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# A BILL FOR AN ACT

RELATING TO THE STATE FOUNDATION ON CULTURE AND THE ARTS.

**BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:**

1           SECTION 1. The auditor shall conduct a financial and  
2 management audit of the state foundation on culture and the arts  
3 that shall include but not be limited to determining:

4           (1) The remaining balance within the works of art special  
5 fund;

6           (2) The amount and source of funds transferred into the  
7 works of art special fund;

8           (3) The total annual expenditures incurred for the  
9 acquisition of works of art;

10          (4) The total annual operating costs, along with a  
11 detailed breakdown of these costs, for the state  
12 foundation on culture and the arts;

13          (5) Costs associated with site modifications, display, and  
14 interpretive work for the exhibition of works of art;

15          (6) Costs associated with upkeep services, including  
16 maintenance, repair, and restoration of works of art;

17          (7) The methodology used for obtaining works of art;



- 1 (8) The current inventory of acquired works of art under
- 2 the control of and maintained by the state foundation
- 3 on culture and the arts;
- 4 (9) The methodology and systems currently used to monitor
- 5 and secure the inventory of acquired works of art;
- 6 (10) Best management practices for the state foundation on
- 7 culture and the arts;
- 8 (11) Whether the current, independent financial audit
- 9 performed annually for the state foundation on culture
- 10 and the arts, its affiliates, or pass through
- 11 entities, is substandard; and
- 12 (12) The specific amounts of money:
  - 13 (A) Spent by the department of transportation on
  - 14 capital improvement construction for the
  - 15 enhancement of airport facilities;
  - 16 (B) Being deposited into the works of art special
  - 17 fund as required by law; and
  - 18 (C) Being used from the works of art special fund
  - 19 solely to purchase works of art for these airport
  - 20 facilities.

21 SECTION 2. The auditor shall submit a report of the  
22 auditor's findings and any recommendations regarding the



1 financial and management audit of the state foundation on  
2 culture and the arts, including any proposed legislation, to the  
3 legislature no later than twenty days prior to the convening of  
4 the regular session of 2015.

5 SECTION 3. This Act shall take effect on July 1, 2014.



**Report Title:**

Financial and Management Audit; State Foundation on Culture and the Arts

**Description:**

Requires the Auditor to conduct a financial and management audit of the State Foundation on Culture and the Arts. (CD1)

*The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.*

