

NEIL ABERCROMBIE GOVERNOR

July 8, 2014

GOV. MSG. NO. 1342

The Honorable Donna Mercado Kim,
President and Members
of the Senate
Twenty-Seventh State Legislature
State Capitol, Room 409
Honolulu, Hawaii 96813

The Honorable Joseph M. Souki, Speaker and Members of the House of Representatives Twenty-Seventh State Legislature State Capitol, Room 431 Honolulu, Hawaii 96813

Dear President Kim, Speaker Souki, and Members of the Legislature:

Re: SB2288 SD2 HD1 CD1

SB2288 SD2 HD1 CD1, entitled "A BILL FOR AN ACT RELATING TO EDUCATION" will become law without my signature, pursuant to Section 16 of Article III of the State Constitution.

The purpose of this bill is to make housekeeping amendments or repeal various sections of chapter 302A, Hawaii Revised Statutes that are no longer necessary. This bill will help to make the operations of our public schools more efficient and smooth.

However, the bill also includes a provision that exempts the Hawaii 3R's school repair and maintenance (special) fund (3R's) and the After-school Plus (A+) revolving fund from contributing their prorated estimate towards central services expenses of State government as currently required of all special funds except those exempted via Chapter 36-27, HRS, Transfers from Special Funds for Central Service Expense.

These funds collected for central services are meant to account for the general expenses that are provided by a number of administrative-support functions and are not funded through general funds. Over the years, more and more special funds have been exempted from the payment of the central services assessment and may eventually

deplete the fund entirely. A review of the various special funds and the costs to administer them should occur before any further exemptions are made.

For the foregoing reasons, SB2288 SD2 HD1 CD1 will become law as ACT 232, Session Laws of Hawaii 2014, effective July 8, 2014, without my signature.

NEIL ABERCROMBIE

Governor, State of Hawaii

THE SENATE Governor's signature
TWENTY-SEVENTH LEGISLATURE, 2014
STATE OF HAWAII

ACT 232
S.B. NO. S.D. 2
H.D. 1
C.D. 1

A BILL FOR AN ACT

RELATING TO EDUCATION.

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

1	SECT	ION 1. In 2012, the legislature passed Act 133,
2	Session L	aws of Hawaii 2012, which sought to add clarity to or
3	resolve c	onflicting or inconsistent language among different
4	sections	of law and to amend or repeal various sections of
5	chapter 3	02A, Hawaii Revised Statutes.
6	The	purpose of this Act is to continue to amend or repeal
7	various s	ections of chapter 302A, Hawaii Revised Statutes, that:
8	(1)	Have been accomplished and are no longer necessary;
9	(2)	Impede rather than assist the department of education
10		in meeting its core mission;
11	(3)	Fall under the purview of the board of education, such
12		as policy, staffing, and programmatic decisions;
13	(4)	Are covered by federal law and do not require
14		codification in state law; or
15	(5)	Are covered by another section of the Hawaii Revised
16		Statutes, administrative rules, or board of education
17		policy.

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1	SECT	ION 2. Section 36-27, Hawaii Revised Statutes, is
2	amended b	y amending subsection (a) to read as follows:
3	"(a)	Except as provided in this section, and
4	notwithst	anding any other law to the contrary, from time to
5	time, the	director of finance, for the purpose of defraying the
6	prorated	estimate of central service expenses of government in
7	relation	to all special funds, except the:
8	(1)	Special out-of-school time instructional program fund
9		under section 302A-1310;
10	(2)	School cafeteria special funds of the department of
2 - 1 2 - 2		education;
12	(3)	Special funds of the University of Hawaii;
13	(4)	State educational facilities improvement special fund;
14	(5)	Convention center enterprise special fund under
15		section 201B-8;
16	(6)	Special funds established by section 206E-6;
17	(7)	Housing loan program revenue bond special fund;
18	(8)	Housing project bond special fund;
19	(9)	Aloha Tower fund created by section 206J-17;
20	(10)	Funds of the employees' retirement system created by
21		section 88-109;

1	(11)	Hawaii hurricane relief fund established under chapter
2		431P;
3	(12)	Hawaii health systems corporation special funds and
4	•	the subaccounts of its regional system boards;
5	(13)	Tourism special fund established under section
6		201B-11;
7	(14)	Universal service fund established under section
8		269-42;
9	(15)	Emergency and budget reserve fund under section
10		328L-3;
11	(16)	Public schools special fees and charges fund under
1. 0 1. 40		section 302A-1130;
13	(17)	Sport fish special fund under section 187A-9.5;
14	(18)	Glass advance disposal fee established by section
15		342G-82;
16	(19)	Center for nursing special fund under section
17		304A-2163;
18	(20)	Passenger facility charge special fund established by
19		section 261-5.5;
20	(21)	Court interpreting services revolving fund under
21		section 607-1.5;
22	(22)	Hawaii cancer research special fund;

1	(23)	Community health centers special fund;	
2	(24)	Emergency medical services special fund;	
3	(25)	Rental motor vehicle customer facility charge special	
4		fund established under section 261-5.6;	
5	(26)	Shared services technology special fund under section	
6		27-43;	
7	(27)	Automated victim information and notification system	
8		special fund established under section 353-136; [and	
9	[] (28) [+]	Deposit beverage container deposit special fund under	
10		section 342G-104[-];	
11	(29)	Hawaii 3R's school repair and maintenance fund under	
12		section 302A-1502.4; and	
13	(30)	After-school plus program revolving fund under section	
14		302A-1149.5,	
15	shall ded	uct five per cent of all receipts of all special funds,	
16	which deduction shall be transferred to the general fund of the		
17	State and become general realizations of the State. All		
18	officers of the State and other persons having power to allocate		
19	or disburse any special funds shall cooperate with the director		
20	in effecting these transfers. To determine the proper revenue		
21	base upon which the central service assessment is to be		
22	calculate	d, the director shall adopt rules pursuant to chapter	

- 1 91 for the purpose of suspending or limiting the application of 2 the central service assessment of any fund. No later than twenty days prior to the convening of each regular session of 3 4 the legislature, the director shall report all central service 5 assessments made during the preceding fiscal year." 6 SECTION 3. Section 36-32, Hawaii Revised Statutes, is 7 amended by amending subsection (c) to read as follows: 8 i (c) The department of education shall [submit an annual g report to the legislature that shall-include] annually post on 10 the department's website information related to a financial statement of the special fund, the lease payments for schools 11 ر الشيط account established under subsection (b), and the status of 13 projects undertaken pursuant to this section, no later than 14 twenty days prior to the convening of each regular session." SECTION 4. Section 36-36, Hawaii Revised Statutes, is 15 16 amended by amending subsection (e) to read as follows: The [superintendent of education shall submit an 17 "(e) annual report to the legislature, which shall include 18 19 department shall annually post on its website information 20 related to a financial statement of the account and the status 21 of school repair and preventive maintenance projects undertaken 22 pursuant to this section, no later than twenty days prior to the
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- 1 convening of each regular session. The department of education
- 2 shall also post the following [reports electronically on the
- 3 Internet information on its website and update [them] the
- 4 information quarterly:
- 5 (1) Expenditures for school repair and preventive
- 6 maintenance projects undertaken pursuant to this
- 7 section, shall be posted within thirty days of each
- project's completion; and
- 9 (2) A list of each school's repair and maintenance needs
- to be undertaken."
- 11 SECTION 5. Section 302A-101, Hawaii Revised Statutes, is
- 1) amended by adding two new definitions to be appropriately
- 13 inserted and to read as follows:
- ""Attend" or "attendance" means a student is physically
- present in school after enrollment.
- "Enroll" or "enrollment" means a student has met all of the
- 17 department's requirements for entrance and is formally placed on
- 18 a school's roll."
- 19 SECTION 6. Section 302A-101, Hawaii Revised Statutes, is
- 20 amended by amending the definition of "charter schools" to read
- 21 as follows:

1	"Charter schools" [means public schools holding charters to
2	operate as charter schools under chapter [302D], including
3	start up and conversion charter schools, that have the
4	flexibility to implement alternative frameworks with regard to
5	curriculum, facilities management, instructional approach,
6	length of the school day, week, or year, and personnel
7	management.] has the same meaning as in section 302D-1."
8	SECTION 7. Section 302A-102, Hawaii Revised Statutes, is
9	amended to read as follows:
10	"[{]§302A-102[}] Smoking prohibited[+ exception]. [-(a)]
11	All public schools within the State, from kindergarten through
12	grade twelve, shall prohibit the use of tobacco at public
13	schools or at public school functions.
14	[(b) The department shall provide affected public
15	employees with breaks throughout the work day during which they
16	may smoke at locations off campus. The number and duration of
17	such breaks shall be subject to collective bargaining.
18	(c) The department shall provide a smoking cessation
19	program for public employees who are interested in
20	participating; provided that issues relating to the costs of the
21	program shall be subject to collective bargaining.

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(d) This section shall not be subject to part II of
 1
     chapter-328K.]"
 2
          SECTION 8. Section 302A-605, Hawaii Revised Statutes, is
 3
     amended to read as follows:
 4
          "§302A-605 Principals and vice-principals.
 5
     Principals and vice-principals shall meet the department's
 6
     certification requirements [and shall have at least five years
 8
     of appropriate school level experience, including at least three
 9
    . years as a teacher, or equivalent experience, as determined by
 10
     the department.
11
          (b) Vice principals shall meet the department's
12
     certification requirements and shall have appropriate school-
 7.7
     level or equivalent experience, as determined by the department.
 14
          (c) The department shall establish alternative routes to
     certification for principals and vice principals pursuant to
15
 16
     rules adopted under chapter 91.
17
          (d) For purposes of this section, "alternative routes to
 18
     certification" has the same meaning as determined by United
 19
     States Department of Education regulations for state
20
     applications for Race to the Top fund allocations under section
21
     14001 of the federal American Recovery and Reinvestment Act of
22
     2009, as amended]."
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1	SECT	ION 9. Section 302A-1004, Hawaii Revised Statutes, is	
2	amended by	y amending subsections (b) and (c) to read as follows:	
3	" (b)	The department shall [submit to the legislature, the	
4	governor,	and the board of education at least twenty days prior	
5	to the co	nvening of each regular legislative session a report	
6	of annually post on the department's website information on the		
7	specifics of the implementation of the comprehensive		
8	accountability system, as well as the fiscal requirements and		
9	legislative actions necessary to maintain and improve the		
10	accountab	ility system.	
11	(c)	The department shall [submit to the legislature and to	
7.	the gover	nor, at least twenty days prior to the convening of	
13	each regu	lar-session, an educational status report) also	
14	annually post on its website information that includes but is		
15	not limited to the following:		
16	(1)	Results of school-by-school assessments of educational	
17		outcomes;	
18	(2)	Summaries of each school's standards implementation	
19		design;	
20	(3)	Summary descriptions of the demographic makeup of the	
21		schools, with indications of the range of these	
22		conditions among schools within Hawaii;	

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- (4) Comparisons of conditions affecting Hawaii's schools 1 with the conditions of schools in other states; 2 Other such assessments as may be deemed appropriate by 3 (5) the board; and 5 Any other reports required by this section." SECTION 10. Section 302A-1145, Hawaii Revised Statutes, is 6 7 amended to read as follows: "[+]\$302A-1145[+] Transfer to another school. No school 8 , 1 shall receive any child under eighteen years of age, who has 10 attended another school of the same class in the same [district,] complex area, unless the child produces to the 11 12 school to be [entered,] enrolled, a certificate of release of the school last attended by the child. If the child applies to 13 14 attend a school of higher grade, a certificate of proficiency shall be required or a lawful excuse for its absence. The 15 16 children from one [district] complex area desiring to enter a school in another [district] complex area may be received or **17** 18 [admitted] enrolled upon producing a certificate of release from .the school last attended in the other [district.] complex area." 19 20 SECTION 11. Section 302A-1154, Hawaii Revised Statutes, is 21 amended as follows:
- 22 1. By amending the title to read:

- 1 "\$302A-1154 Immunization upon [entering] attending school;
- 2 tuberculosis clearance."
- 3 2. By amending subsection (b) to read:
- 4 "(b) No child shall [be admitted-to] attend any school for
- 5 the first time in the State unless the child presents to the
- 6 appropriate school official documentation satisfactory to the
- 7 department of health that the child has been examined and tested
- 8 according to the rules of the department, and is free from
- 9 tuberculosis in a communicable form."
- 10 SECTION 12. Section 302A-1155, Hawaii Revised Statutes, is
- amended to read as follows:
- "\$302A-1155 Provisional [entrance to] attendance at
- 13 school. (a) A child may [enter] attend school provisionally
- 14 upon submitting written documentation from a licensed physician,
- 15 physician assistant, advanced practice registered nurse, or an
- 16 authorized representative of the department of health stating
- 17 that the child is in the process of receiving the required
- 18 immunizations. Further documentation showing that the required
- 19 immunizations have been completed shall be submitted to the
- 20 appropriate school official no later than three months after the
- 21 child first [entered] attends the school. If all of the
- 22 required immunizations cannot be completed within three months

- 1 due to the length of the minimum intervals between doses of a
- 2 particular vaccine required by the department of health,
- 3 provisional [admission] attendance may be extended so long as
- 4 the child's parent or guardian provides documentation that
- 5 appointments for required immunizations have been made and that
- 6 progress toward completing the immunizations continues in
- 7 accordance with the requirements of the department of health.
- 8 (b) Provisional [entrance to] attendance at school may be
- 9 suspended by the department of health when there is danger of an
- 10 epidemic from any of the communicable diseases for which
- 11 immunization is required."
- 12 SECTION 13. Section 302A-1159, Hawaii Revised Statutes, is
- 13 amended to read as follows:
- 14 "\$302A-1159 Physical examination required. No child shall
- 15 [be admitted to] attend any school for the first time in the
- 16 State unless the child presents to the appropriate school
- 17 official a report from a licensed physician or advanced practice
- 18 registered nurse of the results of a physical examination
- 19 performed within a year of the date of [entry into] attendance
- 20 at school. A child may [enter] attend school provisionally upon
- 21 submitting written documentation from a licensed physician,
- 22 advanced practice registered nurse, or other authorized

- 1 representative of the department of health stating that the
- 2 child is in the process of undergoing a physical examination.
- 3 Further documentation showing that the required physical
- 4 examination has been completed shall be submitted to the
- 5 appropriate school official no later than three months after the
- 6 child first [entered] attends the school."
- 7 SECTION 14. Section 302A-1161, Hawaii Revised Statutes, is
- 8 amended to read as follows:
- 9 "\$302A-1161 Notification for noncompliance. If a child
- 10 does not complete the immunizations required under section
- 11 302A-1154 or the physical examination required under section
- 302A-1159 within the period provided by section 302A-1155 after
- 13 provisional [entry into] attendance at school, the administrator
- 14 of the school shall cause a notice to be sent to the parent or
- 15 quardian of the child stating that if the required immunizations
- 16 or physical examination is not completed within thirty days of
- 17 the date of the notice, the child shall not be [admitted]
- 18 permitted to attend school."
- 19 SECTION 15. Section 302A-1301, Hawaii Revised Statutes, is
- 20 amended to read as follows:
- 21 *\$302A-1301 School system financial accountability. (a)
- 22 Beginning with the 1995-1997 fiscal biennium, the department's

- 1 administrative expenditures shall not exceed 6.5 per cent of the
- 2 total department operating budget, excluding expenditures for
- 3 agencies administratively attached to the department, unless
- 4 approved by the legislature.
- 5 (b) Not less than seventy per cent of appropriations for
- 6 the total budget of the department, excluding debt service and
- 7 capital improvement programs $[\tau]$ and appropriations for agencies
- 8 administratively attached to the department, shall be expended
- 9 by principals."
- 10 SECTION 16. Section 302A-1312, Hawaii Revised Statutes, is
- amended by amending subsection (c) to read as follows:
- "(c) For the purposes of this section, the superintendent
- 13 of education shall develop and implement appropriate planning
- 14 procedures and follow-up accountability reports to ensure sound
- 15 planning, control, and accountability in the use of moneys
- 16 allocated by the legislature. The department of education shall
- 17 [submit an annual report to the legislature] annually post on
- 18 the department's website information that shall include:
- (1) List of projects initiated by the department of
- 20 education; and
- 21 (2) List of projects completed with associated actual
- 22 cost.*

1	SECT	ION 17. Section 302A-1103, Hawaii Revised Statutes, is
2	repealed.	
3	[" 53	02A-1103 Principal; authority and responsibility. The
4	role of t	he principal shall include but not be limited to
5	overseei n	g-the-day-to-day management-of the school, the primary
6	function	of which is to develop and deliver instructional
7	services	to students in accordance with statewide educational
8	policy an	d to enable students to meet or exceed statewide
9	academic	standards. The principal shall:
10	(1)	Ensure that the curriculum facilitates the achievement
11		of the statewide student performance standards adopted
12		for the public school system;
13	(2)	Develop and present to the school community council
14		for its review and approval, academic and financial
15		plans relating to the school;
16	(3)	Exercise authority over the implementation of the
17		budget, policies, and operations of the school; and
18	-(4)-	Collaborate with other principals in the principal's
19		school complex to ensure that:
20		(A) Logical, sequential curricula are adopted within
21		the school complex;

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1	(B)	Best practices are shared among and implemented
2		by schools within the school complex;
3	(C)	The goals and objectives of the school complex
4		are being met;
5	(D)	The use of school complex based personnel and
6		contractors who divide their time between more
7		than one school in a school complex is
8		coordinated to maximize efficiency; and
ò	(E)	The passage of students through the continuum of
10		grades is coordinated in a manner consistent with
11		section 302A-1004."]
12	SECTION 1	8. Statutory material to be repealed is bracketed
13	and stricken.	New statutory material is underscored.
14	SECTION 1	9. This Act shall take effect upon its approval;
15	provided that	the amendments made to section 36-27(a), Hawaii
16	Revised Statut	es, by section 2 of this Act shall not be repealed
17 .	when section 3	6-27, Hawaii Revised Statutes, is reenacted
18	pursuant to se	ction 34 of Act 79, Session Laws of Hawaii 2009.

APPROVED this

day of

, 2014