



STATE OF HAWAII
DEPARTMENT OF EDUCATION
KA 'OIHANA HO'ONA'AUAO
P.O. BOX 2360
HONOLULU, HAWAII 96804

Date: 03/12/2024

Time: 02:30 PM

Location: 309 VIA VIDEOCONFERENCE

Committee: House Education

Department: Education

Person Testifying: Keith T. Hayashi, Superintendent of Education

Title of Bill: SB 3091, SD2 MAKING AN EMERGENCY APPROPRIATION TO THE DEPARTMENT OF EDUCATION FOR FOOD SERVICES.

Purpose of Bill: Makes an emergency appropriation to the Department of Education for its food service operations. Declares that the appropriation exceeds the state general fund expenditure ceiling for 2024-2025. Effective 7/1/2050. (SD2)

Department's Position:

The Hawaii State Department of Education (Department) supports SB 3091, SD 2 which is part of its administrative package.

The Department's School Food Services Branch (SFSB) has a projected shortfall of \$20 million for fiscal year 2024. Several major factors have contributed to the current budget shortfall, including high inflation of the price of goods, relatively static federal meal reimbursement, and unchanged school meal price rates.

Inflation throughout and following the pandemic has been the largest factor driving the SFSB's budget shortfall. In school year 2018-2019, the year immediately preceding the pandemic, food and milk costs were \$40.4 million or 35% of the program's overall cost. In school year 2022-2023, food and milk costs had grown to \$67.1 million, making up 48% of the program's total cost.

The Department is very appreciative of the United States Department of Agriculture's (USDA) efforts to increase reimbursement rates in the past few years. However, the current meal pricing and federal reimbursement rates have been insufficient to cover cost increases experienced by the SFSB. The Department is aware that the USDA will conduct a school meal cost study for the Department in school year 2024-2025 to consider Hawaii for a higher reimbursement rate.

Providing nutritious meals to students is a critical part of the growth and development of Hawaii's keiki

and is an investment in their future and for the state.

Thank you for the opportunity to testify on this measure.



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TO: Committee on Education

FROM: HAWAII FOOD INDUSTRY ASSOCIATION
Lauren Zirbel, Executive Director

DATE: March 12, 2024
TIME: 2:30pm
PLACE: Conference Room 309

RE: SB3091 SD2 Making and Emergency Appropriation to the Department of Education for Food Services

Position: Support

The Hawaii Food Industry Association is comprised of two hundred member companies representing retailers, suppliers, producers, manufacturers and distributors of food and beverage related products in the State of Hawaii.

Chair Woodson, Vice Chair La Chica, and Members of the Committee,

HFIA is in strong support of this measure. Unfortunately, in Hawaii 1 in 6 keiki face hunger. As this measure notes, for many children their school meal is often their only regular meal during the day. Research shows that receiving free or reduced-price school lunches reduces food insecurity, obesity rates, and poor health. We encourage the Committee to pass this measure to ensure that the Department of Education has the funds they need to continue this vital program.

Thank you for the opportunity to testify.



**Testimony to the House Committee on Education
Tuesday, March 12, 2024; 2:30 p.m.
State Capitol, Conference Room 309
Via Videoconference**

RE: SENATE BILL NO. 3091, SENATE DRAFT 2, MAKING AN EMERGENCY APPROPRIATION TO THE DEPARTMENT OF EDUCATION FOR FOOD SERVICES.

Chair Woodson, Vice Chair La Chica, and Members of the Committee:

The Hawaii Primary Care Association (HPCA) is a 501(c)(3) organization established to advocate for, expand access to, and sustain high quality care through the statewide network of Community Health Centers throughout the State of Hawaii. The HPCA **SUPPORTS** Senate Bill No. 3091, Senate Draft 2, MAKING AN EMERGENCY APPROPRIATION TO THE DEPARTMENT OF EDUCATION FOR FOOD SERVICES.

By way of background, the HPCA represents Hawaii's Federally Qualified Health Centers (FQHCs). FQHCs provide desperately needed medical services at the frontlines to over 150,000 patients each year who live in rural and underserved communities. Long considered champions for creating a more sustainable, integrated, and wellness-oriented system of health, FQHCs provide a more efficient, more effective and more comprehensive system of healthcare.

The bill, as received by your Committee, would appropriate an unspecified amount of general funds for fiscal year 2023-2024 to cover the fiscal deficit experienced in food service operations.

This bill would also take effect on July 1, 2050, to further discussion.

For many of Hawaii's families, the only consistent source of food for our children has been the meals provided at the public schools.

According to the Department of Education, it accumulated a deficit of over \$20 million for its school food service operations because of inflationary cost increases. In school year 2022-2023, more than 80 percent of the Department's food costs increased by 42 percent, resulting in the need for additional funds.

Testimony on Senate Bill No. 3091, Senate Draft 2
Tuesday, March 12, 2024; 2:30 p.m.
Page 2

Hawaii's underprivileged and rural communities are extremely vulnerable to changing economic conditions. With inflation on the rise, entire families are struggling to put food on the table on a consistent basis. All one needs to do is visit various food distribution events and see the large number of people who wait to receive surplus food.

For this reason, the HPCA supports this bill and urges your favorable consideration.

Thank you for the opportunity to testify. Should you have any questions, please do not hesitate to contact Public Affairs and Policy Director Erik K. Abe at 536-8442, or eabe@hawaiipca.net.



Food+ Policy Internship 2024

food@purplemaia.org

March 11, 2024

Subject: *SB3091 - Making an Emergency Appropriation to the Department of Education for Food Services*

Aloha Chair Justin Woodson, Vice Chair Trish La Chica, and the House Committee of Education,

I am writing on behalf of Hawai'i Food+ Policy to express our **strong support** for **Senate Bill 3091**, which proposes an emergency appropriation to the Department of Education for food services. As an organization dedicated to promoting sustainable and resilient food systems in Hawai'i, we believe that ensuring access to nutritious meals for our students is of utmost importance.

SB3091 addresses a critical issue facing our state's children: food insecurity and its detrimental effects on their health and academic performance. For many students, school meals are their only guaranteed source of nutrition for the day. It is imperative that these meals are not only accessible but also nutritious, providing the fuel necessary for children to thrive both physically and academically.

The current deficit of over \$20,000,000 in the Department of Education's food service operations underscores the urgency of passing this bill. Without adequate funding, the quality and availability of school meals are at risk, potentially leaving thousands of children without access to the healthy food they need to succeed. This shortfall in funding not only compromises the health and well-being of our youth but also exacerbates existing inequalities, as low-income students are disproportionately affected by food insecurity.

Moreover, investing in healthy school meals is an investment in our children's future. By teaching healthy eating habits early on, we can help prevent common diet-related diseases and promote lifelong wellness in Hawai'i's communities. Providing nutritious meals to students is not only a moral imperative but also a strategic investment in the health and prosperity of our state.

The Food+ Policy internship develops student advocates who learn work skills while increasing civic engagement to become emerging leaders. We focus on good food systems policy because we see the importance and potential of the food system in combating climate change and increasing the health, equity, and resiliency of Hawai'i communities.

In 2024, the cohort of interns are undergrads and graduate students from throughout the UH System. They are a mix of traditional and nontraditional students, including parents and veterans, who have backgrounds in education, farming, public health, nutrition, and Hawaiian culture.



Food+ Policy Internship 2024

food@purplemaia.org

SB3091 asks for roughly 1% of the Department of Education's spending to ensure that children have access to healthy meals. This is a modest investment with potentially significant returns in terms of improved academic outcomes, reduced healthcare costs, and a healthier population overall.

Passing SB3091 is essential for safeguarding the health and well-being of Hawai'i's children. We urge the House Committee of Education to support this bill and prioritize the nutritional needs of our students. Thank you for considering our testimony.

Mahalo,
Janine Mariano & Hawaii Food+ Policy Team
#fixourfoodsystem

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