

STAND. COM. REP. NO.

232

Honolulu, Hawaii

FEB 14 2023

RE: S.B. No. 929
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Thirty-Second State Legislature
Regular Session of 2023
State of Hawaii

Sir:

Your Committee on Transportation and Culture and the Arts, to which was referred S.B. No. 929 entitled:

"A BILL FOR AN ACT RELATING TO THE DEPARTMENT OF
TRANSPORTATION,"

begs leave to report as follows:

The purpose and intent of this measure is to require the Department of Transportation Highways Division to implement recommendations made by the Office of the Auditor regarding compliance with federal funding laws and regulations and information technology authentication.

Your Committee received comments on this measure from the Department of Transportation.

Your Committee finds that the Office of the Auditor conducted a financial and compliance audit of the Department of Transportation Highways Division, and the audit report was issued on February 3, 2022. The audit examined the financial statements relating to government activities and each major fund of the Highways Division for the 2020-2021 fiscal year. As the Highways Division managed federal funding for projects within the State, the audit report focused on ensuring compliance with federal laws and regulations relating to such funding.



However, the audit report made several findings relating to one material weakness and one significant deficiency in internal control over financial reporting, and two significant deficiencies in internal control over compliance. While the Department of Transportation concurred with the findings and developed corrective action plans, further action is needed to ensure compliance with federal laws and regulations.

Your Committee has amended this measure by inserting an effective date of July 1, 2050, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Transportation and Culture and the Arts that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 929, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 929, S.D. 1, and be referred to your Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committee on Transportation and
Culture and the Arts,

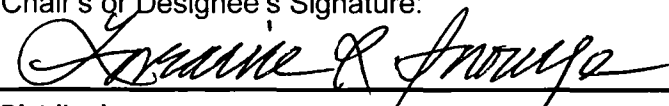


CHRIS LEE, Chair



The Senate
 Thirty-Second Legislature
 State of Hawai'i

Record of Votes
Committee on Transportation and Culture and the Arts
TCA

Bill / Resolution No.:* SB 929	Committee Referral: TCA, WAM	Date: 2/7/23		
<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 type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
LEE, Chris (C)	✓			
INOUE, Lorraine R. (VC)	✓			
ELEFANTE, Brandon J.C.	✓			
KEOHOKALOLE, Jarrett	✓			
AWA, Brenton				✓
TOTAL	4			1
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