DEPT. COMM. NO. 271

December 14, 2018

The Honorable Ronald D. Kouchi, President and Members of the Senate
Thirtieth State Legislature
State Capitol, Room 409
Honolulu, HI 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives
Thirtieth State Legislature
State Capitol, Room 431
Honolulu, HI 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

For your information and consideration, I am transmitting two (2) copies of the Department of Labor and Industrial Relations (DLIR) Premium Supplementation Trust Fund Non-General Fund Report for the fiscal year ending June 30, 2018, as required by section 37-47, Hawaii Revised Statutes (HRS).

In accordance with section 93-16, HRS, I am also informing you that the report may be viewed electronically at http://labor.hawaii.gov/find-a-report/.

Sincerely,

Leonard Hoshijo
Director

Enclosure
Report on Non-General Fund Information
for Submittal to the 2019 Legislature

Department: Labor and Industrial Relations
Prog ID(s): LBR 183/DA
Name of Fund: Premium Supplementation Trust Fund
Legal Authority: Chapter 393-41, HR3

Contact Name: Francis Kagawa
Phone: 586-8897

Fund type (MOF): Special (B), Trust (T)
Appropriation Acct. No.: S-308-L, T-908-L

Intended Purpose: To pay premium supplementation to qualified employers and the payment of health care expenses to eligible employees of non-complying or insolvent employers.

Source of Revenues: Interest earned on investment

Current Program Activities/Allowable Expenses: Payment of premium supplementation and health care expenses.

Purpose of Proposed Ceiling Increase (if applicable): None

Variance: None

<table>
<thead>
<tr>
<th>Financial Data</th>
<th>FY 2015 (actual)</th>
<th>FY 2016 (actual)</th>
<th>FY 2017 (actual)</th>
<th>FY 2018 (actual)</th>
<th>FY 2019 (estimated)</th>
<th>FY 2020 (estimated)</th>
<th>FY 2021 (estimated)</th>
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</thead>
<tbody>
<tr>
<td>Appropriation Ceiling</td>
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<tr>
<td>Beginning Cash Balance</td>
<td>765,261</td>
<td>270,480</td>
<td>72,958</td>
<td>73,065</td>
<td>22,161</td>
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<td>Revenues</td>
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<td>Expenditures</td>
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<td>Transfers</td>
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<td>Encumbrances</td>
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<td>22,161</td>
</tr>
</tbody>
</table>

Additional Information:
- Amount Req. by Bond Covenants
- Amount from Bond Proceeds
- Amount Held in CODs, Escrow Accounts, or Other Investments