



UNIVERSITY OF HAWAII SYSTEM

Legislative Testimony

Testimony Presented Before the
Senate Committee on Ways and Means
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By
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HB 2501 HD1 SD1 – RELATING TO UNIVERSITY OF HAWAII COMMUNITY COLLEGE PROMISE PROGRAM

Chair Dela Cruz, Vice Chair Keith-Agaran, and members of the committee:

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 1,500 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 initiated this year are consistent with the conditions described in section 2b of the proposed HB 2501 HD1 SD1 and are being incorporated into University of Hawai'i Board of Regent and executive policies.

The Board of Regents has requested an additional \$700,000 in the supplemental budget to raise the fund to \$2.5M. These additional funds will allow the University to actively market the program to prospective students and provide an incentive for students to pursue higher education.

Finally, HB2501 HD1 SD1 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.

In closing, I wish to thank the Legislature for their commitment to the Hawai'i Promise program and the funding that was provided this past year. Our highest priority is to expand the program to attract more students and we hope that you will give full consideration to our supplemental budget request.