December 26, 2019

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) Unemployment Compensation Trust Fund Non-General Fund Report for the fiscal year ending June 30, 2019, as required by section 37-47, Hawaii Revised Statues (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,

Scott T. Murakami
Director

Enclosure
**Department:** Labor and Industrial Relations

**Prog ID(s):** LBR 171

**Name of Fund:** Unemployment Compensation Trust Fund

**Legal Authority:** Chapter 383-121, HRS

**Contact Name:** Ferdinand Casabay

**Phone:** 586-8905

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**Report on Non-General Fund Information**

**for Submittal to the 2020 Legislature**

**Intended Purpose:** All contributions pursuant to this chapter shall be paid into the fund and compensation and benefits payable pursuant to this chapter shall be paid from the fund.

**Source of Revenue:** Contributions collected pursuant to Chapter 383 Hawaii Revised Statutes, interest earned on moneys in the fund, property or securities and earnings of such property or securities, and moneys credited pursuant to Section 903 of the Social Security Act.

**Current Program Activities/Allowable Expenses:** Payment of unemployment insurance benefits and for refunds of contributions, and payment of administrative expenses from moneys credited pursuant to Section of the Social Security Act.

**Purpose of Proposed Ceiling Adjustment (if applicable):** None

**Variances:** Unemployment rate increased from 2.3% (SFY 2018) to 2.7% (SFY 2019), UI Tax Schedule remained at Schedule C

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### Financial Data

<table>
<thead>
<tr>
<th></th>
<th>FY 2016 (actual)</th>
<th>FY 2017 (actual)</th>
<th>FY 2018 (actual)</th>
<th>FY 2019 (actual)</th>
<th>FY 2020 (estimated)</th>
<th>FY 2021 (estimated)</th>
<th>FY 2022 (estimated)</th>
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</thead>
<tbody>
<tr>
<td>Appropriation Ceiling</td>
<td>358,000,000.00</td>
<td>358,000,000.00</td>
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<td>358,000,000.00</td>
<td>358,000,000.00</td>
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</tr>
<tr>
<td>Beginning Cash Balance</td>
<td>513,503,936.90</td>
<td>530,287,508.45</td>
<td>569,144,145.62</td>
<td>589,144,145.62</td>
<td>609,144,145.62</td>
<td>629,144,145.62</td>
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<tr>
<td>Revenues</td>
<td>182,714,380.90</td>
<td>193,972,879.55</td>
<td>203,048,926.34</td>
<td>220,000,000.00</td>
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<tr>
<td>Expenditures</td>
<td>173,796,550.00</td>
<td>177,245,623.00</td>
<td>164,192,289.17</td>
<td>200,000,000.00</td>
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<td>Transfers</td>
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<tr>
<td>Trf fr S-312</td>
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<tr>
<td>Trf fr S-313</td>
<td>425,442.00</td>
<td>56,315.00</td>
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<td>Net Total Transfers</td>
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<td>56,315.00</td>
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<td>Encumbrances</td>
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<td>Unencumbered Cash Balance</td>
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<td>589,144,145.62</td>
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</tr>
</tbody>
</table>

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**Additional Information:**

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