JAN 2 2 2016

#### A BILL FOR AN ACT

RELATING TO WORKFORCE DEVELOPMENT.

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

- 1 SECTION 1. The legislature finds that governmental siloes
- 2 between the department of education; University of Hawaii
- 3 system; department of business, economic development, and
- 4 tourism; and department of labor and industrial relations
- 5 contribute to the shortage in skilled workers and increased
- 6 outsourced employment in the State. A 2012 study by the Boston
- 7 Consulting Group identified Hawaii as one of seven states with
- 8 significant or severe shortages of skilled workers. Many high
- 9 school and community college programs in Hawaii continue to
- 10 provide the path to a four year degree; however this does not
- 11 produce a skilled workforce or meet local demand. Education,
- 12 economic development, and labor need to be precisely aligned to
- 13 produce workforce-ready graduates that have the skill sets to
- 14 successfully seek available opportunities.
- The purpose of this Act is to establish a pathways for
- 16 academic career and employment (PACE) program within the
- 17 department of education to provide funding to community colleges



#### S.B. NO. **252%**

- 1 for the development of projects in coordination with the
- 2 department of business, economic development, and tourism, the
- 3 department of labor and industrial relations, advisory boards,
- 4 and community partners to implement a simplified, streamlined,
- 5 and comprehensive process, along with customized support
- 6 services, that enables eligible participants to acquire
- 7 effective academic and employment training to secure gainful,
- 8 quality, in-state employment.
- 9 SECTION 2. The Hawaii Revised Statutes is amended by
- 10 adding a new chapter to be appropriately designated and to read
- 11 as follows:
- 12 "CHAPTER
- 13 PATHWAYS FOR ACADEMIC CAREER AND EMPLOYMENT ACT
- 14 § -1 Definitions. For purposes of this chapter:
- 15 "Department" means the department of education.
- 16 "PACE Hawaii" means the pathways for academic career and
- 17 employment program established by this chapter.
- "Target population" includes:
- 19 (1) Persons deemed low skilled for the purposes of
- 20 attaining gainful, quality, in-state employment;

1	(2)	Persons earning incomes at or below two hundred fifty
2		per cent of the federal poverty level as defined by
3		the most recently revised poverty income guidelines
4		published by the United States Department of Health
5		and Human Services;

- 6 (3) Unemployed persons;
- 7 (4) Underemployed persons; and
- 8 (5) Dislocated workers, including workers eligible for
  9 services and benefits under the federal Trade Act of
  10 2002, P.L. 107-210, as determined by the department of
  11 business, economic development, and tourism and the
  12 Internal Revenue Service.
- § -2 Title; establishment; special fund. (a) This
  chapter shall be known and may be cited as the "Pathways for
  Academic Career and Employment Act".
- 16 (b) There is established within the department the
  17 pathways for academic career and employment program, to be known
  18 as PACE Hawaii. The department shall adopt rules pursuant to
  19 chapter 91 necessary to carry out the purposes of this chapter.
- (c) The purpose of PACE Hawaii is to provide funding tocommunity colleges for the development of projects in

- 1 coordination with the department of business, economic
- 2 development, and tourism, the department of labor and industrial
- 3 relations, PACE Hawaii advisory boards established pursuant to
- 4 section -4, and community partners to implement a simplified,
- 5 streamlined, and comprehensive process, along with customized
- 6 support services, that enables eligible participants to acquire
- 7 effective academic and employment training to secure gainful,
- 8 quality, in-state employment.
- 9 (d) There is established a pathways for academic career
- 10 and employment special fund within the state treasury to be
- 11 administered by the department and into which shall be deposited
- 12 all appropriations made by the legislature to the fund. Moneys
- in the special fund shall be used by the department for PACE
- 14 Hawaii. The aggregate total of grants awarded from the special
- 15 fund during a fiscal year shall not be more than \$5,000,000.
- 16 The department may use moneys in the special fund to employ
- 17 pathway navigators to assist students applying for or enrolled
- 18 in eligible PACE Hawaii projects. The department may use moneys
- 19 in the special fund to provide staff and support for the
- 20 development and implementation of regional industry sector
- 21 partnerships within the county served by the community college.

1	Regional	industry	sector	partnerships	may	include	but	are	not
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- 2 limited to the following activities:
- 3 (1) Bring together representatives from industry sectors,
- 4 government, education, local workforce boards,
- 5 community-based organizations, labor, economic
- 6 development organizations, and other stakeholders
- 7 within the regional labor market to determine how PACE
- 8 Hawaii projects should address workforce skills gaps,
- 9 occupational shortages, and wage gaps;
- 10 (2) Integrate PACE Hawaii projects and other existing
- 11 supply-side strategies with workforce needs within the
- 12 county served by the community college;
- 13 (3) Develop PACE Hawaii projects that focus on the
- 14 workforce skills, from entry level to advanced,
- required by industry sectors within the county served
- by the community college; and
- 17 (4) Structure pathways so that instruction and learning of
- workforce skills are aligned with industry-recognized
- 19 standards where such standards exist.
- 20 § -3 Eligibility; outcomes; program. (a) Projects
- 21 eligible for funding for PACE Hawaii shall be projects that:

1	(1)	Furt!	her the ability of members of target populations
2		to s	ecure gainful, quality employment;
3	(2)	Furt:	her partnerships that link the community colleges
4		to i	ndustry and nonprofit organizations;
5	(3)	Enab	le the target populations to:
6		(A)	Acquire and demonstrate competency in basic
7			skills;
8		(B)	Acquire and demonstrate competency in a specified
9			technical field;
10		(C)	Complete a specified level of postsecondary
11			education;
12		(D)	Earn a national career readiness certificate;
13		(E)	Obtain employer-validated credentials; and
14		(F)	Secure gainful employment in high-quality, local
15			jobs; and
16	(4)	Sati	sfy economic and employment goals including but
17		not	limited to:
18		(A)	Economic and workforce development requirements
19			in each county served by the community colleges
20			as defined by PACE Hawaii advisory boards
21			established pursuant to section -4; and

1		(B) Needs of industry partners located in in-demand
2		areas including but not limited to:
3		(i) Information technology;
4		(ii) Health care;
5		(iii) Advanced manufacturing;
6		(iv) Transportation and logistics; and
7		(v) Any other industry designated as in-demand
8		by a PACE Hawaii advisory board established
9		pursuant to section -4.
10	(b)	Program components of a PACE Hawaii project
11	implement	ed at a community college shall:
12	(1)	Include measurable and effective recruitment,
13		assessment, and referral activities designed for the
14		target populations;
15	(2)	Integrate basics skills and work-readiness training
16		with occupational skills training;
17	(3)	Combine customized supportive and case management
18		services with training services to help participants
19		overcome barriers to employment; and
20	(4)	Provide training services at times, locations, and
21		through multiple, flexible modalities that are easily

1		understood and readily accessible to the target
2		populations. These modalities shall support timeless
3		entry, individualized learning, and flexible
4		scheduling, and may include online remediation,
5		learning lab and cohort learning communities,
6		tutoring, and modularization.
7	(c)	Each community college receiving funding for PACE
8	Hawaii sh	all develop a pipeline program in order to better serve
9	the acade	mic, training, and employment needs of the target
10	populatio	ns. A pipeline program shall include the following
11	goals:	
12	(1)	Strengthen partnerships with community-based
13		organizations and industry representatives;
14	(2)	Improve and simplify the identification, recruitment,
15		and assessment of qualified participants;
16	(3)	Conduct and manage an outreach, recruitment, and
17		intake process, along with accompanying support
18		services, reflecting sensitivity to the time and
19		financial constraints and remediation needs of the
20		target populations;

1	(4)	Conduct orientations for qualified participants to
2		describe regional labor market opportunities, employer
3		partners, and program requirements and expectations;
4	(5)	Describe the concepts of the project implemented with
5		funds from PACE Hawaii and the embedded educational
6		and support resources available through the project;
7	(6)	Outline the basic skills participants will learn and
8		describe the credentials participants will earn;
9	(7)	Describe success milestones and ways in which temporal
10		and instructional barriers have been minimized or
11		eliminated; and
12	(8)	Review how individualized and customized service
13		strategies for participants will be developed and
14		provided.
15	(d)	Each community college receiving funding for PACE
16	Hawaii sha	all develop a career pathways and bridge curriculum
17	developme	nt program in order to better serve the academic,
18	training,	and employment needs of the target populations. A
19	career pa	thways and bridge curriculum development program shall
20	include th	he following goals:

1	(1)	Articulation of courses and modules, the mapping of
2		programs within career pathways, and establishment of
3		bridges between credit and noncredit programs;
4	(2)	Integration and contextualization of basic skills
5		education and skills training to provide for seamless
6		progressions between adult basic education and general
7		education development programs and continuing
8		education and credit certificate, diploma, and degree
9		programs; and
10	(3)	Development of career pathways that support the
11		attainment of industry-recognized credentials,
12		diplomas, and degrees through stackable, modularized
13		program delivery.
14	(e)	Pathway navigators shall provide services and support
15	to aid st	udents in selecting PACE Hawaii projects that will
16	result in	gainful, quality, in-state employment and ensure
17	students	are successful once enrolled in PACE Hawaii projects.
18	Services	the pathway navigators may provide include but are not
19	limited t	o the following:
20	(1)	Interview and select students for enrollment in PACE
21		Hawaii projects;

1	(2)	Assess students' skills, interests, and previous
2		academic and work experience for purposes of placement
3		in PACE Hawaii projects;
4	(3)	Work with students to develop academic and career
5		plans and adjust such plans as needed;
6	(4)	Assist students in applying for and receiving
7		resources for financial aid and other forms of tuition
8		assistance;
9	(5)	Assist students with the admissions process, remedial
10		education, academic credit transfer, meeting
11		assessment requirements, course registration, and
12		other procedures necessary for successful completion
13		of PACE Hawaii projects;
14	(6)	Assist in identifying and resolving obstacles to
15		students' successful completion of PACE Hawaii
16		projects;
17	(7)	Connect students with useful college resources or
18		outside support services such as access to child care,
19		transportation, and tutorial assistance, as needed;
20	(8)	Maintain ongoing contact with students enrolled in
21		PACE Hawaii projects and ensure students are making

1		satisfactory progress toward the successful completion
2		of projects;
3	(9)	Provide support to students transitioning from
4		remedial education, short-term training, and classroom
5		experience to employment;
6	(10)	Coordinate activities with community-based
7		organizations that serve as key recruiters for PACE
8		Hawaii projects and assist students throughout the
9		recruitment process; and
10 <sup>-</sup>	(11)	Coordinate adult basic education services.
11	(f)	The department shall report its findings and
12	recommend	ations on PACE Hawaii, including any proposed
13	legislati	on, to the legislature no later than twenty days prior
14	to the co	nvening of each regular session.
15	\$	-4 PACE Hawaii advisory boards. (a) There is
16	establish	ed within the department for administrative purposes
17	only, a P	ACE Hawaii advisory board in each county. Each
18	advisory	board shall consist of seven members, as follows:
19	(1)	A representative from the department of education;
20	(2)	A representative from the department of business,
21		economic development, and tourism;

1	(3)	A representative from the department of labor and
2		industrial relations;
3	(4)	A representative of the community college in that
4		county; and
5	(5)	Three representatives from relevant community-based
6		organizations or industries,
7	to be app	ointed by the governor, pursuant to section 26-34;
8	provided	that the members appointed under paragraph (4) and (5)
9	shall be	appointed from a list of names submitted by county
10	elected o	fficials and community college directors.
11	(b)	The duties and responsibilities of each advisory board
12	shall be	to:
13	(1)	Identify workforce development needs in that county;
14	(2)	Advise the department in the awarding of funding for
15		PACE Hawaii projects by the department in that county;
16	(3)	Assist in monitoring the performance of the PACE
17		Hawaii projects;
18	(4)	Make annual reports and recommendations to the
19		department concerning workforce development; and
20	(5)	Report its findings and recommendations on the
21		workforce development needs and the impact of PACE

1	Hawaii in its county, including any proposed
2	legislation, to the legislature no later than twenty
3	days prior to the convening of each regular session.
4	(c) Each advisory board shall elect annually from among
5	its members a chairperson who shall preside at its regular
6	meetings. Board meetings shall be held at such times and places
7	as shall be determined by the chairperson. Meetings may be
8	called as needed, either by the chairperson or a majority of the
9	members. Written notice of the time and place of each meeting
10	shall be given to each member of the advisory board. A majority
11	of the members shall constitute a quorum for meetings.
12	(d) The members of the advisory board shall serve without
13	compensation, but shall be reimbursed for expenses, including
14	travel expenses, necessary for the performance of their duties."
15	SECTION 3. There is appropriated out of the general
16	revenues of the State of Hawaii the sum of \$ or so
17	much thereof as may be necessary for fiscal year 2016-2017 to be
18	deposited into the pathways for academic career and employment
19	special fund established pursuant to section -2, Hawaii
20	Revised Statutes.

- 1 SECTION 4. There is appropriated out of the pathways for
- academic career and employment special fund the sum of 2
- or so much thereof as may be necessary for fiscal 3
- year 2016-2017 for the establishment of PACE Hawaii. 4
- 5 The sum appropriated shall be expended by the department of
- education for the purposes of this Act. 6
- 7 SECTION 5. This Act shall take effect upon its approval;
- provided that sections 3 and 4 shall take effect on July 1, 8
- 9 2016.

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#### Report Title:

Department of Education; Pathways for Academic Career and Employment Program; PACE Hawaii; Special Fund; Appropriation

#### Description:

Establishes PACE Hawaii and the pathways for academic career and employment special fund within DOE to provide funding to community colleges for the development of projects in coordination with DBEDT, DLIR, and others that enables eligible participants to acquire effective academic and employment training to secure gainful, quality, in-state employment. Makes an appropriation.

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