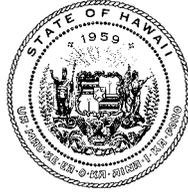


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COUNCIL ON REVENUES

STATE OF HAWAII
P.O. BOX 259
HONOLULU, HAWAII 96809-0259

June 1, 2010

The Honorable Linda Lingle
Governor, State of Hawaii
Executive Chambers
State Capitol, Fifth Floor
Honolulu, HI 96813

Dear Governor Lingle:

At its meeting on May 27, 2010, the Council on Revenues revised upward its forecast for State General Fund tax revenue growth in fiscal year (FY) 2010 from -2.5 percent to +4.0 percent. The Council also revised its revenue growth forecast for FY 2011 from 6.0 percent to 6.2 percent. The growth rates for FY 2012 through FY 2016 were largely unchanged from previous forecasts, but were also revised slightly.

The FY2010 and FY2011 forecast revisions largely reflected announced plans to partially delay individual income tax refund payouts from the customary seasonal timetable associated with tax filing. Because these plans straddle fiscal year-end, the Council's current forecast takes into account what was known on the date of the forecast deliberation, May 27, 2010: that the plan at that time was to pay out an estimated \$125 million prior to current fiscal year-end (FY2010), and then to pay out the remaining estimated \$150 million early in the coming fiscal year (FY2011). This was a different plan from the one reported to the Council at its March 2010 meeting, which it chose *not* to take into account. At that time the Council reaffirmed the forecast reported at the beginning of the calendar year.

In addition, the Council took into account in its May 27 forecast revisions estimates of revenue consequences of tax law changes enacted during the recently concluded legislative session, the effects of which are included in out-year estimates.

Because any future changes to the refund payout plan will again alter outcomes both this *and next* fiscal year, the Council's estimates should be considered tentative. Partly for this reason, at the request of Council members, my correspondence in this instance will also frame the new revenue growth estimates in an underlying economic context, abstracted from various fiscal plans which may or may not change.

Revised forecasts of State General Fund tax revenues for FY2010 through FY2016 are shown in the table below, subject to the caveat noted in the previous paragraph:

Fiscal Year	General Fund Tax Revenues Amount (in Thousands of Dollars)	Growth From Previous Year
2010	4,370,393	4.0%
2011	4,640,524	6.2%
2012	4,909,056	5.8%
2013	5,186,599	5.7%
2014	5,497,795	6.0%
2015	5,772,685	5.0%
2016	6,048,119	4.8%

Detailed estimates of General Fund tax revenues by category for FY 2010 through FY 2016 are attached. The line-item forecasts are estimated by the Tax Research and Planning Office, based on the Council’s forecast for General Fund tax revenue totals and on econometric models.

Council high and low forecasts, based the Department of Taxation’s revenue estimating model, using members’ economic assumptions, are reported below:

Fiscal Year	General Fund tax revenue growth rate forecast ranges	
	High	Low
2010	0.30%	-2.20%
2011	8.20%	2.40%
2012	8.30%	4.40%
2013	6.31%	4.30%
2014	7.60%	5.40%
2015	7.50%	5.20%
2016	6.39%	3.30%

Even under the same economic assumptions, different models can produce different forecasts. Several different models, including members’ own, are employed in reaching a Council decision. Notably, the “low” estimates in the table above are *all higher* than in my report to you last March. This is also true for most of the “high” forecasts. Because these estimates did *not* take into account various announced plans for the timing of refund payouts, they provide some guidance as to how the improvement in underlying economic fundamentals, and in economic expectations, affected revenue forecast outcomes between the Council’s March and May 2010

meetings. Improving economic conditions and expectations raised the *range* of revenue forecast estimates.

The forecast ranges are notable in one other aspect: the Council's actual revenue forecast for FY2010 is higher than the "high" end of its model-based range. This is *solely* a reflection of what the Council anticipated—given what was known prior to its May 27 meeting—with respect to the refund payout timing plan. What in March had been hypothetical was by May a plan in action. Had the plan been for estimated refunds to be paid out entirely in FY2010 as is customary, the Council's General Fund revenue growth rate forecast for FY2010 would have been 0.5 percent (instead of 4.0 percent), and the forecast for FY2011 would have been 8.0 percent (instead of 6.2 percent). What the actual forecast reflects, therefore, is that the strategy embodied in the refund timing plan—bringing revenue growth into the current fiscal year, at the partial expense of next fiscal year, smoothing the transition from emerging to more robust economic recovery—is anticipated to have its intended effect.

It may be also useful to note that this underlying economic recovery-based forecast of 0.5 percent General Fund revenue growth in FY2010, 8 percent revenue growth in FY2011, and 5-6 percent revenue growth in FY2012 - FY2016 is very little changed from one year ago. Initial economic responses to the intensification of financial and economic crisis following the collapse of Lehman Brothers in September 2008 were particularly acute, giving rise to a series of downward revenue forecast revisions during FY2009. In January 2009 the Council reported a forecast estimate of 1.0 percent revenue growth for FY2010. In March 2009 its estimate for revenue growth in FY2010 was 0.5 percent. By May 2009 its estimate was 0.0 percent. In a sense, the underlying economic recovery-based forecast of 0.5 percent revenue growth in FY2010, absent refund timing changes, is approximately the same as one year ago.

Although the Council's expectation was that year-over-year revenue decline in first-half FY2010 would be superseded by year-over-year revenue increases in second-half FY2010, its average forecast for FY2010 kept declining during a succession of FY2010 Council meetings to a nadir of -2.5 percent in January 2010, as previously reported. During the course of transition from recession to recovery, however, forecast members began "learning" from their forecast errors, in the sense of giving greater weight to the higher end of its forecast range. For example, an 8 percent revenue growth estimate for FY2011 based on economic considerations, absent refund timing changes, is approximately the high end of members' forecast ranges for FY2011 and FY2012. In the same way that weighting more heavily the low end of its forecast range might have helped accuracy during the economic downturn, the Council believes that economic recovery is validating its higher forecast estimates now.

Those patterns of economic recovery are increasingly broad-based in Hawaii. Payroll employment rose on a seasonally-adjusted basis during the early months of 2010, reversing the declines of 2008 and 2009. Tourism volumes are increasing, primarily from growth in international tourism. However, prospects for domestic tourism, which has been up and down for more than a year-and-a-half, are improving with a rise in scheduled air seats. Though construction spending may continue declining this calendar year as projects are completed, some evidence of stabilization and recovery is coming from the estimated construction value of newly-issued building permits. A quickening pace of activity in existing home sales and firming house

prices also bode well, at least for a residential construction turnaround. Low inflation, low interest rates, and a strong Japanese yen also help support Hawaii's economic recovery.

Risks to the forecast abound, as always. Still, recent economic uncertainties within the European Union do not seem to be radiating beyond investor confidence, while the pace of recovery in North America and Asia remains compelling. Increasingly it appears that U.S. recession ended sometime after mid-2009. While U.S. real GDP probably will, after mid-2010, exceed its pre-recession peak, perceptions of the economic recovery remain fragile. The Council cautions that, especially when recovery is tentative, the consequences of economic uncertainties and—perhaps more so in an El Niño year—the risks of meteorological and other natural, catastrophic events never should be underestimated.

An illustration of actual nominal Hawaii General Fund revenue growth trends, before and after adjustment for tax refund timing changes, concludes this correspondence (based on the Chair's estimates of the Council's decision).

As noted earlier, the Council adopted specific adjustments recommended by the Hawaii Department of Taxation reflecting the impacts on General Fund tax revenues of recent tax law changes enacted by the Legislature, including many reported before, as well as the following:

- Act 21, Session Laws of Hawaii (SLH) 2010, providing for a statutory ordering of income tax credits prioritizing refundable credits over nonrefundable credits.
- Act 22, SLH 2010 amending due dates for various taxes from the last to the 20th day of the calendar month and amending periodic insurance premium tax filling and payment dates from quarterly to monthly frequencies.
- Act 59, SLH 2010 repealing the income tax deductibility of political contributions and increasing cigarette and little cigar taxes.
- Act 73, SLH 2010 temporarily raising for five years the environmental response tax on crude petroleum.
- Act 74, SLH 2010 retaining the State's ability to "pick-up" the state death tax credit as it existed in the Internal Revenue Code at the end of 2009.

Various revenue estimates provided to the Council by the Hawaii Department of Budget and Finance (B&F) at the Council's May 27, 2010, meeting were accepted as submitted. Notable changes to those estimates are highlighted in the next several paragraphs.

General Fund Non-Tax Revenue estimates for FY2012-16 increase from the redistribution of tobacco settlement special funds pursuant to Act 119, SLH 2009 (Department of Health).

Special Fund Tax Revenue estimates for FY2010 reflect a decrease in employers' unemployment insurance payroll tax rates pursuant to Act 2, SLH 2010 (Department of Labor and Industrial Relations (DLIR)).

The Honorable Linda Lingle

June 1, 2010

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Special Fund Non-Tax Revenue estimates for FY2011-16 reflect decreases in the Department of Transportation (DOT) Airports Division's terminal and landing fees projections, and increases in the workers' compensation insurance levy rate from 4% to 7% (DLIR).

Other than Special Fund Non-Tax Revenue estimates for FY2010-16 reflect increases in University of Hawaii research and training federal grants; and funds raised by bond issuance to provide affordable housing and construction or rehabilitation of affordable rental housing projects (Department of Business, Economic Development and Tourism).

Special note might be taken of the anticipated gradual decline in *non*-General Fund tax revenue totals over the next several fiscal years. Estimates of these other revenues are "bottom-up" forecasts provided by individual government agencies, and compiled by B&F, of combined General Fund revenues from sources other than tax and Special Fund revenues from all sources, together comprising all revenue other than General Fund tax revenues. These funds forecasts' augment the General Fund tax revenue estimates derived in part from the econometric models mentioned above and utilized by the Council in its deliberations. These non-General Fund tax revenue totals will decline during coming fiscal years as federal funds associated with the American Recovery and Reinvestment Act of 2009 (ARRA) are deployed.

As enumerated by B&F, the temporary ARRA federal fiscal stimulus is an external source of fund balances (stocks, not flows) increasing from \$115.0 million in FY2009 to a peak of \$622.6 million in FY2010, declining to \$245.4 million in FY2011 and dissipating thereafter. Actual balances associated with ARRA will depend on the pace with which initiatives get underway; some funds may lapse. As economic recovery gradually obviates the rationale for fiscal stimulus over the next fiscal year, exhaustion of this extraordinary source of funding is not expected to constrain ordinary State government operations or programs. Interpretive care should always be taken because of the complexity of funds flows among non-General Fund tax revenue totals, but B&F estimates that after rising from \$5.989 billion in FY2009 to \$6.741 billion in FY2010, these totals will settle to \$6.468 billion in FY2011 and to \$6.297 billion in FY2012. Thereafter these non-General Fund tax revenue totals will drift upward gradually from \$6.3 to \$6.4 billion over FY2013-16.

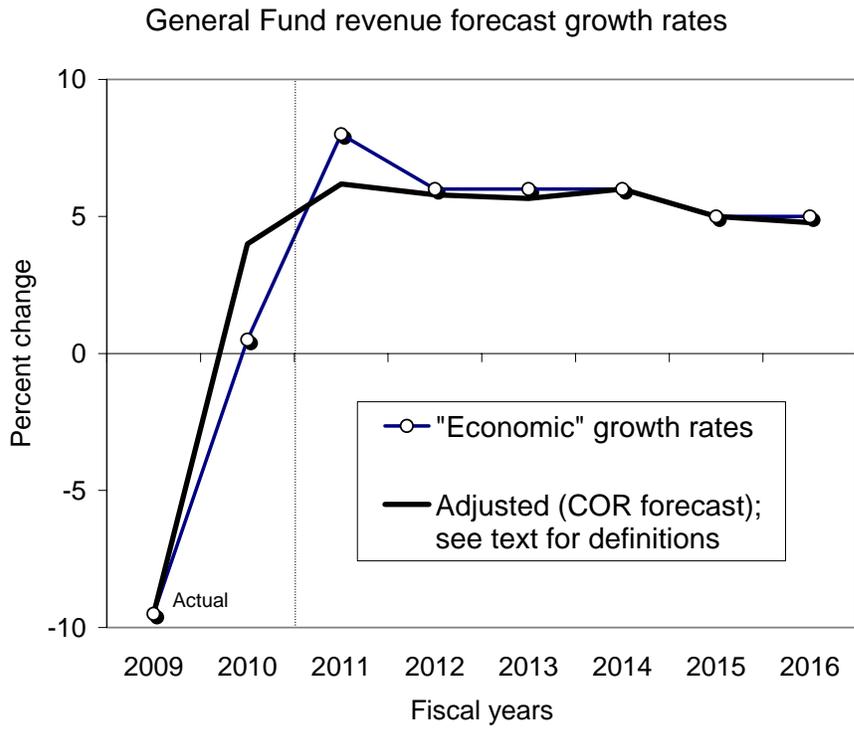
Please advise us if we can be of further assistance or if we can answer any questions you may have.

Sincerely,



PAUL H. BREWBAKER, Ph. D.
Chair, Council on Revenues

Attachments



ESTIMATES OF GENERAL FUND TAX REVENUE: FY 2010 to FY 2016

(in thousands of dollars)

TYPE OF TAX	ACTUAL		ESTIMATED						
	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016
General Excise & Use 2/ 7/	\$2,618,787	\$2,417,580	\$2,421,236	\$2,717,157	\$2,777,039	\$2,947,647	\$3,123,119	\$3,281,768	\$3,491,927
Income - Individual 4/ 6/ 8/ 11/	1,544,307	1,338,451	1,466,403	1,353,654	1,534,093	1,627,841	1,734,811	1,825,460	1,950,254
Income - Corporation 6/ 11/	85,081	53,522	46,826	43,409	54,415	62,058	77,249	91,874	107,332
Public Service Company	127,481	126,069	125,362	127,373	128,975	131,312	134,246	137,535	141,629
Insurance Premiums 6/ 7/	95,742	93,720	90,703	110,080	98,851	97,248	98,291	97,442	97,007
Tobacco & Licenses 5/ 7/	83,443	76,955	94,737	106,716	101,694	95,776	92,689	89,816	87,145
Liquor & Permits 7/	45,620	47,242	49,533	52,928	54,514	56,979	59,329	61,613	63,809
Banks & Other Fin Corps	18,212	26,075	26,431	31,055	34,739	38,663	42,067	43,980	47,230
Inheritance & Estate 10/	164	274	-	8,200	19,600	19,600	19,600	19,600	19,600
Conveyance 3/	6,513	8,311	9,551	8,866	8,632	6,280	6,224	6,188	6,162
Miscellaneous 9/	587	536	535	13,737	13,740	13,742	13,744	13,745	547
Transient Accommodation Tax 1/ 7/	15,935	13,566	39,076	67,349	82,764	89,453	96,426	103,664	35,477
NET TOTAL	\$4,641,872	\$4,202,301	\$4,370,393	\$4,640,524	\$4,909,056	\$5,186,599	\$5,497,795	\$5,772,685	\$6,048,119
GROWTH RATE	1.2%	-9.5%	4.0%	6.2%	5.8%	5.7%	6.0%	5.0%	4.8%

Notes:

1/ Deposits of 44.8% of TAT revenues to counties (Act 156, SLH 1998); 32.6% to the tourism special fund and 5.3% to the TAT trust fund (Act 250, SLH 2002); 17.3% to the convention center enterprise fund (Act 253, SLH 2002); all net of general fund deposits of excess of fund ceilings. Act 235, SLH 2005, increases allocation to the tourism special fund to 34.2% and repeals the TAT trust fund. Effective on July 1, 2007. Act 209, SLH 2006, increases ceiling on allocation to the convention center enterprise fund to \$33 million. Effective on July 1, 2006. Act 61, SLH 2009, temporarily imposes an additional 1.0% TAT for the period 7/1/2009 through 6/30/2010, and an additional 2.0% TAT for the period 7/1/2010 through 6/30/15. These additional amounts will be deposited into the general fund. Act 5, Special Session Laws of Hawaii 2009, allocates 12.5% of the revenues derived from Act 61 to the tourism special fund for one fiscal year (FY 2011).

2/ Act 209, SLH 2007, exempts gross income received from the sale of alcohol fuel from the general excise tax. Effective on July 1, 2007, provided that the exemption repeals on June 30, 2009. Act 40, SLH 2009, reduces the interest rate on overpayments due to taxpayers from 2/3 of 1% to 1/3 of 1% per month or fraction thereof.

3/ Due to the expiration of Act 222, SLH 2007, on June 30, 2008, the amount of conveyance tax deposited into the General Fund increased from 15% to 35%. Act 59, SLH 2009, increased the conveyance tax rates for properties valued \$1 million or more.

4/ Act 60, SLH 2009, temporarily increases the standard deduction and personal exemption amounts for taxable years beginning after 12/31/10, and also temporarily creates new 9%, 10%, and 11% tax brackets for certain individuals with high taxable income beginning with taxable years beginning after 12/31/08. Act 60, SLH 2009, will be automatically repealed on December 31, 2015.

5/ Act 58, SLH 2009, taxes "little cigars" in the same manner as cigarettes beginning 9/30/09; increases the tax on tobacco products other than cigarettes, little cigars, and cigars from 40% to 70% beginning 9/30/09; imposes a 50% tax on cigars. Act 56, SLH 2009, increases the cigarette tax from 11¢ to 13¢ on 7/1/09, from 12¢ to 14¢ on 7/1/10, and from 13¢ to 15¢ on 7/1/11; and also amends the dates on which changes in the allocation of cigarette tax revenues changes. Act 59, SLH 2010, increases the tax on cigarettes and little cigars by 1¢ for sale after June 30, 2010. The additional collections will be deposited into the general fund.

6/ Act 21, SLH 2010, provides for the statutory ordering of income tax credits, which requires the claiming of refundable credits first, followed by nonrefundable credits. Applies to taxable years beginning after 12/31/09.

7/ Act 22, SLH 2010, amends the due dates for miscellaneous tax types from the last day of the calendar month to the 20th day of the calendar month, and amends the due date for filing and payment of periodic insurance premiums taxes from quarterly to monthly. Effective on July 1, 2010.

8/ Act 59, SLH 2010, repeals the deduction from taxable income for amounts given as political contributions. Effective on January 1, 2011.

9/ Act 73, SLH 2010, temporarily increases environmental response tax from \$0.05/barrel to \$1.05/barrel for the period 7/1/2010 through 6/30/2015. Sixty cents of the tax collected per barrel will be deposited into the general fund.

10/ Act 74, SLH 2010, retains the State's ability to "pick-up" the state death tax credit as it existed in the Internal Revenue Code on 12/31/2009. Applies to property interests of persons who die after 4/30/10.

11/ Delay in paying out Tax Year 2009 income tax refunds.

STATE OF HAWAII
CONSOLIDATED MULTI-YEAR GENERAL FUND REVENUES FROM SOURCES OTHER THAN TAX,
AND SPECIAL REVENUES FROM TAX & SOURCES OTHER THAN TAX
FISCAL YEARS 2009 - 2016
(in thousands of dollars)

<u>Sources</u>	<u>Actual*</u> <u>FY 2009</u>	<u>Estimated</u> <u>FY 2010</u>	<u>Estimated</u> <u>FY 2011</u>	<u>Estimated</u> <u>FY 2012</u>	<u>Estimated</u> <u>FY 2013</u>	<u>Estimated</u> <u>FY 2014</u>	<u>Estimated</u> <u>FY 2015</u>	<u>Estimated</u> <u>FY 2016</u>
REVENUES - TAX								
Special Revenue Fund	384,995	438,829	821,875	833,133	759,061	699,694	716,323	718,338
REVENUES - OTHER THAN TAX								
License & Permits / Use of Money & Prop./ Other Agencies / Fines, Forfeits & Penalties / Repayment of Loans & Adv.	418,426	367,242	388,480	392,812	423,793	393,235	363,362	363,441
Federal	2,326,170	2,512,306	2,200,172	2,142,749	2,151,756	2,147,988	2,119,055	2,147,799
Federal-American Reinvestment & Recovery Act	114,965	622,581	245,393	28,762	1,184	0	0	0
Charges for Current Services	1,621,310	1,640,460	1,684,092	1,737,803	1,799,559	1,845,205	1,869,906	1,887,711
Non-Revenue Receipts	1,380,922	1,241,214	1,188,474	1,216,074	1,260,250	1,294,160	1,330,678	1,360,016
Office of Hawaiian Affairs	20,800	17,790	15,100	15,100	15,100	15,100	15,100	15,100
Judiciary	<u>46,535</u>	<u>45,423</u>	<u>46,321</u>	<u>47,241</u>	<u>47,989</u>	<u>48,861</u>	<u>49,858</u>	<u>50,042</u>
Subtotal Revenues - Other Than Tax	<u>5,929,128</u>	<u>6,447,016</u>	<u>5,768,032</u>	<u>5,580,541</u>	<u>5,699,631</u>	<u>5,744,549</u>	<u>5,747,959</u>	<u>5,824,109</u>
TOTAL REVENUES	6,314,123	6,885,845	6,589,907	6,413,674	6,458,692	6,444,243	6,464,282	6,542,447
ADJUSTMENTS - Revenue Transfers	<u>325,407</u>	<u>145,129</u>	<u>121,953</u>	<u>116,430</u>	<u>116,394</u>	<u>116,384</u>	<u>116,382</u>	<u>108,588</u>
TOTAL ADJUSTED REVENUES	<u>5,988,716</u>	<u>6,740,716</u>	<u>6,467,954</u>	<u>6,297,244</u>	<u>6,342,298</u>	<u>6,327,859</u>	<u>6,347,900</u>	<u>6,433,859</u>

Prepared by: Department of Budget & Finance
Note: Due to rounding, details may not add to totals.
* Unaudited, preliminary revenues.

May 27, 2010

Table 1

**STATE OF HAWAII
GENERAL FUND
MULTI-YEAR REVENUES FROM SOURCES OTHER THAN TAX
FISCAL YEARS 2009 - 2016
(in thousands of dollars)**

<u>Sources</u>	<u>Actual* FY 2009</u>	<u>Estimated FY 2010</u>	<u>Estimated FY 2011</u>	<u>Estimated FY 2012</u>	<u>Estimated FY 2013</u>	<u>Estimated FY 2014</u>	<u>Estimated FY 2015</u>	<u>Estimated FY 2016</u>
Licenses & Permits	738	1,044	1,030	1,030	1,030	1,030	1,030	1,030
Revenues from Use of Money and Property	50,604	43,035	43,045	42,609	43,102	43,555	43,785	44,254
Federal	3,796	4,223	4,136	4,136	4,136	4,136	4,136	4,136
Revenues from Other Agencies	1,690	1,686	1,686	1,686	1,681	1,681	1,681	1,681
Charges for Current Services	266,214	233,906	237,942	249,494	260,978	263,221	265,542	268,253
Fines, Forfeits & Penalties	334	310	340	310	340	310	340	310
Repayment of Loans & Advances	24,541	19,473	23,809	21,938	19,564	19,563	20,220	19,639
Non-Revenue Receipts	422,028	174,110	189,985	184,465	184,425	184,415	184,415	172,015
Judiciary	<u>35,729</u>	<u>35,176</u>	<u>35,915</u>	<u>36,666</u>	<u>37,441</u>	<u>38,237</u>	<u>39,054</u>	<u>39,054</u>
Total	<u>805,674</u>	<u>512,963</u>	<u>537,888</u>	<u>542,334</u>	<u>552,697</u>	<u>556,148</u>	<u>560,203</u>	<u>550,372</u>

Prepared by: Department of Budget & Finance
 Note: Due to rounding, details may not add to totals.
 * Unaudited

May 27, 2010

STATE OF HAWAII
SPECIAL REVENUE FUND
MULTI-YEAR TAX REVENUES
FISCAL YEARS 2009 - 2016
(in thousands of dollars)

<u>Sources</u>	<u>Actual*</u> <u>FY 2009</u>	<u>Estimated</u> <u>FY 2010</u>	<u>Estimated</u> <u>FY 2011</u>	<u>Estimated</u> <u>FY 2012</u>	<u>Estimated</u> <u>FY 2013</u>	<u>Estimated</u> <u>FY 2014</u>	<u>Estimated</u> <u>FY 2015</u>	<u>Estimated</u> <u>FY 2016</u>
Transfer of Gen. Excise Tax	-	-	-	-	-	-	-	-
Transfer of Tobacco Tax	11,190	18,793	27,384	35,963	35,963	35,963	35,963	35,963
Liquid Fuel:								
Highway	86,401	87,028	87,679	88,334	88,995	89,661	90,555	91,232
Aviation	3,706	3,549	3,549	3,549	3,549	3,549	3,549	3,549
Small Boats	<u>1,604</u>	<u>1,400</u>						
Subtotal	91,711	91,977	92,628	93,283	93,944	94,610	95,504	96,181
Transfer of Transient Accom Tax	102,693	106,463	117,879	114,592	140,074	145,552	150,971	150,971
Motor Vehicle Weight Tax	33,407	33,825	34,248	34,676	35,109	35,548	35,992	36,442
Vehicle Registration Fee Tax	25,985	26,245	26,508	26,774	27,044	27,317	27,593	27,873
Vehicle Surcharge:								
Rental /Tour	39,751	40,148	40,549	30,853	29,920	30,514	31,120	31,738
Environmental Response Tax	1,590	1,341	1,341	1,341	1,340	1,340	1,340	1,340
Unemployment Comp Tax	59,133	100,000	461,000	475,000	375,000	308,000	317,000	317,000
Employment & Training	406	440	500	950	950	950	950	950
Election Campaign Contrib T.F.	205	158	140	129	117	100	90	80
Transfer of Banks & Fin. Corp Tax	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Transfer of Conveyance Tax	15,462	16,240	16,398	16,273	16,300	16,500	16,500	16,500
Transfer of Tax on Ins. Premiums	<u>1,461</u>	<u>1,200</u>	<u>1,300</u>	<u>1,300</u>	<u>1,300</u>	<u>1,300</u>	<u>1,300</u>	<u>1,300</u>
Total	<u>384,995</u>	<u>438,829</u>	<u>821,875</u>	<u>833,133</u>	<u>759,061</u>	<u>699,694</u>	<u>716,323</u>	<u>718,338</u>

Prepared by: Department of Budget & Finance

Note: Due to rounding, details may not add to totals.

* Unaudited

Table 3

May 27, 2010

STATE OF HAWAII
SPECIAL REVENUE FUND - SPECIAL FUNDS
MULTI-YEAR REVENUES FROM SOURCES OTHER THAN TAX
FISCAL YEARS 2009 - 2016
(in thousands of dollars)

<u>Sources</u>	<u>Actual *</u> <u>FY 2009</u>	<u>Estimated</u> <u>FY 2010</u>	<u>Estimated</u> <u>FY 2011</u>	<u>Estimated</u> <u>FY 2012</u>	<u>Estimated</u> <u>FY 2013</u>	<u>Estimated</u> <u>FY 2014</u>	<u>Estimated</u> <u>FY 2015</u>	<u>Estimated</u> <u>FY 2016</u>
Licenses & Permits	16,088	14,441	15,368	16,917	16,979	17,013	17,088	16,971
Revenues from Use of Money and Property	92,638	70,276	83,762	83,052	80,715	79,510	79,559	79,386
Federal	349,497	347,566	268,693	257,934	256,330	256,902	259,443	258,943
Revenue from Other Agencies	61,128	61,803	76,749	61,750	61,666	61,666	61,666	61,666
Charges for Current Services:								
Utils & Other Enterprises	352,768	356,609	387,758	438,136	488,274	529,140	550,279	563,875
Others	807,718	874,028	918,889	922,550	928,287	931,080	934,955	936,253
Fines, Forfeits & Penalties	6,545	7,617	3,498	3,565	3,581	3,599	3,617	3,635
Non-Revenue Receipts	124,039	125,547	117,146	117,649	117,674	117,674	117,672	122,278
Judiciary	<u>10,806</u>	<u>10,247</u>	<u>10,406</u>	<u>10,575</u>	<u>10,548</u>	<u>10,624</u>	<u>10,804</u>	<u>10,988</u>
Total	<u>1,821,226</u>	<u>1,868,134</u>	<u>1,882,269</u>	<u>1,912,128</u>	<u>1,964,054</u>	<u>2,007,208</u>	<u>2,035,083</u>	<u>2,053,995</u>
Adjustments:								
Revenue Transfers	85,938	87,648	78,647	78,644	78,648	78,648	78,646	83,252
Adjusted Total	<u>1,735,288</u>	<u>1,780,486</u>	<u>1,803,622</u>	<u>1,833,484</u>	<u>1,885,406</u>	<u>1,928,560</u>	<u>1,956,437</u>	<u>1,970,743</u>

Prepared by: Department of Budget & Finance

Note: Due to rounding, details may not add to totals.

* Unaudited, preliminary

May 27, 2010

Table 4

STATE OF HAWAII
SPECIAL REVENUE FUND - OTHER THAN SPECIAL FUNDS
MULTI-YEAR REVENUES FROM SOURCES OTHER THAN TAX
FISCAL YEARS 2009 - 2016
(in thousands of dollars)

<u>Sources</u>	<u>Actual*</u> <u>FY2009</u>	<u>Estimated</u> <u>FY2010</u>	<u>Estimated</u> <u>FY2011</u>	<u>Estimated</u> <u>FY2012</u>	<u>Estimated</u> <u>FY2013</u>	<u>Estimated</u> <u>FY2014</u>	<u>Estimated</u> <u>FY2015</u>	<u>Estimated</u> <u>FY2016</u>
Licenses & Permits	623	562	582	582	582	582	582	582
Revenues from Use of Money and Property	101,310	81,457	77,989	78,588	83,720	83,307	83,184	85,257
Federal	1,972,877	2,160,517	1,927,343	1,880,679	1,891,290	1,886,950	1,855,476	1,884,720
Federal-American Recovery & Reinvestment Act	114,965	622,581	245,393	28,762	1,184	0	0	0
Revenues from Other Agencies	19,549	21,635	19,507	19,996	20,290	18,096	18,096	18,096
Charges for Current Services	194,610	175,917	139,503	127,623	122,020	121,764	119,130	119,330
Fines, Forfeits & Penalties	698	923	923	923	923	923	923	923
Repayment of Loans & Advances	41,941	42,980	40,192	59,866	89,620	62,400	31,591	30,011
Non-Revenue Receipts	834,855	941,557	881,343	913,960	958,151	992,071	1,028,591	1,065,723
Office of Hawaiian Affairs	<u>20,800</u>	<u>17,790</u>	<u>15,100</u>	<u>15,100</u>	<u>15,100</u>	<u>15,100</u>	<u>15,100</u>	<u>15,100</u>
TOTAL	<u>3,302,228</u>	<u>4,065,919</u>	<u>3,347,875</u>	<u>3,126,079</u>	<u>3,182,880</u>	<u>3,181,193</u>	<u>3,152,673</u>	<u>3,219,742</u>
Adjustments:								
Revenue Transfers	2,079	33,696	3,646	3,646	3,646	3,646	3,646	3,646
Adjusted Total	<u>3,300,149</u>	<u>4,032,223</u>	<u>3,344,229</u>	<u>3,122,433</u>	<u>3,179,234</u>	<u>3,177,547</u>	<u>3,149,027</u>	<u>3,216,096</u>

Prepared by: Dept. of Budget & Finance

May 27, 2010

Note: Due to rounding, details may not add to totals.

* Unaudited, preliminary