A BILL FOR AN ACT

RELATING TO CAPITAL IMPROVEMENT.

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

- 1 SECTION 1. The legislature finds that Hawaii schools are
- 2 physical assets estimated to be valued at approximately
- 3 \$10,500,000,000. The average age of a school building in Hawaii
- 4 is sixty years. Approximately five hundred ninety-four
- 5 buildings are operated beyond their expected life.
- **6** The legislature further finds that construction is
- 7 historically expensive in Hawaii and that the industry has faced
- 8 challenges related to the lingering impacts of the COVID-19
- 9 pandemic. The amount of money the State spends on
- 10 school-related construction and the reasons for such spending
- 11 need to be informed and justified.
- 12 The legislature also finds that Hawaii has appropriated an
- 13 average of approximately \$454,000,000 for capital improvement
- 14 projects to the department of education each year for the past
- 15 twelve years, yet no data-based process for determining how and
- 16 why projects are funded and prioritized exists.

1	The legislature additionally finds that Hawaii needs a		
2	planning database that can help inform spending and		
3	prioritization of capital improvement projects for school		
4	facilities in the State.		
5	The purpose of this Act is to establish a school capital		
6	improvement project modernization initiative in the school		
7	facilities authority to create a planning database for school		
8	facilities.		
9	SECTION 2. Chapter 302A, Hawaii Revised Statutes, is		
10	amended by adding a new section to part VI, subpart C, to be		
11	appropriately designated and to read as follows:		
12	"§302A- School capital improvement project		
13	modernization initiative. (a) The authority shall establish a		
14	school capital improvement project modernization initiative,		
15	which shall include a planning database for school facilities		
16	statewide. The planning database shall include, at a minimum:		
17	(1) A comprehensive asset inventory of school properties,		
18	buildings, facilities, and infrastructure, which shall		
19	be updated no later than June 30 of each year;		
20	(2) A facilities condition index, which shall provide data		
21	and ratings on the condition of all school facilities;		

1		provided that the rating of a school facility shall be
2		updated no less than every three years; and
3	<u>(3)</u>	Enrollment to capacity ratio data, which shall be
4		updated no later than December 1 of each year.
5	The infor	rmation in the planning database may be organized by
6	<u>legislati</u>	ve district and complex area to allow legislators and
7	stakeholo	ders to assess needs and priorities specific to their
8	communiti	es. The information in the planning database shall
9	also be a	vailable to the public through the authority's website.
10	(b)	Using the information from the planning database
11	establish	ed pursuant to subsection (a), the school capital
12	improveme	ent project modernization initiative shall identify,
13	assess, a	nd prioritize school facilities projects using a
14	classific	ation system, including school facilities projects for:
15	<u>(1)</u>	Critical infrastructure, such as school facilities
16		projects involving:
17		(A) Fire alarm systems;
18		(B) Electrical, sewer, or water capacity;
19		(C) Roofing or structural integrity;
20		(D) Air conditioning; or

1		(E) Other infrastructure necessary for the safe
2		operation of a building;
3	<u>(2)</u>	Expansion, such as projects for new classrooms,
4		buildings, or schools;
5	(3)	Adding or enhancing functional adequacy, such as
6		projects that add or enhance school administration,
7		athletics, or other educational programs; and
8	(4)	Compliance with federal and state laws.
9	<u>(c)</u>	No later than August 15 of each year, the authority
10	shall sub	mit a report to the legislature, governor, board of
11	education	, and superintendent to assist with statewide planning
12	and decis	ion-making on school facilities projects. The report
13	shall inc	lude:
14	(1)	The most current asset inventory and facilities
15		condition index data, pursuant to subsection (a);
16	(2)	Enrollment to capacity ratio data, pursuant to
17		subsection (a), by school and geographic area;
18	<u>(3)</u>	Prioritized statewide and geographic area lists of
19		school facilities projects, as necessary, summarizing
20		capital improvement project progress by district or

1		<pre>complex area, classified pursuant to subsection (b);</pre>
2		and
3	(4)	An analysis of school capacity utilization with
4		recommendations for optimizing utilization.
5	<u>(d)</u>	The authority shall report information and analyses
6	from the	school capital improvement project modernization
7	initiativ	e to the board of education as necessary, but no less
8	than once	a year, to assist the board of education in decision
9	making on	<u>:</u>
10	(1)	Opening new schools or closing existing schools,
11		pursuant to section 302A-1129; and
12	(2)	Repurposing schools or unused public school
13		facilities, pursuant to section 302A-1151.5.
14	<u>(e)</u>	For the purposes of this section, "school facilities
15	projects"	mean existing or proposed capital improvement projects
16	for prope	rties, buildings, facilities, or infrastructure owned
17	by or unde	er the control of the department or the authority."
18	SECT	ION 3. There is appropriated out of the general
19	revenues o	of the State of Hawaii the sum of \$ or so
20	much there	eof as may be necessary for fiscal year 2025-2026 and
21	the same s	sum or so much thereof as may be necessary for fiscal

- 1 year 2026-2027 to be deposited into the school facilities
- 2 special fund.
- 3 SECTION 4. There is appropriated out of the school
- 4 facilities special fund the sum of \$ or so much
- 5 thereof as may be necessary for fiscal year 2025-2026 and the
- 6 same sum or so much thereof as may be necessary for fiscal year
- 7 2026-2027 to establish the school capital improvement project
- 8 modernization initiative.
- 9 The sums appropriated shall be expended by the school
- 10 facilities authority for the purposes of this Act.
- 11 SECTION 5. New statutory material is underscored.
- 12 SECTION 6. This Act shall take effect on July 1, 3000.

Report Title:

School Capital Improvement Project Modernization Initiative; School Facilities Authority; BOE; DOE; Appropriation

Description:

Establishes a school capital improvement project modernization initiative in the School Facilities Authority to create a planning database for school facilities. Appropriates funds. Effective 7/1/3000. (HD2)

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