

Office of the Auditor
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Jan K. Yamane
Acting State Auditor
State of Hawai'i

Constitutional Mandate

The Office of the Auditor, pursuant to Article VII, Section 10 of the Hawai'i State Constitution, is required to conduct post-audits of the transactions, accounts, program and performance of departments, offices and agencies of the State and its political subdivisions, and to certify to the accuracy of all financial statements issued by the respective accounting officers.

Financial Audit of the Department of Accounting and General Services, State Parking Revolving Fund

Financial Statements, Fiscal Year Ended June 30, 2015

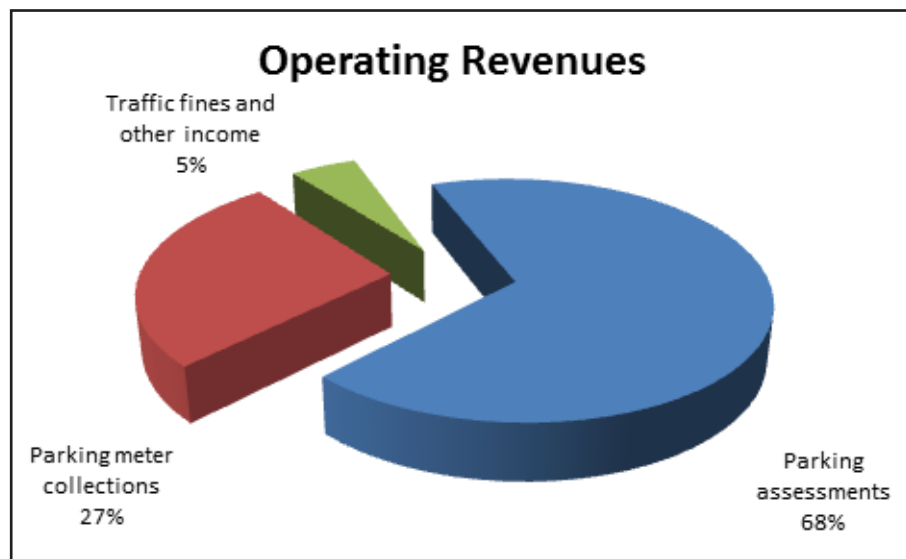
The primary purpose of the audit was to form an opinion on the fairness of the presentation of the financial statements for the Department of Accounting and General Services, State Parking Revolving Fund, as of and for the fiscal year ended June 30, 2015. The audit was conducted by Egami & Ichikawa CPAs, Inc.

About the Fund

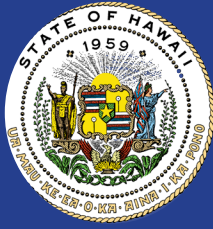
The State Parking Revolving Fund was established by Act 161, Session Laws of Hawai'i 1963. The fund is responsible for the assessment and collection of reasonable parking fees, installation of parking meters, and the restriction and control of parking on all state lands within the state comptroller's jurisdiction. All fees, charges, and other revenue collected are deposited into this fund. Moneys are expended, as necessary, to defray the cost of paving parking areas as well as the purchase and installation of parking meters on state lands within the state comptroller's jurisdiction.

Financial Highlights

For the fiscal year ended June 30, 2015, the fund reported total operating revenues of \$3.7 million and total operating expenses of \$4.5 million, resulting in a net operating loss of \$800,000. Operating revenues consisted of parking assessments of \$2.5 million, parking meter collections of \$1 million, and traffic fines and other income of \$200,000. Operating expenses consisted of depreciation of \$1.2 million, personnel services of \$1.7 million, repairs and maintenance of \$700,000, and other expenses of \$900,000.



Total assets of the fund exceeded total liabilities by \$14.8 million. Of this amount, there was an unrestricted net deficit of \$1.9 million. Total assets were \$18.8 million and total liabilities were \$4 million. Total assets were comprised of net capital assets of \$16.7 million, cash of \$1.8 million, and receivables and other assets of \$300,000. Total liabilities were comprised of pension liability of \$1.9 million, net other postemployment benefits other than pensions of \$1.5 million, and accrued and other liabilities of \$600,000.



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Auditors' Opinion

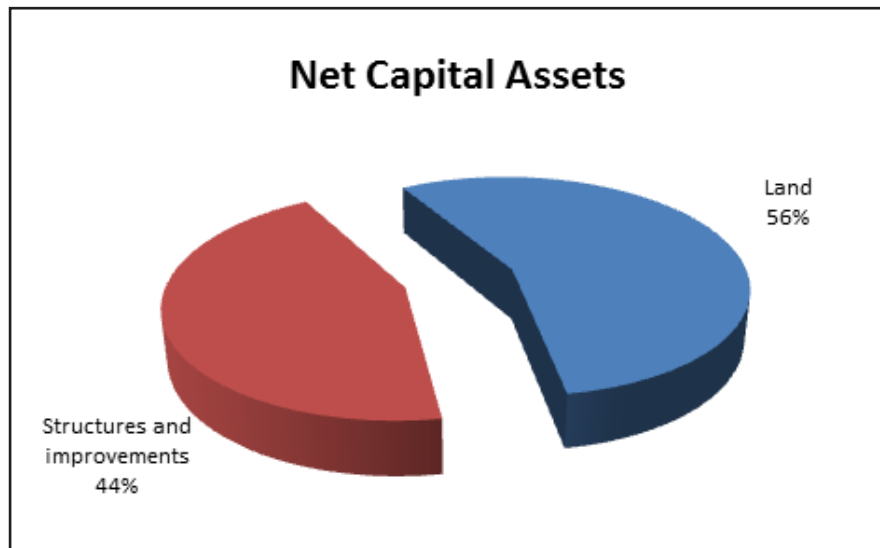
Financial Statements: +
Unmodified opinion

Issues of Concern

Material Weaknesses
0
Significant Deficiencies
0

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<http://auditor.hawaii.gov/>

Capital assets are used to provide parking for employees, contractors with state-related business, and the public. Net capital assets consist of land of \$9.3 million and structures and improvements of \$7.4 million.



Auditors' Opinion

The fund received an unmodified opinion that the financial statements were presented fairly, in all material respects, in accordance with generally accepted accounting principles.

Findings

There were no reported deficiencies in internal control over financial reporting that were considered to be material weaknesses and no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

For the complete report and financial statements visit our website at:
http://files.hawaii.gov/auditor/Reports/2015_Audit/Parking2015.pdf