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February 8, 2021

TO: The Honorable Senator Joy A. San Buenaventura, Chair Senate Committee on Human Services

FROM: Cathy Betts, Director

SUBJECT: SB 1137 - RELATING TO THE SPOUSE AND CHILD ABUSE SPECIAL FUND

Hearing: Thursday, February 11, 2021, 3:00 p.m. Via Videoconference, State Capitol

**DEPARTMENT'S POSITION:** The Department of Human Services (DHS) strongly supports this administration measure that will provide needed access to revenue needed to implement Hawaii's Family First Prevention Services Act program.

**PURPOSE:** To allow the retention of unencumbered and encumbered funds up to \$5,000,000 including Family First Prevention Services and Title IV-E of the Social Security Act federal reimbursements received from the U.S. Department of Health and Human Services, Administration for Children and Families, in the following fiscal year after the funds were expended.

The Family First Prevention Services Act of 2018, Public Law 115-123 (Family First), adds a mechanism for states to claim reimbursement through Title IV-E of the Social Security Act for a percentage of state funds spent on certain child abuse and neglect prevention services. DHS submitted its Family First Hawai`i Plan for federal review at the end of December 2020 and is awaiting its approval; once the plan is approved and implemented, DHS will be able to begin drawing down additional federal reimbursement funds for certain prevention services under Family First Hawai`i. February 10, 2021 Page 2

To be able to draw down federal reimbursement, DHS is first required to expend a source of non-federal funds. To maintain the current level of services, and to build programmatic and community capacity to maximize federal reimbursement for certain prevention services available through Family First Hawai`i, DHS will use reimbursements from Title-IVE expenditures as the source of non-federal funds. Increasing the amount of federal reimbursement that may be retained in the Spouse and Child Abuse Special Fund is one strategy to stabilize a source of funding for these spouse and child abuse prevention and intervention services. Current projections are that DHS will require approximately \$4.9 million in non-federal funds to implement the Family First Hawaii program.

Currently, DHS returns approximately \$5,000,000 of federal Title IV-E reimbursements to the general fund when those reimbursements are received in the fiscal year after the funds were expended. This is in part due to the State and Federal fiscal years not being on the same 12 month cycle. Having the authority to retain up to \$5,000,000 will assist DHS with a stable and predictable source of non-federal funds eligible for federal reimbursement to administer programs and services that prevent, reduce, and respond to the impacts or incidents of spouse abuse and child abuse and neglect, e.g., services provided under the Family First Hawai`i Plan pursuant to the Federal Government's Family First Prevention Services Act.

Impact on the public will be positive, as DHS services will be better able to maintain the current level of services that was provided through the State's Title IV-E waiver. Also, if Title IV-E reimbursements are retained, more funds may be expended on evidence-based programs that prevent and reduce the impact and incidents of spouse abuse and child abuse and neglect and prevent placement of youth into foster care.

Additionally, under Family First, the population that may be served for certain programs and services is greater than was previously eligible for Title IV-E funded programs, as certain conditions that previously limited eligibility for Title IV-E funds have been removed by Family First. We anticipate that due to the multiple impacts of the COVID-19 pandemic on families in Hawaii and elsewhere, that more families may be eligible and need supportive services to prevent child abuse or neglect. February 10, 2021 Page 3

Increasing the amount that may be deposited and retained in the Spouse and Child Abuse Special Fund will allow DHS to better provide and sustain spouse abuse and child abuse and neglect prevention and intervention services and maximize federal fund reimbursements.

Thank you for the opportunity to provide testimony on this bill.

## <u>SB-1137</u> Submitted on: 2/8/2021 10:54:14 AM Testimony for HMS on 2/11/2021 3:00:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing
nanci kreidman	Testifying for domestic violence action center	Support	No

## Comments:

aloha,

Families First is a federal initiative that all states are participating in. this federal law brings child abuse and neglect programs and funding support to communities that are sorely needed. With this mechanism to meet match requirements, Hawaii will maximize its potential for serving island families.

Thank you for favorable action on this Bill.

love, nanci kreidman

<u>SB-1137</u> Submitted on: 2/8/2021 5:49:07 PM Testimony for HMS on 2/11/2021 3:00:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing
Eileen M Gawrys	Individual	Support	No

Comments:

yes

<u>SB-1137</u> Submitted on: 2/10/2021 10:46:39 AM Testimony for HMS on 2/11/2021 3:00:00 PM

Submitted By	Organization	Testifier Position	Present at Hearing
Sherry Alu Campagna	Individual	Support	No

Comments:

I stand in strong support of SB1137