

March 18, 2021

VIA EMAIL

The Honorable Ronald D. Kouchi
Senate President
415 South Beretania Street
Hawai'i State Capitol, Room 409
Honolulu, Hawai'i 96813

VIA EMAIL

The Honorable Scott K. Saiki
Speaker, House of Representatives
415 South Beretania Street
Hawai'i State Capitol, Room 431
Honolulu, Hawai'i 96813

RE: Financial and Compliance Audit of the O'ahu Metropolitan Planning Organization

Dear President Kouchi and Speaker Saiki:

The audit report on the financial statements and compliance of the O'ahu Metropolitan Planning Organization for the fiscal year ended June 30, 2020, was issued on February 12, 2021. The Office of the Auditor retained Accuity LLP to perform the financial and compliance audit. For your information, we are attaching a copy of the two-page Auditor's Summary of the financial and compliance audit report.

You may view the financial and compliance audit report and Auditor's Summary on our website at:

http://files.hawaii.gov/auditor/Reports/2020_Audit/DOT_OMPO2020.pdf; and

http://files.hawaii.gov/auditor/Reports/2020_Audit/OMPO_Summary_2020.pdf.

If you have any questions about the report, please contact me.

Very truly yours,

Leslie H. Kondo
State Auditor

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Attachment

ec/attach (Auditor's Summary only): Senators

Representatives

Carol Taniguchi, Senate Chief Clerk

Brian Takeshita, House Chief Clerk

Auditor's Summary

Financial and Compliance Audit of the O'ahu Metropolitan Planning Organization

Financial Statements, Fiscal Year Ended June 30, 2020



PHOTO: OAHU METROPOLITAN PLANNING ORGANIZATION

THE PRIMARY PURPOSE of the audit was to form an opinion on the fairness of the presentation of the financial statements for the O'ahu Metropolitan Planning Organization, as of and for the fiscal year ended June 30, 2020, and to comply with the requirements of Title 2, U.S. Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), which established audit requirements for state and local governmental units that receive federal awards. The audit was conducted by Accuity LLP.

About the Organization

Federal highway and transit statutes require urbanized areas greater than 50,000 in population to designate a metropolitan planning organization as a condition for spending Federal highway or transit funds. O'ahu Metropolitan Planning Organization (OahuMPO) is the designated metropolitan planning organization for the island of O'ahu. OahuMPO was established by agreement between the Governor of the State of Hawai'i and the Chairperson of the City Council of the City and County of Honolulu and serves as the decision making body responsible for carrying out continuing, comprehensive, and cooperative transportation planning and programming for the island of O'ahu.

Financial Highlights

FOR THE FISCAL YEAR ended June 30, 2020, OahuMPO reported total revenues of approximately \$2.2 million and total expenses of approximately \$2.2 million, resulting in minimal change in net position. Revenues consisted of \$1.76 million from federal grants and \$439,000 in contributions from the State of Hawai'i and City and County of Honolulu.

Total expenses consisted of (1) \$147,000 for transportation forecasting and long-range planning, (2) \$218,000 for short-range transportation system and demand management planning, (3) \$37,000 for transportation monitoring and analysis, (4) \$254,000 for emergency management, and (5) \$1.57 million for program coordination and administration.

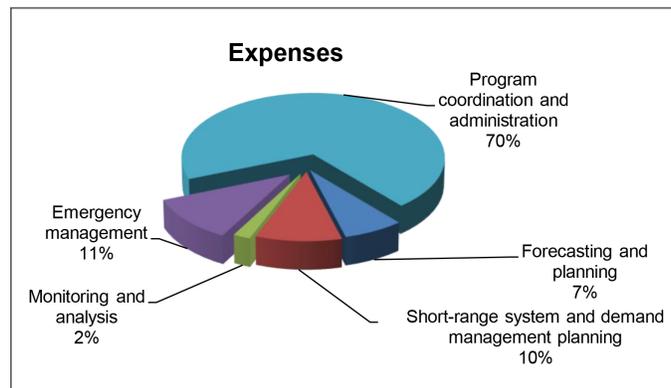
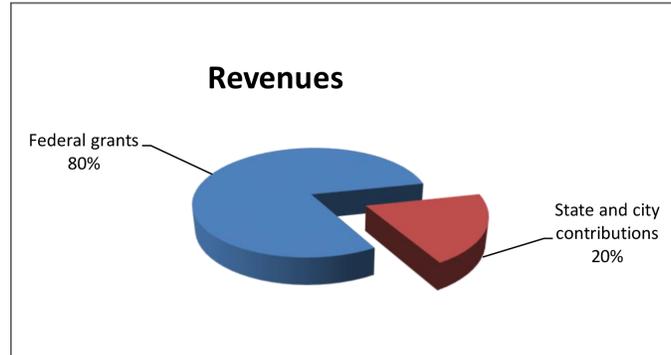
As of June 30, 2020, total assets exceeded total liabilities by \$511,000. Total assets of \$1.8 million included cash of \$504,000 and receivables and other assets of \$1.3 million.

Auditors' Opinions

OahuMPO RECEIVED AN UNMODIFIED OPINION that its financial statements were presented fairly, in all material respects, in accordance with generally accepted accounting principles. OahuMPO received an unqualified opinion on its compliance with major federal programs in accordance with the *Uniform Guidance*.

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*. There were no findings that are considered material weaknesses in internal control over compliance in accordance with the *Uniform Guidance*. Findings identified in the prior year audit have been resolved.



For the complete report and financial statements visit our website at:
https://files.hawaii.gov/auditor/Reports/2020_Audit/DOT_OMPO2020.pdf