

Significant Changes from September 2022 Report

General Fund Non-Tax Revenues

Non-Revenue Receipts – the net increases in FYs 23-29 are reflective of increases in transfers into the general fund from the Public Utilities Special Fund (Department of Commerce and Consumer Affairs) in FYs 23-29 and the Unclaimed Property Trust Fund (Department of Budget and Finance (B&F)) in FY 23. The increases are offset by a decrease in transfers into the general fund from the Tax Administration Special Fund (Department of Taxation (TAX)) in FY 23.

Special Tax Revenues

Transfer of General Excise Tax (GET) – the decreases in FYs 23-29 reflect revised estimates of GET transfers to the Mass Transit Special Fund (MTSF) based on the Council on Revenues' (Council) forecast from the meeting held on September 6, 2022 (B&F).

Transfer of Transient Accommodations Tax (TAT) – the increases in FYs 23-29 reflect revised estimates of projected TAT transfers to the MTSF based on the Council's forecast from the meeting held on September 6, 2022 (B&F).

Vehicle Surcharge, Rental/Tour – the increases in FYs 23-29 reflect revised revenue projections based on current demand and trend (Department of Transportation-Airports).

Special Fund Non-Tax Revenues

Use of Money and Property – the net increases in FYs 23-29 primarily reflect the revised projected interest income on the Emergency and Budget Reserve Fund (EBRF) (B&F) and on University of Hawai'i funds.

Charges for Current Services – the net decrease in FY 23 is primarily due to lower than anticipated collections due to a significant staffing shortage (TAX).

Non-Revenue Receipts – the net increase in FY 23 is primarily attributed to the transfer of general funds to the EBRF pursuant to Act 115, SLH 2022, and Section 6 of Article VII of the Hawai'i State Constitution (B&F).

Other Than Special Fund Non-Tax Revenues

Federal Grants – the net increase in FY 22 reflects updated actual federal funds received for federal medical assistance payments, First-To-Work program grants, and grant funds for the Temporary Assistance for Needy Families program (Department of Human Services (DHS)) and the rescheduling of funding to be received for a water project at the Department of Hawaiian Home Lands. The net increases in FYs 23-29 are primarily due to revised projections for federal medical assistance payments at DHS and receiving additional grants for the Hi-CAP collateral program at the Hawai'i Green

Infrastructure Authority (Department of Business, Economic Development and Tourism), and are offset by a decrease in expected funds for supplemental nutrition at the Family Health Services program in FY 23 at the Department of Health.

Federal COVID-19 Funds – the net increase in FY 22 reflects additional Coronavirus Aid, Relief, and Economic Security Act funds for the Childcare and Development Block Grant at DHS.

Charges for Current Services – the net increase in FY 22 reflects an increase in refunds, rebates from prescription drug plans, and network and performance guarantee payments on medical and dental plans from insurance carriers to the Employer-Union Health Benefits Trust Fund (B&F)

Non-Revenue Receipts – the net decreases in FYs 23-29 reflect revised projections in employers' contributions for State, Hawai'i Public Charter Schools, City and County of Honolulu, Honolulu Board of Water Supply, County of Hawai'i (COH), County of Kaua'i, County of Maui, and COH Department of Water Supply for active employees' health benefits plans.