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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, 2030.



**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. (SB3125 HD2)

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

