



EDWIN S.W. YOUNG
CITY AUDITOR

OFFICE OF THE CITY AUDITOR

City and County of Honolulu

State of Hawai'i

March 31, 2016

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 March 31, 2016**

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 City's Paratransit Service (Resolution 14-69, FD1).** Final report issued March 2016.
- **Comprehensive Annual Financial Report (CAFR).** Financial audit of city and county financial statements for FY2015. Audit by external auditors under OCA contract completed and GASB related issues that caused delays resolved. CAFR issued March 2016.
- Other CAFR related financial audit reports completed and released in March 2016:
 - **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**
 - **Single Audit of Federal Financial Assistance Programs**
- **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. Report issued March 2016.
- **National Citizen Survey (NCS) City and County of Honolulu.** Project completed. Results released March 2016.
 - **National Citizen Survey (NCS)TM City and County of Honolulu (2015) Community Livability Report**
 - **National Citizen Survey (NCS)TM City and County of Honolulu (2015) Dashboard Summary of Findings Report**

- **National Citizen Survey (NCS)™ City and County of Honolulu (2015) Trends Over Time Report**
- **National Citizen Survey (NCS)™ City and County of Honolulu (2015) Technical Appendices**
- **Citizen-Centric Report 2015.** Released March 2016.
- **Audit of the Environmental Services Wastewater Contracts and Procurement Practices (Resolution 12-150, CD1).** This audit addresses the H-Power facility and Covanta contracts. Audit report issued December 2015.
- **Peer review of Office of the City Auditor, Honolulu.** Peer review completed November 2015. OCA passed peer review.
- **Peer review of Clark County, Nevada.** Completed August 2015.

Projects in Process

- **Management Letter – Financial Audit of the City and County of Honolulu for the Fiscal Year Ended June 30, 2015.** CAFR related financial audit reports delayed due to new interpretation of GASB rules.
- **Audit of the City's Information Technology Security and Risk Management.** Field work completed and draft report sent to management for discussion. Resolving management comments.
- **Audit of the Honolulu Rail Transit Project (Resolution 15-90).** Fieldwork completed. Draft report sent to management for discussion.
- **Audit Recommendations Status Report.** Follow-up of prior outstanding audit recommendations.
- **Audit of the City's Bulky Item Collection Service**
- **Audit of the City's Section 8 Tenant-Based Assistance Program (Resolution 15-281, CD1)**
- **Audit of the City's Recycling Program (Resolution 15-315).**
- **Audit of the Environmental Services Wastewater Contracts and Procurement Practices (Resolution 12-150, CD1).** This audit addresses Synagro and Beachwalk projects.

Self-Initiated Projects (Not Started)

- **Review of City Fire Operations**
- **Review of City Public Building and Electrical Maintenance**
- **Audit of City Grants Recipients**
- **Audit of P-Card Purchases**
- **Office of the City Auditor Annual Report**

Outstanding Council Resolutions

- **Audit of How Domestic Violence Cases Are Handled, Processed and Resolved (Resolution 16-1)**

Other Projects

- **Peer Review of Office of the City Auditor, Honolulu**
- **Other projects as requested by the City Council**

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