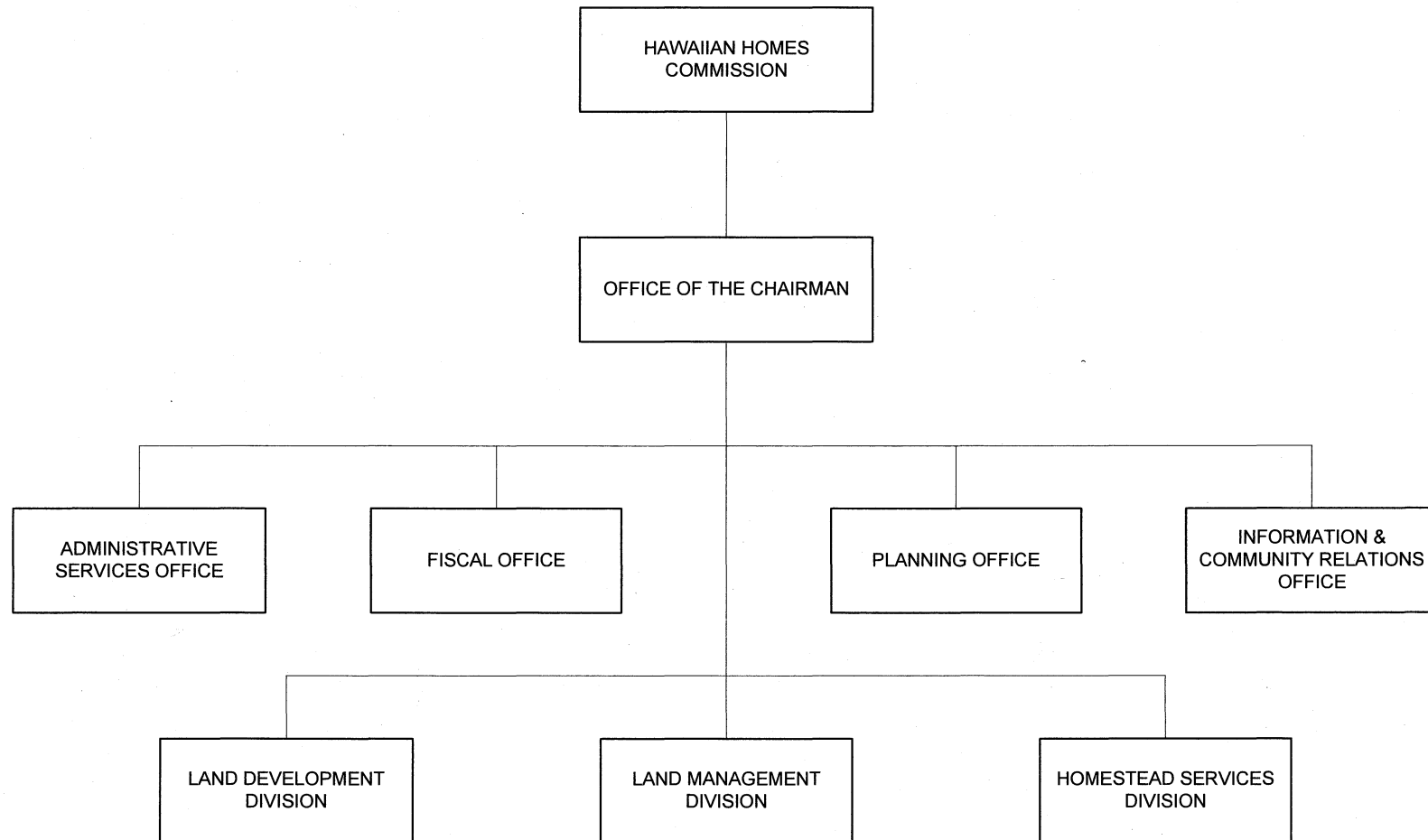




Department of Hawaiian Home Lands

STATE OF HAWAII
DEPARTMENT OF HAWAIIAN HOME LANDS
ORGANIZATION CHART



DEPARTMENT OF HAWAIIAN HOME LANDS

Department Summary

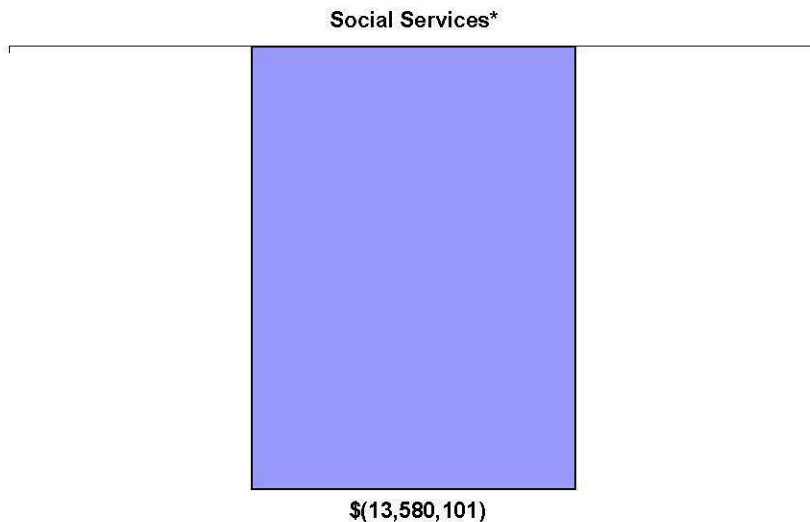
Mission Statement

To manage the Hawaiian Home Lands Trust (HHLT) effectively and to develop and deliver Hawaiian home lands to native Hawaiians. We will partner with others toward developing self-sufficient and healthy communities.

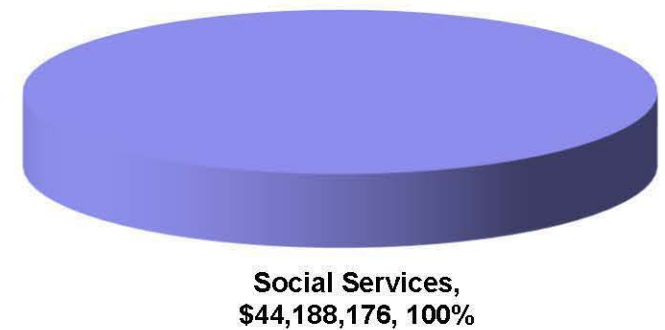
Department Goals

To effectively manage the HHLT's lands, water, and related resources; to develop and deliver lands for award to beneficiaries on an on-going basis; to develop and deliver program services that meet the housing needs of native Hawaiians; to effectively manage the HHLT's financial resources; to effectively manage the department's human resources and to establish better relationships with the native Hawaiian community, governmental agencies, homestead communities, and the community at large.

FY 2017 Supplemental Operating Budget Adjustments by Major Program



FY 2017 Supplemental Operating Budget



DEPARTMENT OF HAWAIIAN HOME LANDS

MAJOR FUNCTIONS

- Identifying and assessing the needs of beneficiaries of the Hawaiian Homes Commission Act through research and planning; compiling data needed for the development and utilization of Hawaiian home lands and other physical resources of the Hawaiian Homes Trust; identifying Hawaiian home lands by physical characteristics, lands use, and planned use of the lands; and developing and updating regional master plans for designated areas.
- Developing, marketing, disposing of, and managing Hawaiian home lands not immediately needed or not suitable for homestead purposes by issuing general leases, revocable permits, licenses, and rights-of-entry to generate income to finance homestead lot development activities.
- Developing Hawaiian home lands for homesteading and income-producing purposes by designing and constructing off-site and on-site improvements.
- Developing waiting lists of applicants for homestead leases; awarding homestead leases; providing loans for home building, repair, and replacement and for development of farms and ranches; managing homestead areas on the islands of Oahu, Hawaii, Maui, Molokai, Kauai and Lanai; and providing for the maintenance, repair, and operation of water systems, roads, and facilities.

MAJOR PROGRAM AREAS

The Department of Hawaiian Home Lands has a program in the following major program area:

Social Services

HHL 602 Planning and Development for Hawaiian
Homesteads

**Department of Hawaiian Home Lands
Operating Budget**

			Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
Funding Sources:	Positions	Perm	-	-	-	-	-	-
		Temp	-	-	-	-	-	-
General Funds		\$	9,632,000	9,632,000	-	-	9,632,000	9,632,000
		Perm	115.00	115.00	-	-	115.00	115.00
		Temp	-	-	-	-	-	-
Special Funds		\$	13,517,243	13,664,596	-	37,500	13,517,243	13,702,096
		Perm	4.00	4.00	-	-	4.00	4.00
		Temp	2.00	2.00	-	-	2.00	2.00
Federal Funds		\$	23,317,601	23,317,601	-	(13,617,601)	23,317,601	9,700,000
		Perm	81.00	81.00	-	-	81.00	81.00
		Temp	9.00	9.00	-	-	9.00	9.00
Trust Funds		\$	11,037,323	11,154,080	-	-	11,037,323	11,154,080
		Perm	200.00	200.00	-	-	200.00	200.00
		Temp	11.00	11.00	-	-	11.00	11.00
Total Requirements		\$	57,504,167	57,768,277	-	(13,580,101)	57,504,167	44,188,176

Highlights: (general funds and FY 17 unless otherwise noted)

1. Adjusts expenditure ceiling to reflect anticipated federal grant awards.

**Department of Hawaiian Home Lands
Capital Improvements Budget**

	Act 119/2015 FY 2016	Act 119/2015 FY 2017	FY 2016 Adjustments	FY 2017 Adjustments	Total FY 2016	Total FY 2017
Funding Sources:						
General Funds	-	-	-	-	-	-
General Obligation Bonds	2,565,000	2,000,000	-	14,600,000	2,565,000	16,600,000
Federal Funds	20,000,000	20,000,000	-	-	20,000,000	20,000,000
Total Requirements	22,565,000	22,000,000	-	14,600,000	22,565,000	36,600,000

Highlights: (general obligation bonds and FY 17 unless otherwise noted)

1. Increases \$9,000,000 for Papakolea Sewer System Improvements, Oahu.
2. Adds \$2,500,000 for Remediation Improvements to Hawaiian Home Lands Dams and Reservoirs, Kauai.
3. Adds \$2,000,000 for Unexploded Ordnance Mitigation and Remediation on Existing Lots, Hawaii.



Operating Budget Details

**EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)**

REPORT S61-A
PAGE 191

PROGRAM ID: HHL-
PROGRAM STRUCTURE NO: 06
PROGRAM TITLE: SOCIAL SERVICES

PROGRAM COSTS	FY 2016			FY 2017			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OTH CURRENT EXPENSES	1,720,000		1,720,000	1,720,000		1,720,000	3,440,000	3,440,000	
TOTAL CURR LEASE PAY	1,720,000		1,720,000	1,720,000		1,720,000	3,440,000	3,440,000	
BY MEANS OF FINANCING GENERAL FUND	1,720,000		1,720,000	1,720,000		1,720,000	3,440,000	3,440,000	
OPERATING	200.00*	*	200.00*	200.00*	*	200.00*	*	*	*
PERSONAL SERVICES	16,405,533		16,405,533	16,669,643	100,000	16,769,643	33,075,176	33,175,176	
OTH CURRENT EXPENSES	39,378,634		39,378,634	39,378,634	13,680,101-	25,698,533	78,757,268	65,077,167	
TOTAL OPERATING COST	55,784,167		55,784,167	56,048,277	13,580,101-	42,468,176	111,832,444	98,252,343	12.14-
BY MEANS OF FINANCING GENERAL FUND	7,912,000		7,912,000	7,912,000		7,912,000	15,824,000	15,824,000	
SPECIAL FUND	115.00*	*	115.00*	115.00*	*	115.00*	*	*	*
	13,517,243		13,517,243	13,664,596	37,500	13,702,096	27,181,839	27,219,339	
FEDERAL FUNDS	4.00*	*	4.00*	4.00*	*	4.00*	*	*	*
	23,317,601		23,317,601	23,317,601	13,617,601-	9,700,000	46,635,202	33,017,601	
TRUST FUNDS	81.00*	*	81.00*	81.00*	*	81.00*	*	*	*
	11,037,323		11,037,323	11,154,080		11,154,080	22,191,403	22,191,403	
CAPITAL INVESTMENT PLANS	4,000		4,000	2,000	351,000	353,000	6,000	357,000	
DESIGN	4,000		4,000	2,000	753,000	755,000	6,000	759,000	
CONSTRUCTION	22,557,000		22,557,000	21,996,000	13,496,000	35,492,000	44,553,000	58,049,000	
TOTAL CAPITAL COSTS	22,565,000		22,565,000	22,000,000	14,600,000	36,600,000	44,565,000	59,165,000	32.76
BY MEANS OF FINANCING G.O. BONDS	2,565,000		2,565,000	2,000,000	14,600,000	16,600,000	4,565,000	19,165,000	
FEDERAL FUNDS	20,000,000		20,000,000	20,000,000		20,000,000	40,000,000	40,000,000	
TOTAL POSITIONS	200.00*	*	200.00*	200.00*	*	200.00*			
TOTAL PROGRAM COST	80,069,167		80,069,167	79,768,277	1,019,899	80,788,176	159,837,444	160,857,343	.64

**EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)**

REPORT S61-A
PAGE 192

PROGRAM ID: **HHL-602**
PROGRAM STRUCTURE NO: **0603**
PROGRAM TITLE: **PLANNING & DEV FOR HAWAIIAN HOMESTEADS**

PROGRAM COSTS	FY 2016			FY 2017			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
CURR LEASE PAYMENTS									
OTH CURRENT EXPENSES	1,720,000		1,720,000	1,720,000		1,720,000	3,440,000	3,440,000	
TOTAL CURR LEASE PAY	1,720,000		1,720,000	1,720,000		1,720,000	3,440,000	3,440,000	
BY MEANS OF FINANCING									
GENERAL FUND	1,720,000		1,720,000	1,720,000		1,720,000	3,440,000	3,440,000	
OPERATING	200.00*	*	200.00*	200.00*	*	200.00*	*	*	*
PERSONAL SERVICES	16,405,533		16,405,533	16,669,643	100,000	16,769,643	33,075,176	33,175,176	
OTH CURRENT EXPENSES	39,378,634		39,378,634	39,378,634	13,680,101-	25,698,533	78,757,268	65,077,167	
TOTAL OPERATING COST	55,784,167		55,784,167	56,048,277	13,580,101-	42,468,176	111,832,444	98,252,343	12.14-
BY MEANS OF FINANCING									
GENERAL FUND	7,912,000		7,912,000	7,912,000		7,912,000	15,824,000	15,824,000	
	115.00*	*	115.00*	115.00*	*	115.00*	*	*	*
SPECIAL FUND	13,517,243		13,517,243	13,664,596	37,500	13,702,096	27,181,839	27,219,339	
	4.00*	*	4.00*	4.00*	*	4.00*	*	*	*
FEDERAL FUNDS	23,317,601		23,317,601	23,317,601	13,617,601-	9,700,000	46,635,202	33,017,601	
	81.00*	*	81.00*	81.00*	*	81.00*	*	*	*
TRUST FUNDS	11,037,323		11,037,323	11,154,080		11,154,080	22,191,403	22,191,403	
CAPITAL INVESTMENT									
PLANS	4,000		4,000	2,000	351,000	353,000	6,000	357,000	
DESIGN	4,000		4,000	2,000	753,000	755,000	6,000	759,000	
CONSTRUCTION	22,557,000		22,557,000	21,996,000	13,496,000	35,492,000	44,553,000	58,049,000	
TOTAL CAPITAL COSTS	22,565,000		22,565,000	22,000,000	14,600,000	36,600,000	44,565,000	59,165,000	32.76
BY MEANS OF FINANCING									
G.O. BONDS	2,565,000		2,565,000	2,000,000	14,600,000	16,600,000	4,565,000	19,165,000	
FEDERAL FUNDS	20,000,000		20,000,000	20,000,000		20,000,000	40,000,000	40,000,000	
TOTAL POSITIONS	200.00*	*	200.00*	200.00*	*	200.00*			
TOTAL PROGRAM COST	80,069,167		80,069,167	79,768,277	1,019,899	80,788,176	159,837,444	160,857,343	.64

REPORT: OBBBXXR1
PROGRAM ID: HHL602

**EXECUTIVE SUPPLEMENTAL BUDGET
POSITION CEILING SUMMARY**

RUN DATE: DECEMBER 17, 2015

	----- FY 2015 - 16 -----			----- FY 2016 - 17 -----		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN
BY MEANS OF FINANCING						
PERMANENT						
SPECIAL FUND	115.00*	*	115.00*	115.00*	*	115.00*
FEDERAL FUNDS	4.00*	*	4.00*	4.00*	*	4.00*
TRUST FUNDS	81.00*	*	81.00*	81.00*	*	81.00*
TOTAL PERMANENT POSITIONS	200.00*	*	200.00*	200.00*	*	200.00*
TEMPORARY						
SPECIAL FUND	*	*	*	*	*	*
FEDERAL FUNDS	2.00*	*	2.00*	2.00*	*	2.00*
TRUST FUNDS	9.00*	*	9.00*	9.00*	*	9.00*
TOTAL TEMPORARY POSITIONS	11.00*	*	11.00*	11.00*	*	11.00*
PERMANENT AND TEMPORARY						
SPECIAL FUND	115.00*	*	115.00*	115.00*	*	115.00*
FEDERAL FUNDS	6.00*	*	6.00*	6.00*	*	6.00*
TRUST FUNDS	90.00*	*	90.00*	90.00*	*	90.00*
TOTAL POSITION CEILING	211.00*	*	211.00*	211.00*	*	211.00*

Narrative for Supplemental Budget Requests
FY 17

Program ID: HHL 602
Program Structure Level: 06 03
Program Title: Planning and Development for Hawaiian Homesteads

A. Program Objective

To develop and manage the designated Hawaiian Home Lands to create more homesteads for native Hawaiians (as defined by the Hawaiian Homes Commission Act, 1920, as amended) and generate revenues needed to administer the program. Through the use of these revenues, leased lands, loan funds and technical assistance will be provided to native Hawaiians in order to furnish the opportunity to secure and maintain an adequate standard of living.

B. Description of Request

The Department of Hawaiian Home Lands' (DHHL) FY 17 Supplemental Budget request proposes a \$100,000 trade-off in the federal fund (means of financing N), between personnel costs and other current expenditures. It also requests that the overall federal fund appropriation be decreased by \$13.6 million to \$9,700,000 in order to reflect the anticipated federal grant award.

Capital Improvement Program requests for FY 17 are for unexploded ordinance mitigation; sewer assessments; Papakolea sewer improvements; Hawaiian Home Lands Dams and Reservoirs improvements; Rockfall mitigation; and Lalamilo Housing Phase 2 Community Park improvements.

C. Reasons for Request

In 2007, a lawsuit was filed against the State of Hawaii and the Hawaiian Homes Commission, claiming that the State violated its constitutional duty to sufficiently fund the DHHL. In 2012, the Supreme Court recently affirmed the Intermediate Court of Appeals judgement in part that the courts can determine what constitutes "sufficient sums" for the DHHL's administrative and operating expenses to carry out the purposes of the Hawaiian Homes Commission Act, 1920, as amended.

Based on the advice of counsel and the Court's ruling, the Hawaiian Homes Commission, the head of the DHHL, has a fiduciary responsibility to ask for amounts the Commission considers "sufficient sums" for DHHL's administrative and operating expenses.

D. Significant Changes to Measures of Effectiveness and Program Size

The FY 17 Supplemental Budget request overall decreased by 24% due to the federal fund appropriation; however, the program will fundamentally remain the same.

There are no significant changes to the measures of effectiveness.



Capital Budget Details

PROGRAM ID
PROGRAM STRUCTURE NO.
PROGRAM TITLE

HHL-602
0603
PLANNING & DEV FOR HAWAIIAN HOMESTEADS

REQUIRED CAPITAL APPROPRIATIONS - BY CAPITAL PROJECT

REPORT S78
PAGE 109

PROJECT NUMBER	PRIORITY NUMBER	LOCATION	PROJECT TITLE	COST ELEMENT/MOF	FY 2016		RECOM APPRN	FY 2017		RECOM APPRN
					CURRENT APPRN	ADJUSTMENT		CURRENT APPRN	ADJUSTMENT	
1602	6	4TH R	LALAMILO HOUSING PHASE 2 A COMMUNITY PARK, LALAMILO, HAWAII							
			PLANS DESIGN					99 1		99 1
			TOTAL					100		100
			G.O. BONDS					100		100
1604	8		NAHASDA DEVELOPMENT PROJECTS, STATEWIDE							
			PLANS DESIGN		1 1		1 1	1 1		1 1
			CONSTRUCTION		19,998		19,998	19,998		19,998
			TOTAL		20,000		20,000	20,000		20,000
			FEDERAL FUNDS		20,000		20,000	20,000		20,000
1606		7TH R	KALAMAULA HOMESTEADERS ASSOCIATION, MOLOKAI							
			PLANS DESIGN		1 1		1 1			
			CONSTRUCTION		498		498			
			TOTAL		500		500			
			G.O. BONDS		500		500			

REQUIRED CAPITAL APPROPRIATIONS - BY CAPITAL PROJECT

PROGRAM ID HHL-602
 PROGRAM STRUCTURE NO. 0603
 PROGRAM TITLE PLANNING & DEV FOR HAWAIIAN HOMESTEADS

REPORT S78
 PAGE 110

PROJECT NUMBER	PRIORITY NUMBER	LOCATION	PROJECT TITLE	COST ELEMENT/MOF	FY 2016		RECOM APPRN	FY 2017		RECOM APPRN
					CURRENT APPRN	ADJUSTMENT		CURRENT APPRN	ADJUSTMENT	
1607	5	4TH R	KAILAPA COMMUNITY ASSOCIATION, HAWAII							
			PLANS		1		1			
			DESIGN		1		1			
			CONSTRUCTION		313		313			
			TOTAL		315		315			
			G.O. BONDS		315		315			
17002	1	2ND R	UXO MITIGATION AND REMEDIATION ON EXISTING LOTS, HAWAII							
			PLANS					1		1
			DESIGN					1		1
			CONSTRUCTION					1,998		1,998
			TOTAL					2,000		2,000
			G.O. BONDS					2,000		2,000
17004	2	10TH R	SEWER ASSESSMENTS, ISLANDWIDE, OAHU							
			PLANS					250		250
			DESIGN					250		250
			TOTAL					500		500
			G.O. BONDS					500		500

PROGRAM ID HHL-602
 PROGRAM STRUCTURE NO. 0603
 PROGRAM TITLE PLANNING & DEV FOR HAWAIIAN HOMESTEADS

REQUIRED CAPITAL APPROPRIATIONS - BY CAPITAL PROJECT

REPORT S78
 PAGE 111

PROJECT NUMBER	PRIORITY NUMBER	LOCATION	PROJECT TITLE	COST ELEMENT/MOF	FY 2016		RECOM APPRN	FY 2017		RECOM APPRN
					CURRENT APPRN	ADJUSTMENT		CURRENT APPRN	ADJUSTMENT	
17005	5	25TH R	ROCK FALL MITIGATION, WAIMANALO, OAHU							
			PLANS DESIGN					1 499		1 499
			TOTAL					500		500
			G.O. BONDS					500		500
P11002	2	11TH R	PAPAKOLEA SEWER SYSTEM UPGRADES, PAPAKOLEA, OAHU							
			PLANS DESIGN		1		1	1		1
			CONSTRUCTION		1,748		1,748	1,998		1,998
			TOTAL		1,750		1,750	2,000		2,000
			G.O. BONDS		1,750		1,750	2,000		2,000
P14001	3	11TH R	PAPAKOLEA SEWER SYSTEM IMPROVEMENTS, OAHU							
			DESIGN CONSTRUCTION					1 8,999		1 8,999
			TOTAL					9,000		9,000
			G.O. BONDS					9,000		9,000

REQUIRED CAPITAL APPROPRIATIONS - BY CAPITAL PROJECT

REPORT S78

PAGE 112

PROGRAM ID HHL-602

PROGRAM STRUCTURE NO. 0603

PROGRAM TITLE PLANNING & DEV FOR HAWAIIAN HOMESTEADS

PROJECT NUMBER	PRIORITY NUMBER	LOCATION	PROJECT TITLE	COST ELEMENT/MOF	FY 2016		RECOM APPRN	FY 2017		RECOM APPRN
					CURRENT APPRN	ADJUSTMENT		CURRENT APPRN	ADJUSTMENT	
502010	4	8TH R	HAWAIIAN HOME LANDS DAMS AND RESERVOIRS, KAUAI							
			DESIGN					1		1
			CONSTRUCTION					2,499		2,499
			TOTAL					2,500		2,500
			G.O. BONDS					2,500		2,500
PROGRAM TOTALS										
			PLANS		4		4	2	351	353
			DESIGN		4		4	2	753	755
			CONSTRUCTION		22,557		22,557	21,996	13,496	35,492
			EQUIPMENT							
			TOTAL		22,565		22,565	22,000	14,600	36,600
			G.O. BONDS		2,565		2,565	2,000	14,600	16,600
			FEDERAL FUNDS		20,000		20,000	20,000		20,000