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EMPLOYEES' RETIREMENT SYSTEM
HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND
OFFICE OF THE PUBLIC DEFENDER

ADMINISTRATIVE AND RESEARCH OFFICE
BUDGET, PROGRAM PLANNING AND
MANAGEMENT DIVISION
FINANCIAL ADMINISTRATION DIVISION
OFFICE OF FEDERAL AWARDS MANAGEMENT (OFAM)

January 14, 2016

FINANCE MEMORANDUM

MEMO NO. 16-01

TO: All Department Heads

FROM: Wesley K. Machida
Director of Finance

SUBJECT: Update of Revenue Estimates

The Department of Budget and Finance (B&F) compiles and reports the State's revenues to the Council on Revenues (Council) as required by Section 37-111, HRS. The Council submits its report on projections of tax and non-tax revenues to the Governor and the Legislature for their use in making budget decisions. In anticipation of the Council's next meeting, we are requesting an update of your department's revenue projections.

All departments are required to use the online system to prepare their updates. If you have new personnel who need access to e-Rev, please send an e-mail message to donovan.y.chun@hawaii.gov with the full names of new users of the system.

Attached for your review and update are copies of revenue estimate forms that reflect your department's estimates that were submitted to the Council for its January 2016 report. If your department receives or anticipates receipt of revenues for which an estimate form has not been provided, please add the new revenues through the online system. If your department has revenue sources that have terminated, estimate forms should be submitted to the Budget, Program Planning and Management Division (BPPMD) for deletion from e-Rev.

To maintain alignment of the revenue reporting system with the Federal Awards Management System, departments are requested to review and update federal fund revenue worksheets in e-Rev as may be necessary. This includes using the correct means of financing (MOF) classifications of N and P (MOF N includes all major recurring federal awards and MOF P includes all other federal awards), and inputting the information into e-Rev by parent account (if assigned to only one specific grant award) or sub-account assigned to an individual grant award, as appropriate. In cases where the parent account is for more than one grant award, departments

should transition their data currently reported at the parent account level to the sub-account level. Federal awards which will be transitioned to sub-account level reporting and new federal fund awards not in e-Rev as of June 30, 2015, will need new revenue worksheets with the appropriate source of funds, appropriation symbol, description and revenue estimates.

Revenue estimates should be reported in the year that they are expected to be received. For competitive grants that are (usually) non-recurring, revenue projections should be limited to the life of the grant. For recurring grants, estimates should be made for the out-years as well. In addition, please review your estimates to ensure that they are realistic.

Also, please remember that the amounts for the last four out-years (i.e., FYs 19-22) should be rounded to the nearest thousand. For example, revenues of \$2,800,000 should be input as \$2,800 for FYs 19, 20, 21, and 22 in e-Rev.

To confirm your department's status for this reporting period, please return the attached sample transmittal (Attachment B) as soon as possible, but no later than Thursday, February 4, 2016, to BPPMD. After this date, e-Rev will be inaccessible until the next update period in order for BPPMD to prepare reports for the Council. Please note that the time period for departments to complete their revenue updates has been shortened. This is being done to accommodate a server migration scheduled for the morning of February 5.

Because the revenues reported during this period will impact the Legislature's deliberations on the FY 17 Executive Supplemental Budget, it is imperative that all revenues are identified and reported accurately. We appreciate your continued cooperation in updating your estimates in a timely manner. If there are any questions, please have your staff contact Mr. Neal Miyahira, Administrator of BPPMD, at 586-1530.

Attachments

ATTACHMENT B
(Due to BPPMD by February 4, 2016)

TRANSMITTAL

DATE _____

TO: Mr. Neal Miyahira, Administrator
Budget, Program Planning and Management Division
Department of Budget and Finance

FROM: _____

SUBJECT: REVENUE ESTIMATES

- No changes are required
- Changes were made using e-Rev
- Changes are attached (e.g., sheets to be deleted, etc.)

If there are questions, please call _____

at _____.