

HART

HONOLULU AUTHORITY for RAPID TRANSPORTATION

HART Audit April 14, 2016

HART Audit



City and County of Honolulu

Office of the City Auditor

Aloha and Welcome!

Welcome to the City and County of Honolulu's Office of the City Auditor's website. This site reflects our continuing effort to communicate useful and timely information to city officials and public stakeholders regarding my office and the work that we do. ***Our goal is to provide independent and objective analyses, along with recommendations to help promote accountability, efficiency and effectiveness within Honolulu's city services*** (emphasis added). We hope you will find our information useful.



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MBA, MS, CIA, CFE, CGFM, CRMA
City Auditor

Independence

To ensure the objectivity of the Office of the City Auditor, ***the charter requires that the City Auditor be independent of the mayor and the city council*** (emphasis added). The charter further enhances the auditor's independence through a six-year appointment by council, with removal from office for cause by a two-thirds vote of the council. While the council can recommend audit topics, the City Auditor determines the work program for the office. The Office of the City Auditor administratively reports to the City Council of Honolulu.

Professional Standards

As required by the city charter, we adhere to very rigorous and demanding professional auditing requirements described in Government Auditing Standards, or more commonly referred to as GAGAS or the Yellow Book. These standards include ***requirements for planning our work, ensuring that our staff is properly trained and supervised, determining our rationale for the objectives, scope and methodology, selecting the criteria we use to evaluate the audit subject, and ensuring that our evidence is sufficient, relevant, and competent*** (emphasis added).

Last Reviewed: November 14, 2013

HART Audit

Audit of the Honolulu Authority For Rapid Transportation (HART)

A Report to the
Mayor
and the
City Council
of Honolulu

Submitted by

THE CITY AUDITOR
CITY AND COUNTY
OF HONOLULU
STATE OF HAWAII

Report No. 16-XX
April 2016

Not For Release Without City Auditor's Authorization
Confidential Draft Report

HART Audit

- Flawed process
 - Confidentiality not honored
 - Timeline rushed
- Flawed content
 - Factually inaccurate

HART Audit

The City auditor's team checked hundreds of HART documents. None of the documents the auditor examined showed any money misspent, and all money was present and accounted for.

HART Audit

- HART regularly updates its financial plans based on the most current information and in conjunction with the FTA

HART Audit

- HART saved \$38M by repackaging the Westside Station Group Contract

HART Audit

➤ HART has filled key vacancies

HART Audit

- HART's current office occupancy rate is 88%

HART Audit

- City paid design-build offerors stipends for proposal preparation as allowed by law and is an industry best practice

HART Audit

- HART regularly and accurately reports General Excise Tax (GET) receipts and forecasts

HART Audit

- Items of Agreement
 - Fill key vacancies
 - Improve contract administration
 - Increase staff training

Mahalo!



HONOLULU RAIL TRANSIT