STATE OF HAWAI'I DEPARTMENT OF EDUCATION

P.O. BOX 2360 HONOLULU, HAWAI`I 96804

OFFICE OF THE SUPERINTENDENT

December 17, 2021

The Honorable Ronald D. Kouchi, President and Members of the Senate State Capitol, Room 409 Honolulu, Hawaii 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives State Capitol, Room 431 Honolulu, Hawaii 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

For your information and consideration, I am transmitting a copy of the annual report, School-Level Minor Repairs and Maintenance Special Fund, pursuant to Section 302A-1504.5, Hawaii Revised Statutes (HRS). In accordance with Section 93-16, HRS, I am also informing you that the report may be viewed electronically at: http://www.hawaiipublicschools.org/VisionForSuccess/SchoolDataAndReports/StateReports/Pages/Legislative-reports.aspx.

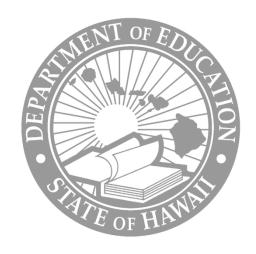
Sincerely,

Keith T. Hayashi

Interim Superintendent

KTH:mkb Enclosure

c: Legislative Reference Bureau Hawaii State Public Library System University of Hawaii Office of Facilities and Operations



State of Hawaii Department of Education

Annual Report on School-Level Minor Repairs and Maintenance Special Fund

December 2021

Section 302A-1504.5, Hawaii Revised Statutes (HRS), requires the Hawaii State Department of Education to annually report on the total amount of funds in the School-Level Minor Repairs and Maintenance Special Fund that will carry over to the following school year.

Hawaii State Department of Education School-Level Minor Repairs and Maintenance Special Fund

Section 302A-1504.5, Hawaii Revised Statutes (HRS), established the School-Level Minor Repair and Maintenance Special Fund into which are deposited all moneys collected pursuant to Section 235-102.5(b), HRS, and any other moneys received by the Hawaii State Department of Education (Department) in the form of grants and donations for school-level improvements and minor repairs and maintenance.

The primary source of special fund revenue is credits authorized by taxpayers deducted from the taxpayer's net income tax liability. This is conducted via the "check-off" box on the State N-11 Individual Income Tax Return form authorizing a donation to the Hawaii Schools Repair and Maintenance Fund.

Section 235-102.5(b), HRS, allows for a voluntary \$2 state income tax refund per taxpayer for school-level minor repairs and maintenance. Designated funds are transferred to the Hawaii 3R's school improvement fund. Hawaii 3R's expends money from their fund for the improvement of public schools and the benefit of students. Hawaii 3R's was founded in 2001 by the late U.S. Senator Daniel K. Inouye to leverage sweat equity provided by volunteer help along with cash donations to address the repair and maintenance backlog facing Hawaii's public schools.

Section 302A-1504.5, HRS, requires the Department to annually report to the Director of Finance and the Legislature the total amount of funds in the School-Level Minor Repairs and Maintenance Special Fund that will carry over to the following school year.

The sum of \$195,870.67 was carried over from Fiscal Year 2020-21 to Fiscal Year 2021-22.