



UNIVERSITY OF HAWAII SYSTEM

Legislative Testimony

Testimony Presented Before the
House Committee on Higher Education

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by

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HR 196/HCR 245 – REQUESTING THE UNIVERSITY OF HAWAII TO PROVIDE FINANCIAL ASSISTANCE TO STUDENTS FROM PACIFIC ISLAND JURISDICTIONS THAT HAVE HISTORICAL TIES TO THE UNITED STATES BUT DO NOT HAVE PUBLIC HIGHER EDUCATIONAL INSTITUTIONS THAT GRANT BACCALAUREATE DEGREES

Chair Chang, Vice-Chair Bertram and Members of the Committee:

The purpose of HR 196/HCR 245 is to request the University of Hawai'i to provide financial assistance to certain Pacific Island students.

Last year, the University very thoughtfully and deliberately implemented a new financial assistance Board of Regents policy that restructured our tuition waiver program into need-based and non-need-based financial assistance. We restructured the program to use the increased tuition revenues on each campus to finance more institutional aid for students. Tuition for Hawai'i resident students is much lower than tuition for non-resident students because of our University's commitment to access to higher education for the taxpayers of our state. The Hawai'i state government subsidizes this lower tuition rate for residents. Non-residents, therefore, must pay for the total amount of their cost of education.

Students from Pacific Island jurisdictions that have historical ties to the U.S. but do not have public higher educational institutions that grant baccalaureate degrees have had their tuition rate subsidized by the state of Hawai'i for many years despite the fact that many are not Hawai'i residents. In acknowledging Hawai'i's special relationship with the Pacific Islands, the University, after much deliberation, decided to continue to grant these students a special tuition rate of 150% of the Hawai'i resident tuition rate, which is still much lower than the non-resident rate. We also ensured that Pacific Island students would be eligible for the newly-instituted UH Opportunity Grant, given to students with financial need, and the UH Pacific Islander Scholarship, given to students based on merit and other non-need criteria, depending on the campus. Students from Pacific Island jurisdictions with historical ties to the United States are also eligible for Federal financial aid.

Although the UH System, through Executive Policy, provides guidelines for the allocation of financial aid, the Chancellors are responsible for decisions regarding

specific institutional grants or scholarships. Each campus has committed to increase their need-based grants to meet the financial need of Pacific Island students so that they can continue to enroll in our UH campuses. Furthermore, those who are already enrolled at a UH campus prior to the Fall 2007 semester will continue to pay the resident rate of tuition if they remain continuously enrolled in the same program.

When the University decided to raise tuition rates for all students in 2005, we committed to creating a financial assistance plan to increase financial aid to students. Likewise, we are committed to continued access to our campuses for Pacific Island students by meeting their financial need as well as giving an opportunity for a non-need scholarship.

The University of Hawai`i, therefore, respectfully opposes the passage of this resolution.

Thank you for the opportunity to testify on this bill.