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DEPARTMENT OF BUDGET AND FINANCE
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EMPLOYEES' RETIREMENT SYSTEM
HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND
OFFICE OF THE PUBLIC DEFENDER

ADMINISTRATIVE AND RESEARCH OFFICE
BUDGET, PROGRAM PLANNING AND
MANAGEMENT DIVISION
FINANCIAL ADMINISTRATION DIVISION
OFFICE OF FEDERAL AWARDS MANAGEMENT (OFAM)

December 15, 2021

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

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

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

For your information and consideration, I am transmitting copies of the State of Hawaii Department of Budget and Finance's Annual Report on Administratively Established Accounts and Funds for the Period July 1, 2020 through July 1, 2021 in accordance with Section 37-52.5 of the Hawaii Revised Statutes. In accordance with Section 93-16, Hawaii Revised Statutes, I am also informing you that these reports will be available for viewing electronically at:

<https://budget.hawaii.gov/budget/reports-to-the-legislature/department-of-budget-finance/>

Sincerely,

/S/

CRAIG K. HIRAI
Director of Finance

Enclosure

- c: Legislative Reference Bureau
HSPLS Publications Distribution Center (2)
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- ec: Governor's Office: Gov.ReportsDistribution@hawaii.gov
Lieutenant Governor's Office: LtGov.ReportsDistribution@hawaii.gov
Legislative Auditor: auditors2@auditor.state.hi.us
Department of Budget and Finance: DBFLeg.DIR@hawaii.gov

STATE OF HAWAII
DEPARTMENT OF BUDGET AND FINANCE
ANNUAL REPORT ON ADMINISTRATIVELY ESTABLISHED
FUNDS AND ACCOUNTS
FOR THE PERIOD JULY 1, 2020 THROUGH JULY 1, 2021

SUBMITTED TO
THE THIRTY FIRST STATE LEGISLATURE
IN RESPONSE TO HAWAII REVISED STATUTES, SECTION 37-52.5

STATE OF HAWAII
DEPARTMENT OF BUDGET AND FINANCE
ANNUAL REPORT ON ADMINISTRATIVELY ESTABLISHED
ACCOUNTS AND FUNDS

January 2021

Submitted to the Thirty First State Legislature
(As required by Section 37-52.5, Hawai'i Revised Statutes)

Pursuant to Hawai'i Revised Statutes (HRS) Section 37-52.5, each department or agency shall submit to the Legislature a report at least 20 days prior to the convening of each regular session that includes: 1) a list of all administratively established accounts or funds; and 2) all revenues, expenditures, encumbrances, and ending balances of each account or fund.

The following are the administratively established accounts and funds for the Department of Budget and Finance for FY 2020 and FY 2021.

Report on Administratively Created Accounts and Funds
for Submittal to the 2022 Legislature

Department: Budget and Finance
 Prog ID(s): BUF115
 Name of Fund: Interest Earned - Investment Pool (T-907)
 Legal Authority: Adminstratively established

Intended Purpose:

Account was established as holding account to deposit interest earned from the State Treasury centralized pool investments before distribution to participating accounts.

Source of Revenues:

Interest earned on centralized investment pool investments.

Current Program Activities/Allowable Expenses:

JV's are generated each month to allocate interest earnings to the various appropriation accounts of departments participating in the investment pool. Interest is allocated monthly by the investment pool system, to approx. 2,500 accounts.

| Financial Data | | | | |
|---|--|--|---------------|--------------|
| | | | FY 2020 | FY 2021 |
| | | | (actual) | (actual) |
| Beginning Cash Balance | | | 117,435,867 | 12,421,450 |
| Revenues | | | 120,982,892 | 25,825,347 |
| Expenditures | | | 0 | 0 |
| Transfers | | | | |
| List each net transfer in/out/ or projection in/out; list each account number | | | | |
| JV monthly to transfer revenue from T-907 to agencies | | | (225,997,309) | (37,240,598) |
| Net Total Transfers | | | (225,997,309) | (37,240,598) |
| Ending Cash Balance | | | 12,421,450 | 1,006,199 |
| Encumbrances | | | | |
| Unencumbered Cash Balance | | | 12,421,450 | 1,006,199 |

Report on Administratively Created Accounts and Funds
for Submittal to the 2022 Legislature

Department: Budget and Finance
 Prog ID(s): BUF115
 Name of Fund: Interest Earned - Bond Investment Pool (T-908)
 Legal Authority: Adminstratively established

Intended Purpose:

Account was established as holding account to deposit interest earned from the State Treasury centralized Bond Investment Pool before distribution to participating accounts.

Source of Revenues:

Interest earned on centralized Bond Investment Pool investments.

Current Program Activities/Allowable Expenses:

JV's are generated each month to allocate interest earnings to the various appropriation accounts of departments participating in the Bond pool. Interest is allocated monthly by the Bond Investment pool system.

| Financial Data | | | | |
|---|--|--|--------------|-------------|
| | | | FY 2020 | FY 2021 |
| | | | (actual) | (actual) |
| Beginning Cash Balance | | | 15,074,321 | 1,259,398 |
| Revenues | | | 14,030,325 | 2,623,339 |
| Expenditures | | | 0 | 0 |
| Transfers | | | | |
| List each net transfer in/out/ or projection in/out; list each account number | | | | |
| JV monthly to transfer revenue from T-908 to agencies | | | (27,845,247) | (2,618,345) |
| Net Total Transfers | | | (27,845,247) | (2,618,345) |
| Ending Cash Balance | | | 1,259,398 | 1,264,392 |
| Encumbrances | | | | |
| Unencumbered Cash Balance | | | 1,259,398 | 1,264,392 |

Report on Administratively Created Accounts and Funds
for Submittal to the 2022 Legislature

Department: Budget and Finance
 Prog ID(s): BUF 101
 Name of Fund: Temporary Deposits (T-909)
 Legal Authority: Administratively Established

Intended Purpose:

To hold temporary deposits related to vendor bids, performance bonds, salary overpayments, and various other administrative type temporary deposits.

Source of Revenues:

Temporary deposits from salary overpayments, performance bonds, vendor bids, and other administrative temporary deposits.

Current Program Activities/Allowable Expenses:

| Financial Data | | | | |
|---|--|--|----------|----------|
| | | | FY 2020 | FY 2021 |
| | | | (actual) | (actual) |
| Beginning Cash Balance | | | 6,275 | 6,275 |
| Revenues | | | 0 | 0 |
| Expenditures | | | 0 | 0 |
| Transfers | | | | |
| List each net transfer in/out/ or projection in/out; list each account number | | | | |
| 9/1/2020 G-00-000-O | | | | (6,275) |
| Net Total Transfers | | | 0 | (6,275) |
| Ending Cash Balance | | | 6,275 | 0 |
| Encumbrances | | | | |
| Unencumbered Cash Balance | | | 6,275 | 0 |

Report on Administratively Created Accounts and Funds
for Submittal to the 2022 Legislature

Department: Budget and Finance
 Prog ID(s): BUF115
 Name of Fund: Temporary Deposits - B&F FAD (T-923)
 Legal Authority: Adminstratively established

Intended Purpose:

Account was established as a temporary holding account to deposit funds received from outside state, to pass through to another outside entity.

Source of Revenues:

N/A not revenue to state

Current Program Activities/Allowable Expenses:

N/A

| Financial Data | | | | |
|---|--|--|----------|----------|
| | | | FY 2020 | FY 2021 |
| | | | (actual) | (actual) |
| Beginning Cash Balance | | | 0 | 0 |
| Revenues | | | 0 | 30,177 |
| Expenditures | | | 0 | 30,177 |
| Transfers | | | | |
| List each net transfer in/out/ or projection in/out; list each account number | | | | |
| | | | | |
| | | | | |
| Net Total Transfers | | | 0 | 0 |
| Ending Cash Balance | | | 0 | 0 |
| Encumbrances | | | | |
| Unencumbered Cash Balance | | | 0 | 0 |

Report on Administratively Created Accounts and Funds
for Submittal to the 2022 Legislature

Department: Budget and Finance
 Prog ID(s): BUF 101 (BPPM)
 Name of Fund: Overpayment Collections to OHA-Ceded Lands (T-955)
 Legal Authority: Executive Order No. 06-06

Intended Purpose:

Account is used to collect overpayments made to the Office of Hawaiian Affairs for ceded lands, and to make up shortage amounts due to OHA pursuant to Executive Order No. 06-06.

Source of Revenues:

Account revenues are quarterly amounts paid to OHA in excess of the \$3,775,000, pursuant to Act 178, SLH 2006.

Current Program Activities/Allowable Expenses:

Funds can be expended to make up shortfalls in payments to OHA per Executive Order No. 06-06.

| Financial Data | | | | |
|---|--|--|------------|------------|
| | | | FY 2020 | FY 2021 |
| | | | (actual) | (actual) |
| Beginning Cash Balance | | | 21,287,134 | 23,770,439 |
| Revenues | | | 2,483,305 | 1,668,724 |
| Expenditures | | | 0 | 0 |
| Transfers | | | | |
| List each net transfer in/out/ or projection in/out; list each account number | | | | |
| | | | | |
| | | | | |
| Net Total Transfers | | | 0 | 0 |
| Ending Cash Balance | | | 23,770,439 | 25,439,163 |
| Encumbrances | | | | |
| Unencumbered Cash Balance | | | 23,770,439 | 25,439,163 |