

DAVID Y. IGE  
GOVERNOR



**DEPT. COMM. NO. 36**

ERIC M. NITTA  
INTERIM DIRECTOR

ERIN E. CONNER  
DEPUTY DIRECTOR

**STATE OF HAWAII**  
**DEPARTMENT OF HUMAN RESOURCES DEVELOPMENT**  
235 S. BERETANIA STREET  
HONOLULU, HAWAII 96813-2437

November 29, 2022

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

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

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

In accordance with Section 37-47, HRS, I am submitting the Department of Human Resources Development's report on non-general fund account(s) under our control.

Sincerely,

A handwritten signature in black ink, appearing to read "Eric M. Nitta".

Eric M. Nitta  
Interim Director

Attachments

**Report on Non-General Fund Information**  
for Submittal to the 2023 Legislature

Department: HRD  
 Program ID(s): HRD 102  
 Name of Fund: Human Resources Development Special Fund  
 Legal Authority: Act 123, SLH 2001

Contact Name: Mary Ann Teshima  
 Phone Number: 587-1150  
 Fund Type (MOF): B  
 Appropriation Account Number S-22-310-P

**Intended Purpose:**

The purpose of this fund is to support and facilitate the Department's entrepreneurial initiatives, training activities, and programs for government employees.

**Source of Revenues:**

Fees assessed for services provided under entrepreneurial initiatives; participant fees for in-service training programs; and moneys directed to the Department from other sources such as gifts, grants, and awards.

**Current Program Activities/Allowable Expenses:**

The fund covers expenses related to entrepreneurial activities such as providing workers compensation claims management and premium conversion plan administration services to other agencies; developing and conducting employee training programs; and administrative costs associated with special funds.

**Variations:**

The variance is due to delay in the procurement of benefit plan consultant services, postponement of the Governor's Award ceremony, and delay in the purchase of computer equipment.

Financial Data							
	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
	(actual)	(actual)	(actual)	(actual)	(actual)	(estimated)	(estimated)
Appropriation Ceiling	700,000	700,000	700,000	700,000	700,000	700,000	700,000
Beginning Cash Balance	1,790,190	1,875,048	2,015,678	2,197,246	485,164	617,231	535,424
Revenues	141,930	214,181	264,507	171,882	217,396	219,635	211,135
Expenditures	57,072	73,551	82,939	83,964	85,329	301,442	139,969
<b>Transfers</b>							
List each net transfer in/out/ or projection in/out; list each account number							
Net Total Transfers	0	0	0	(1,800,000)	0	0	0
Ending Cash Balance	1,875,048	2,015,678	2,197,246	485,164	617,231	535,424	606,590
Encumbrances				22,475	30,625		
Unencumbered Cash Balance	1,875,048	2,015,678	2,197,246	462,689	586,606	535,424	606,590

**Additional Information:**

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

**Report on Non-General Fund Information**  
for Submittal to the 2023 Legislature

Department: HRD  
 Program ID(s): \_\_\_\_\_  
 Name of Fund: State Deferred Compensation Plan for Part-time,  
 Temporary, Seasonal/Casual Employees Trust Fund  
 Legal Authority: Section 88F-7, HRS

Contact Name: Doreen Kuroda  
 Phone Number: (808) 587-1169  
 Fund Type (MOF): T  
 Appropriation Account Number T-22-995-P

**Intended Purpose** The Deferred Compensation Plan for Part-time, Temporary, and Seasonal/Casual Employees ("PTS Plan"), is an eligible deferred compensation plan under Sections 457 and 3121 of the U.S. Internal Revenue Code of 1986, as amended. The PTS Plan was established in 1997 as a tax deferred alternative retirement program for part-time, temporary, and seasonal/casual employees of the State (and participating counties) who are not eligible for membership in the Employees' Retirement System. Participation in the PTS Plan is mandatory and there is a mandatory payroll deduction of 7.5 percent of the employee's gross monthly wages (in lieu of social security contributions) that are contributed to the Plan. The employee contributions and any interest earned are held in trust for the exclusive benefit of the participants and their beneficiaries.

**Source of Revenues:** Participant contributions and changes in the amount of interest earned.

**Current Program Activities/Allowable Expenses:** The fund supports all of the PTS Plan's expenses: daily administration and marketing costs, third-party administrator fees, custodial fees; and distributions taken by participants and their designated beneficiaries.

**Purpose of Proposed Ceiling Adjustment (if applicable):** Not applicable

**Variances:**

Financial Data							
	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
	(actual)	(actual)	(actual)	(actual)	(actual)	(estimated)	(estimated)
Appropriation Ceiling							
Beginning Cash Balance	118,946,488	125,462,758	132,446,740	136,237,841	142,264,558	139,524,234	#VALUE!
Revenues	13,234,777	13,174,623	10,015,369	11,449,820	16,721,971	not available	not available
Expenditures	6,718,507	6,190,641	6,224,268	5,423,103	19,462,295	not available	not available
Transfers	List each net transfer in/out/ or projection in/out; list each account number						
Net Total Transfers	0	0	0	0	0	0	0
Ending Cash Balance	125,462,758	132,446,740	136,237,841	142,264,558	139,524,234	#VALUE!	#VALUE!
Encumbrances							
Unencumbered Cash Balance	125,462,758	132,446,740	136,237,841	142,264,558	139,524,234	#VALUE!	#VALUE!

**Additional Information:**

Amount Requested by Bond							
Amount from Bond Proceeds							
Amount Held in CODs, Escrow Accounts, or Other Investments							

**Report on Non-General Fund Information**  
for Submittal to the 2023 Legislature

Department: HRD  
 Program ID(s): \_\_\_\_\_  
 Name of Fund: State Deferred Compensation Plan Trust Fund  
 Legal Authority: Section 88E-9, HRS

Contact Name: Doreen Kuroda  
 Phone Number: 808-587-1169  
 Fund Type (MOF): T  
 Appropriation Account Number: T-22-999-P

**Intended Purpose** The Deferred Compensation Plan, an eligible plan under section 457 of the U.S. Internal Revenue Code, is a voluntary tax-deferred supplemental retirement savings plan. The State Deferred Compensation Plan Trust Fund was established in 1983 to separately hold employee contributions and any investment earnings for the exclusive benefit of the participants and their beneficiaries. The Plan is open to all employees who are members of the State's Employees' Retirement System and employed by either the State, County of Hawaii, County of Maui, or County of Kauai.

**Source of Revenue** Participant contributions and changes in the value of the Plan's investment product options.

**Current Program Activities/Allowable Expenses:** The fund supports all of the Plan's expenses: daily administration and marketing costs, third-party administrator fees, custodial fees, investment consultant fees, investment product fees; and distributions taken by participants and their designated beneficiaries.

**Variations:**

<b>Financial Data</b>							
	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
	(actual)	(actual)	(actual)	(actual)	(actual)	(estimated)	(estimated)
Appropriation Ceiling							
Beginning Cash Balance	1,701,779,515	2,046,583,188	2,101,112,569	2,010,398,732	2,552,168,376	2,611,491,811	#VALUE!
Revenues	594,328,581	173,655,244	29,558,070	654,399,298	197,018,942	not available	not available
Expenditures	249,524,908	119,125,863	120,271,907	112,629,654	137,695,507	not available	not available
<b>Transfers</b>							
List each net transfer in/out/ or projection in/out; list each account number							
Net Total Transfers	0	0	0	0	0	0	0
Ending Cash Balance	2,046,583,188	2,101,112,569	2,010,398,732	2,552,168,376	2,611,491,811	#VALUE!	#VALUE!
Encumbrances							
Unencumbered Cash Balance	2,046,583,188	2,101,112,569	2,010,398,732	2,552,168,376	2,611,491,811	#VALUE!	#VALUE!

**Additional Information:**

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