

DAVID Y. IGE
GOVERNOR



RODERICK K. BECKER
COMPTROLLER
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DEPUTY COMPTROLLER

STATE OF HAWAII
DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES
P.O. BOX 119, HONOLULU, HAWAII 96810-0119

December 1, 2018

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

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

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

For your information and consideration, I am transmitting a copy of the Stadium Authority's Stadium Special Fund Annual Report for Fiscal Year 2017 – 2018 pursuant to Chapter 109-3, Hawaii Revised Statutes. In accordance with Section 93-16, Hawaii Revised Statutes, I am also informing you that the report may be viewed electronically at <http://ags.hawaii.gov/reports/legislative-reports/>.

Sincerely,

RODERICK K. BECKER
Comptroller

Enclosure

STATE OF HAWAII
DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES

ANNUAL REPORT OF
STADIUM AUTHORITY
STADIUM SPECIAL FUND

STATEMENT OF RECEIPTS, EXPENDITURES AND TRANSFERS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018
PURSUANT TO SECTION 109-3, HAWAII REVISED STATUTES

SUBMITTED TO
THE THIRTIETH STATE LEGISLATURE

Stadium Authority
Stadium Special Fund
Statement of Receipts, Expenditures, and Transfers
For the Fiscal Year Ended June 30, 2018

Beginning fund balance, July 1, 2017		\$ 3,825,697.62
Receipts		
Swap Meet	\$ 4,620,368.83	
Food and Beverage	1,131,154.44	
Parking	959,685.29	
Advertising	387,145.46	
Rent	325,046.66	
Interest	23,356.38	
Transfer from Public Works (return cash)	22,750.00	
Miscellaneous	160,455.32	7,629,962.38
Expenditures		
Personnel Services	(4,503,122.36)	
Utilities	(1,124,900.31)	
Services on a Fee Basis	(741,241.04)	
Central Services Assessment	(454,022.00)	
Repairs and Maintenance	(388,053.18)	
Supplies	(251,194.00)	
Miscellaneous	(105,239.58)	
Workers' Compensation	(72,369.74)	
Machinery and Equipment	(54,978.45)	
Insurance	(39,528.50)	
Unemployment	(18,559.51)	(7,753,208.67)
Transfer to stadium manager's discretionary fund		(1,723.06)
Ending fund balance, June 30, 2018		\$ <u><u>3,700,728.27</u></u>

Stadium Authority
Stadium Special Fund
Discussion on the Statement of Receipts, Expenditures, and Transfers
For the Fiscal Year Ended June 30, 2018

The balance in the stadium special fund (Fund) at June 30, 2018 was \$3,700,728.27. The operating results were comprised of the following significant components.

REVENUES

The Stadium's major sources of income are the swap meet and food and beverage concessions, which account for 61 percent and 15 percent of the total operating revenue respectively. Revenue earned from the swap meet and the food and beverage concessions was \$5.7 million in fiscal year 2018. Total revenue for the period was \$7,629,962.38.

EXPENDITURES

The Stadium's major expenditures were \$4.5 million in payroll costs and \$1.1 million in utility costs (telephone, electricity, water, sewer, and refuse). Payroll costs represented 58 percent and utility costs represented 15 percent of total expenditures. The total operating expenditure for the period was \$7,753,208.67.

To extend the useful life of Aloha Stadium, a multi-year health and safety capital improvement project (CIP) commenced in 2007. The Stadium Authority along with the Department of Accounting and General Services, Public Works Division, continue to prioritize various health and safety projects for Aloha Stadium.

This fiscal year the following projects were in progress: 1) repairing seat plates beneath seats in severely corroded areas on the Mauka and Makai stands and 2) reinforcing four electrical room floors at stair towers on the Mauka and Makai stands. Estimated completion of these projects is November 2018.

Health and safety project, phase five is scheduled to begin mid-February 2019 and continue to August 2019. Projects include: 1) seat plate repairs on northwest orange section of the stands 2) small deck plate repairs on concourse sections F, K, FF, and KK 3) connection repairs at top of blue level seats 4) fiberglass angles removal on lower and upper outer concourse and 5) supplemental support and corrosion mitigation on lower concourse near vomitories.