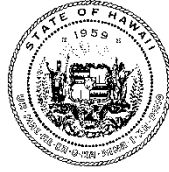


DAVID Y. IGE
GOVERNOR



RODERICK K. BECKER
COMPTROLLER
AUDREY HIDANO
DEPUTY COMPTROLLER

STATE OF HAWAII
DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES
P.O. BOX 119, HONOLULU, HAWAII 96810-0119

Comptroller's Certification

The Director
Department of Budget and Finance:

We have verified the Hawaii Authority for Rapid Transportation's (HART) compliance with Hawaii Revised Statutes (HRS) §46-16.8 (e) for capital costs in invoices submitted to the Comptroller by HART in the accompanying Schedule of Invoices. Management of HART is responsible for HART's compliance with HRS §46-16.8 (e). Our responsibility is to verify the invoices for capital costs comply with HRS §46-16.8 (e).

As more fully described in Note 2 to the accompanying Schedule of Invoices, our verification procedures involved procedures to obtain evidence about whether the invoices submitted by HART for the capital costs of a locally preferred alternative for a mass transit project comply with HRS §46-16.8 (e). We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our conclusion.

Our verification procedures do not provide a legal determination of HART's compliance with HRS §46-16.8 (e).

Based on the results of our verification procedures performed, the invoices for capital costs in the accompanying Schedule of Invoices comply with HRS §46-16.8 (e).

A handwritten signature in black ink, appearing to read "Roderick K. Becker".

Roderick K. Becker
Comptroller
October 18, 2018

HONOLULU AUTHORITY FOR RAPID TRANSPORTATION

Schedule of Invoices

<u>Vendor</u>	<u>Contract No.</u>	<u>Invoice No.</u>	<u>Amount</u>
Ansaldo Honolulu JV	CT-1200106	00077	\$ 3,604,515.65
Ansaldo Honolulu JV	CT-1200106	00078	3,794,287.65
Ansaldo Honolulu JV	CT-1200106	00079	5,024,880.60
Ansaldo Honolulu JV	CT-1200106	00080	5,878,686.45
Hawaiian Dredging Construction Company, Inc.	CT-1500236	00021	1,664,442.88
Hawaiian Dredging Construction Company, Inc.	CT-1500236	00022	1,946,626.39
Hawaiian Dredging Construction Company, Inc.	CT-1500236	00023	1,927,075.06
Hawaiian Dredging Construction Company, Inc.	CT-1500236	00024	1,784,804.21
Hawaiian Dredging Construction Company, Inc.	CT-1500236	00026	3,043,928.71
Lea + Elliott, Inc.	SC-1400049	00090	725,063.35
Lea + Elliott, Inc.	SC-1400049	00092	640,187.20
Lea + Elliott, Inc.	SC-1400049	00094	590,202.08
Nan, Inc.	CT-1500503	00019	1,851,203.32
Nan, Inc.	CT-1500503	00020	1,008,144.62
Nan, Inc.	CT-1500503	00021	989,319.68
Nan, Inc.	CT-1500503	00022	1,538,337.39
Nan, Inc.	CT-1600152	00020	2,810,027.55
Nan, Inc.	CT-1800101	00001	264,511.25
Nan, Inc.	CT-1800101	00002	956,733.22
Nan, Inc.	CT-1800101	00003	496,726.56
Nan, Inc.	CT-1800101	00004	768,381.45
PGH Wong Engineering, Inc.	SC-1400050	00167	223,386.08
PGH Wong Engineering, Inc.	SC-1400050	00171	234,490.65
PGH Wong Engineering, Inc.	SC-1400050	00172	615,578.05
PGH Wong Engineering, Inc.	SC-1400050	00173	714,194.40
PGH Wong Engineering, Inc.	SC-1400050	00174	370,834.32
PGH Wong Engineering, Inc.	SC-1400050	00175	593,744.00
PGH Wong Engineering, Inc.	SC-1400050	00176	221,868.20
Schindler Elevator Corporation	CT-1300318	00046	546,207.62
Schindler Elevator Corporation	CT-1300318	00047	1,302,567.62
Shimmick/Traylor/Granite, JV	CT-1600385	00018	12,027,100.19
Shimmick/Traylor/Granite, JV	CT-1600385	00019	20,011,869.60
Stantec Consulting Services, Inc.	SC-1600008	00054	892,684.01
Stantec Consulting Services, Inc.	SC-1600008	00055	668,892.68
Stantec Consulting Services, Inc.	SC-1600008	00056	730,668.10
Stantec Consulting Services, Inc.	SC-1600008	00057	593,783.30
Stantec Consulting Services, Inc.	SC-1600008	00058	736,597.90
Stantec Consulting Services, Inc.	SC-1600008	00059	633,639.93
Stantec Consulting Services, Inc.	SC-1600008	00060	<u>934,583.54</u>
			<u>\$83,360,775.46</u>

The accompanying notes are an integral part of the Schedule of Invoices.

HONOLULU AUTHORITY FOR RAPID TRANSPORTATION

Notes to Schedule of Invoices

1. Organization

The Honolulu Authority for Rapid Transportation (HART) is a semi-autonomous government unit of the City and County of Honolulu (City) which came into being pursuant to the Revised Charter of the City and County of Honolulu (RCH). HART is authorized under the RCH to develop, operate, maintain, and expand the City guideway system.

2. Hawaii Revised Statutes §46-16.8 (e) and §40-81.5

Hawaii Revised Statutes (HRS) §46-16.8 (e) provides for the use of surcharge revenues received from the State of Hawaii (State) for capital costs of a locally preferred alternative for a mass transit project provided that revenues derived from the county surcharge of State tax shall not be used:

(1) To build or repair public roads or highways, bicycle paths, or support public transportation systems already in existence prior to July 12, 2005;

(2) For operating or maintenance costs of a mass transit project or any purpose not consistent with this subsection; or

(3) For administrative or operating, marketing, or maintenance costs, including personnel costs, of a rapid transportation authority (Authority) charged with the responsibility for constructing, operating or maintaining the mass transit project.

HRS §40-81.5 requires the Comptroller, upon request for payment by the rapid transportation authority, to verify that the Authority's invoices for capital costs of a locally preferred alternative for a mass transit project comply with HRS §46-16.8 (e). After submission of invoices by the Authority for capital costs of a locally preferred alternative for a mass transit project are verified by the Comptroller as an acceptable use of funds pursuant to a surcharge on State tax authorized pursuant to HRS §46-16.8, the Comptroller shall submit a certification statement, including any appropriate supporting documents, to the State Department of Budget and Finance for allocation of funds, if available. The certification statement shall include, at a minimum, the total amount contained in the invoices for capital costs that are verified as an appropriate use of funds pursuant to HRS §46-16.8 (e).