



DETAILS OF VARIANCES



ECONOMIC DEVELOPMENT

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

PROGRAM TITLE: ECONOMIC DEVELOPMENT

01

PART I - EXPENDITURES AND POSITIONS

The variance in the position count is generally attributed to vacancies due to budget constraints, personnel turnovers, and pending recruitment and filling. The variance for expenditures is generally attributed to personnel expenditures being less than planned due to position vacancies. Details of the position and expenditure variances are best examined at the lowest program level.

PART II - MEASURES OF EFFECTIVENESS

See Lowest Level Programs for additional information.

VARIANCE REPORT

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15						
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%			
PART I: EXPENDITURES & POSITIONS															
RESEARCH & DEVELOPMENT COSTS															
POSITIONS															
EXPENDITURES (\$1,000's)															
OPERATING COSTS															
POSITIONS	62.00	58.00	-	4.00	6	62.00	58.00	-	4.00	6	62.00	62.00	+	0.00	0
EXPENDITURES (\$1000's)	9,158	8,722	-	436	5	2,329	2,048	-	281	12	6,924	7,012	+	88	1
TOTAL COSTS															
POSITIONS	62.00	58.00	-	4.00	6	62.00	58.00	-	4.00	6	62.00	62.00	+	0.00	0
EXPENDITURES (\$1000's)	9,158	8,722	-	436	5	2,329	2,048	-	281	12	6,924	7,012	+	88	1
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15										
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%							
PART II: MEASURES OF EFFECTIVENESS															
1. ANNUAL PERCENTAGE INCREASE IN GROSS STATE PRODUCT	2.5	1.9	-	0.6	24	2.5	2.6	+	0.1	4					
2. NUMBER OF NEW JOBS CREATED PER ANNUM	10607	9660	-	947	9	9264	8700	-	564	6					

**VARIANCE REPORT NARRATIVE
FY 2014 AND FY 2015**

PROGRAM TITLE: BUSINESS DEVELOPMENT

01 01

PART I - EXPENDITURES AND POSITIONS

See Lowest Level Programs for additional information.

PART II - MEASURES OF EFFECTIVENESS

See Lowest Level Programs for additional information.

VARIANCE REPORT

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS												
EXPENDITURES (\$1000's)												
TOTAL COSTS												
POSITIONS												
EXPENDITURES (\$1000's)												
	10.00	10.00	+ 0.00	0	10.00	10.00	+ 0.00	0	10.00	10.00	+ 0.00	0
	3,773	3,773	+ 0	0	943	943	+ 0	0	3,366	3,366	+ 0	0
	10.00	10.00	+ 0.00	0	10.00	10.00	+ 0.00	0	10.00	10.00	+ 0.00	0
	3,773	3,773	+ 0	0	943	943	+ 0	0	3,366	3,366	+ 0	0
					FISCAL YEAR 2013-14				FISCAL YEAR 2014-15			
					PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%
PART II: MEASURES OF EFFECTIVENESS												
1. % INCREASE IN EXPORTS DUE TO PROG PARTICIPATION					10	140	+ 130	1300	10	25	+ 15	150
2. \$ VALUE OF TOTAL/PROJ SALES-TRADE & EXPORT PROMO					5000000	1200000	- 3800000	76	5000000	8500000	+ 3500000	70
3. # NEW FIRMS ENROLLED IN ENTERPRISE ZONE PROGRAM					20	26	+ 6	30	20	30	+ 10	50
PART III: PROGRAM TARGET GROUP												
1. # OF FIRMS ENROLLED IN ENTERPRISE ZONE PROGRAM					20	263	+ 243	1215	20	300	+ 280	1400
2. #COMM-BASED ORGS, CO-OPS & SMALL BUS ASSISTED					200	200	+ 0	0	200	200	+ 0	0
PART IV: PROGRAM ACTIVITY												
1. # INT'L BUSINESS DEVELOPMENT ACTIVITIES					50	50	+ 0	0	50	50	+ 0	0
2. OUTREACH ACTIVITIES					10	10	+ 0	0	10	10	+ 0	0
3. #FIRMS ASSISTED FOR PARTIC IN ENTERPRSE ZONES					300	300	+ 0	0	300	300	+ 0	0

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 01 01
BED 100

PROGRAM TITLE: STRATEGIC MARKETING & SUPPORT

PART I - EXPENDITURES AND POSITIONS

No significant variances.

PART II - MEASURES OF EFFECTIVENESS

Item 1. The large increase in the percentage of exports generated by program activities was due to participation in overseas trade shows funded in part by a U.S. Small Business Administration (SBA) State Trade Export Program (STEP) grant. In-country presence under the State of Hawaii banner helped to bolster sales of Hawaii made products and services.

Item 2. The increase in total projected export sales was due to participation in overseas trade shows targeting apparel, gift and biotech industries. Funding for these trade shows was from a U.S. SBA trade promotion grant. Participation in overseas trade shows, where the State of Hawaii has a strong, recognizable brand, provides Hawaii companies a great opportunity to export their products and services, test market their products, build brand awareness and grow their business outside of the state.

Item 3. Increase due to department's increased outreach efforts and expiration of Act 105, SLH 2011, on June 30, 2013, suspending the general excise tax and contractor/subcontractor exemptions.

PART III - PROGRAM TARGET GROUPS

Item 1. Increase in the number of actual firms enrolled in the Enterprise Zone Program compared to the number planned due to a typographical error or misunderstanding of enrollment definition.

PART IV - PROGRAM ACTIVITIES

No significant variances.

PROGRAM TITLE: CREATIVE INDUSTRIES DIVISION
PROGRAM-ID: BED-105
PROGRAM STRUCTURE NO: 010102

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15						
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%			
PART I: EXPENDITURES & POSITIONS															
RESEARCH & DEVELOPMENT COSTS															
POSITIONS															
EXPENDITURES (\$1,000's)															
OPERATING COSTS															
POSITIONS	11.00	9.00	-	2.00	18	11.00	9.00	-	2.00	18	11.00	11.00	+	0.00	0
EXPENDITURES (\$1000's)	1,652	1,671	+	19	1	389	301	-	88	23	799	887	+	88	11
TOTAL COSTS															
POSITIONS	11.00	9.00	-	2.00	18	11.00	9.00	-	2.00	18	11.00	11.00	+	0.00	0
EXPENDITURES (\$1000's)	1,652	1,671	+	19	1	389	301	-	88	23	799	887	+	88	11
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15										
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%							
PART II: MEASURES OF EFFECTIVENESS															
1. AMT OF DIRECT EXPEND. FROM FILM PROD IN HI (MIL)	150	242	+	92	61	150	150	+	0	0	150	150	+	0	0
2. IMPACT ON STATE ECON BY FILM PROD DIRECT EXP (MIL)	200	423.5	+	223.5	112	200	262	+	62	31	200	262	+	62	31
3. TAX REV GEN BY DIRECT EXPEND FRM FILM PROD (MIL)	15	29	+	14	93	15	15	+	0	0	15	15	+	0	0
4. FILM PROJ THAT APPL FOR & QUAL FOR ACT 88 TAX CRED	25	33	+	8	32	25	25	+	0	0	25	25	+	0	0
5. AMT OF DIR EXPEND FROM QUAL ACT 88 PROJECTS (MIL)	135	220	+	85	63	135	135	+	0	0	135	135	+	0	0
6. CREATIVE SECTOR SHARE OF HAWAII GDP (BIL)	4	4.5	+	0.5	13	4.5	4.5	+	0	0	4.5	4.5	+	0	0
7. # OF CREATIVE SECTOR JOBS (THOUS) IN HAWAII	49	48	-	1	2	50	48	-	2	4	50	48	-	2	4
PART III: PROGRAM TARGET GROUP															
1. # OF CONTR TO LOCAL EDUC INST FR ACT 88 PROJ	24	36	+	12	50	24	24	+	0	0	24	24	+	0	0
2. MUSIC INDUSTRY ORGANIZATIONS SERVED	6	6	+	0	0	6	6	+	0	0	6	6	+	0	0
3. # OF ARTS/CULT BENEFICIARIES OF CID ACTIVITIES	35	60	+	25	71	35	68	+	33	94	35	68	+	33	94
PART IV: PROGRAM ACTIVITY															
1. #FILM/TV/COMMERCIAL PROJS FILMING IN STATE YEARLY	140	152	+	12	9	140	150	+	10	7	140	150	+	10	7
2. # OF FILM PERMITS PROCESSED ANNUALLY	1500	1600	+	100	7	1500	1600	+	100	7	1500	1600	+	100	7
3. # LOCALLY FOCUSED EDUCATIONAL & PROMOTNL EVENTS	12	12	+	0	0	12	12	+	0	0	12	12	+	0	0
4. #OVERSEAS SALES/MKTG/PROMO ATTND/SPON/SPPT BY CID	4	4	+	0	0	4	4	+	0	0	4	4	+	0	0
5. # OF FILM INQUIRIES	3500	4000	+	500	14	3500	5000	+	1500	43	3500	5000	+	1500	43
6. # OF BUS OPPTY GEN THROUGH WORKSHOPS/SEMINARS	75	75	+	0	0	150	150	+	0	0	150	150	+	0	0

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 01 02
BED 105

PROGRAM TITLE: CREATIVE INDUSTRIES DIVISION

PART I - EXPENDITURES AND POSITIONS

POSITIONS FY 14: An Economic Development Specialist V and an Office Assistant III are in active recruitment, with an expected start date of January 31, 2015.

EXPENDITURES: Balance of \$88,000 reflects an unexpended amount in the first quarter and is being moved to one of the remaining quarters.

PART II - MEASURES OF EFFECTIVENESS

Item 1. The higher actual is due to having more productions filmed in Hawaii in FY 14.

Item 2. The higher actual is due to having higher direct expenditures from film productions.

Item 3. The higher tax revenue collected is due to having higher direct expenditures from film productions.

Item 4. The higher actual is due to the unanticipated amount of projects that shot in Hawaii in FY 14 and applied for the tax credits.

Item 5. The higher actual is due to having a number of larger productions (feature films and TV series) filming in Hawaii in FY 14.

Item 6. The higher actual is due to an increase in the total dollar value of all goods and services produced in FY 14.

For the FY 15 Estimated:

Item 2. The higher estimated impact on the State economy by film production's direct expenditure is due to using a higher multiplier as the branch has worked with Research Economic Analysis Division to ensure that the multiplier is accurate.

PART III - PROGRAM TARGET GROUPS

Item 1. The actual is higher due to having more productions apply for tax credits and choosing to contribute to local educational institutions.

Item 3. Due to the launch of Creative Lab, there was an increased reach of services across clusters through three major professional development workshops per year, which resulted in a higher actual than anticipated.

PART IV - PROGRAM ACTIVITIES

Item 5. The higher actual is due to having more productions film in FY 14 and contacting the Film Office about film permits, locations, tax credits, and the studio.

For the FY 15 Estimated:

Item 5. The higher estimate is due to some film permit changes that have been made and the anticipated increase in emails and phone calls to address the changes.

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 01 03
BED 107

PROGRAM TITLE: FOREIGN TRADE ZONE

PART I - EXPENDITURES AND POSITIONS

The variance in expenditures in FY 13 was due to the program trying to constrain operational expenditures to maintain parity with program revenue.

PART II - MEASURES OF EFFECTIVENESS

Items 1. Variance was a result of the continuing increase of more Foreign Trade Zone (FTZ) users and increase in price of goods transited through the FTZ.

Item 2. Variance was the direct result of the decrease in oil consumption in Hawaii and worldwide.

Item 3. The variance is due to the increase in value of goods through the Pier 2 facility and the increased number of FTZ9 Pier 2 users.

Item 4. The variance was due to the sustained uncertainty of the worldwide economy which directly impacted the number of companies utilizing the FTZ's resources and facilities during the reporting period. This number is similar to what was reported last year.

Item 5. The decrease in overall value in the past year is a direct result of the reduction in oil consumption within the State and worldwide.

Items 6. and 7. Data was not available from Foreign-Trade Programs statewide.

PART III - PROGRAM TARGET GROUPS

Item 1. Due to the program's cost savings benefit and a mild increase in the economic forecast, additional firms began to utilize the FTZ program.

PART IV - PROGRAM ACTIVITIES

Item 1. Variance is a direct result of the continued high value in worldwide aircraft turbine fuel prices.

Item 2. Variance is a result of the sustained upward pressure in worldwide fuel prices.

Item 3. Variance is a result of the continuing uncertain economic conditions.

Item 5. Variance is due to the program reducing its marketing expenditures in an effort to maintain parity with program revenues.

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS												
EXPENDITURES (\$1000's)												
TOTAL COSTS												
POSITIONS												
EXPENDITURES (\$1000's)												
	24.00	22.00	- 2.00	8	24.00	22.00	- 2.00	8	24.00	24.00	+ 0.00	0
	1,667	1,616	- 51	3	400	389	- 11	3	1,290	1,290	+ 0	0
	24.00	22.00	- 2.00	8	24.00	22.00	- 2.00	8	24.00	24.00	+ 0.00	0
	1,667	1,616	- 51	3	400	389	- 11	3	1,290	1,290	+ 0	0
					FISCAL YEAR 2013-14				FISCAL YEAR 2014-15			
					PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%
PART II: MEASURES OF EFFECTIVENESS												
1. # OF PROCUREMENT VIOLATIONS												
2. % ERROR-FREE SUMMARY WARRANT VOUCHERS PROCESSED												
3. SERVER DOWNTIME AS % TOTAL OPERATIONAL TIME (<)												
4. % DBEDT EMPLOYEES WORKING W/OUT FORMAL GRIEVANCE												
	0	0	+ 0	0	0	0	+ 0	0	0	0	+ 0	0
	95	99	+ 4	4	95	95	+ 0	0	95	95	+ 0	0
	2.0	2.0	+ 0	0	2.0	2.0	+ 0	0	2.0	2.0	+ 0	0
	98	98	+ 0	0	98	98	+ 0	0	98	98	+ 0	0
PART III: PROGRAM TARGET GROUP												
1. NUMBER OF DBEDT POSNS (PERMANENT & TEMPORARY)												
	303	320	+ 17	6	303	320	+ 17	6				
PART IV: PROGRAM ACTIVITY												
1. # OF REQUESTS FOR ALLOTMENT (A19) PREPARED												
2. # OF IFBS & RFPS ADVERTISED OVER DELEGATED AMOUNT												
3. # OF CONTRACTS EXECUTED OVER DELEGATED AMOUNT												
4. # OF SUMMARY WARRANT VOUCHERS PROCESSED												
5. # OF FORMAL GRIEVANCES FILED ANNUALLY												
6. # OF HR/PERSONNEL TRANSACTIONS PROCESSED ANNUALLY												
	200	234	+ 34	17	200	200	+ 0	0	200	200	+ 0	0
	2	2	+ 0	0	2	2	+ 0	0	2	2	+ 0	0
	50	5	- 45	90	50	5	- 45	90	50	5	- 45	90
	1200	1076	- 124	10	1200	1100	- 100	8				
	5	0	- 5	100	5	5	+ 0	0				
	2600	1500	- 1100	42	1500	1500	+ 0	0				

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 01 04
BED 142

PROGRAM TITLE: GENERAL SUPPORT FOR ECONOMIC DEVELOPMENT

PART I - EXPENDITURES AND POSITIONS

Actual expenditures were less than the original budget primarily due to unexpended funds for vacant positions. The FY 15 budgeted and estimated expenditures reflect the 5% restriction and 5% contingency restriction for the general funds per Executive Memorandum No. 14-06.

PART II - MEASURES OF EFFECTIVENESS

No significant variances.

PART III - PROGRAM TARGET GROUPS

No significant variances.

PART IV - PROGRAM ACTIVITIES

Item 1. New procedures/instructions from the Department of Budget and Finance for the federal fund allotments required additional initial allotments to be submitted.

Item 3. The variance is due to an error in the planned amount which should have been 5 instead of 50.

Item 4. The decrease in vouchers processed was due to the increase in the amount of expenditures paid through the P-Card Program.

Item 5. The variance is due to over estimation of planned amount.

Item 6. The variance is due to over estimation of planned amount.

VARIANCE REPORT

PROGRAM TITLE: TOURISM
 PROGRAM-ID: BED-113
 PROGRAM STRUCTURE NO: 0102

12/19/14

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS	5.00	5.00	+ 0.00	0	5.00	3.00	- 2.00	40	5.00	3.00	- 2.00	40
EXPENDITURES (\$1000's)	141,162	115,803	- 25,359	18	35,290	1,797	- 33,493	95	105,872	134,591	+ 28,719	27
TOTAL COSTS												
POSITIONS	5.00	5.00	+ 0.00	0	5.00	3.00	- 2.00	40	5.00	3.00	- 2.00	40
EXPENDITURES (\$1000's)	141,162	115,803	- 25,359	18	35,290	1,797	- 33,493	95	105,872	134,591	+ 28,719	27
					FISCAL YEAR 2013-14				FISCAL YEAR 2014-15			
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%				
PART II: MEASURES OF EFFECTIVENESS												
1. TOTAL VISITOR EXPENDITURES (\$ BILLIONS)	14.4	14.6	+ 0.2	1	14.4	14.9	+ 0.5	3				
2. TOTAL VISITOR DAYS (MILLIONS)	75.4	75	- 0.4	1	75.4	76.1	+ 0.7	1				
3. TOTAL VISITOR ARRIVALS (MILLIONS)	8	8.2	+ 0.2	2	8	8.3	+ 0.3	4				
4. TOTAL SCHEDULED AIR SEATS (MILLIONS)	9.986	11	+ 1.014	10	9.986	11.2	+ 1.214	12				
5. HAWAII CONVENTION CENTER ROOM NIGHTS	480000	NO DATA	- 480000	100	480000	NO DATA	- 480000	100				
PART III: PROGRAM TARGET GROUP												
1. JAPANESE TRAVELERS TO THE US (MILLION)	3.7	3.7	+ 0	0	3.7	3.6	- 0.1	3				
2. US AIR TRAFFIC TO OVERSEAS REGIONS (MILLIONS)	37.32	40.52	+ 3.2	9	37.32	40.52	+ 3.2	9				
PART IV: PROGRAM ACTIVITY												
1. # SPORTING EVENTS ACTUALLY FUNDED	21	17	- 4	19	21	21	+ 0	0				
2. # PRODUCT ENRICHMT PROJECTS ACTUALLY FUNDED	103	91	- 12	12	103	95	- 8	8				
3. # OF HAWAIIAN AND MAJOR FESTIVALS ACTUALLY FUNDED	12	12	+ 0	0	12	12	+ 0	0				
4. # SPEECHES/PRESENTATIONS TO TOURISM STAKEHOLDERS	55	55	+ 0	0	55	55	+ 0	0				
5. # OF TOURISM RESEARCH PUBLICATIONS ISSUED	362	461	+ 99	27	362	462	+ 100	28				
6. NATURAL RESOURCES PROJECTS FUNDED (\$MILLIONS)	2	1.1	- 0.9	45	2	2.3	+ 0.3	15				
7. MAJOR MARKETING CONTRACTORS FUNDED (\$MILLIONS)	43	45	+ 2	5	43	58.3	+ 15.3	36				
8. # OF LIVING HAWAIIAN CULTURAL PROGRAMS	15	22	+ 7	47	15	33	+ 18	120				

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 02
BED 113

PROGRAM TITLE: TOURISM

PART I - EXPENDITURES AND POSITIONS

Expenditure of funds is primarily limited to the amount of Transient Accommodations Tax (TAT) and Convention Center revenue collected. TAT revenue to Hawaii Tourism Authority (HTA) was capped at \$104 million in FY 2013 (pursuant to Act 171, SLH 2012) and \$115 million in FY 2014 (pursuant to Act 161, SLH 2013). TAT was capped at \$111.5 million effective FY 2015 (pursuant to Act 81, SH 2014), including \$82 million to the Tourism Special Fund, \$26.5 million to CCEF and \$3 million to the Turtle Bay Conservation Easement Special Fund.

Variance in positions is due to recent conversion from permanent to temporary.

PART II - MEASURES OF EFFECTIVENESS

Items 1-4. Variances are largely positive and reflect the continued momentum of the Hawai'i tourism industry.

Item 5. Planned measures for 2014 and 2015 were underestimated. Actual FY 14 showed the strong growth in new routes and expanded service from Asia. Estimated FY 15 will increase over the previous year due to announced additional air services from North America.

PART III - PROGRAM TARGET GROUPS

No significant variances.

PART IV - PROGRAM ACTIVITIES

Item 1. HTA decided to not execute a contract with one contractor that would have supported four events.

Item 2. Planned program activity was a preliminary estimate. HTA increasingly moved toward achieving more quality proposals/events than having a large quantity.

Item 5. Publications increased due to including major market area tables

and factsheets on a monthly basis in the count.

Item 7. Chapter 237D, HRS, required \$1 million of the allotted TAT to be allocated toward State parks and trails. Act 161, SLH 2013, replaced this requirement, stipulating \$3 million of TAT shall be allocated from the General Fund for enhancement of natural resources, subject to the mutual agreement of the Board of Land and Natural Resources and HTA Board.

Item 8. Variance due to an increase in funding for Hawaiian cultural support through our community program. There is also more demand as the number of proposals received increase due to our capacity building efforts.

STATE OF HAWAII
PROGRAM TITLE: AGRICULTURE
PROGRAM-ID:
PROGRAM STRUCTURE NO: 0103

VARIANCE REPORT

REPORT V61
12/19/14

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS	309.00	224.00	- 85.00	28	310.00	233.00	- 77.00	25	310.00	298.00	- 12.00	4
EXPENDITURES (\$1000's)	52,002	39,821	- 12,181	23	12,985	11,925	- 1,060	8	47,658	48,719	+ 1,061	2
TOTAL COSTS												
POSITIONS	309.00	224.00	- 85.00	28	310.00	233.00	- 77.00	25	310.00	298.00	- 12.00	4
EXPENDITURES (\$1000's)	52,002	39,821	- 12,181	23	12,985	11,925	- 1,060	8	47,658	48,719	+ 1,061	2
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15							
PART II: MEASURES OF EFFECTIVENESS	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%				
1. TOTAL AGR FARM VALUE/OTHR FARM REL ACTIVITIES (\$M)	686.0	NO DATA	- 686	100	686.0	686.0	+ 0	0				
2. # INTERCEPTED INSECT SPECIES NOT OCCURRING IN HI	455	471	+ 16	4	464	465	+ 1	0				
3. % OF AG PARK & NON-AG PARK LANDS IN PRODUCTIVE USE	75	79	+ 4	5	80	85	+ 5	6				

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

PROGRAM TITLE: AGRICULTURE

01 03

PART I - EXPENDITURES AND POSITIONS

The variance in the Agriculture Program position counts are due to vacancies for pending recruitment and filling, as well as recruitment difficulties. The variance for expenditures is generally attributed to personnel expenditures being less than planned due to position vacancies. Details of the position and expenditures variances are best examined at the lowest program level.

PART II - MEASURES OF EFFECTIVENESS

See Lowest Level Programs for additional information. Data for agriculture farm value is not published on a regular basis by the National Agricultural Statistics Service and is not available for FY 14. Measures of Effectiveness will be updated for the FB 15-17.

PROGRAM TITLE: FINANCIAL ASSISTANCE FOR AGRICULTURE
PROGRAM-ID: AGR-101
PROGRAM STRUCTURE NO: 010301

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS												
EXPENDITURES (\$1000's)												
TOTAL COSTS												
POSITIONS												
EXPENDITURES (\$1000's)												
	9.00	8.00	- 1.00	11	9.00	8.00	- 1.00	11	9.00	9.00	+ 0.00	0
	7,340	4,535	- 2,805	38	1,648	1,648	+ 0	0	4,942	4,942	+ 0	0
	9.00	8.00	- 1.00	11	9.00	8.00	- 1.00	11	9.00	9.00	+ 0.00	0
	7,340	4,535	- 2,805	38	1,648	1,648	+ 0	0	4,942	4,942	+ 0	0
					FISCAL YEAR 2013-14				FISCAL YEAR 2014-15			
					PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%
PART II: MEASURES OF EFFECTIVENESS												
1. NUMBER OF LOANS APPROVED					25	11	- 14	56	25	25	+ 0	0
2. TOTAL DOLLAR AMOUNT OF LOANS APPROVED (000'S)					4500	2265	- 2235	50	4500	4500	+ 0	0
3. ANNUAL ACREAGE CULTIVATED BY BORROWERS					45000	40886	- 4114	9	45000	45000	+ 0	0
4. AMT OF EMPLOYEES OR LABORERS UTILIZED BY BORROWER					1250	1486	+ 236	19	1250	1250	+ 0	0
5. AMT OF AG OR AQUA FIN PROVIDED BY OTHR CRED SOURCS					1000	33	- 967	97	1000	1000	+ 0	0
PART III: PROGRAM TARGET GROUP												
1. POTENTIAL QUALIFIED FARMERS/NEW FARMERS					7500	7500	+ 0	0	7500	7500	+ 0	0
2. POTENTIAL QUALIFIED AQUACULTURISTS					70	70	+ 0	0	70	70	+ 0	0
3. AGRICULTURE/AQUACULTURE COOPERATIVES					25	25	+ 0	0	25	25	+ 0	0
4. COMMERCIAL BANKS					5	5	+ 0	0	5	5	+ 0	0
PART IV: PROGRAM ACTIVITY												
1. NUMBER OF PUBLIC RELATIONS CONTACTS					75	71	- 4	5	75	75	+ 0	0
2. NO. OF SERVICING CONTACTS WITH EXISTING BORROWERS					750	773	+ 23	3	750	750	+ 0	0
3. NUMBER OF LOAN INQUIRIES RECEIVED BY THE DIVISION					175	128	- 47	27	175	175	+ 0	0
4. AMOUNT COLLECTED BY PROGRAM (000'S)					2.25	2.38	+ 0.13	6	2.25	2.25	+ 0	0

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 03 01
AGR 101

PROGRAM TITLE: FINANCIAL ASSISTANCE FOR AGRICULTURE

PART I - EXPENDITURES AND POSITIONS

Variances in FY 14 expenditures were due to position vacancies and the lower dollar amount in loans granted.

PART II - MEASURES OF EFFECTIVENESS

Item 1 - The number of loans approved was below the planned total due to the continuing, slow economic recovery that is affecting the number of loans approved.

Item 2 - The dollar amount of loans approved was below the planned amount due to the number of loans approved.

Item 4 - The increase in laborers utilized by borrowers is attributed to the increased number of loans in the portfolio.

Item 5 - The amount of financing provided by other credit sources in cooperation with the State Agricultural Loan program continues to be a challenge due to reluctance on the part of commercial lenders to fund agricultural and aquacultural operations.

PART III - PROGRAM TARGET GROUPS

No significant variances.

PART IV - PROGRAM ACTIVITIES

Item 3 - The number of inquiries appears to be affected by the still recovering economy.

VARIANCE REPORT

PROGRAM TITLE: PRODCTVTY IMPRVMT & MGT ASSTNCE FOR AGR
PROGRAM-ID:
PROGRAM STRUCTURE NO: 010302

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS	184.00	131.00	- 53.00	29	184.00	139.00	- 45.00	24	184.00	180.00	- 4.00	2
EXPENDITURES (\$1000's)	20,656	16,850	- 3,806	18	5,335	5,335	+ 0	0	16,001	16,001	+ 0	0
TOTAL COSTS												
POSITIONS	184.00	131.00	- 53.00	29	184.00	139.00	- 45.00	24	184.00	180.00	- 4.00	2
EXPENDITURES (\$1000's)	20,656	16,850	- 3,806	18	5,335	5,335	+ 0	0	16,001	16,001	+ 0	0
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15							
PART II: MEASURES OF EFFECTIVENESS	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%				
1. % OF TTL PARCELS INSP INTERCEPTED AS PROHIB/RESTRI	.003	.003	+ 0	0	.003	.003	+ 0	0				
2. # INTERCEPTED INSECT SPECIES NOT OCCURRING IN HI	455	471	+ 16	4	464	465	+ 1	0				

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

PROGRAM TITLE: PRODCVTY IMPRVMT & MGT ASSTNCE FOR AGR

01 03 02

PART I - EXPENDITURES AND POSITIONS

The variance in the Productivity Improvement and Management Assistance for Agriculture Program position counts are due to vacancies for pending recruitment and filling, as well as recruitment difficulties. The variance for expenditures is generally attributed to personnel expenditures being less than planned due to position vacancies. Details of the position and expenditures variances are best examined at the lowest program level.

PART II - MEASURES OF EFFECTIVENESS

See Lowest Level Programs for additional information.

VARIANCE REPORT

PROGRAM TITLE: PLANT PEST AND DISEASE CONTROL
PROGRAM-ID: AGR-122
PROGRAM STRUCTURE NO: 01030201

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS	129.00	87.00	- 42.00	33	129.00	94.00	- 35.00	27	129.00	129.00	+ 0.00	0
EXPENDITURES (\$1000's)	15,339	12,273	- 3,066	20	3,872	3,872	+ 0	0	11,616	11,616	+ 0	0
TOTAL COSTS												
POSITIONS	129.00	87.00	- 42.00	33	129.00	94.00	- 35.00	27	129.00	129.00	+ 0.00	0
EXPENDITURES (\$1000's)	15,339	12,273	- 3,066	20	3,872	3,872	+ 0	0	11,616	11,616	+ 0	0
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15							
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%				
PART II: MEASURES OF EFFECTIVENESS												
1. % TTL PARCELS INSP INTERCEPTED AS PROHIB/RESTRICT	.003	.003	+ 0	0	.003	.003	+ 0	0				
2. NUMBER OF INSECT INTERCEPTIONS	2130	2450	+ 320	15	2172	2500	+ 328	15				
3. # INTERCEPTED INSECT SPECIES NOT OCCURRING IN HI	455	471	+ 16	4	464	465	+ 1	0				
4. # OF PROHIBITED ANIMALS INTERCEPTED OR CONFISCATED	450	462	+ 12	3	600	600	+ 0	0				
5. % OF CHEM/MECH CNTRL PROJ UNDER HI LEVEL OF CNTRL	20	20	+ 0	0	20	20	+ 0	0				
6. % BIO CONTROL PROJECTS UNDER A HIGH LEVEL OF CNTRL	75	75	+ 0	0	75	75	+ 0	0				
7. COMPLIANCE RATE CERT NURS & PT OF ORIGIN EXP INSP	44	45	+ 1	2	50	50	+ 0	0				
PART III: PROGRAM TARGET GROUP												
1. NUMBER OF AIRCRAFT AND SHIP ARRIVALS (THOUSANDS)	43.437	44.1	+ 0.663	2	44.305	44.3	- 0.005	0				
2. NUMBER PASSENGER ARRIVALS BY AIR AND SEA (THOUS)	6319.4	6432	+ 112.6	2	6445.7	6500	+ 54.3	1				
3. NO. OF REGULATED BAGGAGE, CARGO AND MAIL (THOUS)	8000	8200	+ 200	3	8000	8200	+ 200	3				
4. NUMBER OF IMPORT PERMIT REQUESTS	950	952	+ 2	0	969	969	+ 0	0				
5. NUMBER OF SITES REQUIRING POST-ENTRY INSPECTIONS	1300	1258	- 42	3	1300	1300	+ 0	0				
6. NUMBER OF CERTIFIED NURSERIES	300	300	+ 0	0	300	300	+ 0	0				
7. NUMBER OF NEW NOXIOUS WEED INFESTATIONS	1	1	+ 0	0	1	1	+ 0	0				
8. NUMBER OF WIDESPREAD NOXIOUS WEED INFESTATIONS	40	40	+ 0	0	40	40	+ 0	0				
9. NO. OF NEW INFESTATIONS OF INSECTS AND OTHER PESTS	10	10	+ 0	0	10	10	+ 0	0				
10. NO. OF WIDESPREAD INFEST OF INSECTS AND OTHER PEST	5	5	+ 0	0	5	5	+ 0	0				
PART IV: PROGRAM ACTIVITY												
1. NUMBER OF AIRCRAFT AND SHIPS MONITORED (THOUSANDS)	43.437	44.1	+ 0.663	2	44.305	44.3	- 0.005	0				
2. NUMBER OF AIR AND SEA PASSENGERS MONITORED (THOUS)	6952	6432	- 520	7	7090	6500	- 590	8				
3. NO. OF BAGGAGE, CARGO, AND MAIL INSPECTED (THOUS)	8000	8200	+ 200	3	8000	8200	+ 200	3				
4. NUMBER OF POST-ENTRY INSPECTIONS CONDUCTED	950	952	+ 2	0	950	950	+ 0	0				
5. NUMBER OF CERTIFIED NURSERY INSPECTIONS	460	452	- 8	2	460	460	+ 0	0				
6. NUMBER OF CHEM/MECH CNTRL AND ERADICATION PROJECTS	5	5	+ 0	0	5	5	+ 0	0				
7. BIOLOGICAL CONTROL OF PEST SPECIES (# OF PROJECTS)	8	8	+ 0	0	8	8	+ 0	0				
8. SEED TEST AND ANALYSIS (NUMBER OF LOTS)	250	242	- 8	3	250	250	+ 0	0				

**VARIANCE REPORT NARRATIVE
FY 2014 AND FY 2015**

01 03 02 01
AGR 122

PROGRAM TITLE: PLANT PEST AND DISEASE CONTROL

PART I - EXPENDITURES AND POSITIONS

Variances were due to position vacancies and lower than expected special and federal fund expenditures.

PART II - MEASURES OF EFFECTIVENESS

Item 2 - Insect interceptions increased due to increased inspections at ports-of-entry.

PART III - PROGRAM TARGET GROUPS

No significant variances.

PART IV - PROGRAM ACTIVITIES

No significant variances.

VARIANCE REPORT

PROGRAM TITLE:

ANIMAL PEST AND DISEASE CONTROL

PROGRAM-ID:

PROGRAM STRUCTURE NO: 01030202

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS	55.00	44.00	- 11.00	20	55.00	45.00	- 10.00	18	55.00	51.00	- 4.00	7
EXPENDITURES (\$1000's)	5,317	4,577	- 740	14	1,463	1,463	+ 0	0	4,385	4,385	+ 0	0
TOTAL COSTS												
POSITIONS	55.00	44.00	- 11.00	20	55.00	45.00	- 10.00	18	55.00	51.00	- 4.00	7
EXPENDITURES (\$1000's)	5,317	4,577	- 740	14	1,463	1,463	+ 0	0	4,385	4,385	+ 0	0
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15							
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%				
PART II: MEASURES OF EFFECTIVENESS												
1. NUMBER OF RABIES CASES IN THE COMMUNITY	0	0	+ 0	0	0	0	+ 0	0	0	0	+ 0	0
2. NO. OF DISEASE-FREE STATUS OBTAINED & MAINTAINED	5	5	+ 0	0	5	5	+ 0	0	5	5	+ 0	0
3. NO.OF DISEASE CNTRL PROG W/ PUBLIC HEALTH IMPACT	6	6	+ 0	0	6	6	+ 0	0	6	6	+ 0	0

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

PROGRAM TITLE: ANIMAL PEST AND DISEASE CONTROL

01 03 02 02

PART I - EXPENDITURES AND POSITIONS

The variance in the Animal Pest and Disease Control Program position counts are due to vacancies for pending recruitment and filling, as well as recruitment difficulties. The variance for expenditures is generally attributed to personnel expenditures being less than planned due to position vacancies. Details of the position and expenditures variances are best examined at the lowest program level.

PART II - MEASURES OF EFFECTIVENESS

See Lowest Level Programs for additional information.

VARIANCE REPORT

PROGRAM TITLE: RABIES QUARANTINE
PROGRAM-ID: AGR-131
PROGRAM STRUCTURE NO: 0103020201

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15						
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%			
PART I: EXPENDITURES & POSITIONS															
RESEARCH & DEVELOPMENT COSTS															
POSITIONS															
EXPENDITURES (\$1,000's)															
OPERATING COSTS															
POSITIONS	36.32	32.32	-	4.00	11	36.32	33.32	-	3.00	8	36.32	36.32	+	0.00	0
EXPENDITURES (\$1000's)	3,282	2,963	-	319	10	821	821	+	0	0	2,461	2,461	+	0	0
TOTAL COSTS															
POSITIONS	36.32	32.32	-	4.00	11	36.32	33.32	-	3.00	8	36.32	36.32	+	0.00	0
EXPENDITURES (\$1000's)	3,282	2,963	-	319	10	821	821	+	0	0	2,461	2,461	+	0	0
					FISCAL YEAR 2013-14				FISCAL YEAR 2014-15						
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%							
PART II: MEASURES OF EFFECTIVENESS															
1. NUMBER OF RABIES CASES IN THE COMMUNITY	0	0	+	0	0	0	0	+	0	0	0	+	0	0	
2. NUMBER OF ALIEN PESTS DETECTED	1	1	+	0	0	1	1	+	0	0	1	1	+	0	0
PART III: PROGRAM TARGET GROUP															
1. DOGS AND CATS QUARANTINED	1600	1310	-	290	18	1600	1600	+	0	0	1600	1600	+	0	0
2. POPULATION OF HAWAII	1361000	1408000	+	47000	3	1361000	1400000	+	39000	3	1361000	1400000	+	39000	3
PART IV: PROGRAM ACTIVITY															
1. NUMBER OF DOGS AND CATS QUARANTINED - 120 DAYS	600	476	-	124	21	600	500	-	100	17	600	500	-	100	17
2. NO. OF DOGS & CATS QUARANTINED- LESS THAN 120 DAYS	1000	834	-	166	17	1000	800	-	200	20	1000	800	-	200	20
3. NO. QUAL DOGS & CATS RELEASD AFTER INSP UPON ARRVL	10000	12811	+	2811	28	10000	13000	+	3000	30	10000	13000	+	3000	30
4. NUMBER OF DOGS AND CATS QUARANTINED - TRANSIT	320	104	-	216	68	320	200	-	120	38	320	200	-	120	38
5. NO. OF SATELLITE & APPROVED VET FACILITY MONITORED	33	33	+	0	0	33	34	+	1	3	33	34	+	1	3
6. NO. OF DOGS & CATS SAMPLED FOR EXTERNAL PARASITES	2	2	+	0	0	2	2	+	0	0	2	2	+	0	0
7. NO. OF DOGS & CATS SAMPLED FOR INTERNAL PARASITES	2300	2320	+	20	1	2300	2300	+	0	0	2300	2300	+	0	0
8. NO. SVC DOGS & ELIGIBLE GUIDE DOG ENTRIES PROCESSED	290	954	+	664	229	300	1100	+	800	267	300	1100	+	800	267

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 03 02 02 01
AGR 131

PROGRAM TITLE: RABIES QUARANTINE

PART I - EXPENDITURES AND POSITIONS

Variances in expenditures were due to position vacancies.

PART II - MEASURES OF EFFECTIVENESS

No significant variances.

PART III - PROGRAM TARGET GROUPS

Item 1 - The increased amount of animals qualifying for direct airport release decreased the amount of animals requiring quarantine.

PART IV - PROGRAM ACTIVITIES

Items 1, 2 & 4 - The increased amount of animals qualifying for direct airport release decreased the amount of animals requiring quarantine in these categories. Item 4 may have also been affected by decreased movement between the Asia-Pacific Region and the continental U.S.

Item 3 - The increase in dogs and cats quarantined was due to the overall increase of animals entering State.

Item 4 - The program has been unable to identify a reason for the decrease.

Item 8 - The increase was due to changes in the federal service animal definition. This category is anticipated to increase annually.

VARIANCE REPORT

PROGRAM TITLE: ANIMAL DISEASE CONTROL
PROGRAM-ID: AGR-132
PROGRAM STRUCTURE NO: 0103020202

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15						
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%			
PART I: EXPENDITURES & POSITIONS															
RESEARCH & DEVELOPMENT COSTS															
POSITIONS															
EXPENDITURES (\$1,000's)															
OPERATING COSTS															
POSITIONS	18.68	11.68	-	7.00	37	18.68	11.68	-	7.00	37	18.68	14.68	-	4.00	21
EXPENDITURES (\$1000's)	2,035	1,614	-	421	21	642	642	+	0	0	1,924	1,924	+	0	0
TOTAL COSTS															
POSITIONS	18.68	11.68	-	7.00	37	18.68	11.68	-	7.00	37	18.68	14.68	-	4.00	21
EXPENDITURES (\$1000's)	2,035	1,614	-	421	21	642	642	+	0	0	1,924	1,924	+	0	0

	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15					
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%		
PART II: MEASURES OF EFFECTIVENESS										
1. NO. OF DISEASE-FREE STATUS OBTAINED & MAINTAINED	5	5	+	0	0	5	5	+	0	0
2. NO. OF OIE DISEASES OF LIVESTOCK & POLTRY NOT IN STATE	111	111	+	0	0	111	111	+	0	0
3. NO. DISEASE CNTRL & ERAD PRG & VOL DIS STATUS PROG	8	8	+	0	0	8	8	+	0	0
4. NO. OF DISEASE CNTRL PROG W/ PUBLIC HEALTH IMPACT	6	6	+	0	0	6	6	+	0	0

PART III: PROGRAM TARGET GROUP												
1. LIVESTOCK PRODUCERS	2800	2800	+	0	0	2800	2900	+	100	4		
2. AQUACULTURE PRODUCERS	75	46	-	29	39	80	80	+	0	0		
3. HUMAN POPULATION	1385000	1408000	+	23000	2	1395000	1408000	+	13000	1		

PART IV: PROGRAM ACTIVITY												
1. NO. LIVESTOCK & EXOTIC ANIMALS INSPECTED ON ENTRY	12500	12850	+	350	3	12500	13000	+	500	4		
2. NO. DAY-OLD CHICKS AND HATCHED EGGS INSPECTED ON ENTRY	600000	585727	-	14273	2	600000	600000	+	0	0		
3. NUMBER OF DOGS AND CATS INSPECTED ON ENTRY	11500	14881	+	3381	29	12000	15000	+	3000	25		
4. NO. POLTRY, OTHER BIRDS, NON-DOMESTIC ANIMALS INSPECTED ON ENTRY	18000	22238	+	4238	24	18000	20000	+	2000	11		
5. NO. SAMPLES COLLECTED & ANIMALS FIELD TESTED: ENTRY, SURV	5000	1380	-	3620	72	5000	1500	-	3500	70		
6. # OF LIVESTOCK/AQUA/ EPIDEMIOLOGIC DISEASE INVESTIGATIONS	10	7	-	3	30	10	5	-	5	50		
7. NO. SAMPLES COLLECTED/PROCESSED FOR FEDERAL DISEASE SURVEILLANCE	4000	1940	-	2060	52	4000	2000	-	2000	50		
8. NO. LAB TESTS FOR LIVESTOCK/POLTRY DISEASE SURVEILLANCE	7000	6413	-	587	8	7000	7000	+	0	0		
9. NO. TESTS FOR IMPORTED ANIMALS INCLUDING DOGS AND CATS	4000	3521	-	479	12	4000	4000	+	0	0		
10. # OF AQUATIC ANIMAL HEALTH DOCUMENTS ISSUED	200	4	-	196	98	200	5	-	195	98		

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 03 02 02 02
AGR 132

PROGRAM TITLE: ANIMAL DISEASE CONTROL

PART I - EXPENDITURES AND POSITIONS

Variances in expenditures were due to vacancies and the absence special fund expenditures.

PART II - MEASURES OF EFFECTIVENESS

No significant variances.

PART III - PROGRAM TARGET GROUPS

Item 2 - The variance was due to fewer aquaculture producers identified by the last Census of Agriculture.

PART IV - PROGRAM ACTIVITIES

Items 3 & 4 - The variances were due to the increases in respective categories of animals (dogs, cats, pet birds, other pets and lab animals) entering the State.

Items 5, 6 & 7 - The variances were due to National Disease Surveillance Program changes, resulting in the discontinuation of slaughter surveillance for brucellosis and anaplasmosis in cattle.

Item 9 - The variance was due to the decreased number of tests necessary for animals in quarantine.

Item 10 - The variance was due to the increased number of private, accredited veterinarians able to provide services for exports.

VARIANCE REPORT

PROGRAM TITLE:

PRODUCT DEVELOPMENT AND MARKETING FOR AGR

12/19/14

PROGRAM-ID:

PROGRAM STRUCTURE NO: 010303

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS	52.00	43.00	- 9.00	17	52.00	42.00	- 10.00	19	52.00	52.00	+ 0.00	0
EXPENDITURES (\$1000's)	13,674	9,904	- 3,770	28	3,265	2,205	- 1,060	32	18,506	19,567	+ 1,061	6
TOTAL COSTS												
POSITIONS	52.00	43.00	- 9.00	17	52.00	42.00	- 10.00	19	52.00	52.00	+ 0.00	0
EXPENDITURES (\$1000's)	13,674	9,904	- 3,770	28	3,265	2,205	- 1,060	32	18,506	19,567	+ 1,061	6
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15							
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%				
PART II: MEASURES OF EFFECTIVENESS												
1. PERCENTAGE OF REQUESTS FOR INFORMATION FULFILLED	100	NO DATA	- 100	100	100	NO DATA	- 100	100				
2. RETURN ON INVESTMENT RATE ON TRADE SHOWS	15	NO DATA	- 15	100	15	NO DATA	- 15	100				
3. NUMBER OF TRADE LEADS GENERATED	400	NO DATA	- 400	100	400	NO DATA	- 400	100				

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

PROGRAM TITLE: PRODUCT DEVELOPMENT AND MARKETING FOR AGR

01 03 03

PART I - EXPENDITURES AND POSITIONS

The variance in the Product Development and Marketing for Agriculture Program position counts are due to vacancies for pending recruitment and filling, as well as recruitment difficulties. The variance for expenditures is generally attributed to personnel expenditures being less than planned due to position vacancies. Details of the position and expenditures variances are best examined at the lowest program level.

PART II - MEASURES OF EFFECTIVENESS

Data for the Measures of Effectiveness is no longer collected. Measurements will be updated for FB 15-17 based on current program operations.

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS	19.00	18.00	- 1.00	5	19.00	17.00	- 2.00	11	19.00	19.00	+ 0.00	0
EXPENDITURES (\$1000's)	9,484	6,566	- 2,918	31	2,194	1,134	- 1,060	48	15,295	16,356	+ 1,061	7
TOTAL COSTS												
POSITIONS	19.00	18.00	- 1.00	5	19.00	17.00	- 2.00	11	19.00	19.00	+ 0.00	0
EXPENDITURES (\$1000's)	9,484	6,566	- 2,918	31	2,194	1,134	- 1,060	48	15,295	16,356	+ 1,061	7
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15							
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%				
PART II: MEASURES OF EFFECTIVENESS												
1. % SEEDLINGS DISTRIBUTED OR SOLD COMPARED TO GOAL	100	100	+ 0	0	100	110	+ 10	10				
2. % ACRES TREE PLANTING/REFORSTTN COMPARED TO GOAL	100	105	+ 5	5	100	110	+ 10	10				
3. % BOARD FEET TIMBER HARVESTED COMP TO GOAL	100	105	+ 5	5	100	200	+ 100	100				
4. % LNDOWNRS/ORGS/COMM ASSISTED COMPARED TO GOAL	100	100	+ 0	0	100	100	+ 0	0				
5. % FUNDS LEVERAGED COMPARED TO GOAL	100	100	+ 0	0	100	100	+ 0	0				
6. % ACRES ACQ/SECURD FOR CONSERVTN COMPRD TO GOAL	100	100	+ 0	0	100	110	+ 10	10				
7. % DEPTL LANDS UNDR COMM TIMBER MGMT COMP TO GOAL	100	100	+ 0	0	100	200	+ 100	100				
PART III: PROGRAM TARGET GROUP												
1. FOREST PRODCT PROCESSRS, RELTD BUSNSS/INVSTRS (#)	150	150	+ 0	0	150	10	- 140	93				
2. FOREST AND OTHER LANDOWNERS (NUMBER)	50	50	+ 0	0	50	50	+ 0	0				
3. WATERSHED PARTNERS (NUMBER)	50	50	+ 0	0	50	50	+ 0	0				
4. COMMUNITY VOLUNTEER ORGANIZATIONS (NUMBER)	100	100	+ 0	0	100	100	+ 0	0				
PART IV: PROGRAM ACTIVITY												
1. PRODUCE & DISTRIBUTE OR SELL 60,000 TREE SEEDLINGS	60000	60000	+ 0	0	60000	60000	+ 0	0				
2. PLANT OR REFOREST 150 ACRES OF DEPARTMENTAL LANDS	150	150	+ 0	0	150	150	+ 0	0				
3. PRMOTE HARVST 50,000 BD FT OF TIMBER FRM DEPTL LND	100000	100000	+ 0	0	100000	100000	+ 0	0				
4. PROVDE TECH FORSTRY ASSIST TO LNDOWNRS/ORG/COMM	1000	1000	+ 0	0	1000	1000	+ 0	0				
5. LEVERAGE ADDL FUNDS/ASSOC SVCS (\$2MIL) THRU PRGM	2	2	+ 0	0	2	2	+ 0	0				
6. ACQUIRE/SECURE 2,000 ACRES ADDTN TO FOREST RES SYS	2000	2000	+ 0	0	2000	2000	+ 0	0				
7. PLACE 6,000 ACRES DEPTL LND UNDER COMM TIMBR MGT	6000	3000	- 3000	50	6000	5500	- 500	8				

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

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LNR 172

PROGRAM TITLE: FORESTRY RESOURCE MANAGEMENT & DEVELOPMENT

PART I - EXPENDITURES AND POSITIONS

FY 15 position variance is due to vacancies attributed to resignations and retirements.

FY 14 and FY 15 difference in budgeted and actual expenditures is due to vacancy savings. All remaining vacant positions are under recruitment and seeking Departmental approval to establish and fill.

PART II - MEASURES OF EFFECTIVENESS

Item #1, FY 15: Due to upgrades to many Division of Forestry and Wildlife's (DOFAW) nurseries statewide, the number of seedlings distributed or sold is expected to increase.

Item #2, FY 15: As a result of the Kauai Fires Reforestation Emergency Proclamation approved by the Governor, an increase in acres reforested on Kauai Island is expected.

Item #3, FY 15: As a result of the Kauai Fires Reforestation Emergency Proclamation approved by the Governor, an increase in the number of board feet harvested is expected. 15,000 green tons is roughly equal to 2.3 2,300 MBF. A gross conversion factor of 6.5 green tons/MBF was used. It should be noted that the use of the Scribner board foot measure for the Kauai Fire Restoration project is somewhat misleading since there is no current sawlog market for the logs that are to be removed for this project and about 50% of the logs themselves are degraded to the extent they would be considered cull or unusable for sawlogs. However, there is a woody biomass market for logs on Kauai (Green Energy Biomass Power Plant), in which case logs are usually measured and sold on the ton basis rather than board foot.

Item #6, FY 15: DOFAW expects to close one conservation easement land acquisition during this Fiscal Year (Kaawaloa Forest 1,000 acres) which will increase the annual total % acquired.

Item #7, FY 15: Approximately 600 acres are expected to be harvested on Kauai Island. While this is a post-fire reforestation project, biomass will be harvested and sold commercially to try recovering some of the reforestation costs.

PART III - PROGRAM TARGET GROUPS

Item #1, FY 15: Variance is due to investor and financing issues; many of the expected forest product processing companies and businesses have not become operational as expected last year.

PART IV - PROGRAM ACTIVITIES

Item #7: FY 14 delays in the implementation of the Kauai fires reforestation project and the Waiakea timber management area reduced the total amount of biomass expected to be harvested last year.

PROGRAM TITLE: QUALITY AND PRICE ASSURANCE
 PROGRAM-ID: AGR-151
 PROGRAM STRUCTURE NO: 01030302

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15						
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%			
PART I: EXPENDITURES & POSITIONS															
RESEARCH & DEVELOPMENT COSTS															
POSITIONS															
EXPENDITURES (\$1,000's)															
OPERATING COSTS															
POSITIONS	19.00	16.00	-	3.00	16	19.00	16.00	-	3.00	16	19.00	19.00	+	0.00	0
EXPENDITURES (\$1000's)	2,423	1,982	-	441	18	612	612	+	0	0	1,836	1,836	+	0	0
TOTAL COSTS															
POSITIONS	19.00	16.00	-	3.00	16	19.00	16.00	-	3.00	16	19.00	19.00	+	0.00	0
EXPENDITURES (\$1000's)	2,423	1,982	-	441	18	612	612	+	0	0	1,836	1,836	+	0	0
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15										
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%							
PART II: MEASURES OF EFFECTIVENESS															
1. % OF ENFORCEMENT INSP THAT COMPLY W/ LAWS AND RULE	99	95.4	-	3.6	4	99	99	+	0	0					
2. % CERTIFICATION REQUESTS FULFILLED	100	100	+	0	0	100	100	+	0	0					
3. AVERAGE TURN AROUND TIME IN DAYS FOR COFFEE CERT	5	3	-	2	40	5	3	-	2	40					
4. % OF MIN CLASS ONE MILK PRICE RECEIVED BY PRODUCER	100	100	+	0	0	100	100	+	0	0					
5. % OF AUDITED FARMS COMPLYING W/ GOOD AG PRACTICES	95	100	+	5	5	95	100	+	5	5					
PART III: PROGRAM TARGET GROUP															
1. PRODUCERS AND PROCESSORS OF AGRICULTURAL PRODUCTS	5500	5500	+	0	0	5500	5500	+	0	0					
2. WHOLESALERS AND RETAILERS OF AGRICULTURAL PRODUCTS	540	467	-	73	14	540	500	-	40	7					
3. PRODUCERS, PROD-DISTIB & DISTRIBUTORS OF MILK	1000	23	-	977	98	1000	23	-	977	98					
4. PRODUCERS AND DISTRIBUTORS OF ANIMAL FEED PRODUCTS	20	16	-	4	20	20	16	-	4	20					
PART IV: PROGRAM ACTIVITY															
1. # OF CERT ISSUED FOR GRADE AND COND OF AG COMM	1500	984	-	516	34	1500	1000	-	500	33					
2. # OF LOTS OF AG COMM INSP FOR COMP W/ LAWS & RULES	1100	1998	+	898	82	11000	2000	-	9000	82					
3. NUMBER OF DEALERS IN AG PRODUCTS LICENSED	800	945	+	145	18	800	950	+	150	19					
4. # PRODUCERS, PROD-DIST, AND DIST OF MILK LICENSED	24	23	-	1	4	24	23	-	1	4					
5. NUMBER OF MONTHLY MILK PAYROLLS CALCULATED	24	24	+	0	0	24	24	+	0	0					
6. # OF TIMES MIN PRICE TO MILK PRODUCERS IS ADJUSTED	12	12	+	0	0	12	12	+	0	0					
7. # OF HRS EDUC SESSIONS TO IMP COMP W/ LAWS & RULE	10	10	+	0	0	10	10	+	0	0					

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

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AGR 151

PROGRAM TITLE: QUALITY AND PRICE ASSURANCE

PART I - EXPENDITURES AND POSITIONS

Variances were due to position vacancies and lower than expected revolving and federal fund expenditures.

PART II - MEASURES OF EFFECTIVENESS

Item 3 - Increased staffing decreased coffee certification turn-around time.

PART III - PROGRAM TARGET GROUPS

Item 2 - The decrease was due to consolidation or closure of businesses.

Item 3 - The planned numbers within the target group were overestimated.

Item 4 - The decrease was due to closures of feed businesses and the decline of the livestock industry.

PART IV - PROGRAM ACTIVITIES

Item 1 - The variance was due to the decreased number of certificates requested by applicants. A further decrease is anticipated in FY 15.

Item 2 - The decreased number of lots inspected was due to a reduction in staffing. An increase in lot inspection is anticipated in FY 15 due to an increase in staffing.

Item 3 - The increase was due to underestimation of the number of dealers licensed.

Item 7 - The decrease was due to the reduced number of requested education sessions.

PROGRAM TITLE: AGRICULTURAL DEVELOPMENT & MARKETING
 PROGRAM-ID: AGR-171
 PROGRAM STRUCTURE NO: 01030303

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15						
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%			
PART I: EXPENDITURES & POSITIONS															
RESEARCH & DEVELOPMENT COSTS															
POSITIONS															
EXPENDITURES (\$1,000's)															
OPERATING COSTS															
POSITIONS	14.00	9.00	-	5.00	36	14.00	9.00	-	5.00	36	14.00	14.00	+	0.00	0
EXPENDITURES (\$1000's)	1,767	1,356	-	411	23	459	459	+	0	0	1,375	1,375	+	0	0
TOTAL COSTS															
POSITIONS	14.00	9.00	-	5.00	36	14.00	9.00	-	5.00	36	14.00	14.00	+	0.00	0
EXPENDITURES (\$1000's)	1,767	1,356	-	411	23	459	459	+	0	0	1,375	1,375	+	0	0
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15										
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%							
PART II: MEASURES OF EFFECTIVENESS															
1. MARKETING ACTIVITIES CREATED, CONDUCTED OR MANAGED	24	31	+	7	29	24	24	+	0	0	24	24	+	0	0
2. PRODUCER GROUPS CONTACTED THRU OUTREACH ACTIVITIES	24	41	+	17	71	24	24	+	0	0	24	24	+	0	0
3. NO. OF REQ FOR PROPOSALS OFFERED TO ASSOCIATION	6	10	+	4	67	6	6	+	0	0	6	6	+	0	0
4. NO. OF CONTRACTS, LOA, MOU, ADMINISTERED	15	28	+	13	87	15	15	+	0	0	15	15	+	0	0
PART III: PROGRAM TARGET GROUP															
1. PRODUCERS AND PROCESSORS OF AGRICULTURAL PRODUCTS	7500	7000	-	500	7	7500	7000	-	500	7	7500	7000	-	500	7
2. GOVERNMENT, UNIV AND AGRICULTURAL INPUT SUPPLIERS	200	200	+	0	0	200	200	+	0	0	200	200	+	0	0
3. WHOLESALERS AND RETAILERS OF AGRICULTURAL PRODUCTS	700	700	+	0	0	700	700	+	0	0	700	700	+	0	0
PART IV: PROGRAM ACTIVITY															
1. COLLECT, COMPILE & PUBLISH CROP AND LVSTK REPORTS	40000	74	-	39926	100	40000	75	-	39925	100	40000	75	-	39925	100
2. TEL AND MAIL SURV INTERVIEWS AND PUB OF STAT RPTS	15000	3000	-	12000	80	15000	7000	-	8000	53	15000	7000	-	8000	53
3. DISSEMINATE CROP AND LIVESTOCK INFORMATION	1500	100	-	1400	93	1500	0	-	1500	100	1500	0	-	1500	100
4. COLLECT, COMPILE, PUBLISH AND DISSEMINATE MKT INFO	12	12	+	0	0	12	12	+	0	0	12	12	+	0	0
5. CONDUCT ECON AND MKT STUDIES AND PROG EVALUATION	5	5	+	0	0	5	5	+	0	0	5	5	+	0	0
6. PROPOSAL ASSES & OUTREACH AG COMM AND RES & DEV	15	15	+	0	0	15	15	+	0	0	15	15	+	0	0

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

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PROGRAM TITLE: AGRICULTURAL DEVELOPMENT & MARKETING

PART I - EXPENDITURES AND POSITIONS

Variances were due to position vacancies and lower than expected expenditures.

PART II - MEASURES OF EFFECTIVENESS

Item 1 - Outreach and collaboration with the Farm Services Agency, the Small Business Administration, the Department of Education, and private sector farms and businesses led to additional activities.

Item 2 - Meetings with private sector businesses increased due to industry response to the Market Development Branch's outreach efforts. The actual figure reflects the number of meetings conducted.

Item 3 - The variance was due to awarded funding for Requests for Proposal from federal (Specialty Crop Block Grant Program) and State (Sponsorship and Product Promotion and Agricultural Development and Food Security Program) sources.

Item 4 - The actual figure reflects new contracts, Letters of Agreement and Memorandums of Understanding executed in FY 14.

PART III - PROGRAM TARGET GROUPS

No significant variances.

PART IV - PROGRAM ACTIVITIES

Item 1 - The variance for FY 14 was due to the Census of Agriculture not being conducted in FY 14; severe downsizing of Hawaii staff and disclosures affecting the number of surveys and publications; reorganization of the National Agricultural Statistics Service (NASS) in which the Pacific Region Office assumed responsibilities handled by Hawaii staff; survey dissemination responsibilities being shifted to St. Louis NASS operations, resulting in no surveys being sent to or received by the Honolulu office; Pacific Region information being available on the NASS website; and no actual printed publications in FY 14.

The Census of Agriculture will not be conducted in FY 15.

Item 2 - The variance for FY 14 was due to the Census of Agriculture not being conducted in FY 14 and a severe downsizing of Hawaii staff and disclosures affected the number of telephone interviews, mail survey interviews and publications of statistical reports. The actual number was taken from number of farms reported in Hawaii. The Census of Agriculture will not be conducted in FY 15.

Item 3 - The variance for FY 14 was due to Census of Agriculture not being conducted in FY 14. Additionally, individual requests are referred to the NASS website that is publically available. The Census of Agriculture will not be conducted in FY 15 as well.

VARIANCE REPORT

PROGRAM TITLE: GENERAL SUPPORT FOR AGR
PROGRAM-ID:
PROGRAM STRUCTURE NO: 010304

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS	64.00	42.00	- 22.00	34	65.00	44.00	- 21.00	32	65.00	57.00	- 8.00	12
EXPENDITURES (\$1000's)	10,332	8,532	- 1,800	17	2,737	2,737	+ 0	0	8,209	8,209	+ 0	0
TOTAL COSTS												
POSITIONS	64.00	42.00	- 22.00	34	65.00	44.00	- 21.00	32	65.00	57.00	- 8.00	12
EXPENDITURES (\$1000's)	10,332	8,532	- 1,800	17	2,737	2,737	+ 0	0	8,209	8,209	+ 0	0
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15							
PART II: MEASURES OF EFFECTIVENESS	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%				
1. % CHANGE OF TOTAL VALUE OF CROPS AND LIVESTOCK	2	1	- 1	50	2	2	+ 0	0				
2. # OF ACRES RECLASSIFIED FROM AGR TO URBAN USE	300	464	+ 164	55	300	300	+ 0	0				
3. LANDS IRRIGATED BY STATE SYSTEMS	11500	11500	+ 0	0	11500	11500	+ 0	0				
4. PLANTATION LANDS CONVERT/PROTECT FOR DIV AGR PROT	NO DATA	NO DATA	+ 0	0	NO DATA	NO DATA	+ 0	0				

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

PROGRAM TITLE: GENERAL SUPPORT FOR AGR

01 03 04

PART I - EXPENDITURES AND POSITIONS

The variance in the General Support for Agriculture Program position counts are due to vacancies for pending recruitment and filling, as well as recruitment difficulties. The variance for expenditures is generally attributed to personnel expenditures being less than planned due to position vacancies. Details of the position and expenditures variances are best examined at the lowest program level.

PART II - MEASURES OF EFFECTIVENESS

See Lowest Level Programs for additional information. Data for Plantation Lands Converted/Protected is no longer collected. The Measure of Effectiveness will be updated in FB 15-17.

VARIANCE REPORT

PROGRAM TITLE: AGRICULTURAL RESOURCE MANAGEMENT
 PROGRAM-ID: AGR-141
 PROGRAM STRUCTURE NO: 01030401

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15						
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%			
PART I: EXPENDITURES & POSITIONS															
RESEARCH & DEVELOPMENT COSTS															
POSITIONS															
EXPENDITURES (\$1,000's)															
OPERATING COSTS															
POSITIONS	37.00	20.00	-	17.00	46	38.00	20.00	-	18.00	47	38.00	30.00	-	8.00	21
EXPENDITURES (\$1000's)	3,995	3,148	-	847	21	1,118	1,118	+	0	0	3,353	3,353	+	0	0
TOTAL COSTS															
POSITIONS	37.00	20.00	-	17.00	46	38.00	20.00	-	18.00	47	38.00	30.00	-	8.00	21
EXPENDITURES (\$1000's)	3,995	3,148	-	847	21	1,118	1,118	+	0	0	3,353	3,353	+	0	0

	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15					
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%		
PART II: MEASURES OF EFFECTIVENESS										
1. LANDS IRRIGATED BY DEPT OF AG IRRIG SYS (ACRES)	11500	11500	+	0	0	11500	11500	+	0	0
2. AGRICULTURAL LANDS LEASED (ACRES)	26963	18373	-	8590	32	56102	50761	-	5341	10
3. PERCENTAGE OF AGRICULTURAL LANDS IN PRODUCTIVE USE	75	79	+	4	5	80	85	+	5	6
4. PERCENTAGE OF CONTRACTS COMPLETED ON SCHEDULE	100	100	+	0	0	100	100	+	0	0
PART III: PROGRAM TARGET GROUP										
1. FARMS SERVED BY DEPT OF AG IRRIG SYSTEMS	560	545	-	15	3	565	565	+	0	0
2. FARMS LEASED ON DEPT OF AG LANDS	370	336	-	34	9	420	375	-	45	11
PART IV: PROGRAM ACTIVITY										
1. NO. OF CURRENT IRRIGATION/LAND CIP PROJECTS	80	82	+	2	3	80	86	+	6	8
2. AG LAND AWARDS ADMINISTERED (# OF TRANSACTIONS)	370	370	+	0	0	420	420	+	0	0
3. NUMBER OF NEW WATER SERVICES INSTALLED	10	7	-	3	30	10	10	+	0	0
4. PIPELINE AND DITCHES MAINTAINED (MILES)	94	94	+	0	0	94	94	+	0	0
5. NO. OF AG LAND FIELD INSPECTIONS CONDUCTED	250	262	+	12	5	300	300	+	0	0
6. NUMBER OF DAM SAFETY INSPECTIONS CONDUCTED	75	12	-	63	84	20	49	+	29	145

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 03 04 01
AGR 141

PROGRAM TITLE: AGRICULTURAL RESOURCE MANAGEMENT

PART I - EXPENDITURES AND POSITIONS

Variances were due to vacant positions and lower than expected expenditures from the Irrigation System revolving fund and Agricultural Park special fund.

PART II - MEASURES OF EFFECTIVENESS

Item 2 - In FY 14, land transferred from the Department of Land and Natural Resources (DLNR) for the Non-Agricultural Park program was less than anticipated. For FY 15, it is anticipated that more lands will be transferred from the DLNR.

PART III - PROGRAM TARGET GROUPS

No significant variances.

PART IV - PROGRAM ACTIVITIES

Item 3 - The variance was due to fewer meter installations being requested.

Item 6 - The variance was due to the delayed starts of construction for three dams that were pushed back until FY 15. This eliminated the majority of inspections conducted in FY 14.

PROGRAM TITLE: AGRIBUSINESS DEVELOPMENT AND RESEARCH
PROGRAM-ID: AGR-161
PROGRAM STRUCTURE NO: 01030402

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15						
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%			
PART I: EXPENDITURES & POSITIONS															
RESEARCH & DEVELOPMENT COSTS															
POSITIONS															
EXPENDITURES (\$1,000's)															
OPERATING COSTS															
POSITIONS	0.00	0.00	+	0.00	0	0.00	0.00	+	0.00	0	0.00	0.00	+	0.00	0
EXPENDITURES (\$1000's)	4,548	3,766	-	782	17	1,092	1,092	+	0	0	3,276	3,276	+	0	0
TOTAL COSTS															
POSITIONS	0.00	0.00	+	0.00	0	0.00	0.00	+	0.00	0	0.00	0.00	+	0.00	0
EXPENDITURES (\$1000's)	4,548	3,766	-	782	17	1,092	1,092	+	0	0	3,276	3,276	+	0	0

	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15					
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%		
PART II: MEASURES OF EFFECTIVENESS										
1. AGRICULTURAL LANDS DIRECTLY MANAGED BY ADC (ACRES)	19724	19724	+	0	0	20180	20180	+	0	0
2. AG LANDS SRVED BY ADC IRRIG SYS & INFRSTRC (ACRES)	18870	17646	-	1224	6	26370	26370	+	0	0
3. IRRIG SYS AND INFRASTRUCTURE PROJ MANAGED BY ADC	3	3	+	0	0	4	4	+	0	0
4. AGRICULTURE RELATED FACILITIES MANAGED BY ADC	3	3	+	0	0	2	4	+	2	100
5. ADC PROJECTS THAT BENEFIT DIVERSIFIED AGRICULTURE	11	12	+	1	9	8	8	+	0	0
6. LAND IN AGRIC CONSERV EASEMNTS ADC HOLDS TITLE TO	108	108	+	0	0	108	108	+	0	0
7. AGRIC RELATED PROJ NEEDING ADC EVAL & INVOLVEMENT	3	3	+	0	0	3	3	+	0	0

PART III: PROGRAM TARGET GROUP										
1. ACRES FRMR SUGAR & PINE LND AVAIL FOR CONT AG USE	73724	73724	+	0	0	74180	74224	+	44	0
2. MAJOR AGRICULTURAL IRRIGATION SYS & INFRASTRUCTURE	11	11	+	0	0	11	11	+	0	0
3. AG PRCESSING, MRSHALLING, PACKING, WAREHSING FACIL	3	2	-	1	33	3	3	+	0	0
4. PRDCRS AND RELATED AGRIBUSINESS IN ADC PROJ AREAS	122	122	+	0	0	127	127	+	0	0
5. AGRICULTURAL COOPERATIVES	7	6	-	1	14	7	7	+	0	0
6. LNDOWNRS INTRESTD IN PRSERVING AG LAND OR INFRASTR	4	4	+	0	0	4	4	+	0	0
7. PRVT GRPS, GOV AGNCIES WRKING AG OR LND/WTR ISSUES	16	16	+	0	0	17	17	+	0	0

PART IV: PROGRAM ACTIVITY										
1. AGRICULTURAL LANDS MANAGED BY ADC (ACRES)	19700	19724	+	24	0	19700	20223	+	523	3
2. # OF ONGOING IRRIG SYS AND INFRASTRUCTURE PROJECTS	8	8	+	0	0	9	9	+	0	0
3. # OF TECH ASSIST/CONSULT/PROJ/STUDIES INITI BY ADC	5	4	-	1	20	4	3	-	1	25
4. # OF GRANTS AND CONTRACTS AWRDED OR MANAGED BY ADC	5	5	+	0	0	1	1	+	0	0
5. # OF ONGOING CAPITAL IMP PROJ FOR ADC ASSETS	6	6	+	0	0	6	6	+	0	0
6. # PRDCRS BENEFIT FR ADC LAND, IRRIG, INFRSTR & FAC	122	122	+	0	0	127	127	+	0	0
7. # ACRES COVRD BY AG CONS EASMNT TITLES HELD BY ADC	108	108	+	0	0	108	108	+	0	0
8. AGRICULTURE RELATED PROJ BEING EVALUATED BY ADC	6	6	+	0	0	3	3	+	0	0

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 03 04 02
AGR 161

PROGRAM TITLE: AGRIBUSINESS DEVELOPMENT AND RESEARCH

PART I - EXPENDITURES AND POSITIONS

Variances were due to lower than anticipated revolving fund expenditures.

PART II - MEASURES OF EFFECTIVENESS

No significant variances.

PART III - PROGRAM TARGET GROUPS

Item 3 - The variance in the number of agricultural processing, marshalling, packing, and warehouse facilities was due to a later timeline in acquiring a bio-digester facility.

Item 5 - The variance in the number of agricultural cooperatives was due to the formation of a formal cooperative that was projected for Galbraith land not coming to fruition.

PART IV - PROGRAM ACTIVITIES

Item 3 - The variance in the number of technical assistance and consulting projects initiated by the Agribusiness Development Corporation (ADC) was due to a hiatus in development of a photovoltaic project in the ADC's Whitmore 24-acre project.

PROGRAM TITLE: GENERAL ADMINISTRATION FOR AGRICULTURE
 PROGRAM-ID: AGR-192
 PROGRAM STRUCTURE NO: 01030403

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15						
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%			
PART I: EXPENDITURES & POSITIONS															
RESEARCH & DEVELOPMENT COSTS															
POSITIONS															
EXPENDITURES (\$1,000's)															
OPERATING COSTS															
POSITIONS	27.00	22.00	-	5.00	19	27.00	24.00	-	3.00	11	27.00	27.00	+	0.00	0
EXPENDITURES (\$1000's)	1,789	1,618	-	171	10	527	527	+	0	0	1,580	1,580	+	0	0
TOTAL COSTS															
POSITIONS	27.00	22.00	-	5.00	19	27.00	24.00	-	3.00	11	27.00	27.00	+	0.00	0
EXPENDITURES (\$1000's)	1,789	1,618	-	171	10	527	527	+	0	0	1,580	1,580	+	0	0

	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15					
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%		
PART II: MEASURES OF EFFECTIVENESS										
1. % CHANGE OF TOTAL VALUE OF CROPS AND LIVESTOCK	2	1	-	1	50	2	2	+	0	0
2. # OF ACRES RECLASSIFIED FROM AG TO URBAN USE	300	464	+	164	55	300	300	+	0	0
3. % PERSONNEL ACTIONS PROCESSED WITHIN PAYROLL CYCLE	95	86	-	9	9	95	95	+	0	0
4. % OF VENDOR PAYMENTS MADE WITHIN 30 DAYS	95	95	+	0	0	95	95	+	0	0
5. % OF DATA PROCESSING REQUESTS COMPLETED	90	92	+	2	2	95	95	+	0	0

PART III: PROGRAM TARGET GROUP												
1. TOTAL ACRES IN DIVERSIFIED CROPS AND LIVESTOCK	1071000	1099000	+	28000	3	1072000	1121000	+	49000	5		
2. DIVERSIFIED FARM OPERATORS AND FARM WORKERS (#)	13300	12500	-	800	6	13400	13000	-	400	3		
3. INVENTORY OF IMPORTANT AG LANDS (ACRES)	92000	101648	+	9648	10	92000	101648	+	9648	10		
4. EMPLOYEES (NUMBER)	353	260	-	93	26	353	353	+	0	0		
5. DIVISIONS (NUMBER)	6	6	+	0	0	6	6	+	0	0		
6. BRANCHES (NUMBER)	12	12	+	0	0	12	12	+	0	0		
7. ATTACHED AGENCIES (NUMBER)	1	1	+	0	0	1	1	+	0	0		

PART IV: PROGRAM ACTIVITY												
1. # LAND USE PERMIT APPL REVIEWED AFFECTING AG LANDS	25	22	-	3	12	25	25	+	0	0		
2. NUMBER OF PERSONNEL ACTIONS PROCESSED	2000	1832	-	168	8	2000	2000	+	0	0		
3. NUMBER OF PURCHASE ORDERS PROCESSED	2000	2400	+	400	20	2000	2160	+	160	8		
4. NUMBER OF PETTY CASH CHECKS PROCESSED	300	155	-	145	48	300	200	-	100	33		
5. NUMBER OF DATA PROCESSING REQUESTS RECEIVED	600	554	-	46	8	600	600	+	0	0		

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 03 04 03
AGR 192

PROGRAM TITLE: GENERAL ADMINISTRATION FOR AGRICULTURE

PART I - EXPENDITURES AND POSITIONS

Variances in position count and expenditures were due to position vacancies.

PART II - MEASURES OF EFFECTIVENESS

Item 1 - Due to the restructuring of the federal agricultural statistics program, reporting actual percentage increases and decreases for the fiscal year are no longer possible. For FY 14, the actual 1 percent figure reflects the increase in the total value of crops and livestock in the 2013 calendar year.

Item 2 - Actual acreage reclassified for FY 13 is current only to December 31, 2013, and provided by the Department of Business, Economic Development and Tourism, Land Use Commission. The small increase in reclassification of agricultural lands reflects investment in residential housing due in part to the continued strengthening of the State's economy. The Department of Agriculture (DOA) has no direct control over agricultural land reclassifications.

PART III - PROGRAM TARGET GROUPS

Item 3 - The increase in acreage was due to large landowner participation in the Important Agricultural Land program.

Item 4 - The variance was due to position vacancies.

PART IV - PROGRAM ACTIVITIES

Item 1 - The decrease in applications reviewed was due to a lack of personnel.

Item 3 - The actual data for FY 14 is more than the planned data by 20% because more program activities were performed and more purchases were made. Expenditure amounts were more than the petty cash disbursement limit, so more purchase orders were generated.

Item 4 - The actual number of petty cash checks processed for FY 14 is less than the planned number by 48% because most expenditures were more than the petty cash disbursement limit. Another reason for the decrease is that more purchases were made using the P-card. Also, because of the increase in the threshold for cash purchases to \$50, issuance of petty cash checks was decreased.

The estimated number of petty cash checks to be processed for FY 15 is less than the planned number by 33% due to the anticipation that more purchases will be made using the P-card and petty reimbursements will be paid through petty cash instead of checks.

VARIANCE REPORT

PROGRAM TITLE:

FISHERIES AND AQUACULTURE

12/19/14

PROGRAM-ID:

PROGRAM STRUCTURE NO: 0104

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15						
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%			
PART I: EXPENDITURES & POSITIONS															
RESEARCH & DEVELOPMENT COSTS															
POSITIONS															
EXPENDITURES (\$1,000's)															
OPERATING COSTS															
POSITIONS	15.00	10.00	-	5.00	33	15.00	10.00	-	5.00	33	15.00	15.00	+	0.00	0
EXPENDITURES (\$1000's)	2,098	1,647	-	451	21	1,063	798	-	265	25	1,288	1,553	+	265	21
TOTAL COSTS															
POSITIONS	15.00	10.00	-	5.00	33	15.00	10.00	-	5.00	33	15.00	15.00	+	0.00	0
EXPENDITURES (\$1000's)	2,098	1,647	-	451	21	1,063	798	-	265	25	1,288	1,553	+	265	21
					FISCAL YEAR 2013-14				FISCAL YEAR 2014-15						
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%							
PART II: MEASURES OF EFFECTIVENESS															
1. FISHERY PRODUCTION - OCEAN (MILLIONS OF POUNDS)	30	37	+	7	23	30	37	+	7	23					
2. AQUACULTURE PRODUCTION (THOUSANDS OF POUNDS)	500	NO DATA	-	500	100	600	600	+	0	0					
3. PRIMARY VALUE OF AQUACULTURE PRODUCTION (\$000)	45000	58665	+	13665	30	50000	50000	+	0	0					
4. TOTAL AQUACULTURE EMPLOYMENT	351	350	-	1	0	360	360	+	0	0					

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

PROGRAM TITLE: FISHERIES AND AQUACULTURE

01 04

PART I - EXPENDITURES AND POSITIONS

The variance in the position count is generally attributed to vacancies due to budget constraints, personnel turnovers, and pending recruitment and filling. The variance for expenditures is generally attributed to personnel expenditures being less than planned due to position vacancies. Details of the position and expenditure variances are best examined at the lowest program level.

PART II - MEASURES OF EFFECTIVENESS

See Lowest Level Programs for additional information.

VARIANCE REPORT

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15						
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%			
PART I: EXPENDITURES & POSITIONS															
RESEARCH & DEVELOPMENT COSTS															
POSITIONS															
EXPENDITURES (\$1,000's)															
OPERATING COSTS															
POSITIONS	11.00	7.00	-	4.00	36	11.00	7.00	-	4.00	36	11.00	11.00	+	0.00	0
EXPENDITURES (\$1000's)	1,616	1,302	-	314	19	954	689	-	265	28	962	1,227	+	265	28
TOTAL COSTS															
POSITIONS	11.00	7.00	-	4.00	36	11.00	7.00	-	4.00	36	11.00	11.00	+	0.00	0
EXPENDITURES (\$1000's)	1,616	1,302	-	314	19	954	689	-	265	28	962	1,227	+	265	28

	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15					
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%		
PART II: MEASURES OF EFFECTIVENESS										
1. FISHERY PRODUCTION-OCEAN (MILL. LBS)	30	37	+	7	23	30	37	+	7	23
2. PRIMARY VALUE OF FISHERY PRODUCTION (\$000)	100	102	+	2	2	100	102	+	2	2
3. FISHING REPTS COLL & PROCESSD AS % TOTAL REPTS DUE	95	97	+	2	2	95	97	+	2	2
4. TOTAL CATCH MHI "DEEP 7" BOTTOMFISH/ACL	.7	.8	+	0.1	14	.7	.9	+	0.2	29
5. ONLINE COMM MARINE FISHING LIC ISSD/RNW , ADPTN RT	33	34	+	1	3	33	35	+	2	6
6. ONLINE COMMERCIAL FISH REPORT FILING, ADOPTN RATE	60	68	+	8	13	60	70	+	10	17

PART III: PROGRAM TARGET GROUP										
1. LICENSED COMMERCIAL FISHERS (1000)	4	4	+	0	0	4	4	+	0	0
2. COMMERCIAL MARINE DEALERS (HUNDREDS)	2.6	2.6	+	0	0	2.6	2.6	+	0	0
3. FISHG-ASSOCIATED COMMERCIAL ENTERPRISES (100'S)	5	5	+	0	0	5	5	+	0	0
4. PUBLIC CONSUMERS OR USERS OF FISHERY PRDTS (000'S)	6	6	+	0	0	6	6	+	0	0

PART IV: PROGRAM ACTIVITY										
1. COMMERCIAL FISHING LICENSES & PERMITS ISSUED (000)	4	4	+	0	0	4	4	+	0	0
2. FISH DATA COLL - CATCH REPTS PROCESSED (000'S)	590	590	+	0	0	590	590	+	0	0
3. FISH DATA COLL - PORT MONITORING VISITS (00'S)	4	0	-	4	100	4	0	-	4	100
4. MAIN HAWN ISLANDS BOTTOMFISH VESSEL I.D. REG(00'S)	1400	1300	-	100	7	1400	1300	-	100	7
5. AQUARIUM PERMITS (HUNDREDS)	1.6	1.7	+	0.1	6	1.6	1.8	+	0.2	13
6. FISH DATA COLL -INTERNAL & EXTERN. DATA REQUESTS	200	200	+	0	0	200	200	+	0	0
7. NO. OF MTGS & CONTACTS W/OTHER MGT AGENCIES	13	13	+	0	0	13	13	+	0	0

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 04 02
LNR 153

PROGRAM TITLE: FISHERIES AND RESOURCE ENHANCEMENT

PART I - EXPENDITURES AND POSITIONS

FY 14: The Program Manager and an Aquatic Biologist position were vacant as the Department plans reorganization of the Division. In addition, a Fish Disaster Relief Coordinator and Fishery Aid positions were vacant due to a lack of federal funding. Actual expenditures reflect a scale down on spending for federal funded projects requiring State matching funds.

FY 15: The Program Manager and Aquatic Biologist position remains vacant as the Department plans reorganization of the Division. The Fish Disaster Relief Coordinator position continues to be vacant due to a lack of federal funding. The funding source for the Fishery Aid position was converted from federal to special funds last year and recruitment for this position is expected to take place sometime this year. Also, actual expenditures in the first quarter were lower (-28%) than previously estimated. This may be a result of a funding change for the new coral hatchery at the Anuenue Fisheries Research Center which is now utilizing the Department's Boating Division's special fund.

PART II - MEASURES OF EFFECTIVENESS

Item 1: The planned fishery production did not include non-longline landings in FY 14.

Item 4 The increase in the total catch of main Hawaiian Islands "Deep 7" bottomfish in FY 14 was due to higher numbers of fish caught and this trend is expected to continue this year.

Item 6: The on-line commercial fish report filing adoption rate increased to 13% in FY 14 and is expected to increase further in FY 15.

PART III - PROGRAM TARGET GROUPS

No significant variances.

PART IV - PROGRAM ACTIVITIES

Item 3: Due to the current vacancy in a Fishery Aid position, no port monitoring visits were accomplished in FY 14 and none are planned for FY 15 unless the position is filled.

Item 5: The slight increase (+13%) in the number of aquarium permits planned this year is due to higher demand for aquarium fish possibly a sign of an improving economy.

VARIANCE REPORT

PROGRAM TITLE: AQUACULTURE DEVELOPMENT PROGRAM
PROGRAM-ID: AGR-153
PROGRAM STRUCTURE NO: 010403

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15						
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%			
PART I: EXPENDITURES & POSITIONS															
RESEARCH & DEVELOPMENT COSTS															
POSITIONS															
EXPENDITURES (\$1,000's)															
OPERATING COSTS															
POSITIONS	4.00	3.00	-	1.00	25	4.00	3.00	-	1.00	25	4.00	4.00	+	0.00	0
EXPENDITURES (\$1000's)	482	345	-	137	28	109	109	+	0	0	326	326	+	0	0
TOTAL COSTS															
POSITIONS	4.00	3.00	-	1.00	25	4.00	3.00	-	1.00	25	4.00	4.00	+	0.00	0
EXPENDITURES (\$1000's)	482	345	-	137	28	109	109	+	0	0	326	326	+	0	0
					FISCAL YEAR 2013-14				FISCAL YEAR 2014-15						
					PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%			
PART II: MEASURES OF EFFECTIVENESS															
1. AQUACULTURE PRODUCTION (THOUSANDS OF POUNDS)					500	NO DATA	-	500	100	600	600	+	0	0	
2. PRIMARY VALUE OF AQUACULTURE PRODUCTION (\$000)					45000	58665	+	13665	30	50000	50000	+	0	0	
3. TOTAL AQUACULTURE EMPLOYMENT					351	350	-	1	0	360	360	+	0	0	
PART III: PROGRAM TARGET GROUP															
1. AQUACULTURE OPERATIONS STATEWIDE					75	45	-	30	40	80	80	+	0	0	
PART IV: PROGRAM ACTIVITY															
1. INFORMATION SENT (NUMBER)					200	200	+	0	0	175	175	+	0	0	
2. PERMIT ASSISTANCE (NUMBER)					200	4	-	196	98	200	10	-	190	95	
3. DISEASE ASSISTANCE (NUMBER OF CASES)					250	250	+	0	0	250	250	+	0	0	
4. PROMOTIONAL EVENTS AND PRESENTATIONS (NUMBER)					4	4	+	0	0	4	4	+	0	0	

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 04 03
AGR 153

PROGRAM TITLE: AQUACULTURE DEVELOPMENT PROGRAM

PART I - EXPENDITURES AND POSITIONS

Variances were due to position vacancies, a lack of federal funds, and lower than anticipated expenditures from the Aquaculture Development special fund.

PART II - MEASURES OF EFFECTIVENESS

Item 1 - The National Agricultural Statistics Service (NASS) no longer publishes aquaculture production data for disclosure reasons; therefore, the data is no longer obtainable. The program is searching for another source.

Item 2 - The primary value of aquaculture production increased by 30% for two primary reasons: 1) continued growth in pharmaceutical sales in the algae sector and 2) increased production of the open ocean cage operation.

PART III - PROGRAM TARGET GROUPS

Aquaculture operations statewide reflects a reduction of 40%. The actual figure was taken from a National Census of Aquaculture, while previous data was taken from the local NASS office. The reduction in number of operations reflects different criteria applied to Hawaii's data. This number should return to previous levels as local reporting continues.

PART IV - PROGRAM ACTIVITIES

Item 2 - There has been a marked decrease in permit applications due to the high threshold to enter the open ocean sector and issues with the Plant Quarantine Branch's processing of import permits.

STATE OF HAWAII
PROGRAM TITLE: TECHNOLOGY
PROGRAM-ID:
PROGRAM STRUCTURE NO: 0105

VARIANCE REPORT

REPORT V61
12/19/14

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS	8.00	6.00	- 2.00	25	8.00	8.00	+ 0.00	0	8.00	8.00	+ 0.00	0
EXPENDITURES (\$1000's)	45,955	17,158	- 28,797	63	19,193	8,795	- 10,398	54	91,046	83,811	- 7,235	8
TOTAL COSTS												
POSITIONS	8.00	6.00	- 2.00	25	8.00	8.00	+ 0.00	0	8.00	8.00	+ 0.00	0
EXPENDITURES (\$1000's)	45,955	17,158	- 28,797	63	19,193	8,795	- 10,398	54	91,046	83,811	- 7,235	8
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15							
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%				
PART II: MEASURES OF EFFECTIVENESS												
1. INCR IN LEVERAGING PUBLIC INV W/PRIV CAPITAL	5000000	1850000	- 3150000	63	5000000	5000000	+ 0	0				
2. INCR IN # OF VENTURE CAPITAL PARTNERSHIPS ESTAB	2	3	+ 1	50	1	1	+ 0	0				
3. # OF COMPANIES ASSISTED AT HTDC INCUBATION CENTERS	250	117	- 133	53	250	195	- 55	22				
4. AMOUNT OF NELHA TENANT SALES (\$M)	51.8	58	+ 6.2	12	51.8	59	+ 7.2	14				
5. INCREASE IN NELHA REVENUES (\$K)	NO DATA	NO DATA	+ 0	0	NO DATA	NO DATA	+ 0	0				

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

PROGRAM TITLE: TECHNOLOGY

01 05

PART I - EXPENDITURES AND POSITIONS

The variance in the position count is generally attributed to vacancies due to budget constraints, personnel turnovers, and pending recruitment and filling. The variance for expenditures is generally attributed to personnel expenditures being less than planned due to position vacancies. Details of the position and expenditure variances are best examined at the lowest program level.

PART II - MEASURES OF EFFECTIVENESS

See Lowest Level Programs for additional information.

PROGRAM TITLE: ENVIRONMENT AND ENERGY DEVELOPMENT
 PROGRAM-ID: BED-120
 PROGRAM STRUCTURE NO: 010501

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS	5.00	3.00	- 2.00	40	5.00	5.00	+ 0.00	0	5.00	5.00	+ 0.00	0
EXPENDITURES (\$1000's)	9,108	5,998	- 3,110	34	896	896	+ 0	0	59,327	59,327	+ 0	0
TOTAL COSTS												
POSITIONS	5.00	3.00	- 2.00	40	5.00	5.00	+ 0.00	0	5.00	5.00	+ 0.00	0
EXPENDITURES (\$1000's)	9,108	5,998	- 3,110	34	896	896	+ 0	0	59,327	59,327	+ 0	0
					FISCAL YEAR 2013-14				FISCAL YEAR 2014-15			
					PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%
PART II: MEASURES OF EFFECTIVENESS												
1. # RE PROJECTS ASSITED					41	41	+ 0	0	41	41	+ 0	0
2. # EV DEPLOYMENT/ADOPTION PROJECTS ASSISTED					24	24	+ 0	0	24	24	+ 0	0
3. # EA ACTIVITIES DEV & SUPPORTED					4	4	+ 0	0	4	4	+ 0	0
4. TA TO PUBLIC & PRIVATE ENTITIES					444	928	+ 484	109	447	881	+ 434	97
PART III: PROGRAM TARGET GROUP												
1. # CLEAN ENERGY PRODUCERS					54	50	- 4	7	59	55	- 4	7
2. # CLEAN ENERGY DEVELOPERS					74	91	+ 17	23	84	95	+ 11	13
3. # ENERGY AND FUEL CONSUMERS					1419272	1419272	+ 0	0	1434410	1434410	+ 0	0
4. # EV STAKEHOLDERS					25	25	+ 0	0	25	25	+ 0	0
5. # BUS/ORG INTERESTED IN ENERGY ASSURANCE					25	25	+ 0	0	25	25	+ 0	0
PART IV: PROGRAM ACTIVITY												
1. MWH RE PRODUCED TOWARD RPS					1335489	1707836	+ 372347	28	1368671	1805507	+ 436836	32
2. # REGISTERED PASSENGER PLUG IN EVS					456	1164	+ 708	155	456	1096	+ 640	140
3. # PUBLIC CHARGING STATIONS					40	62	+ 22	55	40	40	+ 0	0
4. # BUS/ORG PARTICIPATED IN EA ACTIVITIES					100	100	+ 0	0	100	100	+ 0	0
5. # ENTITIES PARTICIPATED EE ACTIVITIES					2065	2025	- 40	2	2140	1805	- 335	16

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 05 01
BED 120

PROGRAM TITLE: ENVIRONMENT AND ENERGY DEVELOPMENT

PART I - EXPENDITURES AND POSITIONS

FY 14:

Two positions became vacant in the latter part of FY 14. Both positions have since been filled.

Expenditures were substantially less than the budgeted amount because budgeted amounts were based on federal award amounts.

PART II - MEASURES OF EFFECTIVENESS

FY 14:

Item 4. (1) Increase in Solar Variances: more applicants from homeowners wishing not to install solar water heating; (2) Decrease in Energy Savings Performance Contract: State and county agencies are delayed in their project implementation; therefore, affecting our reporting; and (3) Increase in attendees/participants: greater interest in audiences resulted in higher numbers.

PART III - PROGRAM TARGET GROUPS

FY 14:

Item 2. Variance due to several Renewable Energy Projects still under development.

PART IV - PROGRAM ACTIVITIES

FY 14:

Item 1. Positive variance is due to Hawaii being ahead of its goal of 15% Renewable Portfolio Standard by 2020.

Item 2. The adoption rate of Electric Vehicles in Hawaii has been faster than anticipated.

Item 3: The adoption rate of Electric Vehicles and related charging infrastructure in Hawaii has been faster than anticipated.

STATE OF HAWAII

VARIANCE REPORT

REPORT V61
12/19/14

PROGRAM TITLE: HIGH TECHNOLOGY DEVELOPMENT CORPORATION
 PROGRAM-ID: BED-143
 PROGRAM STRUCTURE NO: 010502

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS	3.00	3.00	+ 0.00	0	3.00	3.00	+ 0.00	0	3.00	3.00	+ 0.00	0
EXPENDITURES (\$1000's)	22,276	5,260	- 17,016	76	16,031	6,701	- 9,330	58	6,245	11,158	+ 4,913	79
TOTAL COSTS												
POSITIONS	3.00	3.00	+ 0.00	0	3.00	3.00	+ 0.00	0	3.00	3.00	+ 0.00	0
EXPENDITURES (\$1000's)	22,276	5,260	- 17,016	76	16,031	6,701	- 9,330	58	6,245	11,158	+ 4,913	79
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15							
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%				
PART II: MEASURES OF EFFECTIVENESS												
1. # OF COMPANIES ASSTD AT HTDC INCUBATION CENTERS	250	117	- 133	53	250	195	- 55	22				
2. MKTG:# OF INDIVIDUALS OR COMPANIES ASSISTED	35300	35853	+ 553	2	35300	36040	+ 740	2				
PART III: PROGRAM TARGET GROUP												
1. # OF POTENTIAL TECH-BASED COMPANIES	1300	1110	- 190	15	1300	1130	- 170	13				
2. # OF COMPANIES APPLYING FOR INCUBATION SERVICES	15	19	+ 4	27	15	26	+ 11	73				
PART IV: PROGRAM ACTIVITY												
1. # OF CONTACTS AND RESPONSES	50100	57995	+ 7895	16	50100	57800	+ 7700	15				

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 05 02
BED 143

PROGRAM TITLE: HIGH TECHNOLOGY DEVELOPMENT CORPORATION

PART I - EXPENDITURES AND POSITIONS

FY 14 Expenditures were lower than budgeted primarily due to: 1) not obligating all the federal funds for the Hawaii Center for Advanced Transportation Technologies projects for the Air Force as project obligations will be made over several years, 2) the budgeted appropriation for the federal funded Manufacturing Extension Partnership agreement is for the 5 years of the grant award per revised State procedures implemented this year, 3) not expending funds for the Hawaii technology loan program and 4) deferring new projects to be funded by the High Technology Development Corporation (HTDC) special fund to conserve the cash resource in anticipation of the financial need when the lease at the Manoa Innovation Center expires in 2015.

FY 15 Expenditures are lower than budgeted for the reasons stated above, plus the spending restriction currently in place for the general fund to balance the overall general fund budget based on the latest revenue forecast by the Council on Revenues. The large variance between budgeted and actual amounts for both the first quarter and remaining quarters is also partly attributable to HTDC's fiscal procedure of allotting federally-funded programs appropriations all in the first quarter, as the unobligated balances are non-reverting and carry forward for use in subsequent quarters.

Note: Projected expenditures includes amounts disbursed directly by the asset management contractor for common area maintenance costs at HTDC's technology centers.

PART II - MEASURES OF EFFECTIVENESS

Item 1. The actual for FY 14 and estimate for FY 15 are lower than planned as 1) the status of the land lease expiration in 2015 at the Manoa Innovation Center remains unresolved; thus, companies are hesitant to consider tenancy at the center, 2) fiscal constraints over the past few years to allow the HTDC Special Fund cash reserve to build up due to the land lease issue resulted in not filling vacant positions which, in turn, has made HTDC's incubation programs fall behind national standards, making

the centers less appealing to prospective tenants and 3) economic recovery on Maui in the tech sector has been very slow; thus, affecting pool of companies interested in office space at the Maui Research & Technology Center. A vacant position that is critically needed to upgrade the incubation programs is targeted to be filled in the second half of FY 15.

PART III - PROGRAM TARGET GROUPS

Item 1. The target group of companies that potentially would utilize the Manufacturing Extension Partnership program and its Hawaii Small Business Innovation Research (HSBIR) grant program was lowered after reassessing the tech sectors and considering revised administrative rules for the HSBIR grant program.

Item 2. Companies applying for tenancy or to become a virtual tenant at the tech centers are projected to be higher than budgeted in FY 15 as a result of filling the vacant position mentioned in Part II and upgrading the incubation program. HTDC is also seeking commercial leasing service from the asset management contractor on Maui.

PART IV - PROGRAM ACTIVITIES

Item 1. Hits to the various HTDC websites has showed that activity is higher than budgeted. The trend is anticipated to continue. Inquiries regarding leasing space at the technology centers is anticipated to be higher than budgeted as the incubation program is upgraded.

VARIANCE REPORT

PROGRAM TITLE: HAWAII STRATEGIC DEVELOPMENT CORPORATION
 PROGRAM-ID: BED-145
 PROGRAM STRUCTURE NO: 010503

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS	0.00	0.00	+ 0.00	0	0.00	0.00	+ 0.00	0	0.00	0.00	+ 0.00	0
EXPENDITURES (\$1000's)	6,898	1,302	- 5,596	81	222	175	- 47	21	19,845	6,676	- 13,169	66
TOTAL COSTS												
POSITIONS	0.00	0.00	+ 0.00	0	0.00	0.00	+ 0.00	0	0.00	0.00	+ 0.00	0
EXPENDITURES (\$1000's)	6,898	1,302	- 5,596	81	222	175	- 47	21	19,845	6,676	- 13,169	66
					FISCAL YEAR 2013-14				FISCAL YEAR 2014-15			
					PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%
PART II: MEASURES OF EFFECTIVENESS												
1. INCR IN LEVERAGING PUBLIC INV W/PRIVATE CAPITAL					5000000	1850000	- 3150000	63	5000000	5000000	+ 0	0
2. INCR IN NUMBER OF VENTURE CAP PARTNERSHIPS ESTAB					2	3	+ 1	50	1	1	+ 0	0
3. INCREASE IN NUMBER OF COMPANIES FUNDED					5	20	+ 15	300	5	5	+ 0	0
PART III: PROGRAM TARGET GROUP												
1. ENTREPRENEURIAL START-UP COMPANIES					50	50	+ 0	0	50	50	+ 0	0
2. POTENTIAL INVEST ORG.INCL HIGH NET WORTH INDIVIDS					20	20	+ 0	0	20	20	+ 0	0
3. SUPPORT ORGS INCLUDING LEGAL & ACCT FIRMS					5	5	+ 0	0	5	5	+ 0	0
PART IV: PROGRAM ACTIVITY												
1. REINVEST INVEST DISTRIB IN NEW VENTURE PARTNERSHIP					1000000	0	- 1000000	100	1000000	0	- 1000000	100
2. ORGANIZE AND SPONSOR VENTURE CAPITAL CONF					3	3	+ 0	0	3	3	+ 0	0
3. ENTREPRENEURIAL TRAINING PROGRAMS					1	7	+ 6	600	1	1	+ 0	0

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 05 03
BED 145

PROGRAM TITLE: HAWAII STRATEGIC DEVELOPMENT CORPORATION

PART I - EXPENDITURES AND POSITIONS

The budgeted amounts allow Hawaii Strategic Development Corporation (HSDC) to opportunistically deploy investment capital. Therefore, depending on the opportunities to invest, our actual expenditures will vary from the budgeted amounts.

PART II - MEASURES OF EFFECTIVENESS

Items 1-3. HSDC closed three venture capital partnerships totaling \$9.85 million of committed capital. This was leveraged by \$18.85 million of private capital commitments.

PART III - PROGRAM TARGET GROUPS

No significant variances.

PART IV - PROGRAM ACTIVITIES

Item 1. Variance is because HSDC is investing capital provided by its Federal grant, the Small Business Credit Initiative program, and funds from the HI Growth Initiative, not from distributions received.

Item 3. HSDC implemented the HI Growth Connect and Network (CAN) Program which was able to support several Startup Weekends and pitch events on Oahu, Hawaii and Maui.

PROGRAM TITLE: NATURAL ENERGY LAB OF HAWAII AUTHORITY
 PROGRAM-ID: BED-146
 PROGRAM STRUCTURE NO: 010504

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS												
EXPENDITURES (\$1000's)												
	0.00	0.00	+ 0.00	0	0.00	0.00	+ 0.00	0	0.00	0.00	+ 0.00	0
	7,673	4,598	- 3,075	40	2,044	1,023	- 1,021	50	5,629	6,650	+ 1,021	18
TOTAL COSTS												
POSITIONS												
EXPENDITURES (\$1000's)												
	0.00	0.00	+ 0.00	0	0.00	0.00	+ 0.00	0	0.00	0.00	+ 0.00	0
	7,673	4,598	- 3,075	40	2,044	1,023	- 1,021	50	5,629	6,650	+ 1,021	18
					FISCAL YEAR 2013-14				FISCAL YEAR 2014-15			
					PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%
PART II: MEASURES OF EFFECTIVENESS												
1.	NELHA REVENUES (INCL REIMBURSABLES) (\$M)				10.7	5.2	- 5.5	51	12.5	6	- 6.5	52
2.	ENERGY PRODUCED FROM RENEWABLE RESOURCES (MWH/YR)				2227	1746	- 481	22	2227	3071	+ 844	38
3.	TOTAL TENANT REVENUE (\$M)				51.8	58	+ 6.2	12	51.8	59	+ 7.2	14
4.	ANNUAL TENANT CAPITAL IMPROVEMENT (\$M)				5	6	+ 1	20	5	6	+ 1	20
5.	SEAWATER SYSTEM DELIVERY RELIABILITY (%)				99.999	99.999	+ 0	0	99.999	99.999	+ 0	0
PART III: PROGRAM TARGET GROUP												
1.	COMMERCIAL TENANTS				30	23	- 7	23	30	26	- 4	13
2.	PRE-COMMERCIAL TENANTS				8	8	+ 0	0	8	10	+ 2	25
3.	RESEARCH/EDUCATION/OTHER TENANTS				15	12	- 3	20	15	12	- 3	20
4.	PUBLIC OUTREACH PARTICIPANTS				3700	4913	+ 1213	33	4000	5200	+ 1200	30
PART IV: PROGRAM ACTIVITY												
1.	TOTAL EMPLOYMENT AT NELHA (PUBLIC & PRIVATE)				400	400	+ 0	0	400	400	+ 0	0
2.	TOTAL VOLUME OF SEAWATER PUMPED (MGALS)				8.48	9490	+ 9481.52	111810	8.90	10000	+ 9991.1	112260
3.	TOTAL NUMBER OF NELHA TENANTS				53	43	- 10	19	53	48	- 5	9
4.	PERCENTAGE OF NELHA LAND IN USE				37.8	37.8	+ 0	0	37.8	40	+ 2.2	6
5.	TOTAL CUMULATIVE CIP; TENANT, STATE, FEDERAL (\$M)				240	103	- 137	57	240	110	- 130	54
6.	BEACH PARK USE (# OF ATTENDEES)				112300	115000	+ 2700	2	112300	115000	+ 2700	2
7.	CEMP (# OF REGULATORY AGENCIES)				7	7	+ 0	0	7	7	+ 0	0

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 05 04
BED 146

PROGRAM TITLE: NATURAL ENERGY LAB OF HAWAII AUTHORITY

PART I - EXPENDITURES AND POSITIONS

Variance for FY 14 expenditures due to actual revenue collected being less than the special fund budget ceiling. Utility use (electric and freshwater) much lower than expected.

FY 15 first quarter variance due to timing of utility payments and contracting.

PART II - MEASURES OF EFFECTIVENESS

All variances due to numbers provided last year which were not updated.

PART III - PROGRAM TARGET GROUPS

All variances due to numbers provided last year which were not updated.

PART IV - PROGRAM ACTIVITIES

All variances due to numbers provided last year which were not updated.

PROGRAM TITLE: WATER AND LAND DEVELOPMENT

PROGRAM-ID: LNR-141

PROGRAM STRUCTURE NO: 0106

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15						
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%			
PART I: EXPENDITURES & POSITIONS															
RESEARCH & DEVELOPMENT COSTS															
POSITIONS															
EXPENDITURES (\$1,000's)															
OPERATING COSTS															
POSITIONS	5.50	4.50	-	1.00	18	5.50	4.50	-	1.00	18	5.50	5.50	+	0.00	0
EXPENDITURES (\$1000's)	1,004	757	-	247	25	323	201	-	122	38	991	1,113	+	122	12
TOTAL COSTS															
POSITIONS	5.50	4.50	-	1.00	18	5.50	4.50	-	1.00	18	5.50	5.50	+	0.00	0
EXPENDITURES (\$1000's)	1,004	757	-	247	25	323	201	-	122	38	991	1,113	+	122	12
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15										
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%							
PART II: MEASURES OF EFFECTIVENESS															
1. SURFACE WATER SUPPLY DEVELOPED (MGD)	0	0	+	0	0	0	0	+	0	0	0	0	+	0	0
2. GROUNDWATER SUPPLY DEVELOPED (MGD)	1	0	-	1	100	1	1	+	0	0	1	1	+	0	0
3. WATER CREDITS PROVID TO STATE AGENCIES (1000 GALS)	250	0	-	250	100	250	250	+	0	0	250	250	+	0	0
4. STATE LANDS DEVELOPED (ACRES)	10	10	+	0	0	10	10	+	0	0	10	10	+	0	0
5. GEOTHERMAL ROYALTIES COLLECTED (DOLLARS)	3000	2921	-	79	3	3000	3000	+	0	0	3000	3000	+	0	0
6. ROCKFALL PROJECTS IMPLEMENTED (# OF PROJECTS)	2	2	+	0	0	2	4	+	2	100	2	4	+	2	100
PART III: PROGRAM TARGET GROUP															
1. DEFACTO POPULTN BENEFITNG FR IMPRVMENTS (NO. IN MIL)	1.4	1.4	+	0	0	1.4	1.4	+	0	0	1.4	1.4	+	0	0
PART IV: PROGRAM ACTIVITY															
1. PLANNING AND PROGRAMMING (NUMBER OF PROJECTS)	25	25	+	0	0	25	25	+	0	0	25	25	+	0	0
2. PROJECTS DESIGNED (NUMBER OF PROJECTS)	25	31	+	6	24	25	30	+	5	20	25	30	+	5	20
3. ENGINEERING CONSULTANT CONTRACTS ADMINISTERED	10	24	+	14	140	10	25	+	15	150	10	25	+	15	150
4. ENGIN SVCS PROVIDD TO OTHER DLNR OFFICES (MAN HRS)	20000	20000	+	0	0	20000	20000	+	0	0	20000	20000	+	0	0
5. CIP EXPENDITURES (\$1,000)	30000	36908	+	6908	23	30000	45000	+	15000	50	30000	45000	+	15000	50
6. ALTERNATE WATER DEVLPM PROJECTS INVESTIGATED (NO.)	0	0	+	0	0	0	0	+	0	0	0	0	+	0	0
7. GEOTHERMAL RESOURCE PERMITS ISSUED (# OF PERMITS)	2	0	-	2	100	2	1	-	1	50	2	1	-	1	50
8. ROCKFALL/SLOPE MOVEMNT AREAS INVSTGTD &OR ADDRSSD	4	4	+	0	0	4	4	+	0	0	4	4	+	0	0

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 06
LNR 141

PROGRAM TITLE: WATER AND LAND DEVELOPMENT

PART I - EXPENDITURES AND POSITIONS

FY 14 and FY 15 position variance due to budgeted unfilled position under recruitment.

Differences in budgeted amount and actual expenditures are primarily due to staff vacancy and unused accrued vacation/sick leave fund for capital improvements program staff.

PART II - MEASURES OF EFFECTIVENESS

Item 2: Reflects authorized water projects and their completion; program has sought but not been authorized funding for such projects.

Item 3: Reflects downturn in requests for credits by State agencies.

Item 5: Royalties collected fluctuates annually, based on actual power production and operations of the sole geothermal developer.

Item 6: FY 15 estimate revised to reflect anticipated workload due to increased rockfall project funding.

PART III - PROGRAM TARGET GROUPS

No significance variance.

PART IV - PROGRAM ACTIVITIES

Items 2 and 3: FY 14 actuals reflect greater number of projects authorized than initially projected; FY 15 estimates reflect continued increased levels of project funding.

Item 5: FY 14 reflects actual expenditures based on contractor invoicing and payment processing; an additional \$90 million is encumbered in consultant and/or construction contracts for expenditure in FY15 and beyond. FY 15 estimate increased to reflect anticipated contract expenditures. Some projects have been delayed due to permitting requirements.

Item 7: No Geothermal Resource Permit applications were received in FY 14. FY 15 estimate revised based on staff knowledge and timelines of existing or potential geothermal developers activities.

VARIANCE REPORT

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15						
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%			
PART I: EXPENDITURES & POSITIONS															
RESEARCH & DEVELOPMENT COSTS															
POSITIONS															
EXPENDITURES (\$1,000's)															
OPERATING COSTS															
POSITIONS	2.00	2.00	+	0.00	0	2.00	2.00	+	0.00	0	2.00	2.00	+	0.00	0
EXPENDITURES (\$1000's)	1,087	973	-	114	10	272	245	-	27	10	815	842	+	27	3
TOTAL COSTS															
POSITIONS	2.00	2.00	+	0.00	0	2.00	2.00	+	0.00	0	2.00	2.00	+	0.00	0
EXPENDITURES (\$1000's)	1,087	973	-	114	10	272	245	-	27	10	815	842	+	27	3
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15										
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%							
PART II: MEASURES OF EFFECTIVENESS															
1. NEW PRIVATE DEVELOPMENT IN KAKAAKO COMM DEV (\$M)	206.9	277	+	70.1	34	218.4	431	+	212.6	97					
2. NEW PRIVATE DEVELOPMENT W/IN KALAELOA (\$M)	5	5	+	0	0	0	25	+	25	0					

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

PROGRAM TITLE: SPECIAL COMMUNITY DEVELOPMENT

01 07

PART I - EXPENDITURES AND POSITIONS

The variance in the position count is generally attributed to vacancies due to budget constraints, personnel turnovers, and pending recruitment and filling. The variance for expenditures is generally attributed to personnel expenditures being less than planned due to position vacancies. Details of the position and expenditure variances are best examined at the lowest program level.

PART II - MEASURES OF EFFECTIVENESS

See Lowest Level Programs for additional information.

PROGRAM TITLE: HAWAII COMMUNITY DEVELOPMENT AUTHORITY
 PROGRAM-ID: BED-150
 PROGRAM STRUCTURE NO: 010701

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15						
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%			
PART I: EXPENDITURES & POSITIONS															
RESEARCH & DEVELOPMENT COSTS															
POSITIONS															
EXPENDITURES (\$1,000's)															
OPERATING COSTS															
POSITIONS	2.00	2.00	+	0.00	0	2.00	2.00	+	0.00	0	2.00	2.00	+	0.00	0
EXPENDITURES (\$1000's)	1,087	973	-	114	10	272	245	-	27	10	815	842	+	27	3
TOTAL COSTS															
POSITIONS	2.00	2.00	+	0.00	0	2.00	2.00	+	0.00	0	2.00	2.00	+	0.00	0
EXPENDITURES (\$1000's)	1,087	973	-	114	10	272	245	-	27	10	815	842	+	27	3
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15										
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%							
PART II: MEASURES OF EFFECTIVENESS															
1. NEW PRIV DEV IN KAKAAKO COM DEV DIST (\$M)	206.90	277	+	70.1	34	218.40	431	+	212.6	97					
2. NEW BLDG FLOOR SPACE IN KAKAAKO (1000 SF)	0	197	+	197	0	1620.9	1247	-	373.9	23					
3. # OF NEW HOUSING UNITS IN KAKAAKO	0	204	+	204	0	1198.0	1268	+	70	6					
4. # OF NEW PUBLIC FACILITIES IN KAKAAKO	0	0	+	0	0	0	0	+	0	0					
5. # ACTIVELY-USED PARCELS IN KALAELOA CDD	57	55	-	2	4	57	75	+	18	32					
6. NEW PRIVATE DEVELOPMENT WITHIN KALAELOA (\$M)	5	5	+	0	0	0	25	+	25	0					
7. # ACRES RESTORATION OF WETLANDS USES IN HEEIA	60	10	-	50	83	80	10	-	70	88					
PART III: PROGRAM TARGET GROUP															
1. # OF RESIDENTS IN KAKAAKO	10328	10545	+	217	2	10328	10328	+	0	0					
2. # OF EMPLOYEES IN KAKAAKO	25822	NO DATA	-	25822	100	25822	NO DATA	-	25822	100					
3. # OF BUSINESSES IN KAKAAKO	1656	NO DATA	-	1656	100	1656	NO DATA	-	1656	100					
4. # OF LANDUSERS WITHIN KALAELOA	15	15	+	0	0	15	15	+	0	0					
5. # RESIDENTS WITHIN KALAELOA & SURROUNDING AREAS	5100	5100	+	0	0	5100	5100	+	0	0					
PART IV: PROGRAM ACTIVITY															
1. DEVELOPMENT PERMITS ISSUED IN KAKAAKO	160	160	+	0	0	160	165	+	5	3					
2. # INFRASTRUCTURE IMPROV PROJS BEGUN IN KAKAAKO	0	0	+	0	0	0	0	+	0	0					
3. NEW PUBLIC IMPROVEMENTS IN KAKAAKO (\$M)	0	0	+	0	0	0	0	+	0	0					
4. # PARCELS IN KALAELOA COVERED BY ECON DEV PLAN	84	83	-	1	1	84	83	-	1	1					
5. NEW PLANNING IN KALAELOA (\$M)	0	0	+	0	0	0	0	+	0	0					
6. # PARCELS, INFRASTRUCTURE SYS CONVEYED IN KALAELOA	84	84	+	0	0	84	84	+	0	0					
7. # PROJS FACILITATED & COMPLETED IN KALAELOA	5	5	+	0	0	5	3	-	2	40					

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 07 01
BED 150

PROGRAM TITLE: HAWAII COMMUNITY DEVELOPMENT AUTHORITY

PART I - EXPENDITURES AND POSITIONS

FY 14: The variance is due to: 1) The Hawaii Community Development Authority Kakaako revolving fund expenditures being \$4,000 less than budgeted; and 2) Kalaeloa revolving fund expenditures being \$110,000 less than budgeted.

FY 15: 1st Quarter of FY 15: 1) Quarter 1 actual expenditures for Category 10 of Kakaako District were \$1,000 lower than allotment; 2) Quarter 1 actual expenditures for Category 20 of Kakaako District were \$9,000 lower than allotment; 3) Quarter 1 actual expenditures for Category 10 of Kalaeloa District were \$8,000 greater than allotment; and 4) Quarter 1 actual expenditures for Category 20 of Kalaeloa District were \$25,000 lower than allotment.

PART II - MEASURES OF EFFECTIVENESS

Item 1. FY 14: The positive \$70.1 million variance is mainly due to the schedule change of 801 South Street Phase 1 - \$106.9 million offset by schedule changes of other existing projects

Item 1. FY 15: The positive \$212.6 million is mainly due to development projects: 1) Collection which adds \$50 million; 2) Waiea and Anaha which adds \$25 million each; and 3) Ward Village Shops which adds \$56 million, along with schedule changes of other existing projects.

Item 2. FY 14: The positive 197 (1,000 s.f.) variance is due to the completion of Halekauwila Place, originally estimated to complete in FY 15.

Item 2. FY 15: The positive 373.9 (1,000 s.f.) variance results from new developments: 1) Salt - 151.5 and 2) Kamehameha Schools Block B - 22.8, along with schedule changes of existing projects.

Item 3. FY 14: The positive 204 (No. of units) variance is due to the completion of Halekauwila Place, originally estimated to be completed in FY 15.

Item 7. FY 14 and FY 15: Due to the significant overgrowth, mangrove and other invasive species in the area and utilization of a community service group, restoration of the fallow wetlands in Heeia has been completed at 10 acres per year.

PART III - PROGRAM TARGET GROUPS

No significant variances.

PART IV - PROGRAM ACTIVITIES

No significant variances.

PROGRAM TITLE: HAWAII HOUSING FINANCE AND DEVELOPMENT CORP
 PROGRAM-ID: BED-160
 PROGRAM STRUCTURE NO: 0108

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS	31.00	22.00	- 9.00	29	32.00	22.00	- 10.00	31	32.00	26.00	- 6.00	19
EXPENDITURES (\$1000's)	38,476	14,499	- 23,977	62	27,529	12,382	- 15,147	55	4,592	19,739	+ 15,147	330
TOTAL COSTS												
POSITIONS	31.00	22.00	- 9.00	29	32.00	22.00	- 10.00	31	32.00	26.00	- 6.00	19
EXPENDITURES (\$1000's)	38,476	14,499	- 23,977	62	27,529	12,382	- 15,147	55	4,592	19,739	+ 15,147	330
	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15							
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%				
PART II: MEASURES OF EFFECTIVENESS												
1. # OF HOMEBUYERS ASSISTED	40	580	+ 540	1350	225	442	+ 217	96				
2. # OF NEW RENTAL UNITS	885	760	- 125	14	276	84	- 192	70				
3. # OF EXISTING AFFORD RENTAL HOUSING UNITS PRESERV	150	0	- 150	100	150	278	+ 128	85				
4. # OF LEASE RENTS RENEGOTIATED	2	0	- 2	100	6	10	+ 4	67				
5. # OF SINGLE FAM LEASHLD LOTS CONVERT TO FEE SIMPLE	2	2	+ 0	0	2	6	+ 4	200				
PART III: PROGRAM TARGET GROUP												
1. HSEHLDS EARN UP 140% OF MED INC EST BY USDHUD	2700	2200	- 500	19	2700	2200	- 500	19				
2. EMPLOYEES OF TARGETED IND IDENTIFIED BY DBEDT	0	NO DATA	- 0	0	0	NO DATA	- 0	0				
PART IV: PROGRAM ACTIVITY												
1. ORIGINATE LOANS/GRANTS FOR ACQ/REHAB OR DEV OF HSE	314	321	+ 7	2	400	1360	+ 960	240				
2. ALLOCATE TAX CRDT FOR ACQ/REHAB OR DEV OF HOUSING	300	445	+ 145	48	300	158	- 142	47				
3. ISSUE TAX-EXEMPT REVENUE BONDS (\$M)	15	0	- 15	100	15	45.9	+ 30.9	206				
4. UTILIZE CH 201H TO FAC ST & CNTY LAND APP FOR HSNB	350	0	- 350	100	350	417	+ 67	19				
5. ACQUIRE/DISPOSE OF REAL PROPERTY	2	0	- 2	100	2	1	- 1	50				
6. ASSIST FIRST-TIME HOMEBUYERS	40	580	+ 540	1350	225	442	+ 217	96				
7. PROCESS APP FOR ARBITRATION OF LEASE RENT RENEGO	0	0	+ 0	0	0	0	+ 0	0				
8. PROCESS APPLICATIONS FOR LEASEHOLD CONVERSION	0	0	+ 0	0	0	0	+ 0	0				

VARIANCE REPORT NARRATIVE FY 2014 AND FY 2015

01 08
BED 160

PROGRAM TITLE: HAWAII HOUSING FINANCE AND DEVELOPMENT CORP

PART I - EXPENDITURES AND POSITIONS

The position variances are primarily due to delays in filling of positions.

The expenditure variance for FY 14 was the result of a decrease in Federal grant award expenditures and Rental Housing Trust Fund loan advances.

Variances for FY 15 (3 months/9 months) are caused by the inclusion of total year allocations for non-reverting funds in the budget for the first three months.

PART II - MEASURES OF EFFECTIVENESS

Item 1. The positive variance in the number of homebuyers assisted in FY 14 and FY 15 is primarily due to the inadvertent exclusion of planned Mortgage Credit Certificate assistance.

Items 2 & 3. Project delays, such as delays attributable to obtaining other financing sources and the lengthy planning and permitting process, impacted the completion of rental housing projects.

Item 4. The renegotiation of two lease rents were delayed from FY 14.

PART III - PROGRAM TARGET GROUPS

Variance is due to the utilization of updated planning data for the number of households with incomes from 50% to 140% of the area median income as established by the U.S. Department of Housing and Urban Development.

PART IV - PROGRAM ACTIVITIES

Item 1. The number of loan originations anticipated for FY 15 was underestimated.

Item 2. Recent changes to underwriting standards and loan terms had the temporary impact of delaying tax credit allocations in FY 15.

Item 3. Tax-exempt revenue bonds used to fund the Hula Mae multi-family program were not utilized in FY 14 due to project delays; however, an increase is expected in FY 15.

Item 4. The lag in the number of units requiring Chapter 201H, HRS, approvals from FY 14 to FY 15 was caused by project delays.

Item 5. Ongoing discussions with State and county agencies has delayed the disposition of Leialii parcels on Maui.

Item 6. The planned counts for FY 14 and FY 15 were primarily due to the inadvertent exclusion of Mortgage Credit Certificate assistance.

VARIANCE REPORT

PROGRAM TITLE: OFFICE OF AEROSPACE
PROGRAM-ID: BED-128
PROGRAM STRUCTURE NO: 0109

	FISCAL YEAR 2013-14				THREE MONTHS ENDED 09-30-14				NINE MONTHS ENDING 06-30-15			
	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ACTUAL	± CHANGE	%	BUDGETED	ESTIMATED	± CHANGE	%
PART I: EXPENDITURES & POSITIONS												
RESEARCH & DEVELOPMENT COSTS												
POSITIONS												
EXPENDITURES (\$1,000's)												
OPERATING COSTS												
POSITIONS	0.00	0.00	+ 0.00	0	0.00	0.00	+ 0.00	0	0.00	0.00	+ 0.00	0
EXPENDITURES (\$1000's)	809	808	- 1	0	36	25	- 11	31	933	933	+ 0	0
TOTAL COSTS												
POSITIONS	0.00	0.00	+ 0.00	0	0.00	0.00	+ 0.00	0	0.00	0.00	+ 0.00	0
EXPENDITURES (\$1000's)	809	808	- 1	0	36	25	- 11	31	933	933	+ 0	0

	FISCAL YEAR 2013-14				FISCAL YEAR 2014-15			
	PLANNED	ACTUAL	± CHANGE	%	PLANNED	ESTIMATED	± CHANGE	%
PART II: MEASURES OF EFFECTIVENESS								
1. EXTRAMURAL (FEDERAL/PRIVATE) FUNDING GENERATED	100	86	- 14	14	100	100	+ 0	0
2. FEDERAL COOPERATIVE AGREEMENTS INAUGURATED	3	3	+ 0	0	3	3	+ 0	0
3. PUBLIC-PRIVATE PARTNERSHIPS INITIATED/MAINTAINED	5	5	+ 0	0	5	5	+ 0	0
4. INTERNATIONAL ALLIANCES INITIATED/MAINTAINED	4	4	+ 0	0	4	4	+ 0	0

PART III: PROGRAM TARGET GROUP								
1. HAWAII-BASED AEROSPACE COMPANIES/CORPORATIONS	65	61	- 4	6	75	75	+ 0	0
2. HAWAII-BASED EDUCATIONAL AND RESEARCH INSTITUTIONS	7	7	+ 0	0	9	9	+ 0	0
3. OVERSEAS AEROSPACE AGENCIES/COMPANIES/CORPORATIONS	12	12	+ 0	0	17	17	+ 0	0
4. OVERSEAS EDUCATION AND RESEARCH AGENCIES/INSTITUTI	19	19	+ 0	0	23	23	+ 0	0

PART IV: PROGRAM ACTIVITY								
1. PACIFIC INTERNATIONAL SPACE ALLIANCE (ANNUAL MEETI	1	1	+ 0	0	1	1	+ 0	0
2. PISCES* FUNDING GENERATED THROUGH STATE LEGISLATUR	3.0	3.0	+ 0	0	3.0	3.0	+ 0	0
3. COMMERCIAL SPACE TRANSPORTATION (FAA GRANT APPLICA	1	1	+ 0	0	1	1	+ 0	0
4. NEXT-GENERATION AVIATION (UAS/OTHER ALLIANCES/APPL	3	3	+ 0	0	3	3	+ 0	0
5. REAL WORLD DESIGN CHALLENGE (NUMBER OF TEAMS COORD	15	15	+ 0	0	15	15	+ 0	0
6. HAWAII AEROSPACE ADVISORY COMMITTEE MEETINGS	4	4	+ 0	0	4	4	+ 0	0
7. HAWAII STARLIGHT RESERVE COMMITTEE MEETINGS	4	4	+ 0	0	4	4	+ 0	0
8. COMMUNITY OUTREACH (MEETINGS ATTENDED/PRESENTATION	25	23	- 2	8	25	25	+ 0	0
9. PUBLICATIONS (INFORMATIONAL MATERIALS/REPORTS/WEBS	5	5	+ 0	0	5	5	+ 0	0

**VARIANCE REPORT NARRATIVE
FY 2014 AND FY 2015**

PROGRAM TITLE: OFFICE OF AEROSPACE

**01 09
BED 128**

PART I - EXPENDITURES AND POSITIONS

Expenditure variance is due to budget restrictions.

PART II - MEASURES OF EFFECTIVENESS

Item 1. Federal funding decrease is due to federal reimbursements being deferred to the second quarter.

PART III - PROGRAM TARGET GROUPS

No significant variances.

PART IV - PROGRAM ACTIVITIES

No significant variances.