

County of Maui State of Hawaii

**Budget Finance and Economic
Development Committee
Presentation
FYE June 30, 2024**



N&K CPAs, Inc.
ACCOUNTANTS|CONSULTANTS

Agenda

- Engagement Team Members
- Financial Results
- Summary of Auditor's Results
- Financial Statement and Federal Award Findings
- Questions

Engagement Team Members

- Dwayne Takeno – Audit Principal
- Christian Hara – Audit Senior Manager
- Mary Joy Butac – Audit Senior Associate

Financial Results

STATEMENT OF NET POSITION June 30, 2024 and 2023 (Dollars in Thousands)

	Governmental Activities		Business-type Activities		Total	
	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023
Assets and Deferred Outflows of Resources:						
Current and other assets	\$ 902,057	\$ 790,618	\$ 154,392	\$ 149,863	\$ 1,056,449	\$ 940,481
Capital assets, net	1,196,197	1,125,669	389,228	386,412	1,585,425	1,512,081
Total Assets	2,098,254	1,916,287	543,620	536,275	2,641,874	2,452,562
Deferred outflows of resources	194,731	131,741	16,167	10,085	210,898	141,826
Total Assets and Deferred Outflows of Resources	2,292,985	2,048,028	559,787	546,360	2,852,772	2,594,388
Liabilities and Deferred Inflows of Resources:						
Long-term liabilities	607,003	629,313	56,971	59,775	663,974	689,088
Other liabilities	152,470	144,817	25,780	30,733	178,250	175,550
Net pension liability	605,921	528,574	49,911	43,776	655,832	572,350
Net OPEB liability	124,902	133,103	9,978	10,666	134,880	143,769
Total Liabilities	1,490,296	1,435,807	142,640	144,950	1,632,936	1,580,757
Deferred inflows of resources	103,356	161,796	6,666	8,997	110,022	170,793
Total Liabilities and Deferred Inflows of Resources	1,593,652	1,597,603	149,306	153,947	1,742,958	1,751,550
Net Position:						
Net investment in capital assets	740,170	736,549	333,247	332,442	1,073,417	1,068,991
Restricted	172,034	127,750	44,109	51,248	216,143	178,998
Unrestricted	(212,871)	(413,874)	33,125	8,723	(179,746)	(405,151)
Total Net Position	\$ 699,333	\$ 450,425	\$ 410,481	\$ 392,413	\$ 1,109,814	\$ 842,838

Financial Results

STATEMENT OF ACTIVITIES For the Fiscal Years Ended June 30, 2024 and 2023 (Dollars in Thousands)

	Governmental Activities		Business-type Activities		Total	
	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023
Revenues:						
Program Revenues:						
Charges for services	\$ 150,704	\$ 157,830	\$ 73,472	\$ 68,414	\$ 224,176	\$ 226,244
Operating grants and contributions	88,953	75,814	—	—	88,953	75,814
Capital grants and contributions	7,321	16,573	13,000	16,826	20,321	33,399
General Revenues:						
Property taxes	510,948	435,406	—	—	510,948	435,406
Transient accommodations tax	64,827	85,845	—	—	64,827	85,845
General excise tax	34,498	—	—	—	34,498	—
Other taxes	36,132	37,104	—	—	36,132	37,104
Interest and investment earnings, net	37,277	8,140	5,600	1,380	42,877	9,520
Other revenues	8,404	751	4,753	269	13,157	1,020
Total Revenues	<u>939,064</u>	<u>817,463</u>	<u>96,825</u>	<u>86,889</u>	<u>1,035,889</u>	<u>904,352</u>

Financial Results

STATEMENT OF ACTIVITIES For the Fiscal Years Ended June 30, 2024 and 2023 (Dollars in Thousands)

	Governmental Activities		Business-type Activities		Total	
	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023
Expenses:						
Governmental Activities:						
General government	259,821	182,455	--	--	259,821	182,455
Public safety	119,893	90,054	--	--	119,893	90,054
Social welfare	69,478	90,612	--	--	69,478	90,612
Sanitation	95,131	88,572	--	--	95,131	88,572
Highways and streets	72,478	68,357	--	--	72,478	68,357
Culture and recreation	44,068	35,841	--	--	44,068	35,841
Legislative	8,146	7,747	--	--	8,146	7,747
Capital outlay	--	11,356	--	--	--	11,356
Interest on long-term debt	11,941	12,005	--	--	11,941	12,005
Business-type Activities:						
Water supply	--	--	79,846	71,971	79,846	71,971
Housing	--	--	8,111	1,543	8,111	1,543
Total Expenses	<u>680,956</u>	<u>586,999</u>	<u>87,957</u>	<u>73,514</u>	<u>768,913</u>	<u>660,513</u>
 Increase in Net Position						
Before Transfers	258,108	230,464	8,868	13,375	266,976	243,839
Transfers	<u>(9,200)</u>	<u>70</u>	<u>9,200</u>	<u>(70)</u>	<u>--</u>	<u>--</u>
Change in Net Position	248,908	230,534	18,068	13,305	266,976	243,839
Net Position - Beginning of Year	<u>450,425</u>	<u>219,891</u>	<u>392,413</u>	<u>379,108</u>	<u>842,838</u>	<u>598,999</u>
Net Position - End of Year	\$ <u>699,333</u>	\$ <u>450,425</u>	\$ <u>410,481</u>	\$ <u>392,413</u>	\$ <u>1,109,814</u>	\$ <u>842,838</u>

Summary of Auditor's Results

<u>Financial Statements</u>	
Type of auditor's report issued	Unmodified
Internal control over financial reporting	
Material weakness(es)	Yes
Significant deficiency(ies)	Yes
Noncompliance material to financial statements noted?	No

Summary of Auditor's Results

<u>Federal Awards</u>	
Internal control over major federal programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	Yes
Type of auditor's report issued on compliance for major federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a)?	Yes



Major Federal Programs

Assistance Listing Number	Name of Federal Program
20.205	Highway Planning and Construction
21.023	COVID-19 - Emergency Rental Assistance Program
21.026	Homeowner Assistance Fund
21.027	COVID-19 - Coronavirus State and Local Fiscal Recovery Funds
Dollar threshold used to distinguish between Type A and Type B programs:	\$2,895,404
Auditee qualified as low-risk auditee?	No



Financial Statement Findings

Finding No.	Internal Control Findings	Status
2024-001	Improve Controls over Preparation of the Schedule of Expenditures of Federal Awards	New
2024-002	Improve Controls over Financial Reporting	Repeat 2023-001
2024-003	Maui County Transient Accommodations Tax	Repeat 2023-003
2024-004	Internal Control Policies and Procedures over Capital Assets	New



Federal Award Findings

Finding No.	Internal Control Findings	Status
2024-005 ALN 21.027	Subrecipient Monitoring	Repeat 2023-005 ALN 16.575

Questions?



BFED Committee

From: Christian Hara <chara@nkcpa.com>
Sent: Tuesday, June 24, 2025 8:49 AM
To: BFED Committee
Cc: Dwayne S. Takeno; Mary Joy Butac
Subject: FY24 Audit Presentation - N&K Slides
Attachments: FY24 Audit Presentation.pptx

Categories: Processed

You don't often get email from chara@nkcpa.com. [Learn why this is important](#)

Hi,

Please see attached slides we will be using for our presentation of the County's FY24 ACFR and Single Audit.

Feel free to let me know if you have any questions.

Thanks,
Christian

Christian Hara
Senior Manager
Assurance Services Division

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