S.B. NO. ²⁷⁰ S.D. 2

A BILL FOR AN ACT

RELATING TO EDUCATION.

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

SECTION 1. The legislature finds that the State's department of education is the only public education system in the country that is wholly state funded. This singular funding status has resulted in the department of education facing unique challenges to utilizing funds provided by the federal government to offset the negative economic impacts of the coronavirus disease 2019 (COVID-19) pandemic.

The legislature also finds that the states that receive 8 certain federal funds, including moneys from the Elementary and 9 10 Secondary School Emergency Relief Fund established by the Coronavirus Aid, Relief, and Economic Security Act (CARES ACT), 11 Public Law 116-136, and the Coronavirus Response and Relief 12 Supplemental Appropriations Act (CRRSAA), 2021, Public Law 13 14 116-260, are required to assure that they will maintain support for education programs during fiscal years 2019-2020 and 15 2020-2021 by meeting certain benchmarks. 16

SB270 SD2 LRB 21-1181.doc

Page 2

S.B. NO. ²⁷⁰ S.D. 2

1 The legislature further finds that the CARES Act created 2 the federal Education Stabilization Fund. The legislature also 3 finds that the State, through the department of education, must 4 comply with the provisions of the federal Education 5 Stabilization Fund, as set forth in section 18006 of the CARES 6 Act, to receive and expend CARES Act and CRRSAA moneys, which in 7 part, requires the department of education to continue to pay 8 its employees. In accepting and expending federal CARES Act and 9 CRRSAA moneys, it is the legislature's intent that the 10 department of education employees who are subject to a 11 collective bargaining agreement continue to receive their pay. 12 The legislature also finds that the State, through the 13 department of education, must also comply with the "maintenance 14 of effort" provisions set forth in section 18008 of the CARES 15 Act. These provisions require funding for public education to be maintained at the same funding levels as in fiscal years 16 17 2017, 2018, and 2019 for those funds that are part of the CARES Act and at a proportional funding level for the CRRSAA. 18 The legislature declares that it does not support any 19

20 attempts by the superintendent to seek a waiver from the 21 Secretary of Education.



S.B. NO. ²⁷⁰ S.D. 2

1 Accordingly, the purpose of this Act is to appropriate 2 certain federal moneys received by the State to the department 3 of education to offset any budget reductions that have been 4 identified or proposed by the department of education and the 5 governor that would result in the reduction of personnel who are 6 subject to a collective bargaining agreement executed pursuant 7 to chapter 89, Hawaii Revised Statutes, and who are employed at 8 the school level, including any budget reduction that results in 9 a layoff, furlough, or pay reduction.

10 SECTION 2. There is appropriated out of the elementary and 11 secondary school emergency relief fund moneys received by the 12 State from the Coronavirus Aid, Relief, and Economic Security 13 Act, Public Law 116-136, and the Coronavirus Response and Relief Supplemental Appropriations Act, 2021, Public Law 116-260, the 14 or so much thereof as may be necessary for 15 sum of \$ fiscal year 2020-2021 and the sum of \$104,175,932 or so much 16 17 thereof as may be necessary for fiscal year 2021-2022 and the 18 same sum or so much thereof as may be necessary for fiscal year 19 2022-2023 to offset any budget reductions that have been identified or proposed by the department of education and the 20 21 governor that would result in the reduction of personnel who are



S.B. NO. ²⁷⁰ S.D. 2

1 subject to a collective bargaining agreement executed pursuant 2 to chapter 89, Hawaii Revised Statutes, and who are employed at 3 the school level, including any budget reduction that would 4 result in a layoff, furlough, or pay reduction; provided that: 5 The moneys appropriated shall not be expended for any (1) other purpose; 6 7 (2) The funds appropriated shall not be released to or 8 expended by the department of education unless the 9 board of education and the superintendent of education certify in writing that the board, superintendent, and 10 11 department agree to the conditions set forth in this 12 Act and that the funds shall only be used for salaries 13 and wages of department of education officers and 14 employees who are subject to a collective bargaining 15 agreement executed pursuant to chapter 89, Hawaii 16 Revised Statutes, and who are employed at the school level; 17 Section 37-41.5, Hawaii Revised Statutes, shall not 18 (3)

20 (4) Moneys appropriated by this Act for fiscal year
2021-2022 shall not lapse at the end of that fiscal

apply to moneys appropriated by this Act; and



19

Page 5

S.B. NO. $^{270}_{S.D.2}$

year; provided further that all moneys appropriated by
 this Act that are unencumbered as of June 30, 2023,
 shall lapse as of that date.
 The sums appropriated shall be expended by the department
 of education for the purposes of this Act.
 SECTION 3. This Act shall take effect on July 1, 2050.



S.B. NO. $^{270}_{S.D. 2}$

Report Title:

Department of Education; State Programs; ESSER Funds; Personnel Costs; Appropriation

Description:

Appropriates elementary and secondary school emergency relief fund (ESSER funds) moneys received by the State from the Coronavirus Aid, Relief, and Economic Security Act, 2020, Public Law 116-136, and the Coronavirus Response and Relief Supplemental Appropriations Act, 2021, Public Law 116-260, to offset any budget reductions that are identified or proposed by the department of education and the governor that would result in the reduction of personnel who are subject to a collective bargaining agreement pursuant to chapter 89, Hawaii Revised statutes, and who are employed at the school level, including any budget reduction that would result in a layoff, furlough, or pay reduction. Requires the board of education and superintendent of education to certify in writing that the board of education, superintendent, and department of education agree to the conditions established by this measure, including that the funds appropriated shall be used only for salaries and wages of officers and employees who are subject to a collective bargaining agreement and are employed at the school level. Provides that moneys from the appropriation shall lapse at the end of the fiscal biennium. Effective 7/1/2050. (SD2)

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

