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**Tables Indicating the Basis for Revenue  
Estimates**

**ESTIMATES OF GENERAL FUND TAX REVENUE FROM THE MEETING OF SEPTEMBER 5, 2024: FY 2025 TO FY 2031**  
**Line item projections generated by Tax Research & Planning Office to be consistent with the Council's forecast for the total General Fund tax revenues**  
**(in thousands of dollars)**

TYPE OF TAX	BASE		ESTIMATED						
	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031
General Excise and Use Tax	\$4,408,473	\$4,446,125	\$4,840,091	\$5,254,406	\$5,563,439	\$5,795,082	\$5,990,971	\$6,181,017	\$6,353,518
Individual Income Tax	3,099,886	3,280,416	3,322,324	2,977,339	2,978,297	2,971,762	3,084,034	3,039,933	3,184,219
Corporate Income Tax	316,831	483,676	329,049	446,098	454,732	517,437	504,524	535,765	533,162
Public Service Company Tax	142,195	159,222	168,069	176,411	184,567	192,710	201,089	209,789	218,955
Tax on Insurance Premiums	203,791	211,352	231,180	229,908	237,661	247,712	261,874	271,234	284,528
Cigarette and Tobacco Tax	59,070	58,789	51,474	48,272	45,344	42,762	40,301	37,987	35,793
Liquor Tax	54,513	51,602	52,335	53,314	54,037	54,590	55,100	55,595	56,109
Tax on Banks and Other Financial Corps.	28,969	28,912	35,993	38,649	41,854	44,769	46,809	48,116	49,185
Inheritance and Estate Tax	58,083	55,794	57,256	58,596	59,873	61,118	62,371	63,644	64,955
Conveyance Tax	49,032	54,311	58,274	64,052	65,376	70,303	77,001	84,068	90,453
Miscellaneous Taxes*	22,886	22,639	22,557	22,475	22,393	22,311	22,229	22,149	22,070
Transient Accommodations Tax	756,578	715,475	733,510	754,932	772,497	787,391	801,843	816,228	830,534
<b>GENERAL FUND TOTAL</b>	<b>\$9,200,305</b>	<b>\$9,568,313</b>	<b>\$9,902,112</b>	<b>\$10,124,452</b>	<b>\$10,480,070</b>	<b>\$10,807,947</b>	<b>\$11,148,146</b>	<b>\$11,365,525</b>	<b>\$11,723,481</b>
GROWTH RATE	-1.7%	4.0%	3.5%	2.2%	3.5%	3.1%	3.1%	1.9%	3.1%

\* The figures on this line include penalty and interest charges, fees and license charges from various taxes, and allocations to the General Fund from the environmental response, energy and food security tax.

September 5, 2024

**ESTIMATES OF COUNTY SURCHARGE REVENUE <sup>1/</sup>**

**FY 2025 - FY 2031**

(Dollar Amounts are in Thousands)

	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>	<b>FY 2030</b>	<b>FY 2031</b>
County Surcharge Collection							
Honolulu County Surcharge Collection <sup>2/</sup>	\$ 375,969	\$ 410,934	\$ 438,467	\$ 456,883	\$ 472,417	\$ 487,534	\$ 501,185
Hawaii County Surcharge Collection <sup>3/</sup>	\$ 79,670	\$ 87,079	\$ 92,913	\$ 96,815	\$ 100,107	\$ 103,310	\$ 106,203
Kauai County Surcharge Collection <sup>4/</sup>	\$ 39,683	\$ 43,374	\$ 46,280	\$ 48,224	\$ 49,864	\$ 51,460	\$ 52,901
Maui County Surcharge Collection <sup>6/</sup>	\$ 83,422	\$ 91,180	\$ 97,289	\$ 101,375	\$ 104,822	\$ 108,176	\$ 111,205
Total County Surcharge Collections	\$ 578,744	\$ 632,567	\$ 674,949	\$ 703,297	\$ 727,210	\$ 750,480	\$ 771,494
State Share of County Surcharge <sup>5/</sup>	1%	1%	1%	1%	1%	1%	1%
Allocation to the State	\$ 5,787	\$ 6,326	\$ 6,749	\$ 7,033	\$ 7,272	\$ 7,505	\$ 7,715
Net County Surcharge Collections	\$ 572,957	\$ 626,241	\$ 668,200	\$ 696,264	\$ 719,938	\$ 742,975	\$ 763,779

Notes:

1/ Estimates for FY 2025 through FY 2031 are based on the Council's forecasts from the meeting held on September 5, 2024.

2/ The county surcharge is 0.50% from January 1, 2007 to December 31, 2030.

3/ The county surcharge is 0.25% from January 1, 2019 to December 31, 2019, and 0.50% from January 1, 2020 to December 31, 2030.

4/ The county surcharge is 0.50% from January 1, 2019 to December 31, 2030.

5/ Act 1, SSLH 2017, reduces the amount deducted from the revenues generated by the county surcharges from 10% to 1% to reimburse the State for assessment, collection, disposition and oversight, effective September 5, 2017.

6/ The county surcharge is 0.50% from January 1, 2024 to December 31, 2030.



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## **State Receipt and Revenue Plans**

MULTI-YEAR FINANCIAL SUMMARY  
TOTAL EXPENDITURES AND REVENUES  
FISCAL YEARS 24 - 31  
(in millions of dollars)

	Actual* FY 24	Estimated FY 25	Estimated FY 26	Estimated FY 27	Estimated FY 28	Estimated FY 29	Estimated FY 30	Estimated FY 31
<b>REVENUES:</b>								
Executive Branch:								
Tax Revenues	10,722.5	11,116.4	11,371.1	11,760.9	12,112.1	12,477.4	12,711.3	13,068.9
Nontax Revenues	8,087.0	7,159.8	7,206.3	7,229.9	7,362.5	7,493.0	7,596.3	7,664.1
Federal Funds	4,415.9	3,131.0	2,058.0	1,778.2	1,642.9	1,619.4	1,967.9	2,123.1
Judicial Branch Revenues	34.1	36.1	36.4	36.7	36.7	36.7	36.7	36.7
OHA Revenues	100.8	104.5	104.7	107.2	109.7	112.4	115.1	117.9
Other	-	-	28.1	28.1	(1.0)	(1.0)	(1.0)	(1.0)
Bond Receipts	158.4	2,417.5	1,999.9	2,026.0	1,460.0	1,185.0	760.0	940.0
<b>TOTAL REVENUES</b>	<b>23,518.7</b>	<b>23,965.4</b>	<b>22,804.4</b>	<b>22,967.0</b>	<b>22,723.0</b>	<b>22,922.9</b>	<b>23,186.3</b>	<b>23,949.7</b>
<b>EXPENDITURES:</b>								
Executive Branch:								
Operating	18,093.7	19,089.3	20,546.7	20,459.4	20,825.1	21,043.0	21,216.5	21,319.7
Capital Investment	2,961.3	5,088.0	6,500.1	4,243.5	2,168.3	641.1	78.1	42.3
Other	780.9	698.3	485.7	506.8	42.7	42.7	42.7	42.7
<b>Sub-total</b>	<b>21,835.9</b>	<b>24,875.6</b>	<b>27,532.5</b>	<b>25,209.7</b>	<b>23,036.1</b>	<b>21,726.9</b>	<b>21,337.3</b>	<b>21,404.6</b>
Legislative Branch	47.5	55.7	47.5	47.5	47.5	47.5	47.5	47.5
Judicial Branch	197.6	243.4	216.1	216.2	216.2	216.2	216.2	216.2
OHA	48.3	59.0	60.2	62.0	63.8	65.8	67.7	69.8
Lapses	(863.3)	(120.0)	(120.0)	(120.0)	(120.0)	(120.0)	(120.0)	(120.0)
<b>TOTAL EXPENDITURES</b>	<b>21,266.0</b>	<b>25,113.7</b>	<b>27,736.3</b>	<b>25,415.5</b>	<b>23,243.7</b>	<b>21,936.4</b>	<b>21,548.8</b>	<b>21,618.1</b>
<b>REVENUES OVER EXPEND.</b>	<b>2,252.7</b>	<b>(1,148.4)</b>	<b>(4,931.9)</b>	<b>(2,448.5)</b>	<b>(520.7)</b>	<b>986.5</b>	<b>1,637.6</b>	<b>2,331.6</b>
<b>CARRY-OVER BALANCE (DEFICIT)</b>								
Beginning	25,908.4	28,161.1	27,012.8	22,080.9	19,632.4	19,111.6	20,098.2	21,735.7
Ending	28,161.1	27,012.8	22,080.9	19,632.4	19,111.6	20,098.2	21,735.7	24,067.3

\* unaudited, FY 2024 UOH information incomplete  
Note: Due to rounding, details may not add to totals

**GF Financial Plan - Fiscal Biennium 2025 - 2027 with 2025 Legislative Proposals**  
**GENERAL FUND**  
**FISCAL YEARS 24 - 31**  
(in millions of dollars)

	<u>Adj. Act</u> <u>FY 24</u>	<u>Estimated</u> <u>FY 25</u>	<u>Estimated</u> <u>FY 26</u>	<u>Estimated</u> <u>FY 27</u>	<u>Estimated</u> <u>FY 28</u>	<u>Estimated</u> <u>FY 29</u>	<u>Estimated</u> <u>FY 30</u>	<u>Estimated</u> <u>FY 31</u>
<b>REVENUES:</b>								
<b>Executive Branch:</b>	4.0%	3.50%	2.2%	3.5%	3.1%	3.1%	1.9%	3.1%
<b>Tax revenues</b>	<b>9,568.3</b>	<b>9,902.1</b>	<b>10,124.5</b>	<b>10,480.1</b>	<b>10,807.9</b>	<b>11,148.1</b>	<b>11,365.5</b>	<b>11,723.5</b>
<b>Nontax revenues</b>	<b>1,041.8</b>	<b>863.8</b>	<b>880.9</b>	<b>889.1</b>	<b>912.5</b>	<b>928.7</b>	<b>928.8</b>	<b>928.8</b>
<b>Judicial Branch revenues</b>	<b>25.6</b>	<b>26.7</b>	<b>26.7</b>	<b>27.0</b>	<b>27.0</b>	<b>27.0</b>	<b>27.0</b>	<b>27.0</b>
<b>Other revenues</b>	<b>0.0</b>	<b>0.0</b>	<b>28.1</b>	<b>28.1</b>	<b>(1.0)</b>	<b>(1.0)</b>	<b>(1.0)</b>	<b>(1.0)</b>
<b>TOTAL REVENUES</b>	<b>10,635.7</b>	<b>10,792.6</b>	<b>11,060.1</b>	<b>11,424.3</b>	<b>11,746.5</b>	<b>12,102.9</b>	<b>12,320.4</b>	<b>12,678.3</b>
<b>EXPENDITURES</b>								
<b>Executive Branch:</b>								
<b>Operating</b>	<b>10,733.7</b>	<b>10,321.7</b>	<b>10,471.6</b>	<b>10,541.7</b>	<b>10,695.9</b>	<b>10,873.3</b>	<b>11,011.7</b>	<b>11,085.5</b>
<b>CIP</b>	<b>330.1</b>	<b>113.3</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Specific appropriation/CB</b>	<b>780.9</b>	<b>558.5</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Other expenditures/adjustments</b>	<b>0.0</b>	<b>139.8</b>	<b>485.7</b>	<b>506.8</b>	<b>42.7</b>	<b>42.7</b>	<b>42.7</b>	<b>42.7</b>
<b>Sub-total - Exec Branch</b>	<b>11,844.7</b>	<b>11,133.3</b>	<b>10,957.2</b>	<b>11,048.6</b>	<b>10,738.6</b>	<b>10,916.0</b>	<b>11,054.4</b>	<b>11,128.2</b>
<b>Legislative Branch</b>	<b>47.5</b>	<b>55.7</b>	<b>47.5</b>	<b>47.5</b>	<b>47.5</b>	<b>47.5</b>	<b>47.5</b>	<b>47.5</b>
<b>Judicial Branch</b>	<b>189.5</b>	<b>230.6</b>	<b>203.3</b>	<b>203.4</b>	<b>203.4</b>	<b>203.4</b>	<b>203.4</b>	<b>203.4</b>
<b>OHA</b>	<b>3.3</b>	<b>3.0</b>	<b>4.9</b>	<b>5.0</b>	<b>5.1</b>	<b>5.3</b>	<b>5.5</b>	<b>5.6</b>
<b>Counties</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Lapses</b>	<b>(863.3)</b>	<b>(120.0)</b>	<b>(120.0)</b>	<b>(120.0)</b>	<b>(120.0)</b>	<b>(120.0)</b>	<b>(120.0)</b>	<b>(120.0)</b>
<b>TOTAL EXPENDITURES</b>	<b>11,221.7</b>	<b>11,302.6</b>	<b>11,092.9</b>	<b>11,184.4</b>	<b>10,874.6</b>	<b>11,052.2</b>	<b>11,190.7</b>	<b>11,264.6</b>
<b>REV. OVER (UNDER) EXPEND.</b>	<b>(586.0)</b>	<b>(510.0)</b>	<b>(32.8)</b>	<b>239.9</b>	<b>871.9</b>	<b>1,050.7</b>	<b>1,129.7</b>	<b>1,413.7</b>
<b>CARRY-OVER BALANCE (DEFICIT)</b>								
<b>Beginning</b>	<b>2,178.9</b>	<b>1,592.9</b>	<b>1,082.9</b>	<b>1,050.2</b>	<b>1,290.0</b>	<b>2,161.9</b>	<b>3,212.6</b>	<b>4,342.3</b>
<b>Ending</b>	<b>1,592.9</b>	<b>1,082.9</b>	<b>1,050.2</b>	<b>1,290.0</b>	<b>2,161.9</b>	<b>3,212.6</b>	<b>4,342.3</b>	<b>5,756.0</b>
<b>Ending fund bal as % of prior yr revenues</b>	15.6%	10.2%	9.1%	9.6%	15.4%	22.5%	29.8%	39.4%
<i>Emergency and Budget Reserve Fund (EBRF)</i>	1,516.2	1,566.8	1,618.9	1,679.3	1,741.6	1,806.2	1,870.5	1,937.1
<i>Hawaii Hurricane Relief Fund (HHRF)</i>	171.4	171.0	171.0	171.0	171.0	171.0	171.0	171.0
<i>Total EBRF and HHRF</i>	1,687.7	1,737.8	1,789.9	1,850.3	1,912.6	1,977.2	2,041.5	2,108.1
<i>EBRF &amp; HHRF fund balance as % of prior yr revenues</i>	16.6%	16.3%	16.6%	16.7%	16.7%	16.8%	16.9%	17.1%

\* unaudited

Sources: Department of Accounting and General Services; Department of Budget and Finance, June 2024

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

The budgetary General Fund resources, expenditures and balances above are presented on a modified cash-basis. The State's normal practice is to utilize this modified cash-basis methodology for budgetary and financial planning purposes. Due to a combination of timing issues with enactment of various laws and accounting system limitations, certain transactions authorized for a fiscal year were recorded in the following fiscal year by the Department of Accounting and General Services. However, the financial plan records appropriations in the fiscal year for which the appropriation was authorized. In contrast, the State's audited financial statements are prepared on a modified accrual basis. Consequently, the modified cash information presented in this table is not directly comparable to the modified accrual basis information presented in the State's audited financial statements, and the differences in reporting may vary substantially.

**SUMMARY STATEMENT OF GENERAL FUND  
EXPENDITURE CEILING AND APPROPRIATIONS**

**A. Total State Personal Income and State Growth**

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Total State Personal Income (in \$ millions)	
Calendar Year 2020	82,714
Calendar Year 2021	88,342
Calendar Year 2022	90,054
Calendar Year 2023	94,971
Calendar Year 2024*	100,194
Calendar Year 2025*	105,003

\* As estimated by the Council on Revenues Nov. 2024

State Growth

Fiscal Year 2026	4.30%
Fiscal Year 2027	5.25%

**B. All Branches of Government**

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General Fund Appropriations

Fiscal Year 2025 (incl proposed)	11,422,554,213
Fiscal Year 2026 (incl proposed)	11,212,864,563
Fiscal Year 2027 (incl proposed)	11,304,392,632

General Fund Expenditure Ceiling

Fiscal Year 2026	11,729,636,611
Fiscal Year 2027	12,345,812,640

**C. Executive Branch**

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Recommended General Fund Appropriations	
Fiscal Year 2026	10,957,235,941
Fiscal Year 2027	11,048,552,865
Actual General Fund Appropriations	
Fiscal Year 2024	11,844,732,320
Fiscal Year 2025	10,998,491,017
Proposed additions in appropriations	134,827,164
	11,133,318,181

General Fund Appropriation Ceiling	
Fiscal Year 2025	12,405,450,230
Fiscal Year 2026	11,611,944,213
Fiscal Year 2027	11,532,836,563

MULTI-YEAR FINANCIAL SUMMARY  
 FUND BALANCES OF SPECIAL FUNDS  
 FISCAL YEARS 24 - 31  
 (in millions of dollars)

	Actual* <u>FY 24</u>	Estimated <u>FY 25</u>	Estimated <u>FY 26</u>	Estimated <u>FY 27</u>	Estimated <u>FY 28</u>	Estimated <u>FY 29</u>	Estimated <u>FY 30</u>	Estimated <u>FY 31</u>
Transportation:								
Administration **	18.4	(3.9)	(24.1)	(44.6)	(65.0)	(85.5)	(105.9)	(126.4)
Airports **	904.8	730.9	254.6	67.7	(270.3)	(472.2)	(630.8)	(817.6)
Harbors	616.7	700.3	677.7	576.0	648.7	728.9	815.9	902.6
Highways **	340.3	(124.2)	(703.4)	(1,089.7)	(1,177.5)	(1,016.7)	(847.0)	(678.5)
Agriculture	16.5	15.7	15.7	15.7	15.7	15.7	15.8	15.8
Business, Econ. Dev. & Tourism **	126.8	25.8	(127.6)	(221.0)	(314.9)	(406.2)	(497.5)	(588.9)
Commerce & Consumer Affairs	163.6	137.2	108.6	95.2	82.9	69.8	58.5	47.2
Education **	112.2	79.1	48.6	18.0	(12.4)	(42.9)	(73.4)	(103.9)
Health **	235.7	181.5	125.3	69.3	13.2	(42.9)	(98.9)	(155.0)
HHSC	72.1	140.2	158.1	176.0	194.0	212.0	229.9	247.9
Labor & Industrial Relations	28.5	23.5	18.2	12.9	7.6	2.4	(2.9)	(8.2)
Land and Natural Resources **	195.0	142.2	89.0	38.2	(10.6)	(59.4)	(108.2)	(157.0)
University of Hawai'i ** ***	55.6	25.5	(2.3)	(26.2)	(53.3)	(82.7)	(113.0)	(142.8)
Others	1,842.8	2,050.4	1,453.8	887.3	341.5	(181.3)	(687.2)	(1,193.0)
<b>TOTAL</b>	<b>4,728.8</b>	<b>4,124.1</b>	<b>2,092.0</b>	<b>575.0</b>	<b>(600.4)</b>	<b>(1,361.1)</b>	<b>(2,044.8)</b>	<b>(2,757.7)</b>

\* unaudited

\*\* Revenue and expenditure projections will be reviewed.

\*\*\* FY 2024 UOH information incomplete



MULTI-YEAR FINANCIAL SUMMARY  
SPECIAL FUNDS  
FISCAL YEARS 24 - 31  
(in millions of dollars)

	Actual* <u>FY 24</u>	Estimated <u>FY 25</u>	Estimated <u>FY 26</u>	Estimated <u>FY 27</u>	Estimated <u>FY 28</u>	Estimated <u>FY 29</u>	Estimated <u>FY 30</u>	Estimated <u>FY 31</u>
REVENUES:								
Executive Branch:								
Tax Revenues	784.3	874.9	915.2	949.3	972.8	997.9	1,014.4	1,013.9
Nontax Revenues	2,576.3	2,676.3	2,704.8	2,742.9	2,778.7	2,816.9	2,841.0	2,841.6
Federal Funds	363.9	350.8	352.0	351.9	351.9	351.9	351.9	351.9
Judicial Branch Revenues	8.5	9.4	9.7	9.7	9.7	9.7	9.7	9.7
<b>TOTAL REVENUES</b>	<b>3,732.9</b>	<b>3,911.5</b>	<b>3,981.6</b>	<b>4,053.9</b>	<b>4,113.1</b>	<b>4,176.4</b>	<b>4,217.0</b>	<b>4,217.1</b>
EXPENDITURES:								
Executive Branch:								
Operating	2,510.4	3,802.8	4,879.7	4,762.9	4,812.6	4,853.1	4,888.2	4,917.5
Capital Investment	539.2	700.9	1,121.5	795.5	463.4	71.4	-	-
<b>Sub-total</b>	<b>3,049.7</b>	<b>4,503.6</b>	<b>6,001.3</b>	<b>5,558.4</b>	<b>5,276.0</b>	<b>4,924.5</b>	<b>4,888.2</b>	<b>4,917.5</b>
Judicial Branch	7.7	12.5	12.5	12.5	12.5	12.5	12.5	12.5
<b>Total Expenditures</b>	<b>3,057.4</b>	<b>4,516.1</b>	<b>6,013.8</b>	<b>5,570.9</b>	<b>5,288.5</b>	<b>4,937.0</b>	<b>4,900.7</b>	<b>4,930.0</b>
<b>REVENUES OVER EXPEND.</b>	<b>675.6</b>	<b>(604.7)</b>	<b>(2,032.1)</b>	<b>(1,517.0)</b>	<b>(1,175.4)</b>	<b>(760.6)</b>	<b>(683.7)</b>	<b>(712.9)</b>
CARRY-OVER BALANCE (DEFICIT)								
Beginning	4,053.2	4,728.8	4,124.1	2,092.0	575.0	(600.4)	(1,361.1)	(2,044.8)
Ending	4,728.8	4,124.1	2,092.0	575.0	(600.4)	(1,361.1)	(2,044.8)	(2,757.7)

\* unaudited, FY 2024 UOH information incomplete  
Note: Due to rounding, details may not add to totals.

GENERAL FUND  
MULTI-YEAR REVENUES FROM SOURCES OTHER THAN TAXES  
FISCAL YEARS 24 - 31  
(in thousands of dollars)

<u>Source</u>	<u>Actual*</u> <u>FY 24</u>	<u>Estimated</u> <u>FY 25</u>	<u>Estimated</u> <u>FY 26</u>	<u>Estimated</u> <u>FY 27</u>	<u>Estimated</u> <u>FY 28</u>	<u>Estimated</u> <u>FY 29</u>	<u>Estimated</u> <u>FY 30</u>	<u>Estimated</u> <u>FY 31</u>
Licenses & Permits	1,107	1,088	1,088	1,348	1,329	1,329	1,069	1,069
Revenues From Use of Money and Property	164,391	13,018	13,302	13,498	13,709	13,760	13,842	13,860
Federal	8,380	11,295	11,295	11,295	11,295	11,295	11,295	11,295
Other Agencies	13,877	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Charges for Current Services	457,683	440,588	450,042	449,898	467,484	477,906	478,185	478,185
Fines, Forfeits & Penalties	65	1,051	1,051	1,051	1,051	1,051	1,051	1,051
Repaymnt of Loans & Advances	5,140	5,235	5,235	5,235	5,235	5,235	5,235	5,235
Other Revenues	391,009	386,511	393,891	401,740	407,363	413,101	413,101	413,101
Sub-total	1,041,652	863,786	880,904	889,065	912,466	928,677	928,778	928,796
Judicial Branch Revenues	25,591	26,656	25,569	25,568	25,569	25,569	25,569	25,569
TOTAL	1,067,243	890,442	906,473	914,633	938,035	954,246	954,347	954,365

\* unaudited, FY 2024 UOH information incomplete  
Note: Due to rounding, details may not add to totals

SPECIAL REVENUE FUNDS  
MULTI-YEAR REVENUES FROM TAXES  
FISCAL YEARS 24 - 31  
(in thousands of dollars)

<u>Source</u>	Actual* <u>FY 24</u>	Estimated <u>FY 25</u>	Estimated <u>FY 26</u>	Estimated <u>FY 27</u>	Estimated <u>FY 28</u>	Estimated <u>FY 29</u>	Estimated <u>FY 30</u>	Estimated <u>FY 31</u>
Mass Transit (GET)	341,711	385,865	413,648	435,157	452,564	472,024	487,129	487,129
Transfer of Tobacco Tax	16,770	27,609	26,836	26,132	25,491	24,906	24,374	23,930
Liquid Fuel:								
Highway	76,446	79,158	79,395	79,631	79,870	80,108	80,108	80,108
Aviation	2,664	3,066	3,066	3,066	3,066	3,066	3,066	3,066
Small Boats	1,659	1,600	1,600	1,600	1,600	1,600	1,600	1,600
Sub-total	80,769	83,824	84,061	84,297	84,536	84,774	84,774	84,774
Transfer of Trans. Accom. Tax	95,168	100,576	102,823	104,910	106,778	108,649	110,559	110,559
Motor Vehicle Weight Tax	80,591	87,947	88,387	88,828	87,272	89,718	89,718	89,718
Vehicle Registration Fee Tax	48,328	53,974	54,148	54,324	54,501	54,680	54,680	54,680
Vehicle Surcharge:								
Rental/Tour Vehicles	105,647	119,140	129,245	139,540	145,481	146,936	146,936	146,936
Electric Vehicle\Alt Fuel Charge	1,103	991	1,006	1,020	1,036	1,051	1,051	1,051
Environmental Response Tax	2,671	4,553	4,553	4,553	4,553	4,553	4,553	4,553
Unemployment Comp. Tax T.F.	331,767	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Employment and Training	1,379	1,400	1,400	1,400	1,400	1,400	1,400	1,400
Election Campaign Contrib. T.F.	92	124	119	120	117	135	135	135
Transfer of Banks & fin. Corp. Tax	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Transfer of Conveyance Tax	43,100	43,100	35,100	35,100	35,100	35,100	35,100	35,100
Transfer of Ins. Premium Tax	3,103	3,200	3,300	3,400	3,400	3,400	3,400	3,400
<b>TOTAL</b>	<b>1,154,197</b>	<b>1,214,303</b>	<b>1,246,625</b>	<b>1,280,781</b>	<b>1,304,229</b>	<b>1,329,326</b>	<b>1,345,809</b>	<b>1,345,365</b>

\* unaudited, FY 2024 UOH information incomplete

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

SPECIAL FUNDS  
MULTI-YEAR REVENUES FROM SOURCES OTHER THAN TAXES  
FISCAL YEARS 23 - 29  
(in thousands of dollars)

<u>Source</u>	Actual* <u>FY 24</u>	Estimated <u>FY 25</u>	Estimated <u>FY 26</u>	Estimated <u>FY 27</u>	Estimated <u>FY 28</u>	Estimated <u>FY 29</u>	Estimated <u>FY 30</u>	Estimated <u>FY 31</u>
Licenses & Permits	28,824	29,905	30,038	29,436	30,336	29,647	31,131	31,077
Revenues From Use of Money and Property	202,918	187,142	178,643	171,446	169,247	169,686	168,337	167,932
Federal	363,875	350,834	351,953	351,920	351,920	351,920	351,920	351,920
Other Agencies	125,127	96,034	96,038	96,042	96,041	96,041	96,041	96,041
Charges for Current Services: Utilities & Other Enterprises	839,747	903,508	943,957	977,482	1,011,488	1,045,579	1,066,215	1,066,215
Others	359,865	1,390,654	1,399,144	1,411,103	1,414,185	1,418,391	1,421,269	1,421,835
Fines, Forfeits & Penalties	11,861	11,597	11,241	11,190	10,825	10,520	10,520	10,520
Non-Revenue Receipts	1,007,910	57,503	45,709	46,182	46,552	47,010	47,483	47,971
Judicial Branch Revenues	8,477	9,423	9,716	9,716	9,716	9,716	9,716	9,716
TOTAL	2,948,606	3,036,601	3,066,438	3,104,517	3,140,310	3,178,510	3,202,632	3,203,227

\* unaudited, FY 2024 UOH information incomplete  
Note: Due to rounding, details may not add to totals

SPECIAL REVENUE FUNDS - OTHER THAN SPECIAL FUNDS  
MULTI-YEAR REVENUES FROM SOURCES OTHER THAN TAXES  
FISCAL YEARS 24 - 31  
(in thousands of dollars)

<u>Source</u>	Actual* <u>FY 24</u>	Estimated <u>FY 25</u>	Estimated <u>FY 26</u>	Estimated <u>FY 27</u>	Estimated <u>FY 28</u>	Estimated <u>FY 29</u>	Estimated <u>FY 30</u>	Estimated <u>FY 31</u>
Licenses & Permits	1,280	1,649	1,649	1,649	1,649	1,649	1,649	1,649
Revenues From Use of Money and Property	712,770	571,474	624,856	684,974	751,019	818,310	887,391	958,108
Federal	3,872,142	2,583,923	1,489,357	1,343,087	1,279,663	1,256,157	1,604,728	1,759,918
Federal COVID-19 Funds	171,493	184,986	205,344	71,871	0	0	0	0
Other Agencies	52,931	30,781	30,581	30,581	30,581	30,581	30,581	30,581
Charges for Current Services	458,738	226,790	153,264	157,520	157,134	156,759	156,409	155,995
Fines, Forfeits & Penalties	1,230	1,069	1,069	1,070	1,069	1,382	1,069	1,069
Repayment of Loans & Advances	74,015	86,660	77,666	75,259	67,085	64,649	63,745	62,623
Non-Revenue Receipts	3,176,542	2,712,619	2,742,846	2,658,145	2,674,212	2,685,356	2,696,953	2,694,953
OHA Revenues	100,786	104,477	104,656	107,150	109,719	112,366	115,092	117,900
TOTAL	8,621,927	6,504,428	5,431,288	5,131,306	5,072,131	5,127,209	5,557,617	5,782,796

\* unaudited, FY 2024 UOH information incomplete  
Note: Due to rounding, details may not add to totals

**SCHEDULE OF PROJECTED DEBT SERVICE CHARGES FOR GENERAL OBLIGATION BONDS  
ISSUED AND TO BE ISSUED BY JUNE 30, 2031**

**(IN THOUSANDS)**

Fiscal Year	Debt Service On Bonds Outstanding			Debt Service On Bonds To Be Issued Through June 30, 2031			Total Estimated Debt Service		
	Direct From General Fund	Reimbursable Debt Service	Total	Direct From General Fund	Reimbursable Debt Service	Total	Direct From General Fund	Reimbursable Debt Service	Total
2024-2025	1,028,772	6,523	1,035,295	29,925	75	30,000	1,058,697	6,598	1,065,295
2025-2026	1,032,342	6,524	1,038,866	240,730	603	241,333	1,273,072	7,127	1,280,199
2026-2027	876,985	4,244	881,229	438,123	1,098	439,221	1,315,108	5,342	1,320,450
2027-2028	850,672	3,899	854,571	622,082	1,559	623,641	1,472,754	5,458	1,478,212
2028-2029	819,595	2,959	822,554	790,767	1,982	792,749	1,610,362	4,941	1,615,303
2029-2030	772,946	2,964	775,910	927,108	2,324	929,432	1,700,054	5,288	1,705,342
2029-2031	725,499	2,961	728,460	1,006,192	2,522	1,008,714	1,731,691	5,483	1,737,174

**Schedule of General Obligation Bond Sales:**

<b>Fiscal Year 2024-2025</b>	
First Half	\$800,000,000
Second Half	\$800,000,000
<b>Fiscal Year 2025-2026</b>	
First Half	\$750,000,000

**Maturities of Bonds to be issued:**

Combination of 20 year serial bonds with principal repayment beginning the first year and 7 year serial bonds with principal repayment beginning the first year.

**Method of Retirement:**

Maturing in substantial equal installment of debt service (principal and interest)

Assumed Interest Rate: 7.50%

**Projected Reimbursable Debt Service:**

Assumed average of reimbursable debt service to total debt service at .25%

TENTATIVE SCHEDULE BY QUARTER AND FISCAL YEAR  
OF THE AMOUNT OF GENERAL OBLIGATION BONDS  
TO BE ISSUED FROM FISCAL YEAR 2025 TO FISCAL YEAR 2031

GENERAL OBLIGATION BONDS

<u>FY</u>	<u>Quarter</u>	<u>Description</u>	<u>Amount</u>	<u>Total</u>
Actual:				
FY 2023-2024	Second	GO 2024 Series GM (taxable)	\$ 750,000,000	\$ 750,000,000
		Total General Obligation Bonds - Actual		<u>\$ 750,000,000</u>
Projected New Money:				
FY 2024-2025	Second		\$ 800,000,000	
	Fourth		<u>\$ 800,000,000</u>	\$ 1,600,000,000
FY 2025-2026	Second		\$ 750,000,000	
	Fourth		<u>750,000,000</u>	\$ 1,500,000,000
FY 2026-2027	Second		\$ 700,000,000	
	Fourth		<u>700,000,000</u>	\$ 1,400,000,000
FY 2027-2028	Second		\$ 650,000,000	
	Fourth		<u>650,000,000</u>	\$ 1,300,000,000
FY 2028-2029	Second		\$ 550,000,000	
	Fourth		<u>550,000,000</u>	\$ 1,100,000,000
FY 2029-2030	Second		\$ 300,000,000	
	Fourth		<u>300,000,000</u>	\$ 600,000,000
FY 2030-2031	Second		\$ 300,000,000	
	Fourth		<u>300,000,000</u>	\$ 600,000,000
		Total General Obligation Bonds-Projected New Money		<u>\$ 8,100,000,000</u>

TENTATIVE SCHEDULE BY QUARTER AND FISCAL YEAR  
OF THE AMOUNT OF REVENUE BONDS  
TO BE ISSUED FROM FISCAL YEAR 2025 TO FISCAL YEAR 2031

REVENUE BONDS

<u>FY</u>	<u>Quarter</u>	<u>Description</u>	<u>Amount</u>	<u>Total</u>
Actual:				
FY 2023-2024	Fourth	Hawaii Housing Finance & Development Corporation - HPHA School Street Redevelopment Phase 1A, Series 2024	<u>\$ 85,152,621</u>	\$ 85,152,621
FY 2024-2025	First	Hawaii Housing Finance & Development Corporation - Liloa Hale, Series 2024	\$ 37,282,733	
	First	Hawaii Housing Finance & Development Corporation - Uahi Ridge, Series 2024	36,080,800	
	Second	Hawaii Housing Finance & Development Corporation - Na Hale Makoa, Series 2024	42,165,000	
	Second	Hawaii Housing Finance & Development Corporation - Hale P'i'ikea II, Series 2024	27,500,000	
	Second	Hawaii Housing Finance & Development Corporation - Palolo Homes Acquisition & Rehabilitation Project, Series 2024	31,500,000	
	Second	Hawaii Housing Finance & Development Corporation - Hale Moiliili, Series 2024	<u>80,000,000</u>	<u>\$ 254,528,533</u>
Total Revenue Bonds - Actual				<u><u>\$ 339,681,154</u></u>
Projected New Money:				
FY 2024-2025	Second	Hawaii Housing Finance & Development Corp. - Multi-Family	\$ 22,000,000	
	Third	DOT - Airports	650,000,000	
	Third	Hawaii Housing Finance & Development Corp. - Multi-Family	58,808,173	
	Third	Hawaii Housing Finance & Development Corp. - Single Family	70,000,000	
	Fourth	Hawaii Housing Finance & Development Corp. - Multi-Family	34,500,000	
	Fourth	DOT - Airports	<u>327,000,000</u>	\$ 1,162,308,173
FY 2025-2026	First	Hawaii Housing Finance & Development Corp. - Multi-Family	\$ 45,000,000	
	First	DOT - Highways	203,000,000	
	First	DBEDT	2,500,000	
	Second	Hawaii Housing Finance & Development Corp. - Multi-Family	45,000,000	
	Second	DOT - Harbors	49,000,000	
	Second	DBEDT	2,500,000	
	Second	University of Hawaii	50,000,000	
	Third	DOT-Airports	650,000,000	
	Third	Hawaii Housing Finance & Development Corp. - Multi-Family	45,000,000	
	Third	DBEDT	2,500,000	
	Fourth	Hawaii Housing Finance & Development Corp. - Multi-Family	45,000,000	
	Fourth	DBEDT	<u>2,500,000</u>	\$ 1,142,000,000
FY 2026-2027	First	Hawaii Housing Finance & Development Corp. - Multi-Family	\$ 47,500,000	
	First	DBEDT	2,500,000	
	Second	Hawaii Housing Finance & Development Corp. - Multi-Family	47,500,000	
	Second	Hawaii Housing Finance & Development Corp. - Single Family	45,000,000	
	Second	DBEDT	2,500,000	
	Second	University of Hawaii	100,000,000	
	Third	Hawaii Housing Finance & Development Corp. - Multi-Family	47,500,000	
	Third	DBEDT	2,500,000	
	Fourth	Hawaii Housing Finance & Development Corp. - Multi-Family	47,500,000	
	Fourth	Hawaii Housing Finance & Development Corp. - Single Family	45,000,000	
	Fourth	DBEDT	<u>2,500,000</u>	\$ 390,000,000
FY 2027-2028	First	Hawaii Housing Finance & Development Corp. - Multi-Family	\$ 50,000,000	
	First	DOT - Highways	160,000,000	
	First	DBEDT	5,000,000	
	Second	Hawaii Housing Finance & Development Corp. - Multi-Family	50,000,000	
	Second	DBEDT	5,000,000	
	Second	University of Hawaii	300,000,000	
	Second	DOT-Airports	500,000,000	
	Third	Hawaii Housing Finance & Development Corp. - Multi-Family	50,000,000	
	Third	DBEDT	5,000,000	
	Fourth	Hawaii Housing Finance & Development Corp. - Multi-Family	50,000,000	
	Fourth	DBEDT	<u>5,000,000</u>	\$ 1,180,000,000



FY 2028-2029	First	Hawaii Housing Finance & Development Corp. - Multi-Family	\$ 52,500,000		
	First	DBEDT	2,500,000		
	Second	Hawaii Housing Finance & Development Corp. - Multi-Family	52,500,000		
	Second	DBEDT	2,500,000		
	Third	Hawaii Housing Finance & Development Corp. - Multi-Family	52,500,000		
	Third	DBEDT	2,500,000		
	Fourth	Hawaii Housing Finance & Development Corp. - Multi-Family	52,500,000		
	Fourth	DBEDT	<u>2,500,000</u>	\$ 220,000,000	
FY 2029-2030	First	Hawaii Housing Finance & Development Corp. - Multi-Family	\$ 55,000,000		
	First	DOT - Highways	160,000,000		
	First	DBEDT	2,500,000		
	Second	Hawaii Housing Finance & Development Corp. - Multi-Family	55,000,000		
	Second	DOT - Airports	500,000,000		
	Second	DBEDT	2,500,000		
	Third	Hawaii Housing Finance & Development Corp. - Multi-Family	55,000,000		
	Third	DBEDT	2,500,000		
	Fourth	Hawaii Housing Finance & Development Corp. - Multi-Family	55,000,000		
	Fourth	DBEDT	<u>2,500,000</u>	\$ 890,000,000	
	FY 2030-2031	First	Hawaii Housing Finance & Development Corp. - Multi-Family	\$ 57,500,000	
		First	DBEDT	2,500,000	
Second		Hawaii Housing Finance & Development Corp. - Multi-Family	57,500,000		
Second		DBEDT	2,500,000		
Third		Hawaii Housing Finance & Development Corp. - Multi-Family	57,500,000		
Third		DBEDT	2,500,000		
Fourth		Hawaii Housing Finance & Development Corp. - Multi-Family	57,500,000		
Fourth		DBEDT	<u>2,500,000</u>	\$ 240,000,000	
Total Revenue Bonds - Projected New Money				<u>\$ 5,224,308,173</u>	

TENTATIVE SCHEDULE BY QUARTER AND FISCAL YEAR  
OF THE AMOUNT OF NEW MONEY GENERAL OBLIGATION BONDS  
AND REVENUE BONDS TO BE ISSUED IN THE FISCAL BIENNIUM

<u>GENERAL OBLIGATION BONDS</u>			<u>AMOUNT</u>	<u>TOTAL</u>
FY 2025-2026				
Quarters	Second		\$ 750,000,000	
	Fourth		750,000,000	\$ 1,500,000,000
FY 2026-2027				
Quarters	Second		\$ 700,000,000	
	Fourth		<u>700,000,000</u>	<u>\$ 1,400,000,000</u>
TOTAL GENERAL OBLIGATION BONDS				<u><u>\$ 2,900,000,000</u></u>
<u>REVENUE BONDS</u>				
FY 2025-2026				
Quarters	First	Hawaii Housing Finance & Development Corp. - Multi-Family	\$ 45,000,000	
	First	DOT - Highways	203,000,000	
	First	DBEDT	2,500,000	
	Second	Hawaii Housing Finance & Development Corp. - Multi-Family	45,000,000	
	Second	DOT - Harbors	49,000,000	
	Second	DBEDT	2,500,000	
	Second	University of Hawaii	50,000,000	
	Third	DOT-Airports	650,000,000	
	Third	Hawaii Housing Finance & Development Corp. - Multi-Family	45,000,000	
	Third	DBEDT	2,500,000	
	Fourth	Hawaii Housing Finance & Development Corp. - Multi-Family	45,000,000	
	Fourth	DBEDT	<u>2,500,000</u>	\$ 1,142,000,000
FY 2026-2027				
Quarters	First	Hawaii Housing Finance & Development Corp. - Multi-Family	\$ 47,500,000	
	First	DBEDT	2,500,000	
	Second	Hawaii Housing Finance & Development Corp. - Multi-Family	47,500,000	
	Second	Hawaii Housing Finance & Development Corp. - Single Family	45,000,000	
	Second	DBEDT	2,500,000	
	Second	University of Hawaii	100,000,000	
	Third	Hawaii Housing Finance & Development Corp. - Multi-Family	47,500,000	
	Third	DBEDT	2,500,000	
	Fourth	Hawaii Housing Finance & Development Corp. - Multi-Family	47,500,000	
	Fourth	Hawaii Housing Finance & Development Corp. - Single Family	45,000,000	
	Fourth	DBEDT	<u>2,500,000</u>	\$ 390,000,000
TOTAL REVENUE BONDS				<u><u>\$ 1,532,000,000</u></u>

DECLARATION OF FINDINGS

Pursuant to Section 37-71(d)(6) of the Hawaii Revised Statutes, the Director of Finance finds and declares that with respect to the proposed capital improvement appropriations for the budget period 2025-2027 for which the source of funding is general obligation bonds:

(1) Limitation on general obligation debt. Article VII, Section 13, of the State Constitution, states in part: "General obligation bonds may be issued by the State; provided that such bonds at the time of issuance would not cause the total amount of principal and interest payable in the current or any future fiscal year, whichever is higher, on such bonds and on all outstanding general obligation bonds to exceed ... a sum equal to eighteen and one-half percent of the average of the general fund revenues of the State in the three fiscal years immediately preceding such issuance." Article VII, Section 13, also provides that in determining the power of the State to issue general obligation bonds, certain bonds are excludable, including "reimbursable general obligation bonds issued for a public undertaking, improvement or system but only to the extent that reimbursements to the general fund are in fact made from the net revenue, or net user tax receipts, or combination of both, as determined for the immediately preceding fiscal year."

(2) Actual and estimated debt limits. The limit on principal and interest of general obligation bonds issued by the State, actual for fiscal year 2024-2025 and estimated for each fiscal year from fiscal year 2025-2026 to 2028-2029, is as follows:

Fiscal <u>Year</u>	Net General <u>Fund Revenues</u>	<u>Debt Limit</u>
2021-2022	10,205,616,785	
2022-2023	10,183,780,738	
2023-2024	10,629,766,311	
2024-2025	10,786,642,000	1,912,848,436
2025-2026	11,026,098,000	1,948,678,325
2026-2027	11,392,417,000	2,000,621,223
2027-2028	11,743,991,000	2,047,651,348
2028-2029	(not applicable)	2,106,687,870

For fiscal years 2024-2025, 2025-2026, 2026-2027, 2027-2028 and 2028-2029 respectively, the debt limit is derived by multiplying the average of the net general fund revenues for the three preceding fiscal years by eighteen and one-half percent. The net general fund revenues for fiscal years 2021-2022, 2022-2023 and 2023-2024 are actual, as certified by the Director of Finance in the Statement of the Debt Limit of the State of Hawaii as of July 1, 2024, dated November 18, 2024. The net general fund revenues for fiscal years 2024-2025 to 2027-2028 are estimates, based on general fund revenue estimates made as of September 5, 2024, by the Council On Revenues, the body assigned by Article VII, Section 7, of the State Constitution to make such estimates, and based on estimates made by the Department of Budget and Finance of those receipts which cannot be included as general fund revenues for the purpose of calculating the debt limit, all of which estimates the Director of Finance finds to be reasonable.

(3) Principal and interest on outstanding bonds applicable to the debt limit. In determining the power of the State to issue general obligation bonds for the fiscal years 2024-2025 to 2042-2043, the total amounts of principal and interest on outstanding general obligation bonds are as follows:

Fiscal Year Ending June 30	Gross			Excludable			Net Debt Service		
	Principal Payable	Interest Payable	Debt Service Payable	Principal Payable	Interest Payable	Debt Service Payable	Principal Payable	Interest Payable	Debt Service Payable
2025	728,625,473	306,669,662	1,035,295,135	4,756,657	1,156,468	5,913,125	723,868,816	305,513,194	1,029,382,010
2026	755,005,747	283,859,776	1,038,865,523	4,949,940	962,877	5,912,817	750,055,807	282,896,899	1,032,952,706
2027	619,986,178	261,242,974	881,229,152	3,010,535	756,364	3,766,899	616,975,643	260,486,610	877,462,253
2028	616,254,107	238,317,271	854,571,378	2,823,484	647,663	3,471,147	613,430,623	237,669,608	851,100,231
2029	606,939,815	215,614,322	822,554,137	1,985,000	545,069	2,530,069	604,954,815	215,069,253	820,024,068
2030	582,137,126	193,773,312	775,910,438	2,050,000	484,544	2,534,544	580,087,126	193,288,768	773,375,894
2031	556,298,919	172,161,381	728,460,300	2,110,000	420,825	2,530,825	554,188,919	171,740,556	725,929,475
2032	576,217,152	152,168,036	728,385,188	2,180,000	352,431	2,532,431	574,037,152	151,815,605	725,852,757
2033	523,678,856	133,445,867	657,124,723	2,250,000	280,444	2,530,444	521,428,856	133,165,423	654,594,279
2034	501,389,932	115,988,830	617,378,762	2,325,000	206,100	2,531,100	499,064,932	115,782,730	614,847,662
2035	464,285,000	98,602,808	562,887,808	2,405,000	127,734	2,532,734	461,880,000	98,475,074	560,355,074
2036	427,610,000	82,193,868	509,803,868	2,490,000	43,575	2,533,575	425,120,000	82,150,293	507,270,293
2037	386,115,000	65,941,208	452,056,208	0	0	0	386,115,000	65,941,208	452,056,208
2038	323,460,000	51,265,529	374,725,529	0	0	0	323,460,000	51,265,529	374,725,529
2039	281,725,000	38,048,230	319,773,230	0	0	0	281,725,000	38,048,230	319,773,230
2040	255,475,000	26,768,423	282,243,423	0	0	0	255,475,000	26,768,423	282,243,423
2041	265,600,000	16,643,843	282,243,843	0	0	0	265,600,000	16,643,843	282,243,843
2042	172,280,000	7,259,380	179,539,380	0	0	0	172,280,000	7,259,380	179,539,380
2043	56,635,000	1,534,242	58,169,242	0	0	0	56,635,000	1,534,242	58,169,242

Additionally, the outstanding principal amount of bonds constituting instruments of indebtedness in which the State has incurred a contingent liability as a guarantor is \$233,500,000, all or a portion of which pursuant to Article VII, Section 13 of the State Constitution, is excludable in determining the power of the State to issue general obligation bonds.

(4) Amount of authorized and unissued general obligation bonds and proposed bonds. As calculated from the State Comptroller's bond fund report as of October 31, 2024, adjusted for the lapses proposed in THE MULTI-YEAR PROGRAM AND FINANCIAL PLAN AND EXECUTIVE BUDGET FOR THE PERIOD 2025-2031 [Budget Period: 2025-2027] (referred to as the "Budget"), the total amount of authorized and unissued general obligation bonds is \$5,007,386,439. The amount of general obligation bonds proposed in the Budget is \$1,928,539,000 (but does not include capital improvement appropriations to be funded through the issuance of general obligation bonds proposed by the Judiciary). The total amount of general obligation bonds previously authorized and unissued and the general obligation bonds proposed in the Budget is \$6,896,543,439.

(5) Proposed general obligation bond issuance. As reported in the Budget, as it applies to the fiscal period 2024-2025 to 2028-2029, the State proposed to issue \$800,000,000 in general obligation bonds during the first half of fiscal year 2024-2025; and \$800,000,000 in general obligation bonds during the second half of fiscal year 2024-2025, \$750,000,000 in general obligation bonds during the first half of fiscal year 2025-2026, and \$750,000,000 in general obligation bonds during the second half of fiscal year 2025-2026, \$700,000,000 in general obligation bonds during the first half of fiscal year 2026-2027, and \$700,000,000 in general obligation bonds during the second half of fiscal year 2026-2027, \$650,000,000 in general obligation bonds during the first half of fiscal year 2027-2028, and \$650,000,000 in general obligation bonds during the second half of fiscal year 2027-2028, and \$550,000,000 in general obligation bonds during the first half of fiscal year 2028-2029, and \$550,000,000 in general obligation bonds during the second half of fiscal year 2028-2029. The State anticipates issuing a combination of twenty-year serial bonds with principal repayments beginning the first year and seven-year serial bonds with principal repayments beginning the first year, payable in substantially equal annual installments of principal and interest payment with interest payments commencing six months from the date of issuance and being paid semi-annually thereafter. It is assumed that this practice will continue to be applied to the bonds which are proposed to be issued.

(6) Sufficiency of proposed general obligation bond issuance to meet the requirements of authorized and unissued bonds and the bonds proposed in the Budget. From the schedule reported in paragraph (5), the total amount of general obligation bonds, which the State proposes to issue during this fiscal year and in fiscal years 2025-2026, 2026-2027, 2027-2028, and 2028-2029, is \$6,900,000,000. The total amount of \$6,900,000,000, which is proposed to be issued through fiscal year 2028-2029 is sufficient to meet the requirements of the previously authorized and unissued bonds and the bonds proposed in the Budget, the total amount of which is \$6,896,543,439, as reported in paragraph (4). Thus, taking the Budget into account the amount of previously authorized and unissued bonds and bonds proposed versus the amount of bonds which is proposed to be issued by June 30, 2029, the Director of Finance finds that in the aggregate, the amount of bonds is sufficient to meet these requirements.

(7) Bonds excludable in determining the power of the State to issue bonds. As noted in paragraph (1), certain bonds are excludable in determining the power of the State to issue general obligation bonds. (A) General obligation reimbursable bonds can be excluded under certain conditions. It is not possible to make a conclusive determination as to the amount of reimbursable bonds which are excludable from the amount of each proposed bond issuance because:

(i) It is not known exactly when projects for which reimbursable bonds have been authorized in prior acts and in the Budget, will be implemented and will require the application of proceeds from a particular bond issue; and

(ii) Not all reimbursable general obligation bonds may qualify for exclusion.

However, the Director of Finance notes that with respect to the principal and interest on outstanding general obligation bonds, as reported in Section 3 herein, the average proportion of principal and interest which is excludable each year from calculation against the debt limit is 0.48 percent for approximately ten years from fiscal year 2024-2025 to fiscal year 2033-2034. For the purpose of this declaration, the assumption is made that 0.25 percent of each bond issue will be excludable from the debt limit, an assumption which the Director of Finance finds to be reasonable and conservative. (B) Bonds constituting instruments of indebtedness under which the State incurs a contingent liability as a guarantor can be excluded but only to the extent the principal amount of such guaranties does not exceed seven percent of the principal amount of outstanding general obligation bonds not otherwise excluded under subparagraph (A) of this paragraph (7) and provided that the State shall establish and maintain a reserve in an amount in reasonable proportion to the outstanding loans guaranteed by the State as provided by law. According to the Department of Budget and Finance and the assumptions presented herein, the total principal amount of outstanding general obligation bonds and general obligation bonds proposed to be issued, which are not otherwise excluded under Article VII, Section 13 of the State Constitution for the fiscal years 2024-2025, 2025-2026, 2026-2027, 2027-2028 and 2028-2029 are as follows:

<u>Fiscal Year</u>	Total amount of General Obligation Bonds not otherwise excluded by Article VII, Section 13 <u>of the State Constitution</u>
2024-2025	9,699,752,832
2025-2026	11,196,002,832
2026-2027	12,592,502,832
2026-2028	13,889,252,832
2028-2029	14,986,502,832

Based on the foregoing and based on the assumption that the full amount of a guaranty is immediately due and payable when such guaranty changes from a contingent liability to an actual liability, the aggregate principal amount of the portion of the outstanding guaranties and the

guaranties proposed to be incurred, which does not exceed seven percent of the average amount set forth in the last column of the above table and for which reserve funds have been or will have been established as heretofore provided by, can be excluded in determining the power of the State to issue general obligation bonds. As it is not possible to predict with a reasonable degree of certainty when a guaranty will change from a contingent liability to an actual liability, it is assumed in conformity with fiscal conservatism and prudence, that all guaranties not otherwise excluded pursuant to Article VII, Section 13 of the State Constitution will become due and payable in the same fiscal year in which the greatest amount of principal and interest on general obligation bonds, after exclusions, occurs. Thus, based on such assumptions and on the determination in paragraph (8), the aggregate principal amount of the portion of the outstanding guaranties; which must be included in determining the power of the State to issue general obligation bonds, is \$0.

(8) Determination whether the debt limit will be exceeded at the time of issuance. From the foregoing and on the assumption that the bonds identified in paragraph (5) will be issued at an interest rate of 7.50 percent thereafter, as reported in the Budget, it can be determined from the following schedule that the bonds which are proposed to be issued, which includes all bonds issued and outstanding, bonds previously authorized and unissued and the bonds proposed in the Budget, will not cause the debt limit to be exceeded at the time of each bond issuance:

<u>Time of Issue and Amount of Issue to be Counted Against Debt Limit</u>	<u>Debt Limit at Time of Issuance</u>	<u>Greatest Amount &amp; Year of Principal &amp; Interest</u>
1st half FY 2024-2025 \$798,000,000	1,912,848,436	1,144,318,773 (2025-2026)
2nd half FY 2024-2025 \$798,000,000	1,912,848,436	1,251,548,773 (2025-2026)
1st half FY 2025-2026 \$748,125,000	1,948,678,325	1,279,603,461 (2025-2026)
2nd half FY 2025-2026 \$748,125,000	1,948,648,325	1,293,175,089 (2026-2027)
1st half FY 2026-2027 \$698,250,000	2,000,621,223	1,358,524,940 (2027-2028)
2nd half FY 2026-2027 \$698,250,000	2,000,621,223	1,452,348,690 (2027-2028)
1st half FY 2027-2028 \$648,375,000	2,047,651,348	1,505,616,075 (2028-2029)
2nd half FY 2027-2028 \$648,375,000	2,047,651,348	1,592,744,200 (2028-2029)
1st half FY 2028-2029 \$548,625,000	2,106,687,870	1,618,052,501 (2029-2030)
2nd half FY 2028-2029 \$548,625,000	2,106,687,870	1,691,779,376 (2029-2030)



(9) Overall and concluding finding. From the facts, estimates, and assumptions stated in this declaration of findings, the conclusion is reached that the total amount of principal and interest estimated for the general obligation bonds proposed in the Budget and for all bonds previously authorized and unissued and calculated for all bonds issued and outstanding and guaranties, will not cause the debt limit to be exceeded at the time of issuance.

The Director of Finance hereby finds that the bases for the declaration of findings set forth herein are reasonable. The assumptions set forth in this declaration with respect to the principal amount of general obligation bonds which will be issued, the amount of principal and interest on reimbursable general obligation bonds which are assumed to be excludable and the assumed maturity structure shall not be deemed to be binding, it being the understanding that such matters must remain subject to substantial flexibility.



Director of Finance  
State of Hawaii