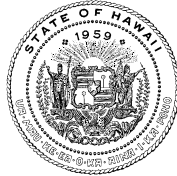


JOSH GREEN, M.D.
GOVERNOR
KE KIA'ĀINA



KEITH A. REGAN
COMPTROLLER
KA LUNA HO'OMALU HANA LAULĀ

MEOH-LENG SILLIMAN
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KA HOPE LUNA HO'OMALU HANA LAULĀ


STATE OF HAWAII | KA MOKU'ĀINA O HAWAII
DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES | KA 'OIHANA LOIHELU A LAWELAWE LAULĀ
P.O. BOX 119, HONOLULU, HAWAII 96810-0119

July 12, 2023

COMPTROLLER'S MEMORANDUM NO. 2023-15

TO: Heads of Departments and Agencies

ATTN: Administrative and Fiscal Offices

FROM: Keith A. Regan, Comptroller 

SUBJECT: GASB 87 – Leases data due July 31, 2023

GASB 87-Leases took effect in Fiscal Year 2022 (FY2022). It establishes a single model for lease accounting based on the foundation principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about the State's leasing activities. When it was initially implemented in FY2022, the DAGS GASB team took the lead and procured the software system LeaseQuery, to be used by all state departments and agencies.

In light of both the initial adoption of GASB 96 (see CM 2023-10 dated May 31, 2023) and the second year of GASB 87, the DAGS GASB team will support updating LeaseQuery for material GASB 87 leases for FY23. Going forward, for FY24, departments and agencies are responsible in upkeeping LeaseQuery for both material GASB 87 Leases and GASB 96 SBITAs.

In accordance with Section 40-4, Hawaii Revised Statutes, we are requesting lease data to assist in the preparation of the State of Hawaii's Annual Comprehensive Financial Report for the year ending June 30, 2023. For uniformity and easy consolidation, please use the attached Excel Template.

Completed templates should be submitted electronically to: dagsauditgasb@hawaii.gov no later than July 31, 2023.

If you have any questions, please contact Ron Shiigi, Audit Division Administrator, at 586-0360 or e-mail at ronald.t.shiigi@hawaii.gov.

Attachment: