

Auditor's Summary

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

Financial Statements, Fiscal Year Ended June 30, 2016



PHOTO: OFFICE OF THE AUDITOR

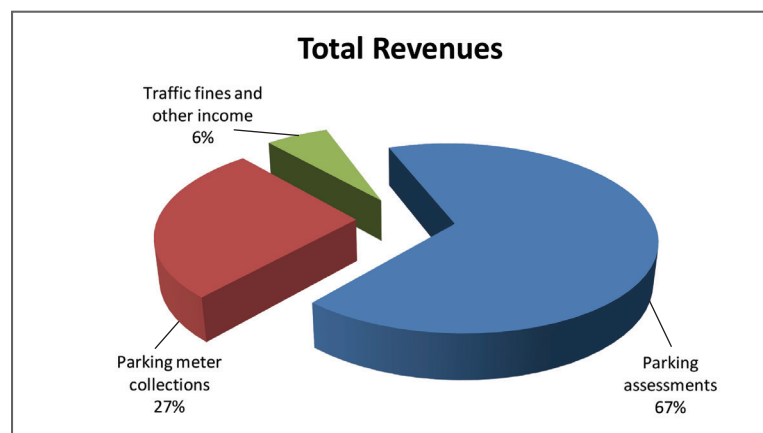
THE PRIMARY PURPOSE of the audit was to form an opinion on the fairness of the presentation of the financial statements for the Department of Accounting and General Services, State Parking Revolving Fund, as of and for the fiscal year ended June 30, 2016. The audit was conducted by Egami & Ichikawa CPAs, Inc.

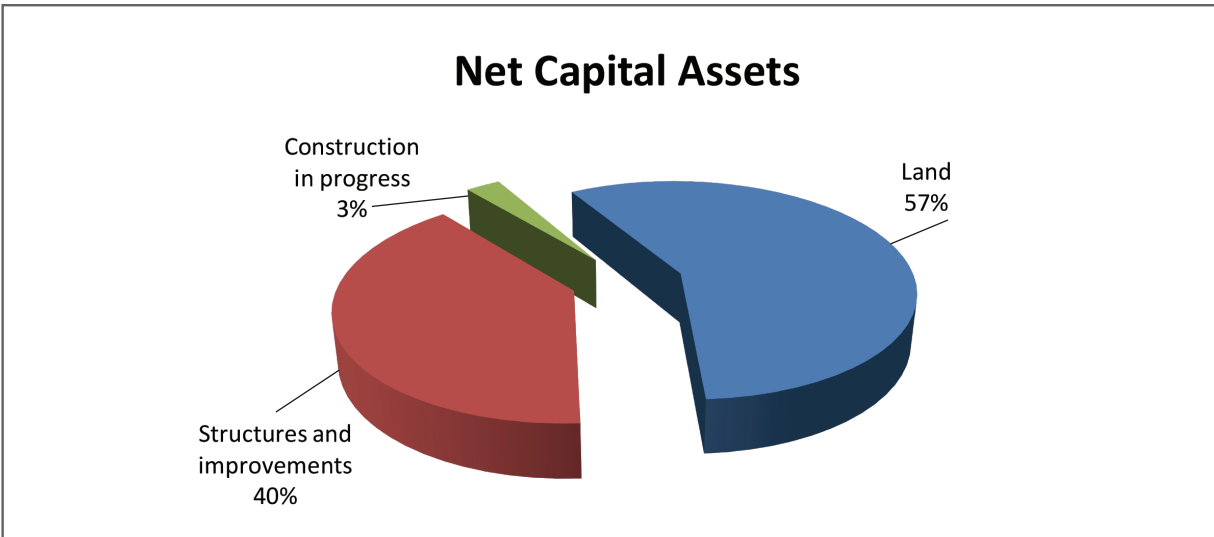
About the Fund

THE STATE PARKING Revolving Fund was established by Act 161, Session Laws of Hawai'i 1963 (codified as Section 107–11 of the Hawai'i Revised Statutes). The purpose of this fund is 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, 2016, the fund reported total revenues of \$3.8 million and total expenses of \$4.4 million, resulting in a net loss of \$600,000. Total revenues consisted of parking assessments of \$2.5 million, parking meter collections of \$1 million, and traffic fines and other income of \$300,000. Total expenses consisted of depreciation of \$1 million, personnel services of \$1.7 million, repairs and maintenance of \$900,000, and other expenses of \$800,000.





As of June 30, 2016, total assets of the fund exceeded total liabilities by \$14 million. Of this amount, there was an unrestricted net deficit of \$2.4 million. Total assets were \$18.7 million and total liabilities were \$4.7 million. Total assets were comprised of net capital assets of \$16.2 million, cash of \$2 million, and receivables and other assets of \$500,000. Total liabilities were comprised of pension liability of \$2 million, net other post-employment benefits other than pensions of \$1.8 million, and accrued and other liabilities of \$900,000.

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, structures and improvements of \$6.5 million, and construction in progress of \$400,000.

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/2016_Audit/Parking2016.pdf
