

State of Hawaii  
Department of Education

# Financial Report

July 1, 2014 - June 30, 2015

State of Hawaii • Department of Education  
Office of Fiscal Services

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## **MESSAGE FROM THE SUPERINTENDENT**

The Hawaii State Department of Education presents its Annual Financial Report to inform the public of the total cost of public education in Hawaii. It is a key component of department accountability and public transparency.

The Annual Financial Report provides narrative overview and analysis of the financial activities of the Department for the fiscal year. We have reported all operational costs, including repairs and maintenance of school facilities, debt service, and fringe costs for general funded employees incurred by other state departments for public education purposes.

I invite you, as a partner and shareholder, to learn more about Hawaii public schools. We are focused on improving our services and providing a quality education for all students.

A handwritten signature in black ink, reading "Kathryn S. Matayoshi". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

Kathryn S. Matayoshi  
Superintendent of Education

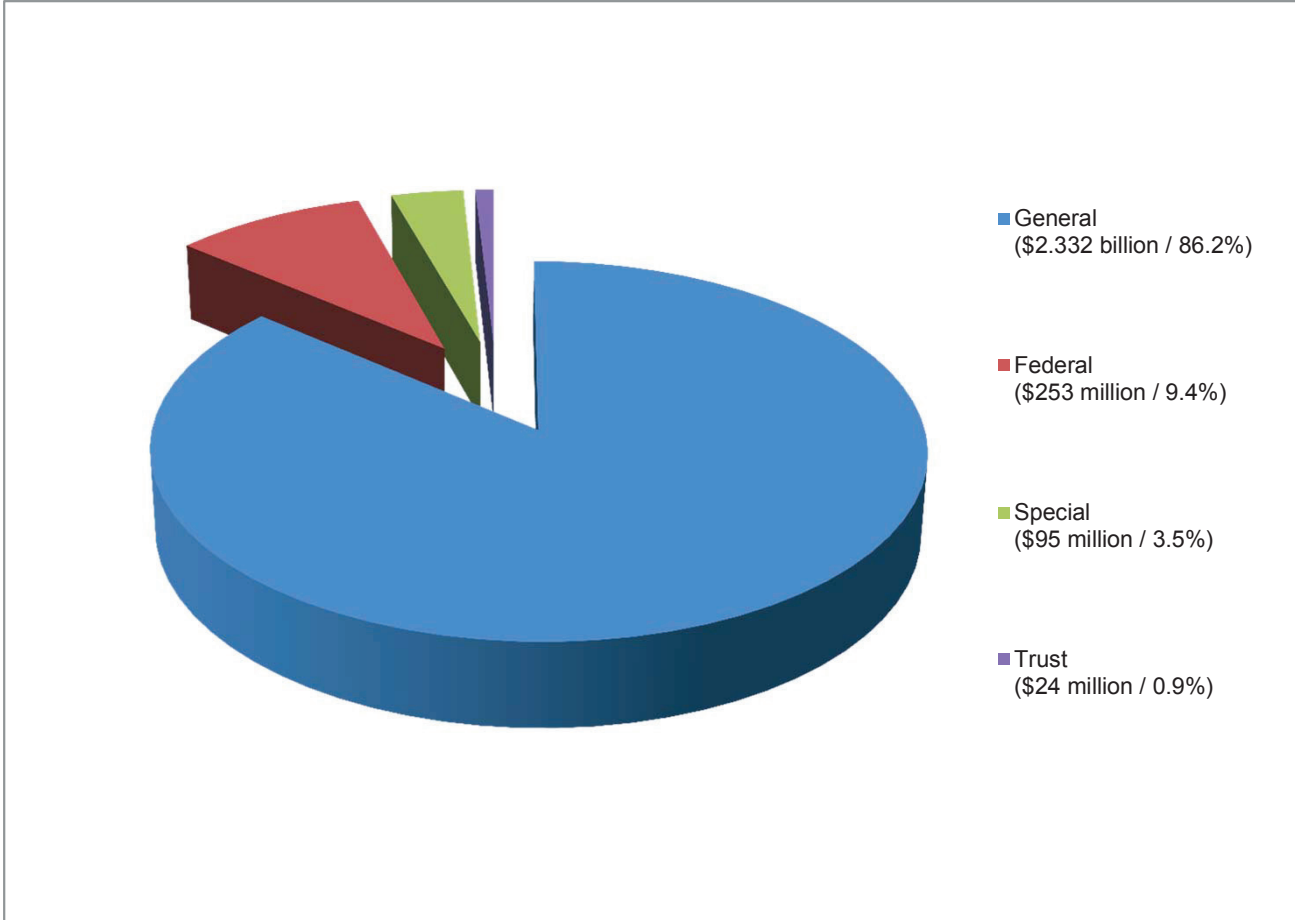
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## FINANCIAL OVERVIEW

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### Operating Budget, Fiscal Year (FY) 2014-15



The State of Hawaii's budget for public education for Fiscal Year (FY) 2014-15 totaled \$2.7 billion, consisting of the following funding sources:

#### **General funds**

Most of the funding for the Department of Education (DOE) comes from State of Hawaii (State) general funds, primarily from state tax revenues. The State provides the daily operational funding base for the public school system to pay for instruction, instructional support, school support services, as well as state and complex area administration. This amount includes funds budgeted in another state agency for fringe benefits and debt service.

#### **Federal funds**

The DOE receives grants from several federal agencies, primarily the U.S. Departments of Education, Agriculture, Defense, and Health and Human Services. Funding is received through national formula-driven grants, or from successful applications for discretionary grants.

#### **Special funds**

Special funds are established for revenue-generating programs and activities, which include: school food services, student bus transportation services, summer school program, after-school programs, adult education, driver education and use of school facilities.

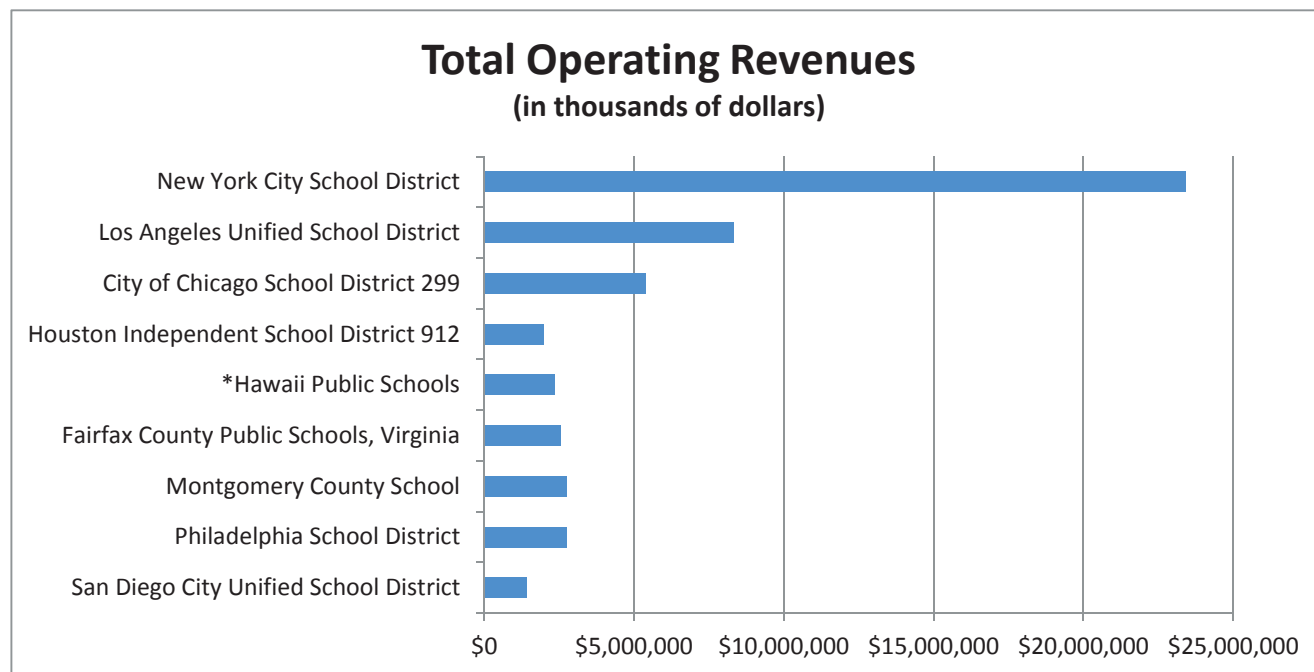
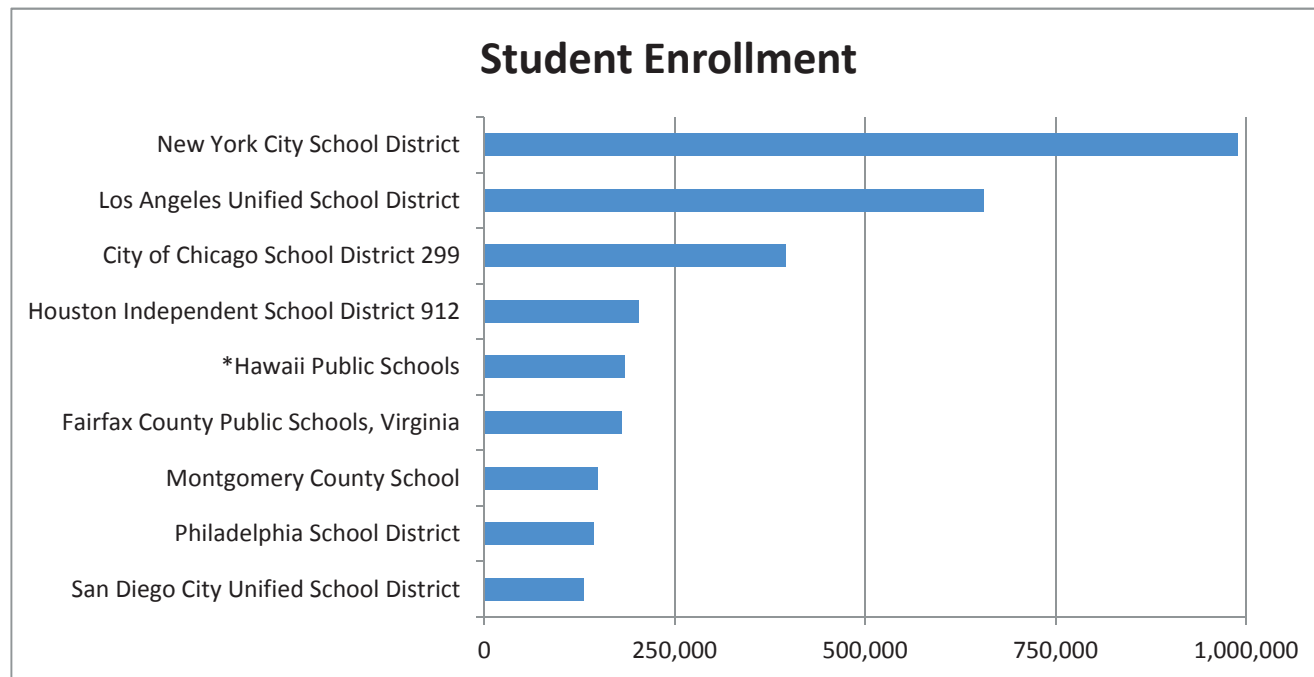
#### **Trust funds**

Trust funds are held for specific purposes. These funds may come from donations & gifts, foundations & other grants, school athletic program activity collections, and various "fair share" developer fees.

## COMPARISON TO OTHER LARGE URBAN SCHOOL DISTRICTS

This section presents graphs that compare the Hawaii State DOE's revenues, expenditures and student enrollment statistics with that of other large urban school districts for Fiscal Year (FY) 2012-13, the most recent available national comparison data for school districts released by the U.S. Department of Education, National Center for Education Statistics (NCES).

The Hawaii State DOE's FY 2012-13 annual operating budget of \$2.52 billion, serving approximately 183,000 public school students statewide, is shown below with other large urban school districts nationwide.



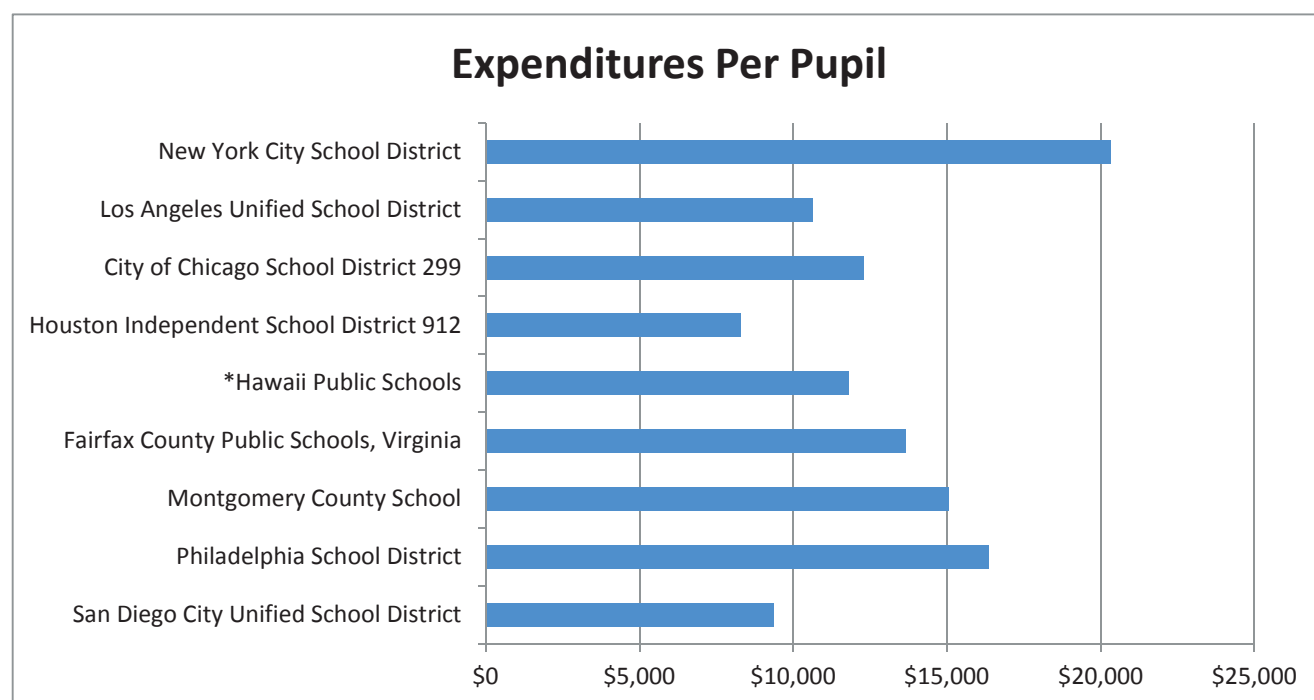
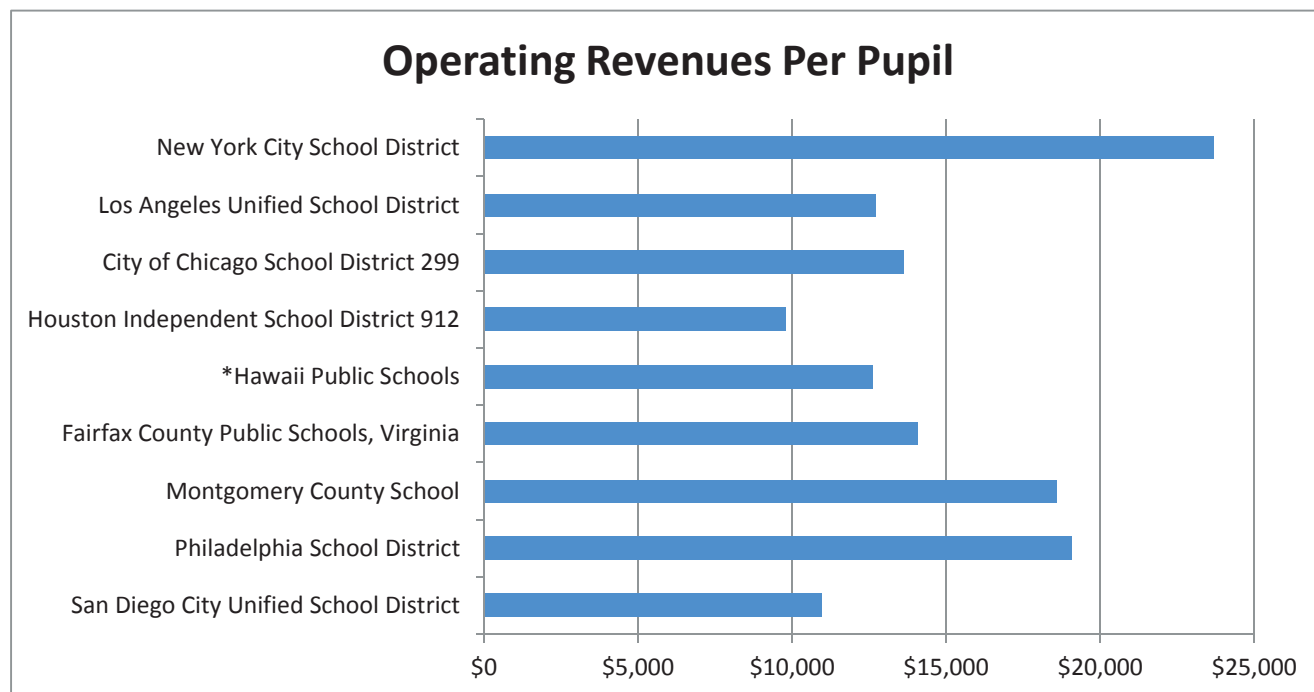
Source: U.S. Department of Education, National Center for Education Statistics, Revenues and Expenditures for Public Elementary and Secondary School Districts School Year 2012-13 (Fiscal Year 2013), Common Core Data (CCD) District Fiscal Report. U.S. Department of Education National Center for Education Statistics (NCES) data are available online at [nces.ed.gov](http://nces.ed.gov).

Note: School Year 2012-13 (Fiscal Year 2013) is the most recent NCES data available as of the date of the preparation of this report.

## COMPARISON TO OTHER LARGE URBAN SCHOOL DISTRICTS (continued)

The U.S. Department of Education National Center for Education Statistics (NCES) publishes educational and financial statistics of states and school districts across the nation. Most of the NCES financial published data focuses on revenues and/or expenditures per pupil.

For informational purposes, the ratio of annual operating revenues and expenditures to student enrollment for other large urban school districts for FY 2012-13 is shown below.



Source: U.S. Department of Education, National Center for Education Statistics, Revenues and Expenditures for Public Elementary and Secondary School Districts School Year 2012-13 (Fiscal Year 2013), Common Core Data (CCD) District Fiscal Report. U.S. Department of Education National Center for Education Statistics (NCES) data are available online at [nces.ed.gov](http://nces.ed.gov).

Note: School Year 2012-13 (Fiscal Year 2013) is the most recent NCES data available as of the date of the preparation of this report.

# FINANCIAL DISCUSSION AND ANALYSIS

## BUDGET AND EXPENDITURES BY FUND, FY 2014-15

(rounded to nearest million)

	General	Federal	Special	Trust	Total	%
<b>BUDGET</b>						
State Education Budget*	\$ 2,225,000,000	\$ 253,000,000	\$ 95,000,000	\$ 24,000,000	\$ 2,597,000,000	
Transfers	72,000,000	-	-	-	72,000,000	
Restriction	(3,000,000)	-	-	-	(3,000,000)	
Prior Year Carryover	38,000,000	-	-	-	38,000,000	
<b>Total Budget</b>	<b>\$ 2,332,000,000</b>	<b>\$ 253,000,000</b>	<b>\$ 95,000,000</b>	<b>\$ 24,000,000</b>	<b>\$ 2,704,000,000</b>	
<b>% of total</b>	<b>86.2%</b>	<b>9.4%</b>	<b>3.5%</b>	<b>0.9%</b>	<b>100.0%</b>	
<b>EXPENDITURES</b>						
Personnel Services	\$ 1,612,000,000	\$ 114,000,000	\$ 28,000,000	\$ 3,000,000	\$ 1,757,000,000	<b>68%</b>
Other	674,000,000	117,000,000	21,000,000	17,000,000	829,000,000	<b>32%</b>
<b>Total Expenditures</b>	<b>\$ 2,286,000,000</b>	<b>\$ 231,000,000</b>	<b>\$ 49,000,000</b>	<b>\$ 20,000,000</b>	<b>\$ 2,586,000,000</b>	<b>100%</b>
<b>% of total</b>	<b>88.4%</b>	<b>8.9%</b>	<b>1.9%</b>	<b>0.8%</b>	<b>100.0%</b>	
<b>Funds Carried Over</b>	\$ 46,000,000	\$ -	\$ -	\$ -	\$ 46,000,000	
<b>Lapsed Ceiling</b>	\$ -	\$ 22,000,000	\$ 46,000,000	\$ 4,000,000	\$ 72,000,000	

The State of Hawaii's budget for public education for Fiscal Year (FY) 2014-15 totaled \$2.704 billion, an increase of \$33 million or 1% from the prior year. The increase was primarily due to legislative appropriations due to collective bargaining compensation changes and fringe costs budgeted in another State Department.

### General funds

The General fund budget for FY 2014-15, including the prior year carryover, net of transfers and restrictions, totaled \$2.332 billion, an increase of \$69 million or 3% from the previous FY's \$2.263 billion. The increase for FY 2014-15 was mainly due to collective bargaining compensation changes and fringe costs budgeted in another State Agency. General fund expenditures in FY 2014-15 increased by 3% from the previous FY mainly due to the increase in the General fund appropriations.

### Federal funds

The Federal fund budget ceiling of \$253 million for FY 2014-15, a decrease of \$36 million or 12% from previous FY mainly due to the upcoming end of the Race To The Top (RTTT) Grant. Federal fund expenditures for FY 2014-15 were \$231 million, a decrease of \$58 million or 20%, mainly due to decreased spending by the RTTT program (\$18 million), School Food Services program (\$15 million) and Impact Aid funds (\$20 million).

### Special funds

The Special fund budget ceiling of \$95 million for FY 2014-15 was consistent compared to the previous FY. Special fund expenditures for FY 2014-15 totaled \$49 million, an increase of \$9 million or 23%, mainly due to increased spending by the School Food Services program.

### Trust funds

The Trust fund budget ceiling of \$24 million for FY 2014-15 was consistent compared to the previous fiscal year. Trust fund expenditures for FY 2014-15 totaled \$20 million, an increase of \$12 million or 150% due to increased spending by the Risk Management program (\$8 million) and E-Rate Funds (\$4 million).

\* State Education Budget includes Executive Budget Bill appropriations for the DOE and Public Charter Schools plus expenditures made by B&F for both DOE and Public Charter Schools related debt service and the employer's share of the cost of the employees' retirement system and health insurance costs.

Notes: (1) Expenditures reported include cash disbursements plus encumbrances; (2) Beginning in FY 2009-10, appropriations for DOE-related retirement benefit payments, health premium payments, and debt service payments were transferred to the State of Hawaii, Department of Budget & Finance. These amounts have continued to be included in the appropriated funds on the DOE Financial Report for comparability to prior years, as well as to represent the total cost of public education.



## FINANCIAL DISCUSSION AND ANALYSIS (continued)

### BUDGET AND EXPENDITURES BY FUND - COMPARATIVE, FY 2014-15 and 2013-14

(rounded to nearest million)

DESCRIPTION		FY 2014-15	FY 2013-14	Increase / (Decrease)	%
<b>Budget</b>	General Funds*	\$ 2,332,000,000	\$ 2,263,000,000	\$ 69,000,000	3%
	Federal Funds	253,000,000	289,000,000	(36,000,000)	-12%
	Special Funds	95,000,000	95,000,000	-	0%
	Trust Funds	24,000,000	24,000,000	-	0%
	<b>Total Budget</b>	<b>\$ 2,704,000,000</b>	<b>\$ 2,671,000,000</b>	<b>\$ 33,000,000</b>	<b>1%</b>
<b>Expenditures**</b>	General Funds*	\$ 2,286,000,000	\$ 2,225,000,000	\$ 61,000,000	3%
	Federal Funds	231,000,000	289,000,000	(58,000,000)	-20%
	Special Funds	49,000,000	40,000,000	9,000,000	23%
	Trust Funds	20,000,000	8,000,000	12,000,000	150%
	<b>Total Expenditures</b>	<b>\$ 2,586,000,000</b>	<b>\$ 2,562,000,000</b>	<b>\$ 24,000,000</b>	<b>1%</b>
<b>Ending Budget Balance</b>		<b>\$ 118,000,000</b>	<b>\$ 109,000,000</b>	<b>\$ 9,000,000</b>	<b>8%</b>

### PER-PUPIL EXPENDITURES - COMPARATIVE, FY 2014-15 and 2013-14

DESCRIPTION	FY 2014-15	FY 2013-14	Increase / (Decrease)	%
Per-Pupil Expenditures (based on Official Enrollment)	\$ 12,653	\$ 12,226	\$ 427	3%

### OFFICIAL ENROLLMENT AND NUMBER OF SCHOOLS - COMPARATIVE, FY 2014-15 and 2013-14

DESCRIPTION		FY 2014-15	FY 2013-14	Increase / (Decrease)	%
<b>Official Enrollment</b>	Regular/Special Schools	170,482	175,476	(4,994)	-3%
	Charter Schools	10,413	9,797	616	6%
	<b>Total Official Enrollment</b>	<b>180,895</b>	<b>185,273</b>	<b>(4,378)</b>	<b>-2%</b>
<b>Number of Schools</b>	Regular/Special Schools	255	255	-	0%
	Charter Schools	34	33	1	3%
	<b>Total Number of Schools</b>	<b>289</b>	<b>288</b>	<b>1</b>	<b>0%</b>

\* General Fund includes activity of Public Charter Schools.

\*\* Expenditures reported include cash disbursements plus encumbrances.

# GENERAL FUNDS

## GENERAL FUND - BUDGET AND EXPENDITURES - COMPARATIVE, FY 2014-15 and 2013-14

DESCRIPTION		FY 2014-15	%	FY 2013-14	%
<b>Budget</b>	Current Year	\$ 2,293,638,155		\$ 2,233,907,842	
	Carryover from the Prior Year	38,401,099		29,266,022	
<b>Total Budget</b>		<b>\$ 2,332,039,254</b>		<b>\$ 2,263,173,864</b>	
<b>Expenditures*</b>	<b><u>Instruction &amp; Related</u></b>				
	General Instruction	832,228,079		817,212,823	
	Special Education	479,835,848		472,090,816	
	Supplemental Educational Services	9,152,702		9,753,177	
	Other Instructional Programs	53,981,119		53,195,246	
	Counseling	45,136,697		44,207,730	
	School Libraries	20,051,891		20,390,333	
	School Administration	180,404,427		169,234,700	
	<b>Total Instruction &amp; Related</b>	<b>\$ 1,620,790,763</b>	<b>81%</b>	<b>\$ 1,586,084,825</b>	<b>82%</b>
	<b><u>Instructional Support</u></b>				
	Professional Development	12,910,503		9,745,313	
	Curriculum Services	17,984,743		17,918,490	
	School Health Services	9,315,762		8,978,543	
	<b>Total Instructional Support</b>	<b>\$ 40,211,008</b>	<b>2%</b>	<b>\$ 36,642,346</b>	<b>2%</b>
	<b><u>School Support</u></b>				
	Safety & Security Services	8,654,566		8,160,612	
	School Food Services	37,226,885		33,074,974	
	Operation & Maintenance	163,712,696		166,259,440	
	Other School Support	8,002,633		2,092,978	
	Student Transportation Services	64,100,556		55,188,193	
	<b>Total School Support</b>	<b>\$ 281,697,336</b>	<b>14%</b>	<b>\$ 264,776,197</b>	<b>13%</b>
	<b><u>Administration</u></b>				
	State & Complex Area Administration	55,678,077		51,817,191	
	<b>Total Administration</b>	<b>\$ 55,678,077</b>	<b>3%</b>	<b>\$ 51,817,191</b>	<b>3%</b>
<b>Total Expenditures</b>		<b>\$ 1,998,377,184</b>	<b>100%</b>	<b>\$ 1,939,320,559</b>	<b>100%</b>
<b>Exclusions**</b>	Adult Education	3,771,499		3,477,375	
	Capitalized Equipment Expenditures	13,849,198		9,038,712	
	Debt Service Costs	270,111,054		272,936,119	
<b>Total Exclusions</b>		<b>\$ 287,731,751</b>		<b>\$ 285,452,206</b>	
<b>Total Expenditures &amp; Exclusions</b>		<b>\$ 2,286,108,935</b>		<b>\$ 2,224,772,765</b>	
<b>Ending Budget Balance</b>		<b>\$ 45,930,319</b>		<b>\$ 38,401,099</b>	

\* Expenditures reported include cash disbursements plus encumbrances. Includes General Fund activity of Public Charter Schools.

\*\* Exclusions in accordance with US DOE National Center for Education Statistics (NCES) Common Core of Data Specifications.

# FEDERAL FUNDS

## REPORT OF ACTIVE GRANTS, FY 2014-2015, AS OF FISCAL YEAR END JUNE 30, 2015

Grant Title	Award Date	Lapse Date	Grant Award	Total Expenditures*	Grant Balance
<b>INSTRUCTION &amp; RELATED SERVICES GRANTS</b>					
NCLB - TITLE 1 GRANTS TO LEAS BASIC-CON	7/1/2012	9/30/2014	\$ 30,538,524	\$ 30,538,524	\$ -
NCLB - TITLE 1 GRANTS TO LEAS BASIC-CON	7/1/2013	9/30/2015	45,104,194	45,104,194	-
NCLB - TITLE 1 GRANTS TO LEAS BASIC-CON	7/1/2014	9/30/2016	50,829,240	25,134,976	25,694,265
NCLB - TITLE 1 GRANTS TO LEA ADMIN	7/1/2012	9/30/2014	396,811	396,811	-
NCLB - TITLE 1 GRANTS TO LEA ADMIN	7/1/2013	9/30/2015	589,751	142,269	447,483
NCLB - TITLE 1 GRANTS TO LEA ADMIN	7/1/2014	9/30/2016	534,566	-	534,566
NCLB - TITLE I SCHOOL IMPROVEMENT GRANT	7/1/2012	9/30/2014	14,812,781	14,812,781	-
NCLB - TITLE I SCHOOL IMPROVEMENT GRANT	7/1/2013	9/30/2015	1,903,914	1,597,608	306,306
NCLB - TITLE I SCHOOL IMPROVEMENT GRANT	7/1/2014	9/30/2016	1,827,106	770,573	1,056,533
NCLB - NEGLECTED & DELINQUENT TITLE 1	7/1/2012	9/13/2014	353,564	353,564	-
NCLB - NEGLECTED & DELINQUENT TITLE 1	7/1/2013	9/30/2015	356,770	269,705	87,065
NCLB - NEGLECTED & DELINQUENT TITLE 1	7/1/2014	9/30/2016	363,324	4,782	358,542
STATE GRANTS-SPED GRANTS TO STATE IDEA	7/1/2012	9/30/2014	38,863,468	38,863,468	-
STATE GRANTS-SPED GRANTS TO STATE IDEA	7/1/2013	9/30/2015	36,573,349	36,569,274	4,075
STATE GRANTS-SPED GRANTS TO STATE IDEA	7/1/2014	9/30/2016	38,948,833	21,985,967	16,962,866
ED OF THE HANDI CHILD, TITLE VI-B	7/1/2012	9/30/2014	996,212	996,212	-
ED OF THE HANDI CHILD, TITLE VI-B	7/1/2013	9/30/2015	1,134,533	1,134,533	-
ED OF THE HANDI CHILD, TITLE VI-B	7/1/2014	9/30/2016	298,937	151,529	147,408
VOC ED-BASIC GRANT TO STATES	7/1/2012	9/30/2014	2,571,248	2,571,248	-
VOC ED-BASIC GRANT TO STATES	7/1/2013	9/30/2015	2,469,938	2,429,086	40,852
VOC ED-BASIC GRANT TO STATES	7/1/2014	9/30/2016	2,604,901	2,146,691	458,210
VOC ED-NON TRADITIONAL-STEM FY14	7/1/2012	9/1/2014	12,900	12,900	-
PART B - PRESCHOOL GRANTS IDEA	7/1/2012	9/30/2014	973,364	973,364	-
PART B - PRESCHOOL GRANTS IDEA	7/1/2013	9/30/2015	903,029	903,029	-
PART B - PRESCHOOL GRANTS IDEA	7/1/2014	9/30/2016	903,031	556,637	346,394
HALE KULA ELEM SCHOOL, OAHU	9/1/2011	12/31/2016	26,560,000	26,560,000	-
ED FOR HOMELESS CHILDREN & YOUTH	7/1/2012	9/30/2014	204,243	204,243	-
ED FOR HOMELESS CHILDREN & YOUTH	7/1/2013	9/30/2015	230,069	230,069	-
ED FOR HOMELESS CHILDREN & YOUTH	7/1/2014	9/30/2016	242,517	242,663	(146) **
NCLB - MIGRANT EDUCATION TITLE 1	7/1/2012	9/30/2014	839,036	839,036	-
NCLB - MIGRANT EDUCATION TITLE 1	7/1/2013	9/30/2015	796,292	796,292	-
NCLB - MIGRANT EDUCATION TITLE 1	7/1/2014	9/30/2016	794,430	585,364	209,066
NCLB - MIGRANT ED PROGRAM CONSORTIUM	7/1/2012	9/30/2014	120,000	120,000	-
NCLB - MIGRANT ED PROGRAM CONSORTIUM	7/1/2013	9/30/2015	120,000	120,000	-
NCLB - MIGRANT ED PROGRAM CONSORTIUM	8/1/2014	9/30/2016	120,000	75,328	44,672
NIST SUMMER INSTITUTE	6/1/2014	9/30/2014	8,000	8,000	-
DOD-EA-SUPPORTING ALL OUR STUDENTS	9/30/2014	8/31/2019	1,000,000	127,982	872,018
TEST FEE PROGRAM - APF	9/1/2013	8/31/2014	99,330	99,330	-
TEST FEE PROGRAM - APF	8/1/2014	7/31/2016	104,030	77,722	26,308
GEAR UP PROGRAM	7/1/2014	7/31/2015	710,750	280,841	429,909
NCLB - AFTER SCHOOL LEARNING CENTER	7/1/2012	9/30/2014	5,667,987	5,667,987	-

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## FEDERAL FUNDS (continued)

### REPORT OF ACTIVE GRANTS, FY 2014-2015, AS OF FISCAL YEAR END JUNE 30, 2015

Grant Title	Award Date	Lapse Date	Grant Award	Total Expenditures*	Grant Balance
<b>INSTRUCTION &amp; RELATED SERVICES GRANTS</b>					
NCLB - AFTER SCHOOL LEARNING CENTER	7/1/2013	9/30/2015	\$ 5,348,665	\$ 2,690,496	\$ 2,658,169
NCLB - AFTER SCHOOL LEARNING CENTER	7/1/2014	9/30/2016	5,631,913	-	5,631,913
NCLB - TITLE II IMPROVING TCHR QUALITY	7/1/2012	9/30/2014	11,191,809	11,191,809	-
NCLB - TITLE II IMPROVING TCHR QUALITY	7/1/2013	9/30/2015	10,582,856	10,582,856	-
NCLB - TITLE II IMPROVING TCHR QUALITY	7/1/2014	9/30/2016	10,582,325	667,942	9,914,383
NCLB - STATE ASSESS & RELATED ACTIVITIES	7/1/2012	9/30/2014	3,874,218	3,874,218	-
NCLB - STATE ASSESS & RELATED ACTIVITIES	7/1/2013	9/30/2015	3,788,936	3,700,594	88,342
NCLB - STATE ASSESS & RELATED ACTIVITIES	7/1/2014	9/30/2016	3,834,230	1,505,010	2,329,220
NCLB - ENGLISH LANGUAGE ACQUISITION	7/1/2012	9/30/2014	3,498,901	3,498,901	-
NCLB - ENGLISH LANGUAGE ACQUISITION	7/1/2013	9/30/2015	3,401,955	2,082,639	1,319,317
NCLB - ENGLISH LANGUAGE ACQUISITION	7/1/2014	9/30/2016	3,813,239	-	3,813,239
GEAR UP-HOLOMUA-LEEWARD COAST	8/24/2012	9/25/2015	580,587	483,431	97,156
NCLB - MATHEMATICS & SCIENCE PARTNERSHIP	7/1/2012	9/30/2014	744,840	744,840	-
NCLB - MATHEMATICS & SCIENCE PARTNERSHIP	7/1/2013	9/30/2015	705,964	609,118	96,846
NCLB - MATHEMATICS & SCIENCE PARTNERSHIP	7/1/2014	9/30/2016	744,842	536,376	208,466
LAULIMA NA KEIKI GRANT	10/1/2010	9/30/2014	3,868,745	3,868,745	-
NCLB - SUPPLEMENTAL SCH IMPROVE GRANTS	7/1/2009	9/30/2014	1,694,018	1,694,018	-
NCLB - SUPPLEMENTAL SCH IMPROVE GRANTS	7/1/2010	9/30/2014	1,589,360	1,589,360	-
NCLB - SUPPLEMENTAL SCH IMPROVE GRANTS	7/1/2011	9/30/2015	1,777,172	1,375,282	401,890
NCLB - SUPPLEMENTAL SCH IMPROVE GRANTS	7/1/2012	9/30/2016	1,700,754	-	1,700,754
NCLB-SUPPLEMENTAL SIG-DOLE MIDDLE	7/1/2013	9/30/2017	1,787,579	271,812	1,515,767
COLLEGE ACCESS CHALLENGE GRANT FY15	7/1/2014	8/13/2015	238,344	169,566	68,778
NCLB-SDFSC-PROJECT HI AWARE SCT	10/1/2014	9/30/2019	608,901	1,210	607,691
DOI-COMPACT IMPACT FUNDS - EDN 300	9/1/2012	7/1/2014	1,867,000	1,867,000	-
DOI-COMPACT IMPACT FUNDS - EDN 300	10/1/2013	9/30/2018	1,122,900	1,122,900	-
DOD-EA-MATH LEARNERS	6/18/2012	8/31/2015	2,400,000	2,250,182	149,818
DOD-EA-EXPANDING VIRTUAL LEARNING OPP	9/29/2011	8/31/2016	1,947,231	1,882,043	65,188
ADVANCED PLACEMENT INCENTIVE PROG	8/31/2011	8/30/2014	1,008,614	1,008,614	-
SHGP-PREPAREDNESS GRANT-ADJ GEN	9/1/2013	8/31/2015	50,000	50,000	-
SHGP-PREPAREDNESS GRANT-ADJ GEN	9/1/2014	8/31/2016	60,000	32,156	27,844
TEEN PARENT CHILD CARE CENTER - DHS	7/1/2014	6/30/2015	294,456	226,484	67,972
ED OF NATIVE HAWN - CA N-W TECH SCHOOLS	8/1/2011	7/31/2014	1,298,928	632,989	665,939
MIDDLE SCHOOL UPLINK-DHS FY13	10/1/2013	9/30/2014	2,695,000	2,536,098	158,902
MIDDLE SCHOOL UPLINK-DHS FY13	10/1/2014	9/30/2015	2,695,000	1,577,677	1,117,323
NATIONAL CENTER FOR CHRONIC DISEASE PREV	8/1/2013	7/31/2014	64,283	55,000	9,283
NATIONAL CENTER FOR CHRONIC DISEASE PREV	8/1/2014	7/31/2015	64,283	55,000	9,283
DHHS-PROJECT HI AWARE	9/30/2014	9/29/2019	1,948,290	-	1,948,290
NATIVE HAWAIIAN PIHA PONO-UH FY13	8/1/2011	7/31/2015	1,845,966	1,843,021	2,945
NATIVE HAWAIIAN PIHANA HOU-UH	9/1/2014	8/31/2015	650,378	-	650,378
NATIVE HAWAIIAN KA PILINA-UH FY13	9/1/2013	8/31/2015	96,892	54,038	42,855
TRUANCY PREVENTION-DHS FY15	10/1/2014	9/30/2015	80,000	8,049	71,952

(continued on next page)

## FEDERAL FUNDS (continued)

### REPORT OF ACTIVE GRANTS, FY 2014-2015, AS OF FISCAL YEAR END JUNE 30, 2015

Grant Title	Award Date	Lapse Date	Grant Award	Total Expenditures*	Grant Balance
<b><u>INSTRUCTION &amp; RELATED SERVICES GRANTS</u></b>					
DOD-EA-IMPLEMENT BLENDED LEARNING FY12	9/28/2011	8/31/2016	\$ 482,000	\$ 479,955	\$ 2,045
DOD-EA-AVID RADFORD COMPLEX FY12	9/29/2011	8/31/2016	1,339,970	965,923	374,047
HAWAII HEAD START STATE COLLABORATION	12/2/2014	6/30/2016	68,969	-	68,969
<b>TOTAL - INSTRUCTION &amp; RELATED SERVICES GRANTS</b>			\$ 416,151,285	\$ 332,239,934	\$ 83,911,356
<b><u>FOOD SERVICES GRANTS</u></b>					
HCNP - STATE ADMIN EXPENSE	10/1/2012	9/30/2014	\$ 892,255	\$ 888,098	\$ 4,157
HCNP - STATE ADMIN EXPENSE	10/1/2013	9/30/2015	978,723	895,132	83,591
HCNP - STATE ADMIN EXPENSE	10/1/2014	9/30/2016	740,901	616,603	124,299
HCNP - CACFP AUDIT	10/1/2013	9/30/2014	94,853	94,562	291
HCNP - CACFP AUDIT	10/1/2014	9/30/2015	101,118	34,253	66,865
HCNP - SUMMER STATE ADMIN EXPENSE	10/1/2013	9/30/2014	36,847	36,847	-
HCNP - SUMMER STATE ADMIN EXPENSE	10/1/2014	9/30/2015	36,023	1,074	34,949
HCNP - SUMMER INSPECTION	10/1/2013	9/30/2014	2,000	2,000	-
HCNP - SUMMER INSPECTION	10/1/2014	9/30/2015	2,000	-	2,000
HCNP - ADMIN REVIEW & TRAINING FY12	8/18/2011	9/30/2015	1,499,385	1,166,234	333,151
HCNP - MEAL PATTERN TECH ASSIST FY12	10/1/2011	9/30/2014	173,962	173,962	-
HCNP - MEAL PATTERN TECH ASSIST FY12	10/1/2012	9/30/2015	163,066	160,695	2,371
HCNP - FRESH FRUIT & VEGETABLE ADMIN	10/1/2013	9/30/2014	75,799	74,079	1,720
HCNP - FRESH FRUIT & VEGETABLE ADMIN	5/1/2014	9/30/2015	106,007	18,677	87,330
HCNP - NSLP MEALS EQUIPMENT ADMIN	5/1/2014	9/30/2016	6,789	1,811	4,978
HCNP - TEAM NUTRITION TRAINING ADMIN	9/30/2014	9/30/2016	19,993	4,992	15,001
<b>TOTAL - FOOD SERVICES GRANTS</b>			\$ 4,929,721	\$ 4,169,019	\$ 760,703
<b><u>PUBLIC SERVICE GRANTS</u></b>					
ADULT EDUCATION - STATE ADMINISTERED	7/1/2012	9/30/2014	\$ 2,123,712	\$ 2,123,712	\$ -
ADULT EDUCATION - STATE ADMINISTERED	7/1/2013	9/30/2015	2,088,609	1,664,595	424,014
ADULT EDUCATION - STATE ADMINISTERED	7/1/2014	9/30/2016	2,116,114	338,958	1,777,156
<b>TOTAL - PUBLIC SERVICES GRANTS</b>			\$ 6,328,435	\$ 4,127,265	\$ 2,201,170
<b><u>ADMINISTRATIVE SUPPORT SERVICES GRANTS</u></b>					
NAEP STATE COORDINATOR	3/1/2012	3/31/2015	\$ 144,852	\$ 144,852	\$ -
NAEP STATE COORDINATOR	3/1/2012	3/31/2015	149,510	149,510	-
NAEP STATE COORDINATOR	7/1/2014	6/30/2016	209,111	78,860	130,251
<b>TOTAL - ADMINISTRATIVE SUPPORT SERVICES GRANTS</b>			\$ 503,473	\$ 373,222	\$ 130,251
<b><u>AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) GRANTS</u></b>					
ARRA SCHOOL IMPROVEMENT GRANT	7/1/2009	9/30/2014	\$ 9,312,839	\$ 9,312,839	\$ -
ARRA SFSF RACE TO THE TOP	7/1/2009	9/23/2014	74,934,761	74,934,761	-
<b>TOTAL - AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) GRANTS</b>			\$ 84,247,600	\$ 84,247,600	\$ -
<b>GRAND TOTAL</b>			\$ 512,160,514	\$ 425,157,040	\$ 87,003,480

\* Expenditures reported include cash disbursements plus encumbrances.

\*\* Deficit balance cleared in subsequent year.

Note: This report does not include activities of: (a) School Food Service reimbursement grants from the U.S. Department of Agriculture, (b) financial assistance grants from the U.S. Department of Defense and (c) Impact Aid funds.

## SPECIAL AND TRUST FUNDS

### SPECIAL FUND - REPORT OF RECEIPTS, EXPENDITURES, AND CASH BALANCES, FY 2014-15

SPECIAL FUND PROGRAMS	Beginning Cash	Total Receipts	Total Expenditures*	Ending Cash
Adult Education	\$ 1,162,156	\$ 324,191	\$ 321,779	\$ 1,164,568
After School Plus (A+ Program)	6,534,846	6,870,516	7,305,113	6,100,249
Arts in Public Places	(5,525)	202,577	148,409	48,643
Driver Education	3,076,897	1,927,966	1,780,081	3,224,782
Education Design & Construction Project Assessment	932,955	2,725,637	1,929,222	1,729,370
Education Research & Development	120,883	-	-	120,883
Families for REAL Program	3,790	-	-	3,790
Federal Revenue Maximization Revolving**	337,967	1,535,780	1,321,036	552,711
Hawaii Teachers Standards Board	2,498,385	570,414	1,070,893	1,997,906
Human Resources Stipend Program	181,370	74,245	46,507	209,108
Regular Instruction HI Schools	28,023	1,554	45	29,532
Reimbursement for Lost Textbooks & Equipment	1,308,137	168,187	128,866	1,347,458
School Bus Revolving Fund	3,706,206	2,582,127	2,950,023	3,338,310
School Food Services	6,984,538	22,800,199	27,199,659	2,585,078
School Level Minor Repair & Maintenance	111,896	74,400	18,830	167,466
Searching Discretionary Grants & Developing Applications	3,192,286	1,208,285	1,465,000	2,935,571
Summer School	256,642	2,059,224	714,225	1,601,641
Teacher Housing	343,388	338,173	332,763	348,798
Use of School Facilities	3,416,549	2,331,230	2,014,219	3,733,560
<b>Total Special Funds</b>	<b>\$ 34,191,389</b>	<b>\$ 45,794,705</b>	<b>\$ 48,746,670</b>	<b>\$ 31,239,424</b>

### TRUST FUND - REPORT OF RECEIPTS, EXPENDITURES, AND CASH BALANCES, FY 2014-15

TRUST FUND PROGRAMS	Beginning Cash	Total Receipts	Total Expenditures*	Ending Cash
Alu Like, Inc. Grants	\$ 50,739	\$ 302,538	\$ 308,299	\$ 44,978
Donations & Gifts	2,834,603	2,079,330	660,152	4,253,781
Fair Share / Impact Fees***	4,452,286	471,588	229,705	4,694,169
Foundations & Other Grants	9,734,485	12,900,935	16,667,028	5,968,392
Office of Hawaiian Affairs Grants	466,939	242	28,004	439,177
Settlements	-	565,750	197,078	368,672
OLELO - Educational Programs on Public Access TV	825,683	737,600	598,904	964,379
School Athletic Fund	1,086,370	912,736	1,047,618	951,488
<b>Total Trust Funds</b>	<b>\$ 19,451,105</b>	<b>\$ 17,970,719</b>	<b>\$ 19,736,788</b>	<b>\$ 17,685,036</b>

\* Expenditures reported include cash disbursements plus encumbrances.

\*\* Medicaid reimbursement revolving account.

\*\*\* In return for being granted a higher zoning of their property, developers have been required by the Land Use Commission to pay fees to the DOE to mitigate the DOE's cost of providing school facilities. These contributions to the DOE are referred to as either Fair Share Contributions or Impact Fees and are to be expended by the Office of School Facilities and Support Services for school facilities needs.

# STUDENT ACTIVITY FUNDS

## REPORT OF RECEIPTS, EXPENDITURES, AND CASH BALANCES, FY 2014-15

Student Activity Funds (SAF), formerly known as Local School Funds, are used for school activities that take place outside of the formal class period and are not required for class work or credit. SAF monies collected and maintained by the school are held in a custodial capacity for the students and do not require deposit into the State Treasury.

Student Activity Fund Programs	Beginning Cash	Total Receipts	Total Disbursements	Total Transfers	Ending Cash
Regular Activities - Administration	\$ 8,615,955	\$ 5,024,400	\$ 5,458,079	\$ 635,623	\$ 8,817,899
Regular Activities - Grade / Grad Class	2,046,692	2,488,308	3,044,662	590,466	2,080,804
Regular Activities - Student Activity	6,909,056	5,721,237	6,955,407	1,023,956	6,698,842
Regular Activities - Club	1,102,949	1,168,659	1,484,223	304,178	1,091,563
Regular Activities - Sport Team	1,500,419	1,364,364	1,825,290	566,136	1,605,629
Special Activities - Donations	2,819,196	1,495,115	1,172,408	(116,838)	3,025,065
Special Activities - Field Trips	204,166	3,826,334	4,006,689	112,054	135,865
Special Activities - Fundraisers	926,624	5,963,865	3,300,360	(3,101,989)	488,140
Special Activities - Grants	722,315	595,930	646,416	18,626	690,455
Investments	715,394	130,943	188,965	(32,212)	625,160
<b>Total Student Activity Funds</b>	<b>\$ 25,562,766</b>	<b>\$ 27,779,155</b>	<b>\$ 28,082,499</b>	<b>\$ -</b>	<b>\$ 25,259,422</b>

### Regular Activities

**Administration:** SAF Funds for administrator or general school use at the discretion of the principal.

**Grade / Grad Class:** SAF Funds of a grade level or graduating year (class of xxxx) and its related activities.

**Student Activity:** SAF Funds for a student activity that benefits one or more students, but is not specifically associated with a grade/graduating class, club, or sport team.

**Club:** SAF Funds for school sponsored chartered clubs as authorized by the Principal and their related activities.

**Sport Team:** SAF Funds of official school-recognized sport teams which exist under the DOE Athletics Program and not otherwise required to be routed through the State accounts.

### Special Activities

**Donations:** A donation is a voluntary and generally unsolicited gift received from a donor who expects nothing of significant value in return, other than recognition and disposition of the gift in accordance with the donor's wishes.

**Field Trips:** A field trip is an excursion taken by students for the purpose of studying, observing, or experiencing something outside of the classroom.

**Fundraisers:** Fundraising is a pre-approved money-raising activity conducted by students for the benefit of a school-recognized or school-sponsored group, such as: grade/graduating class, club, sports team, or the school-wide student body. All fundraising activity must be approved by the Principal. Fundraising activities generally involve providing a good or service in exchange for monies from other students, school faculty, or the community. The monies raised are for purposes of the school or a specific group (i.e., Art Club or Basketball) and cannot be used for non-approved activities, a specific student or teacher, or to benefit individual students or teachers.

**Grants:** A grant or contract is an externally funded activity where there is a written or formal agreement representing the transfer of money from a sponsor/grantor in exchange for specific services or actions. This written agreement is enforceable by law, and performance is usually accomplished in a specific time frame, with support being revocable for cause.

**Investments:** Schools are permitted to invest idle cash from the SAF funds in secured investments.



# SCHOOL FOOD SERVICES PROGRAM

## FINANCIAL / OPERATIONAL HIGHLIGHTS AND COST PER MEAL - COMPARATIVE, FY 2014-15 and 2013-14

The School Food Services Program ensures that Hawaii's students are given the opportunity to make healthy food choices by providing high quality, nutritious and affordable meals in a courteous, stress-free environment.

FINANCIAL HIGHLIGHTS		FY 2014-15		FY 2013-14	
<b>By Source of Funds</b>	General Fund	\$ 27,229,280	25%	\$ 22,524,148	20%
	Special Fund	27,091,150	25%	17,331,917	16%
	Federal Cash Subsidy	48,707,404	45%	64,898,467	59%
	Federal Commodities	5,273,286	5%	5,217,023	5%
<b>Total</b>		<b>\$ 108,301,120</b>	<b>100%</b>	<b>\$ 109,971,555</b>	<b>100%</b>
<b>By Expenditure Category</b>	Personal Services	\$ 50,800,113	46%	\$ 51,603,352	47%
	Food	46,051,221	43%	45,549,196	41%
	Supplies	5,293,959	5%	5,385,848	5%
	Other Expenses	5,603,895	5%	6,047,635	6%
	Equipment	551,932	1%	1,385,524	1%
<b>Total</b>		<b>\$ 108,301,120</b>	<b>100%</b>	<b>\$ 109,971,555</b>	<b>100%</b>

OPERATIONAL HIGHLIGHTS		LUNCH		BREAKFAST	
		FY 2014-15	FY 2013-14	FY 2014-15	FY 2013-14
<b>Number of Meals Served</b>	Paid	6,525,708	6,826,708	1,270,744	1,230,614
	Free	9,005,858	9,491,833	4,142,906	4,230,109
	Reduced	1,958,707	2,107,791	588,261	606,620
	Adult and Other	978,233	1,003,759	386,456	216,737
<b>Total</b>		<b>18,468,506</b>	<b>19,430,091</b>	<b>6,388,367</b>	<b>6,284,080</b>

COST PER MEAL		LUNCH		BREAKFAST	
		FY 2014-15	FY 2013-14	FY 2014-15	FY 2013-14
<b>By Source of Fund</b>	General Fund	\$ 2.18	\$ 1.63	\$ 0.14	\$ 0.39
	Special Fund	1.38	0.81	0.25	0.25
	Federal Cash Subsidy	1.95	2.80	1.99	1.68
	Federal Commodities	0.29	0.27	-	-
<b>Total</b>		<b>\$ 5.80</b>	<b>\$ 5.51</b>	<b>\$ 2.38</b>	<b>\$ 2.32</b>
<b>By Expenditure Category</b>	Personal Services	\$ 2.00	\$ 1.94	\$ 0.54	\$ 0.56
	Fringe Benefit	0.75	0.73	0.20	0.21
	Food	2.03	1.93	1.15	1.09
	Other	0.51	0.52	0.32	0.32
	Indirect	0.51	0.39	0.17	0.14
<b>Total</b>		<b>\$ 5.80</b>	<b>\$ 5.51</b>	<b>\$ 2.38</b>	<b>\$ 2.32</b>



# CONSOLIDATED ANNUAL FINANCIAL REPORT OF EXPENDITURES\*, FY 2014-15

Description	General Fund**	Federal Fund	Special Fund	Trust Fund	Grand Total	%	Per Pupil Cost***
<b><u>INSTRUCTION &amp; RELATED</u></b>							
General Instruction	\$ 832,228,079	\$ 36,754,710	\$ -	\$ -	\$ 868,982,789		
Special Education	479,835,848	50,766,460	1,321,036	-	531,923,344		
Supplemental Educational Services	9,152,702	58,778,419	-	-	67,931,121		
Other Instructional Programs	53,981,119	4,557,514	2,494,306	4,910,995	65,943,934		
Counseling	45,136,697	-	-	-	45,136,697		
School Libraries	20,051,891	-	-	-	20,051,891		
School Administration	180,404,427	4,073,256	1,591,962	-	186,069,645		
<b>Total Instruction &amp; Related</b>	<b>\$ 1,620,790,763</b>	<b>\$ 154,930,359</b>	<b>\$ 5,407,304</b>	<b>\$ 4,910,995</b>	<b>\$ 1,786,039,421</b>	<b>78%</b>	<b>\$ 9,873</b>
<b><u>INSTRUCTIONAL SUPPORT</u></b>							
Professional Development	\$ 12,910,503	\$ 11,743,140	\$ 46,507	\$ 937,383	\$ 25,637,533		
Curriculum Services	17,984,743	23,694	-	1,351	18,009,788		
School Health Services	9,315,762	362,235	-	-	9,677,997		
<b>Total Instructional Support</b>	<b>\$ 40,211,008</b>	<b>\$ 12,129,069</b>	<b>\$ 46,507</b>	<b>\$ 938,734</b>	<b>\$ 53,325,318</b>	<b>2%</b>	<b>\$ 295</b>
<b><u>SCHOOL SUPPORT</u></b>							
Safety & Security Services	\$ 8,654,566	\$ 703,965	\$ -	\$ -	\$ 9,358,531		
School Food Services	37,226,885	51,589,632	27,199,659	-	116,016,176		
Operations & Maintenance:							
Custodial Services	61,998,895	6,129,724	-	-	68,128,619		
Utilities	57,661,022	-	-	-	57,661,022		
Repairs & Maintenance	44,052,779	-	1,948,052	-	46,000,831		
Other School Support	8,002,633	171,650	1,922,285	13,549,967	23,646,535		
Student Transportation Services	64,100,556	-	2,950,023	-	67,050,579		
<b>Total School Support</b>	<b>\$ 281,697,336</b>	<b>\$ 58,594,971</b>	<b>\$ 34,020,019</b>	<b>\$ 13,549,967</b>	<b>\$ 387,862,293</b>	<b>17%</b>	<b>\$ 2,144</b>
<b><u>ADMINISTRATION</u></b>							
State & Complex Administration	\$ 55,678,077	\$ 4,106,116	\$ 1,645,949	\$ 167,149	\$ 61,597,291		
<b>Total Administration</b>	<b>\$ 55,678,077</b>	<b>\$ 4,106,116</b>	<b>\$ 1,645,949</b>	<b>\$ 167,149</b>	<b>\$ 61,597,291</b>	<b>3%</b>	<b>\$ 341</b>
<b>TOTAL BEFORE EXCLUSIONS</b>	<b>\$ 1,998,377,184</b>	<b>\$ 229,760,515</b>	<b>\$ 41,119,779</b>	<b>\$ 19,566,845</b>	<b>\$ 2,288,824,323</b>	<b>100%</b>	<b>\$ 12,653</b>
<b><u>EXCLUSIONS****</u></b>							
Adult Education	\$ 3,771,499	\$ 1,735,375	\$ 321,779	\$ 169,943	\$ 5,998,596		
After-School Plus (A+) Program	-	-	7,305,112	-	7,305,112		
Capitalized Equipment	13,849,198	-	-	-	13,849,198		
Debt Service Costs	270,111,054	-	-	-	270,111,054		
<b>Total Exclusions</b>	<b>\$ 287,731,751</b>	<b>\$ 1,735,375</b>	<b>\$ 7,626,891</b>	<b>\$ 169,943</b>	<b>\$ 297,263,960</b>		
<b>GRAND TOTAL</b>	<b>\$ 2,286,108,935</b>	<b>\$ 231,495,890</b>	<b>\$ 48,746,670</b>	<b>\$ 19,736,788</b>	<b>\$ 2,586,088,283</b>		

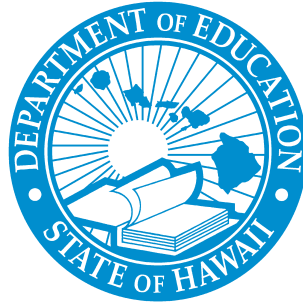
\* Expenditures reported include cash disbursements plus encumbrances.

\*\* General Fund includes activity of Public Charter Schools.

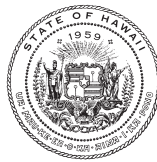
\*\*\* Based on Official State of Hawaii, Department of Education Enrollment for FY 2014-15 of 180,895 students (includes Public Charter Schools).

\*\*\*\* Exclusions in accordance with U.S. Dept of Education, National Center for Education Statistics (NCES) Common Core of Data Specifications.

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State of Hawaii  
Department of Education

# Financial Report

July 1, 2014 - June 30, 2015