

Significant Changes from August 2019 Report

General Fund Non-Tax Revenues

Use of Money and Property – the net increase in FY 20 reflects estimated increased investment pool earnings due to economic market conditions and a larger invested balance in the pool (Department of Budget and Finance (B&F)).

Charges for Current Services – the net decreases in FYs 20-26 reflect decreases for central service assessments based on updated estimates received from the departments (B&F).

Non-Revenue Receipts – the net increases in FYs 20-26 are attributed to increases in transfers of unencumbered cash balances into the general fund from the: 1) Tobacco Settlement Special Fund in FY 20 that was inadvertently not transferred in FY 19 (Department of Health (DOH)); 2) Tax Administration Special Fund in FYs 21-26 (Department of Taxation (TAX)); and 3) Unclaimed Property Trust Fund in FY 20 (B&F).

Special Tax Revenues

Transfer of General Excise Tax – the net decreases in FYs 20-26 reflect revised estimates of general excise tax transfers to the Mass Transit Special Fund (B&F) based on the Council's forecast from the meeting held on August 29, 2019.

Special Fund Non-Tax Revenues

Use of Money and Property – the net decrease in FYs 20-26 reflects an anticipated reduction in the estimated interest earnings rate (Department of Transportation (DOT) – Airports).

Charges for Current Services – the net increases in FYs 20-26, in part, reflect revised projections based on revised service reimbursement rates (DOH – Hawai'i Health Systems Corporation) and the new federal reimbursement of the Developmental Disability Program's cost (DOH) and also includes revised projections of collections by the Special Enforcement Section (TAX).

Charges for Current Services, Utilities – the net increase in FYs 20-26 is primarily due to DOT's revised revenue projection for debt service cost and the cost recovery rate setting (DOT – Airports).

Other Than Special Fund Non-Tax Revenues

Use of Money and Property – the net decrease in FYs 20-26 reflects the selling of a housing system portfolio and defeasing of related bonds (Department of Business, Economic Development and Tourism (DBEDT)).

Federal Grants – the net decrease in FY 19 reflects actual federal funds received by the Child Care Development Program and Temporary Assistance to Needy Families (Department of Human Services). The net increase in FY 20 reflects the increase in anticipated federal grants for Mental Health (DOH), and the net decrease in FY 21 reflects a reduction in anticipated federal grants for Mental Health (DOH).

Charges for Current Services – the net increase in FY 20 reflects an estimated increase in rebates on prescription drug plans, Consolidated Omnibus Budget Reconciliation Act medical and dental plans, and rate credits or experience gains from insurance carriers to the Hawai'i Employer-Union Health Benefits Trust Fund (B&F).

Non-Revenue Receipts – the net increases in FYs 20-21 reflect a new revenue source for the Volkswagen Diesel Environmental Mitigation Program (DBEDT).

Repayments – the net increases in FYs 20-21 are reflective of Act 189, SLH 2019, which appropriated \$50,000,000 for the Rental Housing Revolving Fund for each fiscal year (DBEDT).