S.B. NO. 355

JAN 2 0 2023

A BILL FOR AN ACT

RELATING TO PRESCHOOL.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The legislature finds that investments in early childhood education pay dividends for the formal preparation of 2 children as learners and future citizens, while also benefiting 3 4 taxpayers and boosting economic vitality. Research on the 5 benefits of quality pre-kindergarten programs indicates that for every \$1 invested in such opportunities, society saves \$4 to \$8 6 7 on remedial classes, special education, welfare programs, and 8 criminal justice costs. According to modern neuroscience, 9 roughly eighty-five per cent of a child's brain develops from 10 birth to age five, emphasizing the importance of providing a 11 quality learning environment during these formative years.

12 The legislature further finds that preschool brings an 13 approximately \$4.20 return on investment for every \$1 spent on 14 quality early childhood services, especially in terms of long-15 term life skills. At the national level, every \$1 spent on 16 early childhood education saves taxpayers up to \$13 in future 17 costs, including lowered health care costs, reduced rates of

2023-0289 SB HMSO-1

S.B. NO. 355

educational remediation and prison incarceration, and higher
 productivity. Access to quality pre-kindergarten programs not
 only helps working parents fulfill their child rearing
 responsibilities but is also essential for building a twenty first century labor force.

6 The legislature additionally finds that early childhood 7 education is especially important for at-risk students. 8 According to the High/Scope Perry Preschool longitudinal study, 9 at-risk children with access to quality early learning programs 10 were twenty per cent more likely to graduate from high school, 11 fourteen per cent more likely to be employed, and twenty-four 12 per cent less likely to have been incarcerated by age forty than 13 peers without such access.

14 The legislature also finds that Act 46, Session Laws of 15 Hawaii 2020, established the goal of providing all children who 16 are three to four years old and who are in the two years prior 17 to kindergarten entry with enrollment in a preschool program by 18 the year 2032. Additionally, in 2022, the legislature 19 appropriated \$200,000,000 for the school facilities authority to 20 expand access to early learning programs statewide. According 21 to data from the Accountability Resource Center of Hawaii, the

2023-0289 SB HMSO-1

S.B. NO. 355

1 department of education is currently overseeing six thousand 2 twenty-eight classrooms in total, with a teacher headcount of 3 4,860, meaning that over one thousand classrooms are not 4 currently being used for student instruction. Renovating many 5 of these classrooms for use as preschool facilities would allow 6 the State to expand access to early childhood education in a 7 more cost-effective manner than relying on private partnerships 8 or constructing new facilities.

9 The legislature notes that the Hawaii teacher standards 10 board currently lists approximately five hundred teachers who 11 are certified to teach early childhood education and who are 12 already employed by the department of education. Expanding 13 access to preschool in public school settings would allow these 14 teachers to transition into early learning classrooms. 15 Moreover, the department of education hired five hundred six new 16 teachers for the 2020-2021 school year, including three hundred 17 thirty-eight elementary school teachers, many of whom may be 18 licensed to teach in early childhood education classrooms. 19 Recently implemented teacher salary incentives, such as 20 differential pay increases, have also proven successful in 21 recruiting and retaining teachers in hard-to-fill positions.

2023-0289 SB HMSO-1

S.B. NO. 355

1 The high number of elementary school teacher applications 2 received by the department of education and effective teacher 3 recruitment and retention incentives bolster the State's 4 development of an early learning educator pipeline. Therefore, 5 prioritizing public school resources for the provision of early 6 learning programs would empower the State to deliver quality 7 preschool opportunities to working families efficiently and 8 would maximize the impact of appropriations for the expansion of 9 early childhood education.

Accordingly, the purpose of this Act is to require the school facilities authority to, to the greatest extent possible, renovate, improve, and expand existing public school facilities and classrooms to increase early learning capacity.

14 SECTION 2. Section 302A-1703, Hawaii Revised Statutes, is 15 amended to read as follows:

16 "\$302A-1703 Powers; generally. (a) Except as otherwise 17 limited by this chapter, the authority shall be responsible for 18 all public school development, planning, and construction 19 related to capital improvement projects assigned by the 20 legislature, governor, or board of education.

21 (b) The authority shall comply with chapter 103D.

2023-0289 SB HMSO-1

S.B. NO. 355

| 1 | (C) | Except as otherwise limited by this chapter, the |
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| 2 | authority | may also: |
| 3 | (1) | Have a seal and alter the same at its pleasure; |
| 4 | (2) | Subject to subsection (b), make and execute contracts |
| 5 | | and all other instruments necessary or convenient for |
| 6 | | the exercise of its powers and functions under this |
| 7 | | subpart; |
| 8 | (3) | Make and alter bylaws for its organization and |
| 9 | | internal management; |
| 10 | (4) | Adopt rules pursuant to chapter 91 with respect to its |
| 11 | | projects, operations, properties, and facilities, |
| 12 | | including qualifications for persons and entities |
| 13 | | wishing to enter into a public-private partnership |
| 14 | | with the authority, as permitted in paragraph (7); |
| 15 | (5) | Acquire or contract to acquire by grant or purchase |
| 16 | | real, personal, or mixed property or any interest |
| 17 | | therein; to clear, improve, and rehabilitate and to |
| 18 | | sell, assign, exchange, transfer, convey, lease, or |
| 19 | | otherwise dispose of or encumber the same; |
| 20 | (6) | Acquire property by condemnation pursuant to chapter |
| 21 | | 101; |

2023-0289 SB HMSO-1

S.B. NO. 355

| 1 | (7) | Enter into partnerships with qualified persons, |
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| 2 | | including public-private partnerships, as defined in |
| 3 | | the authority's rules, to acquire, construct, |
| 4 | | reconstruct, rehabilitate, improve, alter, or provide |
| 5 | | for the construction, reconstruction, improvement, or |
| 6 | | alteration of any project; and sell, assign, transfer, |
| 7 | | convey, exchange, lease, or otherwise dispose of or |
| 8 | | encumber any project; and in the case of the sale of |
| 9 | | any project, accept a purchase money mortgage in |
| 10 | | connection therewith; |
| 11 | (8) | Grant options to purchase any project or to renew any |
| 12 | | lease entered into by it in connection with any of its |
| 13 | | projects, on terms and conditions as it deems |
| 14 | | advisable; |
| 15 | (9) | Prepare or cause to be prepared plans, specifications, |
| 16 | | designs, and estimates of costs for the construction, |
| 17 | | reconstruction, rehabilitation, improvement, or |
| 18 | | alteration of any project, and from time to time to |
| 19 | | modify the plans, specifications, designs, or |
| 20 | | estimates; |

S.B. NO. 355

| 1 | (10) | Procu | re insurance against any loss in connection with |
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| 2 | | its p | property and other assets and operations in |
| 3 | | amour | nts and from insurers as it deems desirable; |
| 4 | (11) | Apply | y for and accept gifts or grants in any form from |
| 5 | | any p | oublic agency or from any other source, including |
| 6 | | gifts | s or grants from private individuals and private |
| 7 | | entit | cies; |
| 8 | (12) | Borro | ow money or procure loan guarantees from the |
| 9 | | feder | cal government for or in aid of any project the |
| 10 | | autho | ority is authorized to undertake pursuant to this |
| 11 | | chapt | er. Additionally, in connection with borrowing |
| 12 | | or pi | cocurement of loan guarantees, the authority: |
| 13 | | (A) | Shall comply with conditions required by the |
| 14 | | | federal government pursuant to applicable |
| 15 | | | regulation or required in any contract for |
| 16 | | | federal assistance; |
| 17 | | (B) | Shall repay indebtedness incurred pursuant to |
| 18 | | | this section, including any interest thereon; |
| 19 | | (C) | May execute loan and security agreements and |
| 20 | | | related contracts with the federal government; |

2023-0289 SB HMSO-1

S.B. NO. 355

| 1 | | (D) May issue bonds pledging revenues, assessments, |
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| 2 | | or other taxes as security for indebtedness |
| 3 | | incurred pursuant to this section; and |
| 4 | | (E) May enter into financing agreements as that term |
| 5 | | is defined in section 37D-1; |
| 6 | (13) | Appoint or retain by contract one or more attorneys |
| 7 | | who are independent of the attorney general to provide |
| 8 | | legal services solely in cases of negotiations in |
| 9 | | which the attorney general lacks the sufficient |
| 10 | | expertise; provided that the independent attorney |
| 11 | | shall consult and work in conjunction with the |
| 12 | | designated deputy attorney general; |
| 13 | (14) | Use the department of human resources development to |
| 14 | | recruit, hire, and retain exempt employees, |
| 15 | | architects, engineers, existing civil service |
| 16 | | positions, and other technical positions for the |
| 17 | | development, planning, and construction related to |
| 18 | | capital improvement projects; and |
| 19 | (15) | Do any and all things necessary to carry out its |
| 20 | | purposes and exercise the powers given and granted in |
| 21 | | this subpart. |

2023-0289 SB HMSO-1

S.B. NO. 355

| 1 | (d) Prior to project approval, the authority shall consult |
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| 2 | with the Hawaii state public library system regarding_any |
| 3 | construction or renovation projects for school lands that are |
| 4 | adjacent to or have Hawaii state public library facilities on |
| 5 | them. |
| 6 | (e) With regard to the development of pre-kindergarten |
| 7 | facilities, the authority shall, to the greatest extent |
| 8 | possible, renovate, improve, and expand existing public school |
| 9 | facilities and classrooms to increase student capacity." |
| 10 | SECTION 3. Act 46, Session Laws of Hawaii 2020, as amended |
| 11 | by section 9 of Act 210, Session Laws of Hawaii 2021, is amended |
| 12 | by amending section 12 to read as follows: |
| 13 | "SECTION 12. Chapter 26, Hawaii Revised Statutes, is |
| 14 | amended by adding a new part to be appropriately designated and |
| 15 | to read as follows: |
| 16 | "PART . EARLY LEARNING |
| 17 | §26- Benchmarks; duties. (a) The department of human |
| 18 | services and the executive office on early learning shall ensure |
| 19 | access to learning through preschool programs that meet or |
| 20 | exceed the following benchmarks: |

2023-0289 SB HMSO-1

S.B. NO. 355

1 (1)Fifty per cent of all otherwise unserved children who 2 are three to four years of age, or will not be at 3 least five years of age on or before July 31 of the 4 current school year, shall have access to enrollment 5 in a preschool program by December 31, 2027; and One hundred per cent of all children who are three to 6 (2) 7 four years of age, or will not be at least five years 8 of age on or before July 31 of the current school 9 year, shall have access to enrollment in a preschool 10 program by December 31, 2032[-]; 11 provided that all children who are older than three years of age 12 shall have access to enrollment in a public preschool program by 13 the benchmarks pursuant to this subsection. 14 The department of human services and the executive office 15 on early learning shall submit an annual report to the 16 legislature, no later than August 31 of each year, on the 17 progress toward achieving the benchmarks until all children who are three to four years of age, or will not be at least five 18 19 years of age on or before July 31 of the current school year, 20 are enrolled in a preschool program.

2023-0289 SB HMSO-1

S.B. NO. 355

(b) The department of human services and the executive
 office on early learning shall collaborate to identify the need
 for child care and early learning in geographic regions of the
 State and consider using public facilities including schools,
 libraries, and the University of Hawaii system as locations for
 child care and early learning programs.

7 The department of human services shall work jointly (C) 8 with the executive office on early learning to monitor the 9 progress of implementing the early care and education sector 10 programs. No later than twenty days prior to the convening of 11 the regular sessions of 2025, 2026, and 2027, the department of 12 human services and the executive office on early learning shall 13 submit to the legislature a joint report on the progress of 14 implementing the early care and education sector programs.

15 (d) The department of human services shall facilitate and 16 support data sharing among public and private entities to the 17 extent not otherwise prohibited by law or rule.""

18 SECTION 4. Act 257, Session Laws of Hawaii 2022, is19 amended by amending section 1 to read as follows:

20 "SECTION 1. There is appropriated out of the general
21 revenues of the State of Hawaii the sum of \$200,000,000 or so

2023-0289 SB HMSO-1

S.B. NO. 355

| 1 | much ther | eof as may be necessary for fiscal year 2022-2023 for | |
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| 2 | the schoo | l facilities authority to expand access to pre- | |
| 3 | kindergar | ten to eligible children of the State. The school | |
| 4 | facilities authority may expend the moneys appropriated in this | | |
| 5 | section on: | | |
| 6 | (1) | The construction of new school facilities; | |
| 7 | (2) | The renovation, improvement, and expansion of existing | |
| 8 | | school facilities to increase pre-kindergarten student | |
| 9 | | capacity; and | |
| 10 | (3) | Any other costs the school facilities authority deems | |
| 11 | | appropriate to increase pre-kindergarten student | |
| 12 | | capacity within the State. | |
| 13 | The | sum appropriated shall be expended by the school | |
| 14 | facilitie | s authority for the purposes of this Act; provided that | |
| 15 | the appro | priation authorized by this Act shall not lapse at the | |
| 16 | end of the fiscal biennium for which the appropriation is made; | | |
| 17 | provided | further that all moneys from the appropriation | |
| 18 | unencumbered as of June 30, 2024, shall lapse as of that | | |
| 19 | date[-]; provided further that in expending the moneys | | |
| 20 | appropriated by this Act, the authority shall, to the greatest | | |
| 21 | <u>extent po</u> | ssible, renovate, improve, and expand existing public | |

2023-0289 SB HMSO-1

S.B. NO. 355

| 1 | school fac | cilities to increase pre-kindergarten student |
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| 2 | capacity. | 1 |
| 3 | SECT | ION 5. The school facilities authority, in |
| 4 | consultat: | ion with the department of education, shall submit a |
| 5 | report to | the legislature no later than twenty days prior to the |
| 6 | convening | of the regular session of 2024. The report shall: |
| 7 | (1) | Detail existing public school facilities that have |
| 8 | | been renovated, improved, or expanded to increase pre- |
| 9 | | kindergarten student capacity; |
| 10 | (2) | Identify existing public school facilities that may be |
| 11 | | renovated, improved, or expanded to increase pre- |
| 12 | | kindergarten student capacity in subsequent years, |
| 13 | | including the status of public school classrooms that |
| 14 | | are not currently being used to provide direct |
| 15 | | instruction to students; and |
| 16 | (3) | Estimate the cost of renovating, improving, or |
| 17 | | expanding existing public school facilities to expand |
| 18 | | access to pre-kindergarten programming. |
| 19 | SECT | ION 6. Statutory material to be repealed is bracketed |
| 20 | and stric | ken. New statutory material is underscored. |

2023-0289 SB HMSO-1

S.B. NO. 355

SECTION 7. This Act shall take effect upon its approval;
 provided that section 3 shall take effect on July 1, 2024.

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INTRODUCED BY: 5556



S.B. NO. 355

Report Title:

School Facilities Authority; Department of Education; Prekindergarten Programming; Public School Facilities

Description:

Requires the school facilities authority to, to the greatest extent possible, renovate, improve, and expand existing public school facilities and classrooms to increase pre-kindergarten student capacity, including while expending funds appropriated for fiscal year 2023. Requires the authority to submit a report to the legislature.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.