

COUNTY OF KAUAI

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

**Funded Indebtedness Outstanding and Unpaid
As of June 30, 2021**



N&K CPAs, Inc.

ACCOUNTANTS|CONSULTANTS

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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Chair and Members of the County Council
County of Kaua'i, Hawai'i
Līhue, Kaua'i, Hawai'i

We have performed the procedures enumerated below on the Funded Indebtedness Outstanding and Unpaid Schedules (Schedules) of the County of Kaua'i (County) as of June 30, 2021. The County's management is responsible for the Schedules.

The County has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose to verify that the Schedules are accurate and supported by the County's accounting records. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

1. We obtained the Supplemental Summary of General Long-term Debt for the fiscal year ended June 30, 2021, and the related Total Indebtedness of the County of Kaua'i as of June 30, 2021.
2. We compared the amount outstanding for each outstanding bond as of June 30, 2021, as reported in the Supplemental Summary of General Long-Term Debt and the Total Indebtedness of the County of Kaua'i to the debt service schedules as of June 30, 2021, prepared by the Director of the Department of Finance.

No exceptions were noted.

3. We added the amount outstanding as of June 30, 2021, as reported in the Total Indebtedness of the County of Kaua'i, and compared the resultant total with the amount reflected in the Total Indebtedness of the County of Kaua'i.

No exceptions were noted.

4. We compared the total amount outstanding as reported in the Total Indebtedness of the County of Kaua'i to the Supplemental Summary of General Long-term Debt for the fiscal year ended June 30, 2021.

No exceptions were noted.

5. We added the amount outstanding for the fiscal year ended June 30, 2021, as reported in the Supplemental Summary of General Long-term Debt for the fiscal year ended June 30, 2021, and compared the resultant total with the amount reflected in the Supplemental Summary of General Long-term Debt for the fiscal year ended June 30, 2021.

No exceptions were noted.

We were engaged by the County to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively on the Schedules. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of the County Council of the County of Kaua'i and is not intended to be and should not be used by anyone other than these specified parties.

N&K CPAs, Inc.

Honolulu, Hawai'i
March 10, 2022

County of Kaua'i
SUPPLEMENTAL SUMMARY OF GENERAL LONG-TERM DEBT
Fiscal Year Ended June 30, 2021

COUNTY BONDS	Amount of Original Issue	Amount of Outstanding July 1, 2020	Bonds Issued July 1, 2020 to June 30, 2021	Bonds Matured July 1, 2020 to June 30, 2021	Bonds Refunded July 1, 2020 to June 30, 2021	Amount of Outstanding June 30, 2021
General Obligation Bonds Series 2005A	\$ 4,030,000	\$ 945,000	\$ --	\$ 545,000	\$ --	\$ 400,000
General Obligation Bonds Series 2010A BABs	47,835,000	36,410,000	--	1,895,000	--	34,515,000
General Obligation Bonds Series 2010A RZEDBs	12,165,000	12,165,000	--	--	--	12,165,000
General Obligation Bonds Series 2011A	20,985,000	9,610,000	--	1,455,000	6,645,000	1,510,000
General Obligation Bonds Series 2012A	23,415,000	18,060,000	--	1,485,000	13,405,000	3,170,000
General Obligation Bonds Series 2012B	8,215,000	6,330,000	--	530,000	4,675,000	1,125,000
General Obligation Bonds Series 2017	24,015,000	22,855,000	--	605,000	--	22,250,000
General Obligation Bonds Series 2021A	6,040,000	--	6,040,000	--	--	6,040,000
General Obligation Bonds Series 2021B	19,329,200	--	19,329,200	--	--	19,329,200
General Obligation Bonds Series 2005A (Water Portion)	3,165,000	530,000	--	305,000	--	225,000
General Obligation Bonds Series 2010A BABs (Water Portion)	60,000,000	45,650,000	--	2,375,000	--	43,275,000
General Obligation Bonds Series 2011A (Water Portion)	5,125,000	2,340,000	--	355,000	1,615,000	370,000
General Obligation Bonds Series 2012A (Water Portion)	2,745,000	2,115,000	--	175,000	1,570,000	370,000
General Obligation Bonds Series 2021A (Water Portion)	1,510,000	--	1,510,000	--	--	1,510,000
General Obligation Bonds Series 2021B (Water Portion)	<u>1,680,800</u>	<u>--</u>	<u>1,680,800</u>	<u>--</u>	<u>--</u>	<u>1,680,800</u>
TOTAL COUNTY BONDS	\$ <u>240,255,000</u>	\$ <u>157,010,000</u>	\$ <u>28,560,000</u>	\$ <u>9,725,000</u>	\$ <u>27,910,000</u>	\$ <u>147,935,000</u>
EXCLUDED COUNTY BONDS						
Special Tax Revenue Bonds Series 2012 (CFD No. 2008-1)	\$ 11,875,000	\$ 11,440,000	\$ --	\$ 135,000	\$ --	\$ 11,305,000
Special Tax Revenue Bonds Series 2019 (CFD No. 2008-1)	20,320,000	20,320,000	--	--	--	20,320,000

The above Summary of General Long-Term Debt was prepared from the records of the Department of Finance in accordance with Sections 47-C-2 and 47-C-3, Hawaii Revised Statutes.

Concurred By:

Matthew Bracken
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Matthew Bracken
County Attorney

Reiko Matsuyama
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Reiko Matsuyama
Director of Finance


Arryl Kaneshiro
Chair County Council

County of Kaua'i
TOTAL INDEBTEDNESS OF THE COUNTY OF KAUA'I
June 30, 2021

COUNTY BONDS	Coupon	Due Date	Principal
General Obligation Bonds Series 2005A:	5.000%	August 1, 2021	\$ <u>400,000</u>
			\$ <u>400,000</u>
General Obligation Bonds Series 2010A BABs:	4.556%	August 1, 2021	\$ 1,980,000
	4.756%	August 1, 2022	2,075,000
	4.906%	August 1, 2023	2,180,000
	5.056%	August 1, 2024	2,290,000
	5.293%	August 1, 2025	2,410,000
	5.393%	August 1, 2026	2,545,000
	5.513%	August 1, 2027	2,685,000
	5.613%	August 1, 2028	2,840,000
	5.663%	August 1, 2029	3,005,000
	5.693%	August 1, 2030	3,180,000
	5.723%	August 1, 2031	3,370,000
	5.743%	August 1, 2032	3,570,000
	5.763%	August 1, 2033	2,385,000
			\$ <u>34,515,000</u>
General Obligation Bonds Series 2010A RZEDBs:	5.863%	August 1, 2033	\$ 3,140,000
	5.913%	August 1, 2034	<u>9,025,000</u>
			\$ <u>12,165,000</u>
General Obligation Bonds Series 2011A:	3.250%	August 1, 2021	\$ <u>1,510,000</u>
			\$ <u>1,510,000</u>
General Obligation Bonds Series 2012A:	5.000%	August 1, 2021	\$ 1,545,000
	5.000%	August 1, 2022	<u>1,625,000</u>
			\$ <u>3,170,000</u>
General Obligation Bonds Series 2012B:	5.000%	August 1, 2021	\$ 550,000
	5.000%	August 1, 2022	<u>575,000</u>
			\$ <u>1,125,000</u>

County of Kaua'i
TOTAL INDEBTEDNESS OF THE COUNTY OF KAUAI (Continued)
June 30, 2021

General Obligation Bonds Series 2017:

5.000%	August 1, 2021	\$ 630,000
4.000%	August 1, 2022	655,000
5.000%	August 1, 2023	690,000
3.000%	August 1, 2024	715,000
5.000%	August 1, 2025	745,000
5.000%	August 1, 2026	785,000
5.000%	August 1, 2027	825,000
5.000%	August 1, 2028	865,000
2.500%	August 1, 2029	900,000
5.000%	August 1, 2030	935,000
5.000%	August 1, 2031	980,000
4.000%	August 1, 2032	1,025,000
4.000%	August 1, 2033	1,070,000
3.000%	August 1, 2034	1,105,000
3.000%	August 1, 2035	1,140,000
3.000%	August 1, 2036	1,175,000
5.000%	August 1, 2037	1,225,000
3.000%	August 1, 2038	1,275,000
3.000%	August 1, 2039	1,310,000
3.125%	August 1, 2040	1,350,000
3.125%	August 1, 2041	1,395,000
5.000%	August 1, 2042	1,455,000
		<u>\$ 22,250,000</u>

General Obligation Bonds Series 2021A:

5.000%	August 1, 2022	\$ 1,400,000
5.000%	August 1, 2023	1,472,000
5.000%	August 1, 2024	1,544,000
5.000%	August 1, 2025	1,624,000
		<u>\$ 6,040,000</u>

General Obligation Bonds Series 2021B:

0.320%	August 1, 2023	\$ 2,686,400
0.520%	August 1, 2024	2,695,600
0.875%	August 1, 2025	2,718,600
1.180%	August 1, 2026	2,746,200
1.500%	August 1, 2027	2,783,000
1.600%	August 1, 2028	2,824,400
1.875%	August 1, 2029	2,875,000
		<u>\$ 19,329,200</u>

General Obligation Bonds Series 2005A (Water Portion):

5.000%	August 1, 2021	\$ 225,000
		<u>\$ 225,000</u>

County of Kaua'i
TOTAL INDEBTEDNESS OF THE COUNTY OF KAUA'I (Continued)
June 30, 2021

General Obligation Bonds Series 2010A BABs (Water Portion):

4.556%	August 1, 2021	\$ 2,485,000
4.756%	August 1, 2022	2,605,000
4.906%	August 1, 2023	2,730,000
5.056%	August 1, 2024	2,870,000
5.293%	August 1, 2025	3,025,000
5.393%	August 1, 2026	3,190,000
5.513%	August 1, 2027	3,370,000
5.613%	August 1, 2028	3,560,000
5.663%	August 1, 2029	3,770,000
5.693%	August 1, 2030	3,990,000
5.723%	August 1, 2031	4,220,000
5.743%	August 1, 2032	4,470,000
5.763%	August 1, 2033	2,990,000
		<u>\$ 43,275,000</u>

General Obligation Bonds Series 2011A (Water Portion):

3.250%	August 1, 2021	\$ 370,000
		<u>\$ 370,000</u>

General Obligation Bonds Series 2012A (Water Portion):

5.000%	August 1, 2021	\$ 180,000
5.000%	August 1, 2022	190,000
		<u>\$ 370,000</u>

General Obligation Bonds Series 2021A (Water Portion):

5.000%	August 1, 2022	\$ 350,000
5.000%	August 1, 2023	368,000
5.000%	August 1, 2024	386,000
5.000%	August 1, 2025	406,000
		<u>\$ 1,510,000</u>

General Obligation Bonds Series 2021B (Water Portion):

0.320%	August 1, 2023	\$ 233,600
0.520%	August 1, 2024	234,400
0.875%	August 1, 2025	236,400
1.180%	August 1, 2026	238,800
1.500%	August 1, 2027	242,000
1.600%	August 1, 2028	245,600
1.875%	August 1, 2029	250,000
		<u>\$ 1,680,800</u>

Total General Obligation Indebtedness Outstanding as of June 30, 2021:

\$ 147,935,000

County of Kaua'i
TOTAL INDEBTEDNESS OF THE COUNTY OF KAUA'I (Continued)
June 30, 2021

EXCLUDED COUNTY BONDS	Coupon	Due Date	Principal
Special Tax Revenue Bonds Series 2012 (CFD No. 2008-1):			
	5.000%	May 1, 2022	\$ 155,000
	5.000%	May 1, 2023	180,000
	5.000%	May 1, 2024	205,000
	5.250%	May 1, 2025	230,000
	5.250%	May 1, 2026	260,000
	5.250%	May 1, 2027	290,000
	5.250%	May 1, 2028	325,000
	5.625%	May 1, 2029	360,000
	5.625%	May 1, 2030	395,000
	5.625%	May 1, 2031	440,000
	5.625%	May 1, 2032	480,000
	5.625%	May 1, 2033	530,000
	5.750%	May 1, 2034	580,000
	5.750%	May 1, 2035	630,000
	5.750%	May 1, 2036	690,000
	5.750%	May 1, 2037	750,000
	5.750%	May 1, 2038	815,000
	5.750%	May 1, 2039	885,000
	5.750%	May 1, 2040	955,000
	5.750%	May 1, 2041	1,035,000
	5.750%	May 1, 2042	1,115,000
			<u>\$ 11,305,000</u>
Special Tax Revenue Bonds Series 2019 (CFD No. 2008-1):			
	4.000%	May 15, 2025	\$ 15,000
	4.000%	May 15, 2026	30,000
	4.000%	May 15, 2027	50,000
	4.000%	May 15, 2028	70,000
	5.000%	May 15, 2029	95,000
	5.000%	May 15, 2030	125,000
	5.000%	May 15, 2031	150,000
	5.000%	May 15, 2032	180,000
	3.000%	May 15, 2033	210,000
	3.000%	May 15, 2034	240,000
	3.000%	May 15, 2035	275,000
	3.250%	May 15, 2036	300,000
	3.250%	May 15, 2037	335,000
	3.250%	May 15, 2038	375,000
	3.250%	May 15, 2039	410,000
	5.000%	May 15, 2040	450,000
	5.000%	May 15, 2041	500,000
	5.000%	May 15, 2042	550,000
	5.000%	May 15, 2043	1,810,000
	5.000%	May 15, 2044	1,950,000
	5.000%	May 15, 2045	2,105,000
	5.000%	May 15, 2046	2,260,000
	5.000%	May 15, 2047	2,430,000
	5.000%	May 15, 2048	2,610,000
	5.000%	May 15, 2049	2,795,000
			<u>\$ 20,320,000</u>

The above Summary of General Long-Term Debt was prepared from the records of the Department of Finance in accordance with Sections 47-C-2 and 47-C-3, Hawaii Revised Statutes

Concurred By:

Matthew Bracken
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 Matthew Bracken
 County Attorney

Reiko Matsuyama
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 Reiko Matsuyama
 Director of Finance

Arryl Kaneshiro
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 Chair County Council