HB1079 HD2

Measure Title: RELATING TO POST-SECONDARY EDUCATION AUTHORIZATION.

Report Title: Post-Secondary Education; Provisional Authorization; Candidate for

Accreditation

Creates a framework for authorizing post-secondary degree-granting

educational institutions that have applied for accreditation by an

accrediting agency recognized by the U.S. Department of Education.

(HB1079 HD2)

Companion: <u>SB945</u>

Description:

Package: Governor

Current Referral: HRE, CPH/WAM

Introducer(s): SOUKI (Introduced by request of another party)



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PRESENTATION OF THE DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS

TO THE SENATE COMMITTEE ON COMMERCE, CONSUMER PROTECTION, AND HEALTH

AND

TO THE SENATE COMMITTEE ON WAYS AND MEANS

TWENTY-NINTH LEGISLATURE REGULAR SESSION OF 2017 MARCH 30, 2017 9:30 A.M.

TESTIMONY ON HOUSE BILL NO. 1079, H.D. 2
RELATING TO POST-SECONDARY EDUCATION AUTHORIZATION

TO THE HONORABLE ROSALYN H. BAKER, CHAIR,
THE HONORABLE JILL N. TOKUDA, CHAIR,
THE HONORABLE CLARENCE K. NISHIHARA, VICE CHAIR,
THE HONORABLE DONOVAN M. DELA CRUZ, VICE CHAIR,
AND MEMBERS OF THE COMMITTEES:

The Department of Commerce and Consumer Affairs ("Department") appreciates the opportunity to testify on House Bill No. 1079, H.D. 2, Relating to Post-Secondary Education Authorization. My name is Bobbi Lum-Mew, Program Administrator for the Department's Hawaii Post-Secondary Education Authorization Program ("HPEAP"). HPEAP offers testimony in strong support of this bill and notes that it is in favor of the version of the bill that is currently before this Committee.

House Bill No. 1079, H.D. 2 provides a mechanism to enable post-secondary degree-granting educational institutions within the state who are in the process of qualifying for full accreditation to receive provisional state authorization. The bill will benefit students by providing a means of oversight so that the Department will be able to monitor that the accreditation-seeking institution is making satisfactory progress towards accreditation. Most, if not all, other states issue some type of temporary authorization or approval to institutions that are in the process of applying for accreditation.

House Bill 1079, H.D. 2 also empowers the Director to grant a temporary waiver of the requirement for accreditation for good cause, and if necessary, for the protection of students facing imminent financial hardship, such as where the accrediting agency's recognition by the U.S. Department of Education is withdrawn. A situation such as this happened recently with the withdrawal of the recognition of the Accrediting Council for Independent Colleges and Schools (ACICS). While Hawaii was fortunate that none of its authorized institutions were accredited by ACICS, HPEAP has followed all the state regulator discussions to make sure that Hawaii is prepared for this situation in the future.

This bill will enable HPEAP to carry out its responsibilities more effectively. As previously noted, the Department is in favor of this version of the bill.

Thank you for the opportunity to testify in strong support of House Bill No. 1079, H.D. 2.