

Significant Changes from May 2019 Report

General Fund Non-Tax Revenues

Charges for Current Services – the net increases in FYs 19-26 reflect actual collections and revised estimates for ambulance service fees (Department of Health (DOH)) and reimbursements of health fund premiums from non-general funds (Department of Budget and Finance (B&F)).

Non-Revenue Receipts – the net increases in FYs 19-26 are attributed to increases in pension accumulation reimbursements in FY 19 and FYs 24-26 (B&F); social security reimbursements (B&F); and transfers of unencumbered cash balances into the general fund from the Tax Administration Special Fund (Department of Taxation). The increase is offset by a decrease in transfers from tobacco settlement funds that were inadvertently not deposited into the general fund in FY 19 (DOH).

Special Tax Revenues

Conveyance Taxes – the increase in FY 19 is attributed to a conservative projection compared to the FY 18 actual (Department of Business, Economic Development and Tourism (DBEDT)).

Special Fund Non-Tax Revenues

Federal Grants – the net increases in FYs 19-26 primarily reflect a change in revenue projections based on estimated cash revenue versus previously used estimated entitlement (Department of Transportation (DOT) – Airports) and increases in emergency expenditures to address natural disaster damage and efforts to address a backlog of federal highway construction grant awards (DOT – Highways).

Charges for Current Services – the net increases in FYs 19-26, in part, reflect revised service rate reimbursements and increased patient census (DOH – Hawai'i Health Systems Corporation).

Charges for Current Services, Utilities – the net increase in FY 19 is primarily due to higher than anticipated wharfage revenues (DOT – Harbors), and adjustments in FYs 20-26 primarily reflect DOT's revised revenue projection for debt service cost and cost recovery rate setting (DOT – Airports).

Other Than Special Fund Non-Tax Revenues

Use of Money and Property – the net decrease in FY 19 reflects lower than anticipated returns on Other Post-Employment Benefits funds not held in the State Treasury at the Hawai'i Employer-Union Health Benefits Trust Fund (EUTF), B&F.

Federal Grants – the net decrease in FY 19 reflects actual federal funds received by the Women, Infants, and Children Program, DOH. The net increases in FYs 20-26

reflect the increase in anticipated federal grants for the Medical Assistance Program, Department of Human Services (DHS), and a substance abuse and treatment grant for the Alcohol and Drug Abuse Division, DOH.

Charges for Current Services – the net increases in FYs 19-20 reflect rebates on prescription drug plans and rate credits or experience gains from insurance carriers to EUTF, B&F. The net increases in FYs 21-26 reflect projected reimbursements for prior period payments for the Medical Assistance Program, DHS, and increases in estimated revenues for services provided at the University of Hawai'i.

Non-Revenue Receipts – the net increase in FY 19 reflects the actual employer contributions into the employees' medical health premiums for active employees at EUTF, B&F. The net decrease in FY 20 reflects the change of projected bond issuances for affordable rental housing projects in FY 21. The net increases in FYs 22-26 reflect expected increases in employees' premiums and employers' contributions into the EUTF.

Repayments – the net decreases in FYs 20-21 and FY 23 and the net increase in FY 24 reflect the change in timing of projects for the Dwelling Unit Revolving Fund at the Hawai'i Housing Finance and Development Corporation, DBEDT.