JAN 1 8 2019

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 the school years 2015-2016, 12 2016-2017, and 2017-2018, respectively. Charter schools use 13 this funding to pay for a wide range of school-related expenses, 14 such as for teachers and administrative staff, school 15 facilities, meal service, and student transportation. Notably, 16 a significant amount of charter schools' expenses may not be 17 borne by schools operated under the department of education.



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Accordingly, while the non-facility general fund per-pupil 1 2 funding provided to charter schools has increased each year, charter school operational costs continue to rise, and gaps 3 continue to remain between public charter schools and schools 4 under the operation of the department of education. As the 5 6 public charter school commission's Strategic Vision and Plan 2019-2023 explains, "[f]unding gaps continue in per-pupil 7 allocation, facilities, payroll, transportation and food 8 services, causing charter schools to use the already meager per 9 10 pupil allocation to provide basic services that are provided through centralized services by the Department of Education 11 (DOE), Accounting and General Services (DAGS) and Department of 12 13 Transportation (DOT) for other public schools."

14 The legislature finds that facilities funding and the lack 15 of facilities has been a long-standing issue for many of 16 Hawaii's charter schools. For example, start-up public charter 17 schools that lack adequate building facilities are sometimes 18 forced to hold classes outdoors, on covered lanais, or in 19 unstable temporary structures.



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1 The purpose of this Act is to: 2 Add the rental or lease of facilities and payment of (1)3 debt service to the list of explicitly authorized uses 4 of legislative appropriations and bond authorizations made for charter school facilities funding; 5 6 (2)Make housekeeping amendments for clarity and 7 consistency; and 8 (3) Provide funding to the state public charter school 9 commission for the design, planning, construction, 10 repair, and maintenance of public charter school 11 improvements; the expansion or improvement of 12 instructional space; the rental, lease, or payment of debt service of facilities; the provision of food 13 services; and the provision of restroom facilities. 14 SECTION 2. Section 302D-29.5, Hawaii Revised Statutes, is 15 16 amended by amending subsection (a) to read as follows: 17 Beginning with the 2016-2017 fiscal year, and each "(a) fiscal year thereafter, the legislature shall consider making an 18 19 appropriation and bond authorization to the commission for the 20 design, planning, construction, repair, and maintenance of 21 public charter school improvements to address issues of health,



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safety, and legal compliance; [expand or improve] the expansion 1 2 or improvement of instructional space; [provide for] the rental 3 or lease of facilities and debt service for financing; the 4 provision of food services; or [provide] the provision of 5 restroom facilities. The appropriation and bond authorization 6 for charter schools shall be separate from, and in addition to, 7 any appropriation made to charter schools pursuant to [this section and] section 302D-28. [These amounts shall be 8 9 prioritized for allocation by the charter school facilities 10 funding working group.]"

11 SECTION 3. There is appropriated out of the general revenues of the State of Hawaii the sum of \$ or so much 12 13 thereof as may be necessary for fiscal year 2019-2020 and the 14 same sum or so much thereof as may be necessary for fiscal year 15 2020-2021 for the public charter school commission to allocate 16 to charter schools, as determined by the commission, for the 17 design, planning, construction, repair, and maintenance of 18 public charter school improvements; the expansion or improvement 19 of instructional space; the rental or lease of facilities; debt service for financing; the provision of food services; and the 20 21 provision of restroom facilities.



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Report Title:

Charter Schools; Appropriation; Infrastructure Funding and Improvement

Description:

Allows charter schools to use appropriated funds for facilities improvement, rental, and construction and other infrastructure improvements. Appropriates funds for facilities and infrastructure improvement.

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

