October 28, 2020

The Honorable Ronald D. Kouchi  The Honorable Scott K. Saiki
President of the Senate  Speaker of the House of Representatives
Thirtieth State Legislature  Thirtieth State Legislature
State Capitol  State Capitol
Honolulu, Hawai‘i  96813  Honolulu, Hawai‘i  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 41 of Act 5, SLH 2019, as amended by Act 9, SLH 2020.

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/

CRAIG K. HIRAI
Director of Finance

Attachments

c:  Honorable Mark M. Nakashima
           Honorable Michelle N. Kidani

No. 1 Capitol District Building, 250 S. Hotel Street, Honolulu, Hawaii 96813
DEPARTMENT OF BUDGET AND FINANCE

REPORT TO THE THIRTIETH LEGISLATURE

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

AND

ACT 5, SESSION LAWS OF HAWAII 2019, AS AMENDED BY ACT 9, SESSION LAWS OF HAWAII 2020

SECTION 41 (NON-FACILITY PER-PUPIL ALLOCATION)

OCTOBER 2020
SECTION 41. 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 (EDN100), instructional support (EDN200), state administration (EDN300), and school support (EDN400) 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 (EDN600) 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; provided further that, notwithstanding any other law to the contrary, for fiscal year 2019-2020 and fiscal year 2020-2021, 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, 2019, and November 1, 2020, respectively, that shall 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.
### Adjustment to Act 9, SLH 2019 - Per Pupil Funding for DOE and CS

**Per Pupil Amount Calculation based on Appropriation**

<table>
<thead>
<tr>
<th>Description</th>
<th>Act 9, SLH 2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>EDN100 - School Based Budgeting</td>
<td>1,009,225,846.00</td>
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<tr>
<td>Less GIA's</td>
<td></td>
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<tr>
<td>EDN200 - Instructional Support</td>
<td>59,188,730.00</td>
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<td>Less GIA's</td>
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<tr>
<td>EDN300 - State Administration</td>
<td>52,043,672.00</td>
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<tr>
<td>Less GIA's</td>
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<tr>
<td>EDN400 - School Support</td>
<td>143,693,794.00</td>
</tr>
<tr>
<td>Less Hard to Staff</td>
<td></td>
</tr>
<tr>
<td>Total DOE Non-facility Appropriation</td>
<td>1,264,152,042.00</td>
</tr>
<tr>
<td>EDN 600 - Charter Schools</td>
<td>101,405,111.00</td>
</tr>
<tr>
<td>Less GIA's</td>
<td></td>
</tr>
<tr>
<td>Less Hard to Staff</td>
<td></td>
</tr>
<tr>
<td>Total PCS Non-facility Appropriation</td>
<td>101,405,111.00</td>
</tr>
<tr>
<td>Combined DOE and CS general fund appropriation per Act 9/20</td>
<td>1,365,557,153.00</td>
</tr>
</tbody>
</table>

**DOE Actual Oct. 15, 2019 K-12 Enrollment**

- 161,297

**CS Actual Oct. 15, 2019 K-12 Enrollment**

- 12,140

**Combined DOE and CS October 15, 2020 Enrollment**

- 173,437 *Per DOE True Up as of 10/15/20*

**Updated Per Pupil Funding**

- $7,873,505382

**Updated DOE Funding Level per 302D-28, HRS **

- $1,269,972,797.66

**Updated CS Funding Level per 302D-28, HRS**

- $95,584,355.34

**DOE General Fund Allocation Adjustment**

- $5,820,755.66

**CS General Fund Allocation Adjustment**

- $(5,820,755.66)