



U.S. DEPARTMENT OF TRANSPORTATION
OFFICE OF INSPECTOR GENERAL

**Report on Single Audit of the
Highways Division,
Department of Transportation,
State of Hawaii
Honolulu, HI**

FHWA

Report No. SA2018046

April 30, 2018





Report on Single Audit of the Highways Division, Department of Transportation, State of Hawaii,
Honolulu, HI

Self-Initiated

Federal Highway Administration | SA2018046 | April 30, 2018

What We Looked At

As part of our single audit program oversight responsibilities, we queried the Federal Audit Clearinghouse's Image Management System to identify single audit reports containing findings that affect directly awarded Department of Transportation (DOT) programs. We reviewed the Highways Division, Department of Transportation, State of Hawaii's single audit report for the period ending June 30, 2017, which was prepared by an independent auditor.

What We Found

We found that the single audit report contained a significant finding related to non-compliance with the Office of Management and Budget's (OMB) requirements that needs prompt action from the Federal Highway Administration's (FHWA) management.

Recommendations

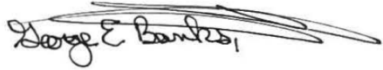
We recommend FHWA ensures that the State complies with OMB's requirements.



Memorandum

Date: April 30, 2018

Subject: ACTION: Report on Single Audit of the Highways Division, Department of Transportation, State of Hawaii, Honolulu, HI | Report No. SA2018046



From: George E. Banks, IV
Program Director for Single Audit

To: Divisional Administrator, FHWA, Hawaii Division Office

As part of our single audit program oversight responsibilities, we downloaded the single audit report of the Highways Division, Department of Transportation, State of Hawaii¹ for the fiscal year ended June 30, 2017. An independent auditor performed the audit pursuant to the provisions of the Office of Management and Budget's (OMB) Uniform Guidance and identified a finding shown in the table below.

Within 30 days of this report, your agency should identify specific actions planned or taken to resolve the finding and provide a target action date for implementation of the recommendation. The Office of Inspector General will track the recommendation until your agency provides documentation of final action. The recommendation will be considered closed upon our review and concurrence. All actions should be coordinated through your Agency's Single Audit Liaison. If you have any questions, please email singleauditrequest@oig.dot.gov.

cc: The Secretary
DOT Appointee for Single Audits
DOT Single Audit Liaison
Audit Liaison, FHWA, HCFB-32

¹ Copies of Single Audit reports prepared pursuant to OMB's Uniform Guidance are available for download at <https://harvester.census.gov/facweb/>.

Table. Schedule of Findings

Independent Auditor's Finding Number	Independent Auditor's Finding	OIG Recommendation Code	OIG Recommendation
2017-001	1. Non-Compliance with the special tests and provisions requirements.	A1	We recommend FHWA ensures that the State complies with the special tests and provisions requirements.

Source: independent auditor's report

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OIG conducts audits and investigations on behalf of the American public to improve the performance and integrity of DOT's programs to ensure a safe, efficient, and effective national transportation system.

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