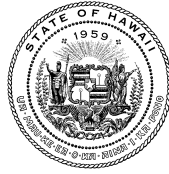


DAVID Y. IGE  
GOVERNOR



CURT T. OTAGURO  
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 Honolulu 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. The management of HART is responsible for HART's compliance with HRS §46-16.8 (e). Our responsibility is to verify that 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).

Curt T. Otaguro  
Comptroller  
January 22, 2019

HONOLULU AUTHORITY FOR RAPID TRANSPORTATION

Schedule of Invoices

<u>Vendor</u>	<u>Contract No.</u>	<u>Invoice No.</u>	<u>Amount</u>
CH2M Hill, Inc.	SC1400027	00147	\$ 416,674.39
CH2M Hill, Inc.	SC1400027	00148	497,066.46
CH2M Hill, Inc.	SC1400027	00149	415,481.37
Chief Clerk First Circuit Court – Condemnation	TMK 1-1-016- 007	-	2,400,000.00
Hawaiian Dredging Construction Company, Inc.	CT-1500236	00027	1,563,789.88
Hawaiian Dredging Construction Company, Inc.	CT-1500236	00028	1,900,650.83
Hawaiian Dredging Construction Company, Inc.	CT-1500236	00029	2,220,717.22
Hawaiian Dredging Construction Company, Inc.	CT-1500236	00030	2,876,090.22
Lea + Elliott, Inc.	SC-1400049	00096	697,511.82
Lea + Elliott, Inc.	SC-1400049	00098	690,061.45
Lea + Elliott, Inc.	SC-1400049	00100	609,762.04
Lea + Elliott, Inc.	SC-1400049	00102	742,776.62
Lea + Elliott, Inc.	SC-1400049	00104	681,292.68
Nan, Inc.	CT-1500503	00023	1,258,699.31
Nan, Inc.	CT-1600152	00019	3,009,837.50
Nan, Inc.	CT-1600152	00021	4,930,005.05
Nan, Inc.	CT-1600152	00022	3,460,137.50
Nan, Inc.	CT-1800101	00005	734,092.39
Nan, Inc.	CT-1800101	00006	411,686.42
PGH Wong Engineering, Inc.	SC-1400050	00170	356,015.65
PGH Wong Engineering, Inc.	SC-1400050	00177	161,394.25
PGH Wong Engineering, Inc.	SC-1400050	00179	135,308.77
PGH Wong Engineering, Inc.	SC-1400050	00180	579,476.52
PGH Wong Engineering, Inc.	SC-1400050	00181	75,038.95
PGH Wong Engineering, Inc.	SC-1400050	00183	770,806.36
PGH Wong Engineering, Inc.	SC-1400050	00185	605,228.33
Royal Contracting Co., Ltd.	CT-1800114	TO 16 - #3	671,675.84
Schindler Elevator Corporation	CT-1300318	00048	140,824.62
Schindler Elevator Corporation	CT-1300318	00049	997,800.62
Shimmick/Traylor/Granite, JV	CT-1600385	00020	12,831,576.15
Shimmick/Traylor/Granite, JV	CT-1600385	00021	<u>11,701,338.23</u>
	Carried forward		<u>58,542,817.44</u>

HONOLULU AUTHORITY FOR RAPID TRANSPORTATION

Schedule of Invoices, Continued

<u>Vendor</u>	<u>Contract No.</u>	<u>Invoice No.</u>	<u>Amount</u>
	Carried over		<u>58,542,817.44</u>
Shimmick/Traylor/Granite, JV	CT-1600385	00022	13,922,980.14
Stantec Consulting Services, Inc.	SC-1600008	00046	534,086.45
Stantec Consulting Services, Inc.	SC-1600008	00061	690,874.47
Stantec Consulting Services, Inc.	SC-1600008	00062	739,652.86
Stantec Consulting Services, Inc.	SC-1600008	00063	611,281.19
Stantec Consulting Services, Inc.	SC-1600008	00064	1,001,707.58
Stantec Consulting Services, Inc.	SC-1600008	00065	<u>833,357.48</u>
	TOTAL		<u>\$76,876,757.61</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).