



Senate Committee on Ways and Means

Budget Briefing

January 6, 2012, Time 9:00 AM

FY 2012 and FY 2013

Board of Trustees

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Administration

Richard Pezzulo

Acting Chief Executive Officer

Mission Statement

To mālama (protect) Hawai‘i’s people and environmental resources and OHA’s assets, toward ensuring the perpetuation of the culture, the enhancement of lifestyle and the protection of entitlements of Native Hawaiians, while enabling the building of a strong and healthy Hawaiian people and nation, recognized nationally and internationally.

Economic Impact

Introduction

In general terms the current economic and fiscal conditions affect OHA operations in a number of ways including:

1. The continued economic downturn has resulted in increased demand for Native Hawaiian services and assistance. Through FY10, the number of inquiries from beneficiaries had increased by almost 30%. In FY11 this number increased by another 17%.
2. Trust funds available to OHA decreased due to the impact of market volatility on OHA’s investment portfolio. Economic conditions locally, nationally and abroad will keep any growth relatively modest in the near future.
3. Continued legal challenges that could seriously impact Native Hawaiians have and will continue to require financial resources that could otherwise be used to address the increased demand for Native Hawaiian services and assistance.

“Funding Cliff”

State budget cuts have reduced services and programs that support low to moderate income individuals including OHA beneficiaries. At the same time, organizations serving OHA beneficiaries have also experienced a decline in donations and program support from external sources including the State. The “funding cliff” faced by many State Agencies is a harsh reality for beneficiaries and organizations serving beneficiaries who have turned to OHA to fill this gap. FY11 saw an increased number of grant requests, including increased funding requests from repeat grantees.

Increased Demand for Native Hawaiian Services and Assistance

The primary purpose of the OHA general funds received from the State of Hawai‘i is to provide services and assistance to Native Hawaiians in the areas of:

1. ***Social services*** to OHA beneficiaries to include information and referral services, case management and counseling, establishment of individual development accounts, financial literacy, and financial assistance. Referral services include those relating to education assistance, employment and income security, individual and family care,

health needs, housing, legal services, genealogy research, business assistance, and general information.

2. ***Legal services and legal representation*** to OHA beneficiaries for the assertion and defense of quiet title actions; assistance with ahupua‘a and kuleana tenant rights, including rights of access and rights to water, land title assistance, including review of title and genealogy, preservation of traditional and customary practices, protection of culturally significant places, and preservation of Native Hawaiian land trust entitlements.
3. ***Educational enrichment programs*** for Native Hawaiian children in grades K through 12 to optimize learning for Hawaiian students, develop a stronger interest in learning, connect learning and education to one’s Hawaiian identity, and explore possible educational, career and academic goals the students may not have considered.

To address the increased demand for services and assistance, OHA is seeking to maintain current general funding levels. If the OHA general legislative funding amount is reduced, Native Hawaiians will be impacted in the following ways:

- A reduction in the legislative appropriation would negatively impact a vast majority of programs and services in the highest need areas including, but not limited to: 1) homelessness; 2) medically uninsured/underinsured; 3) mental health; 4) substance abuse; 5) domestic violence; and 6) chronic disease.
- There would be a significant reduction in services and beneficiary assistance including, but not limited to: 1) reduction in funding to emergency financial assistance programs, 2) reduction and potential elimination of case management services which assist beneficiaries to access community resources, 3) budget cuts leading to loss of clinicians providing mental health and substance abuse counseling and support, and 4) loss of health monitoring/navigation programs that assist those with chronic disease to get needed medical care.
- Important programs such as providing legal services to the Native Hawaiian community, currently provided by the Native Hawaiian Legal Corporation (NHLC), will be severely impacted which would lead to a reduction in staff attorneys and critical support staff (paralegals, legal clerks, etc.) and thus a reduction in available legal services to the Native Hawaiian community.

Alternatives Considered

Office of Hawaiian Affairs Strategic Plan 2010-2018

On September 10, 2009, the Board of Trustees approved the OHA Strategic Plan 2010 to 2016 to include the Mission, Vision, Values, Roles, six Strategic Priorities and ten Strategic Results and using these roles to align the agency to optimize OHA's ability to effectively fulfill its mission. The strategic plan focuses OHA resources on programs and activities that will ultimately lead to systemic change and maximize the impact we have on all Hawaiians. On December 15, 2011, the Board of Trustees extended the OHA Strategic Plan through 2018. A copy of the OHA Strategic Plan can be found as **Attachment #2**.

Upon adoption of the strategic plan, OHA underwent a large-scale reorganization in FY10 which resulted in significant payroll cost savings. During FY11 the transition process continued, maintaining payroll cost savings, OHA realigned its processes with the strategic plan to optimize spending efficiencies as described below:

- In FY11 strategic plan priorities were integrated into OHA's grant program and in FY12 program reporting measures were significantly improved to increase grantee accountability and provide objective metrics for evaluation of program effectiveness.
- In FY11, the foundation was laid to launch beneficiary advocacy initiatives that directly address OHA Strategic Plan Priorities in FY12. The advocacy initiatives are designed to provide a focused approach to ensure systemic change for Native Hawaiians.

While FY11 actions do not create additional direct cost savings, they provide for better accountability of OHA spending and optimize resources spent. Both are critical provided the rising demand for Native Hawaiian services and assistance in light of current economic conditions.

Cost Saving Measures

Implementation of the strategic plan in FY10 resulted in a reorganization to adopt a more efficient and cost effective organization structure based on the plan's three roles of asset management, research and advocacy. The new organization structure consolidated the program areas into four lines of businesses resulting in 28% fewer management positions.

In FY12 OHA continued its streamlining process to increase its focus on the specific roles identified in the strategic plan – asset management, research, and advocacy. The "mini-reorganization" highlights incremental efficiencies gained by OHA management as provided in the following table:

	FY 2009	FY 2010	FY 2011	FY 2012
Directors	10			
Line of Business Directors		4	4	3
Manager Positions	36	26	25	24

In addition to leveraging personnel costs, the FY10 reorganization also resulted in a net staff reduction of 12 full-time positions from 173.5 to 161.5. OHA maintained this level of staffing and cost savings throughout FY11.

Joint Projects with the State

In pursuit of its mission, OHA partners with a number of state agencies and the University of Hawai'i. During the fiscal years FY2006 through FY2011, OHA expended \$26,734,950 and projects to expend an additional \$4,728,000 for a total of \$31,462,950 in Trust funds to support State programs and services as follows:

	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	Projected FY 2012	Total
State Agencies	\$2,366,451	\$4,473,903	\$799,535	\$3,343,216	\$3,034,260	\$3,455,000	\$3,228,000	\$20,700,365
University of Hawai'i	\$913,873	\$1,264,579	\$1,651,580	\$2,158,398	\$1,325,887	\$1,948,268	\$1,500,000	\$10,762,585
Total:	\$3,280,324	\$5,738,482	\$2,451,115	\$5,501,614	\$4,360,147	\$5,403,268	\$4,728,000	\$31,462,950

A listing of current and past State programs funded can be found on **Attachment #1.**

Projects funded by OHA trust funds represent additional revenues for the state. With the launch of its beneficiary advocacy initiatives in the areas of education, health, income and housing – OHA looks to expanding its relationship with state agencies (e.g. DBEDT, DHHL, DOE, DOH, UH, etc.) that play a direct role in achieving our strategic plan results.

Table 1: Department –Wide Budget Summary

Attached

Table 2: Priority List of Functions

Attached. Commentary also provided below:

Statutory Reference: HRS10-3(3) Purpose of the office includes: Serving as the principal public agency in this State responsible for the performance, development and coordination of programs and activities relating to Native Hawaiians and Hawaiians.

Priority #1: To provide services for the betterment of conditions for Native Hawaiians that will help to achieve the following OHA strategic results:

1. Native Hawaiian average family income will equal 100% or greater than the State-wide average family income.
2. Increase the number of Native Hawaiians living longer than one year (without default) in owner-occupied or rental housing.
3. Increase the number of Native Hawaiian students who meet or exceed standards in elementary, middle, and high school testing; and who graduate from post-secondary institutions.
4. Increase the percent of Ka Pae `Āina O Hawai'i managed to create economic value, preserve cultural and natural resources and historic properties, and/or provide cultural and social opportunities for Native Hawaiians in a sustainable and balanced manner.
5. Increase the number of Native Hawaiians participating in cultural activities, including language, and who interact with the `āina for cultural, spiritual, religious and subsistence purposes.

This will be achieved through continuation of the following general and OHA funded services:

Social services (OHA175) to OHA beneficiaries: to include information and referral services, case management and counseling, establishment of individual development accounts, financial literacy, and financial assistance. Referral services include those relating to education assistance, employment and income security, individual and family care, health needs, housing, legal services, genealogy research, business assistance, and general information.

Legal services and legal representation (OHA175) to OHA beneficiaries: for the assertion and defense of quiet title actions; assistance with ahupua'a and kuleana

tenant rights, including rights of access and rights to water, land title assistance, including review of title and genealogy, preservation of traditional and customary practices, protection of culturally significant places, and preservation of Native Hawaiian land trust entitlements.

Educational enrichment programs (OHA175) for Native Hawaiian children in grades K through 12: to optimize learning for Hawaiian students, develop a stronger interest in learning, connect learning and education to one’s Hawaiian identity, and explore possible educational, career and academic goals the students may not have considered.

The following is a brief update on the status of the three programs currently being implemented:

Social services – Summary of Program Deliverables for the period from July 1, 2010 to June 30, 2011:

Information and Referral	8,973 total client contacts 3,678 unduplicated contacts
Case management	472 unduplicated clients
Individual Development Accounts	45 beneficiaries receiving matching funds
Financial Literacy Education	1,465 total participant attendance 401 unduplicated participant attendance
Emergency Financial Assistance	206 beneficiaries received emergency financial assistance \$215,235.48 disbursed Emergency Fund <ul style="list-style-type: none"> ➤ 150 (Beneficiaries Assisted) ➤ \$157,333.09 (Total Assistance Disbursed) Disability Emergency Fund <ul style="list-style-type: none"> • 56 (Beneficiaries Assisted) • \$57,902.39 (Total Assistance Disbursed)

Legal services and legal representation – For the period spanning July 1, 2010 to Dec. 21, 2011, NHLC's active caseload totaled 268 clients in 88 cases. During the same time period, NHLC completed its representation of 111 clients in 41 cases. Another 607 individuals were provided some level of service short of full representation.

Educational enrichment programs – Nā Pua No’eau maintains its commitment to Hawai‘i's children by "doing more with less" and keeping the quality of their programs as their student participant count continues to increase.

During the Fiscal Year 2011 contract period, the program provided a total of 106 events at the various Nā Pua No‘eau sites statewide. These events were designed and implemented by program staff, located respectively, at Kaua‘i Community College, University of Hawai‘i Mānoa, Maui Community College, Lāna‘i High School, Moloka‘i Education Center, University of Hawai‘i at Hilo, and University of Hawai‘i Center at West Hawai‘i. A total of 3,227 students attended events and 2,688 (83%) had Hawaiian ancestry. The gross total of students less the duplicates was 1,766.

Nā Pua No‘eau continues to provide native Hawaiian children with hands-on, interactive, culturally based learning opportunities. Programs, events, and day-to-day activities included Project Kupulau hikes, Coll-Edge Bound events, and multi-generational activities for parents and families to participate alongside their keiki. Partnerships with other UH programs provided additional support through funding, facilities and faculty mentorships. These collaborations help engage more than 2,000 students annually.

In addition, Nā Pua No‘eau provided a report to highlight how the program plays a significant role in UH's effort to increase the access and success of Native Hawaiian students at UH. 1,284 Nā Pua No‘eau students were enrolled at UH in Spring 2011. This represents 10% of the enrolled native Hawaiian population. 184 Nā Pua No‘eau students graduated in Fiscal Year 2011, representing 11% of the Native Hawaiian graduates.

For FY11, inclusive of the months of July to October, Nā Pua No‘eau reported the following:

A total of 31 events held statewide. The reporting indicated that nine hundred sixty-three (963) student applicants were received and of this number, seven hundred nineteen (719) unduplicated students participated island-wide in a Nā Pua No‘eau program. A total of 15 events were geared towards college and career preparation and 29 events were culturally-based learning.

With this year's deficit, Nā Pua No‘eau continues to build partnerships and collaborate with other organizations to maintain its teaching staff, the quality of the programs and to provide much needed educational services to Native Hawaiian students and families, who would not otherwise be engaged.

Note: service providers for the delivery of direct services relating to ***social services, legal services and legal representation***, and ***educational enrichment programs*** are procured pursuant to Chapter 103D and 103F, HRS.

The following summarizes our request relating to *social services, legal services and legal representation, and educational enrichment programs.*

Program	Annual Request		
	General Funds	Matching Funds	Total
<i>Social services</i>	\$ 415,000	\$ 415,000	\$ 830,000
<i>Legal services and legal representation</i>	524,400	524,400	1,048,800
<i>Educational enrichment programs</i>	615,570	615,570	1,231,140
Total:	\$ 1,554,970	\$ 1,554,970	\$ 3,109,940

Priority #2: To support OHA personnel and administrative costs to implement the three beneficiary services programs and a number of other services and programs that allow OHA to advocate for and provide services to Hawaiians:

Program ID & Program Title	Annual Request		
	General Funds	Matching Funds	Total
OHA150 – Office of the Trustees	\$ 28,435	\$ 275,687	\$ 304,122
Personnel Budget	28,435	275,687	304,122
Operating Budget	0	0	0
OHA160 – Support Services	700,159	2,861,727	3,561,886
Personnel Budget	403,285	2,564,853	2,968,138
Operating Budget	296,874	296,874	593,748
OHA175 – Beneficiary Advocacy	1,642,278	2,673,433	4,315,711
Personnel Budget	87,308	1,118,463	1,205,771
Operating Budget	1,554,970	1,554,970	3,109,940
Total All Programs:	\$ 2,370,872	\$ 5,810,847	\$ 8,181,719

Table 3: Resources by Program ID

Attached

Table 4: Current Year (FY12) Restrictions

Attached

Table 5: Proposed Budget Reductions

None. OHA administration is open to possible budget reductions; however, given the small size of the OHA general funds budget, OHA administration would prefer to discuss possible budget reductions directly with WAM and Finance Committee staff.

Table 6: Proposed Budget Additions

None

Table 7: Non-General Funds

Attached

Table 8: Emergency Appropriation Requests

None

Table 9: Budget Decisions

Attached

Table 10: Program Review Proposals

None

Table 11: Vacancy Report

Attached

Table 12: Personnel Separations

Attached

Table 13: New Hires

Attached

Table 14: Reduction in Force (RIF) Related Grievances

None

Table 15: Expenditures Exceeding Federal Fund Ceiling

None

Table 16: Federal Grants

Attached

Table 17: Intradepartmental Transfers

None

Table 18: Interdepartmental Transfers

None

Table 19: Contract Costs

Attached

Table 20: Capital Improvement Program (CIP) Requests

None

Table 21: Division Resources

Attached

Table 22: Organizational Charts

Attached

Attachment #1

State Agencies

- DHHL for debt service on bonds
- Charter schools funding
- DLNR for planning and management of Wao Kele 'O Puna
- DHHL for home ownership assistance to lessees and first time buyers
- HTA grant to support Museum of Hawaiian Dance & Music
- HTA grant to support Asia-Pacific Economic Cooperation Conference in Hawai'i
- DOH for Moloka'i General Hospital construction
- DAGS for emergency & transitional housing for homeless
- DOH grant for the Caregiver Training & Apprenticeship program
- DOE for various grants & programs, including Hawaiian Language School Immersion program
- DOH for Kukala Aloha Holistic Mental Illness Treatment program

University of Hawai'i System

- University of Hawai'i:
 - Achieving the Dream legislative proviso (budgeted trust fund portion)
 - Support for UH School of Social Work master's candidates
 - College of Education 'Aha Ho'ona'auao 'Ōiwi program
 - Study on the criminal justice system & Native Hawaiians, Richardson School of Law
 - William S. Richardson School of Law Center for Excellence in Native Hawaiian Law
 - Ho'okulāiwi Center for Hawaiian & Indigenous Education
 - Hawaii Innocence Project
 - School of Social Work Master's program
 - 'Ōiwi Ake Akamai Fellowship Program
 - Kawaihuelani programs for ceded lands inventory, agriculture, aquaculture and oceanography
 - Kamakakūokalani Center of Hawaiian Studies program and staff expansion
 - Kamakakūokalani Center of Hawaiian Studies program student sponsorship to the United Nations
 - Kua'ana Native Hawaiian student development services to train UHM students to be tutors and mentors
 - Liko A'e Native Hawaiian Scholarship Program

Attachment #1 (continued)

- University of Hawai'i at Hilo:
 - Nā Pua No'eau (budgeted trust fund portion)
 - Ho'omau 'Aha 'Ōpio Alaka'i design program
 - 'Ohana strengthening education programs and other programs
 - Running Start program
 - Ka Haka 'Ula O Ke'elikolani Hawaiian Language College
 - 'Imiloa Astronomy Center Pocket Theatre
 - Kū Kilakila writing anthology
 - Youth leadership program
 - Hawaiian language and literature master's and bachelor's degree program
 - Geomorphological study of Papohaku dune preservation plan

- Kaua'i Community College:
 - Youth and family educational support program
 - Tuition for students from Ni'ihau

- Windward Community College:
 - Employment Training Center certified nurse aid program
 - Economic Summit: \$87,940
 - Technical assistance for Native Hawaiian Revolving Loan program

- Honolulu Community College:
 - Construction of a Native Hawaiian Garden and Lo'i at Honolulu Community College

OFFICE OF HAWAIIAN AFFAIRS STRATEGIC PLAN 2010-2018

VISION STATEMENT

"Ho'oulu Lāhui Aloha" - To Raise a Beloved Nation. OHA's vision statement blends the thoughts and leadership of both King Kalākaua, and his sister, Queen Lili'uokalani. Both faced tumultuous times as we do today, and met their challenges head on. "Ho'oulu Lāhui" was King Kalākaua's motto. "Aloha" expresses the high values of Queen Lili'uokalani.

MISSION STATEMENT

To mālama Hawai'i 's people and environmental resources and OHA's assets, toward ensuring the perpetuation of the culture, the enhancement of lifestyle and the protection of entitlements of Native Hawaiians, while enabling the building of a strong and healthy Hawaiian people and nation, recognized nationally and internationally.

CORE VALUES & GUIDING PRINCIPLES

Kākou: E alu like mai kākou i ka ho'okō 'ana i ko kākou mikiona.
We work together, unified to accomplish our mission.

Aloha Kekahi i Kekahi: 'Olu'olu a maika'i kākou i nā kānaka a pau.
We are kind and compassionate to all whose lives we touch.

Pono Pau'ole: E hana kūpono kākou i me ka 'oia'i'o.
We act with integrity and truthfulness.

Mālama Kekahi i Kehahi: E hō 'ihi a mālama kākou i nā po'e a pau a me nā mea 'ē a'e a pau.
We respect and care for others and all that surrounds us.

Kuleana: E ho'okō kākou i ko kākou kuleana hana.
We carry out our individual and collective responsibilities.

Kūlia: E ho'okumu kākou i ka hana e pili ana i nā kuleana Hawai'i me ka ho'ohulu.
We take initiative and are resilient in advocating for Hawaiian rights.

Po'okela: E hana kākou me ka 'oi a e ho'omaika'i iā kākou iho.
We do our absolute best and continuously seek improvement.

Ho'omau: E ho'omau kākou i ke ea o ka 'āina, na mea e ho'opuni ana, ka mo'omeheu a me ka po'e Hawai'i.
Together, steadfast we preserve and perpetuate our culture, people, land and environment.

Attachment #2 (continued)

OHA ROLES

In order to achieve our Priorities and Strategic Results, we are focused on the roles of advocate, researcher, and asset manager to improve conditions for all Native Hawaiians through systemic change.

Advocacy means making changes to laws, policies, and practices which broadly impact the Priorities the BOT has approved in the OHA Strategic Plan. This includes community outreach to mobilize the community, monitoring activities to identify harmful policies and laws, and advocacy initiatives to change laws, policies and practices in ways that improve conditions for Native Hawaiians as outlined in the Priorities.

Research means to compile and gather data to identify gaps and important issues, inform our advocacy efforts and ensure our actions and initiatives are based on the best information available.

Asset manager means to fulfill our sacred trust by analyzing opportunities, making critical decisions, and maximizing the value of our portfolio and other investments.

STRATEGIC PRIORITIES

KAHUA WAIWAI

Economic Self-Sufficiency

To have choices and a sustainable future, Native Hawaiians will progress toward greater economic self-sufficiency.

‘ĀINA

Land & Water

To maintain the connection to the past and a viable land base, Native Hawaiians will participate in and benefit from responsible stewardship of Ka Pae ‘Āina ‘O Hawai‘i.

MO‘OMEHEU

Culture

To strengthen identity, Native Hawaiians will preserve, practice and perpetuate their culture.

MAULI OLA

Health

To improve the quality and longevity of life, Native Hawaiians will enjoy healthy lifestyles and experience reduced onset of chronic diseases.

EA

Governance

To restore pono and ea, Native Hawaiians will achieve self-governance, after which the assets of OHA will be transferred to the new governing entity.

HO‘ONA‘AUAO

Education

To maximize choices of life and work, Native Hawaiians will gain knowledge and excel in educational opportunities at all levels.

Attachment #2 (continued)

STRATEGIC RESULTS

1. Native Hawaiian median family income will equal 100% or greater than the Statewide median family income:
 - 92% or greater than the Statewide median family income by 2018

2. Increase the percent of Native Hawaiian Students who meet or exceed educational standards and who graduate from post-secondary institutions. By 2018 increase the number of Native Hawaiian students:
 - exceeding READING standards from 55% to 65%
 - exceeding MATH standards from 32% to 45%
 - who earn post-secondary degrees or certificates in the UH-system by 12%

3. Increasing the percent of Native Hawaiian families actively improving lifestyle choices by engaging in health programs and supportive family development practices by:
 - Decreasing the number of Native Hawaiians in State DOH substance abuse treatment from 45.9% to 39% by 2018
 - Increasing the number of Native Hawaiian mothers receiving prenatal care in the first trimester from 81.4% to 83.6% by 2018

4. 70% of all Hawai'i residents understand and agree that a viable land base is necessary for the new Native Hawaiian governing entity

5. Increasing the percent of Ka Pae 'Āina O Hawaii managed to create economic value, preserve cultural and natural resources and historic properties, and/or provide cultural and social opportunities for Native Hawaiians in a sustainable and balanced manner:
 - By 2018, increasing from 12% to 15% the percent of ahupua'a that are managed sustainably

6. Adoption by the Board of Trustees of a Transition Plan that includes the legal transfer of assets and other resources to the new Native Hawaiian governing entity.

7. 85% of Hawai'i residents appreciate and value Native Hawaiian history and culture.

8. 51% of Native Hawaiians living in the State of Hawai'i participating in cultural activities, including language, and who interact with the 'āina for cultural, spiritual, religious and subsistence.

9. Native Hawaiian reduce the rate of obesity from 49.3% to 35% by 2018.

10. Increase the percent of Native Hawaiians who improve their capacity to own or rent a home by focusing on:
 - By 2018, decreasing from 55% to 50% the percent of Native Hawaiian renters who are paying more than the HUD standard housing cost (no more than 30% of household income)
 - By 2018, increasing Native Hawaiian owner-occupied housing from 56.62% to 58%



STATE OF HAWAII
OFFICE OF HAWAIIAN AFFAIRS
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HONOLULU, HAWAII 96813

December 30, 2011

Senator David Ige, Chair
Senate Committee on Ways and Means
State Capitol
Room 215
415 South Beretania Street
Honolulu, Hawaii 96813

Dear Chair Ige,

Pursuant to the budget briefing instructions dated December 13, 2010, enclosed please find one (1) copy of the following documents:

1. Budget Testimony
2. Budget Tables
3. OHA Organizational Chart

The documents have also been submitted, as requested, electronically to wamtestimony@capitol.hawaii.gov.

Please feel free to contact me or the OHA CFO, Hawley Alamodin by phone at 594-1999 should you have any questions or require additional information.

'O wau iho nō,

A handwritten signature in black ink, appearing to be "R. Pezzulo".

Richard Pezzulo
Acting Chief Executive Officer

RP:cc

Office of Hawaiian Affairs
Department-Wide Budget Summary

Table 1

Fiscal Year 2012				
Act 095/11 Appropriation	Restriction	Emergency Appropriation	Total FY12	MOF
\$ 2,370,872.00			\$ 2,370,872.00	A
			\$ -	B
			\$ -	N
			\$ -	R
			\$ -	S
\$ 5,810,847.00			\$ 5,810,847.00	T
			\$ -	U
			\$ -	V
			\$ -	W
			\$ -	X
\$ 8,181,719.00	\$ -	\$ -	\$ 8,181,719.00	Total
Fiscal Year 2013				
Act 164/11 Appropriation	Reductions	Additions	Total FY13	MOF
\$ 2,370,872.00			\$ 2,370,872.00	A
			\$ -	B
			\$ -	N
			\$ -	R
			\$ -	S
\$ 5,810,847.00			\$ 5,810,847.00	T
			\$ -	U
			\$ -	V
			\$ -	W
			\$ -	X
\$ 8,181,719.00	\$ -	\$ -	\$ 8,181,719.00	Total

Office of Hawaiian Affairs
 Prioritized List of Functions

Table 2

<u>Pri #</u>	<u>Description of Function</u>	<u>Activities</u>	<u>Prog ID(s)</u>	<u>Statutory Reference</u>
1	Social services, legal services & representation, and educational enrichment programs	Services and assistance to Native Hawaiian beneficiaries	OHA175	HRS 10-3 (3)
2	Personnel and administrative costs	Services and assistance to Native Hawaiian beneficiaries	OHA150 OHA160 OHA175	HRS 10-3 (3)

Office of Hawaiian Affairs
Resources by Program ID

Table 3

Prog ID	Program Title	MOF	As budgeted in Act 095/11 (FY12)			Governor's Submittal (FY13)			Percent Change of \$\$\$
			Pos (P)	Pos (T)	\$\$\$	Pos (P)	Pos (T)	\$\$\$	
OHA150	OFFICE OF THE TRUSTEES	A	0.63	-	\$ 28,435	0.63	-	\$ 28,435	0.0%
		T	4.37	-	\$ 275,687	4.37	-	\$ 275,687	0.0%
			5.00	-	304,122.00	5.00	-	304,122.00	0.0%
OHA160	ADMINISTRATION	A	7.60	-	\$ 700,159	7.60	-	\$ 700,159	0.0%
		T	32.40	-	\$ 2,861,727	32.40	-	\$ 2,861,727	0.0%
			40.00	-	3,561,886.00	40.00	-	3,561,886.00	0.0%
OHA175	BENEFICIARY ADVOCACY	A	2.86	-	\$ 1,642,278	2.86	-	\$ 1,642,278	0.0%
		T	14.14	-	\$ 2,673,433	14.14	-	\$ 2,673,433	0.0%
			17.00	-	4,315,711.00	17.00	-	4,315,711.00	0.0%

Office of Hawaiian Affairs
Current Year (FY12) Restrictions

Table 4

<u>Prog ID</u>	<u>MOF</u>	<u>Restriction \$\$\$</u>	<u>Percent of Act 095/11 Appropriation</u>	<u>Impact</u>
OHA175	A	\$ 415,000	17.5%	Social services to OHA beneficiaries
	T	\$ 415,000	7.1%	
OHA175	A	\$ 615,570	26.0%	Education enrichment programs for native Hawaiian children throughout the State
	T	\$ 615,570	10.6%	
OHA175	A	\$ 524,400	22.1%	Legal services and legal representation to OHA beneficiaries
	T	\$ 524,400	9.0%	

Office of Hawaiian Affairs
Proposed Budget Reductions

Table 5

<u>Request Category</u>	<u>Prog ID</u>	<u>Description of Reduction</u>	<u>Impact of Reduction</u>	<u>MOF</u>	<u>Pos (P) FY13</u>	<u>Pos (T) FY13</u>	<u>\$\$\$\$ FY13</u>	<u>Carry-over? (Y/N)</u>
		NONE						

Department of xxx
Proposed Supplemental Year Additions

Table 6

<u>Request Category</u>	<u>Prog ID</u>	<u>Description of Addition</u>	<u>Explanation</u>	<u>MOF</u>	<u>Pos (P) FY13</u>	<u>Pos (T) FY13</u>	<u>\$\$\$ FY13</u>
		NONE					

Office of Hawaiian Affairs
 Non-General Fund Balances

Table 7

<u>Name of Fund</u>	<u>Statutory Reference</u>	<u>MOF</u>	<u>Beginning FY12 Unencumbered Cash Balance</u>	<u>Estimated FY12 Revenues</u>	<u>Estimated FY12 Expenditures and Encumbrances</u>	<u>Estimated FY12 Net Transfers</u>	<u>Estimated FY12 Ending Unencumbered Cash Balance</u>	<u>Balance in Excess of Program Needs</u>
PUBLIC LAND TRUST	HRS 10-3	T	\$ -	\$ 15,100,000	\$ 33,806,586	\$ 18,706,586	\$ -	\$ -

Office of Hawaiian Affairs
Emergency Appropriation Requests

Table 8

<u>Prog ID</u>	<u>Description of Request</u>	<u>MOF</u>	<u>Pos (P) FY12</u>	<u>Pos (T) FY12</u>	<u>\$\$\$ FY12</u>
	NONE				

Office of Hawaiian Affairs
Budget Decisions

Table 9

Prog ID	Description	MOF	Initial Department Request			Budget and Finance Recommendation			Governor's Decision		
			Pos (P)	Pos (T)	\$\$\$	Pos (P)	Pos (T)	\$\$\$	Pos (P)	Pos (T)	\$\$\$
OHA150	OFFICE OF THE TRUSTEES	A	0.63	0	28,435	0.63	0	28,435	0.63	0	28,435
		T	4.37	0	275,687	4.37	0	275,687	4.37	0	275,687
		TOTAL	5.00	0	304,122	5.00	0	304,122	5.00	0	304,122
OHA160	ADMINISTRATION	A	7.60	0	724,856	7.60	0	700,159	7.60	0	700,159
		T	32.40	0	2,861,727	32.40	0	2,861,727	32.40	0	2,861,727
		TOTAL	40.00	0	3,586,583	40.00	0	3,561,886	40.00	0	3,561,886
OHA175	BENEFICIARY ADVOCACY	A	2.86	0	1,716,368	2.86	0	1,642,278	2.86	0	1,642,278
		T	14.14	0	2,673,433	14.14	0	2,673,433	14.14	0	2,673,433
		TOTAL	17.00	0	4,389,801	17.00	0	4,315,711	17.00	0	4,315,711
	TOTAL	A	11.09	0	2,469,659	11	0	2,370,872	11	0	2,370,872
	TOTAL	T	50.91	0	5,810,847	51	0	5,810,847	51	0	5,810,847
	TOTAL	TOTAL	62.00	0	8,280,506	62	0	8,181,719	62	0	8,181,719

Office of Hawaiian Affairs
 Program Review Proposals

Table 10

Prog ID	Description	MOF	Budget and Finance Proposal			Department Proposal			Governor's Final Decision		
			Pos (P)	Pos (T)	\$\$\$	Pos (P)	Pos (T)	\$\$\$	Pos (P)	Pos (T)	\$\$\$
	NONE										

Office of Hawaiian Affairs
Position Vacant as of November 30

Table 11

<u>Prog ID</u>	<u>Date of Vacancy</u>	<u>Position Number</u>	<u>Position Title</u>	<u>SR Level</u>	<u>BU Code</u>	<u>Temp Perm (T/P)</u>	<u>FTE</u>	<u>MOF</u>	<u>Budgeted Amount</u>	<u>Actual Salary Last Paid</u>	<u>Exempt (Y/N)</u>	<u>Authority to Hire (Y/N)</u>	<u>Occupied by 89 Day Hire (Y/N)</u>
OHA175	7/1/2011	37642	COMPLIANCE ARCHAEOLOGIST SPECIALIST III	SR24	00	P	1.00	T	\$ 55,000.00	\$ -	N	Y	N
OHA160	8/15/2011	16408	COMMUNICATIONS SPECIALIST III	SR24	00	P	1.00	A&T	\$ 54,096.00	\$ 54,096.00	N	Y	N
OHA160	8/19/2011	36321	LAND MANAGEMENT COORDINATOR	SR24	00	P	1.00	T	\$ 58,008.00	\$ 58,008.00	N	Y	N
OHA150	9/1/2011	15124	TRUSTEE SECRETARY	SR16	00	P	1.00	A&T	\$ 41,076.00	\$ 41,076.00	N	Y	N

Office of Hawaiian Affairs
Personnel Separations

Table 12

<u>Prog ID/Org</u>	<u>Separation Date</u>	<u>Position Number</u>	<u>Position Title</u>	<u>SR Level</u>	<u>BU Code</u>	<u>T/P</u>	<u>MOF</u>	<u>Budgeted FTE</u>	<u>Budgeted Salary</u>	<u>Actual FTE</u>	<u>Actual Salary</u>
OHA175	7/8/2011	17415	COMMUNITY RELATIONS SPECIALIST V	SR26	00	P	A&T	1.00	\$ 65,004.00	1.00	\$ 65,004.00
OHA160	8/18/2011	36321	LAND MANAGEMENT COORDINATOR	SR24	00	P	T	1.00	\$ 58,008.00	1.00	\$ 58,008.00
OHA175	8/22/2011	17639	INTAKE & REFERRAL SPECIALIST	SR14	00	P	A&T	1.00	\$ 32,028.00	1.00	\$ 32,028.00
OHA150	8/31/2011	15124	TRUSTEE SECRETARY	SR16	00	P	A&T	1.00	\$ 41,076.00	1.00	\$ 41,076.00
OHA160	9/15/2011	16324	ECONOMIC DEVELOPMENT ANALYST	SR24	00	P	A&T	1.00	\$ 70,008.00	1.00	\$ 68,004.00
OHA150	10/31/2011	35104	TRUSTEE	-	00	P	T	1.00	\$ 55,440.00	1.00	\$ 55,440.00

Office of Hawaiian Affairs
New Hires

Table 13

<u>Prog ID/Org</u>	<u>New Hire Effective Date</u>	<u>Position Number</u>	<u>Position Title</u>	<u>SR Level</u>	<u>BU Code</u>	<u>T/P</u>	<u>MOF</u>	<u>Budgeted FTE</u>	<u>Budgeted Salary</u>	<u>Actual FTE</u>	<u>Actual Salary</u>
OHA175	7/25/2011	37640	COMMUNITY OUTREACH COORDINATOR	SR10	00	P	T	1.00	\$ 42,000.00	1.00	\$ 36,000.00
OHA175	8/15/2011	17605	PUBLIC POLICY MANAGER	SR30	00	P	A&T	1.00	\$ 85,008.00	1.00	\$ 85,008.00
OHA175	8/22/2011	37418	CONSUMER MICRO LOAN OFFICER	SR24	00	P	T	1.00	\$ 51,120.00	1.00	\$ 51,120.00
OHA160	8/29/2011	36404	PUBLIC RELATIONS SPECIALIST III	SR24	00	P	T	1.00	\$ 60,000.00	1.00	\$ 60,000.00
OHA175	9/15/2011	17415	COMMUNITY RELATIONS SPECIALIST V	SR26	00	P	A&T	1.00	\$ 65,004.00	1.00	\$ 65,004.00
OHA175	9/23/2011	37412	ADMINISTRATIVE ASSISTANT	SR16	00	P	T	1.00	\$ 44,556.00	1.00	\$ 44,556.00
OHA175	10/10/2011	17639	INTAKE & REFERRAL SPECIALIST	SR14	00	P	A&T	1.00	\$ 32,028.00	1.00	\$ 30,000.00
OHA160	10/17/2011	16324	ECONOMIC DEVELOPMENT ANALYST	SR22	00	P	A&T	1.00	\$ 70,008.00	1.00	\$ 50,004.00

Office of Hawaiian Affairs
RIF Related Grievances

Table 14

<u>Prog ID/Org</u>	<u>Position Number</u>	<u>Position Title</u>	<u>SR Level</u>	<u>BU</u>	<u>T/P</u>	<u>MOF</u>	<u>FTE</u>	<u>RIF Date</u>	<u>Grievance Date</u>	<u>Current Status</u>
	NONE									

Office of Hawaiian Affairs
Expenditures Exceeding Appropriation Ceilings

Table 15

<u>Prog ID</u>	<u>MOF</u>	<u>Date of Increase</u>	<u>Appropriation Ceiling</u>	<u>Amount Exceeding Appropriation</u>	<u>Increase Percent</u>	<u>Reason for Exceeding Ceiling</u>	<u>Recurring (Y/N)</u>	<u>GF Impact (Y/N)</u>
		NONE						

Office of Hawaiian Affairs
Federal Grants

Table 16

<u>Prog ID</u>	<u>CFDA No.</u>	<u>Award Description</u>	<u>Awarding Federal Agency</u>	<u>Anticipated or Actual Date of Award</u>	<u>Anticipated or Actual Award Amount</u>	<u>State Fiscal Year</u>	<u>State Matching Requirement or Other Commitment (Describe)</u>	<u>Anticipated Reduction or Discontinuance (Y/N)</u>	<u>Comments</u>
OHA175	20.205	Interstate Route H-3 - Mitigation & Remediation	U.S. Department of Transportation - Federal Highways Administration	8/10/1999	\$ 9,900,000.00	FY 12-16	\$ 1,100,000.00	N	Of the \$7,888,988 of remaining funding, \$621,634 and \$482,561 are expected to be spent in FY 12 and FY13, respectively.
OHA175	93.612	Native Hawaiian Revolving Loan Program	U.S. Department of Health & Human Services - Administration for Native Americans	Various 1988-2001	\$ 12,937,000.00	N/A	N/A	N	As a revolving loan fund, federal award and matching funds are expected to last in perpetuity - there are not plans to discontinue this program by either OHA or DHHS-ANA. State matching requirement is nil, as amounts were provided by OHA's Public Land Trust upon ANA funding.
OHA175	10.855	Distance Learning & Telemedicine Grant Program OHA-DHHL NH Education & Employment Network	U.S. Department of Agriculture - Rural Utilities Service	11/10/2009	\$ 453,131.00	FY 10-12	N/A	N	Project is expected to be completed and remaining funds of \$45,296 spent in FY12. Required matching funds will be funded by OHA Public Land Trust

Office of Hawaiian Affairs
Intradepartmental Transfer of Funds

Table 17

<u>Anticipated or Actual Date of Transfer</u>	<u>MOF</u>	<u>Amount of Transfer</u>	<u>From Prog ID</u>	<u>Percent of Imparting Program ID Appropriation</u>	<u>To Prog ID</u>	<u>Percent of Receiving Program ID Appropriation</u>	<u>Reason for Transfer</u>	<u>Recurring (Y/N)</u>
		NONE						

Office of Hawaiian Affairs
Interdepartmental Transfer of Funds

Table 18

<u>Anticipated or Actual Date of Transfer</u>	<u>MOF</u>	<u>Amount of Transfer</u>	<u>From Prog ID</u>	<u>Percent of Imparting Program ID Appropriation</u>	<u>To Prog ID</u>	<u>Percent of Receiving Program ID Appropriation</u>	<u>Transfer Category LS/PR/O</u>	<u>Reason for Transfer (O - Other)</u>	<u>Recurring (Y/N)</u>
		NONE							

Office of Hawaiian Affairs
Active Contracts

Table 19

Prog ID	MOF	Amount	Frequency (M/A/O)	Max Value	Outstanding Balance	Date Executed	Term of Contract		Organization	Category G/S/E/L	Description	Explanation of How Contract is Monitored	POS Y/N
							From	To					
OHA160	A	N/A	M	N/A	\$ 318,417.74	N/A	8/1/11	7/31/12	PPPHI Associates LLC	L	FY12 portion of office lease and CAM	[A]	N
	T				\$ 318,418.49						funded by Act095 funding only		
	A	\$ 1,539.26	O	\$ 51,470	\$ 49,931.14	6/15/2007	6/15/07	6/30/12	Broder, Sherry Esq	S	Legal services - Quiet Title Actions	[B]	Y
	T	\$ 1,539.27		\$ 51,470	\$ 49,931.14								
	A	\$ 9,840.67	O	\$ 51,470	\$ 41,629.74	6/15/2007	6/15/07	6/30/12	Paul, Johnson Park &	S	Letal services - Conflict Program	[B]	Y
	T	\$ 9,840.64		\$ 51,470	\$ 41,629.76				Niles				
OHA175	A	\$ 153,892.50	O	\$ 1,231,140	\$ 1,077,247.50	7/1/2011	7/1/11	6/30/13	University of Hawaii	S	Grant - Na Pua No' eau - NH	[C]	N
	T	\$ 153,892.50		\$ 1,231,140	\$ 1,077,247.50				at Hilo		Educational Enrichment Program		
	A	\$ 230,000.00	O	\$ 415,000	\$ 185,000.00	7/1/2011	7/1/11	6/30/12	Alu Like	S	Multiple social services for OHA	[C]	Y
	T	\$ 230,000.00		\$ 415,000	\$ 185,000.00						beneficiaries		
	A	\$ 393,300.00	O	\$ 1,048,800	\$ 655,500.00	7/1/2011	7/1/11	6/30/12	Native Hawaiian	S	Legal services and representaiton	[B]	Y
	T	\$ 393,300.00		\$ 1,048,800	\$ 655,500.00				Legal Corporation		for OHA beneficiaries		
	A	\$ 11,514.80	O	\$ 12,500	\$ 985.20	5/1/2009	5/1/09	4/30/10	Hawaii County Police	S	Grant - Cultural awareness training	[C]	N
	T	\$ 11,514.80		\$ 12,500	\$ 985.20				Department				
	A	\$ 17,500.00	O	\$ 25,000	\$ 7,500.00	6/1/2006	6/1/06	12/31/06	Kanu O Ka 'Aina	S	Grant - Na Lei Na' auao Hawaiian	[C]	N
	T	\$ 17,500.00		\$ 25,000	\$ 7,500.00				Learning Ohana		Charter School Alliance		
Notes:													
[A]	Invoice reviewed by OHA staff checked against office lease agreement for applicable base rent and CAM rates												
[B]	Invoices reviewed by OHA Corp Counsel for consistency with project assignment or contractual terms												
[C]	Grantee/Contractor reports are monitored by Grant staff for compliance with grant agreement/contract.												

Office of Hawaiian Affairs
CIP Summary

Table 20

<u>Priority</u>	<u>Project Title</u>	<u>FY13 \$\$\$</u>	<u>MOE</u>
NONE			

Office of Hawaiian Affairs
 Division Resources

Table 21

Division	Associated Program IDs				
BOARD OF TRUSTEES			OHA150		
EXECUTIVE OFFICES			OHA160		
RESOURCE MANAGEMENT			OHA160/OHA175		
RESEARCH			OHA160/OHA175		
ADVOCACY			OHA175		

Office of Hawaiian Affairs
Organization Changes

Table 22

<u>Year of Change</u> FY12/FY13	<u>Page Number</u>	<u>Description of Change</u>
	SEE ATTACHED	