



UNIVERSITY OF HAWAII SYSTEM

Legislative Testimony

Testimony Presented Before the
House Committee on Finance
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By

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HB 2165 HD1 – RELATING TO THE UNIVERSITY OF HAWAII PROMISE PROGRAM

Chair Luke, Vice Chair Cullen, and members of the committee:

Thank you for the opportunity to testify in support of HB 2165 HD1 that establishes the University of Hawai'i Promise Program to provide scholarships for the unmet direct cost needs of qualified students enrolled at any campus of the University of Hawai'i system or any community college campus, appropriates funds to establish and implement the program, and creates a special fund.

Last session the State Legislature appropriated \$1.8M for the Hawai'i Promise program providing for scholarships to assure that community college students with unmet direct costs of their education would have those costs met by grant aid. The program is a last dollar scholarship, meaning that students are first awarded Pell grants, UH scholarships, and private scholarships before being awarded the Hawai'i Promise scholarship if it is needed to eliminate those unmet direct costs.

The program was implemented for Fall 2017 students and as of today approximately 1500 students have benefited from the Hawai'i Promise program at a cost of approximately \$2.2M. The funds needed beyond the \$1.8M appropriated by the legislature were provided from community college operating reserves. Implementation rules for the program were initiated this year and are being incorporated into University of Hawai'i Board of Regent and executive policies.

The University fully appreciates the Legislature's expansion of the Hawai'i Promise scholarships through HB 2165 HD1 to reach students beyond the community colleges and to be available to students enrolled at any UH campus who qualify for Hawai'i resident tuition. This broadened accessibility of the program to students at all UH campuses will attract more students, make college more affordable, and create opportunities for 4-year as well as 2-year degrees for our students.

The University respectfully submits one comment on HB 2165 HD1 that proposes to establish a special fund for the Hawai'i Promise program. A separate fund is not required to implement the program and would not be appropriate given the general fund source for the program. A sub account can be created within the University of Hawai'i

general fund to provide for a full accounting of the Hawai'i Promise awards. The University of Hawai'i looks forward to working with the Legislature to fine-tune the language of this bill.

The University of Hawai'i fully supports HB 2165 HD1, and is grateful for the opportunity to provide these comments.