



**DEPT. COMM. NO. 190**

**STATE OF HAWAII  
OFFICE OF HAWAIIAN AFFAIRS**

560 N. NIMITZ HWY., SUITE 200  
HONOLULU, HAWAII 96817

December 21, 2019

Scott Saiki  
House Speaker  
Hawai'i State Capitol, Room 431  
415 South Beretania Street  
Honolulu, Hawaii 96813

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

LRB Library  
Hawai'i 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 House Speaker Scott Saiki, Senate President Ron Kouchi, and Legislative Reference Bureau,

Pursuant to requirements in above cited HRS, please find in attachment three (3) reports on non-general fund information which include:

1. Public Land Trust
2. Federal Fund
3. Special Projects Fund

Should you have questions or require additional information, please do not hesitate to contact me at 594-1973 or [sylviah@oha.org](mailto:sylviah@oha.org) or have your staff contact Interim Chief Financial Officer, Gloria Li, at 594-1955 or [glorial@oha.org](mailto:glorial@oha.org)

Mahalo,

A handwritten signature in green ink, appearing to read "Sylvia M. Hussey".

Sylvia M. Hussey, Ed.D.  
Ka Pouhana, Chief Executive Office

Cc: Trustee Colette Machado, Chairperson, OHA Board of Trustees

**Report on Non-General Fund Information**  
for Submittal to the 2020 Legislature

Department: Office of Hawaiian Affairs  
 Prog ID(s): OHA 150, 160, 175  
 Name of Fund: Public Land Trust

Contact Name: Gloria Li  
 Phone: (808) 594-1955  
 Fund type (MOF): Trust

Legal Authority Hawaii State Constitution, Article XII, Section 4

T-901, T-902, T-910, T-915, T-930, T-936, T-937, T-938, T-939, T-940  
 Appropriation Acct. No. T-940

**Intended Purpose:**

To account for OHA's portion of revenues derived 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

Variations:

Financial Data (in 000s)							
	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
	(actual)	(actual)	(actual)	(actual)	(estimated)	(estimated)	(estimated)
Appropriation Ceiling							
Beginning Cash Balance	\$ 390,164	\$ 362,693	\$ 393,639	\$ 405,632	\$ 410,185	\$ 394,576	\$ 378,942
Revenues	32,514	76,080	77,341	59,222	45,220	42,706	43,561
Expenditures	44,776	32,443	38,001	37,909	44,829	42,340	43,187
<b>Transfers</b>							
List each net transfer in/out/ or projection in/out; list each account number							
Transfer in							
Transfer out	(15,209)	(12,691)	(27,347)	(16,760)	(16,000)	(16,000)	(16,000)
Net Total Transfers	(15,209)	(12,691)	(27,347)	(16,760)	(16,000)	(16,000)	(16,000)
Ending Cash Balance	362,693	393,639	405,632	410,185	394,576	378,942	363,316
Encumbrances	16,914	14,108	12,883	9,970	10,000	10,000	10,000
Unencumbered Cash Balance	\$ 345,779	\$ 379,531	\$ 392,749	\$ 400,215	\$ 384,576	\$ 368,942	\$ 353,316

**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 Accounts, or Other Investments	N/A	N/A	N/A	N/A	N/A	N/A	N/A

**Report on Non-General Fund Information**  
for Submittal to the 2020 Legislature

Department: Office of Hawaiian Affairs  
 Prog ID(s): \_\_\_\_\_  
 Name of Fund: Federal Fund  
 Legal Authority: HRS 10-13

Contact Name: Gloria Li  
 Phone: (808) 594-1955  
 Fund type (MOF): Special  
 Appropriation Acct. No. S-200, S-201, S-202

**Intended Purpose:**

S-200 - Hālawā Luluku Interpretive Development (HLID) was created largely to mitigate any adverse impact resulting from the construction of the Interstate H-3  
 S-201 - Funds provided by US EPA to inventory, characterize, assess, and conduct planning and community involvement related to brownfields sites.  
 S-202 - To provide Native Hawaiians individuals and Native Hawaiian-owned businesses better access to financial capital and financial services

**Source of Revenues:**

S-200 - Federal Highways Administration - 90% funding; Hawai'i Department of Transportation - 10% funding  
 S-201- US Environmental Protection Agency  
 S-202 - Federal Grant Award; OHA's dollar for dollar match on Federal Grant Award; Principal repayments; Interest earned from loans; Interest earned from

**Current Program Activities/Allowable Expenses:**

S-200 - Salaries and CIP to maintain the H-3 Highway  
 S-201 - Contracted services to do sampling on soil and other testing to create a Phase II environmental assessment report for the impact in Kaka'ako Makai  
 S-202 - Expenditures consisted of loan disbursements, loan application fees, legal services, technical assistance, investment management, bad debt,

**Purpose of Proposed Ceiling Adjustment (if applicable):**

N/A

Variances:

Financial Data (in 000s)							
	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
	(actual)	(actual)	(actual)	(actual)	(estimated)	(estimated)	(estimated)
Appropriation Ceiling							
Beginning Cash Balance	\$ 18,586	\$ 20,759	\$ 23,054	\$ 23,932	\$ 23,381	\$ 24,189	\$ 24,997
Revenues	3,858	4,353	3,356	3,103	3,604	3,604	3,604
Expenditures	2,033	2,277	2,511	3,600	2,796	2,796	2,796
Transfers							
List each net transfer in/out/ or projection in/out; list each account number							
Transfer in	348	219	33	(54)	0	0	0
Transfer out							
Net Total Transfers	348	219	33	(54)	0	0	0
Ending Cash Balance	20,759	23,054	23,932	23,381	24,189	24,997	25,805
Encumbrances	596	1,630	105	123	620	620	620
Unencumbered Cash Balance	\$ 20,163	\$ 21,424	\$ 23,827	\$ 23,258	\$ 23,569	\$ 24,377	\$ 25,185

**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 Accounts, or Other Investments	N/A	N/A	N/A	N/A	N/A	N/A	N/A

**Report on Non-General Fund Information**  
for Submittal to the 2020 Legislature

Department: Office of Hawaiian Affairs  
 Prog ID(s): \_\_\_\_\_  
 Name of Fund: Projects Fund  
 Legal Authority: HRS 10-13

Contact Name: Gloria Li  
 Phone: (808) 594-1955  
 Fund type (MOF) Special  
 Appropriation Acct. No. S-310, S-315, S-320, S-331

**Intended Purpose:**

S-310 - To provide budget for continuous management, maintenance, and repair of the Palauea Cultural Preserve for the preservation of culturally and archaeologically significant sites.  
 S-315 - To account for the activities related to OHA's management and stewardship of the Forest Reserve,  
 S-320 - This trust fund was established in 1987 to receive revenues from the sale of advertising space on OHA's monthly newspaper, Ka Wai Ola  
 S-331 - 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:**

S-310 - The Declaration of Covenants, Conditions, and Restrictions of the One Palau'ea Bay Community Association require payment of a Historical  
 S-315 - OHA's trust fund is the main funding source.  
 S-320 - 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  
 S-331 - OHA receives 50% of the amounts recovered by NHLC from clients in land-related cases.

**Current Program Activities/Allowable Expenses:**

S-310 - Costs related to this program has been primarily related to basic management property, such as utilities, bank fees, and repair and maintenance  
 S-315 - OHA's trust fund is the main funding source.  
 S-320 - Purchasing printing software and equipment for Kai Wai Ola publication, public information products such as books and video  
 S-331 - Interest expense was the only cost incurred by the program.

**Purpose of Proposed Ceiling Adjustment (if applicable):**

N/A

Variances:

Financial Data (in 000s)							
	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
	(actual)	(actual)	(actual)	(actual)	(estimated)	(estimated)	(estimated)
Appropriation Ceiling							
Beginning Cash Balance	\$ 364	\$ 779	\$ 969	\$ 951	\$ 768	\$ 763	\$ 753
Revenues	443	84	58	134	92	92	92
Expenditures	485	40	397	454	297	297	297
Transfers							
List each net transfer in/out/ or projection in/out; list each account number							
Transfer in	457	146	321	137	200	195	80
Transfer out							
Net Total Transfers	457	146	321	137	200	195	80
Ending Cash Balance	779	969	951	768	763	753	628
Encumbrances	44	199	233	218	216	216	216
Unencumbered Cash Balance	\$ 735	\$ 770	\$ 718	\$ 550	\$ 547	\$ 537	\$ 412

**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 Accounts, or Other Investments	N/A	N/A	N/A	N/A	N/A	N/A	N/A