

Significant Changes from May 2017 Report

General Fund Non-Tax Revenues

Charges for Current Services – the net decreases in FYs 17 and 18 reflect actual FY 17 reimbursements from the federal government (Department of Human Services (DHS)) and a decrease in FY 18 for reimbursements of other post-employment benefits (OPEB) from non-general fund programs (Department of Budget and Finance (B&F)).

Non-Revenue Receipts – the net increases in FYs 17-24 reflect increases in premiums on bonds sold (B&F), reimbursements of pension accumulation to reflect the impact of Act 17, SLH 2017 (B&F), and transfers from the general fund portion of ceded land proceeds (Department of Land and Natural Resources (DLNR)).

Special Tax Revenues

Liquid Fuel, Highways – FY 17 reflects the actual collection, and FYs 18-24 reflect projected amounts based on lower liquid fuel tax collection estimates due to lower anticipated growth as well as an increase in the use of more fuel-efficient vehicles (Department of Transportation's (DOT) – Highways Division).

Unemployment Compensation Taxes – the decrease in FY 17 reflects the actual unemployment insurance tax collection (Department of Labor and Industrial Relations).

Special Fund Non-Tax Revenues

Federal Grants – the net decrease in FY 17 primarily reflects the update of actual federal grant awards funds received and the decreases in FYs 18-24 reflect revised estimated federal highway construction grant awards (DOT – Highways).

Revenue from Other Agencies – the increases in FYs 17-24 primarily reflect the inclusion of funds collected for the Hospital Sustainability Fund and the Nursing Home Care Sustainability Fund, DHS. These revenues were inadvertently not being reported.

Charges for Current Services, Utilities – the adjustments in FYs 17-24 primarily reflect DOT's revised revenue projections for both the Harbors Division and Airports Division. The revisions are based on actual FY 17 revenues and various factors including scheduled rate changes, the Department of Business, Economic Development and Tourism's (DBEDT) growth assumptions, projected debt service cost, and cost recovery rate setting.

Charges for Current Services, Others - the net decreases in FYs 17-24 reflect revised revenue projections for the University of Hawaii (UH) due to lower than projected enrollment levels and more modest tuition rate increase projections.

Other Than Special Fund Non-Tax Revenues

Use of Money – the increases in FYs 17-24 reflect an increase in investment earnings held outside the State investment pool due to higher than anticipated contributions for prefunding the State's OPEB (B&F).

Federal Grants – the net decreases in FYs 17-23 primarily reflect the impact of a correction to the formula for calculating federal grants for various research and training grants at the UH. The formula previously incorrectly included the United States Department of Agriculture formula fund.

Charges for Current Services – the net increase in FY 17 reflects rebates on prescription drug plans and rate credits or experience gains from insurance carriers to the Employer-Union Health Benefits (EUTF) (B&F).

Non-Revenue Receipts – The net increases in FYs 17-23 reflect updated projections for employer premium contributions to EUTF health benefit plans due to decreases in premium contributions from employees switching over to the 75/25 plan; as well as premium contribution increases from active employees enrolled in the Kaiser health plan at the EUTF Trust Fund (B&F). In addition, there are projected increases in the use of various trust funded research grants for medicine and agriculture possibly due to anticipation of less federal grants being available at the UH.

Transfers – The net increase in FY 20 reflect the additional funds appropriated in Act 49, SLH 2017, for the Dwelling Unit Revolving Fund and Rental Housing Trust Fund at the Hawaii Housing and Finance Development Corporation (DBEDT).