

### A BILL FOR AN ACT

RELATING TO CHARTER SCHOOLS.

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

- 1 SECTION 1. The legislature finds that there are nearly
- 2 twelve thousand students enrolled in the thirty-seven public
- 3 charter schools operating under the governance of the public
- 4 charter school commission and the board of education. The
- 5 majority of charter school funding is provided on a non-facility
- 6 general fund per-pupil basis, calculated from the sum of certain
- 7 general fund non-facility operating appropriations to the
- 8 department of education and each charter school's pro rata
- 9 enrollment compared to the total public education enrollment.
- 10 Charter school non-facility general fund per-pupil funding has
- 11 been \$6,846, \$7,089 and \$7,323 in school years 2015-2016, 2016-
- 12 2017, and 2017-2018, respectively. Charter schools use this
- 13 funding to pay for a wide range of school-related expenses, such
- 14 as for teachers and administrative staff, school facilities,
- 15 meal service, and student transportation. Notably, a
- 16 significant amount of charter schools' expenses may not be borne
- 17 by schools operated under the department of education.

### H.B. NO. 739

- 1 Accordingly, while the non-facility general fund per-pupil
- 2 funding provided to charter schools has increased each year,
- 3 charter school operational costs continue to rise, and gaps
- 4 continue to remain between public charter schools and schools
- 5 under the operation of the department of education. As the
- 6 public charter school commission's 2019-2023 Strategic Vision
- 7 and Plan explains, "[f] unding gaps continue in per pupil
- 8 allocation, facilities, payroll, transportation and food
- 9 services, causing charter schools to use already meager per
- 10 pupil allocation to provide basic services that are provided
- 11 through centralized services by the Departments of Education
- 12 (DOE), Accounting and General Services (DAGS) and Department of
- 13 Transportation (DOT) for other public schools."
- 14 The legislature further finds that the potential disparity
- in per-pupil funding for food services is particularly
- 16 concerning. The department of education's 2017-2018 Strive HI
- 17 Performance System results show that a majority of public
- 18 charter school students meet the poverty threshold for free or
- 19 reduced lunch; however, many charter schools report that they
- 20 are unable to access National School Lunch Program subsidies for
- 21 a number of reasons. As a result, these schools must either ask

## H.B. NO. 730

- 1 students to bring their own lunch or purchase lunch from a
- 2 vendor or provide lunch to students at the free or reduced rate
- 3 and waive the subsidy, neither of which is satisfactory or fair
- 4 to the schools and their students.
- 5 The board of education has recognized the importance of the
- 6 State's public charter schools as an integral component of
- 7 public education strategy, and its Education Strategic Plan
- 8 2017-2020 describes shared objectives for equity and excellence
- 9 for every child across Hawaii's nearly three hundred public
- 10 schools, including the State's public charter schools. Despite
- 11 these objectives, some public charter schools continue to be
- 12 forced to require their students to provide their own lunch, or
- 13 use the schools' non-facility general fund per-pupil funding to
- 14 pay for free or reduced rate lunches for their students.
- 15 The purpose of this Act is to provide funding to the public
- 16 charter school commission to allocate to public charter schools
- 17 for student meal service costs.
- 18 SECTION 2. There is appropriated out of the general
- 19 revenues of the State of Hawaii the sum of \$ or so
- 20 much thereof as may be necessary for fiscal year 2019-2020 and
- 21 the same amount or so much thereof as may be necessary for

7

- 1 fiscal year 2020-2021 for the public charter school commission
- 2 to allocate to charter schools for meal service costs, as
- 3 determined by the commission.
- 4 The sums appropriated shall be expended by the public
- 5 charter school commission for the purposes of this Act.
- 6 SECTION 3. This Act shall take effect on July 1, 2019.

INTRODUCED BY.

. (orle (BR)

IAN 2 2 2019

# H.B. NO. 730

### Report Title:

Charter Schools; Meal Service Costs; Appropriation

#### Description:

Appropriates funds to the public charter school commission to allocate to charter schools for meal service costs.

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