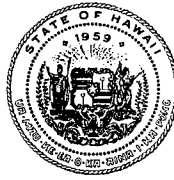


DAVID Y. IGE  
GOVERNOR OF HAWAII



VIRGINIA PRESSLER, M.D.  
DIRECTOR OF HEALTH

DEPT. COMM. NO. 251  
CO. DM A- HNL 81

STATE OF HAWAII  
DEPARTMENT OF HEALTH  
P. O. BOX 3378  
HONOLULU, HI 96801-3378

In reply, please refer to:

January 2, 2018

The Honorable Ronald D. Kouchi,  
President and Members of the Senate  
Twenty-Ninth State Legislature  
State Capitol, Room 409  
Honolulu, Hawaii 96813

The Honorable Scott K. Saiki, Speaker  
and Members of the House of  
Representatives  
Twenty-Ninth State Legislature  
State Capitol, Room 431  
Honolulu, Hawaii 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

For your information and consideration, I am transmitting a copy of the

Annual Report on Mental Health and substance Abuse Special Fund, §334-15, Hawaii Revised Statutes(HRS). In accordance with Section 93-16, HRS, I am also informing you that the report may be viewed electronically at:

<http://health.hawaii.gov/opppd/departments-of-health-reports-to-2018-legislature/>

Sincerely,

A handwritten signature in cursive script that reads "Virginia Pressler".

VIRGINIA PRESSLER

Director of Health

Enc.

c: Senate  
House  
Legislative Reference Bureau  
SOH Library System (7 copies)  
University of Hawaii

REPORT TO THE TWENTY-NINTH LEGISLATURE  
STATE OF HAWAII  
2018

PURSUANT TO SECTION 334-15, HAWAII REVISED STATUTES  
REQUIRING THE DEPARTMENT OF HEALTH TO SUBMIT AN  
ANNUAL REPORT ON THE MENTAL HEALTH AND  
SUBSTANCE ABUSE SPECIAL FUND

PREPARED BY:  
STATE OF HAWAII  
DECEMBER 2017

## EXECUTIVE SUMMARY

In accordance with Section 334-15, Hawaii Revised Statutes, the Department of Health is submitting a report to the 2018 Legislature that provides information on the Mental Health and Substance Abuse special fund including the account balance, revenue collected, transfers made, expenditures made, and the purpose of the expenditures.

In 1991, legislation was passed that established the Mental Health and Substance Abuse special fund. The purpose of the special fund is to deposit revenue collected from treatment programs rendered by the mental health and substance abuse programs operated by the State. In 1995, legislation was passed that also allowed revenue collected from certification programs to be deposited into the special fund. Moneys deposited into the special fund are to be used to pay for the operating expenses of the program.

The attached financial report for FY 2017 (July 1, 2016 to June 30, 2017) identifies the fund balance, transfers, and expenditures made from the Mental Health and Substance Abuse special fund.

**Report on Mental Health and Substance Abuse Special Fund  
for Submittal to the 2018 Legislature**

**Department:** HEALTH

**Name of Fund:** Title XIX Med QUEST Carveout/General Outpatient  
**Legal Authority:** Section 334-115, HRS  
**Fund Type (MOF):** B  
**Approp. Acct. No:** S 306 H

**Intended Purpose:**

To deposit revenues collected from treatment services rendered by mental health and substance abuse programs operated by the State.

**Current Program Activities:**

Program activities include salaries for program staff and assuring a comprehensive array of mental health services for children and adolescents.

<b>Financial Data</b>		
	<b>FY 2017</b>	<b>FY 2018</b>
Beginning Cash Balance	5,138,052	6,638,362
Beginning Encumbrances	1,382,417	3,261,194
Revenues	8,946,909	
Internal Transfers:	0	
Expenditures	7,446,599	
Transfers (List Each Transfer by JV# and Date)		
Net Total Transfers	0	
Ending Cash Balance	6,638,362	

Mental Health and Substance Abuse Special Funds  
Expenditures (Child and Adolescent Mental Health Division, S 306 H)  
7/1/2016 – 6/30/2017

Object Code	Description	Amount
2000	PERSONAL SERVICES-PAYROLL	\$646,835.32
2007	TEMPORARY ASSIGNMENT PAY	\$2,109.84
2030	VACATION PAY	\$32,731.02
2034	PENSION ACCUMULATION	\$107,427.37
2037	FICA	\$38,898.17
2038	GROUP LIFE INSURANCE	\$611.31
2039	MEDICAL PLAN	\$35,605.91
2043	MEDICARE ASSESSMENT	\$9,348.03
2044	RETIREE'S HEALTH FUND ASSESSMENT	\$50,995.94
2045	PRESCRIPTION DRUG PLAN	\$5,672.21
2046	VISION CARE PLAN	\$548.43
2047	ADULT DENTAL PLAN	\$3,540.26
2048	OPEB ASSESSMENT	\$49,163.04
2060	POST-DEATH NET COMPENSATION	\$9,552.83
2062	POST-DEATH FICA OR MEDICARE TAX	\$791.33
2070	PAY'T OF VAC.CREDITS TO OTHER FUNDS & AGENCIES	\$3,462.94
6900	UNEMPLOYMENT BENEFITS PAYMENTS	\$18,436.80
7161	PSYCHIATRIC SERVICES	\$9,470.00
7162	PSYCHOLOGICAL SERVICES	\$611,853.45
		\$4,436,754.26
7190	OTHER NON-STATE EMP SVS ON A FEE BASIS	6
7210	TRNG. COSTS & REGISTRATION FEES	-\$50.00
7290	OTHER MISCELLANEOUS CURRENT EXPENDITURES	\$496,318.90
7300	INTEREST ON LATE PAYMENTS	\$694.71
		<hr/>
		\$6,570,772.07
	TOTAL	7

**Report on Mental Health and Substance Abuse Special Fund  
for Submittal to the 2018 Legislature**

**Department:** HEALTH

**Name of Fund:** Mental Health & Substance Abuse Special Fund - Adult Mental Health  
Section 334-15,

**Legal Authority:** HRS

**Fund Type (MOF):** B

**Approp. Acct. No:** S 346 H

**Intended Purpose:**

The purpose of the fund is to deposit all revenues collected from treatment services rendered by mental health and substance abuse programs operated by the State.

**Current Program Activities:**

Program activities include providing community-based outpatient services, case management services, psychosocial rehabilitation services, crisis services, residential services, and treatment services.

<b>Financial Data</b>		
	FY 2017	FY 2018
Beginning Cash Balance	44,682,080	45,287,732
Beginning Encumbrances	1,678,360	5,621,821
Revenues	4,544,014	
Internal Transfers:	0	
Expenditures	3,938,362	
Transfers (List Each Transfer by JV# and Date)		
Net Total Transfers	0	
Ending Cash Balance	45,287,732	

Mental Health and Substance Abuse Special Funds  
Expenditures (Adult Mental Health Division, S 346 H)  
7/1/2016 - 6/30/2017

Object Code	Description	Amount
	PERSONAL SERVICES RENDERED BY OTHER DEPT	
2900	AGENCY (STATE EMPLOYEES)	\$1,617.35
3410	OTHER SUPPLIES	\$603.14
3810	TELEPHONE & TELEGRAPH	\$602.77
4210	INTRA-STATE TRANSPORTATION--EMPLOYEES	\$8,170.81
4310	SUBSISTENCE ALLOWANCE,INTRA-STATE--EMPLOYEES	\$2,653.00
4610	HIRE OF PASSENGER CARS--EMPLOYEES	\$2,112.00
5010	ELECTRICITY	\$24,534.52
5210	WATER	\$6,365.05
5820	R&M--MACHINERY & EQUIPMENT--SPECIAL	\$361.47
5830	ROUTINE R&M--MACHINERY & EQUIPMENT	\$572.48
5840	SPECIAL R&M--BUILDINGS & STRUCTURES	\$694.95
5860	SPECIAL R&M--GROUNDS	\$331.22
5990	INSURANCE--OTHER	\$28,185.00
7161	PSYCHIATRIC SERVICES	\$92,250.00
7190	OTHER NON-STATE EMP SERVICES ON A FEE BASIS	\$3,115,165.97
7290	OTHER MISCELLANEOUS CURRENT EXPENDITURES	\$521,529.73
7300	INTEREST ON LATE PAYMENTS	\$217.06
7710	M&E--PASSENGER CAR	\$132,395.47
	TOTAL	<hr/> \$3,938,361.99