## A BILL FOR AN ACT

RELATING TO TEACHER COMPENSATION.

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

1 SECTION 1. The legislature finds that the recruitment and

2 retention of qualified teachers is essential to the success of

3 Hawaii's public education system. The State continues to face a

4 chronic teacher shortage, which undermines student learning and

5 achievement. For the 2018-2019 school year, the department of

6 education experienced a qualified teacher shortage of one

7 thousand twenty-nine positions.

8 The legislature further finds that research indicates that

9 competitive and equitable compensation correlates with greater

10 success in recruiting and retaining qualified educators. Yet,

11 numerous studies have shown that Hawaii's teacher salaries are

12 the lowest in the nation when adjusted for the State's high cost

of living. The legislature further finds that an increasing

14 number of school districts around the country are utilizing

15 compensation methods and strategies designed to improve the

16 recruitment and retention of qualified teachers.

13

1 The legislature further finds that teacher salaries are 2 unequal when experienced senior teachers are aligned with less 3 senior teachers in their placement within the existing salary 4 schedules. Unfair pay scales have driven experienced senior 5 teachers to either retire early or leave the profession, due to 6 the perception that their experience and dedication to public 7 education and the teaching profession will never be adequately 8 valued and recognized. 9 The legislature also finds that there is a nationwide 10 shortage of special education teachers. Providing all students 11 who have disabilities with access to a qualified, prepared 12 special educator continues to be a challenge in every state. 13 Hawaii is no different, and it has been experiencing shortfalls 14 in special education teachers for more than the past decade. 15 Data shows that over the last three school years, there are an increasing number of special education teacher positions, a lack 16 17 of special education teachers with a state-approved teacher 18 education program willing to fill those positions, and an 19 increasing number of non-state-approved teacher education 20 program teachers assigned to these positions.

1 In 2007, the Hawaii state teachers association and 2 department of education negotiated and continued to renew a 3 memorandum of understanding for a recruitment and retention 4 incentive that today provides an annual differential of \$3,000 5 for qualified and licensed teachers employed in hard-to-staff 6 locations. This memorandum of understanding was agreed upon by 7 the parties in attempts to provide stability and continuity in 8 the learning communities of hard-to-staff schools by providing a 9 recruitment and retention incentive for qualified licensed 10 teachers employed at identified hard-to-staff locations, based 11 on geographic locations. While this recruitment and retention 12 incentive has relatively helped in filling vacancies in these 13 locations, it has not reduced or made any significant impact or 14 change as vacancies continue to increase, especially in certain 15 geographical areas. A new recruitment and retention model 16 should be implemented through a shortage differential provided 17 to certain identified schools and complex areas in 18 geographically isolated locations to address areas that have 19 higher rates of non-certified teachers and higher teacher 20 vacancies. The following tiers have been proposed, along with

1 the rationale of each tier, the criteria, and amounts for these 2 shortage differentials: 3 Criteria Levels: 4 (a) Complexes required under the current contract; 5 (b) Complexes whose rate of teachers who have completed a 6 state-approved teacher education program has been 7 under the State's state-approved teacher education 8 program average for the last three years; 9 (C) Geographically isolated (more than twenty-five miles 10 from an urban center) complexes; and 11 (d) Complexes whose combined vacancy and emergency hires 12 were higher than ten per cent in school years 2016-13 2017 and 2017-2018. 14 Tiers: 15 Tier 1 (\$3,000): Complexes required under the current (1)contract (this applies to only schools that are 16 17 required under contract and meet no other criteria); 18 (2) Tier 2 (\$5,000): Complexes that meet two of the 19 criteria levels; 20 (3) Tier 3 (\$7,500): Complexes that meet three of the 21 criteria levels; and

```
1
         (4) Tier 4 ($8,000): Complexes that meet four of the
 2
              criteria levels and Olomana school and Hawaii school
 3
              for the deaf and blind.
 4
         Although the data shows a positive trend in many areas,
 5
    areas such as the Hana-Lahainaluna-Lanai-Molokai and Nanakuli-
6
    Waianae complex areas continue to show lower percentages of
7
    positions filled by state-approved teacher education program
8
    teachers and have persistent vacancy rates. Hawaiian language
9
    immersion teachers are also a large shortage category of
10
    teaching positions within the department of education. Of the
11
    department of education's one hundred sixty-one total positions,
12
    one hundred seven, or about sixty-six per cent are filled.
13
    However, fifty-four of the one hundred sixty-one, or about
14
    thirty-four per cent, are filled with qualified and licensed
15
    Hawaiian language immersion teachers. Qualified and licensed
16
    Hawaiian language immersion teachers require fluency in the
17
    Hawaiian language as well as licensure by the Hawaii teacher
18
    standards board, which makes finding interested and qualified
19
    candidates very challenging for the department of education. As
20
    determined by the Hawaii supreme court in 2019, Hawaii's
21
    constitution requires that the department of education make
```

1 "reasonable efforts" to provide students access to Hawaiian 2 language immersion education. Currently, there are eighteen 3 department of education Hawaiian language immersion programs. Due to the 2019 Hawaii supreme court ruling and the number of 4 5 vacancies, the department of education requires the flexibility 6 to attract qualified and licensed Hawaiian language immersion 7 teachers to fill the labor shortage as the demands for Olelo 8 Hawaii or Hawaiian language education increases. 9 The legislature further finds that pursuant to board of 10 education policy 105-8, the board of education has recognized the additional demands and qualifications of Hawaiian language 11 12 immersion teachers and directed the department to address 13 compensation accordingly by stating: 14 The Department will establish professional 15 qualifications and develop training programs 16 internally and/or in cooperation with stakeholder 17 groups/universities. The goal is for program 18 professionals to be qualified in both English as a 19 medium of instruction and Hawaiian as a medium of 20 instruction and appropriately compensated for these

additional qualifications. The Department is seeking

21

### S.B. NO. 2488 S.D. 2

1 approval from the BOE to provide an annual shortage 2 differential of \$8,000 per each qualified and licensed 3 Hawaiian language immersion classroom teacher. 4 The legislature further finds that a labor shortage exists 5 within the department for licensed special education teachers, 6 licensed teachers in hard-to-staff geographical locations, and 7 licensed Hawaiian language immersion program teachers. The legislature believes that the state should offer shortage 8 9 differentials for these positions to address the high number of 10 vacancies in these areas. 11 The purpose of this Act is to appropriate funds for various 12 teacher compensation incentives to help address various labor 13 shortages. 14 SECTION 2. There is appropriated out of the general 15 revenues of the State of Hawaii the sum of \$26,769,500 or so 16 much thereof as may be necessary for fiscal year 2020-2021 to 17 fund teacher compensation as negotiated between the 18 superintendent of education and the exclusive representative of 19 collective bargaining unit (5) in a memorandum of understanding

that includes:

20

1	( 1 )	An experimental modernization project pursuant to
2		section 78-3.5, Hawaii Revised Statutes, to address
3		compensation equity issues and to make the necessary
4		discretionary salary adjustments for approximately six
5		thousand three hundred experienced senior teachers by
6		recognizing their professional service to the
7		department of education through discretionary salary
8		adjustments;
9	(2)	Additional teacher pay for the areas of special
10		education, hard-to-staff geographic locations, and
11		Hawaiian language immersion programs; or
12	(3)	A combination of paragraph (1) and paragraph (2);
13	provided	that the moneys shall not be released until the
14	memorandu	m of understanding is executed between the
15	superintendent of education and the exclusive representative of	
16	collective bargaining unit (5).	
17	The sum appropriated shall be expended by the department of	
18	education for the purposes of this Act.	
19	SECT	ION 3. There is appropriated out of the general
20	revenues of the State of Hawaii the sum of \$1,933,500 or so much	
21	thereof a	s may be necessary for fiscal year 2020-2021 for

# S.B. NO. 2488 S.D. 2

- 1 charter schools (EDN 600) to provide extra compensation for
- 2 classroom teacher shortage differentials.
- 3 The sum appropriated shall be expended by the state public
- 4 charter school commission for the purposes of this Act.
- 5 SECTION 4. There is appropriated out of the general
- 6 revenues of the State of Hawaii the sum of \$9,082,380 or so much
- 7 thereof as may be necessary for fiscal year 2020-2021 for fringe
- 8 benefit costs for teacher compensation, including the state
- 9 employer's share of the employee's retirement pension
- 10 accumulation and the social security and medicare payments for
- 11 employees (BUF 745).
- 12 The sum appropriated shall be expended by the department of
- 13 budget and finance for the purposes of this Act.
- 14 SECTION 5. This Act shall take effect on July 1, 2020.

### Report Title:

DOE; Teacher Compensation; Experimental Modernization Project; Appropriation

#### Description:

Appropriates funds for teacher compensation as negotiated and executed in a memorandum of understanding between the Superintendent of Education and the exclusive representative of collective bargaining unit (5) for an experimental modernization project pursuant to section 78-3.5, Hawaii Revised Statutes, or special education, hard-to-staff geographic locations, and Hawaiian language immersion programs, or some combination thereof. Appropriates funds to help address classroom teacher shortage differentials and for teacher fringe benefit costs. (SD2)

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