

ESTIMATES OF GENERAL FUND TAX REVENUE

(in thousands of dollars)

TYPE OF TAX	ACTUAL		ESTIMATED						
	FY 2000	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008
General Excise & Use	\$1,536,276	\$1,640,039	\$1,752,436	\$1,857,199	\$1,962,495	\$2,070,966	\$2,184,568	\$2,305,033	\$2,435,045
Income - Individual	1,064,303	1,104,819	1,171,378	1,246,411	1,326,110	1,409,196	1,496,373	1,588,956	1,689,408
Income - Corporation	68,215	60,793	67,992	74,711	80,560	85,691	90,021	94,088	98,711
Public Service Company	119,505	134,583	139,835	145,702	152,167	159,208	166,852	175,120	184,032
Insurance Premiums	68,659	72,113	74,385	76,224	77,841	79,461	81,102	82,799	84,555
Tobacco & Licenses	42,341	55,074	65,806	66,151	67,659	69,373	71,183	73,012	74,840
Liquor & Permits	39,000	37,783	36,984	36,532	36,359	36,429	36,705	37,157	37,762
Banks & Other Fin Corps	7,057	(294)	3,258	6,279	8,783	10,868	12,575	14,046	15,467
Inheritance & Estate 5/	22,784	17,541	20,978	15,582	11,094	5,749	-	-	-
Miscellaneous	6,710	7,030	7,770	8,137	8,436	8,699	8,949	9,202	9,455
Transient Accommodation Tax	168,568	177,164	186,086	195,839	206,053	216,907	228,333	240,477	253,145
GROSS TOTAL	\$3,143,418	\$3,306,645	\$3,526,908	\$3,728,767	\$3,937,557	\$4,152,547	\$4,376,661	\$4,619,890	\$4,882,420
GROWTH RATE	5.0%	5.2%	6.7%	5.7%	5.6%	5.5%	5.4%	5.6%	5.7%
ADJUSTMENTS									
TAT & Compliance Fund 1/	(171,068)	(148,985)	(156,393)	(164,459)	(172,906)	(181,882)	(191,331)	(201,375)	(211,851)
Income Tax Reduction & Dynamic Impact 2/			(46,650)	(88,953)	(95,387)	(102,094)	(109,131)	(116,604)	(124,713)
Weekend Effects 3/				20,000					
Public Service Company Tax to Counties 4/			(37,289)	(38,854)	(40,578)	(42,455)	(44,494)	(46,699)	(49,075)
NET TOTAL	\$2,972,350	\$3,157,660	\$3,286,576	\$3,456,501	\$3,628,686	\$3,826,116	\$4,031,705	\$4,255,212	\$4,496,781
GROWTH RATE	4.1%	6.2%	4.1%	5.2%	5.0%	5.4%	5.4%	5.5%	5.7%

Notes:

- 1/ Includes (a) All transient accommodation tax revenues accrue to county and special funds, effective January 1, 1999 (Act 156, SLH 1998); 17.3% of this tax deposited to General Fund instead of Convention Center Special Fund, effective July 1, 2000; (b) transfer of \$2.5 million of the franchise tax to the Compliance Resolution Fund, effective July 1, 1999 (Act 182, SLH 1999).
- 2/ Direct and indirect impacts of Act 157, SLH 1998.
- 3/ June 30 falls on a weekend in FY 2001 and FY 2002.
- 4/ Act 64, SLH 2001, reduces state receipts from the public service company tax to proceeds from the 4% rate.
- 5/ Impacted by Federal Economic Growth and Tax Relief Act of 2001.

FORECASTS OF KEY ECONOMIC INDICATORS: FY 2002 TO FY 2008

September 5, 2001

A. VALUE

Fiscal Year	2002	2003	2004	2005	2006	2007	2008
Total Personal Income (\$1982-1984 mil.)	20,361	20,974	21,599	22,206	22,845	23,519	24,232
Total Personal Income (\$ mil.)	37,169	39,169	41,284	43,505	45,889	48,436	51,148
Construction Completed (\$ mil.)	4,090	4,411	4,703	4,966	5,193	5,411	5,665
Honolulu CPIU (1982-1984=100)	183	187	191	196	201	206	211
Visitor Arrivals (1,000)	7,092	7,297	7,501	7,704	7,910	8,126	8,345
GDP in Current Dollars (\$ bil.)	10,538	11,054	11,601	12,156	12,731	13,329	13,953
GDP Deflator (1996=100)	110	113	115	118	120	123	126
Calendar Year Wages (\$ mil.)	17,708	18,593	19,523	20,512	21,558	22,651	23,800
Visitor Expenditures (\$mil.)	11,789	12,358	12,945	13,564	14,219	14,913	15,644
Real GSP - Hawaii (\$1992 mil.)	36,582	37,581	38,577	39,553	40,534	41,559	42,631

B. ANNUAL PERCENTAGE GROWTH RATE

Total Personal Income (\$1982-1984 mil.)	3.1	3.0	3.0	2.8	2.9	3.0	3.0
Total Personal Income (\$ mil.)	5.3	5.4	5.4	5.4	5.5	5.6	5.6
Construction Completed (\$ mil.)	8.5	7.9	6.6	5.6	4.6	4.2	4.7
Honolulu CPIU (1982-1984=100)	2.2	2.3	2.4	2.5	2.5	2.5	2.5
Visitor Arrivals (1,000)	2.8	2.9	2.8	2.7	2.7	2.7	2.7
GDP in Current Dollars (\$ bil.)	4.5	4.9	5.0	4.8	4.7	4.7	4.7
GDP Deflator (1996=100)	2.0	2.1	2.1	2.2	2.3	2.4	2.4
Calendar Year Wages (\$ mil.)	4.9	5.0	5.0	5.1	5.1	5.1	5.1
Visitor Expenditures (\$mil.)	4.9	4.8	4.8	4.8	4.8	4.9	4.9
Real GSP - Hawaii (\$1992 mil.)	2.7	2.7	2.7	2.5	2.5	2.5	2.6