

**REPORT TO THE TWENTY-FOURTH HAWAII
STATE LEGISLATURE, 2007**

**IN ACCORDANCE WITH THE PROVISIONS OF ACT 160,
SECTION 8. (12), SECTION 156.8,
SESSION LAWS OF HAWAII (SLH) 2006**

**DEPARTMENT OF HUMAN SERVICES
BENEFIT, EMPLOYMENT AND
SUPPORT SERVICES DIVISION
FEBRUARY 2007**

**REPORT TO THE HAWAII STATE LEGISLATURE ON ACT 160, SECTION 8. (12),
SECTION 156.8, RELATING TO THE STATE BUDGET, SESSION LAWS OF HAWAII
(SLH) 2006**

Act 160, Section 8. (12), Section 156.8, SLH 2006, requires the Department to submit a report that shall include, but not be limited to, a detailed financial plan for federal TANF funds, including anticipated expenditures by type and fiscal year, and the balance of funding in the federal TANF reserve fund; provided further that this plan shall encompass the prior two fiscal years, the current fiscal year, and the next four fiscal years.

TANF EXPENDITURES FOR STATE FY 2005, 2006, AND 2007:

See the attached charts for an explanation of expenditures for these fiscal years.

TANF FEDERAL FUND RESERVE FEDERAL FISCAL YEAR 2005, 2006:

See attached charts.

TANF PROJECTION FOR THE NEXT FOUR FISCAL YEARS:

The TANF program was reauthorized under the Deficit Reduction Act of 2006. We are currently evaluating various system, policy, and program changes that would be required due to the heightened work requirements and the Federal government defining the countable work activities and requiring the State to implement a documentation and verification system of a client's efforts. We believe the expenditures will remain constant over the next four years as that of the FY 2007 planned TANF expenditures.

**FINANCIAL PLAN FOR FEDERAL TANF FUNDS
STATE FISCAL YEAR (SFY) 2006**

EXPENDITURE CATEGORIES	TANF PURPOSES	FEDERAL RESERVE FUND	FY 2006 TANF FEDERAL	TOTAL TANF FEDERAL	TANF MOE
BEGINNING BALANCE		113,569,714	98,904,788	212,474,502	71,149,844
TRANSFERS TO:					
CHILD CARE DEVELOPMENT FUND (CCDF)			5,000,000	5,000,000	
SOCIAL SERVICES BLOCK GRANT (SSBG)			9,890,000	9,890,000	
PROGRAM ADMINISTRATIVE & SYSTEMS COSTS:					
PERSONNEL COSTS (LINE UNITS AND ADMINISTRATIVE STAFF) AND OTHER CURRENT EXPENSES	1,2	1,776,516	7,330,092	9,106,608	8,113,144
SYSTEMS COSTS	1	500,863	556,106	1,056,969	902,092
CASH ASSISTANCE TO NEEDY FAMILIES	1	33,206,530	0	33,206,530	44,046,432
NON- ASSISTANCE PAYMENTS TO NEEDY FAMILIES	1	0	2,345,589	2,345,589	2,345,589
WORK PROGRAM CONTRACTS FOR TANF/TAONF RECIPIENTS	1,2		7,130,475	7,130,475	1,603,876
SUPPORT SERVICES FOR TANF/TAONF RECIPIENTS	1,2		14,494,360	14,494,360	1,138,617
AFTER SCHOOL (A+) PROGRAM	1,2		0	0	4,948,110
CHILD WELFARE SERVICES (CWS) - POS	3,4		3,877,956	3,877,956	0
TEEN PREGNANCY & FAMILY STRENGTHENING SERVICES	3,4		8,682,850	8,682,850	0
CHILD CARE BENEFITS	1,2		0	0	8,051,985
TOTAL EXPENDITURES		35,483,909	59,307,429	94,791,338	71,149,844
ENDING BALANCE		78,085,805	39,597,359	117,683,164	(0)

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.

**FINANCIAL PLAN FOR FEDERAL TANF FUNDS
STATE FISCAL YEAR (SFY) 2005**

EXPENDITURE CATEGORIES	TANF PURPOSES	FEDERAL RESERVE FUND	FY 2005 TANF FEDERAL	TOTAL TANF FEDERAL	TANF MOE
BEGINNING BALANCE		113,513,185	99,247,069	212,760,254	72,070,892
TRANSFERS TO:					
CHILD CARE DEVELOPMENT FUND (CCDF)			10,300,000	10,300,000	
SOCIAL SERVICES BLOCK GRANT (SSBG)			9,924,707	9,924,707	
PROGRAM ADMINISTRATIVE & SYSTEMS COSTS:					
PERSONNEL COSTS (LINE UNITS AND ADMINISTRATIVE STAFF) AND OTHER CURRENT EXPENSES	1,2	0	8,464,321	8,464,321	6,137,964
SYSTEMS COSTS	1	0	5,211,601	5,211,601	817,502
CASH ASSISTANCE TO NEEDY FAMILIES	1	26,897,765	0	26,897,765	49,996,801
NON- ASSISTANCE PAYMENTS TO NEEDY FAMILIES	1	0	0	0	0
WORK PROGRAM CONTRACTS FOR TANF/TAONF RECIPIENTS	1,2		5,761,118	5,761,118	4,562,243
SUPPORT SERVICES FOR TANF/TAONF RECIPIENTS	1,2		6,440,833	6,440,833	0
AFTER SCHOOL (A+) PROGRAM	1,2		0	0	4,427,995
CHILD WELFARE SERVICES (CWS) - POS	3,4		6,900,000	6,900,000	0
TEEN PREGNANCY & FAMILY STRENGTHENING SERVICES	3,4		5,267,307	5,267,307	0
CHILD CARE BENEFITS	1,2		0	0	6,128,388
TOTAL EXPENDITURES		26,897,765	58,269,887	85,167,652	72,070,893
ENDING BALANCE		86,615,420	40,977,182	127,592,602	(1)

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**PROJECTED FINANCIAL PLAN FOR FEDERAL TANF FUNDS
STATE FISCAL YEAR (SFY) 2007**

SECTION	EXPENDITURE CATEGORIES	TANF PURPOSES	FY 2007 TANF PROVISO	FY 2007 TANF PROJN	TANF MOE
	ACT 160/SLH 2006, SECTION 156		131,400,000	131,400,000	71,149,844
	TRANSFERS TO:				
	CHILD CARE DEVELOPMENT FUND (CCDF) SOCIAL SERVICES BLOCK GRANT (SSBG)			19,221,845 9,890,000	
	PROGRAM ADMINISTRATIVE & SYSTEMS COSTS:				
S156.1	ADMINISTRATION OF TANF PROGRAM	1,2	9,500,000	9,500,000	8,113,144
43.1 , 43.2	SYSTEMS COSTS	1	2,088,155	2,088,155	902,092
S156.2	CASH PAYMENTS TO NEEDY FAMILIES AND ASSOCIATED ELIGIBILITY DETERMINATION COST:	1	45,000,000	45,000,000	46,392,021
S156.3	TEEN PREGNANCY PREVENTION & FAMILY STRENGTHENING SERVICES	3,4	12,200,000	12,200,000	0
S156.4	PURCHASE OF SERVICE CONTRACTS FOR CHILD WELFARE SERVICES	3,4	7,000,000	7,000,000	0
S156.5	WORK PROGRAM CONTRACTS FOR TANF/TAONF RECIPIENTS	1,2	13,000,000	13,000,000	1,603,876
S156.6	SUPPORT SERVICES FOR TANF/TAONF RECIPIENTS	1,2	13,000,000	13,000,000	1,138,617
S156.7	C&C OF HONOLULU TO PROVIDE DIRECT SERVICES FOR PRE-EMPLOYMENT, EDUCATION, AND LEADERSHIP DEVELOPMENT PROGRAMS THAT SERVE AT-RISK YOUTH		500,000	500,000	
	AFTER SCHOOL (A+) PROGRAM	1,2	0	0	4,948,110
	CHILD CARE BENEFITS	1,2	0	0	8,051,985
	TOTAL EXPENDITURES		102,288,155	131,400,000	71,149,844
	ENDING BALANCE		29,111,845	0	(0)

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.

TANF GRANT BALANCE (RESERVE)
AS OF 09/30/2006

EXPENDITURE CATEGORIES	TANF 2004	TANF 2005	TANF 2006
AWARDED	97,983,740	99,247,069	98,904,788
TRANSFERRED TO CCDF DISCRETIONARY	7,780,000	10,300,000	5,000,000
TRANSFERRED TO SSBG	9,798,374	9,924,707	9,890,000
ADJUSTED SFAG	80,405,366	79,022,362	84,014,788
A. EXPENDITURES ON ASSISTANCE			
a. BASIC ASSISTANCE	16,757,561	0	0
b. CHILD CARE	0	0	0
c. TRANSPORTATION AND OTHER SUPPORTIVE SERVICES	0	0	0
d. ASSISTANCE AUTHORIZED SOLELY UNDER PRIOR LAW	0	0	0
B. EXPENDITURES ON NON-ASSISTANCE			
a. WORK RELATED ACTIVITIES/EXPENSES	10,557,487	28,280,645	15,901,884
1. WORK SUBSIDIES	0	0	0
2. EDUCATION AND TRAINING	80,316	45,793	47,898
3. OTHER WORK ACTIVITIES / EXPENSES	10,477,171	28,234,852	15,853,986
b. CHILD CARE	0	0	0
c. TRANSPORTATION	987,134	729,552	964,269
d. INDIVIDUAL DEVELOPMENT ACCOUNTS	0	0	0
e. REFUNDABLE EARNED INCOME TAX CREDITS	0	0	0
f. OTHER REFUNDABLE TAX CREDITS	0	0	0
g. NON-RECURRENT SHORT TERM BENEFITS	0	0	0
h. PREVENTION OF OUT-OF-WEDLOCK PREGNANCIES	0	0	0
i. 2-PARENT FAMILY FORMATION AND MAINTENANCE	0	0	0
j. ADMINISTRATION	5,771,056	4,502,310	5,033,557
k. SYSTEMS	3,086,679	4,093,038	892,871
l. NON-ASSISTANCE AUTHORIZED SOLELY UNDER PRIOR LAW	0	0	0
m. OTHER	0	0	0
C. TOTAL EXPENDITURES	37,159,917	37,605,545	22,792,581
D. FEDERAL UNLIQUIDATED OBLIGATIONS	0	0	37,352,551
E. UNOBLIGATED BALANCE	43,245,449	41,416,817	23,869,656
F. TOTAL AVAILABLE (SUM TOTAL OF TANF 2004, 2005, AND 2006 UNOBLIGATED BALANCE)			108,531,922