

STAND. COM. REP. NO.

1363

Honolulu, Hawaii

APR 16 2009

RE: S.C.R. No. 84

Honorable Colleen Hanabusa
President of the Senate
Twenty-Fifth State Legislature
Regular Session of 2009
State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred
S.C.R. No. 84 entitled:

"SENATE CONCURRENT RESOLUTION REQUESTING THE STATE AUDITOR TO
CONDUCT AN IMMEDIATE FINANCIAL STATEMENT AUDIT OF THE WATERS
OF LIFE PUBLIC CHARTER SCHOOL FOR FISCAL YEAR 2006-2007 AND
FISCAL YEAR 2007-2008,"

begs leave to report as follows:

The purpose of this measure is to request the State Auditor
to conduct an immediate financial statement audit of the Waters of
Life Public Charter School for fiscal years 2006-2007 and 2007-
2008.

Your Committee received one written comment on this measure.
The written comment may be reviewed on the Legislature's website.

Your Committee finds that it is of utmost importance to
ensure that state funds are used responsibly. The State Auditor
conducted an audit of the Waters of Life Public Charter School in
2005 and found that the school's disregard for sound governance
and business practices has placed its continued viability at risk.
Subsequently, the Waters of Life Public Charter School was unable
to provide an independent auditor the supporting documents it
needed to conduct an audit of fiscal year 2005-2006. The
deficiency caused the independent auditor to issue a disclaimed
opinion and withdraw from undertaking the audits of fiscal years
2006-2007 and 2007-2008. As a result, the Charter School Review
Panel has been unable to find another independent auditor willing
to immediately conduct the audits. For these reasons, your

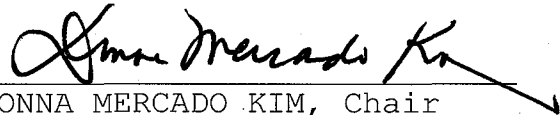
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Committee finds that an immediate financial statement audit of the Waters of Life Public Charter School should be conducted by the State Auditor for fiscal years 2006-2007 and 2007-2008.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee concurs with the intent and purpose of S.C.R. No. 84 and recommends its adoption.

Respectfully submitted on
behalf of the members of the
Committee on Ways and Means,



DONNA MERCADO KIM, Chair



The Senate
Twenty-Fifth Legislature
State of Hawaii

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* <i>SCR 84</i>	Committee Referral: <i>EDA, WAM</i>	Date: <i>4-8-2009</i>		
<input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input checked="" type="checkbox"/> Pass, unamended 2312 <input type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
KIM, Donna Mercado (C)	/			
TSUTSUI, Shan S. (VC)	/			
CHUN OAKLAND, Suzanne	/			
ENGLISH, J. Kalani	/			
FUKUNAGA, Carol	/			
GALUTERIA, Brickwood	/			
HEE, Clayton				/
HOOSER, Gary L.	/			
KIDANI, Michelle N.	/			
KOKUBUN, Russell S.				/
TOKUDA, Jill N.				/
HEMMINGS, Fred	/			
TOTAL	<i>9</i>			<i>3</i>
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes