

**Report on Non-General Fund Information**  
for Submittal to the 2015 Legislature

Department: Taxation  
 Prog ID(s): TAX 107  
 Name of Fund: Cigarette Tax Stamp Administration Fund  
 Legal Authority: Act 270, SLH 2001

Contact Name: Tsz Keung Li  
 Phone: 587-1500  
 Fund type (MOF): Special  
 Appropriation Acct. No.: S-325-T

Intended Purpose: To provide funding to administer and operate the cigarette tax stamp program

Source of Revenues: Cigarette tax stamps are sold at denominated value plus stamp fee of 1.7% of the denominated value. Of the 1.7%, 0.2% goes to the Cigarette Tax Stamp Administration Special Fund.

Current Program Activities/Allowable Expenses: Monies in the fund are used to purchase stamps from the manufacturer and to pay for the cost of distributing stamps through a financial institution.

Purpose of Proposed Ceiling Increase (if applicable): NA

Variations: The increase in expenditures for FY 2013 was due to the increase in contract costs and claims.  
 The decrease in revenues for FY 2014 was due to less cigarette stamps being sold.  
 The revenues are expected to increase for FY 2015 and more stamps will be purchased, so the expenditures are expected to increase.

Financial Data							
	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018
	(actual)	(actual)	(actual)	(estimated)	(estimated)	(estimated)	(estimated)
Appropriation Ceiling	272,000	272,000	272,000	272,000	272,000	272,000	272,000
Beginning Cash Balance	286,181	427,114	494,295	534,391	534,391	534,391	534,391
Revenues	271,294	255,699	219,078	252,000	252,000	252,000	252,000
Expenditures	130,361	188,518	178,982	252,000	252,000	252,000	252,000
Transfers							
List each by JV# and date							
Net Total Transfers							
Ending Cash Balance	427,114	494,295	534,391	534,391	534,391	534,391	534,391
Encumbrances	0	0	0	0	0	0	0
Unencumbered Cash Balance	427,114	494,295	534,391	534,391	534,391	534,391	534,391

Additional Information:

Amount Req. by Bond Covenants	0	0	0	0	0	0	0
Amount from Bond Proceeds	0	0	0	0	0	0	0
Amount Held in CODs, Escrow Accounts, or Other Investments	0	0	0	0	0	0	0

**Report on Non-General Fund Information**  
for Submittal to the 2015 Legislature

Department: Taxation  
 Prog ID(s): TAX 107  
 Name of Fund: Tax Administration Special Fund  
 Legal Authority: HRS §235-20.5

Contact Name: Tsz Keung Li  
 Phone: 587-1500  
 Fund type (MOF) Special  
 Appropriation Acct. No. S-327-T

Intended Purpose: To offset costs associated with administering sections 235-110.9 and 235-110.91, to fund operations of the Special Enforcement Section (SES).

Source of Revenues: Fees paid by taxpayers requesting comfort letter and certifications under sections 235-110.9 and 235-110.91, revenues collected by the Special Enforcement Section.

Current Program Activities/Allowable Expenses: Costs associated with administering sections 235-110.9 and 235-110.91, costs for the administration and operation of the Special Enforcement Section.

Purpose of Proposed Ceiling Increase (if applicable): NA

Variations: In FY 13, one of the investigators went to the SES supervisor position and could not do the same number of investigations as in FY 12, so the revenues decreased. The decrease in expenditures was due to the decrease in salary paid out as vacancy of the positions increased. Both revenues and expenditures increased for FY 14 due to SES fully staffing for 7 months. Both revenues and expenditures are expected to increase for FY 15 due to SES fully staffing for the whole year.

Financial Data							
	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018
	(actual)	(actual)	(actual)	(estimated)	(estimated)	(estimated)	(estimated)
Appropriation Ceiling	775,000	775,000	775,000	775,000	775,000	775,000	775,000
Beginning Cash Balance	1,354,043	1,171,298	972,187	612,248	612,248	612,248	612,248
Revenues	972,609	704,220	826,026	1,000,000	1,000,000	1,000,000	1,000,000
Expenditures	251,795	223,761	380,189	500,000	500,000	500,000	500,000
Transfers							
List each by JV# and date							
Net Total Transfers	(903,559)	(679,570)	(805,776)	(500,000)	(500,000)	(500,000)	(500,000)
Ending Cash Balance	1,171,298.00	972,187.00	612,248.00	612,248	612,248	612,248	612,248
Encumbrances	0	0	0	0	0	0	0
Unencumbered Cash Balance	1,171,298	972,187	612,248	612,248	612,248	612,248	612,248

Additional Information:

Amount Req. by Bond Covenants	0	0	0	0	0	0	0
Amount from Bond Proceeds	0	0	0	0	0	0	0
Amount Held in CODs, Escrow Accounts, or Other Investments	0	0	0	0	0	0	0

In each fiscal year, all revenues collected by the special enforcement section that are in excess of \$500,000 shall be deposited into general fund. Excess revenues were transferred to the general fund by DAGS staff and DOTAX has no information on the JV # and date of transfer.