## A BILL FOR AN ACT

RELATING TO BUSINESS MANAGERS FOR THE DEPARTMENT OF EDUCATION.

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

SECTION 1. The legislature finds that school, complex, and 1 complex area administrators are responsible for wide-ranging 2 financial assignments, which detract the focus from the 3 curriculum and instruction endeavors of the school, the 4 promotion of student achievement, and the continuous improvement 5 within the complex area. These student-achievement centered 6 initiatives are even more critical with the required academic 7 rigor of the No Child Left Behind Act and with the continued 8 implementation of the department of education strategic plan. 9 10 The legislature further finds that the weighted student formula represents a method of allocating budgets to schools, 11 based on student needs and school characteristics so available 12 resources are better targeted to support student achievement. 13 The weighted student formula also provides school principals 14 with increased control and flexibility over their school budgets 15

to implement initiatives to improve student achievement.

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1	The	legislature believes that the increased mandates and	
2	responsib	ilities on school, complex, and complex area	
3	administr	ators requires the assistance of highly-knowledgeable	
4	and highl	y-qualified individuals with business backgrounds to	
5	allow schools to efficiently and effectively manage the		
6	operational and financial aspects of the school, complex, or		
7	complex area.		
8	The	purposes of business manager positions within the	
9	departmen	t of education shall be to:	
10	(1)	Provide direct business and financial management	
11		assistance and guidance to principals and complex area	
12		superintendents in the areas of school-based	
13		budgeting;	
14	(2)	Assist principals in developing and implementing	
15		weighted student formula financial plans;	
16	(3)	Conduct financial reporting and monitoring;	
17	(4)	Conduct budget versus actual variance analysis;	
18	(5)	Prepare and present financial recommendations to the	
19		school and complex area administrators;	
20	(6)	Oversee facilities management, including repair and	
21		maintenance and capital improvement projects;	

1	(7)	Understand and provide guidance on procurement
2		transactions and laws;
3	(8)	Implement internal financial controls monitoring,
4		following department of education financial
5		guidelines, policies, and procedures; and
6	(9)	Provide overall business administration.
7	The ]	ourpose of this Act is to establish fifteen complex
8	area busi	ness manager positions and to appropriate funds for a
9	business 1	manager position at each school complex area to provide
10	financial	and operational advice and counsel to school, complex,
11	and comple	ex area administrators and support staff.
12	SECT:	ION 2. Section 302A-604.5, Hawaii Revised Statutes, is
13	amended to	read as follows:
14	<b>"§</b> 302	2A-604.5 [District business and fiscal officers.]
15	Complex a	rea business managers. (a) The department shall
16	establish	[eight] fifteen permanent civil service exempt full-
17	time equiv	valent complex area business [and fiscal officer]
18	manager po	ositions; provided that [ <del>four</del> ] one full-time equivalent
19	complex a	rea business [and fiscal officer positions] manager
20	position s	shall be assigned to [the Oahu school districts, with
21	the remain	ning positions to be assigned to school complexes based
22 .	on need;	each of the fifteen complex areas in the department;

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1	and provi	ded further that the <u>complex area</u> business [and fiscal
2	officer:]	manager:
3	(1)	Shall be a highly knowledgeable and qualified
4		individual and have a business and facilities
5		management background;
6	(2)	Shall not be subject to the requirements of [+] chapter
7		76[+]; and
8	(3)	Shall not be required to be a certified teacher.
9	(b)	[Departmental school district business and fiscal
10	officers (	shall be responsible for:
11	(1)	Coordinating physical plant operations and maintenance
12		activities with the departments of education and
13		accounting and general services;
14	<del>(2)</del>	Coordinating the training and selection of school
15		custodians; monitoring the performance of school
16		custodians in accomplishing minor repairs with funds
17		from school level minor repairs and maintenance
18		accounts; and overseeing these accounts at the
19		direction of school principals;
20	<del>(3)</del>	Planning for capital improvement projects with the
21		department of education;

1	<del>(4)</del>	Ensuring that school facilities comply with the laws
2		and rules regarding:
3		(A) The provision of a free appropriate public
4		education for exceptional children with
5		disabilities; and
6		(B) The provision of a free appropriate public
7		education for qualified students with
8		<del>disabilities;</del>
9	<del>(5)</del>	Assisting the department, individual schools, and
10		school complexes in forming partnerships with
11		community groups, volunteers, and businesses to obtain
12		donated and discounted repair and maintenance services
13		and materials; and
14	<del>(6)</del>	Developing, coordinating, overseeing, and
15		participating in the data collection for the physical
16		plant analysis report and the maintenance plan for
17		each school.] Complex area business managers shall
18		have powers and duties as prescribed by the
19		department."
20	SECT	ON 3. There is appropriated out of the general
21	revenues	of the State of Hawaii the sum of \$ , or so
22	much there	eof as may be necessary for fiscal year 2007-2008, and
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- 1 the same sum, or so much thereof as may be necessary for fiscal
- 2 year 2008-2009, for the establishment of 1.0 (FTE) permanent
- 3 business manager position for each of the fifteen school complex
- 4 areas to provide financial and operational advice and counsel to
- 5 school, complex, and complex area administrators and support
- 6 staff and to perform the functions of managing the business
- 7 aspects of each school within the complex area.
- 8 The sums appropriated shall be expended by the department
- 9 of education for the purposes of this Act.
- 10 SECTION 4. Statutory material to be repealed is bracketed
- 11 and stricken. New statutory material is underscored.
- 12 SECTION 5. This Act shall take effect on July 1, 2007.

## Report Title:

DOE; Business Managers; Appropriation

## Description:

Repeals the law relating to business district and fiscal officers; establishes fifteen complex area business manager positions; and appropriates funds for a business manager to be hired at each department of education school complex area. (SD1)