

## **Significant Changes from May 2018 Report**

### **General Fund Non-Tax Revenues**

**Use of Money and Property** – the net increases in FYs 18 and 19 reflect increases in investment pool interest due to a combination of rising interest rates and larger balances in the investment pool (Department of Budget and Finance (B&F)). The net increase in FY 18 is also reflective of the debt (interest) paid to the State by the Hawai'i Tourism Authority (HTA) for the Convention Center Project for FYs 17 and 18 that were recorded in FY 18.

**Charges for Current Services** – the net changes to FYs 18-25 reflect updates based on FY 18 actual data. These changes include decreases for reimbursements for health fund premiums from non-general fund programs (B&F) and increases for reimbursements for other post-employment benefits from non-general fund programs (B&F). There was also a decrease in FY 18 for reimbursements from the federal government due to the delayed processing of reimbursements for TANF and SNAP (Department of Human Services (DHS)).

**Non-Revenue Receipts** – the net decreases in FYs 18-25 reflect updates based on FY 18 actual data for reimbursements of pension accumulation and social security from non-general fund programs (B&F). The decrease is offset by an increase in FY 18 for transfers from the Tax Administrative Special Fund (Department of Taxation).

**Repayment of Loans & Advances** – the increase in FY 18 reflects the payment of debt (principal) owed to the State by the HTA for the Convention Center for FYs 17 and 18 (B&F) that were recorded in FY 18.

### **Special Tax Revenues**

**Unemployment Compensation Taxes** – the increase in FY 18 reflects the actual unemployment insurance tax collection (Department of Labor and Industrial Relations).

### **Special Fund Non-Tax Revenues**

**Federal Grants** – the net increase in FY 18 primarily reflects the update of actual federal grant awards funds received and the increases in FYs 19-25 reflect revised estimated federal highway construction grant awards (Department of Transportation (DOT) – Highways).

**Revenue from Other Agencies** – the net increase in FY 18 primarily reflects the revised reporting of funds deposited per Act 12, SLH 2018, from the tobacco master settlement agreement as a result of an arbitrated settlement of a dispute for the calendar years 2004 to 2017 (B&F). Increases in FYs 19-25 reflect revised projections for the Hospital sustainability program fees (DHS).

**Charges for Current Services, Utilities** – the adjustments in FYs 18-25 primarily reflect DOT - Airports' revised revenue projections based on actual revenues and various factors, including scheduled rate changes, projected debt service cost, and cost recovery rate.

**Transfers** – the decrease in FY 18 primarily reflects the revised reporting of funds deposited per Act 12, SLH 2018, from the tobacco master settlement agreement as a result of an arbitrated settlement for the calendar years 2004 to 2017 (B&F).

#### **Other Than Special Fund Non-Tax Revenues**

**Federal Grants** – the net increase in FY 18 primarily reflects update of actual revenues for the Medical Assistance Program in the Adult Protective and Community Care Services Program at the DHS. Revenues in FY 18 were updated to reflect an additional quarter from FY 17 due to a difference in federal fiscal year end. FY 18 was also updated to reflect actual federal funds received in the Department of the Attorney General for the Crime Victim Assistance Grant and the Department of Health's Environmental Management Program and Child and Adult Mental Health Program. The net increase in FY 19 reflects increases due to additional federal funds for disaster relief and the Emergency Management Performance Grant at the Department of Defense. The net decreases in FYs 20-25 reflect the revision of expected federal grants for the medical assistance program in the General Support for Health Care Payments program (DHS).

**Charges for Current Services** – the net increase in FY 18 reflects rebates on prescription drug plans and rate credits or experience gains from insurance carriers to the Hawai'i Employer-Union Health Benefits Trust Fund (EUTF) (B&F). The net increases in FYs 19-25 primarily reflect projected increases in reimbursements for prior period expenditures for the Health Care Payments Program (DHS).

**Repayment of Loans & Advances** – the increases in FY 18 and FY 19 reflect corrections for underestimated loan repayments to the Housing Project Bond Special Fund Multifamily Fund at the Hawai'i Housing Finance and Development Corporation (HHFDC). The increase in FY 21 reflects a rescheduling of loan repayments to the Dwelling Unit Revolving Fund at HHFDC.

**Non-Revenue Receipts** – the net decreases in FY 18 and net increase in FY 19 primarily reflect the rescheduling of bond issuance for the Housing Project Special Fund Multifamily Fund at HHFDC. The net increases in FYs 20-25 reflect the estimated increases in the Employers' contribution to the health care insurance of active employees in the EUTF.

**Transfers** – the increase in FY 18 primarily reflects funds deposited per Act 39, SLH 2018, from general fund revenues into the Rental Housing Revolving Fund.