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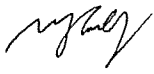
TYLER I. GOMES
DEPUTY TO THE CHAIRMAN

STATE OF HAWAII
DEPARTMENT OF HAWAIIAN HOME LANDS

P. O. BOX 1879
HONOLULU, HAWAII 96805

November 23, 2020

To: Neal Miyahira, Administrator

From: William J. Aila, Jr., Chairman 
Hawaiian Homes Commission

Subject: Report on Non-General Fund Information

Attached for your review are completed Forms 37-47 including supporting information relating to the Department of Hawaiian Home Lands non-general fund accounts.

If there are any questions, please call me at 620-9501 or your staff may contact Rodney Lau, Administrative Services Officer at 620-9531.

Attachments

Report on Non-General Fund Information
for Submittal to the 2021 Legislature

Department:	Hawaiian Home Lands	Contact Name:	Rodney Lau
Prog ID(s):	HHL 602	Phone:	620-9531
Name of Fund:	Hawaiian Home Loan Fund	Fund type (MOF) W	
Legal Authority	Section 213(b) Hawaiian Homes Commission Act of 1920, as amended	Appropriation Acct. No. S-302-I	

Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

Financial Data						
	FY 2017 (actual)	FY 2018 (actual)	FY 2019 (actual)	FY 2020 (actual)	FY 2021 (estimated)	FY 2022 (estimated)
Appropriation Ceiling						
Beginning Cash Balance	2,732,907	2,483,602	3,032,057	3,235,700	3,324,514	3,324,514
Revenues	141,645	548,455	203,643	88,814		
Expenditures	390,950	0	0	0		
Transfers						
List each net transfer in/out/ or projection in/out; list each account number						
	1,500,000	1,982,907	2,500,695	2,531,362		
	(1,500,000)	(1,982,907)	(2,500,695)	(2,531,362)		
Net Total Transfers	0	0	0	0	0	0
Ending Cash Balance	2,483,602	3,032,057	3,235,700	3,324,514	3,324,514	3,324,514
Encumbrances						
Unencumbered Cash Balance	2,483,602	3,032,057	3,235,700	3,324,514	3,324,514	3,324,514

Additional Information:

Amount Req. by Bond Covenants						
Amount from Bond Proceeds						
Amount Held in CODs, Escrow Accounts, or Other Investments						

Department of Hawaiian Home Lands

Name of Fund: Hawaiian Home Loan Fund (S-302)

Means of Financing: Revolving Fund

1. Description and Purpose of Fund (including revenue source):

The Hawaiian Home Loan Fund was established in 1921 as a revolving fund. Section 4 of the Hawaii Admissions Act (Act of March 18, 1959, Pub. L. 86-3, 73 Stat 4) made the Hawaiian Homes Commission Act (HHCA) a State law by compact with the United States. Under this compact, the Hawaiian Home Loan Fund may not be the subject of amendments that impair or reduce its powers and benefits without the consent of Congress.

Section 4 of the Hawaii Admissions Act, states in part:

"the Hawaiian home-loan fund, the Hawaiian home-operating fund, and the Hawaiian home-development fund shall not be reduced or impaired by any such amendment, whether made in the constitution or in the manner required for State legislation, and the encumbrances authorized to be placed on Hawaiian home lands by officers other than those charged with the administration of said Act, shall not be changed except with the consent of the United States" (emphasis added).

REVENUE LINE ITEMS:

Loan Principal Repayment - Pursuant to section 213(b) of the Hawaiian Homes Commission Act (HHCA), any principal repayment arising out of loans from the Hawaiian Home Loan Fund are to be credited to and deposited into the Hawaiian Home Loan Fund.

The Hawaiian Home Loan Fund is used principally to pay the net proceeds when a homestead lease is canceled or surrendered or when a lessee dies without leaving a qualified successor.

2. Statutory Basis of Fund:

Section 213 (b), Hawaiian Homes Commission Act of 1920, as amended

Report on Non-General Fund Information
for Submittal to the 2021 Legislature

Department:	Hawaiian Home Lands	Contact Name:	Rodney Lau
Prog ID(s):	HHL 602	Phone:	620-9531
Name of Fund:	Hawaiian Home General Loan Fund	Fund type (MOF) W	
Legal Authority	Section 213(c) Hawaiian Homes Commission Act of 1920, as amended	Appropriation Acct. No. S-323-I	

Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

		Financial Data					
		FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2023
		(actual)	(actual)	(actual)	(actual)	(estimated)	(estimated)
Appropriation Ceiling							
Beginning Cash Balance		21,687,197	27,251,763	28,147,405	36,155,735	47,328,850	47,328,850
Revenues		4,461,176	5,395,957	6,050,943	13,271,436		
Expenditures		3,596,610	8,900,315	4,308,309	2,098,321		
Transfers							
List each net transfer in/out/ or projection in/out; list each account number							
		14,700,000	16,087,197	21,830,261	27,821,058		
		(10,000,000)	(11,687,197)	(15,564,565)	(27,821,058)		
Net Total Transfers		4,700,000	4,400,000	6,265,696	0	0	0
Ending Cash Balance		27,251,763	28,147,405	36,155,735	47,328,850	47,328,850	47,328,850
Encumbrances							
Unencumbered Cash Balance		27,251,763	28,147,405	36,155,735	47,328,850	47,328,850	47,328,850

Additional Information:

Amount Req. by Bond Covenants							
Amount from Bond Proceeds							
Amount Held in CODs, Escrow Accounts, or Other Investments							

Department of Hawaiian Home Lands

Name of Fund: Hawaiian Home General Loan Fund (S-323)

Means of Financing: Revolving Fund

1. Description and Purpose of Fund (including revenue source):

Act 249, passed by the 1986 State Legislature consolidated all remaining loan funds other than the Hawaiian home-loan fund into the Hawaiian home-general loan fund. These loan funds were established through various amendments to the Act since statehood. The major source of receipts for this fund is through principal repayment of loans.

The department can make loans from the revolving funds for the following purposes:

1. Repair, maintenance, purchase or erection of dwellings on any tract and any permanent improvements.
2. Purchase of livestock and farm equipment (including aquaculture).
3. Assistance in developing land.
4. Farm loans not to exceed \$20,000.
5. Commercial loans.

In addition, the department may:

6. Use money in the Hawaiian home-operating fund to secure matching funds from federal, state or county agencies.
7. Loan or guarantee the repayment of loans up to fifty percent (50%) of the maximum single-residence loan amount allowed in Hawaii by the United States Department of Housing and Urban Development, Federal Housing Administration (FHA).
8. Permit loans to lessees by government agencies or private lenders, where the department assures payment of such loans in case of default.
9. Secure, pledge, or otherwise guarantee the repayment of money borrowed by the department from government agencies or private lenders. Money borrowed by the department or on departmental guarantees of loan shall at no time exceed \$100,000,000.
10. Use available loan fund monies or other funds as cash guarantees when required by lenders.

11. Exercise the functions of a lender of money in all direct loans made by government agencies or private lenders to lessees of which repayment is guaranteed by the department.
12. Pledge receivables of loan accounts outstanding as collateral to secure loans made by government agencies or private lenders to the department, the proceeds of which shall be used to make new loans.
13. Transfer into the Hawaiian home-trust fund any available money from any loan fund, except the Hawaiian home-loan fund, for use as cash guarantees or reserves when required by a federal agency authorized to insure or guarantee loans to lessees.

2. Statutory Basis of Fund:

Section 213 (c), Hawaiian Homes Commission Act of 1920, as amended

Report on Non-General Fund Information
for Submittal to the 2021 Legislature

Department: <u>Hawaiian Home Lands</u> Prog ID(s): <u>HHL 602</u> Name of Fund: <u>Hawaiian Home Administration Account</u> Legal Authority: <u>Section 213(f) Hawaiian Homes Commission Act of 1920, as amended</u>	Contact Name: <u>Rodney Lau</u> Phone: <u>620-9531</u> Fund type (MOF) <u>B</u> Appropriation Acct. No. <u>S-325-I</u>
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Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

Financial Data						
	FY 2017 (actual)	FY 2018 (actual)	FY 2019 (actual)	FY 2020 (actual)	FY 2021 (estimated)	FY 2022 (estimated)
Appropriation Ceiling	4,824,709	4,824,709	4,824,709	4,824,709		
Beginning Cash Balance	29,844,497	43,904,299	39,245,710	31,443,462	21,829,114	21,829,114
Revenues	16,262,711	16,707,336	17,546,848	17,927,794		
Expenditures	2,200,409	1,565,222	2,161,626	16,805,950		
Transfers						
List each net transfer in/out/ or projection in/out; list each account number						
		15,983,755	5,048,884	15,000,000		
	(2,500)	(35,784,458)	(28,243,725)	(25,736,192)		
Net Total Transfers	(2,500)	(19,800,703)	(23,194,841)	(10,736,192)	0	0
Ending Cash Balance	43,904,299	39,245,710	31,436,091	21,829,114	21,829,114	21,829,114
Encumbrances	2,313,024	2,807,514	1,940,981	2,995,699		
Unencumbered Cash Balance	41,591,275	36,438,196	29,495,110	18,833,415	21,829,114	21,829,114

Additional Information:

Amount Req. by Bond Covenants						
Amount from Bond Proceeds						
Amount Held in CODs, Escrow Accounts, or Other Investments						

Department of Hawaiian Home Lands

Name of Fund: Hawaiian Home Administration Account (S-325, S-326, S-305, S-398)

Means of Financing: Special Fund

1. Description and Purpose of Fund (including revenue source):

In 1959, the Hawaii Admission Act (Act of March 18, 1959, Pub. L. 86-3, 73 Stat 4) provided that ownership of Hawaiian home lands (HHL) be transferred from the United States to the State of Hawaii. The Admission Act also provided that the HHL, as well as proceeds and income therefrom were to be held by the State in trust for native Hawaiians and administered in accordance with the Act, and that use of HHL for any other purpose would constitute a breach of trust for which suit may be brought by the United States.

Section 4 of the Hawaii Admissions Act, states in part:

"(3) that all proceeds and income from the "available lands" as defined by said Act, shall be used only in carrying out the provisions of said Act" (emphasis added).

Section 5(f) of the Hawaii Admissions Act, states in part:

"Such lands, proceeds, and income shall be managed and disposed of for one or more of the foregoing purposes in such manner as the constitution and laws of said State may provide, and their use for any other object shall constitute a breach of trust for which suit may be brought by the United States." (emphasis added).

REVENUE LINE ITEMS:

- 1) The entire receipts from any leasing or other dispositions of "available lands" are deposited into this account. Any interest or other earnings arising out of investments from this fund are to be credited to this fund.

Receipts of this fund are from general leases, licenses, revocable permits, rights of entry, and other dispositions of Hawaiian home lands. The Admission Act and the Constitution stipulate that all proceeds and income from "available lands," as defined by the HHCA, "shall be used only in carrying out the provisions of said Act."

EXPENDITURE LINE ITEMS:

- 1) The monies are to be expended by the department for salaries and all other administrative expenses of the department, excluding capital improvements, in the absence of general funds appropriated for operating and administrative costs.

Funds of the Administration Account must be incorporated in the Executive Budget and appropriated by the legislature before they can be used for salaries and operating costs.

OTHER CHANGES IN FUND BALANCE:

- 1) The HHCA provides that the excess of the receipts deposited into the Hawaiian Home Administration Account over the amount approved or made available by the legislature may be transferred to the Hawaiian Home Operating Fund.
- 2) All revenues from "available" lands are pledged to the repayment of DHHL revenue bonds. Monies in excess of the reserve and debt service requirements may be transferred back to the Administration Account upon Commission approval.

2. Statutory Basis of Fund:

Section 213(f), Hawaiian Homes Commission Act of 1920, as amended

Department Hawaiian Home Lands
 Prog ID(s): HHL 602
 Name of Fï Hawaiian Home Administration Account - Protocol Fund
 Legal Auth: Section 213(f) Hawaiian Homes Commission Act of 1920, as amended
 Budget Proviso

Contact Name: Rodney Lau
 Phone: 620-9531
 Fund type (MOF) B
 Appropriation Acct. No. S-398-I

Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

Financial Data							
	FY 2017 (actual)	FY 2018 (actual)	FY 2019 (actual)	FY 2020 (actual)	FY 2021 (estimated)	FY 2022 (estimated)	FY 2023 (estimated)
Appropriation Ceiling	0	0	0	0			
Beginning Cash Balance	5,314	1,966	3,369	5,869	8,369	8,369	8,369
Revenues	0	0	0	0			
Expenditures	534	1,097	0	0			
Transfers							
List each net transfer in/out/ or projection in/out; list each account number							
		0	0	0			
	(2,814)	2,500	2,500	2,500			
Net Total Transfers	(2,814)	2,500	2,500	2,500	0	0	0
Ending Cash Balance	1,966	3,369	5,869	8,369	8,369	8,369	8,369
Encumbrances	32	0	0	0			
Unencumbered Cash Balance	1,934	3,369	5,869	8,369	8,369	8,369	8,369

Additional Information:

Amount Req. by Bond Covenants							
Amount from Bond Proceeds							
Amount Held in CODs, Escrow Accounts, or Other Investments							

Department of Hawaiian Home Lands

Name of Fund: Hawaiian Home Administration Account (S-325, S-326, S-305, S-398)

Means of Financing: Special Fund

1. Description and Purpose of Fund (including revenue source):

In 1959, the Hawaii Admission Act (Act of March 18, 1959, Pub. L. 86-3, 73 Stat 4) provided that ownership of Hawaiian home lands (HHL) be transferred from the United States to the State of Hawaii. The Admission Act also provided that the HHL, as well as proceeds and income therefrom were to be held by the State in trust for native Hawaiians and administered in accordance with the Act, and that use of HHL for any other purpose would constitute a breach of trust for which suit may be brought by the United States.

Section 4 of the Hawaii Admissions Act, states in part:

"(3) that all proceeds and income from the "available lands" as defined by said Act, shall be used only in carrying out the provisions of said Act" (emphasis added).

Section 5(f) of the Hawaii Admissions Act, states in part:

"Such lands, proceeds, and income shall be managed and disposed of for one or more of the foregoing purposes in such manner as the constitution and laws of said State may provide, and their use for any other object shall constitute a breach of trust for which suit may be brought by the United States." (emphasis added).

REVENUE LINE ITEMS:

- 1) The entire receipts from any leasing or other dispositions of "available lands" are deposited into this account. Any interest or other earnings arising out of investments from this fund are to be credited to this fund.

Receipts of this fund are from general leases, licenses, revocable permits, rights of entry, and other dispositions of Hawaiian home lands. The Admission Act and the Constitution stipulate that all proceeds and income from "available lands," as defined by the HHCA, "shall be used only in carrying out the provisions of said Act."

EXPENDITURE LINE ITEMS:

- 1) The monies are to be expended by the department for salaries and all other administrative expenses of the department, excluding capital improvements, in the absence of general funds appropriated for operating and administrative costs.

Funds of the Administration Account must be incorporated in the Executive Budget and appropriated by the legislature before they can be used for salaries and operating costs.

OTHER CHANGES IN FUND BALANCE:

- 1) The HHCA provides that the excess of the receipts deposited into the Hawaiian Home Administration Account over the amount approved or made available by the legislature may be transferred to the Hawaiian Home Operating Fund.
- 2) All revenues from "available" lands are pledged to the repayment of DHHL revenue bonds. Monies in excess of the reserve and debt service requirements may be transferred back to the Administration Account upon Commission approval.

2. Statutory Basis of Fund:

Section 213(f), Hawaiian Homes Commission Act of 1920, as amended

Report on Non-General Fund Information
for Submittal to the 2021 Legislature

Department:	Hawaiian Home Lands	Contact Name:	Rodney Lau
Prog ID(s):	HHL 602	Phone:	620-9531
Name of Fund:	Hawaiian Home Administration Account	Fund type (MOF) B	
Legal Authority	Section 213(f) Hawaiian Homes Commission Act of 1920, as amended	Appropriation Acct. No. S-326-I	

Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

Financial Data						
	FY 2017 (actual)	FY 2018 (actual)	FY 2019 (actual)	FY 2020 (actual)	FY 2021 (estimated)	FY 2022 (estimated)
Appropriation Ceiling						
Beginning Cash Balance	234,487	234,487	6,710	6,710	0	0
Revenues						
Expenditures						
Transfers						
List each net transfer in/out/ or projection in/out; list each account number						
Net Total Transfers	0	(227,777)	0	(6,710)	0	0
		(227,777)		(6,710)		
Ending Cash Balance	234,487	6,710	6,710	0	0	0
Encumbrances						
Unencumbered Cash Balance	234,487	6,710	6,710	0	0	0

Additional Information:

Amount Req. by Bond Covenants						
Amount from Bond Proceeds						
Amount Held in CODs, Escrow Accounts, or Other Investments						

Department of Hawaiian Home Lands

Name of Fund: Hawaiian Home Administration Account (S-325, S-326, S-305, S-398)

Means of Financing: Special Fund

1. Description and Purpose of Fund (including revenue source):

In 1959, the Hawaii Admission Act (Act of March 18, 1959, Pub. L. 86-3, 73 Stat 4) provided that ownership of Hawaiian home lands (HHL) be transferred from the United States to the State of Hawaii. The Admission Act also provided that the HHL, as well as proceeds and income therefrom were to be held by the State in trust for native Hawaiians and administered in accordance with the Act, and that use of HHL for any other purpose would constitute a breach of trust for which suit may be brought by the United States.

Section 4 of the Hawaii Admissions Act, states in part:

"(3) that all proceeds and income from the "available lands" as defined by said Act, shall be used only in carrying out the provisions of said Act" (emphasis added).

Section 5(f) of the Hawaii Admissions Act, states in part:

"Such lands, proceeds, and income shall be managed and disposed of for one or more of the foregoing purposes in such manner as the constitution and laws of said State may provide, and their use for any other object shall constitute a breach of trust for which suit may be brought by the United States." (emphasis added).

REVENUE LINE ITEMS:

- 1) The entire receipts from any leasing or other dispositions of "available lands" are deposited into this account. Any interest or other earnings arising out of investments from this fund are to be credited to this fund.

Receipts of this fund are from general leases, licenses, revocable permits, rights of entry, and other dispositions of Hawaiian home lands. The Admission Act and the Constitution stipulate that all proceeds and income from "available lands," as defined by the HHCA, "shall be used only in carrying out the provisions of said Act."

EXPENDITURE LINE ITEMS:

- 1) The monies are to be expended by the department for salaries and all other administrative expenses of the department, excluding capital improvements, in the absence of general funds appropriated for operating and administrative costs.

Funds of the Administration Account must be incorporated in the Executive Budget and appropriated by the legislature before they can be used for salaries and operating costs.

OTHER CHANGES IN FUND BALANCE:

- 1) The HHCA provides that the excess of the receipts deposited into the Hawaiian Home Administration Account over the amount approved or made available by the legislature may be transferred to the Hawaiian Home Operating Fund.
- 2) All revenues from "available" lands are pledged to the repayment of DHHL revenue bonds. Monies in excess of the reserve and debt service requirements may be transferred back to the Administration Account upon Commission approval.

2. Statutory Basis of Fund:

Section 213(f), Hawaiian Homes Commission Act of 1920, as amended

Report on Non-General Fund Information
for Submittal to the 2021 Legislature

Department: Hawaiian Home Lands
 Prog ID(s): HHL 602
 Name of Fund: DHHL Revenue Bond Special Fund
 Legal Authority: Section 213.5, Hawaiian Homes Commission Act of 1920, as amended

Contact Name: Rodney Lau
 Phone: 620-9531
 Fund type (MOF): B
 Appropriation Acct. No. S-350-1

Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

Financial Data						
	FY 2017 (actual)	FY 2018 (actual)	FY 2019 (actual)	FY 2020 (actual)	FY 2021 (estimated)	FY 2022 (estimated)
Appropriation Ceiling						
Beginning Cash Balance	13,093,714	10,173,277	12,021,668	11,889,248	21,116,426	21,116,426
Revenues	91,913	5,056,512	3,082,760	1,144,603		
Expenditures	3,012,350	3,208,121	3,215,180	2,653,616		
Transfers						
List each net transfer in/out/ or projection in/out; list each account number						
	10,580,444	8,984,128	14,679,678	21,536,191		
	(10,580,444)	(8,984,128)	(14,679,678)	(10,800,000)		
Net Total Transfers	0	0	0	10,736,191	0	0
Ending Cash Balance	10,173,277	12,021,668	11,889,248	21,116,426	21,116,426	21,116,426
Encumbrances	700,000	242,777	103,189	649,573		
Unencumbered Cash Balance	9,473,277	11,778,891	11,786,059	20,466,853	21,116,426	21,116,426

Additional Information:

Amount Req. by Bond Covenants						
Amount from Bond Proceeds						
Amount Held in CODs, Escrow Accounts, or Other Investments						

Department of Hawaiian Home Lands

Name of Fund: Department of Hawaiian Home Lands Revenue Bond Special Fund
(S-350, T-991)

Means of Financing: Special Fund

1. Description and Purpose of Fund (including revenue source):

In 1959, the Hawaii Admission Act (Act of March 18, 1959, Pub. L. 86-3, 73 Stat 4) provided that ownership of Hawaiian home lands (HHL) be transferred from the United States to the State of Hawaii. The Admission Act also provided that the HHL, as well as proceeds and income therefrom were to be held by the State in trust for native Hawaiians and administered in accordance with the Act, and that use of HHL for any other purpose would constitute a breach of trust for which suit may be brought by the United States.

Section 4 of the Hawaii Admissions Act, states in part:

"(3) that all proceeds and income from the "available lands" as defined by said Act, shall be used only in carrying out the provisions of said Act" (emphasis added).

Section 5(f) of the Hawaii Admissions Act, states in part:

"Such lands, proceeds, and income shall be managed and disposed of for one or more of the foregoing purposes in such manner as the constitution and laws of said State may provide, and their use for any other object shall constitute a breach of trust for which suit may be brought by the United States." (emphasis added).

In October 1991, the department sold \$18 million of revenue bonds. All revenues from "available" lands were pledged to the repayment of these bonds. Monies in excess of the reserve and debt service requirements may be transferred back to the Administration Account upon Commission approval.

Pursuant to section 213.5 of the HHCA, the department is required to establish a Revenue Bond Special Fund for each undertaking financed by revenue bonds. A special fund was established for the revenue bonds issued in 1991. Sources of monies for this fund are:

1. Revenues committed for payment of debt service and maintenance of reserve accounts.
2. Interest from investments of reserve accounts.

The monies are primarily used to repay the debt service on the bonds and to maintain a reserve account as required by the bond resolution.

A DAGS administratively created fund, titled the “Hawaiian Home Trust Fund” (T-991-I), reports the DHHL’s Revenue Bond Special Fund reserve funds outside of the State Treasury with a Revenue Bond Trustee pursuant to a bond resolution between the bondholders and DHHL. This account is reported separately from the S-350-I account.

In 2009, DHHL issued \$42.5 million in Revenue Bond Series 2009. On July 25, 2017, the DHHL successfully priced the \$30,940,000 Revenue Bond, Series 2017. Proceeds were used to refund \$36,640,000 Revenue Bond Series 2009.

2. Statutory Basis of Fund:

Section 213.5, Hawaiian Homes Commission Act of 1920, as amended

Report on Non-General Fund Information
for Submittal to the 2021 Legislature

Department: Hawaiian Home Lands Prog ID(s): HHL 602 Name of Fund: Hawaiian Home Land Trust Fund Legal Authority: Section 213.6, Hawaiian Homes Commission Act of 1920, as amended	Contact Name: Rodney Lau Phone: 620-9531 Fund type (MOF): T Appropriation Acct. No.: T-902-I
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Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

Financial Data						
	FY 2017 (actual)	FY 2018 (actual)	FY 2019 (actual)	FY 2020 (actual)	FY 2021 (estimated)	FY 2022 (estimated)
Appropriation Ceiling						
Beginning Cash Balance	156,673,500	146,060,630	150,703,816	145,842,157	150,719,468	150,719,468
Revenues	1,464,615	7,004,251	1,941,895	5,874,082		
Expenditures	12,077,485	2,361,065	6,803,554	996,771		
Transfers						
List each net transfer in/out/ or projection in/out; list each account number						
	54,272,330	101,489,912	126,566,011	123,000,000		
	(54,272,330)	(101,489,912)	(126,566,011)	(123,000,000)		
Net Total Transfers	0	0	0	0	0	0
Ending Cash Balance	146,060,630	150,703,816	145,842,157	150,719,468	150,719,468	150,719,468
Encumbrances	12,605,042	8,049,776	7,038,507	7,821,261		
Unencumbered Cash Balance	133,455,588	142,654,040	138,803,650	142,898,207	150,719,468	150,719,468

Additional Information:

Amount Req. by Bond Covenants						
Amount from Bond Proceeds						
Amount Held in CODs, Escrow Accounts, or Other Investments						

Department of Hawaiian Home Lands

Name of Fund: Hawaiian Home Lands Trust Fund (T-902)

Means of Financing: Trust Fund

1. Description and Purpose of Fund (including revenue source):

Act 14, Special Session 1995, (DHHL Land Claims Settlement Act) settles all claims made on behalf of the Hawaiian Home Lands Trust against the State between August 21, 1959 and July 1, 1988. It requires that the State make twenty annual deposits of \$30,000,000 or their discounted equivalent into the Hawaiian Home Lands Trust Fund. Proceeds of the fund may be used by DHHL for capital improvements and other purposes undertaken in the furtherance of the Hawaiian Homes Commission Act of 1920, as amended.

2. Statutory Basis of Fund:

Section 213.6, Hawaiian Homes Commission Act of 1920, as amended.

Report on Non-General Fund Information
for Submittal to the 2021 Legislature

Department: Hawaiian Home Lands
 Prog ID(s): HHL 602
 Name of Fund: Hawaiian Home Operating Fund
 Legal Authority: Section 213(e), Hawaiian Homes Commission Act of 1920, as amended

Contact Name: Rodney Lau
 Phone: 620-9531
 Fund type (MOF): T
 Appropriation Acct. No. T-905-I

Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

Financial Data						
	FY 2017 (actual)	FY 2018 (actual)	FY 2019 (actual)	FY 2020 (actual)	FY 2021 (estimated)	FY 2022 (estimated)
Appropriation Ceiling	3,740,534	3,740,534	3,740,534	3,740,534	3,740,534	
Beginning Cash Balance	2,088,540	3,715,502	3,659,212	5,830,462	4,181,146	4,181,146
Revenues		740	0	0		
Expenditures	373,038	1,557,030	828,750	1,649,316		
Transfers						
List each net transfer in/out/ or projection in/out; list each account number						
	3,599,387	3,225,000	3,508,875	3,300,000		
	(1,599,387)	(1,725,000)	(508,875)	(3,300,000)		
Net Total Transfers	2,000,000	1,500,000	3,000,000	0	0	0
Ending Cash Balance	3,715,502	3,659,212	5,830,462	4,181,146	4,181,146	4,181,146
Encumbrances	1,418,576	1,914,338	1,185,468	1,535,266		
Unencumbered Cash Balance	2,296,926	1,744,874	4,644,994	2,645,880	4,181,146	4,181,146

Additional Information:

Amount Req. by Bond Covenants						
Amount from Bond Proceeds						
Amount Held in CODs, Escrow Accounts, or Other Investments						

Department of Hawaiian Home Lands

Name of Fund: Hawaiian Home Operating Fund (T-905, T-906, T-915)

Means of Financing: Trust Fund

1. Description and Purpose of Fund (including revenue source):

The Hawaiian Home-Development Fund, established in 1941 as a special fund, and the Hawaiian Home Operating Fund, established in 1948 as a revolving fund, were merged into one fund, the Hawaiian Home Operating Fund, in 1986. Section 4 of the Hawaii Admissions Act (Act of March 18, 1959, Pub. L. 86-3, 73 Stat 4) made the Hawaiian Homes Commission Act (HHCA) a State law by compact with the United States. Under this compact, the Hawaiian Home Development Fund and the Hawaiian Home Operating Fund may not be the subject of amendments that impair or reduce them without the consent of Congress. Consequently, the Hawaiian Home Operating Fund is managed as two separate portions, the operating portion and the development portion, to retain the characteristics and substance of the predecessors of this fund.

Section 4 of the Hawaii Admissions Act, states in part:

"the Hawaiian home-loan fund, the Hawaiian home-operating fund, and the Hawaiian home-development fund shall not be reduced or impaired by any such amendment, whether made in the constitution or in the manner required for State legislation, and the encumbrances authorized to be placed on Hawaiian home lands by officers other than those charged with the administration of said Act, shall not be changed except with the consent of the United States" (emphasis added).

REVENUE LINE ITEMS:

- 1-2) Loan Interest/ Investment Interest - Pursuant to section 213(b) of the Hawaiian Homes Commission Act (HHCA), any interest or earnings arising out of investments from the Hawaiian Home Loan Fund are to be credited to and deposited into the Hawaiian Home Operating Fund.
- 3) Miscellaneous - Pursuant to section 213(e) of the HHCA, all moneys received by the department from any other source, other than those prescribed in other funds of the HHCA, are deposited into the Hawaiian Home Operating Fund. This includes receipts collected from the Molokai and Anahola Water systems, hall rentals, and homestead lease payments.
- 4) Refund/ Reimbursables - Refunds and reimbursements of expenditures are deposited back to the fund of origination.

EXPENDITURE LINE ITEMS:

(1-14) Uses of the operating portion of the Hawaiian Home Operating Fund include:

1. Construction operation and maintenance of revenue-producing activities (such as the Molokai Water System, and the Anahola Farm Lots Water System, on the island of Kauai) that are intended to serve principally occupants on Hawaiian home lands.
2. Purchase of goods and services to be resold, rented or furnished on a charge basis to occupants of Hawaiian home lands. The department operates a community hall in Waimea on the island of Hawaii.
3. Cost of appraisals, studies, consultant services or other staff services, including those in section 202(b) of the HHCA. Some of DHHL temporary exempt hires are funded from this portion of the Operating Fund.

The uses of the development portion of the Hawaiian Home Operating Fund, which require approval of the Governor, include:

1. Improvement and development necessary to serve present and future occupants of Hawaiian home lands.
2. Improvements, additions, and repairs to all assets owned or leased by the department excluding structures or improvements that the department is obligated to acquire under Section 209 of the HHCA.
3. Engineering, architectural and planning services to maintain and develop properties.
4. For consultant services.
5. For purchase or lease of equipment.
6. For acquisition or lease of real property; and
7. Improvements constructed for the benefit of the beneficiaries of the HHCA and not otherwise permitted in the loan funds or Administration Account.

OTHER CHANGES IN FUND BALANCE:

- 1) The Hawaiian Homes Commission may approve the quarterly transfer of moneys from the Hawaiian Home (HH) Receipts Fund to the Hawaiian Home Operating Fund. In the absence of HHC approval, the HH Receipts Fund transfer is by formula according to Administrative Rules.

- 2) Any amount in the Hawaiian Home Administration Account which is in excess of the amount approved by the State Legislature or made available for the fiscal period may be transferred to the Hawaiian Home Operating Fund.

2. Statutory Basis of Fund:

Section 213 (e), Hawaiian Homes Commission Act of 1920, as amended

Report on Non-General Fund Information
for Submittal to the 2021 Legislature

Department:	Hawaiian Home Lands	Contact Name:	Rodney Lau
Prog ID(s):	HHL 602	Phone:	620-9531
Name of Fund:	Hawaiian Home Operating Fund	Fund type (MOF):	T
Legal Authority	Section 213(e), Hawaiian Homes Commission Act of 1920, as amended	Appropriation Acct. No.:	T-906-I

Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

Financial Data						
	FY 2017 (actual)	FY 2018 (actual)	FY 2019 (actual)	FY 2020 (actual)	FY 2021 (estimated)	FY 2022 (estimated)
Appropriation Ceiling						
Beginning Cash Balance	199	0	0	0	0	0
Revenues	0					
Expenditures	199					
Transfers						
List each net transfer in/out/ or projection in/out; list each account number						
Net Total Transfers	0	0	0	0	0	0
Ending Cash Balance	0	0	0	0	0	0
Encumbrances						
Unencumbered Cash Balance	0	0	0	0	0	0

Additional Information:

Amount Req. by Bond Covenants						
Amount from Bond Proceeds						
Amount Held in CODs, Escrow Accounts, or Other Investments						

Department of Hawaiian Home Lands

Name of Fund: Hawaiian Home Operating Fund (T-905, T-906, T-915)

Means of Financing: Trust Fund

1. Description and Purpose of Fund (including revenue source):

The Hawaiian Home-Development Fund, established in 1941 as a special fund, and the Hawaiian Home Operating Fund, established in 1948 as a revolving fund, were merged into one fund, the Hawaiian Home Operating Fund, in 1986. Section 4 of the Hawaii Admissions Act (Act of March 18, 1959, Pub. L. 86-3, 73 Stat 4) made the Hawaiian Homes Commission Act (HHCA) a State law by compact with the United States. Under this compact, the Hawaiian Home Development Fund and the Hawaiian Home Operating Fund may not be the subject of amendments that impair or reduce them without the consent of Congress. Consequently, the Hawaiian Home Operating Fund is managed as two separate portions, the operating portion and the development portion, to retain the characteristics and substance of the predecessors of this fund.

Section 4 of the Hawaii Admissions Act, states in part:

"the Hawaiian home-loan fund, the Hawaiian home-operating fund, and the Hawaiian home-development fund shall not be reduced or impaired by any such amendment, whether made in the constitution or in the manner required for State legislation, and the encumbrances authorized to be placed on Hawaiian home lands by officers other than those charged with the administration of said Act, shall not be changed except with the consent of the United States" (emphasis added).

REVENUE LINE ITEMS:

- 1-2) Loan Interest/ Investment Interest - Pursuant to section 213(b) of the Hawaiian Homes Commission Act (HHCA), any interest or earnings arising out of investments from the Hawaiian Home Loan Fund are to be credited to and deposited into the Hawaiian Home Operating Fund.
- 3) Miscellaneous - Pursuant to section 213(e) of the HHCA, all moneys received by the department from any other source, other than those prescribed in other funds of the HHCA, are deposited into the Hawaiian Home Operating Fund. This includes receipts collected from the Molokai and Anahola Water systems, hall rentals, and homestead lease payments.
- 4) Refund/ Reimbursables - Refunds and reimbursements of expenditures are deposited back to the fund of origination.

EXPENDITURE LINE ITEMS:

(1-14) Uses of the operating portion of the Hawaiian Home Operating Fund include:

1. Construction operation and maintenance of revenue-producing activities (such as the Molokai Water System, and the Anahola Farm Lots Water System, on the island of Kauai) that are intended to serve principally occupants on Hawaiian home lands.
2. Purchase of goods and services to be resold, rented or furnished on a charge basis to occupants of Hawaiian home lands. The department operates a community hall in Waimea on the island of Hawaii.
3. Cost of appraisals, studies, consultant services or other staff services, including those in section 202(b) of the HHCA. Some of DHHL temporary exempt hires are funded from this portion of the Operating Fund.

The uses of the development portion of the Hawaiian Home Operating Fund, which require approval of the Governor, include:

1. Improvement and development necessary to serve present and future occupants of Hawaiian home lands.
2. Improvements, additions, and repairs to all assets owned or leased by the department excluding structures or improvements that the department is obligated to acquire under Section 209 of the HHCA.
3. Engineering, architectural and planning services to maintain and develop properties.
4. For consultant services.
5. For purchase or lease of equipment.
6. For acquisition or lease of real property; and
7. Improvements constructed for the benefit of the beneficiaries of the HHCA and not otherwise permitted in the loan funds or Administration Account.

OTHER CHANGES IN FUND BALANCE:

- 1) The Hawaiian Homes Commission may approve the quarterly transfer of moneys from the Hawaiian Home (HH) Receipts Fund to the Hawaiian Home Operating Fund. In the absence of HHC approval, the HH Receipts Fund transfer is by formula according to Administrative Rules.

- 2) Any amount in the Hawaiian Home Administration Account which is in excess of the amount approved by the State Legislature or made available for the fiscal period may be transferred to the Hawaiian Home Operating Fund.

2. Statutory Basis of Fund:

Section 213 (e), Hawaiian Homes Commission Act of 1920, as amended

Report on Non-General Fund Information
for Submittal to the 2021 Legislature

Department: <u>Hawaiian Home Lands</u> Prog ID(s): <u>HHL 602</u> Name of Fund: <u>Hawaiian Home Operating Fund</u> Legal Authority: <u>Section 213(e), Hawaiian Homes Commission Act of 1920, as amended</u>	Contact Name: <u>Rodney Lau</u> Phone: <u>620-9531</u> Fund type (MOF): <u>T</u> Appropriation Acct. No.: <u>T-915-I</u>
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Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

Financial Data						
	FY 2017 (actual)	FY 2018 (actual)	FY 2019 (actual)	FY 2020 (actual)	FY 2021 (estimated)	FY 2023 (estimated)
Appropriation Ceiling						
Beginning Cash Balance	34,860,588	31,896,171	47,022,532	57,833,698	62,372,348	62,372,348
Revenues	983,542	1,063,751	1,414,013	16,093,668		
Expenditures	1,901,225	4,437,390	10,808,015	11,555,018		
Transfers						
List each net transfer in/out/ or projection in/out; list each account number						
	10,576,034	44,289,563	41,482,017	35,000,000		
	(12,622,768)	(25,789,563)	(21,276,849)	(35,000,000)		
Net Total Transfers	(2,046,734)	18,500,000	20,205,168	0	0	0
Ending Cash Balance	31,896,171	47,022,532	57,833,698	62,372,348	62,372,348	62,372,348
Encumbrances	3,892,954	6,190,798	14,313,939	54,187,337		
Unencumbered Cash Balance	28,003,217	40,831,734	43,519,759	8,185,011	62,372,348	62,372,348

Additional Information:

Amount Req. by Bond Covenants						
Amount from Bond Proceeds						
Amount Held in CODs, Escrow Accounts, or Other Investments						

Department of Hawaiian Home Lands

Name of Fund: Hawaiian Home Operating Fund (T-905, T-906, T-915)

Means of Financing: Trust Fund

1. Description and Purpose of Fund (including revenue source):

The Hawaiian Home-Development Fund, established in 1941 as a special fund, and the Hawaiian Home Operating Fund, established in 1948 as a revolving fund, were merged into one fund, the Hawaiian Home Operating Fund, in 1986. Section 4 of the Hawaii Admissions Act (Act of March 18, 1959, Pub. L. 86-3, 73 Stat 4) made the Hawaiian Homes Commission Act (HHCA) a State law by compact with the United States. Under this compact, the Hawaiian Home Development Fund and the Hawaiian Home Operating Fund may not be the subject of amendments that impair or reduce them without the consent of Congress. Consequently, the Hawaiian Home Operating Fund is managed as two separate portions, the operating portion and the development portion, to retain the characteristics and substance of the predecessors of this fund.

Section 4 of the Hawaii Admissions Act, states in part:

"the Hawaiian home-loan fund, the Hawaiian home-operating fund, and the Hawaiian home-development fund shall not be reduced or impaired by any such amendment, whether made in the constitution or in the manner required for State legislation, and the encumbrances authorized to be placed on Hawaiian home lands by officers other than those charged with the administration of said Act, shall not be changed except with the consent of the United States" (emphasis added).

REVENUE LINE ITEMS:

- 1-2) Loan Interest/ Investment Interest - Pursuant to section 213(b) of the Hawaiian Homes Commission Act (HHCA), any interest or earnings arising out of investments from the Hawaiian Home Loan Fund are to be credited to and deposited into the Hawaiian Home Operating Fund.
- 3) Miscellaneous - Pursuant to section 213(e) of the HHCA, all moneys received by the department from any other source, other than those prescribed in other funds of the HHCA, are deposited into the Hawaiian Home Operating Fund. This includes receipts collected from the Molokai and Anahola Water systems, hall rentals, and homestead lease payments.
- 4) Refund/ Reimbursables - Refunds and reimbursements of expenditures are deposited back to the fund of origination.

EXPENDITURE LINE ITEMS:

(1-14) Uses of the operating portion of the Hawaiian Home Operating Fund include:

1. Construction operation and maintenance of revenue-producing activities (such as the Molokai Water System, and the Anahola Farm Lots Water System, on the island of Kauai) that are intended to serve principally occupants on Hawaiian home lands.
2. Purchase of goods and services to be resold, rented or furnished on a charge basis to occupants of Hawaiian home lands. The department operates a community hall in Waimea on the island of Hawaii.
3. Cost of appraisals, studies, consultant services or other staff services, including those in section 202(b) of the HHCA. Some of DHHL temporary exempt hires are funded from this portion of the Operating Fund.

The uses of the development portion of the Hawaiian Home Operating Fund, which require approval of the Governor, include:

1. Improvement and development necessary to serve present and future occupants of Hawaiian home lands.
2. Improvements, additions, and repairs to all assets owned or leased by the department excluding structures or improvements that the department is obligated to acquire under Section 209 of the HHCA.
3. Engineering, architectural and planning services to maintain and develop properties.
4. For consultant services.
5. For purchase or lease of equipment.
6. For acquisition or lease of real property; and
7. Improvements constructed for the benefit of the beneficiaries of the HHCA and not otherwise permitted in the loan funds or Administration Account.

OTHER CHANGES IN FUND BALANCE:

- 1) The Hawaiian Homes Commission may approve the quarterly transfer of moneys from the Hawaiian Home (HH) Receipts Fund to the Hawaiian Home Operating Fund. In the absence of HHC approval, the HH Receipts Fund transfer is by formula according to Administrative Rules.

- 2) Any amount in the Hawaiian Home Administration Account which is in excess of the amount approved by the State Legislature or made available for the fiscal period may be transferred to the Hawaiian Home Operating Fund.

2. Statutory Basis of Fund:

Section 213 (e), Hawaiian Homes Commission Act of 1920, as amended

Report on Non-General Fund Information
for Submittal to the 2021 Legislature

Department: Hawaiian Home Lands
 Prog ID(s): HHL 602
 Name of Fund: Native Hawaiian Rehabilitation Fund
 Legal Authority: Section 213(j), Hawaiian Homes Commission Act of 1920, as amended

Contact Name: Rodney Lau
 Phone: 620-9531
 Fund type (MOF) T
 Appropriation Acct. No. T-924-I

Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

Financial Data						
	FY 2017 (actual)	FY 2018 (actual)	FY 2019 (actual)	FY 2020 (actual)	FY 2021 (estimated)	FY 2022 (estimated)
Appropriation Ceiling						
Beginning Cash Balance	6,214,700	6,630,193	6,683,076	6,566,584	6,557,992	6,557,992
Revenues	582,035	289,559	500,439	478,743		
Expenditures	213,280	236,676	616,931	487,335		
Transfers						
List each net transfer in/out/ or projection in/out; list each account number						
	4,517,655	4,518,837	2,400,000	4,500,000		
	(4,470,917)	(4,518,837)	(2,400,000)	(4,500,000)		
Net Total Transfers	46,738	0	0	0	0	0
Ending Cash Balance	6,630,193	6,683,076	6,566,584	6,557,992	6,557,992	6,557,992
Encumbrances	253,606	627,390	792,815	891,142		
Unencumbered Cash Balance	6,376,587	6,055,686	5,773,769	5,666,850	6,557,992	6,557,992

Additional Information:

Amount Req. by Bond Covenants						
Amount from Bond Proceeds						
Amount Held in CODs, Escrow Accounts, or Other Investments						

Department of Hawaiian Home Lands

Name of Fund: Native Hawaiian Rehabilitation Fund (T-924)

Means of Financing: Trust Fund

1. Description and Purpose of Fund (including revenue source):

The Native Hawaiian Rehabilitation Fund (NHRF) was created by the 1978 Constitutional Convention to finance various activities intended to exclusively benefit native Hawaiians. This includes, but is not limited to, educational, economic, political, social, and cultural processes by which the general welfare and conditions of native Hawaiians are improved and perpetuated. The specific sources of NHRF funds vary, but are primarily derived from certain lands labeled "ceded lands" which were conveyed from the federal government to the State when it was admitted into the Union.

REVENUE LINE ITEMS:

- 1) Thirty percent of the state receipts, derived from lands previously cultivated and cultivated as sugarcane lands and from water licenses, are deposited into this fund.
- 2) Any payments of principal, interest or other earnings arising out of the loan or investments from the fund are credited and deposited into this fund.

EXPENDITURE LINE ITEMS:

- 1) NHRF has been used for interim home construction. The fund is reimbursed by private lenders that provide permanent takeout loans (e.g. FHA loans).
- 2) NHRF has also been involved in the financing of community based projects and an education scholarship program within the native Hawaiian community.

2. Statutory Basis of Fund:

Section 213(i), Hawaiian Homes Commission Act of 1920, as amended

Report on Non-General Fund Information
for Submittal to the 2021 Legislature

Department:	Hawaiian Home Lands	Contact Name:	Rodney Lau
Prog ID(s):	HHL 602	Phone:	620-9531
Name of Fund:	Hawaiian Home Trust Fund	Fund type (MOF) T	
Legal Authority	Section 213(h), Hawaiian Homes Commission Act of 1920, as amended	Appropriation Acct. No.	T-917-I

Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

Financial Data						
	FY 2017 (actual)	FY 2018 (actual)	FY 2019 (actual)	FY 2020 (actual)	FY 2021 (estimated)	FY 2022 (estimated)
Appropriation Ceiling						
Beginning Cash Balance	12,199,530	12,199,530	12,199,530	11,798,833	11,798,833	11,798,833
Revenues			0			
Expenditures			400,697			
Transfers						
List each net transfer in/out/ or projection in/out; list each account number						
		12,199,530		11,798,833		
		(12,199,530)		(11,798,833)		
Net Total Transfers	0	0	0	0	0	0
Ending Cash Balance	12,199,530	12,199,530	11,798,833	11,798,833	11,798,833	11,798,833
Encumbrances						
Unencumbered Cash Balance	12,199,530	12,199,530	11,798,833	11,798,833	11,798,833	11,798,833

Additional Information:

Amount Req. by Bond Covenants						
Amount from Bond Proceeds						
Amount Held in CODs, Escrow Accounts, or Other Investments						

Department of Hawaiian Home Lands

Name of Fund: Hawaiian Home Trust Fund (T-917)

Means of Financing: Trust Fund

1. Description and Purpose of Fund (including revenue source):

Monies deposited into this fund are available for transfers into any other fund or account authorized by the Act or for any public purpose to further the purposes of the Act. Public purpose includes using the Hawaiian home trust fund as a reserve for loans insured or guaranteed by the Federal Housing Administration, Veteran Administration or any other federal agency authorized to insure or guarantee loans. A major deposit in the Hawaiian home-trust fund is the reserve for loans insured by the Federal Housing Administration.

2. Statutory Basis of Fund:

Section 213(h), Hawaiian Homes Commission Act of 1920, as amended

Report on Non-General Fund Information
for Submittal to the 2021 Legislature

Department:	Hawaiian Home Lands	Contact Name:	Rodney Lau
Prog ID(s):	HHL 602	Phone:	620-9531
Name of Fund:	Hawaiian Home Receipts Fund	Fund type (MOF):	T
Legal Authority	Section 213(g), Hawaiian Homes Commission Act of 1920, as amended	Appropriation Acct. No.:	T-916-I

Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

Financial Data						
	FY 2017 (actual)	FY 2018 (actual)	FY 2019 (actual)	FY 2020 (actual)	FY 2021 (estimated)	FY 2022 (estimated)
Appropriation Ceiling						
Beginning Cash Balance	307,656	673,337	1,465,523	655,770	818,397	818,397
Revenues	5,065,681	5,192,186	5,455,942	8,265,011		
Expenditures				8,102,384		
Transfers						
List each net transfer in/out/ or projection in/out; list each account number						
			762,204			
	(4,700,000)	(4,400,000)	(7,027,899)			
Net Total Transfers	(4,700,000)	(4,400,000)	(6,265,695)	0	0	0
Ending Cash Balance	673,337	1,465,523	655,770	818,397	818,397	818,397
Encumbrances						
Unencumbered Cash Balance	673,337	1,465,523	655,770	818,397	818,397	818,397

Additional Information:

Amount Req. by Bond Covenants						
Amount from Bond Proceeds						
Amount Held in CODs, Escrow Accounts, or Other Investments						

Department of Hawaiian Home Lands

Name of Fund: Hawaiian Home Receipts Fund (T-916)

Means of Financing: Trust Fund

1. Description and Purpose of Fund (including revenue source):

All interest monies from loans or investments received by the department from any fund except as provided for in each respective fund, shall be deposited into this fund.

At the end of each quarter, all monies in this fund may be transferred to the Hawaiian home-operating fund, the Hawaiian home-administration account, the Hawaiian home-trust fund and any loan fund in accordance with rules adopted by the department.

REVENUE LINE ITEMS:

- 1) All interest monies from loans or investments received by the department from any fund except as provided for in each respective fund.

2. Statutory Basis of Fund:

Section 213 (g), Hawaiian Homes Commission Act of 1920, as amended

Report on Non-General Fund Information
for Submittal to the 2021 Legislature

Department: Hawaiian Home Lands
 Prog ID(s): HHL 602
 Name of Fund: Security Deposits Clearing Account
 Legal Authority: Administratively Created

Contact Name: Rodney Lau
 Phone: 620-9531
 Fund type (MOF) T
 Appropriation Acct. No. T-901-I

Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

Financial Data						
	FY 2017 (actual)	FY 2018 (actual)	FY 2019 (actual)	FY 2020 (actual)	FY 2021 (estimated)	FY 2022 (estimated)
Appropriation Ceiling						
Beginning Cash Balance	2,937,905	2,721,203	2,623,402	2,701,992	2,804,845	2,804,845
Revenues	124,498	76,579	158,355	139,033		
Expenditures	341,200	174,380	79,765	36,180		
Transfers						
List each net transfer in/out/ or projection in/out; list each account number						
	2,288,781		2,079,698	2,293,704		
	(2,288,781)		(2,079,698)	(2,293,704)		
Net Total Transfers	0	0	0	0	0	0
Ending Cash Balance	2,721,203	2,623,402	2,701,992	2,804,845	2,804,845	2,804,845
Encumbrances	42,380					
Unencumbered Cash Balance	2,678,823	2,623,402	2,701,992	2,804,845	2,804,845	2,804,845

Additional Information:

Amount Req. by Bond Covenants						
Amount from Bond Proceeds						
Amount Held in CODs, Escrow Accounts, or Other Investments						

Department of Hawaiian Home Lands

Name of Fund: Security Deposits/Clearing Account (T-901)

Means of Financing: Trust Account

1. Description and Purpose of Fund (including revenue source):

This account is a Department of Accounting Services (DAGS) administratively created account established in 1998 and serves as a temporary clearing account. The account is used to hold security deposits for leased properties. It is also a holding account for transactions and other payments received with insufficient documentation to explain the purpose of the payment. Monies remain in this account until it is refunded or until the department is able to resolve the purpose of the payment. Monies are also deposited for community benefits on behalf of Hawaiian Home Associations.

2. Statutory Basis of Fund:

DAGS Administrative Account

Report on Non-General Fund Information
for Submittal to the 2021 Legislature

Department: Hawaiian Home Lands
 Prog ID(s): HHL 602
 Name of Fund: Hawaiian Home Administration Account
 Legal Authority: Administratively Created

Contact Name: Rodney Lau
 Phone: 620-9531
 Fund type (MOF) B
 Appropriation Acct. No. S-305-I

Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

Financial Data						
	FY 2017 (actual)	FY 2018 (actual)	FY 2019 (actual)	FY 2020 (actual)	FY 2021 (estimated)	FY 2022 (estimated)
Appropriation Ceiling						
Beginning Cash Balance		0	0	0	(15,000,000)	(15,000,000)
Revenues		20,000,000				
Expenditures				15,000,000		
Transfers						
List each net transfer in/out/ or projection in/out; list each account number						
			23,200,000			
		(20,000,000)	(23,200,000)			
Net Total Transfers	0	(20,000,000)	0	0	0	0
Ending Cash Balance	0	0	0	(15,000,000)	(15,000,000)	(15,000,000)
Encumbrances						
Unencumbered Cash Balance	0	0	0	(15,000,000)	(15,000,000)	(15,000,000)

Additional Information:

Amount Req. by Bond Covenants						
Amount from Bond Proceeds						
Amount Held in CODs, Escrow Accounts, or Other Investments						

Department of Hawaiian Home Lands

Name of Fund: Hawaiian Home Administration Account (S-325, S-326, S-305, S-398)

Means of Financing: Special Fund

1. Description and Purpose of Fund (including revenue source):

In 1959, the Hawaii Admission Act (Act of March 18, 1959, Pub. L. 86-3, 73 Stat 4) provided that ownership of Hawaiian home lands (HHL) be transferred from the United States to the State of Hawaii. The Admission Act also provided that the HHL, as well as proceeds and income therefrom were to be held by the State in trust for native Hawaiians and administered in accordance with the Act, and that use of HHL for any other purpose would constitute a breach of trust for which suit may be brought by the United States.

Section 4 of the Hawaii Admissions Act, states in part:

"(3) that all proceeds and income from the "available lands" as defined by said Act, shall be used only in carrying out the provisions of said Act" (emphasis added).

Section 5(f) of the Hawaii Admissions Act, states in part:

"Such lands, proceeds, and income shall be managed and disposed of for one or more of the foregoing purposes in such manner as the constitution and laws of said State may provide, and their use for any other object shall constitute a breach of trust for which suit may be brought by the United States." (emphasis added).

REVENUE LINE ITEMS:

- 1) The entire receipts from any leasing or other dispositions of "available lands" are deposited into this account. Any interest or other earnings arising out of investments from this fund are to be credited to this fund.

Receipts of this fund are from general leases, licenses, revocable permits, rights of entry, and other dispositions of Hawaiian home lands. The Admission Act and the Constitution stipulate that all proceeds and income from "available lands," as defined by the HHCA, "shall be used only in carrying out the provisions of said Act."

EXPENDITURE LINE ITEMS:

- 1) The monies are to be expended by the department for salaries and all other administrative expenses of the department, excluding capital improvements, in the absence of general funds appropriated for operating and administrative costs.

Funds of the Administration Account must be incorporated in the Executive Budget and appropriated by the legislature before they can be used for salaries and operating costs.

OTHER CHANGES IN FUND BALANCE:

- 1) The HHCA provides that the excess of the receipts deposited into the Hawaiian Home Administration Account over the amount approved or made available by the legislature may be transferred to the Hawaiian Home Operating Fund.
- 2) All revenues from "available" lands are pledged to the repayment of DHHL revenue bonds. Monies in excess of the reserve and debt service requirements may be transferred back to the Administration Account upon Commission approval.

2. Statutory Basis of Fund:

Section 213(f), Hawaiian Homes Commission Act of 1920, as amended

Report on Non-General Fund Information
for Submittal to the 2021 Legislature

Department:	Hawaiian Home Lands	Contact Name:	Rodney Lau
Prog ID(s):	HHL 602	Phone:	620-9531
Name of Fund:	Department of Hawaiian Home Lands Revenue Bond Special Fund	Fund type (MOF)	B
Legal Authority	Section 213(h), Hawaiian Homes Commission Act of 1920, as amended	Appropriation Acct. No.	T-991-I

Intended Purpose: See attached

Source of Revenues:

Current Program Activities/Allowable Expenses:

Purpose of Proposed Ceiling Adjustment (if applicable):

Variances:

Financial Data						
	FY 2017 (actual)	FY 2018 (actual)	FY 2019 (actual)	FY 2020 (actual)	FY 2021 (estimated)	FY 2022 (estimated)
Appropriation Ceiling						
Beginning Cash Balance		0		1,782,760	1,807,946	1,807,946
Revenues				3,051,886		
Expenditures				3,026,700		
Transfers						
List each net transfer in/out/ or projection in/out; list each account number						
				1,782,760		
				(1,782,760)		
Net Total Transfers	0	0	0	0	0	0
Ending Cash Balance	0	0	0	1,807,946	1,807,946	1,807,946
Encumbrances						
Unencumbered Cash Balance	0	0	0	1,807,946	1,807,946	1,807,946

Additional Information:

Amount Req. by Bond Covenants						
Amount from Bond Proceeds						
Amount Held in CODs, Escrow Accounts, or Other Investments						

Department of Hawaiian Home Lands

Name of Fund: Department of Hawaiian Home Lands Revenue Bond Special Fund
(S-350, T-991)

Means of Financing: Special Fund

1. Description and Purpose of Fund (including revenue source):

In 1959, the Hawaii Admission Act (Act of March 18, 1959, Pub. L. 86-3, 73 Stat 4) provided that ownership of Hawaiian home lands (HHL) be transferred from the United States to the State of Hawaii. The Admission Act also provided that the HHL, as well as proceeds and income therefrom were to be held by the State in trust for native Hawaiians and administered in accordance with the Act, and that use of HHL for any other purpose would constitute a breach of trust for which suit may be brought by the United States.

Section 4 of the Hawaii Admissions Act, states in part:

"(3) that all proceeds and income from the "available lands" as defined by said Act, shall be used only in carrying out the provisions of said Act" (emphasis added).

Section 5(f) of the Hawaii Admissions Act, states in part:

"Such lands, proceeds, and income shall be managed and disposed of for one or more of the foregoing purposes in such manner as the constitution and laws of said State may provide, and their use for any other object shall constitute a breach of trust for which suit may be brought by the United States." (emphasis added).

In October 1991, the department sold \$18 million of revenue bonds. All revenues from "available" lands were pledged to the repayment of these bonds. Monies in excess of the reserve and debt service requirements may be transferred back to the Administration Account upon Commission approval.

Pursuant to section 213.5 of the HHCA, the department is required to establish a Revenue Bond Special Fund for each undertaking financed by revenue bonds. A special fund was established for the revenue bonds issued in 1991. Sources of monies for this fund are:

1. Revenues committed for payment of debt service and maintenance of reserve accounts.
2. Interest from investments of reserve accounts.

The monies are primarily used to repay the debt service on the bonds and to maintain a reserve account as required by the bond resolution.

A DAGS administratively created fund, titled the “Hawaiian Home Trust Fund” (T-991-I), reports the DHHL’s Revenue Bond Special Fund reserve funds outside of the State Treasury with a Revenue Bond Trustee pursuant to a bond resolution between the bondholders and DHHL. This account is reported separately from the S-350-I account.

In 2009, DHHL issued \$42.5 million in Revenue Bond Series 2009. On July 25, 2017, the DHHL successfully priced the \$30,940,000 Revenue Bond, Series 2017. Proceeds were used to refund \$36,640,000 Revenue Bond Series 2009.

2. Statutory Basis of Fund:

Section 213.5, Hawaiian Homes Commission Act of 1920, as amended