

# Hawaii Kukala



## Hawaii Chapter Receives Platinum Award



AGA President Mary E. Peterman presents Hawaii chapter president Edwin Young the platinum chapter award in Orlando, FL.

Hawaii was one of only a few chapters to receive the highest chapter award, the Platinum Award, at the AGA Professional Development Training (PDT) (Conference) in Orlando Florida from July 13 – 16, 2014. Representing the AGA Hawaii Chapter were Cindy Yee and Donn Nakamura from Accuity LLP; Charisma Fojas, Darin Kawamoto, Troy Shimasaki and Edwin Young for the Office of the City Auditor for the City and County of Honolulu.

### In this issue:



President's  
Message

2



Pacific Rim  
Region History

4-5



Upcoming  
Events

6-10

AGA serves government accountability professionals by providing quality education, fostering professional development and certification, and supporting standards and research to advance government accountability.

## President's Message

Aloha Everyone,

Thank you for your outstanding support during the past year. I am privileged to lead the chapter for the next year and hope to continue the momentum started by the past president, Dallas Weyand II. Thanks to his leadership, our chapter is considered a leader in implementing AGA initiatives.

At the annual AGA national professional development training conference in Orlando, Florida, I received several comments regarding the accomplishments of our chapter. For example, AGA national staff publicly complimented us during open sessions on the progress and precedents we have set for CCR reporting. The AGA National President lauded us on the unique Citizen Centric Report (CCR) that our chapter members, Shena Bocalbos and Ryoko Lung, submitted for AGA's National Case Challenge. The video streaming and focus on performance persuaded the judges to award Hawaii the grand prize for CCR reporting.

At the conference, our chapter participated in a panel that discussed the impact of CCRs and how it was used by government leaders. The audience was surprised to learn that our CCRs could be used to evaluate an entity's performance, prioritize issues, and to make decisions relevant to public concerns. Members of the audience expressed a desire to learn and partner with us.

Although we are in the middle of the Pacific, several AGA national leaders and Pacific Rim delegates expressed interest in visiting and partnering with us on continuing education programs. AGA's National President expressed his gratitude for the leadership our membership has provided to the Pacific Basin and the national AGA programs. Recognition of our chapter's accomplishments also exists at the local, municipal level. In August 2014, the Honolulu City Council awarded Shena Bocalbos and Ryoko Lung, a special certificate in recognition of their national prize for winning the AGA National Case Challenge.

From September 10 to 11, 2014, the AGA Hawaii Chapter is hosting a seminar at the Hale Koa hotel in Waikiki. The continuing professional education workshop will focus on the new and evolving governmental auditing standards (also called the Yellow Book) and will provide 16 CPEs and meals at a cost of \$300 for members. During the seminar, our new AGA national president, William Miller, has arranged to be present and looks forward to meeting members of our chapter.

The chapter momentum continues on September 13 when all AGA Hawaii Chapter members are invited to participate in a community service project on board the USS Missouri. The experience is unique and a monument to the history of Pearl Harbor. We invite your continuing and active participation. Welcome aboard!

Warm wishes,

Edwin Young

---

## Audit Plan Development: Linking Risk to Resources

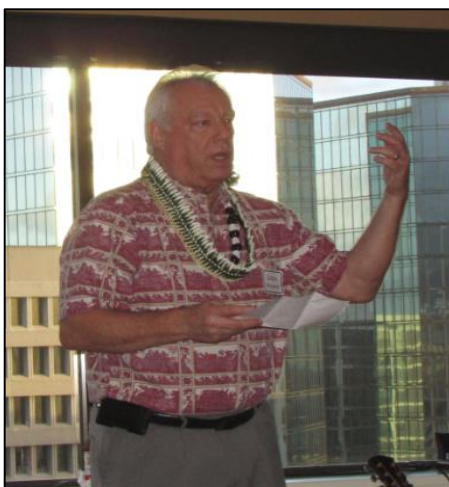
Drummond Kahn, a nationally recognized expert in performance audits, spoke at the AGA Hawaii Chapter luncheon on July 29, 2014 at the PKF Lokahi Training Center. Drummond is a past president for the Association of Local Government Auditors (ALGA) and member of several audit standards boards, such as GASB, FASB, AGA, and ALGA. Drummond is considered a precedent setter for the auditing profession. His office in Portland were instrumental in establishing the AGA Service Efforts and Accomplishments report and AGA Citizen Centric Report. His office also streamlined audit reports, set many other pioneering efforts for the auditing profession, and has won numerous awards for their audit reports and pioneering efforts.



Drummond Kahn at the PKF Lokahi Training Center

We were fortunate to have him as a speaker during his stop in Hawaii. He is going to Pohnpei, capital of the Federated States of Micronesia, to teach auditing under the sponsorship of the USDA GATI Institute. As a college professor in Portland and a USDA approved instructor, Drummond has many stories to tell and many innovative ideas for improving the audit practices.

## End-of-Year Social 2014



Past President Dallas Weyand II at End-of-Year Social at The Plaza

The annual End-of-the-Year Social was held on Wednesday, June 18, 2014, at The Plaza Club. Those who attended enjoyed delicious pupus and entertainment. Past President Dallas Weyand II acknowledged and thanked members for their continued support of the chapter: The Board, Officers and Committee chairs and members, and PKF and Dwayne Takeno for hosting lunch and other meetings. He recognized the directors: Valerie Shintaku, Cindy Yee, Kerry Yoneshige, Mila Handel, and Mabel Yeung. Others recognized were Mark Chandler, Dwayne Takeno, Howard Todo, Ray Kim, and Wei Lum. The incoming directors were Ross Okumura, Donn Nakamura, and Ralph Kanetoku. Sean Nakamura is the incoming Treasurer. Special acknowledgements go to Shena Bocalbos and Ryoko Lung for winning AGA's National Level Competition CCR award, Pamela Young for representing the chapter at the AGA national meeting in Kansas City, and Warren Lum for memberships and meetings.

---

## Pacific Rim Region History By: Clarence Kuwahara

Approved by the national organization in late 1999, the region started off with a bang by a visit to all Pacific Rim chapters (Japan, Guam, Northern Marianas Islands and Hawaii) by national president W. A. Broadus, national executive director Charles Culkin and Pacific Rim Regional Vice President Clarence Kuwahara in July 2000. As described in an article in AGA's national newsletter, *Topics*, the visits covered 11 time zones, six nights and days with Thursday and Friday experienced twice in Saipan and Hawaii. Excellent visionary ideas were offered, many of which and much more already have been accomplished since the commencement of the region. Most importantly, the quality of AGA programs and services has improved throughout the region, and accordingly, AGA's reputation as well.

The region's accomplishments include:

- Regular visits to all chapters by national presidents and other high level AGA officials (Prior to 2000, only the Hawaii chapter was visited on a regular basis).
- The Honolulu based Pacific Emerging Issues Conference (PEIC) rose to even higher levels.
- Coordinated educational programs to maximize speaker and financial resources. Examples: (1) Service and Efforts Accomplishments Reporting (SEA) presentations in Guam, Marshall Islands and Hawaii and (2) Presentations by Bill Broadus in Guam and Hawaii.
- The Guam chapter commenced its own version of the PEIC in August 2006, which impressed high level national leaders and others who were in attendance from the mainland United States.
- Greatly increased interest in CGFM certification and classes in the American Pacific governments.

### Important Milestones:

Prior to establishment of the region:

- December 1998 – Japan, through Mike Martin (Air Force) expressed interest in re-establishing chapter.
- September 1999 – Pacific Rim Roundtable held in conjunction with PEIC in Honolulu, which was attended by key national/regional/chapter leaders and officials, and key providers. The Roundtable produced visionary ideas for the region, including the idea of establishing the Pacific Rim as a separate AGA region. The meeting was facilitated by national president-elect Bill Broadus.
- November 1999 – Japan Chapter re-inaugurated with Mike Martin (Air Force) as president.
- December 1999 – National executive director Charles Culkin informs Pacific Rim region that it has been approved as a separate AGA region.
- February 2000 – Clarence Kuwahara (Hawaii) and John Phillips (Guam) were formally elected as the first Pacific Rim regional vice president and regional vice president-elect, respectively.

---

## Pacific Rim Region History (continued)

After establishment of the region:

- July 2000 – Visits by national president Bill Broadus, national executive director Charles Culkin and regional vice president Clarence Kuwahara to all chapters in region.
- August 2001 – PEIC in Honolulu rose to new levels, attracting a record 202 paid attendance and 250 overall, including a delegation from China.
- April 2002 – First ever Pacific Rim regional chapter officers workshop held in Guam in conjunction with a meeting of the Association of Pacific Island Public Auditors.
- August 2003 – ASMC joined AGA and the Western Intergovernmental Audit Forum as a PEIC conference sponsor and increased paid registrations by 35%.
- July 2004 – Jay Fountain (GASB) presented seminars on Service and Efforts Accomplishments Reporting to the Guam Chapter, the Association of Pacific Island Public Auditors meeting in the Marshall Islands, and the Hawaii Chapter. By working together, the costs were minimized for all concerned.
- June 2005 – National President Bobby Derrick and Senior Vice President Clarence Kuwahara made a successful visit to Japan to revitalize the Japan Chapter.
- August 2006 – Guam Chapter holds first biennial PEIC. Speakers included national president Jeff Hart, Senior Vice President for Regional Services Lee Miller and past national president Bill Broadus. A highly successful regional chapter officer's workshop was held, attended by members of all chapters and seven of the current and past regional vice presidents.
- August 2008 – Guam Chapter holds second biennial PEIC.

### Regional Vice-Presidents:

2000-01 Clarence Kuwahara, Hawaii (Retired)

2001-02 John Phillips, Guam (University of Guam)

2002-03 Herminia Dierking, Guam (University of Guam)

2003-04 Michael Johnson, Northern Marianas (Deloitte & Touche)

2004-05 Thomas Stanton, Hawaii (Army Audit Agency)

2005-06 Michael Sablan, Northern Marianas (Commonwealth of Northern Marianas Islands)

2006-07 Chris Wolseley, Guam (Deloitte & Touche)

2007-08 Gerald Shea, Hawaii (U. S. Department of Interior)

2008-09 Doris Flores Brooks, Guam (Territory of Guam)



## Yellow Book Seminar 09/10/14 – 09/11/14

### Seminar Schedule

Time	CPE	Sept. 10	Speaker	CPE	Sept. 11	Speaker
7:30 AM		Registration			Registration	
8:00 AM		Opening Remarks	Edwin Young / Dallas Weyand		Opening Remarks	Edwin Young Bill Miller AGA President
8:05 AM	2 hrs	Yellow Book Update	W.A. Broadus	2 hrs	Single Audit Update	W.A. Broadus
9:45 AM		Break			Break	
10:00 AM	2 hrs	AICPA Update	W.A. Broadus	2 hrs	Fed. Cost Principles & Admin Rules	W.A. Broadus
11:40 AM Lunch	1 hr	Securities Fraud	Amy Hudson & Leolyn Sugue- Anderson, (12:20 - 1:10)	1 hr	Government Financing Challenges	Kalbert Young (12:20-1:10)
1:10 PM		Break			Break	
1:30 PM	2 hrs	GASB Revisions	W.A. Broadus	2 hrs	COSO / Green Book	W.A. Broadus
3:10 PM		Break			Break	
3:30 PM	1 hr	Grant Administration	Mark Anderson	1 hr	Profession 2025	Donny Shimamoto
4:20 PM		Closing Remarks	Edwin Young / Dallas Weyand		Closing Remarks Prepare Evals	Dallas Weyand

### Reminders:

- **Complete the program evaluation;** we will use your input to develop our next training sessions.
- **Do not forget** to get your parking validated.
- **DO NOT pay for your parking early** - you have 30 minutes from the time you pay until the time you leave the parking garage. Additional charges apply after the 30 minutes.

## Yellow Book Seminar 09/10/14 – 09/11/14

### Presenters:



### **Welcome remarks**

#### **Bill Miller, CGFM, CPA, AGA National President**

B.S. in Business Administration Southeast Missouri State University; and M.S. in Government-Southern Illinois University-Edwardsville.

Bill established performance audit organizations in 3 levels of government serving as Regional Director Kansas City Office of Veterans Affairs Inspector General; Performance Audit Director, State of Missouri State Auditor's Office, and County Auditor, Johnson County Kansas. Audits resulted in millions of dollars of savings, returns, and crime prevention. Bill started his career with the U.S. Army Audit Agency, moved to U.S. Department of Energy Office of Enforcement as Regional Director, Kansas City, and finished his federal career with the Office of Inspector General, U.S. Department of Veterans Affairs.

- Bill has received numerous awards for his performance and recognition by AGA through several of their high level awards.
- Bill has uncovered, documented and engineered criminal investigation against perpetrators against the government. He has served 47 years in the field of auditing as well as AGA.
- Bill's audits have brought better performance by organizations and restitutions when warranted, all in favor of the taxpayer.
- Bill has a passion for good government and viewed his audits from the eyes of the taxpayer in a "what would you do if you knew" perspective.
- Bill has served in the St. Louis Chapter, Northern Virginia Chapter and Kansas City Chapter. He held many chapter chairs and presidency. He also, served as Regional Vice-President of the Midwest Region, Senior Vice President Regional Services Section II, and National President-Elect.

Bill received the following AGA National Awards:

1. Frank Greathouse Distinguished Service
2. National President's Award
3. Excellence in Government Leadership
4. National Author's Award
5. Regional Vice President Gold
6. Lifetime Membership

Bill is a regular columnist for AGA's Topics Newsletter.

---

## Yellow Book Seminar 09/10/14 – 09/11/14

### Presenters:



### **Technical presentations**

#### **W.A. Broadus, Jr., CPA, CGFM**

Mr. W. A. (Bill) Broadus, Jr., heads his own Professional Corporation. W. A. Broadus, Jr., CPA, PC, and is currently practicing as a consultant in the governmental and nonprofit area. Prior to that, he was employed with the U.S. General Accounting Office. During his employment, he served in a number of wide and diverse assignments with increasing responsibilities in both the Cincinnati Regional Office and the Washington D.C. Headquarters' Office. From 1975, until leaving GAO in February 1990, he worked with federal, state, and local governmental officials in the financial management areas. He also served as an adjunct accounting faculty member at the American University for 12 years. His academic experience includes serving on the following accounting advisory boards: University of Nevada at Las Vegas; Louisiana State University; James Madison University; University of Michigan; University of Oklahoma and the American University.

Bill will cover several topics. The first will be an update on federal single audit requirements coming from OMB. Second will be an update of federal cost principles and administrative rules affecting recipients of federal grants. The afternoon session will address the new Green Book (internal controls) and how it incorporates the new COSO model. Bill will also cover GASB revisions.

### **Specialty topics to be covered**

**Government Financing Challenges:** The luncheon speaker is Kalbert Young, Director, State of Hawaii Department of Budget and Finance. Kalbert has extensive financial management experience and was the Director of Finance for the County of Maui before becoming Director of Finance for the State of Hawaii.

**Profession 2025:** The afternoon speaker is Donny Shimamoto, Managing Director, IntrapriseTechKnowlogies LLC. Donny is active in both the AICPA and the HSCPA and has made many presentations to professional groups on technology issues and the future of the profession.

**Securities fraud and Grant Administration:** Presenters Amy Hudson and Lyn Anderson from the DCCA will discuss securities fraud and Mark Anderson will provide insights on grant administration.





## USS Missouri Community Service Project 09/13/14 (12:00pm – 3:30pm)

### Reminders:

1. Location: USS Missouri (Please enter through the Arizona Memorial Complex / Museum to get to the USS Missouri Shuttles).
2. Parking: Arizona Memorial Parking Lot 3 (Please arrive early; parking is limited at times).
3. Please do not bring with you any bags or backpacks, etc. (They are not allowed on the shuttle and you will need to check them before entering the Memorial). Bottled water is provided free of charge at the Missouri along with ice cream after we are done!
4. Casual clothing, shorts and t-shirts are fine, closed toed shoes such as tennis shoes are best - don't forget a hat, at times we are in the sun - depending on the project, you can get dirty so dress accordingly.

For first time volunteers there is a waiver form that needs to be completed and signed when you arrive at the USS Missouri. If there are any minors, their parents will need to be there to sign the waiver. It is a lot of fun; you get to see parts of the USS Missouri that is not open to the general public while helping out a worthwhile project.

## UH Talk Story with Members of AGA

Shidler College Accounting Club and Beta Alpha Psi

The date, time and place for the Talk Story With AGA event is scheduled for:

- Monday, October 13, 2014
- 5:30 PM to 7:30 PM
- In the Accounting Research Center (Room G-201) at the Shidler College of Business

The format of the event is a rotation of professionals between tables of students. The tentative schedule of the event is as follows:

- 5:30 to 5:35 – Introduction
- 5:35 to 5:55 – First rotation
- 5:55 to 6:15 – Second rotation
- 6:15 to 6:35 – Third rotation
- 6:35 to 7:15 – Dinner and free association
- 7:15 to 7:30 – Final rotation
- 7:30 to 7:35 – Wrap up

Expected participation is about 45 people, the breakdown of which is as follows:

- 15 Students from UH Accounting Club
- 15 students from Beta Alpha Psi
- 5 Students from UH West Oahu Accounting Club
- 10 to 12 professionals

The event includes food and drinks.

## President –Elect Vacancy

At the September 6 Chapter Executive Committee meeting, Pamela Young was nominate for the president-elect vacancy. Members who wish to nominate others or volunteer for the position are encouraged to contact Edwin Young or Dallas Weyand.

## 2014-2015 Hawaii Chapter

### Executive Committee and Committee Chairs

President	Edwin Young, City and County of Honolulu
President-Elect	Vacant
Treasurer	Sean Nakamura, Accuity LLP
Secretary	Robert Hatanaka, CW Associates, CPAs
Immediate Past President	Dallas Weyand II, KMH LLP

#### Directors:

Donn Nakamura	Mark Chandler
Valerie Shintaku	Cindy Yee
Wei Lum	Dwayne Takeno
Ross Okumura	Kerry Yoneshige
Ralph Kanetoku	Ray Kim

#### Committee Chairs:

Audio Conferences	Casey Ratica
By-laws & Policies	Cindy Yee
Community Service	Ross Okumura
Luncheon Programs	Dwayne Takeno
Media	Pamela Young / Mark Eder
Membership	Donn Nakamura / Mabel Yeung
Networking / Aloha Event	Valerie Shintaku
Newsletter	Debra Mott / Shena Bocalbos
Nominations	Dallas Weyand II
Student Relations	Robert Hatanaka / Bowha Kang
Website / Social Media	Ryoko Lung / Bowha Kang
Citizen Centric Report	Ryoko Lung / Bowha Kang
Awards	Pamela Young
Chapter History	Clarence Kuwahara

---

**Association of Government Accountants Hawaii Chapter**  
**P.O. Box 4474 Honolulu, HI 96812**  
**[www.agahawaii.org](http://www.agahawaii.org)**