

Significant Changes from September 2021 Report

General Fund Non-Tax Revenues

Charges for Current Services – the net increases in FYs 24 and 25 are attributed to anticipated collections for reimbursements for other post-employment benefits (OPEB) from non-general funded programs to reflect the reinstatement of OPEB starting in FY 24 (Department of Budget and Finance (B&F)).

Non-Revenue Receipts – the net increases in FYs 22-28 are reflective of anticipated increases for transfers into the general fund from the Tax Administration Special Fund (Department of Taxation (TAX)) and Unclaimed Property Trust Fund (B&F).

Special Tax Revenues

Transfer of General Excise Tax – the changes in FYs 22-28 reflect revised estimates of general excise tax transfers to the Mass Transit Special Fund (MTSF) based on the Council on Revenues' (Council) forecast from the meeting held on September 7, 2021 (B&F).

Transfer of Transient Accommodations Tax (TAT) – the changes in FYs 22-28 reflect revised estimates of projected TAT transfers to the MTSF based on the Council's forecast from the meeting held on September 7, 2021 (B&F).

Transfer of Conveyance Tax – the increase in FY 22 is reflective of higher than anticipated conveyance activity (Department of Business, Economic Development and Tourism (DBEDT)).

Special Fund Non-Tax Revenues

Charges for Current Services – the net decrease in FY 22 is primarily due to a U.S. Department of Agriculture waiver which provided free meals for all students (Department of Education (DOE)) and reduced rental revenues (Department of Land and Natural Resources). The net increases in FYs 23-28 revenues are primarily due to increased tax collection projections by the Special Enforcement Section (TAX).

Charges for Current Services, Utilities – the net increase in FY 21 is primarily due to higher than anticipated wharfage revenue (Department of Transportation (DOT)-Harbors).

Other Than Special Fund Non-Tax Revenues

Use of Money – the net decreases in FYs 22-28 are due to lower than previously projected interest earned on investments for OPEB at the Employer-Union Health Benefits Trust Fund (EUTF) (B&F).

Federal Grants – the net increase in FY 21 is due to the update of actual federal funds received for various accounts including medical assistance payments at the Health Care Payments and Temporary Assistance for Needy Families programs (Department of

Human Services (DHS)) and a Crime Victim Assistance grant at the Department of the Attorney General. The net increases in FYs 22-28 are primarily from projected increases in medical assistance payments at the Health Care Payments program (DHS) and additional grant funds for disaster assistance that are offset by a reduction in projected grant funding in FYs 22-28 for Air and Army National Guard facilities statewide and the Youth Challenge Academy program at the Department of Defense (DOD).

Federal COVID-19 Funds – the net decrease in FY 21 and net increase in FY 22 reflect the update of federal funds received to: provide education stabilization due to the COVID-19 pandemic at DOE; additional Coronavirus Aid, Relief, and Economic Security Act funds to address health care disparities among the high risk and underserved at the Chronic Disease and Health Promotion Program (Department of Health (DOH)); and additional grants for the Disease Outbreak Control program (DOH). Additional federal grants were also received in FY 22 for public transportation services at DOT and disaster assistance at DOD for their COVID-19 response. The net increases in FYs 23-25 reflect additional funding through the Elementary and Secondary School Emergency Relief Fund for students at both public and non-public schools at DOE.

Charges for Current Services – the net increase in FY 22 reflects updates for refunds, rebates from prescription drug plans, Consolidated Omnibus Budget Reconciliation Act premiums for medical and dental plans, and performance and network guarantees from insurance carriers to the EUTF (B&F).

Non-Revenue Receipts – the net increase in FY 22 primarily reflects the State of Hawai'i's annual required contribution OPEB contributions that were booked in FY 22 at EUTF (B&F). The net decreases in FYs 23-28 reflect a revision in plans for issuing bonds and providing loans due to unfavorable market conditions (DBEDT-Hawai'i Housing Finance and Development Corporation).