

**REPORT TO THE TWENTY-FIFTH HAWAII STATE  
LEGISLATURE 2010**

**IN ACCORDANCE WITH THE PROVISIONS OF  
ACT 162, PART 7, SECTION 156  
SESSION LAWS OF HAWAII (SLH) 2010**

**DEPARTMENT OF HUMAN SERVICES  
Benefit, Employment, and Support Services Division  
March 2010**

**REPORT ON ACT 162, PART 7, SECTION 156, RELATING TO THE STATE  
BUDGET, SESSION LAWS OF HAWAII 2010**

ACT 162, PART 7, SECTION 156, SLH 2010, requires the Department to submit a detailed financial plan for federal TANF funds that shall encompass the prior two fiscal years, the current fiscal year, and the next four fiscal years, to include anticipated expenditures by type and fiscal year, and the balance of funding in the federal TANF reserve fund; for each of the fiscal years in the report.

See the attached chart for the 7-Year TANF Financial Plan showing the past, current, and planned expenditures and the TANF Federal Fund Reserve.

EXPENDITURE CATEGORIES	TANF PURPOSE	SFY 2008			SFY 2009					SFY 2010					SFY 2011					SFY 2012					SFY 2013					SFY 2014				
		TANF FEDERAL RESERVE FUND	TANF FEDERAL BLOCK GRANT	TANF STATE MOE	TANF FEDERAL RESERVE FUND	TANF FEDERAL BLOCK GRANT	TANF STATE MOE	DRA CONTINGENCY FUNDS	ARRA CONTINGENCY FUNDS	TANF FEDERAL RESERVE FUND	TANF FEDERAL BLOCK GRANT	TANF STATE MOE	DRA CONTINGENCY FUNDS	ARRA CONTINGENCY FUNDS	TANF FEDERAL RESERVE FUND	TANF FEDERAL BLOCK GRANT	TANF STATE MOE	DRA CONTINGENCY FUNDS	ARRA CONTINGENCY FUNDS	FEDERAL RESERVE FUND	TANF FEDERAL BLOCK GRANT	TANF STATE MOE	DRA CONTINGENCY FUNDS	ARRA CONTINGENCY FUNDS	FEDERAL RESERVE FUND	TANF FEDERAL BLOCK GRANT	TANF STATE MOE	DRA CONTINGENCY FUNDS	ARRA CONTINGENCY FUNDS					
BALANCE		120.5	98.9	71.2	78.9	98.9	71.2	4.9	0.0	61.8	98.9	71.2	9.9	34.6	21.9	98.9	71.2	19.8	15.0	20.4	98.9	71.2	19.8	15.0	22.8	98.9	71.2	19.8	15.0	26.2	98.9	71.2	19.8	15.0
TRANSFERS TO:																																		
CHILD CARE DEVELOPMENT FUND (CCDF)	1, 2		19.9			14.0					19.8					14.0					14.0					13.0								
SOCIAL SERVICES BLOCK GRANT (SSBG)	3, 4		9.9			9.9					9.9					9.9					9.9					9.9								
CASH ASSISTANCE TO NEEDY FAMILIES	1	38.4	0.0	13.8	43.2	0.0	14.0			38.8	0.0	18.5	1.6	6.1	0.0	26.7	18.5	19.8			25.8	18.5	19.8			25.8	18.5	19.8						
ADMINISTRATION	1, 2	2.6	8.5	7.2	2.4	9.5	7.5			1.5	6.3	5.0			1.5	6.3	5.0				7.8	5.0				7.8	5.0							
SYSTEMS COSTS	1	0.6	1.0	1.0	0.4	2.0	1.0			0.6	5.0	1.0			0.0	3.0	1.0				3.0	1.0				3.0	1.0							
WORK PROGRAM CONTRACTS	1, 2		12.3	2.8		11.8	4.5	4.9			10.8	3.7	1.4	13.0		9.0	3.7		13.0			9.0	3.6		13.0			9.0	3.6		13.0			
SUPPORT SERVICES CONTRACTS & SUPPORTIVE PAYMENTS	1, 2		10.4	11.9		11.8	13.3			4.1	9.2	2.0	0.8	8.3		9.0	2.0		2.0			9.0	2.0		2.0			9.0	2.0		2.0			
POSITIVE YOUTH DEVELOPMENT & FAMILY STRENGTHENING SERVICES	3, 4		22.7	3.9		1.0	1.3			0.3	11.2	0.0	4.1			8.0	0.0					5.0	0.0				5.0	0.0						
ACT 162, SLH 2009, SECTION 146 - UPLINK			0.0	0.0		2.5	0.0				2.6	0.0				0.0	0.0					0.0	0.0				0.0	0.0						
ACT 162, SLH 2009, SECTION 147 - OYS TYPE SERVICES			0.0	0.0		0.4	0.0				0.4	0.0				0.0	0.0					0.0	0.0				0.0	0.0						
ACT 162, SLH 2009, SECTION 148 - ENHANCED HEALTHY START			0.0	0.0		2.8	0.0				2.8	0.0				0.0	0.0					0.0	0.0				0.0	0.0						
ACT 162, SLH 2009, SECTION 149 - CHILD WELFARE SERVICES (CWS) - POS	3, 4		7.0	0.0		0.0	0.0				6.2	0.0				0.0	0.0					0.0	0.0				0.0	0.0						
ACT 162, SLH 2009, SECTION 153 - NON-IVE ADMINISTRATION COSTS			0.0	0.0		0.0	0.0			1.0	0.0	0.0	4.4			4.3	0.0					4.3	0.0				4.3	0.0						
ACT 162, SLH 2009, SECTION 154 - NON-IVE EMERGENCY ASSISTANCE			0.0	0.0		0.0	0.0			0.7	0.0	0.0	2.8			2.4	0.0					2.4	0.0				2.4	0.0						
ACT 162, SLH 2009, SECTION 155 - HEALTHY START PROGRAM			1.7	0.0		1.5	0.0				1.3	0.0				0.0	0.0					0.0	0.0				0.0	0.0						
PURCHASE OF SERVICES (POS)			3.6	0.0		3.0	0.0				0.0	0.0				0.0	0.0					0.0	0.0				0.0	0.0						
AFTER SCHOOL (A+) PROGRAM	1, 2		1.9	4.5		0.0	6.3				6.3	0.0	2.0			6.3	0.0					6.3	0.0				6.3	0.0						
3RD PARTY MOE FROM CHILD CARE	1, 2		0.0	16.9		0.0	16.9				0.0	16.9				0.0	16.9					0.0	16.9				0.0	16.9						
3RD PARTY MOE FROM Med-QUEST - CFA	1		0.0	28.5		0.0	24.0				0.0	24.0				0.0	24.0					0.0	24.0				0.0	24.0						
3RD PARTY MOE FROM OTHER AGENCIES (VOLUNTEER HOURS, ETC)	1		0.0	43.6		0.0	20.0				0.0	20.0				0.0	20.0					0.0	20.0				0.0	20.0						
PROJECTED EXPENDITURES		41.6	98.9	134.1	46.0	70.0	108.8	4.9	0.0	47.0	91.8	91.1	9.9	34.6	1.5	98.9	91.1	19.8	15.0	0.0	96.5	91.0	19.8	15.0	0.0	95.5	91.0	19.8	15.0	0.0	87.8	91.0	19.8	15.0
TOTAL PROJECTED TANF EXPENDITURES			140.5			116.0					183.3					135.2					131.3						130.3							
ENDING BALANCE		78.9	0.0		32.9	28.9		0.0	0.0	14.8	7.1		0.0	0.0	20.4	0.0		0.0	0.0	20.4	2.4		0.0	0.0	22.8	3.4		0.0	0.0	26.2	11.1		0.0	0.0
TOTAL TANF RESERVE AT THE END OF THE STATE FISCAL YEAR			78.9			61.8					21.9					20.4					22.8						26.2							

The only time that DHS has reliable figures for the actual amount in the TANF Reserve is, at the earliest, the end of December following the close of the Federal Fiscal Year (FFY).

TANF PURPOSES:

- 1 - Provide assistance to needy families.
- 2 - End the dependence of needy parents by promoting job preparation, work, and marriage.
- 3 - Prevent and reduce out-of-wedlock pregnancies.
- 4 - Encourage the formation and maintenance of two-parent families

NOTES:

- 1) Federal TANF rules allow up to 30% of the annual block grant to be transferred to CCDF and SSBG, with SSBG share limited to 10% of the grant
- 2) III unit operating costs can be charged to prior year TANF grants.
- 3) Health care expenses paid by the State for Compact of Free Association (CFA) residents can be claimed for TANF MOE
- 4) MOE From Other Agencies - direct services, volunteer social services hours and associated administrative costs can be claimed for TANF MOE

This is not an accurate reflection of the amounts that will be available in the TANF Reserve at any given time and is likely to under-estimate the TANF Reserve amounts because:

1. Contracts are allocated at full contract price and, if not fully expended, the unused amounts lapse to the TANF Reserve;
2. TANF transfer to CCDF in SFY 2010 (\$19.8 Million) is allocated to full appropriation level as authorized by the 2009 Legislature and, if not fully expended, unused amounts lapse to the TANF Reserve;
3. TANF transfer to SSBG (\$9.89 Million) is allocated to full appropriation level as authorized by the 2009 Legislature, and, if not fully expended, unused amounts lapse to the TANF Reserve;
4. Cash assistance is allocated at the full authorized amount while spending is only on families who meet Federal eligibility requirements and unused amounts will lapse to the TANF Reserve;
5. Position vacancy savings from TANF funded positions will lapse to the TANF Reserve;
6. Information and Technology contracts are allocated at full contract price and, if not fully expended, will lapse unused amounts to the TANF Reserve;
7. DRA and ARRA funding for SFY 2011, and DRA funding for SFY 2012 is based on proposed FFY 2011 Budget introduced by the U.S. President; and
8. DRA contingency funds may also be reauthorized for 2013 and 2014, and Hawaii may continue to be eligible (because either unemployment stays above the qualifying level or Hawaii meets the minimum SNAP/Food Stamps saturation level). Reauthorization of DRA contingency funds for 2013 and beyond would increase available TANF funds.
9. TANF Transfer to CCDF, from FY 2011 to FY 2014, will be reduced as shown in the Plan above, in line 14. This reduction is made possible because we are planning to roll our child care rates back to the FY 2007 levels and anticipating increased funding for child care under the U.S. President's proposed budget.