

Significant Changes from March 2020 Report

General Fund Non-Tax Revenues

Use of Money and Property – the net increase in FY 20 is attributed to an increase in investment pool account earnings due to a combination of higher investment yield and the disbursement of interest to the general fund for prior periods (Department of Budget and Finance (B&F)).

Charges for Current Services – the net increase in FY 20 is attributed to an increase in federal reimbursements for prior year expenditures (Department of Human Services). The increase is offset by decreases in FYs 20-26 for ambulance service fees (Department of Health (DOH)).

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 March 11, 2020.

Conveyance Taxes – the decreases in FYs 20-26 reflect projected reduction in conveyance revenues due to COVID-19 pandemic (Department of Business, Economic Development and Tourism (DBEDT)).

Special Fund Non-Tax Revenues

Use of Money and Property – the net decreases in FYs 20-26 reflect an anticipated reduction in cash balances and reduced forecasted interest earnings (Department of Transportation (DOT) – Airports).

Federal Grants – the net increases in FYs 20-21 reflect increases in federal awards for airport improvements funded under a CARES Act federal grant (DOT – Airports). The increases are offset by reductions in Medicare Payments due to cessation of elective surgeries, lower outpatient and emergency room visits as a result of COVID-19 (DOH – Hawai'i Health Systems Corporation (HHSC)).

Charges for Current Services – the net increase in FY 19 reflects higher uncompensated care payments, while net decreases in FYs 20-26 reflect projected losses from cessation of elective surgeries, lower outpatient and emergency room visits as a result of COVID-19 (HHSC), reduction of airport revenues due to a decrease in forecasted enplanements (DOT – Airports), and reduced revenue projections due to dormitory renovations (University of Hawai'i (UH)).

Charges for Current Services, Utilities – the net decreases in FYs 20-26 primarily reflect projected reduction of passenger fees (DOT – Harbors), and projected reduction of airport landing fees, concession revenues, passenger fees, and rental car fees (DOT – Airports) due to COVID-19.

Non-Revenue Receipts – net decreases in FYs 20-26 primarily reflect the shift to digital textbooks (UH).

Other Than Special Fund Non-Tax Revenues

Use of Money and Property – the net decreases in FYs 20-26 reflect the estimated decreases in return on investment during the COVID-19 pandemic in the current fiscal year and in subsequent years on Other Post-Employment Benefits contributions at the Hawai'i Employer-Union Health Benefits Trust Fund (EUTF) (B&F).

Federal Grants – the increase in FY 20 primarily reflects the federal funds awarded to the State of Hawai'i to provide for coronavirus relief. The net increases in FYs 21-26 reflect: the estimated increases in federal funds for special projects and a new cooperative agreement received by the Department of Defense for reimbursements to provide support for operation, maintenance, and repair costs for Army National Guard Facilities Statewide; revised projections for reimbursement to the Child Care Development Fund in the General Support for Child Care and Cash Support for Child Care Programs; and additional funds for the Medical Assistance Program at the Department of Human Services; funds for public health emergency response at the Disease Outbreak Control Program at DOH; and disaster relief supplemental funding received by the Office of Community Services at the Department of Labor and Industrial Relations.

Charges for Current Services – the net increase in FY 20 reflects an increase in experience refunds, rebates on prescription drug plans, and performance guarantee payments on medical and dental plans to the EUTF (B&F).

Non-Revenue Receipts – the net increases in FYs 20-21 reflect revisions in the scheduling of bond issuances and the drawdown of funds at the Hawai'i Housing Finance and Development Corporation (HHFDC) (DBEDT). The net decrease in FY 26 reflects lower federal awards and gifts used for research projects at UH.

Repayments – the net increase in FY 20 reflects actual drawdowns into the Housing Project Bond Special Fund Multifamily Fund and repayments on loans from the Dwelling Unit Revolving Fund (DURF) at HHFDC (DBEDT).

Transfers – the net increase in FY 20 reflects transfer of CIP funds into the DURF for increasing the supply of affordable housing and for CIP-related expenditures at the Department of Hawaiian Home Lands.