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COUNTY COUNCIL
COUNTY OF MAUI
200 S. HIGH STREET
WAILUKU, MAUI, HAWAII 96793
www.MauiCounty.us

July 8, 2024

Mr. John Stufflebean, Director
Department of Water Supply
County of Maui
Wailuku, Hawaii 96793

Dear Mr. Stufflebean:

**SUBJECT: ANNUAL COMPREHENSIVE FINANCIAL REPORT,
SINGLE AUDIT REPORT, AND DEPARTMENT OF
WATER SUPPLY'S FINANCIAL AUDIT REPORTS
(BFED-21(25))**

At its meeting of June 2, 2024, the Budget, Finance, and Economic Development Committee discussed the Department of Water Supply Financial Statements and Supplementary Information with Independent Auditor's Reports for Fiscal Years 2022 and 2023, submitted by N&K CPAs, Inc., the County's contractor.

May I please request your response to the following:

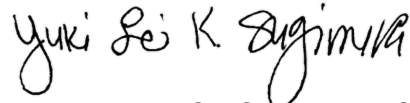
1. Page 23 of the Department's Financial Audit Report notes the restricted equity in pooled cash and investments held in County Treasury. For customer deposits, there was a total of \$618,694 in 2022 but significantly increased to \$6,658,296 in 2023. Please explain why there is a significant difference in customer deposits from 2022 to 2023.
2. Has the Department audited the Water System Development Fund established in Chapter 3.92, Maui County Code? If not, please explain why and provide a timeline for the audit.

May I further request you transmit your response to bfed.committee@mauicounty.us by **July 19, 2024**. To ensure efficient processing, please include the Committee item number in the subject line.

Mr. John Stufflebean
July 8, 2024
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Should you have any questions, please contact me or the Committee staff (Kasie Apo Takayama at ext. 7665, or Yvette Bouthillier at ext. 7758).

Sincerely,

A handwritten signature in black ink, reading "Yuki Lei K. Sugimura". The signature is written in a cursive, flowing style.

YUKI LEI K. SUGIMURA, Chair
Budget, Finance, and Economic
Development Committee

bfed:ltr:021(25)aws01:jgk

cc: Mayor Richard T. Bissen, Jr.
Deputy Director of Water Supply

BFED Committee

From: BFED Committee
Sent: Monday, July 8, 2024 4:18 PM
To: John Stufflebean
Cc: BFED Committee; 'Michelle Santos'; 'Zeke Kalua'; james.landgraf@co.maui.hi.us; 'Linda Kimura'
Subject: PLEASE READ attached letter re: BFED-21(25); 07/19/24
Attachments: 021(25)aws01 signed.pdf

Mr. Stufflebean: Please refer to the attached letter from the Budget, Finance, and Economic Development (BFED) Committee Chair, dated July 8, 2024. Please respond by **July 19, 2024**

Mayor's Office (attention: Michelle Santos and Zeke Kalua): Please forward the attached letter to Mayor Bissen for his information.

Thank you,
Yvette Bouthillier, Senior Secretary
BFED Committee