



Office of the Auditor
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Jan K. Yamane
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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 Motor Pool Revolving Fund

Financial Statements, Fiscal Year Ended June 30, 2014

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 Motor Pool Revolving Fund, as of and for the fiscal year ended June 30, 2014. The audit was conducted by Egami & Ichikawa CPAs, Inc.

About the Fund

The State Motor Pool Revolving Fund was established pursuant to Act 77, Session Laws of Hawai'i 1963. The fund is responsible for providing safe and economical transportation for the personnel of state departments and agencies requiring the use of passenger vehicles in connection with official state business. All moneys collected are used for the acquisition, operation, repair, maintenance, storage, and disposition of all state-owned vehicles assigned to the State Motor Pool.

Financial Highlights

For the fiscal year ended June 30, 2014, the fund reported total operating revenues of \$2.5 million and total operating expenses of \$2.3 million. Motor vehicle rentals represented 92 percent or \$2.3 million of the fund's total operating revenue and motor vehicle repairs represented the remaining 8 percent or \$200,000. Operating expenses were comprised of vehicle-related costs of \$1.5 million and personnel services of \$800,000.



Total assets of the fund exceeded total liabilities by \$3.7 million. Of this amount, \$900,000 is unrestricted and may be used to finance day-to-day operations without any constraints established by debt or other legal requirements. Total assets were \$4.6 million and total liabilities were \$900,000. Total assets were comprised of cash and cash equivalents of \$1.5 million, net capital assets of \$2.8 million, and receivables and other assets of \$300,000.



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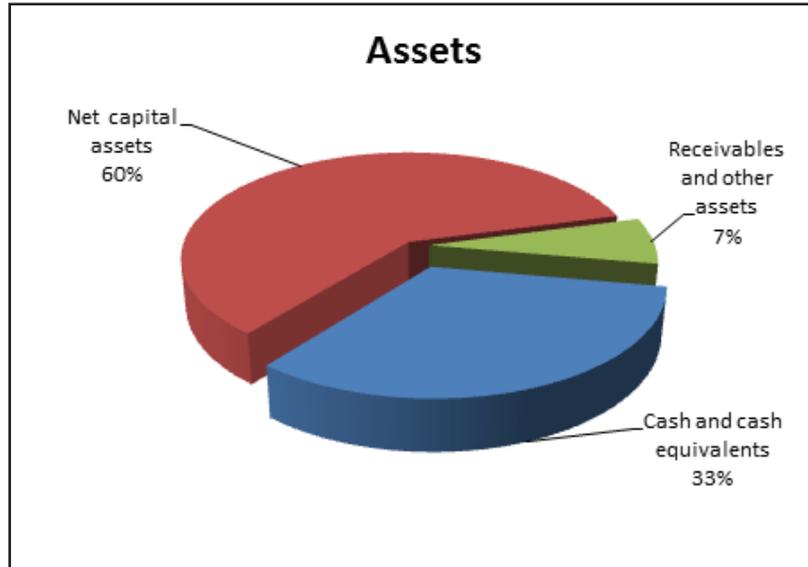
Auditors' Opinion

Financial Statements: +
Unmodified opinion

Issues of Concern

Material Weaknesses
0
Significant Deficiencies
0

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



Auditors' Opinion

The fund received an unmodified opinion that the basic 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/2014_Audit/MotorPool2014