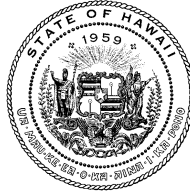


DAVID Y. IGE
GOVERNOR

SHAN TSUTSUI
LT. GOVERNOR



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COUNCIL ON REVENUES

STATE OF HAWAII
P.O. BOX 259
HONOLULU, HAWAII 96809

November 3, 2016

The Honorable David Y. Ige
Governor, State of Hawaii
Executive Chambers
State Capitol, Fifth Floor
Honolulu, Hawaii 96813

Dear Governor Ige:

In its meeting on October 31, 2016, the Council on Revenues (the "Council") kept its forecast for the growth rate of Hawaii total personal income (TPI) for calendar year 2016 at 4.5%. The Council also kept its forecast for TPI growth for calendar year 2017 at 4.5%.

The new TPI forecasts were slightly below the averages of the forecasts for TPI that the members submitted for the Council's General Fund meeting of September 2, 2016. The Council briefly discussed visitor activity and concluded that it remained strong.

The updated data for Hawaii's TPI for calendar years 2011 through 2015, along with the Council's current forecasts for 2016 and 2017, are shown below:

Calendar Year	Millions of Dollars	% Growth From Previous Year
2011	\$59,072	3.8%
2012	\$61,836	4.7%
2013	\$62,784	1.5%
2014	\$65,993	5.1%
2015	\$69,129	4.8%
2016 (Forecast)	\$72,240	4.5%
2017 (Forecast)	\$75,491	4.5%

The Honorable David Y. Ige

November 3, 2016

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Please advise us if we can be of further assistance or if you have any questions concerning the foregoing estimates.

Very truly yours,

A handwritten signature in black ink, appearing to read "Kurt Kawafuchi", with a stylized flourish at the end.

KURT KAWAFUCHI
Chair, Council on Revenues