

Honolulu, Hawaii

APR 03 2008

RE: H.B. No. 2163
H.D. 2
S.D. 1

Honorable Colleen Hanabusa
President of the Senate
Twenty-Fourth State Legislature
Regular Session of 2008
State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred H.B. No. 2163, H.D. 2, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO COMPTROLLER SUPERVISION OF ACCOUNTS,"

begs leave to report as follows:

The purpose of this measure is to require the University of Hawaii to preaudit only those proposed payments made by the University that are \$10,000 or more in value.

Your Committee received testimony in support of this measure from the University of Hawaii.

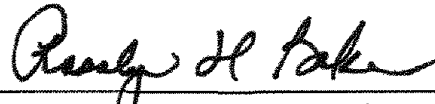
Your Committee finds that the University of Hawaii audit system involves the review of all financial transactions for legality, propriety, conformity to policies and rules, and the adequacy of supporting documentation. This system has become increasingly difficult to maintain due to staffing and resource shortages, and late penalty time constraints.

This measure will allow the University to redesign its preaudit system to use resources more effectively with risk-based sampling techniques to provide a more efficient and productive audit system. The measure will also provide parity with the Department of Accounting and General Service's policy of auditing only payments of \$10,000 or more.



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 is in accord with the intent and purpose of H.B. No. 2163, H.D. 2, S.D. 1, and recommends that it pass Third Reading.

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

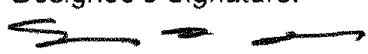


ROSALYN H. BAKER, Chair



The Senate
 Twenty-Fourth Legislature
 State of Hawaii

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:*	Committee Referral:	Date:
<i>HB2143, HD2, SDI</i>	<i>EDU, NAM</i>	<i>3/27/08</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	
BAKER, Rosalyn H. (C)	/	
TSUTSUI, Shan S. (VC)	/	
CHUN OAKLAND, Suzanne	/	
ENGLISH, J. Kalani		/
FUKUNAGA, Carol	/	
HOOSER, Gary L.	/	
INOUYE, Lorraine R.	/	
KIM, Donna Mercado	/	
MENOR, Ron	/	
TOKUDA, Jill N.	/	
HEMMINGS, Fred	/	
WHALEN, Paul	/	
TOTAL	<i>11</i>	<i>0</i>
<i>0</i>	<i>0</i>	<i>1</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