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EMPLOYEES' RETIREMENT SYSTEM
HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND
OFFICE OF THE PUBLIC DEFENDER

ADMINISTRATIVE AND RESEARCH OFFICE
BUDGET, PROGRAM PLANNING AND
MANAGEMENT DIVISION
FINANCIAL ADMINISTRATION DIVISION
OFFICE OF FEDERAL AWARDS MANAGEMENT (OFAM)

October 27, 2017

The Honorable Ronald D. Kouchi
President of the Senate
Twenty-Ninth State Legislature
State Capitol
Honolulu, Hawaii 96813

The Honorable Scott K. Saiki
Speaker of the House of Representatives
Twenty-Ninth State Legislature
State Capitol
Honolulu, Hawaii 96813

Dear Senate President Kouchi and Speaker Saiki:

For your information and consideration, I am transmitting a copy of the report with the calculations and transfers made to ensure that non-facility per-pupil general fund amounts allocated for Department of Education and Charter School students are equal on an annualized fiscal year basis, pursuant to Act 130, SLH 2012 (Chapter 302D-28, HRS), and Section 95 of Act 49, SLH 2017.

Should there be any questions, please have your staff contact Mr. Neal Miyahira, Administrator of this department's Budget, Program Planning and Management Division, at 586-1530.

Aloha,

/s/

WESLEY K. MACHIDA
Director of Finance

Attachments

c: Honorable Donovan M. Dela Cruz
Honorable Sylvia Luke

DEPARTMENT OF BUDGET AND FINANCE

REPORT TO THE TWENTY-NINTH STATE LEGISLATURE



ACT 130, SESSION LAWS OF HAWAII 2012
(CHAPTER 302D-28, HAWAII REVISED STATUES)

AND

ACT 49, SESSION LAWS OF HAWAII 2017
SECTION 95 (NON-FACILITY PER-PUPIL ALLOCATION)

OCTOBER 2017

ACT 49, SESSION LAWS OF HAWAII 2017

SECTION 95 (NON-FACILITY PER-PUPIL ALLOCATION)

SECTION 95. Provided that the director of finance shall ensure that non-facility per pupil general fund amounts allocated for department of education and charter school students are equal on an annualized fiscal year basis; provided further that, for the purposes of this section, all general fund appropriations for school-based budgeting (EDN 100), instructional support (EDN 200), state administration (EDN 300), and school support (EDN 400) shall be considered non-facility appropriations for department of education; provided further that, for the purposes of this section, the general fund appropriation for charter schools (EDN 600) shall be considered the non-facility appropriation for charter schools; provided further that, for the purposes of this section, all grant appropriations issued pursuant to chapter 42F, Hawaii Revised Statutes, shall be excluded from non-facility appropriations for the department of education and charter schools; and provided further that, notwithstanding any other law to the contrary, for fiscal year 2017-2018 and fiscal year 2018-2019, the director of finance shall:

- (1) Determine the sum of general fund appropriations made for the department of education and charter school student non-facility costs;
- (2) Determine the sum of department of education and charter school student enrollment based upon verified actual student enrollment counts as of October 15;
- (3) Determine a per pupil amount by dividing the sum of general fund appropriations determined under paragraph (1) by the sum of student enrollment determined under paragraph (2);
- (4) Transfer a general fund amount between the department of education and charter schools prior to November 1, 2017, and November 1, 2018, respectively, that will provide each with a per pupil allocation equal to the amount determined on an annualized fiscal year basis under paragraph (3); and
- (5) Account for all calculations and transfers made pursuant to this section in a report to the legislature, governor, department of education, and charter schools within ten days of any transfer made pursuant to this section.

DOE/Charter Schools Calculation For FY18

(October 15, 2017 adjustments)

Adjustment to Act 49, SLH 2017 - Per Pupil Funding for DOE and CS

Per Pupil Amount Calculation based on Appropriation

EDN100 - School Based Budgeting	941,582,174.00	Act 49, SLH 2017
Less GIA's	-	Act 49, SLH 2017, Section 95
EDN200 - Instructional Support	53,666,953.00	Act 49, SLH 2017
Less GIA's	(182,200.00)	Act 49, SLH 2017, Section 95
EDN300 - State Administration	49,838,966.00	Act 49, SLH 2017
EDN400 - School Support	190,640,268.00	Act 49, SLH 2017
Total DOE Non-facility Appropriation	1,235,546,161.00	Act 49, SLH 2017, Section 95
EDN 600 - Charter Schools	85,247,456.00	Act 49, SLH 2017
Less GIA's	-	Act 49, SLH 2017, Section 95
Less Alakai Elementary	(1,208,404.66)	New school did not open
Total PCS Non-facility Appropriation	84,039,051.34	Act 49, SLH 2017, Section 95
Combined DOE and CS general fund appropriation per Act 49/17	1,319,585,212.34	
DOE Actual Oct. 15, 2017 K-12 Enrollment	167,966	
CS Actual Oct. 15, 2017 K-12 Enrollment	11,343	
Combined DOE and CS October 15, 2017 Enrollment	179,309	
Updated Per Pupil Funding	\$ 7,359.280417	
Updated DOE Funding Level per 302D-28, HRS **	\$ 1,236,108,894.57	
Updated CS Funding Level per 302D-28, HRS**	\$ 83,476,317.77	
DOE General Fund Allocation Adjustment	\$ 562,733.57	
CS General Fund Allocation	\$ (562,733.57)	

NOTE:

** Act 49, SLH 2017, takes out GIA's from the per pupil calculations; no GIA's for CS