



EXECUTIVE CHAMBERS
HONOLULU

December 8, 2006

LINDA LINGLE
GOVERNOR

The Honorable Colleen Hanabusa, President
and Members of the Senate
Twenty-Fourth State Legislature
State Capitol
Honolulu, Hawaii 96813

Dear Madam President and Members of the Senate:

For your information and consideration, I am transmitting herewith two (2) copies of the Department of Budget and Finance's report on fringe benefit related expenditures for Charter School employees in accordance with Sections 44 and 46 of Act 178, SLH 2005. Pursuant to Section 93-16, Hawaii Revised Statutes, I am also informing you that the report may be viewed electronically at www.state.hi.us/budget.

Sincerely,

/s/ Linda Lingle

LINDA LINGLE

Enclosures



EXECUTIVE CHAMBERS
HONOLULU

LINDA LINGLE
GOVERNOR

December 8, 2006

The Honorable Calvin K. Y. Say, Speaker
and Members of the House of Representatives
Twenty-Fourth State Legislature
State Capitol, Room 431
Honolulu, Hawaii 96813

Dear Mr. Speaker and Members of the House:

For your information and consideration, I am transmitting herewith two (2) copies of the Department of Budget and Finance's report on fringe benefit related expenditures for Charter School employees in accordance with Sections 44 and 46 of Act 178, SLH 2005. In accordance with Section 93-16, Hawaii Revised Statutes, I am also informing you that the report may be viewed electronically at www.state.hi.us/budget.

Sincerely,

/s/ Linda Lingle

LINDA LINGLE

Enclosures

**REPORT TO LEGISLATURE ON
EMPLOYER CONTRIBUTIONS FOR HEALTH BENEFITS,
SOCIAL SECURITY/MEDICARE, AND PENSION ACCUMULATION
FOR CHARTER SCHOOL EMPLOYEES
ACT 178, SESSION LAWS OF HAWAII 2005
SECTIONS 44 AND 46
FOR THE PERIOD JULY 1, 2005 THROUGH JUNE 30, 2006**

Act 178/ SLH 2005	Description	Appropriation*	Expenditures**
Section 44	Health Benefits	161,603,234	2,252,883
Section 46	Social Security/Medicare	72,770,756	1,488,190
Section 46	Pension Accumulation	128,039,679	2,711,700
		<u>362,413,669</u>	<u>6,452,773</u>

Funds appropriated to the DOE including Charter Schools under Act 178/2005.

- 1) Reflects employer contribution expenditures for Charter School employees that receive health benefits through the Hawaii Employer-Union Health Benefits Trust Fund (EUTF) and Hawaii State Teachers Association Voluntary Employee Beneficiary Trust Fund (VEBA), pension benefits through the Employees' Retirement System (ERS) and social security/medicare payments through the Department of Accounting and General Services' (DAGS) payroll system and other third party payroll agent.
- 2) Expenditures for the University of Hawaii Laboratory Schools are based on reported actual payroll to derive social security/medicare and pension accumulation costs.
- 3) Expenditure information for social security/medicare that are paid through payroll systems other than DAGS were not available for the period April - June 2006.

**REPORT TO LEGISLATURE ON
 EMPLOYER CONTRIBUTIONS FOR HEALTH BENEFITS,
 SOCIAL SECURITY/MEDICARE, AND PENSION ACCUMULATION
 FOR CHARTER SCHOOL EMPLOYEES
 ACT 178, SESSION LAWS OF HAWAII 2005
 SECTIONS 44 AND 46
 FOR THE PERIOD JULY 1, 2006 THROUGH OCTOBER 31, 2006**

Act 178/ SLH 2005	Description	Appropriation*	Expenditures**
Section 44	Health Benefits	169,613,231	867,425
Section 46	Social Security/Medicare	76,103,050	536,694
Section 46	Pension Accumulation	129,934,666	929,180
		<u>375,650,947</u>	<u>2,333,299</u>

Funds appropriated to the DOE including Charter Schools under Act 178/2005, as amended by Act 160/2006

- 1) Reflects employer contribution expenditures for Charter School employees that receive health benefits through the Hawaii Employer-Union Health Benefits Trust Fund (EUTF) and Hawaii State Teachers Association Voluntary Employee Beneficiary Trust Fund (VEBA), pension benefits through the Employees' Retirement System (ERS) (through September 2006) and social security/medicare payments through the Department of Accounting and General Services' (DAGS) payroll system and other third party payroll agent.
- 2) Expenditures for the University of Hawaii Laboratory Schools are based on reported actual payroll to derive social security/medicare and pension accumulation costs.
- 3) Expenditure information for social security/medicare that are paid through payroll systems other than DAGS were not available for the period July -August 2006.