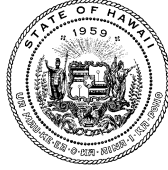


DAVID Y. IGE
GOVERNOR



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). Further, as the objective of our procedures were limited to verifying that the costs in invoices submitted by HART complied with a specific law, our procedures have not been designed to detect fraud or other illegal activities.

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
April 26, 2019

HONOLULU AUTHORITY FOR RAPID TRANSPORTATION

Schedule of Invoices

<u>Vendor</u>	<u>Contract No.</u>	<u>Invoice No.</u>	<u>Amount</u>
AECOM Technical Services, Inc.	SC-1200149	00067	\$ 603,643.59
AECOM Technical Services, Inc.	SC-1200149	00073	278,402.50
AECOM Technical Services, Inc.	SC-1200149	00074	697,030.54
AECOM Technical Services, Inc.	SC-1200149	00077	517,992.50
AECOM Technical Services, Inc.	SC-1200149	00080	456,137.50
AECOM Technical Services, Inc.	SC-1200149	00084	818,465.50
AECOM Technical Services, Inc.	SC-1200149	00087	1,174,061.50
Ansaldo Honolulu JV	CT-1200106	00082	595,405.85
Ansaldo Honolulu JV	CT-1200106	00084	3,757,330.35
Aon Risk Services, Inc. of Hawaii	SC-1400008	8400000066897	1,314,657.00
Aon Risk Services, Inc. of Hawaii	SC-1400008	8400000066899	635,594.00
CH2M Hill, Inc.	SC-1400027	00132	440,878.98
CH2M Hill, Inc.	SC-1400027	00133	376,670.81
CH2M Hill, Inc.	SC-1400027	00134	322,234.37
CH2M Hill, Inc.	SC-1400027	00135	346,385.73
CH2M Hill, Inc.	SC-1400027	00137	329,713.21
CH2M Hill, Inc.	SC-1400027	00138	407,250.15
CH2M Hill, Inc.	SC-1400027	00140	478,771.57
CH2M Hill, Inc.	SC-1400027	00141	353,915.79
CH2M Hill, Inc.	SC-1400027	00142	392,844.32
CH2M Hill, Inc.	SC-1400027	00143	431,425.19
CH2M Hill, Inc.	SC-1400027	00144	388,695.19
CH2M Hill, Inc.	SC-1400027	00145	427,438.51
CH2M Hill, Inc.	SC-1400027	00150	453,270.92
CH2M Hill, Inc.	SC-1400027	00151	404,397.03
CH2M Hill, Inc.	SC-1400027	00152	634,561.54
CH2M Hill, Inc.	SC-1400027	00153	369,998.69
CH2M Hill, Inc.	SC-1400027	00154	556,821.85
CH2M Hill, Inc.	SC-1400027	00155	551,659.55
CH2M Hill, Inc.	SC-1400027	00156	363,071.08
Hawaiian Dredging Construction Company, Inc.	CT-1500236	00031	1,565,067.58
Kapolei Lot 16915-A Holdings VII, L.L.C.	CT-1700225	19	193,324.53
Kapolei Lot 16915-A Holdings VII, L.L.C.	CT-1700225	20	193,324.53
Kapolei Lot 16915-A Holdings VII, L.L.C.	CT-1700225	23	248,328.40
Lea + Elliott, Inc.	SC-1400049	00105	746,841.74
Nan, Inc.	CT-1500503	00027	1,673,779.55
Nan, Inc.	CT-1500503	00028	1,170,400.72
Nan, Inc.	CT-1600152	00023	4,350,853.43
Nan, Inc.	CT-1600152	00024	<u>4,584,652.50</u>
	Carried forward		33,605,298.29

<u>Vendor</u>	<u>Contract No.</u>	<u>Invoice No.</u>	<u>Amount</u>
	Carried over		33,605,298.29
Nan, Inc.	CT-1600152	00025	3,603,962.04
Nan, Inc.	CT-1800101	00007	643,479.37
PGH Wong Engineering, Inc.	SC-1400050	00178	325,227.91
PGH Wong Engineering, Inc.	SC-1400050	00188	778,304.98
Royal Contracting Co., Ltd.	CT-1800114	3-#5	303,167.97
Royal Contracting Co., Ltd.	CT-1800114	3-#7	212,154.63
Royal Contracting Co., Ltd.	CT-1800114	21-#5	106,784.21
Royal Contracting Co., Ltd.	CT-1800114	21-#6	820,472.64
Royal Contracting Co., Ltd.	CT-1600260	65-#11	592,282.34
Schindler Elevator Corporation	CT-1300318	00051	300,722.00
Shimmick/Traylor/Granite, JV	CT-1600385	00023	16,446,415.19
Shimmick/Traylor/Granite, JV	CT-1600385	00024	15,883,581.18
Stantec Consulting Services, Inc.	SC-1600008	00066	710,655.77
Stantec Consulting Services, Inc.	SC-1600008	00067	679,541.36
Stantec Consulting Services, Inc.	SC-1600008	00068	750,675.43
Stantec Consulting Services, Inc.	SC-1600008	00069	666,633.18
Stantec Consulting Services, Inc.	SC-1600008	00070	<u>838,548.61</u>
	TOTAL		<u>\$77,267,907.10</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).