



State of Hawai'i Department of Budget and Finance

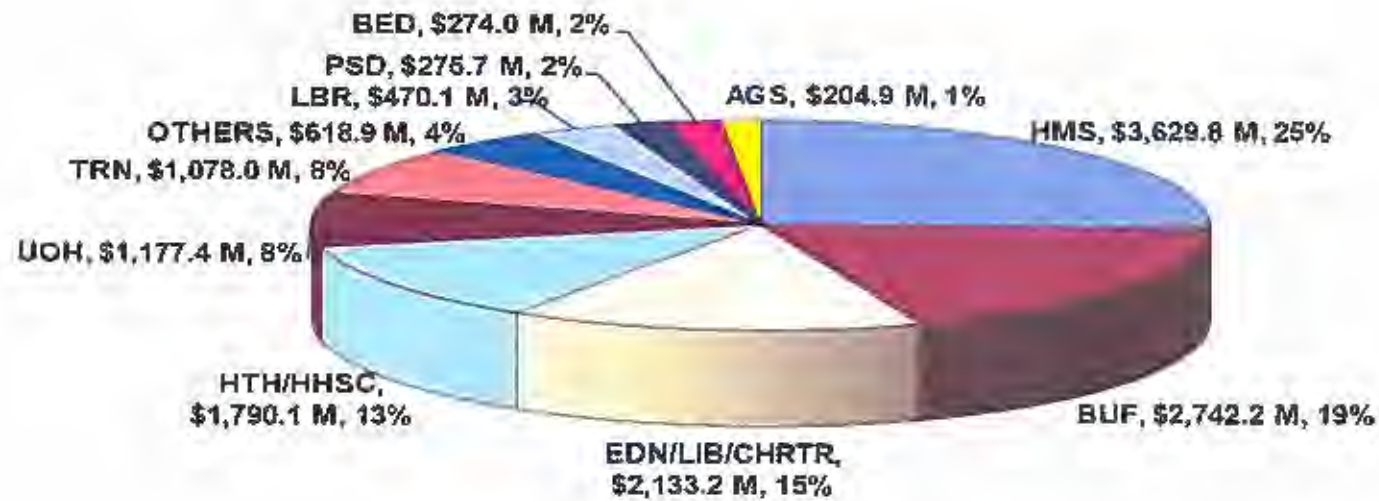


OVERVIEW OF THE STATE'S FISCAL CONDITION

**Laurel Johnston
Director of Finance
February 28, 2018**

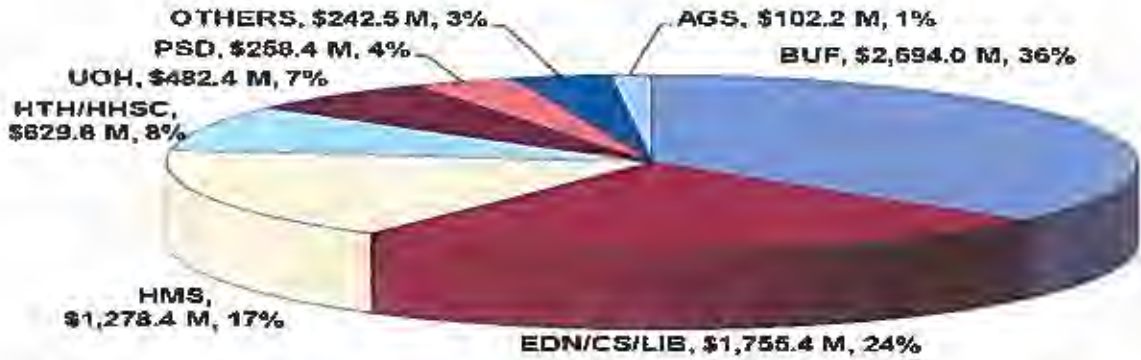
FY19 Budget by Dept – All Funds

Breakdown by Department



Total \$14.4 B

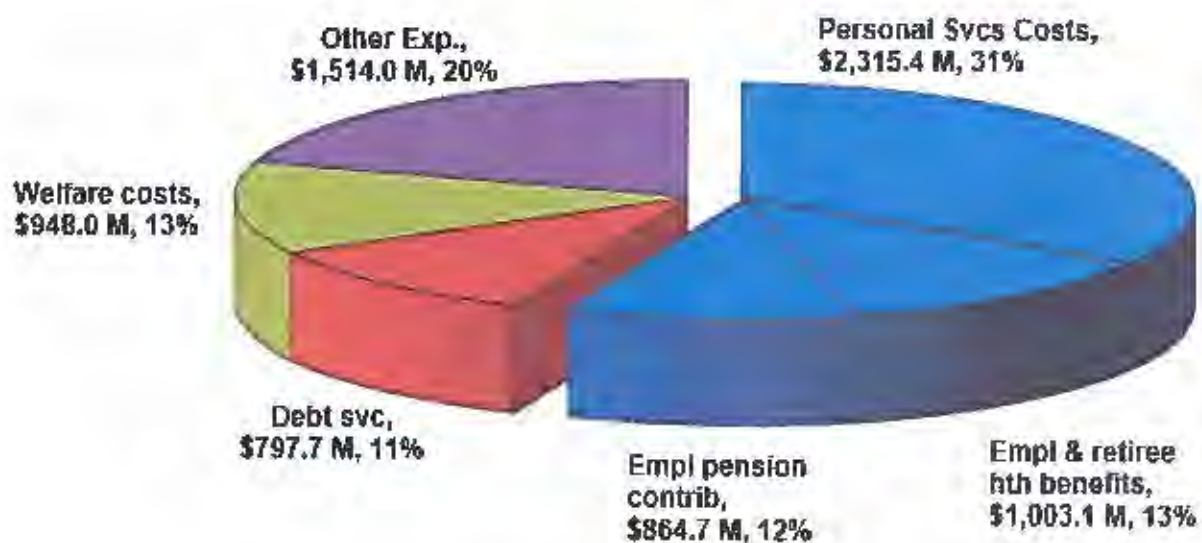
FY19 Budget by Dept – General Funds



Total \$7.4 B

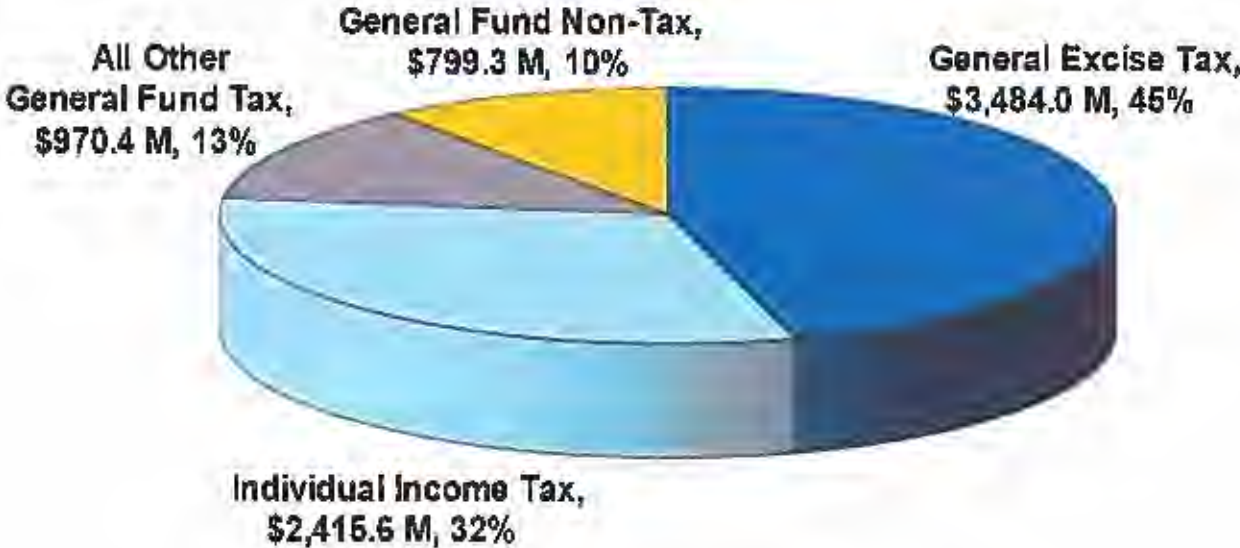
Note: Reflects the FY 2019 Executive Supplemental operating budget request

FY19 -- General Fund Cost Items



Total \$7.4 B

FY19 -- Estimated General Fund Revenues



Total \$7.7 B

Source: Council on Revenues' September 11, 2017 Report



State of Hawai'i Department of Budget and Finance

Overview of COR & COR's Projections

Council on Revenues

- **Article VII, Section 7, Hawai'i State Constitution mandates creation of Council of Revenues (COR) to prepare revenue estimates of state government for use by Governor in preparing & executing budget, and by Legislature in appropriating funds and enacting revenue measures**
- **Section 37-111, Hawaii Revised Statutes:**
 - Establishes COR consisting of 7 members (3 appointed by Governor & 2 each by Senate President & House Speaker)
 - Requires COR to prepare revenue estimates for fiscal year in progress & for each ensuing fiscal year of 6-year state program & financial plan
 - Requires estimates to be prepared quarterly on June 1, September 10, January 10 & March 15
- **Section 37-112, Hawaii Revised Statutes:**
 - Requires revenue estimates to be made public
 - Requires a public disclosure of nonuse & provide reasons for using different revenue estimates if Governor & Legislature do not use COR estimates

Council on Revenues' Tax Projections
(in millions of dollars)

	<u>FY 16</u>	<u>FY 17</u>	<u>Total FY 16-17</u>	<u>FY 18</u>	<u>FY 19</u>	<u>Total FY 18-19</u>	<u>FY 20</u>	<u>FY 21</u>	<u>Total FY 20-21</u>	<u>Total FY 16-21</u>
<u>September 10, 2015</u>										
Growth Rate	6.0%	5.5%		5.5%	5.0%		4.5%	4.5%		
\$ Amount	6,079.2	6,413.6	12,492.9	6,766.4	7,104.7	13,871.0	7,424.4	7,758.5	15,182.9	41,546.8
<u>January 11, 2016</u>										
Growth Rate	6.7%	5.5%		5.5%	5.0%		4.5%	4.5%		
\$ Amount	6,119.4	6,456.0	12,575.4	6,811.0	7,151.6	13,962.6	7,473.4	7,809.7	15,283.1	41,821.1
<u>March 14, 2016</u>										
Growth Rate	6.7%	5.0%		5.0%	5.0%		4.5%	4.5%		
\$ Amount	6,119.4	6,425.4	12,544.8	6,746.6	7,084.0	13,830.6	7,402.7	7,735.9	15,138.6	41,514.0
<u>June 1, 2016</u>										
Growth Rate	6.1%	5.0%		5.0%	5.0%		4.5%	4.5%		
\$ Amount	6,085.0	6,389.2	12,474.2	6,708.7	7,044.1	13,752.8	7,361.1	7,692.4	15,053.5	41,280.5
<u>September 9, 2016</u>										
Growth Rate	8.0%	5.5%		5.0%	4.4%		4.4%	4.4%		
\$ Amount	6,194.4	6,535.0	12,729.4	6,861.8	7,163.7	14,025.5	7,478.8	7,808.0	15,286.9	42,041.8
<u>January 10, 2017</u>										
Growth Rate	8.0%	3.0%		5.0%	4.4%		4.4%	4.4%		
\$ Amount	6,194.4	6,380.2	12,574.5	6,699.2	6,994.0	13,693.2	7,301.7	7,623.0	14,924.7	41,192.4
<u>March 15, 2017</u>										
Growth Rate	8.0%	2.5%		4.0%	4.0%		4.5%	4.5%		
\$ Amount	6,194.4	6,349.2	12,543.6	6,603.2	6,867.3	13,470.5	7,176.3	7,499.3	14,675.6	40,689.7
<u>June 1, 2017</u>										
Growth Rate	8.0%	2.5%		4.0%	4.0%		4.5%	4.5%		
\$ Amount	6,194.4	6,349.2	12,543.6	6,603.2	6,867.3	13,470.5	7,176.3	7,499.3	14,675.6	40,689.7
<u>September 11, 2017</u>										
Growth Rate	8.0%	2.0%		4.3%	4.3%		4.0%	4.0%		
\$ Amount	6,194.4	6,315.2	12,509.6	6,586.8	6,870.0	13,456.8	7,144.8	7,430.6	14,575.4	40,541.7
<u>January 10, 2018</u>										
Growth Rate	8.0%	2.0%		4.5%	4.3%		4.0%	4.0%		
\$ Amount	6,194.4	6,315.2	12,509.6	6,599.4	6,883.2	13,482.6	7,158.5	7,444.8	14,603.3	40,595.5



State of Hawai'i Department of Budget and Finance

Factors that Affect State Finances & Budget

GF REVENUES -- FY18 -- % CHANGE IN COLLECTIONS



Growth in General Fund Revenues vs. State Liabilities

State liabilities have grown much faster than revenues

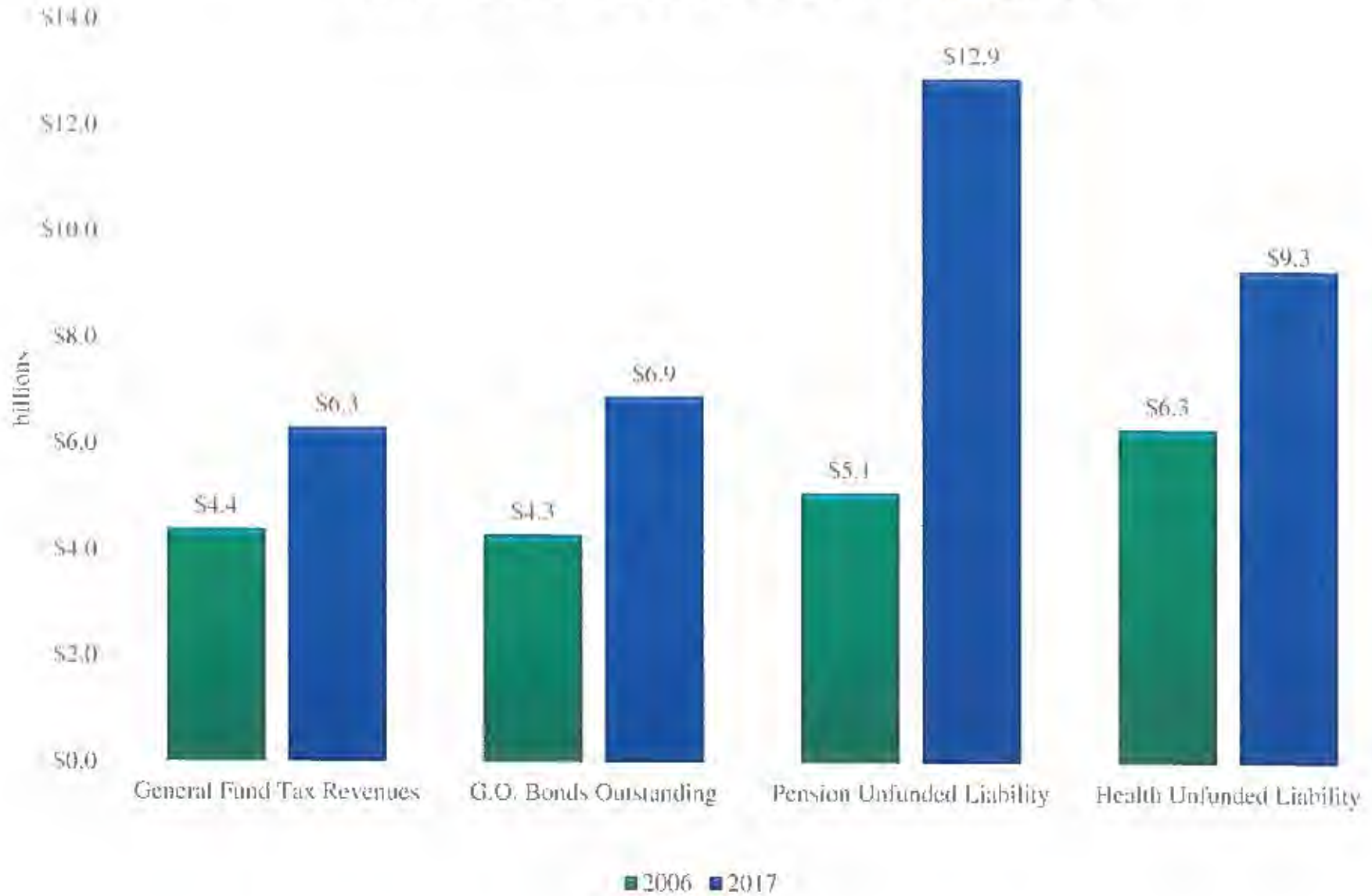


TABLE 9C

Projection Results Based on June 30, 2017 Actuarial Valuation

Valuation as of June 30,	Employer Contribution Rate for Fiscal Year Following Valuation Date	Compensation (in Millions)	Employer Contributions (in Millions)	Actuarial Accrued Liability (AAL, in Millions)	Actuarial Value of Assets (AVA, in Millions)	Unfunded Actuarial Accrued Liability (UAAL, in Millions)	Funded Ratio
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
2017	19.16%	\$ 4,265	\$ 817	\$ 28,649	\$ 15,721	\$ 12,928	54.9%
2018	20.39%	4,375	892	29,719	16,370	13,341	55.1%
2019	23.61%	4,497	1,062	30,864	17,161	13,703	55.6%
2020	25.95%	4,625	1,200	32,022	18,108	13,914	56.5%
2021	25.95%	4,759	1,235	33,181	19,185	13,996	57.8%
2022	25.94%	4,897	1,270	34,342	20,293	14,049	59.1%
2023	25.93%	5,042	1,308	35,504	21,435	14,069	60.4%
2024	25.92%	5,193	1,346	36,666	22,614	14,052	61.7%
2025	25.91%	5,350	1,386	37,826	23,831	13,995	63.0%
2026	25.90%	5,515	1,429	38,985	25,092	13,893	64.4%
2027	25.89%	5,688	1,473	40,141	26,400	13,741	65.8%
2028	25.88%	5,868	1,519	41,297	27,763	13,534	67.2%
2029	25.88%	6,056	1,567	42,455	29,188	13,267	68.8%
2030	25.87%	6,253	1,617	43,615	30,681	12,932	70.3%
2031	25.86%	6,457	1,670	44,780	32,255	12,525	72.0%
2032	25.85%	6,670	1,724	45,951	33,913	12,038	73.8%
2033	25.85%	6,891	1,781	47,128	35,666	11,462	75.7%
2034	25.84%	7,121	1,840	48,314	37,523	10,791	77.7%
2035	25.84%	7,361	1,902	49,513	39,498	10,015	79.8%
2036	25.84%	7,610	1,966	50,726	41,601	9,125	82.0%
2037	25.84%	7,869	2,033	51,958	43,847	8,110	84.4%
2038	25.84%	8,139	2,103	53,212	46,252	6,960	86.9%
2039	25.84%	8,421	2,176	54,490	48,833	5,653	89.6%
2040	25.85%	8,714	2,252	55,813	51,608	4,205	92.5%
2041	25.85%	9,019	2,332	57,171	54,597	2,574	95.5%
2042	25.86%	9,336	2,414	58,577	57,823	754	98.7%
2043	4.30%	9,665	415	60,037	61,307	(1,270)	102.1%
2044	4.25%	10,007	425	61,558	62,916	(1,357)	102.2%
2045	4.21%	10,361	436	63,148	64,599	(1,451)	102.3%
2046	4.18%	10,728	448	64,813	66,362	(1,551)	102.4%

Projection assumes all assumptions exactly met, including a 7.00% annual return on the current actuarial value of assets.

Scenario 2 - Minimum Contribution Required by ACT 268

Fiscal Year Ending	Payroll	Actuarial Assumed Liability (AAL)	Beginning of Year Assets	Unfunded AAL (UAAL)	Fundbal Ratio	Annual Required Contribution	Actual Contribution	Contribution as % of Payroll	Benefit Total	Benefits as % of Payroll	Additional Cost of Prefunding
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
2018	\$ 3,157,515,000	\$ 10,194,187,000	\$ 8,79,517,000	\$ 9,314,670,000	8.6%	\$ 770,297,000	\$ 654,085,000	20.7%	\$ 357,026,000	11.1%	\$ 267,063,000
2019	3,262,851,000	10,774,816,000	1,249,137,000	9,525,679,000	11.6%	787,110,000	787,110,000	24.1%	386,514,000	11.8%	400,586,000
2020	3,377,053,000	11,373,922,000	1,749,757,000	9,624,170,000	15.4%	818,896,000	818,896,000	24.2%	418,107,000	12.4%	400,789,000
2021	3,495,250,000	11,988,755,000	2,286,610,000	9,707,136,000	19.1%	847,580,000	847,680,000	24.3%	454,838,000	13.0%	392,442,000
2022	3,617,583,000	12,617,550,000	2,852,841,000	9,764,709,000	22.6%	877,959,000	877,969,000	24.3%	494,717,000	13.7%	383,257,000
2023	3,744,191,000	13,258,852,000	3,449,771,000	9,815,031,000	26.0%	909,636,000	909,636,000	24.3%	535,133,000	14.3%	374,503,000
2024	3,875,246,000	13,913,653,000	4,077,389,000	9,836,264,000	29.3%	942,774,000	942,774,000	24.3%	576,800,000	14.9%	365,963,000
2025	4,010,879,000	14,582,333,000	4,741,109,000	9,841,224,000	32.5%	977,788,000	977,388,000	24.3%	620,911,000	15.5%	356,477,000
2026	4,151,260,000	15,264,072,000	5,441,806,000	9,822,578,000	35.6%	1,013,489,000	1,013,489,000	24.4%	668,836,000	16.0%	347,653,000
2027	4,296,694,000	15,959,635,000	6,181,481,000	9,777,854,000	38.7%	1,051,159,000	1,051,159,000	24.5%	717,210,000	16.6%	338,949,000
2028	4,446,934,000	16,669,244,000	6,964,870,000	9,704,376,000	41.8%	1,090,420,000	1,090,420,000	24.5%	768,400,000	17.1%	330,020,000
2029	4,602,576,000	17,393,787,000	7,794,565,000	9,599,222,000	44.8%	1,131,004,000	1,131,104,000	24.6%	820,829,000	17.5%	321,525,000
2030	4,763,667,000	18,134,866,000	8,675,611,000	9,439,785,000	47.8%	1,174,159,000	1,174,159,000	24.6%	875,151,000	17.9%	313,006,000
2031	4,930,395,000	18,895,755,000	9,614,603,000	9,228,107,000	50.8%	1,218,713,000	1,218,713,000	24.7%	931,288,000	18.2%	305,325,000
2032	5,102,859,000	19,678,744,000	10,617,741,000	9,061,001,000	53.8%	1,265,193,000	1,265,193,000	24.8%	989,744,000	18.5%	297,440,000
2033	5,281,567,000	20,486,220,000	11,691,130,000	8,795,090,000	57.1%	1,313,743,000	1,313,743,000	24.9%	1,050,647,000	18.8%	289,690,000
2034	5,466,417,000	21,320,407,000	12,841,351,000	8,479,056,000	60.2%	1,364,404,000	1,364,404,000	25.0%	1,113,745,000	19.0%	282,650,000
2035	5,657,242,000	22,185,087,000	14,076,796,000	8,106,291,000	63.5%	1,417,225,000	1,417,225,000	25.0%	1,179,131,000	19.2%	276,294,000
2036	5,854,763,000	23,083,914,000	15,406,052,000	7,677,822,000	66.7%	1,472,322,000	1,472,322,000	25.1%	1,247,147,000	19.3%	270,675,000
2037	6,060,714,000	24,017,142,000	16,830,855,000	7,182,287,000	70.1%	1,529,762,000	1,529,762,000	25.2%	1,317,921,000	19.4%	265,801,000
2038	6,273,139,000	24,989,323,000	18,353,711,000	6,615,212,000	73.5%	1,589,606,000	1,589,606,000	25.3%	1,391,600,000	19.5%	261,570,000
2039	6,492,389,000	26,007,667,000	20,048,193,000	5,972,469,000	77.0%	1,651,924,000	1,651,924,000	25.4%	1,470,017,000	19.6%	257,891,000
2040	6,719,622,000	27,089,829,000	21,844,172,000	5,245,257,000	80.6%	1,716,820,000	1,716,820,000	25.5%	1,553,811,000	19.7%	254,500,000
2041	6,954,809,000	28,209,047,000	23,781,987,000	4,427,060,000	84.3%	1,784,363,000	1,784,363,000	25.7%	1,642,571,000	19.7%	251,792,000
2042	7,194,227,000	29,383,414,000	25,873,323,000	3,510,091,000	88.1%	1,854,648,000	1,854,648,000	25.8%	1,737,316,000	19.7%	249,392,000
2043	7,438,165,000	30,618,295,000	28,132,284,000	2,486,011,000	91.9%	1,927,741,000	1,927,741,000	25.9%	1,838,929,000	19.7%	247,262,000
2044	7,710,221,000	31,910,375,000	30,579,994,000	1,345,781,000	95.8%	2,003,712,000	2,003,712,000	26.0%	1,947,360,000	19.7%	245,344,000
2045	7,990,803,000	33,296,956,000	33,211,209,000	79,747,000	99.8%	2,093,933,000	2,093,933,000	26.3%	2,063,017,000	19.7%	244,084,000
2046	8,260,331,000	34,728,139,000	34,571,718,000	66,421,000	99.8%	2,196,986,000	2,196,986,000	26.4%	2,186,096,000	19.7%	243,100,000
2047	8,510,236,000	36,207,914,000	36,213,811,000	51,503,000	99.9%	2,311,690,000	2,311,690,000	26.5%	2,316,343,000	19.7%	242,653,000
2048	8,848,459,000	37,844,672,000	37,849,817,000	34,851,000	99.9%	2,439,931,000	2,439,931,000	27.6%	2,454,816,000	19.7%	242,885,000
2049	9,156,105,000	39,559,058,000	39,579,327,000	16,311,000	100.0%	2,685,971,000	2,685,971,000	29.7%	2,707,776,000	19.6%	243,185,000

The projection includes liabilities for future employees.



State of Hawai'i Department of Budget and Finance

General Fund Financial Plan

What is a Financial Plan?

- **Fiscal planning tool to manage State general fund resources**
- **Provides a longer term view of State's financial condition**
- **Statutes require six-year financial outlook – current two-year period and two subsequent two-year periods**
- **Constitution requires use of Council on Revenues' revenue estimates (Council projects on cash basis)**
- **Prepared on a modified cash-basis and is not directly comparable with the State's audited financial statements, which use a modified accrual basis**

General Fund Financial Plan Assumptions

- **General Fund Financial Plan (GFFP) = modified cash-basis and prospective**
- **State's audited financial statements = modified accrual basis and retrospective**
- **GFFP – Revenues**
 - **FY17 reflects actual revenue collections as reported by the Department of Accounting and General Services**
 - **FYs 2018-2023 reflect Council on Revenues' September 2017 projections**
- **GFFP – Expenditures**
 - **FY 2018 & 2019 expenditures reflect Act 49, SLH 2017, as authorized by the 2017 Legislature and the FY 2019 Supplemental Budget Request**
 - **FYs 2020-2023 expenditures are based on Act 49, SLH 2017 and were adjusted to include the FY 2019 Supplemental Budget**
- **The GFFP incorporates various legislative proposals with general fund impact that were submitted to the 2018 Legislature**

General Fund Financial Plan as Submitted to Legislature on December 18, 2017
Fiscal Years 17 – 23
(in millions of dollars)

	<u>Actual^a</u> <u>FY 17</u>	<u>Estimated</u> <u>FY 18</u>	<u>Estimated</u> <u>FY 19</u>	<u>Estimated</u> <u>FY 20</u>	<u>Estimated</u> <u>FY 21</u>	<u>Estimated</u> <u>FY 22</u>	<u>Estimated</u> <u>FY 23</u>
REVENUES:							
Executive Branch:							
Tax revenues	6,315.2	6,586.8	6,670.0	7,144.8	7,430.6	7,727.8	8,036.9
Nontax revenues	1,003.4	739.5	762.1	805.9	841.6	869.9	873.8
Judicial Branch revenues	33.0	38.5	37.2	37.8	38.3	38.9	38.6
Other revenues	0.0	(33.9)	(6.8)	26.4	28.0	27.0	26.9
TOTAL REVENUES	7,351.6	7,328.9	7,662.5	8,014.8	8,330.5	8,650.7	8,976.3
EXPENDITURES							
Executive Branch:							
Operating	7,036.6	7,249.4	7,442.9	7,788.6	8,028.6	8,214.0	8,482.9
CIP	14.3	10.5	11.2	11.2	11.2	11.2	11.2
Specific appropriation/CB	603.6	112.8	239.5	294.7	352.1	387.6	387.8
Other expenditures/adjustments	0.0	(107.8)	6.1	2.1	2.1	2.1	2.1
Sub-total - Exec Branch	7,554.5	7,263.9	7,701.6	8,097.6	8,394.0	8,594.8	8,783.6
Legislative Branch	41.1	41.1	41.1	41.1	41.1	41.1	41.1
Judicial Branch	162.3	165.7	171.0	171.8	172.0	172.0	172.0
DHA	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Counties	-	-	-	-	-	-	-
Lapses	(275.2)	(80.0)	(80.0)	(80.0)	(80.0)	(80.0)	(80.0)
TOTAL EXPENDITURES	7,485.6	7,353.6	7,836.7	8,233.7	8,530.1	8,730.9	8,919.7
REV. OVER (UNDER) EXPEND.	(134.0)	(64.7)	(174.2)	(218.8)	(191.6)	(80.3)	56.6
CARRY-OVER BALANCE (DEFICIT)							
Beginning	1,027.8	893.8	829.1	854.8	436.0	344.4	164.2
Ending	893.8	829.1	854.8	436.0	244.4	164.2	220.8
GF reserves (5% of prior yr revenues)	364.1	387.8	366.4	383.1	400.7	416.8	432.8
END BAL LESS GF RESERVES	539.7	461.5	288.4	52.9	(156.3)	(262.8)	(211.8)
<i>EBRF (add \$1M FY18, \$201.4M FY17)</i>	<i>311.3</i>	<i>319.7</i>	<i>328.3</i>	<i>336.8</i>	<i>345.3</i>	<i>353.6</i>	<i>362.3</i>
<i>EBRF fund balance as % of prior yr revenues</i>	<i>4.40%</i>	<i>4.35%</i>	<i>4.48%</i>	<i>4.40%</i>	<i>4.31%</i>	<i>4.24%</i>	<i>4.19%</i>

*FY17 Unaudited

Note: Due to rounding, details may not add to totals.

**GFFP Revenue Updates based on
Council on Revenues' January 8, 2018 Meeting**

General Fund
(in millions of dollars)

		<u>FY 17</u>	<u>FY 18</u>	<u>FY 19</u>	<u>FY 20</u>	<u>FY 21</u>	<u>FY 22</u>	<u>FY 23</u>
Tax revenues								
		2.0%	4.5%	4.3%	4.0%	4.0%	4.0%	4.0%
	01-08-18	6,315.2	6,599.4	6,883.2	7,158.5	7,444.8	7,742.6	8,052.3
		2.0%	4.3%	4.3%	4.0%	4.0%	4.0%	4.0%
	09-07-17	6,315.2	6,586.8	6,870.0	7,144.8	7,430.6	7,727.8	8,036.9
	Difference	0.0	12.6	13.2	13.7	14.2	14.8	15.4
Non-tax revenues								
Executive Branch:								
	01-08-18	1,003.4	832.0	735.9	778.8	813.6	828.0	843.9
	09-07-17	1,003.4	739.5	762.1	805.9	841.6	856.9	873.9
	Difference	0.0	92.5	(26.2)	(27.0)	(28.0)	(28.9)	(30.0)
Judiciary:								
	01-08-18	33.0	33.0	33.0	33.0	33.0	33.0	33.0
	09-07-17	33.0	36.5	37.2	37.8	38.3	38.9	39.5
	Difference	0.0	(3.5)	(4.2)	(4.7)	(5.3)	(5.9)	(6.5)
Total - Non-tax revenues								
	01-08-18	1,036.4	865.0	768.9	811.9	846.6	861.0	876.9
	09-07-17	1,036.4	776.0	799.3	843.6	879.9	895.8	913.5
	Difference	0.0	89.0	(30.4)	(31.8)	(33.3)	(34.9)	(36.5)
TOTAL - TAX + NON-TAX								
	01-08-18	7,351.6	7,464.4	7,652.1	7,970.4	8,291.5	8,603.6	8,929.3
	09-07-17	7,351.6	7,362.8	7,669.3	7,988.4	8,310.5	8,623.7	8,950.4
	DIFFERENCE	0.0	101.6	(17.2)	(18.1)	(19.1)	(20.0)	(21.1)
Adjustments already included in fin plan:								
County surcharge (Act 1, SpSLH 2017)			(25.4)	(26.2)	(27.1)	(28.0)	(29.0)	(30.1)
		0.0	(25.4)	(26.2)	(27.1)	(28.0)	(29.0)	(30.1)
Net impact of COR changes on financial plan:								
		0.0	127.0	9.1	9.0	9.0	8.9	8.9

GFFP Updates for Tax Conformity Bill's General Fund Revenue Impact

<u>Tax Conformity Bill</u>	<u>FY 19</u>	<u>FY 20</u>	<u>FY 21</u>	<u>FY 22</u>	<u>FY 23</u>
Old Estimate	-	-	-	-	-
New Estimate	1,400,000	6,000,000	11,500,000	17,800,000	25,300,000
Difference	1,400,000	6,000,000	11,500,000	17,800,000	25,300,000

**GFFP Updates for Retiree Health Benefits ARC Payment Based on 2017 Valuation
Included as Part of Governor's Message No. 7**

1/22/2018

	FY 19	FY 20	FY 21	FY 22	FY 23	Total
<u>Projection</u>						
<u>2017 OPEB Valuation</u>						
Annual Required Contribution	787,110,000	818,896,000	847,680,000	877,969,000	909,636,000	4,241,291,000
Benefit Payment Total	386,514,000	418,107,000	454,838,000	494,717,000	535,133,000	2,289,309,000
Cost of UAAL Prefunding	400,596,000	400,789,000	392,842,000	383,252,000	374,503,000	1,951,982,000
<u>2015 OPEB Valuation</u>						
Annual Required Contribution	811,313,000	839,550,000	873,193,000	904,286,000	936,791,000	4,365,133,000
Benefit Payment Total	436,139,000	476,477,000	518,870,000	563,465,000	604,323,000	2,599,274,000
Cost of UAAL Prefunding	375,174,000	363,073,000	354,323,000	340,821,000	332,468,000	1,765,859,000
Increase Needed UAAL Prefunding	25,422,000	37,716,000	38,519,000	42,431,000	42,035,000	186,123,000
Budget Benefit Payment	362,957,399	395,452,303	431,531,836	472,637,445	517,803,305	2,180,382,288
Increase Needed Benefit Pmt	23,556,601	22,654,697	23,306,164	22,079,555	17,329,695	108,926,712
Total Increase Move to 100% ARC	48,978,601	60,370,697	61,825,164	64,510,555	59,364,695	296,049,712

GFFP Updates to Include Governor's Messages

Other GF Adjustments Included in Governor's Message No. 7

		<u>FY 19</u>	<u>FY 20</u>	<u>FY 21</u>	<u>FY 22</u>	<u>FY 23</u>
PSD 808/EM	Non-State Facilities	1,740,404	-	-	-	-
BUF 741/ST	Retirement Benefits Payments-State	(9,569,549)	(11,685,348)	(14,793,122)	(15,112,122)	(15,414,364)
	Total Other GF Adj in GM No. 7	(7,829,145)	(11,685,348)	(14,793,122)	(15,112,122)	(15,414,364)

Governor's Message No. 8

		<u>FY 19</u>	<u>FY 20</u>	<u>FY 21</u>	<u>FY 22</u>	<u>FY 23</u>
HTH 214/LS	Maui Health System, A KFH LLC	4,025,000	-	-	-	-
	Total GM No. 8	4,025,000	-	-	-	-

Proposed Governor's Message No. TBD

		<u>FY 19</u>	<u>FY 20</u>	<u>FY 21</u>	<u>FY 22</u>	<u>FY 23</u>
AGS 130/EG	Office of Information Management and Technology	(900,000)	(900,000)	(900,000)	(900,000)	(900,000)
TAX 107/AA	Office of the Director	900,000	900,000	900,000	900,000	900,000
BUF	Debt Service Payments	(2,655,369)	1,816,211	(24,850,655)	(16,665,831)	(16,671,271)
EDN 600	Charter Schools	(749,893)	-	-	-	-
HMS 401/PE	Fee-for-Services Payments	(294,480)	-	-	-	-
HMS 401/PE	Fee-for-Services Payments	2,798,600	8,970,001	16,491,977	19,210,321	20,360,792
LNR 101/EA	Land Management Division	(97,250)	(97,250)	(97,250)	(97,250)	(97,250)
	Total Proposed GM No. TBD	(998,392)	10,688,962	(8,455,928)	2,447,240	3,592,271

Note: bracketed figures reflect reduced spending.

**Updated GFFP Based on COR January 8, 2018 Meeting, Revised Revenue
Impact Bill Estimates, 2017 OPEB Valuation, and Governor's Messages No.
7, 8 & TBD for Fiscal Years 17 – 23
(in millions of dollars)**

	Actual* FY 17	Estimated FY 18	Estimated FY 19	Estimated FY 20	Estimated FY 21	Estimated FY 22	Estimated FY 23
REVENUES:							
Executive Branch:							
Tax revenues	6,315.2	6,586.8	6,870.0	7,144.8	7,430.6	7,727.8	8,036.9
Nontax revenues	1,003.4	739.5	762.1	805.9	841.6	856.9	873.9
Judicial Branch revenues	33.0	36.5	37.2	37.8	38.3	38.9	39.5
Other revenues	0.0	(33.9)	(6.8)	26.4	28.0	27.0	25.9
TOTAL REVENUES	7,351.6	7,328.9	7,662.5	8,014.8	8,338.5	8,650.7	8,976.3
EXPENDITURES							
Executive Branch:							
Operating	7,036.6	7,248.4	7,442.9	7,789.8	8,028.6	8,214.0	8,402.6
CIP	14.3	10.5	11.2	11.2	11.2	11.2	11.2
Specific appropriation/CB	503.6	112.8	239.5	294.7	352.1	367.6	367.6
Other expenditures/adjustments	0.0	(107.8)	8.1	2.1	2.1	2.1	2.1
Sub-total - Exec Branch	7,554.5	7,263.9	7,701.6	8,097.8	8,394.0	8,594.8	8,783.6
Legislative Branch	41.1	41.1	41.1	41.1	41.1	41.1	41.1
Judicial Branch	162.3	165.7	171.0	171.8	172.0	172.0	172.0
OHA	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Counties	-	-	-	-	-	-	-
Lapses	(275.2)	(80.0)	(80.0)	(80.0)	(80.0)	(80.0)	(80.0)
TOTAL EXPENDITURES	7,485.6	7,393.8	7,836.7	8,233.7	8,530.1	8,730.9	8,919.7
REV. OVER (UNDER) EXPEND.	(134.0)	(64.7)	(174.2)	(218.8)	(191.6)	(80.3)	56.6
CARRY-OVER BALANCE (DEFICIT)							
Beginning	1,027.8	893.8	829.1	654.9	436.0	244.4	164.2
Ending	893.8	829.1	654.9	436.0	244.4	164.2	220.8
Net impact of 1-8-18 COR changes on fin. plan		127.0	9.1	9.0	9.0	8.9	8.9
Tax Conformity Bill Adjustments			1.4	6.0	11.5	17.8	25.3
2017 OPEB valuation to meet ARC		-	48.0	60.4	61.8	64.6	69.4
Other GM No. 7 Adjustments			(7.8)	(11.7)	(14.8)	(15.1)	(15.4)
GM No. 8 Adjustments			4.0	-	-	-	-
Proposed GM No. TBD			(1.0)	10.7	(8.5)	2.4	3.6
REV. OVER (UNDER) EXPEND.	(134.0)	62.3	(208.0)	(263.2)	(209.7)	(105.4)	43.3
Beg. - w/COR, OPEB, Rev & GM adjs	1,027.8	893.8	956.1	748.1	484.9	275.2	169.8
End. - w/COR, OPEB, Rev & GM adjs	893.8	956.1	748.1	484.9	275.2	169.8	213.0

* unaudited

Note: Due to rounding, details may not add to totals.