BENJAMIN J. CAYETANO
GOVERNOR

NEAL MIYAHIRA
DIRECTOR

WAYNE H. KIMURA
DEPUTY DIRECTOR

STATE OF HAWAII
DEPARTMENT OF BUDGET AND FINANCE
P.O. BOX 150
HONOLULU, HAWAII 96810-0150

EMPLOYEES' RETIREMENT SYSTEM
HAWAII PUBLIC EMPLOYEES HEALTH FUND
OFFICE OF THE PUBLIC DEFENDER
PUBLIC UTILITIES COMMISSION

ADMINISTRATIVE AND RESEARCH OFFICE
BUDGET, PROGRAM PLANNING AND
MANAGEMENT DIVISION
FINANCIAL ADMINISTRATION DIVISION

November 17, 2000

FINANCE MEMORANDUM MEMO NO. 00-33

TO: All Department Heads

FROM: Neal Miyahira
Director of Finance

SUBJECT: Adjustments for Over-collection of Pension Accumulation During FY 01

Due to a delay in receiving approved fringe benefit rates for FY 01, the FY 99 rate for pension accumulation of 5.78% was used for the first two pay periods of FY 01. The approved FY 01 rate for pension accumulation is 0%. To correct this over-collection, the Department of Accounting and General Services (DAGS) will be crediting the appropriate accounts through the normal payroll adjustment process. For your information, attached is a report of the over-collection of pension accumulation for the July 5 and July 20, 2000 pay periods. The report is organized by payroll code and identifies the over-collection by employee and appropriation account. Please keep the report for your records in case there are any questions by federal programs or other auditors.

In addition, there was an over-collection of social security in the August 4, 2000 payroll due to a programming error. Attached for your information is a report of the over-collection. Again, DAGS will be handling the adjustments through the normal payroll adjustment process.

Should you have any questions or require further information, your staff may contact Mr. James Nakamura, Administrator of this department's Budget, Program Planning and Management Division, at 586-1530.

Attachment