

Significant Changes from May 2024 Report

General Fund Non-Tax Revenues

Use of Money and Property – the increase in FY 24 is attributed to interest earned from investment pool (Department of Budget and Finance (B&F)).

Other Agencies – the increase in FY 24 is attributed to increase in escheated warrants (Department of Accounting and General Services (DAGS)).

Charges for Current Services – the net decrease in FY 24 is attributed to an increase in reimbursement from prior period expenditures from federal programs (Department of Human Services (DHS)), and the increase is offset by decreases in retirement health fund premiums (B&F).

Non-Revenue Receipts – the increase in FY 24 is attributed to transfers into the general fund from the Environmental Response Revolving Fund (Department of Health (DOH)).

Special Tax Revenues

Transfer of General Excise Tax (GET) – the changes in FYs 25-31 reflect revised estimates of GET transfers to the Mass Transit Special Fund (MTSF) based on the Council of Revenues' (COR) forecast from the meeting held on May 29, 2024 (B&F).

Transfer of Transient Accommodations Tax (TAT) – the changes in FYs 25-31 reflect revised estimates of TAT transfers to the MTSF based on the COR's forecast from the meeting held on May 29, 2024 (B&F).

Special Fund Non-Tax Revenues

Use of Money and Property – the net increases in FYs 24-31 primarily reflect the higher than anticipated interest rate and reserve cash balance (Department of Transportation (DOT)-Harbors and Highways).

Other Agencies – the net decreases in FYs 24-31 are primarily attributed to decreases in estimated revenues from the Hospital Sustainability fee at DHS.

Charges for Current Services – the net increases in FYs 25-31 are due to increased revenue estimates due to contract negotiations and increased patient volume (Hawai'i Health Systems Corporation (DOH)) and collection of a new fee for the School of Ocean and Earth Science and Technology, Special Fund Research Recharge Center, at the University of Hawai'i (UH).

Other Than Special Fund Non-Tax Revenues

Use of Money and Property – the net increases in FYs 24-31 reflect revised projections of investment earnings due to higher interest earned from funds deposited in the State treasury for the Employer-Union Health Benefits Trust Fund (EUTF) (B&F) and the Unemployment Insurance Trust Fund at the Department of Labor and Industrial Relations (DLIR).

Federal Grants – the net decrease in FY 24 reflects the update of actual federal grants received as of June 30, 2024, which were lower than anticipated previously, including those projected for Federal Emergency Management Agency (FEMA) public assistance grants for the August 2023 Maui Wildfires at the Department of Defense (DOD), which will be received in FY 25 instead of FY 24 and less than anticipated grant funds for water projects at the Department of Hawaiian Home Lands (DHHL). The net increases in FYs 25-31 reflect additional grants for: FEMA wildfire mitigation at DOD; the Native Hawaiian Housing Block Grant at DHHL; rehabilitation of low-income housing at the Hawai'i Public Housing Authority at DHS; the change of timing to receive grants for making mass transit improvements to fixed guideway systems at DOT; and the capitalization grants for development of safe drinking water at DOH. The net increases in FYs 25-31 also reflect additional federal awards for research and training grants at UH.

Federal COVID-19 Funds – the net decrease in FY 24 primarily reflect actual Coronavirus Aid, Relief, and Economic Security Act funds for disaster assistance relief at DOD. The net increases in FYs 25-27 reflect the extension of time periods to drawdown grants to address COVID-19 health disparities among high-risk and underserved populations at DOH, unemployment insurance benefits at DLIR, and a grant to upgrade the State's internet infrastructure at UH.

Other Agencies – the net increase in FY 24 primarily reflects the update of actuals for paying out claims from unclaimed property at the Financial Administration Division (B&F).

Charges for Current Services – the net increases in FY 24 and FY 25 primarily reflect refunds, rebates from prescription drug plans, and network and performance guarantee payments on medical and dental plans from insurance carriers to EUTF (B&F). The increases in FYs 27-31 are due to anticipated insurance proceeds from allocating costs to various State agencies at the State Insurance and Risk Management Program (DAGS).

Non-Revenue Receipts – the net increases in FYs 24-31 reflect anticipated increases in employer premium contributions based on actual premiums paid by the State of Hawai'i, the City and County of Honolulu, Hawai'i County, Maui County, Kaua'i County, Charter Schools, and the various county water agencies at EUTF (B&F). The net increases also reflect additional grants and gifts awarded for research projects towards medicine, agriculture, and organized research at UH.

Transfers – the net increase in FY 24 reflects the transfer of general funds into the Dwelling Unit Revolving Fund and transfer of general funds and general obligation bond infusion into the Rental Housing Revolving Fund at the Hawai'i Housing Finance and Development Corporation (Department of Business, Economic Development and Tourism).