



EDWIN S.W. YOUNG  
CITY AUDITOR

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# OFFICE OF THE CITY AUDITOR

## City and County of Honolulu

### State of Hawai'i

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December 31, 2015

The Honorable Ernest Y. Martin, Chair  
and Members  
Honolulu City Council  
530 South King Street, Room 202  
Honolulu, Hawai'i 96813

Subject: **Office of the City Auditor's Quarterly Report as of December 31, 2015**

This report provides the Honolulu City Council with an update on the activities of the Office of the City Auditor and summarizes our Fiscal Year 2015-16 Work Plan activities.

#### **Projects Completed**

- **Audit of the Environmental Services Wastewater Contracts and Procurement Practices (Resolution 12-150, CD1).** This audit addresses the H-Power facility and Covanta contracts. Future audits will address audits of Environmental Services Collection and Disposal Systems and selected consent decree projects. Audit report issued December 2015.
- **National Citizen Survey (NCS)<sup>TM</sup> City and County of Honolulu (2015). Project completed. Results will be released with SEA report.**
  - **National Citizen Survey (NCS)<sup>TM</sup> City and County of Honolulu (2015) Community Livability Report**
  - **National Citizen Survey (NCS)<sup>TM</sup> City and County of Honolulu (2015) Dashboard Summary of Findings Report**
  - **National Citizen Survey (NCS)<sup>TM</sup> City and County of Honolulu (2015) Trends Over Time Report**
  - **National Citizen Survey (NCS)<sup>TM</sup> City and County of Honolulu (2015) Technical Appendices**
- **Peer review of Office of the City Auditor, Honolulu.** OCA passed peer review. Project completed.
- **Peer review of Clark County, Nevada completed.**

#### **Projects in Process**

- **Audit of the City's Information Technology Security and Risk Management.** Field work completed. Draft report sent to management for discussion.
- **Audit of the City's Para-transit Service (Resolution 14-69, FD1).** Field work completed. Draft report underway.
- **Audit of the Honolulu Rail Transit Project (Resolution 15-90).** Fieldwork underway.

- **Service Efforts and Accomplishments (SEA) Report (FY 2015).** Report contains citywide and department specific statistics, information and data on city missions, goals, services and programs. Report quantifies inputs, outputs, performance measures, comparisons, and trends over five years. This is the sixth SEA for Honolulu. Project underway.
- **Comprehensive Annual Financial Report (CAFR).** Financial audit of city and county financial statements for FY2015. Audit by external auditors under OCA contract is underway. GASB related issues being resolved. City financials and CAFR audit results delayed. Other CAFR related financial audit reports delayed include:
  - **City and County of Honolulu - Public Transportation System - Bus and Paratransit Operations, Financial Statements and Supplemental Schedules, June 30, 2015**
  - **City and County of Honolulu - Sewer Fund Financial Statements, June 30, 2015**
  - **Financial Audit of the City and County of Honolulu for Fiscal Year Ended June 30, 2015 - Management Letter**
  - **Single Audit of Federal Financial Assistance Programs**

**Self-Initiated Projects (Not Started)**


- **Citizen-Centric Report 2015**
- **Audit of City Sewer, Refuse Collection, and Disposal Charges**
- **Review of City Fire Operations**
- **Review of City Public Building and Electrical Maintenance**
- **Audit of City Grants Recipients**
- **Audit Recommendations Status Report.** Follow-up of prior outstanding audit recommendations.
- **Audit of P-Card Purchases.** Ongoing review of FY2015/FY2016 p-card purchases.
- **Office of the City Auditor Annual Report**

**Outstanding Council Resolutions**

- **Audit of the City's Section 8 Tenant-Based Assistance Program (Resolution 15-281, FD1).**
- **Audit of the City's Recycling Program (Resolution 15-315).**

We will continue to provide the Honolulu City Council and the public with information on city programs and operations in support of the openness and transparency in government initiatives. We will also continue the important work of pursuing accountability, efficiency, effectiveness, and economy in government operations for the City and County of Honolulu.

Respectfully Submitted,

  
 Edwin S.W. Young  
 City Auditor

c: Mayor Kirk Caldwell  
 Roy Amemiya, Jr., Managing Director  
 Nelson Koyanagi, Jr., Director, Department of Budget and Fiscal Services  
 Glen Takahashi, City Clerk  
 Charmaine Doran, Director, Office of Council Services