A BILL FOR AN ACT

RELATING TO THE UNIVERSITY OF HAWAII PROMISE PROGRAM.

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

SECTION 1. The legislature finds that the University of 1 Hawaii's Hawaii graduation initiative is a systemwide strategic 2 initiative endorsed by the board of regents with a goal to 3 increase the educational capital of the State by increasing 4 students' educational participation and completion, particularly 5 that of native Hawaiians, low-income students, and those from 6 underserved regions and populations, and preparing them for 7 success in the workforce and their communities. 8

9 The legislature further finds that an educated labor force10 and engaged citizenry are essential in today's global,

11 knowledge-based economy. Across the nation, states have set 12 ambitious goals to boost college completion rates. Hawaii's own 13 55 by '25 campaign goal focuses on increasing the percentage of 14 working age adults with two- or four-year degrees to 55 per cent 15 by 2025. According to the most recent data available, 44 per 16 cent of Hawaii's working age adults currently have a 17 postsecondary degree. As the State's sole public higher



education system, the University of Hawaii is committed to doing
its part to close the State's projected educational attainment
gap.

In April 2016, the Institute for Research on Higher 4 Education at the University of Pennsylvania graduate school of 5 education issued a study that analyzed college costs in relation 6 to family income level. The study revealed that higher 7 education has gone from expensive to unaffordable for most low-8 and middle-income families. According to this same study, 9 Hawaii ranked third in the nation for overall college 10 affordability and the University of Hawaii community colleges 11 are the most affordable public two-year institutions in the 12 13 nation.

The report further acknowledged that, despite Hawaii's 14 commendable overall college affordability ranking, attending 15 college is a big expense for families earning less than \$30,000 16 annually; Hawaii's financial aid policies are not fully able to 17 alleviate costs for these families; and the State provides 18 minimal need-based aid to students attending public 19 institutions. Since this report, the University of Hawaii has 20 implemented the Hawaii promise program, which is a need-based 21



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award intended to be applied toward the unmet direct cost needs
of qualified students enrolled at any community college campus
of the University of Hawaii. Awards are contingent upon funding
and amounts are determined by the individual students' Free
Application for Federal Student Aid information.

6 Financial aid through federal Pell Grants, University of 7 Hawaii and private scholarships, the GI Bill for service members 8 and veterans, and employers covers much of the cost for need-9 based students. However, cost is still a barrier for certain 10 need-based students, especially for those who do not qualify for 11 the Hawaii promise program because they are enrolled at one of 12 the University of Hawaii's four-year campuses.

13 The purpose of this Act is to expand the Hawaii promise 14 program to provide scholarships for the unmet direct cost needs 15 of qualified undergraduate students enrolled at the University 16 of Hawaii at Manoa, University of Hawaii at Hilo, and University 17 of Hawaii-West Oahu, and to provide an appropriation to 18 establish and implement the expanded program. 19 SECTION 2. Section 304A-506, Hawaii Revised Statutes, is

20 amended to read as follows:



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1	"[+]!	<pre>\$304A-506[] Hawaii [community college] promise</pre>
2	program;	established. (a) Notwithstanding section 304A-501,
3	there is e	established the Hawaii [community college] promise
4	program to	o be administered by the board of regents. The program
5	shall prov	vide scholarships for the unmet direct cost needs of
6	qualified	students enrolled at any [community college] campus of
7	the Unive:	rsity of Hawaii.
8	(b)	A student enrolled at a community college campus shall
9	be eligib	le for scholarship consideration for a maximum of eight
10	semesters	if the student:
11	(1)	Qualifies for Hawaii resident tuition;
12	(2)	Completes and submits the Free Application for Federal
13		Student Aid for each academic year and accepts all
14		federal and state aid, grants, scholarships, and other
15		funding sources that do not require repayment;
16	(3)	Is enrolled in a classified degree or certificate
17		program with six or more credits per semester;
18	(4)	Maintains satisfactory academic progress, as defined
19		by federal requirements established pursuant to Title
20		IV of the Higher Education Act of 1965, as amended,



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1		and determined by the campus at which the student is
2		enrolled; and
3	(5)	Has been determined by the campus to have unmet direct
4		cost needs.
5	(c)	A student enrolled in an undergraduate program at a
6	Universit	y of Hawaii campus, other than a community college
7	campus, s	hall be eligible for scholarship consideration for a
8	maximum o	f eight semesters if the student:
9	(1)	Qualifies for Hawaii resident tuition;
10	(2)	Completes and submits the Free Application for Federal
11		Student Aid for each academic year and accepts all
12		federal and state aid, grants, scholarships, and other
13		funding sources that do not require repayment;
14	(3)	Is enrolled in a classified degree or certificate
15		program with twelve or more credits per semester;
16	(4)	Maintains satisfactory academic progress, as defined
17		by federal requirements established pursuant to Title
18		IV of the Higher Education Act of 1965, as amended,
19		and determined by the campus where the student is
20		enrolled; and



1	(5) Has been determined by the campus to have unmet direct
2	cost needs.
3	[(c)] <u>(d)</u> Scholarships shall be awarded to the extent
4	possible based on available funds and on a greatest need basis.
5	An award granted to a student shall be equal to the student's
6	unmet direct cost need, based on the Free Application for
7	Federal Student Aid calculation of need, less the amounts
8	available to the student from Pell grants and other
9	scholarships.
10	[(d)] <u>(e)</u> To maintain a scholarship under this section, a
11	student enrolled at a community college shall meet the
12	requirements of subsection (b)(4)[\div] and a student enrolled in
13	an undergraduate program at a University of Hawaii campus, other
14	than a community college campus, shall meet the requirements of
15	subsection (c)(4).
16	[(e)] <u>(f)</u> As used in this section, "direct cost" means
17	any cost directly related to a student's education, including
18	tuition; educational fees; and the costs of books, supplies, and
19	transportation between the student's dwelling and the student's
20	campus."



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SECTION 3. There is appropriated out of the general 1 revenues of the State of Hawaii the sum of \$ or so much 2 thereof as may be necessary for fiscal year 2019-2020 and the 3 same sum or so much thereof as may be necessary for fiscal year 4 2020-2021 for the establishment and implementation of the Hawaii 5 promise program pursuant to this Act, including the provision of 6 7 scholarships. The sums appropriated shall be expended by the University 8 of Hawaii for the purposes of this Act. 9 SECTION 4. Statutory material to be repealed is bracketed 10 and stricken. New statutory material is underscored. 11 SECTION 5. This Act shall take effect on July 1, 2019. 12 13 in-Wilds INTRODUCED BY: 2018

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Report Title:

University of Hawaii Promise Program; Scholarships; Appropriation; Four-Year University of Hawaii Campus

Description:

Provides scholarships for the unmet direct cost needs of qualified students at any four-year University of Hawaii campus who meet certain eligibility criteria.

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

