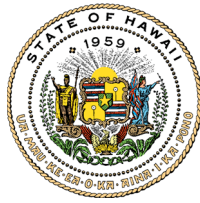


JOSH GREEN, M.D.  
GOVERNOR



KEITH T. HAYASHI  
SUPERINTENDENT

**STATE OF HAWAII**  
**DEPARTMENT OF EDUCATION**  
**KA 'OIHANA HO'ONA'AUAO**  
P.O. BOX 2360  
HONOLULU, HAWAII 96804

OFFICE OF THE SUPERINTENDENT

May 23, 2024

TO: The Honorable Roy Takumi  
Chairperson, Board of Education

FROM: Keith T. Hayashi  
Superintendent 

SUBJECT: Report of the Superintendent: (A) Update on Supplemental Operating and Capital Improvement Project Budget Requests; (B) Update on 2024 Legislative Proposals and Priorities, and (C) Awards and Recognitions for Students, Employees, and/or Schools

UPDATE

The attached presentation highlights key milestones and achievements for the Department of Education (Department): update on the supplemental operating and capital improvement project budget requests for fiscal year 2024-2025, update on 2024 legislative proposals and priorities, and recent awards and recognitions for Department students and employees.

**Key Legislative Outcomes of the 2024 Legislative Session**

The Department emerged from this legislative session with notable successes highlighting its commitment to protecting student safety, reducing administrative burdens for schools, and meeting our financial obligations. Bills such as HB 2400, mandating the forfeiture of teaching licenses for educators if they resign or retire while under investigation for abuse, and SB 2475, establishing the Harm to Student Registry, reflect proactive measures to ensure student safety. HB 2577 would reduce the need for weekly COVID-19 reporting and SB 2070 would ease the administrative burden for schools looking to procure Career Technical Education (CTE) related purchases.

AN AFFIRMATIVE ACTION AND EQUAL OPPORTUNITY EMPLOYER

Moreover, the allocation of emergency appropriation funding for food service and the trueing up of funding for charter schools addresses the Department's existing financial responsibilities.

Overall, the Department is grateful for the partnership with the Legislature in actions that reflect a strong dedication to advancing education and supporting the well-being of Hawaii's students.

Department's legislative bills that passed:

- [HB 2577](#) - Removes the weekly COVID-19 online publishing requirements. Given the prevalence of the COVID-19 vaccine and the changes in health guidance provided by the Hawaii State Department of Health and the Centers for Disease Control, this report is no longer serving its intended purpose and the removal of this reporting requirement would decrease administrative burdens on schools.
- [SB 2070](#) - Creates an exemption from the procurement code for CTE-related goods and services. This bill will reduce administrative burdens on procurement for schools.
- [HB 2400](#) - Requires the forfeiture of the teaching license for a teacher who resigns while an investigation of physical or sexual abuse is pending. This bill aims to address a loophole in the education system by requiring teachers who have resigned or retired in lieu of termination, especially due to serious allegations such as sexual harassment or physical harm of a student, must forfeit their teaching license. This will prevent potentially harmful teachers from continuing their careers elsewhere without consequences.
- [SB 3091](#) - \$20m emergency appropriation for food service operations. Largely due to inflationary cost increases, the Department has accumulated a deficit of over \$20 million for its school food service operations. In the school year 2022 to 2023, more than eighty percent of the Department's food costs increased by 42%, resulting in the need for additional funds. For many students, a school meal is their only regular source of food.
- [SB 3092](#) - \$6.6m emergency appropriation for charter school true-up. The Department is required to provide proportional funding to charter schools based on their student enrollment. A combination of higher enrollment in public charter schools and an error in the calculation of this funding resulted in the need for additional funding in this fiscal year.

Additional priority Department bills that passed:

- [HB 1827](#) - Provides funding for health care workforce programs including funding to retrofit classrooms. This bill will support the existing partnership with Healthcare Association of Hawaii to increase access to healthcare training for all students, providing our students with the requisite skills to enter the healthcare workforce pipeline.

- [SB 3207](#) - Removes sunset date on Superintendent's salary cap. Without the removal of the sunset date, the Superintendent's salary would have reverted to \$150,000 which would have impacted the salaries of deputy superintendents, assistant superintendents, and complex area superintendents as their salaries cannot exceed that of the Superintendent's.
- [HB 2074](#) - Provides funding and positions for Kaiapuni programs for FY25. The continued growth of the Kaiapuni program to service 2,374 students across 22 Department schools warrants the need for additional positions and funding.
- [SB 2475](#) - Creates the Harm to Student Registry that will note any school employee, contractor or volunteer at a school who has had a final finding of abuse of a student. Increasing the ability of both private and public pre K-12 educational institutions to communicate and provide vital information to consider in rendering employment decisions is critically important to maintaining healthy and safe learning environments for all of Hawaii's keiki.

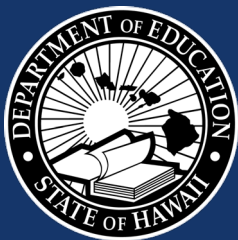
The state's supplemental budget for FY2025 is represented in House Bill 1800:

- [HB 1800](#) - The Department is grateful for the appropriation of \$151,602,747 for FY2025. While funding was included for items such as increased funding for our weighted student formula and for summer learning hubs, these appropriations were made as a non-recurring line item. About 50% of the FY2025 appropriation is non-recurring, representing funding for FY2025 only. Our intention is to work with the Governor to address continuing funding in the next biennium budget. Deferred maintenance projects will require major investments to address the various projects at our schools. I am working with our Office of Facilities and Operations to revamp our assessments and path forward, and collaborating closely with our team to improve the process for our CIP program. Finally, the Department did not receive any CIP funds as a "lump sum" to address Compliance-related projects.

The Legislature has transmitted all bills, including the budget, to the Governor for his final review. The Governor must inform the Legislature of his intent to veto any bills by June 25, 2024. The Governor must sign bills by July 10, 2024 or the bills will become law without his signature.

In addition, the Department continues to provide regular updates to communicate about our public schools:

- Ho'oha'aheo: Weekly newsletter with Department highlights (38,000 subscribers);
- HIDOE Huddle: Monthly newsletter with staff announcements;
- HawaiiPublicSchools.org: Public website (over 6,000 users daily); and
- Social media: Facebook, Instagram, X, LinkedIn (over 63,000 followers).



*HAWAII STATE*

# Department of Education

## **Agenda Item III: Report of the Superintendent**

- A. Update on Supplemental Operating and Capital Improvement Project Budget Requests;
- B. Update on 2024 Legislative Proposals and Priorities; and
- C. Awards and Recognitions for Students, Employees, and/or Schools

Hawai'i State Board of Education  
General Business Meeting  
May 23, 2024

**Keith T. Hayashi**, *Superintendent*



SECTION

**A**

# Report on Supplemental Operating and Capital Improvement Project Budget



# Fiscal Year 2025 operating budget development summary

EDN	Description	DOE Supplemental Request	Governor's Executive Budget (HB1800)	House Draft (HB1800_HD)	Senate Draft (HB1800_SD1)	Conference Draft (HB1800_CD1)
100	School-Based Budgeting	\$74,382,055	\$28,877,674	\$50,893,902	\$45,773,066	\$51,725,116
150	Special Education and Student Support Services	\$15,974,130	\$7,622,245	\$7,622,245	\$9,322,245	\$9,322,245
200	Instructional Support	\$35,502,291	\$801,679	\$21,791,679	\$27,201,711	\$23,943,719
300	State Administration	\$2,401,443	(\$251,679)	(\$251,679)	\$314,038	(\$154,679)
400	School Support	\$69,891,346	\$74,516,346	\$69,766,346	\$62,421,642	\$66,766,346
500	School Community Services	-	-	-	-	-
<b>Total General Funds</b>		<b>\$198,151,265</b>	<b>\$111,566,265</b>	<b>\$149,822,493</b>	<b>\$145,032,702</b>	<b>\$151,602,747</b>



## FY25 General Fund Highlights from HB1800 CD1

1. **\$142,034,487 or 72%** of DOE Budget Requests were **funded**, examples include:
  - Summer Learning Hubs \$20,990,000 (non-recurring)
  - Bus Contracts \$18,266,346
  - Food Services \$18,000,000
  - Electricity \$15,000,000 (non-recurring)
  
1. **\$56,116,778 or 28%** of DOE Budget Requests were **NOT funded**, examples include:
  - Middle School Athletics \$5,000,000
  - Vulnerable Populations and English Learner Programs \$2,749,624
  - Mathematics Innovation \$1,974,578
  - School-Based Behavioral Health \$1,789,680
  
1. **\$9,568,260** was **added by the Legislature** for FY25 only (non-recurring):
  - Enhance School Security \$5,000,000
  - Career and Technical Education Teacher Differentials \$2,500,000
  - Healthy and Ready to Learn Program \$1,300,000
  - Computer Science Courses for Teachers \$500,000
  - Seal of Biliteracy \$268,260



# Fiscal Year 2025 Non-Recurring General Fund Summary by EDN

EDN	Description	DOE Request Amount	Legislative Add-On Amount	Total Non-Recurring Amount
100	School-Based Budgeting	\$24,175,580	\$7,522,502	\$31,698,082
150	Special Education and Student Support Services	\$12,000,000		\$12,000,000
200	Instructional Support	\$22,642,040	\$500,000	\$23,142,040
300	State Administration	\$97,000		\$97,000
400	School Support	\$30,500,000	\$5,000,000	\$35,500,000
<b>TOTAL</b>		<b>\$ 89,414,620</b>	<b>\$ 13,022,502</b>	<b>\$ 102,437,122</b>

**Source:** Act 164, SLH 2023, HB1800 CD1 Relating to the State Budget, and HB2074 CD1 Relating to Kaiapuni Education.

The amount of one-time only general funds appropriated for both DOE budget requests and items added by the Legislature total \$102.4 million. [Click here](https://www.hawaiipublicschools.org/DOE%20Forms/budget/FY25-Non-Recurring-General-Funds-by-EDN.pdf) to view a detailed list of non-recurring items. The requests listed may be submitted again to obtain ongoing funding for the upcoming budget biennium for Fiscal Year 2026 & Fiscal Year 2027. (<https://www.hawaiipublicschools.org/DOE%20Forms/budget/FY25-Non-Recurring-General-Funds-by-EDN.pdf>)





# Fiscal Year 2025 CIP development summary

<b>EDN</b>	<b>Starting Fiscal Year 2025 Current Appropriation</b>	<b>Governor's Executive Budget (HB1800)</b>	<b>House Draft (HB1800_HD1)</b>	<b>Senate Draft (HB1800_SD1)</b>	<b>Conference Draft (HB 1800_CD1)</b>	<b>Means of Financing (MOF)</b>
<b>100</b>	\$58,070,000	\$58,070,000	\$58,120,000	\$131,070,000	\$58,120,000	General Funds
<b>100</b>	\$66,700,000	\$151,700,000	\$504,830,000	\$365,981,000	\$394,442,000	General Obligation Bonds
<b>100</b>	\$0	\$0	\$1,000	\$0	\$1,000	Federal Funds
<b>100</b>	\$144,000,000	\$144,000,000	\$144,000,000	\$144,000,000	\$144,000,000	Other Federal Funds
<b>400</b>	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000	General Funds
<b>TOTAL</b>	<b>\$270,770,000</b>	<b>\$355,770,000</b>	<b>\$708,951,000</b>	<b>\$643,051,000</b>	<b>\$598,563,000</b>	<b>EDN 100 &amp; 400</b>



# Department’s Fiscal Year 2025 Capital Improvement Program (CIP) Highlights from Conference Draft HB1800\_CD1

## “Lump Sum” Appropriations for Department Priority Projects

Type	Amount	Means of Financing
Deferred Maintenance (including repair and maintenance of fire alarm systems)	\$45M	General Funds
Instructional	\$11M	General Obligation Bonds
Completion (for CIP)	\$119.3M	General Obligation Bonds
Office of Information Technology Services (converged network, bells and paging)	\$2M	General Funds
Federal (Matching Funds for Public School on Military Installations Grant)	\$144M	Federal Funds
Compliance (including ADA, Title IX)	\$0	



# Fiscal Biennium 2025-27

## What we can expect

1. Realignment of the base budget: offices will be conducting assessments of their existing budgets and proposing trade off/transfers to
  - a. Realign budget with strategic priorities;
  - b. Clean up the budget where needed (funds appropriated in the wrong program areas); and
  - c. Incorporate collective bargaining funding (for FY23-25) into the DOE budget
2. Requests to:
  - a. Fund the numerous recurring items funded on a non-recurring basis by the 2024 Legislature;
  - b. Address inflation for programs to maintain current levels of service; and
  - c. To a limited extent, new requests for new strategic initiatives
3. New CIP request process identifying Department-wide priorities



SECTION

**B**

# Report on 2024 Legislative Proposals and Priorities



## 2024 Legislative Proposals and Priorities

- Focus of legislative package: Reducing administrative burden for schools, keeping students safe, addressing financial shortfalls.
- Bills that contain contents of the Department's legislative package and/or bills of interest that the Department has supported are moving to Governor for final approval include:
  - **HB 2577** - Removes the weekly COVID-19 online publishing requirements.
  - **SB 2070** - Creates an exemption from the procurement code for CTE-related purchases.
  - **HB 2400** - Requires the forfeiture of the teaching license for a teacher who resigns while an investigation of physical or sexual abuse is pending.
  - **SB 2475** - Creates the Harm to Student Registry that will note any school employee, contractor or volunteer at a school who has had a final finding of abuse of a student.
  - **HB 2074** - Providing funding and positions for Kaiapuni programs.
  - **SB 3091** - \$20 million emergency appropriation for food service operations for FY2024.
  - **HB 1827** - Provides funding for health care workforce programs
  - **SB 3207** - Removes sunset date on Superintendent's salary cap.



SECTION

C

# Awards and Recognitions for Students, Employees, and/or Schools



# Principal awards Congratulations to all the awardees!



**Joseph Passantino**  
Ke'elikōlani Middle,  
Principal of the Year  
Hawaii'i Association of Secondary School  
Administrator  
<https://go.hidoe.us/2024Principal>



**Dale Arakaki**  
Pauoa Elementary,  
Hawaii's National Distinguished  
Principal  
Hawaii'i Elementary & Middle  
School Administrators Association  
<https://go.hidoe.us/2024DistinguishedPrincipal>



**Jennifer Pimentel**  
Lāna'i High & Elementary,  
Hawaii's National Outstanding  
Assistant Principal  
Hawaii'i Elementary & Middle  
School Administrators Association  
<https://go.hidoe.us/2024DistinguishedPrincipal>

**Tommy Cox**  
Kapa'a High,  
Masayuki Tokioka Excellence in  
School Leadership Award  
Island Insurance Foundation  
<https://go.hidoe.us/Cox>



# U.S. Presidential Scholars 2024

Two Hawai'i HIDOE students awarded the prestigious designation



Maile-Lei Ji, Kealakehe High



Ahryanna P. McGurick, Kalāheo High





# 20th Annual Citizen-Scholar Awards



**Angel Martinez Ko**  
Zeia High School  
Texas Tech University



**Penelope Tupou**  
Baldwin High School  
University of Southern California



**Alanna Nicole Rillorta**  
Cambell High School  
Princeton University



**Kelsey Kakugawa**  
Castle High School  
Seattle University



**Crisca Cudal**  
Lantrington High School  
University of Hawai'i at Manoa



**Hennessy Arroyo**  
Hana High & Intermediate School  
Saint Louis University, Madrid



**Bransen Hatakenaka**  
Hilo High School  
University of Southern California



**Kaiah-Lexie Martinez**  
Honoa'a High & Intermediate School  
Oregon State University



**Lauren Pao**  
Kahala High & Intermediate School  
College - selection pending



**Chloe Ishigo**  
Kaliha High School  
Washington University in St. Louis



**Vuong Kim Ngan Phan**  
Kaimuki High School  
University of Hawai'i at Manoa



**Nikayla N. Centra**  
Kaiser High School  
Ohio State University



**Ahryanna McGurk**  
Kaliheo High School  
University of Virginia



**Stephanie Lee**  
Kalani High School  
University of Hawai'i at Manoa



**Kayla M.D. Perez**  
Kapua High School  
University of Hawai'i at Manoa



**Jake Ishikawa**  
Kapolei High School  
Santa Clara University



**Danny Eder**  
Ka'iili'igh & Pihaha Elementary School  
Hawai'i Community College



**Priscilla Matthews**  
Kana'i High School  
Panama College



**Adara D.K.C. Anderson**  
Ke Kula Ka'apuni 'O Anaaume  
Kapuni Community College



**Xiaoshun "Maria" Sun**  
Kea'a High School  
University of Michigan



**Malina Chiddo**  
Kealahou High School  
Stony Brook University



**Gizelle Rodrigues**  
King Kekaulike High School  
University of Hawai'i at Manoa



**Maekayela C. Galam**  
Kohala High School  
University of Nevada, Las Vegas



**Lehua Norris**  
Konawama High School  
Yale University



**M. Jee Abara**  
Lahainaha High School  
University of Hawai'i at West O'ahu



**Hershey Lei Estacio Manuel**  
Lana'i High & Elementary School  
Southern Adventist University



**Dayson Gonzaga**  
Leleha High School  
Columbia University



**Chelsey Konno**  
Maui High School  
Johns Hopkins University



**Jennifer H.Y. Li**  
McKinley High School  
College - selection pending



**Elizabeth J. Ryan**  
Milliani High School  
University of Chicago



**Tuyen Thai T. Pham**  
Moanala High School  
University of Hawai'i at Manoa



**Kilinaheokekai Puihi**  
Moleka'i High School  
Hawai'i Community College at Palanamu



**Catalina Naki-Alforte**  
Hāna'uli High & Intermediate School  
University of Hawai'i at Manoa



**Lindsey Nicole Julian**  
Palau High & Intermediate School  
College - selection pending



**Andie M. Shimizu**  
Pearl City High School  
University of Hawai'i at Manoa



**Sadie Schulz**  
Radford High School  
Liberty University



**Jaelynn Thez Agraan**  
Riversett High School  
Massachusetts Institute of Technology



**Cheydon A. Naleimaile-Evangelista**  
Waialea High School  
George Washington University



**Kayuga Jade Garcia de Guzman**  
Waialea High & Intermediate School  
University of Pennsylvania



**Angela Mae Laguatan**  
Waianae High School  
University of Hawai'i at West O'ahu



**Nicole Perpose**  
Waimea High School  
University of Portland



**Jarvia Crecia Agbayani**  
Waipahu High School  
University of California San Diego



# Graduation Season

High school graduation ceremonies across the islands run from May 17 to 31.

For the full schedule visit

<https://www.hawaiipublicschools.org/ConnectWithUs/MediaRoom/PressReleases/Pages/2024-Graduations.aspx>



Graduates from, left to right, Konawaena, Kaua'i and Mililani high schools at ceremonies in 2023.