in the notes to the financial statements.

TABLE 10
CITY AND COUNTY OF HONOLULU
LEGAL DEBT MARGIN INFORMATION
FISCAL YEARS 2006 - 2015
(Amounts in thousands)
(Unaudited)

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Debt limit (a)	$ 26,150,333	23,864,359	23,300,063	23,038,893	$ 22,966,366	$ 24,867,312	$ 24,950,695	$ 25,053,710	$ 21,911,237	$ 17,115,432
Debt applicable to limit	2,315,550	2,060,876	2,165,157	1,995,105	1,962,761	1,901,277	1,946,593	1,840,700	1,748,261	1,721,099
Legal debt margin (b)	$ 23,834,783	21,803,483	21,134,906	21,043,788	$ 21,003,605	$ 22,966,035	$ 23,004,102	$ 23,213,010	$ 20,162,976	$ 15,394,333
Debt applicable to the limit as a percentage of debt limit	8.85%	8.64%	9.29%	8.66%	8.55%	7.65%	7.80%	7.35%	7.98%	10.06%

NOTES:
(a) State finance statutes limit the City's outstanding general debt to no more than 15 percent of the net assessed value of property.
(b) The legal debt margin is the City's available borrowing authority under state finance statutes and is calculated by subtracting the net debt applicable to the legal debt limit from the legal debt limit.

Legal Debt Margin Calculation for Fiscal Year 2015

Net assessed value	$ 174,335,550
Debt limit (15% of assessed value)	26,150,333
Debt applicable to limit	2,315,550
Legal debt margin	$ 23,834,783

TABLE 11
CITY AND COUNTY OF HONOLULU
PLEDGED REVENUE COVERAGE
FISCAL YEARS 2006-2015
(Amounts in thousands)
(Unaudited)

BOARD OF WATER SUPPLY

Fiscal Year	Gross Revenues	Less: Expenses (a)	Net Available Revenue	Debt Service Principal	Debt Service Interest	Total Debt Service	Coverage (b)
2015	$ 220,296	$ 136,707	$ 83,589	$ 7,810	$ 7,590	$ 15,400	5.43
2014	197,520	132,064	65,456	7,660	12,853	20,513	3.19
2013	184,372	130,092	54,280	7,335	13,169	20,504	2.65
2012	162,858	114,757	48,101	7,985	12,741	20,726	2.32
2011	154,527	109,301	45,226	6,710	14,213	20,923	2.16
2010	157,207	105,868	51,339	6,435	14,484	20,919	2.45
2009	145,239	108,948	36,291	6,165	14,749	20,914	1.74
2008	140,448	107,586	32,862	5,910	14,990	20,900	1.57
2007	125,733	87,038	38,695	5,690	15,190	20,880	1.85
2006	107,925	90,932	16,993	4,220	9,153	13,373	1.27

DEPARTMENT OF ENVIRONMENTAL SERVICES

Fiscal Year	Gross Revenues (c)	Less: Expenses (a)	Net Available Revenue	Debt Service Principal	Debt Service Interest	Total Debt Service	Coverage (b)
2015	$ 388,829	$ 146,172	$ 242,657	$ 39,510	$ 79,173	$ 118,683	2.04
2014	385,118	158,633	226,485	36,005	81,927	117,932	1.92
2013	368,860	164,487	204,373	34,450	77,654	112,104	1.82
2012	357,823	134,092	223,731	28,530	70,910	99,440	2.25
2011	344,188	124,129	220,059	19,190	59,326	78,516	2.80
2010	301,978	116,586	185,392	12,575	51,796	64,371	2.88
2009	257,587	99,995	157,592	7,635	56,339	63,974	2.46
2008	237,964	114,182	123,782	6,140	50,262	56,402	2.19
2007	174,960	75,410	99,550	3,710	37,810	41,520	2.40
2006	146,544	75,228	71,316	3,550	27,562	31,112	2.29

SPECIAL ASSESSMENT BONDS (e)

Fiscal Year	Gross Revenues	Less: Expenses (d)	Net Available Revenue	Debt Service Principal	Debt Service Interest	Total Debt Service	Coverage (b)
2015	$ --	$ --	$ --	$ --	$ --	$ --	--
2014	--	--	--	--	--	--	--
2013	--	--	--	--	--	--	--
2012	--	--	--	--	--	--	--
2011	--	--	--	--	--	--	--
2010	--	--	--	--	--	--	--
2009	--	--	--	--	--	--	--
2008	--	--	--	--	--	--	--
2007	393	--	393	290	10	300	1.31
2006	454	--	454	355	32	387	1.17

NOTES:
(a) As defined in applicable bond indenture, expenses are exclusive of depreciation and amortization of property values or losses.
(b) Net available revenue divided by total debt service.
(c) Includes interest on investments and excludes wastewater facility system charges.
(d) Expenses are absorbed by the general fund.
(e) Paid off in FY 2007.

TABLE 12
CITY AND COUNTY OF HONOLULU
DEMOGRAPHIC AND ECONOMIC STATISTICS
FISCAL YEARS 2006 - 2015
(Unaudited)

Fiscal Year Ended June 30	Resident Population as of July 1 (a)	Personal Income (Millions of dollars) (a)	Per Capita Personal Income (a)	School Enrollment (b)	Unemployment Rate (a)
2015	NA	NA	NA	118,463	NA
2014	991,788	NA	NA	122,195	4.1
2013	987,019 (c)	$ 47,980	$ 48,798	120,932	4.4 (c)
2012	976,746 (c)	47,043 (c)	48,250 (c)	119,477	5.4 (c)
2011	966,559 (c)	45,003 (c)	46,605 (c)	117,880	5.9 (c)
2010	956,336 (c)	43,220 (c)	45,202 (c)	118,534	6.0 (c)
2009	943,177	42,366 (c)	44,919 (c)	117,990	6.0 (c)
2008	933,680	41,501 (c)	44,449 (c)	119,005	3.8 (c)
2007	925,335	39,656 (c)	42,856 (c)	120,889	2.6 (c)
2006	926,954	37,489 (c)	40,443 (c)	122,673	2.5 (c)

NOTES:
(a) Per *The State of Hawaii Data Book 2014.*
(b) Enrollment figures for 2006-2015 obtained from *The State of Hawaii Data Book* , various years. Enrollment includes grade kindergarten to Grade 12, special education schools, nurseries and upgraded students in special schools. Only public schools are reported.
(c) Revised from previous CAFR.
NA - Not available

TABLE 13
CITY AND COUNTY OF HONOLULU
PRINCIPAL EMPLOYERS, STATE OF HAWAII
FISCAL YEARS 2005 - 2014
(Unaudited)

	2014			2013			2012			2011			2010		
Employer (a)	Employees	Rank	Percentage of Total State Employment	Employees	Rank	Percentage of Total State Employment (b)	Employees	Rank	Percentage of Total State Employment (b)	Employees	Rank	Percentage of Total State Employment (b)	Employees	Rank	Percentage of Total State Employment (b)
State of Hawaii	73,600	1	11.52%	72,200	1	11.65%	72,900	1	11.97%	71,400	1	11.61%	71,700	1	11.90%
Federal Government	33,200	2	5.20%	33,900	2	5.47%	34,900	2	5.73%	34,800	2	5.66%	34,800	2	5.78%
Local Governments	18,800	3	2.94%	18,700	3	3.02%	18,500	3	3.04%	18,500	3	3.01%	18,700	3	3.10%
The Queen's Health Systems	6,942	4	1.09%	5,587	6	0.90%	5,281	7	0.87%	5,134	7	0.83%	5,147	6	0.85%
Hawaii Pacific Health	6,485	5	1.01%	6,307	4	1.02%	5,809	4	0.95%	5,724	4	0.93%	5,490	4	0.91%
Starwood Hotels & Resorts Hawaii	5,659	6	0.89%	6,150	5	0.99%	5,500	5	0.90%	5,300	6	0.86%	5,092	7	0.85%
Hilton Hotels Hawaii Region	5,400	7	0.85%	5,400	7	0.87%	5,400	6	0.89%	5,400	5	0.88%	5,400	5	0.90%
Hawaiian Airlines Inc.	5,380	8	0.84%	5,249	8	0.85%	4,906	8	0.81%	4,314	9	0.70%	4,019	9	0.67%
Kaiser Foundation Health Plan & Hospitals	4,691	9	0.73%	4,371	9	0.71%	4,570	9	0.75%	4,478	8	0.73%	4,400	8	0.73%
Hawaiian Electric Industries Inc.	3,965	10	0.62%	3,966	10	0.64%	3,870	10	0.64%	3,654	10	0.59%	3,400	10	0.56%
Total	164,122		25.69%	161,830		26.12%	161,636		26.55%	158,704		25.80%	158,148		26.25%

	2009			2008			2007			2006			2005		
Employer (a)	Employees	Rank	Percentage of Total State Employment (b)	Employees	Rank	Percentage of Total State Employment (b)	Employees	Rank	Percentage of Total State Employment	Employees	Rank	Percentage of Total State Employment	Employees	Rank	Percentage of Total State Employment
State of Hawaii	73,700	1	12.57%	74,300	1	12.14%	72,400	1	11.67%	71,950	1	11.58%	71,150	1	11.68%
Federal Government	33,300	2	5.68%	32,200	2	5.26%	31,750	2	5.12%	31,850	2	5.12%	31,300	2	5.14%
Local Governments	18,650	3	3.18%	18,550	3	3.03%	17,950	3	2.89%	17,450	3	2.81%	17,200	3	2.82%
Proservice Hawaii Business Development Corp.	9,000	4	1.53%	8,000	5	1.31%	5,500	6	0.89%	4,800	6	0.77%	--	--	--
Hawaii Pacific Health	5,300	5	0.90%	5,200	6	0.85%	5,200	7	0.84%	5,500	5	0.88%	--	--	--
The Queen's Health Systems	5,059	6	0.86%	4,903	7	0.80%	4,834	8	0.78%	4,351	7	0.70%	3,673	9	0.60%
Kyo-ya Co. Ltd.	3,851	7	0.66%	3,639	10	0.59%	3,764	10	0.61%	3,807	9	0.61%	3,574	10	0.59%
Hawaii Health Systems Corp.	3,839	8	0.65%	3,752	9	0.61%	--	--	--	--	--	--	5,449	6	0.89%
Kaiser Foundation Health Plan & Hospitals	3,700	9	0.63%	4,403	8	0.72%	4,017	9	0.65%	3,969	8	0.64%	3,918	7	0.64%
Hawaiian Electric Industries Inc.	3,560	10	0.61%	--	--	--	--	--	--	--	--	--	--		--
Altres Inc.	--	--	--	9,869	4	1.61%	8,311	4	1.34%	7,438	4	1.20%	7,574	4	1.24%
NCL America	--	--	--	--	--	--	5,910	5	0.95%	3,582	10	0.58%	--	--	--
Starwood Hotels and Resorts Hawaii	--	--	--	--	--	--	--	--	--	--	--	--	5,500	5	0.90%
Aloha Airgroup, Inc.	--	--	--	--	--	--	--	--	--	--	--	--	3,701	8	0.61%
Total	159,959		27.27%	164,816		26.92%	159,636		25.74%	154,697		24.89%	153,039		25.11%

SOURCES:
The State of Hawaii Data Book (http://www.hawaii.gov/dbedt/).
Hawaii Business, magazine various years.
Pacific Business News - 2014 data
NOTES:
(a) State of Hawaii employees only.
(b) Total State employment count revised from prior CAFR.

TABLE 14
CITY AND COUNTY OF HONOLULU
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
FISCAL YEARS 2006 - 2015
(Unaudited)

	Full-time Equivalent Employees as of June 30									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Function										
General government										
Administration	497	472	461	480	478	491	547	538	532	531
Finance	437	431	410	405	398	419	475	439	425	414
Legal	314	327	325	308	304	314	314	318	307	310
Planning & Permitting	267	258	258	245	248	259	270	250	257	251
Design & Construction	223	221	226	228	227	226	228	216	209	204
Public Safety										
Police	2,595	2,556	2,574	2,519	2,551	2,570	2,625	2,601	2,569	2,537
Fire	1,116	1,074	1,089	1,114	1,099	1,083	1,092	1,098	1,091	1,076
Emergency Medical Services	161	155	146	151	147	145	144	136	129	134
Highways and Streets	639	622	598	596	585	604	651	631	631	616
Sanitation										
Solid Waste	583	600	572	622	585	302	145	363	348	336
Sewer	267	274	263	254	253	559	542	530	520	508
Health and Human Resources	409	394	403	397	403	411	404	397	391	416
Culture and Recreation	1,008	1,005	1,036	1,005	982	1,026	984	962	932	855
Total	8,516	8,389	8,361	8,324	8,260	8,409	8,421	8,479	8,341	8,188

NOTES:
Source: City and County of Honolulu, Department of Human Resources.

A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave). Full-time equivalent employment is calculated by dividing total labor hours by 2,080.

This table excludes the Board of Water Supply Employees.

TABLE 15
CITY AND COUNTY OF HONOLULU
OPERATING INDICATORS BY FUNCTION
FISCAL YEARS 2006 - 2015
(Unaudited)

Function	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Public Safety										
Police										
Part I number of arrests (a)	5,100	5,820	5,870	5,517	5,120	5,430	4,011	4,453	4,039	4,484
Part II number of arrests (a)	34,900	34,860	36,060	34,695	31,930	33,940	35,315	37,295	35,006	31,145
Parking violations	116,064 (d)	111,720 (d)	105,164 (d)	111,342 (d)	115,171 (d)	124,997 (d)	133,216 (d)	154,323 (d)	97,366 (c)	105,871 (c)
Traffic violations	256,943 (d)	181,750 (d)	187,376 (d)	189,591 (d)	203,052 (d)	197,820 (d)	198,746 (d)	173,762 (d)	240,220 (d)	183,205 (c)
Fire										
Fire department responses	16,421	20,334	19,830	19,923	18,436	16,254	16,152	15,728	16,021	15,859
Emergency medical responses	35,345	30,355	29,608	28,871	27,953	24,808	24,930	23,760	21,722	19,346
Inspections	53,419 (m)	77,492	68,888	63,424 (g)	73,302 (f)	67,542 (f)	70,268 (f)	66,947 (f)	190,536	191,333
Emergency Medical Services										
Ambulance responses	88,882	82,227	78,872	75,500	67,477	69,253	60,412	73,902	74,887	72,807
Refuse Collection										
Refuse collected (tons per year)	263,350	264,500	284,070	255,400	273,040	290,064	312,360	340,781	359,801	373,462
Recyclables collected (tons per year)	127,550	128,615	116,200	118,400	121,442	84,046	69,188	55,700	57,900	67,966
Other Public Works										
Street resurfacing in-house (lane miles)	8	4 (j)	18 (h)	8	19	57	60	51	38	43
Street resurfacing contract (miles)	214	270	315 (i)	180	149	319	76	91	75	120
First aid (tons of asphalt)	1,747	2,122	1,258	2,314	753	4,277	2,560	3,007	12,528	13,079
Potholes repaired	32,976	39,951	51,647	52,071	67,714	41,505	68,816	82,850	73,013	55,192
Parks and Recreation										
Park facility permits issued	15,260	15,494	16,696	12,029	16,549	15,520	18,611	15,136	21,522	18,912 (b)
Other Enterprise										
Rounds of golf	400,869	416,356	442,362	464,708	475,663	534,508	563,589	563,669	563,858	538,451
Zoo attendance	592,780	606,566	663,699	665,940	603,677	580,265	623,034	599,442	601,510	568,952
Water										
New connections	522	540 (l)	875 (k)(l)	1,069	962	1,075	1,262	1,370	1,926	1,925
Water main breaks	293	303	350	312	333	388	325	285	342	358
Average daily pumpage (millions of gallons)	144	136	141	139	130	148	145	148	152	148
Peak daily pumpage (millions of gallons)	159	161	168	151	157	171	179	179	175	187
Wastewater										
Average daily sewage treatment (millions of gallons)	105	105	100	100	105	104	108	107	105	112
Transit										
Total bus directional route miles	1,032	1,030	1,023	947	945	945	943	927	927	922
Total bus revenue miles	17,752,627	17,619,990 (e)	17,198,231	18,225,506	18,356,893	18,343,673	18,462,001	18,272,697	17,923,724	18,019,030
Bus passengers	71,094,063	66,285,449	69,242,214	76,296,482	73,765,232	73,158,620	77,329,670	69,759,895	71,749,456	70,384,355
Total paratransit revenue miles	5,565,742	5,193,703	5,082,596	5,150,671	4,955,876	4,960,022	4,999,735	4,833,262	4,608,289	4,322,045
Paratransit passengers	843,402	882,084	841,447	845,903	825,680	790,357	840,763	833,835	807,851	784,058

NOTES:
(a) The data is reported on a calendar year basis.
(b) The decrease is due to extended severe weather and the related Waikiki sewage spill.
(c) The count is based on tickets issued.
(d) The count is based on number of violations.
(e) Revised from previous CAFR.
(f) Beginning in FY 2007, the Honolulu Fire Department (HFD) changed methods of data collection to count fire prevention inspections. Inspection may now be completed over a two year period instead of one year. This method accounts for the decrease in number of inspections in 2008.
(g) The decrease is due to the workload for APEC preparation.
(h) The in-house resurfacing is measured in lane miles not linear miles of roadway. A lane mile is one mile of roadway 10 feet wide
(i) The increase resulted in the rehabiliation of local streets and the reporting has changed from a completion of a project to more of a real time recording of street resurfacing miles.
(j) The decrease resulted from the increased contract resurfacing work being performed by the Department of Design and Construction which there were less roadways that required in-house resurfacing work. Crews were diverted to perform other tasks such as Stored Property Enforcement, and storm drain cleaning work in order to ensure compliance with teh NPDES permit requirements.
(k) Corrected from the prior year CAFR.
(l) The decrease was due to the decrease in the completion of new sub divisions.
(m) The significant variance in the number of inspections are due to a computer system change, the increase in training and administrative assignments, and the change in inspection frequency (HFS132-6).

SOURCES:
City and County of Honolulu , various departments
State of Hawaii, District Court Administrator for parking and traffic violations.
NA: Not available.

TABLE 16
CITY AND COUNTY OF HONOLULU
CAPITAL ASSET STATISTICS BY FUNCTION
FISCAL YEARS 2006 - 2015
(Unaudited)

	Fiscal Year									
Function	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Public Safety										
Police										
Stations	12	12	12	12	11	12	12	12	11	11
Patrol units - City owned	406	325	333	346	473	328	331	300 (a)	363	332
Patrol units - privately owned (b)	1,356	1,329	1,311	1,334	1,312	1,357	1,276	1,428	1,293	1,313
Fire stations (c)	44	45	45	45	44	44	44	44	44	44
Emergency medical services stations	22	22	22	22	21	21	21	21	20	20
Refuse collection trucks	173	168	166	168	174	206	206	191	191	192 (d)
Other Public Works										
Streets (paved mile)	1,424	1,420	1,417	1,415	1,410	1,407	1,398	1,398	1,398	1,393
Streetlights	51,797	51,300	47,999	47,819	47,544	47,283	47,160	46,756	46,605	46,236
Storm sewers (miles)	732	728	725	723	718	715	706	706	706	702
Parks and Recreation										
Parks and recreational areas	286	284	284	283	288	288	287	284	282	277
Beach access/right of ways	90	70	90	90	90	90	90	90	90	83
Botanical gardens	5	5	5	5	5	5	5	5	5	5
Recreation buildings	93	93	93	93	93	93	93	93	93	93
Gymnasiums	25	25	25	24	24	24	24	24	24	24
Swimming pools	21	21	21	21	21	21	21	21	21	21
Baseball/softball fields	201	200	200	200	200	200	193	193	194	194
Basketball courts	205	202	205	200	200	220	220	220	220	220
Tennis courts	208	208	207	203	203	200	200	200	200	179
Volleyball courts	173	171	171	169	169	169	169	169	169	169
Soccer fields	80	80	80	80	80	80	80	80	80	80
Traffic related landscaped areas	150	150	149	149	149	149	149	149 (e)	90	86
Other Enterprise										
Golf courses	6	6	6	6	6	6	6	6	6	6
Zoological parks	1	1	1	1	1	1	1	1	1	1
Water										
Water mains (miles)	2,123	2,114	2,106	2,101	2,095	2,079	2,043	2,067	2,060	2,055
Fire hydrants	21,399	21,384	21,290	21,130	21,045	21,006	20,950	20,760	20,381	20,073
Storage capacity (millions of gallons)	197	190	190	184	182	182	182	182	183	182
Wastewater										
Sanitary sewers (miles)	2,010	2,010	2,010	2,087	2,100	2,143	2,152	2,113	2,191	2,191
Treatment capacity (millions of gallons)	152	152	152	152	152	152	152	152	152	151
Transit										
Buses	521	519	524	540	553	552	549	540	525	525
Paratransit vehicles	181	160	157	158	181	166	166	148	129	119
Traffic signal intersections (f)	837	834	830	827	825	823	819	799	790	787

SOURCE: City and County of Honolulu, various agencies.
NOTES:
(a) Decrease attributed to the retirement of mechanically obsolete and unsound vehicles.
(b) The number varies according to actual staffing of motorized patrol position.
(c) Includes one fireboat and one aircraft station.
(d) In fiscal year 2005, management decided to eliminate old trucks requiring excessive manpower and money to maintain.
(e) In 2008, Facility Maintenance assumed management of and subdivided some of the landscaped areas.
(f) Includes State traffic signals on Oahu that the City maintains.