

# DEPT. COMM. NO. 215

# STATE OF HAWAI'I OFFICE OF HAWAIIAN AFFAIRS

560 N. NIMITZ HWY., SUITE 200 HONOLULU, HAWAI'I 96817

December 16, 2016

Joseph M. Souki House Speaker State Capitol, Room 431 415 South Beretania Street Honolulu, Hawaii 96813

Ron Kouchi Senate President State Capitol, Room 210 415 South Beretania Street Honolulu, Hawaii 96813

LRB Library State Capitol, Room 005 415 South Beretania Street Honolulu, Hawaii 96813

## SUBJECT: Submittal of Section 37-47, Report on Non-General Fund Information

Aloha e Joseph M. Souki, Ron Kouchi, and Legislative Reference Bureau,

Pursuant to requirements stated in Section 37-47, attached are four (4) reports on non-general fund information which includes:

- 1. Public Land Trust
- 2. Native Hawaiian Revolving Fund
- 3. Hawaiian Projects Fund
- 4. Hawaiian Native Rights Fund

Should you have questions or require additional information, please contact John Kim, Controller, at 594-1955 or email johnk@oha.org.

Mahalo,

Hawley Iona, Ka Pou Kihi Kanaloa, Chief Financial Officer

Office of Hawaiian Affairs



# Report on Non-General Fund Information

for Submittal to the 2016 Legislature

DEPT. COMM. NO. 215

Department: Name of Fund:

Legal Authority

Office of Hawaiian Affairs

OHA 150, 160, 175 Prog ID(s):

**Public Land Trust** 

Hawaii State Constitution, Article XII, Section 4

Contact Name: John Kim Phone: (808) 594-1955

Fund type (MOF) Trust

T-901, T-902, T-910, T-915, T-930,

Appropriation Acct. No. T-936, T-937, T-938, T-939, T-940

Intended Purpose:

To account for OHA's portion of revenues dervied from the public land trust as defined in Section 10-2, HRS Source of Revenues:

- a. Ceded land revenue at \$15,100,000 per annum
- a. Dividend and Interest income from investments
- b. Realized gains from sales of investments
- c. Interest earned from Consumer Micro Loan Program
- d. Revenues generated from OHA's commercial properties operations Kaka'ako Makai parcels & Na Lama Kukui

Current Program Activities/Allowable Expenses:

OHA's ongoing operational expenses; Programs for the betterment of native Hawaiian conditions

Purpose of Proposed Ceiling Adjustment (if applicable):

N/A

Variances:

			Financial Data		- <del>'</del>		***
	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019
-	(actual)	(actual)	(actual)	(actual)	(estimated)	(estimated)	(estimated)
Appropriation Ceiling	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Beginning Cash Balance	358,950	382,279	395,501	390,164	362,693	362,693	362,693
Revenues	86,346	78,535	50,338	32,514			APA A
Expenditures	41,437	44,935	40,310	44,776			
Transfers							
List each net transfer in/out; list each	ch account number	r					
Net Total Transfers	(21,580)	(20,378)	(15,365)	(15,209)		<u>.</u>	
Net Total Transfers	(21,300)	(20,010)	(10,000)	(10,200)			<del></del>
Ending Cash Balance	382,279	395,501	390,164	362,693	362,693	362,693	362,693
Encumbrances	18,443	17,982	20,336	16,914			
Unencumbered Cash Balance	363,836	377,519	369,828	345,779	362,693	362,693	362,693
Additional Information:  Amount Reg. by Bond Covenants	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Amount neq. by bond covenants	14/7	1471					
Amount from Bond Proceeds	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Amount Held in CODs, Escrow	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Accounts, or Other Investments							

Department:	Office of Hawaiian Affairs	Contact Name: John Kim		
Prog ID(s):		Phone: (808) 594-1	955	
Name of Fund:	Native Hawaiian Revolving Loan Fund	Fund type (MOF) Special		
				•
Legal Authority	HRS 10-13	Appropriation Acct. No.	S-202	
Logai / tathonty	1110 10 10			

#### Intended Purpose:

To provide Native Hawaiians individuals and Native Hawaiian-owned businesses better access to financial capital and financial services

Source of Revenues:

Federal Grant Award; OHA's dollar for dollar match on Federal Grant Award; Principal repayments; Interest earned from loans; Interest earned from investments; Miscellaneous revenue derived from loan fees; Recovery of loans written-off.

Current Program Activities/Allowable Expenses:

Expenditures consisted of loan disbursements, loan application fees, legal services, technical assistance, investment management, bad debt, personnel and various overhead cost

Purpose of Proposed Ceiling Adjustment (if applicable):

			Financial Dat	ta			
	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019
	(actual)	(actual)	(actual)	(actual)	(estimated)	(estimated)	(estimated)
Appropriation Ceiling	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Beginning Cash Balance	11,125	8,013	15,311	18,251	20,453	20,453	20,453
Revenues	3,023	10,084	4,705	3,759			
Expenditures	6,135	2,786	1,765	1,557			
Transfers							
List each net transfer in/out; list ea	ch account number						
Net Total Transfers	0	0	0	0			
Ending Cash Balance	8,013	15,311	18,251	20,453	20,453	20,453	20,453
Encumbrances	102	126	111	154			
Unencumbered Cash Balance	7,911	15,185	18,140	20,299	20,453	20,453	20,453
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Additional Information:  Amount Req. by Bond Covenants	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Amount from Bond Proceeds	N/A	N/A	N/A	N/A	N/A	N/A	N/A
		NI/A	NI/A		N/A	N/A	N/A
Amount Held in CODs, Escrow	N/A	N/A	N/A	N/A	IN/A	IN/A	IV/A
Accounts, or Other Investments	1						

Department:	Office of Hawaiian Affairs	Contact Name: John Kim	
Prog ID(s):		Phone: (808) 594-1955	
Name of Fund:	Hawaiian Projects Fund	Fund type (MOF) Special	
		<del></del>	
Legal Authority	HRS 10-13	Appropriation Acct. No.	S-320

#### Intended Purpose:

This trust fund was established in 1987 to receive revenues from the sale of advertising space on OHA's monthly newspaper, Ka Wai Ola Source of Revenues:

Major revenue sources for this fund include sales of advertising space on OHA's monthly newspaper, Ka Wai Ola; OHA's portion of proceeds from the sale of publications or books; federal and other grants; and private donations designated for OHA's programs

Current Program Activities/Allowable Expenses:

Purchasing printing software and equipment for Kai Wai Ola publication, public information products such as books and video

Purpose of Proposed Ceiling Adjustment (if applicable):

N/A

Variances:

		-	Financial Da	ta				
	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	
	(actual)	(actual)	(actual)	(actual)	(estimated)	(estimated)	(estimated)	
Appropriation Ceiling	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
Beginning Cash Balance	408	906	21	27	36	36		36
Revenues	87	78	76	70				
Expenditures	3,335	2,485	943	474				
Transfers								
List each net transfer in/out; list ea	ch account numbe	r				•		
Net Total Transfers	3,746	1,522	873	413				_
Ending Cash Balance	906	21	27	36	36	36		36
Encumbrances	901	21	0	0				
Unencumbered Cash Balance	5	0	27	36	36	36		36
Additional Information: Amount Req. by Bond Covenants	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
Amount from Bond Proceeds	N/A	N/A	N/A	N/A	N/A	N/A	N/A	_
Amount Held in CODs, Escrow	N/A	N/A	N/A	N/A	N/A	N/A	N/A	_
Accounts, or Other Investments								

Department:	Office of Hawaiian Affairs	Contact Name: John Kim	
Prog ID(s):		Phone: (808) 594-1955	
	Hawaiian Native Rights Fund	Fund type (MOF) Special	
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Legal Authority	HRS 10-13	Appropriation Acct. No. S-33°	[
Legal Additionty	1110 10 10		

### Intended Purpose:

This trust fund was established in 1987 to receive OHA's portion of legal fees recovered through settlements of Native Hawaiian Legal Corporation (NHLC) land title cases. The corporation provides legal services to Native Hawaiians defending their property interests in quiet title actions

Source of Revenues:

OHA receives 50% of the amounts recovered by NHLC from clients in land-related cases.

Current Program Activities/Allowable Expenses:

Interest expense was the only cost incurred by the program.

Purpose of Proposed Ceiling Adjustment (if applicable):

N/A

Variances:

			Financial Dat	a			
	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019
	(actual)	(actual)	(actual)	(actual)	(estimated)	(estimated)	(estimated)
Appropriation Ceiling	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Beginning Cash Balance	196	235	325	325	325	325	325
Revenues	39	90					
Expenditures							
Transfers							
List each net transfer in/out; list ea	ach account numbe	r					
						,	
Net Total Transfers							
Net Total Transiers							
Ending Cash Balance	235	325	325	325	325	325	32
Encumbrances	0	0	0	0			
Unencumbered Cash Balance	235	325	325	325	325	325	329
Unencumbered Cash Balance	200	020	020	020			
Additional Information:						21/2	NI/A
Amount Req. by Bond Covenants	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Amount from Bond Proceeds	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Amount Held in CODs, Escrow	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Accounts, or Other Investments	1.27.						