

Auditor's Summary

Financial Audit of the Hawai'i Community Development Authority

Financial Statements, Fiscal Year Ended June 30, 2024



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 Hawai'i Community Development Authority, as of and for the fiscal year ended June 30, 2024. The audit was conducted by KKDLY LLC.

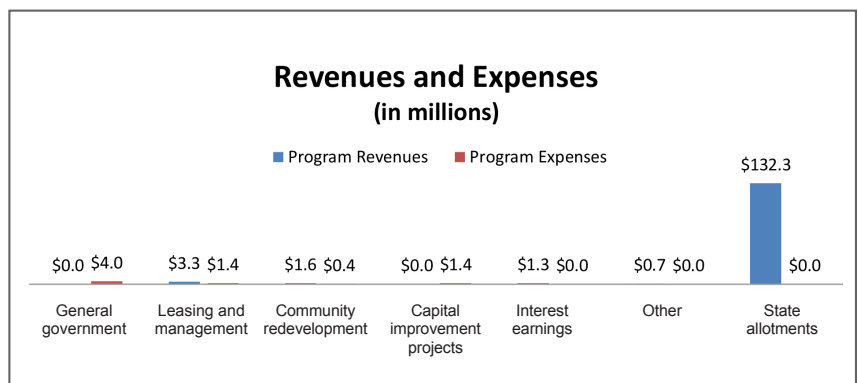
About the Authority

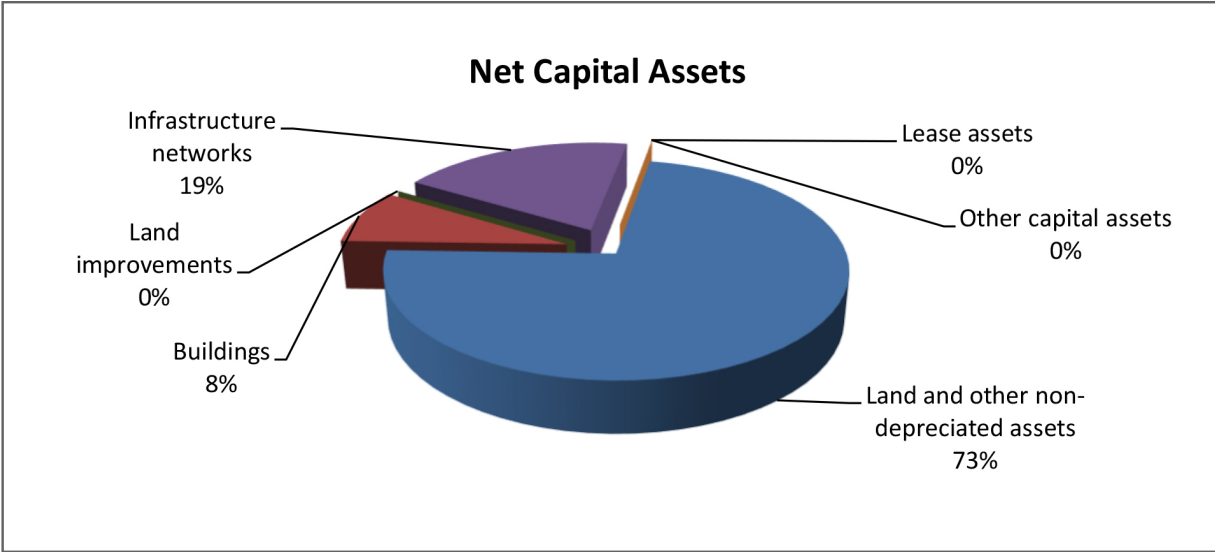
The Hawai'i Community Development Authority (HCDA) was established in 1976 by Chapter 206E, Hawai'i Revised Statutes, to establish community development plans in community development districts, to determine community development programs, and to cooperate with private enterprises and various components of federal, state, and county governments to bring community plans to fruition. HCDA is administratively attached to the Department of Business, Economic Development and Tourism.

Financial Highlights

FOR THE FISCAL YEAR ended June 30, 2024, HCDA reported total revenues of \$139.2 million and total expenses of \$7.3 million resulting in an increase in net position of \$131.9 million. Revenues consisted of (1) leasing and management activities of \$3.3 million, (2) community redevelopment activities of \$1.6 million, (3) investment earnings of \$1.3 million, (4) net state appropriations of \$132.3 million, and (5) other revenue of \$700,000.

The following graph illustrates a comparative breakdown of HCDA's revenues and expenses.





As of June 30, 2024, total assets and deferred outflows of resources of \$293.4 million exceeded total liabilities and deferred inflows of resources of \$34.1 million resulting in a net position of \$259.3 million.

Of the net position balance of \$259.3 million, \$32.6 million is unrestricted and may be used to meet ongoing expenses, \$129.6 million is restricted for capital projects, and \$97.1 million is invested in net capital assets. The agency reported total assets and deferred outflows of resources comprised of (1) net capital assets of \$97.6 million, (2) cash of \$35.2 million, and (3) receivables, other assets, and deferred outflows of resources of \$160.6 million.

Auditors' Opinion

HCDA RECEIVED AN UNMODIFIED OPINION that its 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*.



Link to the complete report:

Financial Audit

https://files.hawaii.gov/auditor/Reports/2024_Audit/HCDA2024.pdf