JOSH GREEN, M.D. GOVERNOR CHAD K. FARIAS EXECUTIVE DIRECTOR



STATE OF HAWAII SCHOOL FACILITIES AUTHORITY 75 AUPUNI STREET, STE. BASEMENT HILO, HAWAII 96720

#### **House Committee on Housing**

Wednesday, January 31, 2024 10:00 a.m. Hawai'i State Capitol, Room 312

#### House Bill 1631, Relating to Housing

Dear Chair Evslin, Vice Chair Aiu, and Members of the Committee:

The School Facilities Authority (SFA) **supports** House Bill 1631, which would, among other things, require the SFA to work with the Department of Education (DOE) to prioritize projects for the construction of educator workforce housing that will house teachers and other staff of the DOE.

Spearheading educator workforce housing solutions is one of three areas of focus for the SFA.<sup>1</sup> Last year, the legislature appropriated funds to the SFA for teacher housing. Recently, the SFA released a request for proposals for a teacher housing project in Mililani and received some promising interest. The proposal would not have been possible without interest, willing participation, and collaboration with the Mililani High School principal. Collaboration between the SFA and DOE is necessary to accomplish targeted educator workforce housing projects, which is what HB1631 seeks to support.

Thank you for this opportunity to testify.

Sincerely,

Harold Edwards Chair, Subcommittee on Workforce Housing School Facilities Authority Board

<sup>&</sup>lt;sup>1</sup> The SFA's 2024-2028 areas of focus and goals are available in this report: <u>https://www.hisfa.org/wp-content/uploads/SFA-Areas-of-Focus-and-Goals-Final.pdf</u>.



STATE COUNCIL ON DEVELOPMENTAL DISABILITIES PRINCESS VICTORIA KAMĀMALU BUILDING 1010 RICHARDS STREET, Room 122 HONOLULU, HAWAI'I 96813 TELEPHONE: (808) 586-8100 FAX: (808) 586-7543 January 31, 2024

The Honorable Representative Luke A. Evslin, Chair House Committee on Housing The Thirty-First Legislature State Capitol State of Hawai'i Honolulu, Hawai'i 96813

Dear Representative Luke A. Evslin, and Committee members:

#### SUBJECT: HB1631 RELATING TO HOUSING

The Hawaii State Council on Developmental Disabilities **SUPPORTS HB1631**, which requires the school facilities authority to work with the Department of Education to prioritize projects for the construction of educator workforce housing that will house teachers and other staff of the Department. Requires the School Facilities Authority to include in its annual report to the Governor, Board of Education, and Legislature the actions the Authority will take within the next year, three years, and five years toward increasing educator workforce housing. Requires the Department of Education to collaborate with the Department of Land and Natural Resources, Maui County, Kauai County, and other appropriate state departments and agencies to submit a preliminary report to the Legislature on the status of lands designated to be transferred to the Department of Education pursuant to Act 307, Session Laws of Hawai'i 2022.

It is widely acknowledged that Hawai'i public schools face a critical shortage of qualified general education teachers, with a particularly pronounced need for special education teachers. Over the past four school years, the annual increase in unfilled special education teacher positions has been notable. This shortage is exacerbated by a lack of special education teachers who have completed a state-approved teacher education program and are willing to fill these positions, leading to an escalating number of teachers with non-state-approved teacher education program credentials being assigned to these roles.

The Council actively supports initiatives aimed at incentivizing teachers to come to Hawai'i and remain in the state to teach at our public schools. We appreciate the legislature's recognition of this issue and their inclusion of eligible non-teachers, including individuals with disabilities, if the occupancy of teacher housing falls below 95 percent.

Thank you for the opportunity to submit testimony in **support of HB1631**.

Sincerely,

**Daintry Bartoldus** 

SB2381 Relating to Technology Access for Individuals with Disabilities February 08, 2022 Page 2 of 2

Executive Administrator



1200 Ala Kapuna Street • Honolulu, Hawaii 96819 Tel: (808) 833-2711 • Fax: (808) 839-7106 • Web: www.hsta.org

> Osa Tui, Jr. President

Logan Okita Vice President

Lisa Thompson Secretary-Treasurer

Ann Mahi Executive Director

#### **TESTIMONY TO THE HAWAI'I HOUSE COMMITTEE ON HOUSING**

Item: HB1631 - Relating to housing

Position: Support

Hearing: January 31, 2024, 10:00 a.m., Conference Room 312

Submitter: Osa Tui, Jr. - President, Hawai'i State Teachers Association

Chair Evslin, Vice Chair Aiu, and members of the committee,

The Hawai'i State Teachers Association **supports** HB1631 which directs the Department of Education and the School Facilities Authority to collaborate, specifies annual reporting for SFA, and directs HIDOE and the Department of Land and Natural Resources, along with Maui and Kaua'i counties and other state agencies to collaborate and report on land transfers to HIDOE pursuant to Act 307 (2022).

Hawai'i continues to suffer from a severe shortage of licensed teachers (in addition to a number of other school personnel). Financial incentives and affordable options for teacher housing can be an important strategy for the recruitment and retention of teachers which then has a direct benefit to the students they serve.

Progress from the School Facilities Authority has been agonizingly slow. Ensuring that they have documented short and longer term plans will help with accountability and progress monitoring, especially with the expectation that larger projects are on the horizon for our schools..

The Hawai'i State Teachers Association asks your committee to **support** this bill.

#### HB-1631 Submitted on: 1/30/2024 9:57:40 AM Testimony for HSG on 1/31/2024 10:00:00 AM

Submitted By	Organization	<b>Testifier Position</b>	Testify
	Department of Research & Development, County of Hawaii	Support	Written Testimony Only

Comments:

Chair Evslin, Vice Chair Aiu, and Members of the Committee on Housing:

Thank you for the opportunity to testify in SUPPORT of HB 1631, which requires the school facilities authority to work with the Department of Education to prioritize projects for the construction of educator workforce housing that will house teachers and other staff of the Department. Workforce housing is a key component of a thriving economy, as is a quality public education system. The collaboration among SFA, DOE and other state agencies and the counties that this bill supports is vital to keeping our teachers and our keiki here in Hawai'i.

We strongly encourage the Committee to move HB1631 forward with a POSITIVE recommendation for House passage.

very respectfully,

Douglass S Adams

Director, Department of Research & Development

County of Hawai'i

LATE \*Testimony submitted late may not be considered by the Committee for decision making purposes.

Mitchell D. Roth Mayor

**Deanna S. Sako** Managing Director

**Robert H. Command** Deputy Managing Director



Susan K. Kunz Housing Administrator

Harry M. Yada Assistant Housing Administrator

# County of Hawai'i Office of Housing and Community Development

1990 Kinoʻole Street, Suite 102 • Hilo, Hawaiʻi 96720 • (808) 961-8379 • Fax (808) 961-8685 Existing Housing: (808) 959-4642 • Fax (808) 959-9308 Kona: (808) 323-4300 • Fax (808) 323-4301

January 30, 2024

## TESTIMONY FOR **COMMENT** ON **HOUSE BILL 1631** A BILL FOR AN ACT RELATED TO HOUSING COMMITTEE ON HOUSING Representative Luke A. Evslin, Chair Representative Micah P.K. Aiu, Vice Chair Hearing Date: Wednesday, January 31, 2024, at 10:00 AM Place of Hearing: Videoconference & Conference Room 312

Aloha Honorable Chairs Evslin and Aiu, and members of the Committee on Housing,

On behalf of the Office of Housing and Community Development of the County of Hawai'i, I am providing **comment** on **House Bill 1631** which requires the school facilities authority to work with the Department of Education to prioritize projects for the construction of educator workforce housing that will house teachers and other staff of the Department.

The OHCD supports the intent of House Bill 1631, with amendments, and its effort to provide much-needed educator workforce housing across the state of Hawai'i.

We have heard the need echoed by communities, educators, and school administrators around the island of Hawai'i that having available affordable housing for public school teachers would improve recruitment and retention of educators for Hawai'i's future. Developing educator workforce housing near DOE facilities will also help in recruiting teachers for hard-to-fill areas that typically have limited housing opportunities forcing teachers to make lengthy, and costly, commutes.

House Bill 1631 amends HRS § ~3O2A-17O3 and 1707 to require the school facilities authority work with the Department of Education to prioritize identified projects, and to mandate that an annual report to the governor, Board of Education and Legislature include "actions to be taken by the authority within the next year, three years, and five years toward increasing educator workforce housing ... ."

Currently, this statute provides language that the Department of Education shall collaborate with the Department of Land and Natural Resources, Maui county, Kauai



January 31, 2024 Page 2

county and any other state department or agency necessary to produce a preliminary report by 2025 per Act 307. The OHCD, respectfully, requests a similar provision be added to the amendment to state that the Department of Education shall also collaborate with Hawai'i county to produce the preliminary and mandated annual reports.

Thank you for the opportunity to provide comments on this measure.

Mahalo,

Susan K. Kunz Housing Administrator



#### **OUR MISSION**

To support and advance public policies that make Hawai'i affordable for all working families.

#### **OUR VISION**

Collaborative, sustainable, and evidence-based public policies that create a diverse and sustainable Hawai'i economy, an abundance of quality job opportunities, and a future where all working families living in Hawai'i can thrive.

#### **BOARD MEMBERS**

Jason Fujimoto Meli James, *Board Chair* Micah Kāne Brandon Kurisu Mike Mohr Brad Nicolai Mike Pietsch

#### **ADVISORY COMMITTEE**

Josh Feldman Brittany Heyd Alicia Moy Ed Schultz

Josh Wisch President & Executive Director

827 Fort Street Mall, 2<sup>nd</sup> Floor Honolulu, Hawaii 96813

+1 (808) 909-3843 info@holomuacollaborative.org

HolomuaCollaborative.org

Page 1 of 2

Committee:House Committee on HousingBill Number:HB 1631, Relating to HousingHearing Date and Time:January 31, 2024 at 10:00am (Room 312)Re:Testimony of Holomua Collaborative in support

Aloha Chair Evslin, Vice Chair Aiu, and Committee Members:

We write in support of HB 1631, Relating to Housing. The purpose of HB 1631 is to require the school facilities authority ("SFA") to work with the Department of Education ("DOE") to prioritize projects for the construction of educator workforce housing that will house teachers and other DOE staff. HB 1631 also requires SFA to include in its annual report to the Governor, Board of Education, and Legislature the actions SFA will take within the next year, three years, and five years toward increasing educator workforce housing. The bill requires DOE to collaborate with the Department of Land and Natural Resources, Maui County, Kaua'i County, and other appropriate state departments and agencies to submit a preliminary report to the Legislature on the status of lands designated to be transferred to DOE pursuant to Act 307, Session Laws of Hawai'i 2022.

Put simply, HB 1631 will take the progress that has already been made by SFA to build housing for the educator workforce and move it forward by providing additional clarity regarding how SFA and DOE can collaborate to prioritize projects, provide more up-to-date information on the status of lands that can be used for educator workforce housing, and continue the great work the legislature did on this issue last session.

It's important we maintain a focus on providing housing for educators, because Hawai'i continues to suffer from a shortage of licensed teachers, with over 1000 vacancies each year. Creating affordable options for educator housing is a key strategy for recruiting and retaining teachers, particularly given that Hawaii's teacher salaries continue to trail the nation when adjusted for cost of living. Housing constitutes a big portion of each teacher's paycheck. To recruit and retain effective educators, policymakers must find ways to lessen the financial burden of being a public school educator. The experience of the University of Hawai'i has shown that providing housing to the education workforce can be an effective initial bridge in recruiting and retaining essential employees.

In 2023, the 32<sup>nd</sup> legislature of Hawai'i passed SB 941, which amended section 301A-1703(c) of the Hawai'i Revised Statutes (HRS) to:

> Provide the school facilities authority with powers necessary to develop housing projects on school lands; and appropriate funds, out of the school facilities special fund for the construction of housing prioritized for teachers, educators, and staff and classrooms.



Page 2 of 2

SB941 added the following to support SFA in carrying out its mandate:

(15) Partner with public and private development agencies to develop

(A) Housing on or off campus; and(B) Classrooms;

(16) Request any state or county agency to render services to the authority;

(17) Transfer the property to another public agency or contract to manage the leasing and property management of housing projects [.]

Establishing SFA and providing it with the additional powers granted to it during the last legislative session have been important steps in the right direction.

Building on those steps by clarifying: (1) that SFA and DOE will collaborate on prioritizing projects; (2) the specific actions that SFA will commit to in furthering its mission over the next 1, 3, and 5 years in its report to the legislature; and (3) the status of lands that have been designated to be transferred to the DOE, will help ensure that the state is efficiently and effectively producing housing that educators can afford.

Sincerely,

Josh Wisch President & Executive Director



Housing Hawaiʻi's Future PO Box 3043 Honolulu, HI 96802-3043

January 31, 2024

TO: Chair Evslin, Vice Chair Aiu and members of the Hawai'i State House Housing CommitteeRE: HB 1631

Dear Chair and Committee Members,

My name is Sterling Higa, and I serve as executive director of Housing Hawai'i's Future, a nonprofit creating opportunities for Hawai'i's next generation by ending the workforce housing shortage.

On behalf of Housing Hawai'i's Future, I write in support of HB 1631, requiring the school facilities authority to work with the Department of Education to prioritize projects for the construction of educator workforce housing that will house teachers and other staff of the Department.

State lands-especially underutilized school sites-should be used to build teacher housing.

It's a no brainer.

Collaboration between the School Facilities Authority and the Department of Education is necessary. It's baffling that statutes are necessary to promote this kind of work. One would think that these agencies recognize the dire need for teacher housing and would work together without a law like this.

C'est la vie.

Please pass this along quickly so we can save time for debate on more divisive issues!

Thank you,

Sterling High

Sterling Higa Executive Director Housing Hawai'i's Future <u>sterling@hawaiisfuture.org</u> +1 (808) 782-7868



January 29<sup>th</sup>, 2024

#### RE: HB 1631, Relating to DOE Housing – In Support

Aloha Chair Evslin, Vice Chair Aiu, and members of the Committee,

We write in strong support of HB 1631. This bill will accelerate the progress that has already been made – thanks to past efforts by the legislature – to build educator workforce housing for the great people who work at our public schools.

Founded and based in Hawaii, Hawaiian Host is nearly 100 years old. With local roots and a global reach, Hawaiian Host is the largest manufacturer of chocolate-covered macadamias in the world, as millions of boxes of our treats are shared all over the globe. And as a longtime local employer, we recognize the need to have a strong public school system for our employees and their families. But recruitment and retention of educators in our public schools has consistently proven to be difficult – a challenge with far-reaching consequences for Hawaii.

Hawaii continues to suffer from a shortage of licensed teachers with over 1000 vacancies each year. It's a good idea for the state to invest money in providing affordable options for teacher housing, including on underutilized DOE property, as one strategy for recruiting and retaining teachers.

This bill is a good opportunity to help recruit and retain quality educators and we are happy to support it.

Aloha,

ELAX

Ed Schultz President & CEO Hawaiian Host Group

851 Fort Street Mall, Ste 200 Honolulu, HI 96813 p. 808.848.0500



MACFARMS



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#### Testimony in Support of HB1631 Relating to a Housing

From: Micah Kāne, Chief Executive Officer & President - Hawai'i Community Foundation

#### Re: Support for Housing for Educators

The Hawai'i Community Foundation (HCF) strongly supports House Bill 1631. HB 1631 will accelerate progress already made to build educator workforce housing for those working in our public school system. This builds on efforts that the Legislature has helped lead in this area and where we are seeing strong community support.

This is a key area within HCF's CHANGE Framework under the "E" sector of Education. We will continue to support ideas and efforts that can bring systemic change to Hawaii for the betterment of our future. And while many of our efforts are around the educational system, we also recognize that the ability to recruit and maintain teachers and other educational staff is essential to the effort to provide an improved public education system for our keiki and 'ohana. Additionally, through the CHANGE Framework "C" sector (Community and Economy), we have taken a strong look at data around housing and its cost burden impact on our community. We know that teachers allocate a significant portion of their paycheck to their housing needs.

HB1631 brings together these two very important sectors of our work for all of Hawai'i. The ability to reduce the cost burden of housing for this specific sector is foundational to our collective goal to provide a successful educational system that will help our future workforce avail themselves to higher paying jobs and opportunities that will allow them to choose to stay in Hawai'i for their future. We recognize that there are many pieces to this puzzle, but it is undeniable that housing cost and opportunity is key to our efforts in area.

Thank you for this opportunity to testify in support of HB1631.



January 29, 2024

Committee:	House Committee on Housing	
Bill Number:	HB 1631, DOE Housing	
Hearing Date and Time:	January 31, 2024, 10:00am	
Re:	Testimony of HPM Building Supply in Support	

Aloha Chair Evslin, Vice Chair Aiu, and members of the Committee,

We write in strong support of HB 1631. This bill will accelerate the progress that has already been made, thanks to past efforts by the legislature, to build educator workforce housing for the great people who work at our public schools.

HPM Building Supply is a 100% employee-owned company serving Hawaii's home improvement market and building industry for over 100 years since 1921. With 18 locations across Hawaii and Washington State, HPM offers various services and products, including retail stores, building supply and lumber yards, home design centers, drafting and design services, and manufacturing facilities. HPM is dedicated to enhancing homes, improving lives, and transforming communities one home at a time.

As a State-wide employer with over 600 employees, we understand that many of our employees depend on their keiki receiving a quality public education. And many of our employees own careers were based on the quality education they received in our local public schools.

Hawaii continues to suffer from a shortage of licensed teachers with over 1,000 vacancies each year. We believe it is a good idea for the state to invest money in providing affordable options for teacher housing, including on underutilized DOE property, as one strategy for recruiting and retaining teachers.

This bill also aligns with HPM's values of Heart, Character, and Growth. By supporting the recruitment and retention of local educators for our public schools, we invest in our future. We show that we care about the future generations and our current workforce shaping it. Our company's value of Heart is caring for one another as a community.

Mahalo for the opportunity to submit testimony in support of HB 1631. I strongly encourage your support and passage of this measure.

Sincerely,

Dennis Lin Community Relations Administrator



(808) 966-5466 • FAX (808) 966-7564 16-166 MELEKAHIWA STREET • KEAAU, HAWAII 96749

HPMHAWAII.COM



Statement of Meli James Cofounder Mana Up

HB 1631, Relating to Housing

Aloha,

We write in strong support of HB 1631. This bill will accelerate the progress that has already been made –thanks to past efforts by the legislature – to build educator workforce housing for the great people who work at our public schools.

Mana Up is a statewide initiative that supports entrepreneurs in Hawai'i, providing them with resources and tools to scale globally. As these entrepreneurs continue to grow, they also help to sustain the local economy through economic diversification, local job creation, givebacks, investment, and a regenerative culture of entrepreneurship – providing a better future for generations to come here in Hawai'i. In fact, many of these entrepreneurs we work with who are helping contribute to growing our local economy have families, including children who are in our public school system. And we know how important it is to recruit and retain a strong educator workforce for our local school system.

Housing constitutes a big portion of each teacher's paycheck. A focus on teacher retention by building housing, including on underutilized DOE property - especially for those serving in hard-to-fill areas - would help reduce the high turnover rate of teachers in Hawaii.

This bill is a good opportunity to help recruit and retain quality educators and Mana Up is happy to support it.

Sincerely,

Meli James Cofounder, Mana Up

# Michael Mohr 493 Portlock Road Honolulu, Hawaii 96825

Aloha Chair Evslin, Vice Chair Aiu, and members of the Committee,

I write in strong support of HB 1631. This bill will accelerate the progress that has already been made – thanks to past efforts by the legislature – to build educator workforce housing for the great people who work at our public schools.

As a resident who spends considerable time thinking about how to improve Hawaii for everyone in broad and durable ways, an investment in teacher housing to attract and retain more high-quality teachers will pay dividends for people and the economy that will compound over time.

To recruit and retain effective educators, we must lessen the financial burden of being a public school educator. The experience of the University of Hawaii has shown that providing housing to the education workforce can be an effective initial bridge in recruiting and retaining essential employees.

This bill is a good opportunity to help recruit and retain quality educators and I am happy to support it.

Sincerely,

Mike Mohr

### Testimony in Support of HB 1631

Aloha Chair Evslin, Vice Chair Aiu, and Committee Members,

I represent the Hawai'i Workforce Funders Collaborative (HWFC), a coalition of philanthropic foundations committed to creating equitable pathways to good jobs for all learners and job seekers in Hawai'i. Our focus is on fostering collaborative solutions to address the real challenges faced by workers in our state.

Today, I write in support of HB 1631, a bill designed to strengthen our educational infrastructure through targeted housing initiatives. The purpose of HB 1631 is twofold: first, it mandates the School Facilities Authority (SFA) to collaborate with the Department of Education (DOE) in prioritizing construction projects for educator workforce housing. This housing is critical for teachers and DOE staff, directly impacting their ability to serve our keiki. Second, the bill requires the SFA to detail in its annual report the planned actions for increasing educator workforce housing over the next one, three, and five years. Additionally, the DOE is tasked to work with various departments and agencies, including the Department of Land and Natural Resources and county governments, to report on the status of lands designated for DOE housing under Act 307.

HWFC supports HB 1631 for its potential to significantly enhance the quality of life for our educators. By ensuring they have access to affordable housing, we not only aid in retaining quality teachers but also indirectly support the future of our workforce. Educators are pivotal in preparing the estimated 165,000 individuals who will enter Hawai'i's workforce over the next decade. This bill lays a foundation for a future where these new workers can find meaningful employment in a state that values and supports its educators.

We urge the committee to pass HB 1631, recognizing its profound impact on educators, future workers, and the broader community of Hawai'i.

Thank you,

Mitt Starm

Matt Stevens Executive Director Hawai'i Workforce Funders Collaborative



## Testimony to The House Committee on Housing Wednesday January 31, 2024 10:00 AM Conference Room 312 & VIA videoconference Hawaii State Capitol

#### HB 1631

Chair Evslin, Vice Chair Aiu, and members of the committee,

We write in strong support of HB 1631. This bill will accelerate the progress that has already been made –thanks to past efforts by the legislature – to build educator workforce housing for the great people who work at our public schools.

Hawaii Gas depends on highly skilled engineers, analysts, and other workers who, in turn, depend on a strong public school system. Hawaii cannot build a highly qualified workforce without investing in the infrastructure that allows these workers to do their jobs. Investing in quality public education – by building educator workforce housing to assist with recruitment and retention – improves the state for all of us.

To recruit and retain effective educators, we must lessen the financial burden of being a publicschool educator. The experience of the University of Hawaii has shown that providing housing to the education workforce can be an effective initial bridge in recruiting and retaining essential employees.

Mahalo for the opportunity to submit testimony in support.

#### Testimony for HB 1631 Relating to Housing

Aloha Chair Evslin, Vice Chair Aiu and members of the Committee,

We write in strong support of HB1631. This bill will accelerate the progress that has already been made – thanks to past efforts by the legislature – to build educator workforce housing for the great people who work at our public schools.

Title Guaranty of Hawai'i is the oldest and largest title company in the state. We have been owned and operated by a kama'aina family since 1896 and we are proud to employ over 250 residents who work in our branches across the state. Being a longtime employer of so many people in Hawai'i, we know how important it is that our employees' families have access to a quality public education. But we also know how difficult it is to recruit and retain great people to be educators in our public school system.

Hawaii continues to suffer from a shortage of licensed teachers with over 1000 vacancies each year. It's a good idea for the state to invest money in providing affordable options for teacher housing, including on underutilized DOE property, as one strategy for recruiting and retaining teachers.

This bill is a good opportunity to help recruit and retain quality educators and we are happy to support it.

Sincerely,

Mike B. Pietsch President and Chief Operating Officer Title Guaranty of Hawai'i



#### Testimony for HB 1631 Relating to Housing

Aloha Chair Evslin, Vice Chair Aiu, and members of the Committee,

We write in strong support of HB 1631. This bill will accelerate the progress that has already been made – thanks to past efforts by the legislature – to build educator workforce housing for the great people who work at our public schools.

aio is a locally owned company with holdings across a broad range of industries. Our companies are purposedriven and firmly rooted in local values. At aio, Hawaii is at our core, and through our products and services, we work hard to make Hawaii a better place for future generations.

Our employees are our greatest asset, and we want to ensure that they have access to a great public school system. For that to happen, we need to do a better job of recruiting and retaining educators to work in our schools.

Hawaii continues to suffer from a shortage of licensed teachers with over 1,000 vacancies each year. To recruit and retain effective educators, we must lessen the financial burden of being a public school educator. A focus on teacher retention by building housing, including on underutilized DOE property especially for those serving in hard-to-fill areas - would help reduce the high turnover rate of teachers in Hawaii.

Mahalo for the opportunity to submit testimony in support,

Srand H. h :-

Brandon Kurisu aio Family of Companies





## HOUSE BILL 1631, RELATING TO HOUSING

JANUARY 31, 2024 · HSG HEARING

**POSITION:** Support.

**RATIONALE:** The Democratic Party of Hawai'i Education Caucus <u>supports</u> HB 1631, relating to housing, which requires the School Facilities Authority to work with the Department of Education to prioritize projects for the construction of educator workforce housing that will house teachers and other staff of the Department; requires the School Facilities Authority to include in its annual report to the Governor, Board of Education, and Legislature the actions the Authority will take within the next year, three years, and five years toward increasing educator workforce housing; and requires the Department of Education to collaborate with the Department of Land and Natural Resources, Maui County, Kauai County, and other appropriate state departments and agencies to submit a preliminary report to the Legislature on the status of lands designated to be transferred to the Department of Education pursuant to Act 307, Session Laws of Hawai'i 2022.

Teachers are the most important professionals in increasing student achievement. According to numerous studies, however, Hawai'i's average teacher salaries are the lowest in the nation when adjusted for cost of living. A 2020 study conducted by APA Consulting on behalf of the Hawai'i Department of Education found that when compared with other high-cost geographic locations, Hawai'i teachers are paid \$7,700 to \$26,000 less than their peers in school districts with similar costs of living, depending on length of service.

While that pay gap is decreasing because of the State Legislature's effort to fund differential pay increases and resolve salary compression in recent years, teachers are still underpaid compared to other professions that require a similar level of education. Increasing the supply of affordable housing for teachers and other members of the education workforce would help offset the low wages experienced by Hawai'i's education professionals.

While Gov. Josh Green recently said in his State of the State address that the teacher shortage had been cut by 50 percent, this figure is not entirely accurate. In fact, by other measures, the teacher shortage is getting worse. According to a presentation provided to the Hawai'i Board of Education by DOE officials on January 13, 2024, the number of licensed teachers employed by our state's public school system has fallen from 95.5 percent of total positions in 2019 to 93.8 percent in 2023.

As of October 1, 2023, the department had over 800 teaching positions that were filled by educators who fell into the categories of unlicensed newly hired (emergency hires), unlicensed but in the process of completing a state approved teacher education program, or eligible for a teaching license that has not yet been acquired. While the DOE may only be actively recruiting for roughly 200 positions, that is almost certainly because many positions are currently filled by unlicensed teachers and emergency hires.

The situation is even worse for school support staff. <u>According to the DOE's January 13<sup>th</sup></u> <u>presentation, the number of qualified hires in classified school support staff positions fell</u> <u>from 86 percent in 2019 to just 80 percent in 2023, with 1,538 support staff positions</u> <u>remaining vacant.</u> These positions include educational assistants, account clerks, office assistants, school food services managers, school safety and security officers, and security attendants, all of which are essential in the functioning of our school system.

We note that Hawai'i residents face the second-highest housing costs in the nation, at more than twice the national average. Researchers who authored the National Low Income Housing Coalition's *Out of Reach 2023* report found that a full-time worker would need to earn \$41.83/hour to afford a two-bedroom apartment at fair market value in our state, with Honolulu experiencing a

67 percent increase in fair market rent between 2005 and 2015. Average rent for a two-bedroom unit surpassed \$2,000 in recent years.

One out of every four households in Hawai'i report that they are "doubling up" or are three paychecks or less away from being homeless, per the Hawai'i Appleseed Center for Law and Economic Justice. Additionally, over 60 percent of households are severely cost-burdened, meaning that they pay more than 30 percent of their income on housing, a number that rises to over 80 percent of extremely low-income households. Notably, housing costs increased during the pandemic. In Honolulu, median single-family home prices reached a record of \$1.15 million in April of 2022, driven largely by sales to residential property investors. Unsurprisingly, our state is experiencing population decline. Hawai'i saw domestic out-migration increase for a seventh consecutive year in 2023, as our high cost of living continued to push people to the mainland.

To deliver the schools our keiki deserve, we must recruit and retain qualified educators. Our children's future depends on our ability to meet that challenge.

Kris Coffield · Chairperson, DPH Education Caucus · (808) 679-7454 · kriscoffield@gmail.com

LATE \*Testimony submitted late may not be considered by the Committee for decision making purposes.

# <u>HB-1631</u>

Submitted on: 1/31/2024 8:07:11 AM Testimony for HSG on 1/31/2024 10:00:00 AM

Submitted By	Organization	<b>Testifier Position</b>	Testify
Malia Tsuchiya	Individual	Support	Written Testimony Only

Comments:

**IN SUPPORT**