

State of Hawaii  
Department of Education

# Financial Report

July 1, 2015 - June 30, 2016

State of Hawaii • Department of Education  
Office of Fiscal Services

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## **MESSAGE FROM THE CHIEF FINANCIAL OFFICER**

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, consisting of stylized letters that appear to be 'S', 'S', and 'K'.

Amy S. Kunz

Assistant Superintendent and Chief Financial Officer

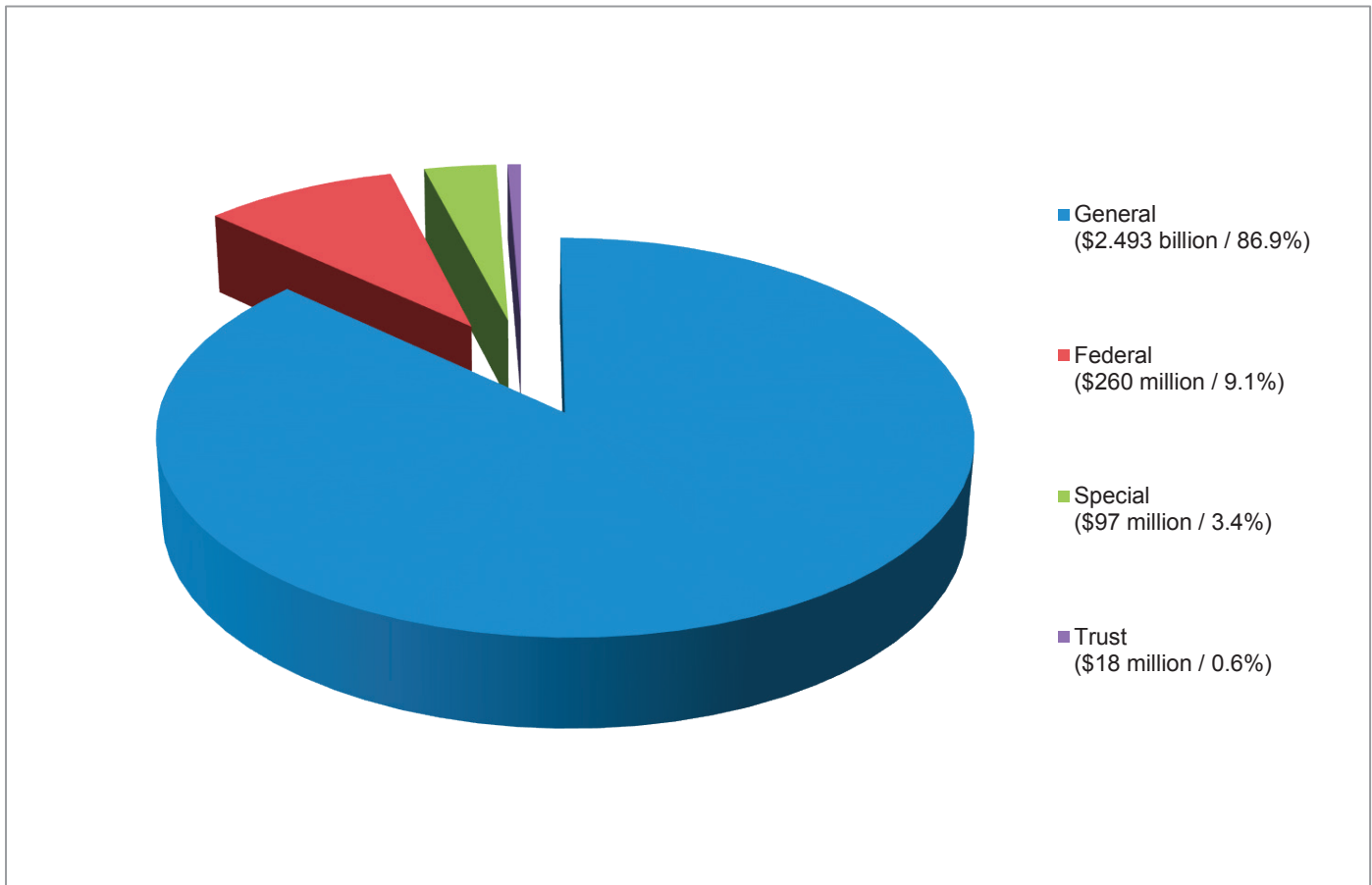
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## FINANCIAL OVERVIEW

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### Operating Budget, Fiscal Year (FY) 2015-16



The State of Hawaii's budget for public education for Fiscal Year (FY) 2015-16 totaled \$2.9 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.

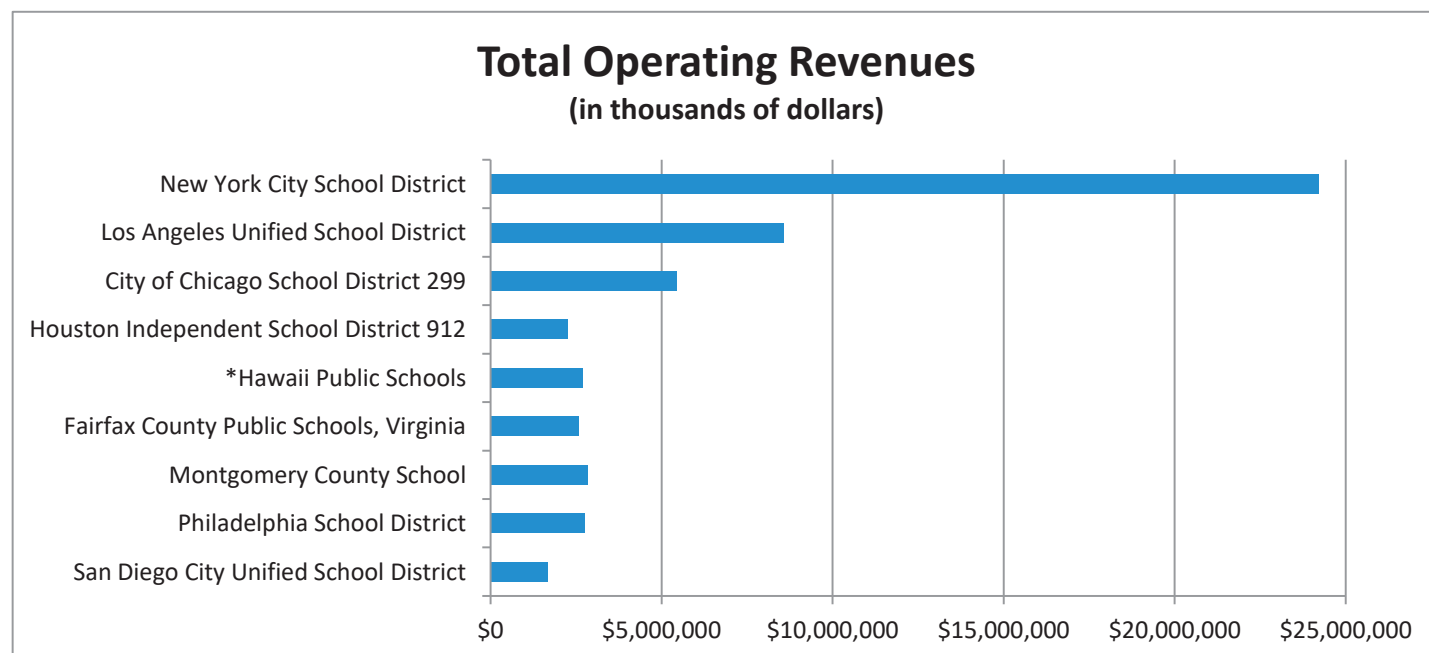
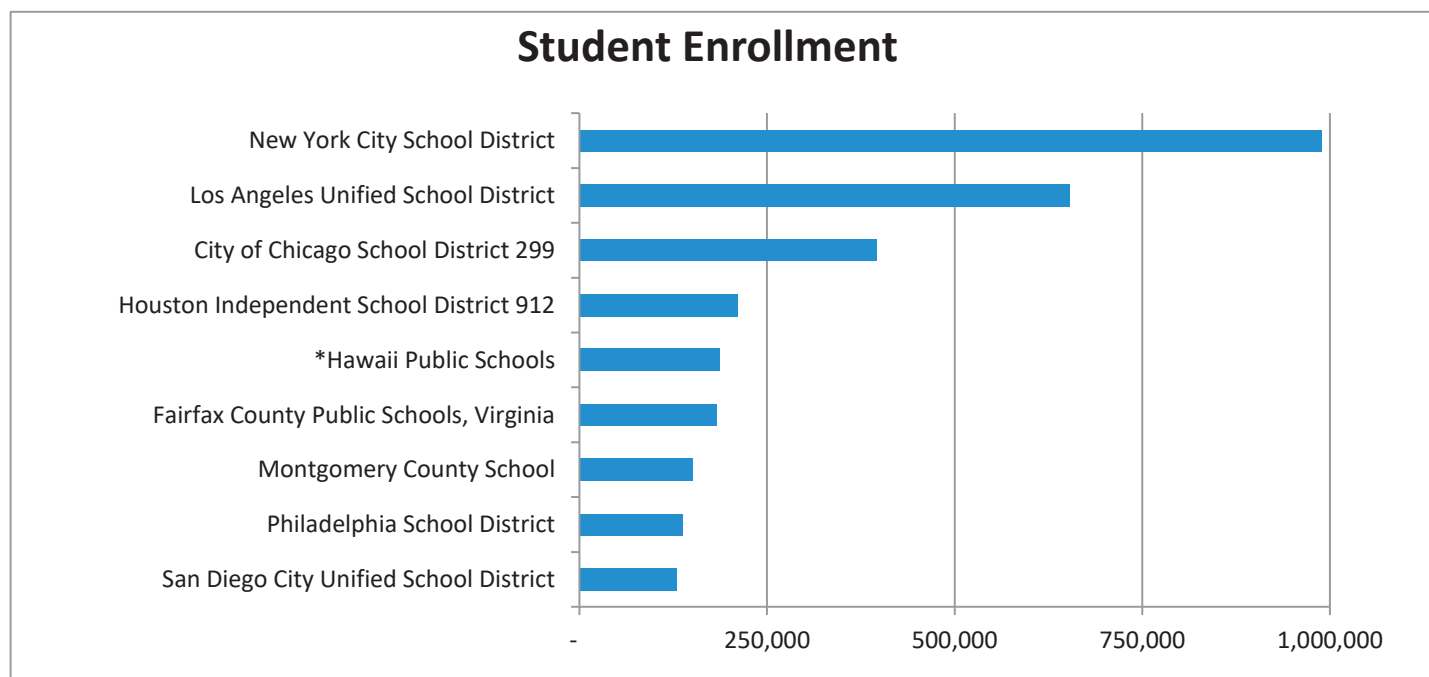
#### **Trust funds**

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) 2013-14, 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 2013-14 annual operating budget of \$2.7 billion, serving approximately 187,000 public school students statewide, is shown below with other large urban school districts nationwide.



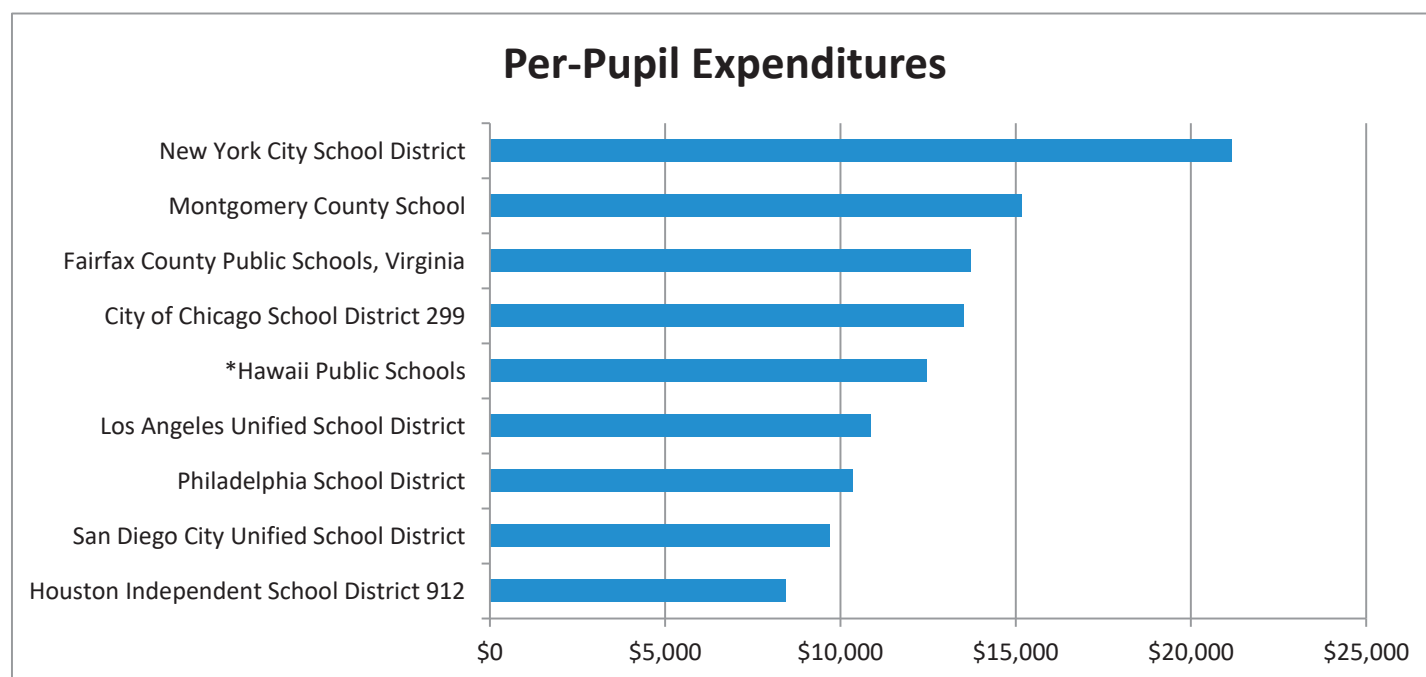
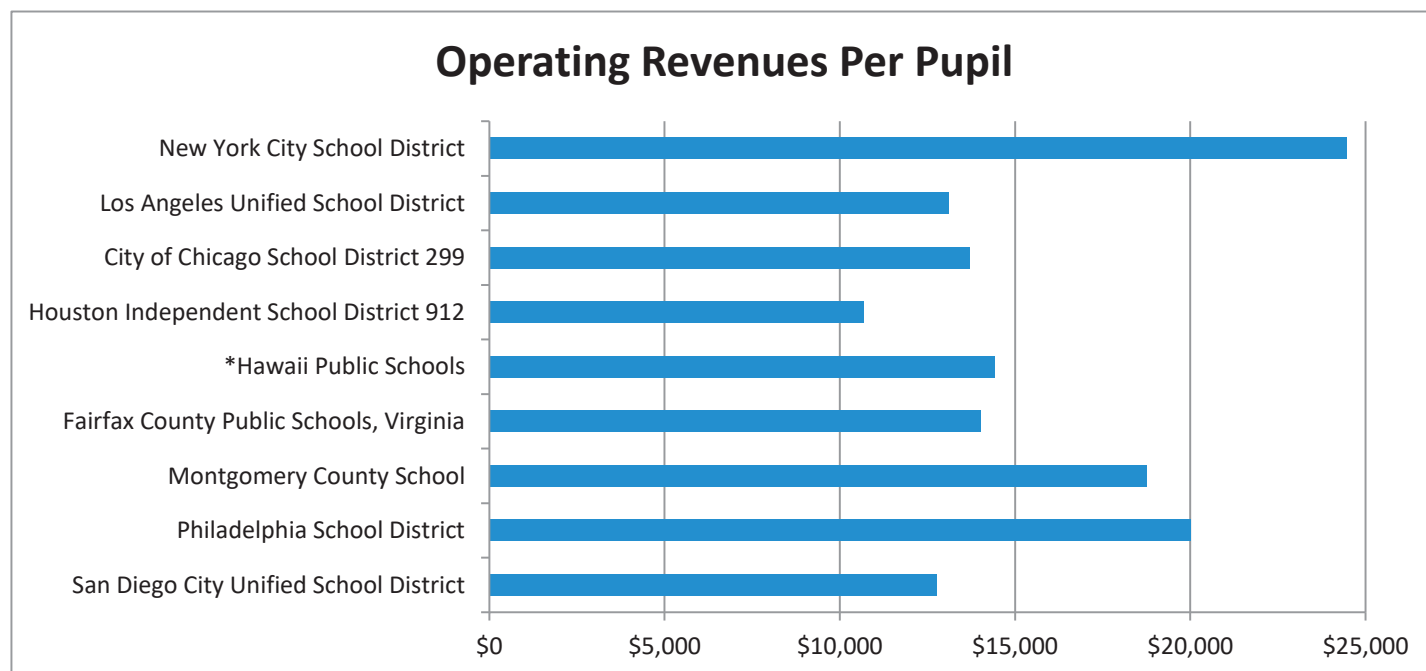
Source: U.S. Department of Education, National Center for Education Statistics, Revenues and Expenditures for Public Elementary and Secondary School Districts School Year 2013-14 (Fiscal Year 2014), Common Core Data (CCD) District Fiscal Report. U.S. Department of Education National Center for Education Statistics (NCES) data are available online at [nces.ed.gov](http://nces.ed.gov).

Note: School Year 2013-14 (Fiscal Year 2014) 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 2013-14 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 2013-14 (Fiscal Year 2014), 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 2013-14 (Fiscal Year 2014) 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 2015-16

(rounded to nearest million )

	General	Federal	Special	Trust	Total	%
<b>BUDGET</b>						
State Education Budget*	\$ 2,411,000,000	\$ 260,000,000	\$ 97,000,000	\$ 18,000,000	\$ 2,786,000,000	
Transfers	41,000,000	-	-	-	41,000,000	
Restriction	(5,000,000)	-	-	-	(5,000,000)	
Prior Year Carryover	46,000,000	-	-	-	46,000,000	
<b>Total Budget</b>	<b>\$ 2,493,000,000</b>	<b>\$ 260,000,000</b>	<b>\$ 97,000,000</b>	<b>\$ 18,000,000</b>	<b>\$ 2,868,000,000</b>	
<b>% of total</b>	<b>86.9%</b>	<b>9.1%</b>	<b>3.4%</b>	<b>0.6%</b>	<b>100.0%</b>	
<b>EXPENDITURES</b>						
Personnel Services	\$ 1,733,000,000	\$ 109,000,000	\$ 27,000,000	\$ 2,000,000	\$ 1,871,000,000	69%
Other	712,000,000	108,000,000	20,000,000	5,000,000	845,000,000	31%
<b>Total Expenditures</b>	<b>\$ 2,445,000,000</b>	<b>\$ 217,000,000</b>	<b>\$ 47,000,000</b>	<b>\$ 7,000,000</b>	<b>\$ 2,716,000,000</b>	<b>100%</b>
<b>% of total</b>	<b>90.0%</b>	<b>8.0%</b>	<b>1.7%</b>	<b>0.3%</b>	<b>100.0%</b>	
<b>Funds Carried Over</b>	<b>\$ 48,000,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 48,000,000</b>	
<b>Lapsed Ceiling</b>	<b>\$ -</b>	<b>\$ 43,000,000</b>	<b>\$ 50,000,000</b>	<b>\$ 11,000,000</b>	<b>\$ 104,000,000</b>	

The State of Hawaii's budget for public education for Fiscal Year (FY) 2015-16 totaled \$2.868 billion, an increase of \$164 million or 6% from the prior year. The increase was primarily due to legislative appropriations due to collective bargaining compensation changes; cost increases in areas such as food service, utilities, and student transportation; and fringe costs budgeted in another State Agency.

### General funds

The General fund budget for FY 2015-16, including the prior year carryover, net of transfers and restrictions, totaled \$2.493 billion, an increase of \$161 million or 7% from the previous FY's \$2.332 billion. The increase for FY 2015-16 was mainly due to collective bargaining compensation changes; cost increases in areas such as food service, utilities, and student transportation; and fringe costs budgeted in another State Agency. General fund expenditures in FY 2015-16 increased by 7% from the previous FY mainly due to the increase in the General fund appropriations.

### Federal funds

The Federal fund budget ceiling of \$260 million for FY 2015-16, an increase of \$7 million or 3% from previous FY mainly due to the increase in receipts for Impact Aid. Federal fund expenditures for FY 2015-16 were \$217 million, a decrease of \$14 million or 6%, mainly due to Impact Aid funds.

### Special funds

The Special fund budget ceiling of \$97 million for FY 2015-16, an increase of \$2 million or 2% from previous FY mainly due to a one-time increase to the School Bus Fare Fund appropriation. Special fund expenditures for FY 2015-16 totaled \$47 million, a decrease of \$2 million or 4%. The decrease was mainly due to the decrease in School Food Service expenditures being charged to Special Funds.

### Trust funds

The Trust fund budget ceiling of \$18 million for FY 2015-16, a decrease of \$6 million or 25% from previous FY due mainly to the Donations and Gifts Trust fund & Foundation and Other Grants Trust fund appropriations. Trust fund expenditures for FY 2015-16 totaled \$7 million, a decrease of \$13 million or 65% was mainly due to decrease in 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 2015-16 and 2014-15

(rounded to nearest million)

DESCRIPTION		FY 2015-16	FY 2014-15	Increase / (Decrease)	%
<b>Budget</b>	General Funds*	\$ 2,493,000,000	\$ 2,332,000,000	\$ 161,000,000	7%
	Federal Funds	260,000,000	253,000,000	7,000,000	3%
	Special Funds	97,000,000	95,000,000	2,000,000	2%
	Trust Funds	18,000,000	24,000,000	(6,000,000)	-25%
	<b>Total Budget</b>	<b>\$ 2,868,000,000</b>	<b>\$ 2,704,000,000</b>	<b>\$ 164,000,000</b>	<b>6%</b>
<b>Expenditures**</b>	General Funds*	\$ 2,445,000,000	\$ 2,286,000,000	\$ 159,000,000	7%
	Federal Funds	217,000,000	231,000,000	(14,000,000)	-6%
	Special Funds	47,000,000	49,000,000	(2,000,000)	-4%
	Trust Funds	7,000,000	20,000,000	(13,000,000)	-65%
	<b>Total Expenditures</b>	<b>\$ 2,716,000,000</b>	<b>\$ 2,586,000,000</b>	<b>\$ 130,000,000</b>	<b>5%</b>
<b>Ending Budget Balance</b>		<b>\$ 152,000,000</b>	<b>\$ 118,000,000</b>	<b>\$ 34,000,000</b>	<b>29%</b>

### PER-PUPIL EXPENDITURES - COMPARATIVE, FY 2015-16 and 2014-15

DESCRIPTION	FY 2015-16	FY 2014-15	Increase / (Decrease)	%
Per-Pupil Expenditures (based on Official Enrollment)	\$ 13,375	\$ 12,653	\$ 722	6%

### OFFICIAL ENROLLMENT AND NUMBER OF SCHOOLS - COMPARATIVE, FY 2015-16 and 2014-15

DESCRIPTION		FY 2015-16	FY 2014-15	Increase / (Decrease)	%
<b>Official Enrollment</b>					
	Regular/Special Schools	169,987	170,482	(495)	0%
	Charter Schools	10,422	10,413	9	0%
	<b>Total Official Enrollment</b>	<b>180,409</b>	<b>180,895</b>	<b>(486)</b>	<b>0%</b>
<b>Number of Schools</b>					
	Regular/Special Schools	256	255	1	0%
	Charter Schools	34	34	-	0%
	<b>Total Number of Schools</b>	<b>290</b>	<b>289</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 2015-16 and 2014-15

DESCRIPTION		FY 2015-16	%	FY 2014-15	%
<b>Budget</b>	Current Year	\$ 2,446,850,245		\$ 2,293,638,155	
	Carryover from the Prior Year	45,930,319		38,401,099	
<b>Total Budget</b>		<b>\$ 2,492,780,564</b>		<b>\$ 2,332,039,254</b>	
<b>Expenditures*</b>	<b>Instruction &amp; Related</b>				
	General Instruction	894,302,332		832,228,079	
	Special Education	524,795,080		479,835,848	
	Supplemental Educational Services	12,406,081		9,152,702	
	Other Instructional Programs	59,964,689		53,981,119	
	Counseling	49,407,214		45,136,697	
	School Libraries	20,295,759		20,051,891	
	School Administration	196,392,987		180,404,427	
	<b>Total Instruction &amp; Related</b>	<b>\$ 1,757,564,142</b>	<b>81%</b>	<b>\$ 1,620,790,763</b>	<b>81%</b>
	<b>Instructional Support</b>				
	Professional Development	20,444,838		12,910,503	
	Curriculum Services	15,645,938		17,984,743	
	School Health Services	10,475,474		9,315,762	
	<b>Total Instructional Support</b>	<b>\$ 46,566,250</b>	<b>2%</b>	<b>\$ 40,211,008</b>	<b>2%</b>
	<b>School Support</b>				
	Safety & Security Services	9,290,632		8,654,566	
	School Food Services	34,764,167		37,226,885	
	Operation & Maintenance	178,160,678		163,712,696	
	Other School Support	6,210,455		8,002,633	
	Student Transportation Services	62,042,595		64,100,556	
	<b>Total School Support</b>	<b>\$ 290,468,527</b>	<b>14%</b>	<b>\$ 281,697,336</b>	<b>14%</b>
	<b>Administration</b>				
	State & Complex Area Administration	56,935,608		55,678,077	
	<b>Total Administration</b>	<b>\$ 56,935,608</b>	<b>3%</b>	<b>\$ 55,678,077</b>	<b>3%</b>
<b>Total Expenditures</b>		<b>\$ 2,151,534,527</b>	<b>100%</b>	<b>\$ 1,998,377,184</b>	<b>100%</b>
<b>Exclusions**</b>	Adult Education	2,729,033		3,771,499	
	Capitalized Equipment Expenditures	16,680,984		13,849,198	
	Debt Service Costs	274,268,233		270,111,054	
<b>Total Exclusions</b>		<b>\$ 293,678,250</b>		<b>\$ 287,731,751</b>	
<b>Total Expenditures &amp; Exclusions</b>		<b>\$ 2,445,212,777</b>		<b>\$ 2,286,108,935</b>	
<b>Ending Budget Balance</b>		<b>\$ 47,567,787</b>		<b>\$ 45,930,319</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 2015-2016, AS OF FISCAL YEAR END JUNE 30, 2016

Grant Title	Award Date	Lapse Date	Grant Award	Total Expenditures*	Grant Balance
<b><u>INSTRUCTION &amp; RELATED SERVICES GRANTS</u></b>					
NCLB - TITLE 1 GRANTS TO LEAS BASIC-CON	07/01/2013	09/30/2015	\$ 45,104,194	\$ 45,104,194	\$ -
NCLB - TITLE 1 GRANTS TO LEAS BASIC-CON	07/01/2014	09/30/2016	50,296,853	50,056,853	240,000
NCLB - TITLE 1 GRANTS TO LEAS BASIC-CON	07/01/2015	09/30/2017	43,332,498	20,784,375	22,548,123
NCLB - TITLE 1 GRANTS TO LEA ADMIN	07/01/2013	09/30/2015	589,751	589,751	-
NCLB - TITLE 1 GRANTS TO LEA ADMIN	07/01/2014	09/30/2016	622,521	249,893	372,628
NCLB - TITLE 1 GRANTS TO LEA ADMIN	07/01/2015	09/30/2017	855,982	125,690	730,292
NCLB - TITLE I SCHOOL IMPROVEMENT GRANT	07/01/2013	09/30/2015	1,903,914	1,903,914	-
NCLB - TITLE I SCHOOL IMPROVEMENT GRANT	07/01/2014	09/30/2016	2,271,538	2,271,538	-
NCLB - TITLE I SCHOOL IMPROVEMENT GRANT	07/01/2015	09/30/2017	2,927,657	1,422,579	1,505,078
NCLB - NEGLECTED & DELINQUENT TITLE 1	07/01/2013	09/30/2015	356,770	356,770	-
NCLB - NEGLECTED & DELINQUENT TITLE 1	07/01/2014	09/30/2016	363,324	359,691	3,633
NCLB - NEGLECTED & DELINQUENT TITLE 1	07/01/2015	09/30/2017	408,894	246,037	162,857
STATE GRANTS-SPED GRANTS TO STATE IDEA	07/01/2013	09/30/2015	36,573,349	36,573,349	-
STATE GRANTS-SPED GRANTS TO STATE IDEA	07/01/2014	09/30/2016	38,555,670	38,520,427	35,243
STATE GRANTS-SPED GRANTS TO STATE IDEA	07/01/2015	09/30/2017	38,348,537	23,025,022	15,323,515
ED OF THE HANDI CHILD, TITLE VI-B	07/01/2013	09/30/2015	1,134,533	1,134,533	-
ED OF THE HANDI CHILD, TITLE VI-B	07/01/2014	09/30/2016	692,100	692,100	-
ED OF THE HANDI CHILD, TITLE VI-B	07/01/2015	09/30/2017	976,204	479,881	496,323
VOC ED-BASIC GRANT TO STATES	07/01/2013	09/30/2015	2,469,938	2,469,938	-
VOC ED-BASIC GRANT TO STATES	07/01/2014	09/30/2016	2,604,901	2,494,206	110,695
VOC ED-BASIC GRANT TO STATES	07/01/2015	09/30/2017	2,531,015	2,019,703	511,312
PART B - PRESCHOOL GRANTS IDEA	07/01/2013	09/30/2015	903,029	903,029	-
PART B - PRESCHOOL GRANTS IDEA	07/01/2014	09/30/2016	903,031	903,031	-
PART B - PRESCHOOL GRANTS IDEA	07/01/2015	09/30/2017	903,031	528,647	374,384
HALE KULA ELEM SCHOOL, OAHU	09/01/2011	06/30/2018	26,560,000	26,560,000	-
ED FOR HOMELESS CHILDREN & YOUTH	07/01/2013	09/30/2015	230,069	230,069	-
ED FOR HOMELESS CHILDREN & YOUTH	07/01/2014	09/30/2016	242,517	242,517	-
ED FOR HOMELESS CHILDREN & YOUTH	07/01/2015	09/30/2017	206,397	209,749	(3,352) **
STATEWIDE LONGITUDINAL DATA SYSTEMS	10/01/2015	09/30/2019	1,399,217	864,096	535,121
NCLB - MIGRANT EDUCATION TITLE 1	07/01/2013	09/30/2015	796,292	796,292	-
NCLB - MIGRANT EDUCATION TITLE 1	07/01/2014	09/30/2016	799,935	799,935	-
NCLB - MIGRANT EDUCATION TITLE 1	07/01/2015	09/30/2017	794,430	698,925	95,505
NCLB - MIGRANT ED PROGRAM CONSORTIUM	07/01/2013	09/30/2015	120,000	120,000	-
NCLB - MIGRANT ED PROGRAM CONSORTIUM	08/01/2014	09/30/2016	120,000	120,000	-
NCLB - MIGRANT ED PROGRAM CONSORTIUM	07/01/2015	09/30/2017	133,333	72,730	60,603
DOD-EA-SUPPORTING ALL OUR STUDENTS	09/30/2014	02/28/2019	1,000,000	372,685	627,315
TEST FEE PROGRAM - APF	08/01/2014	05/31/2017	218,198	213,952	4,246
GEAR UP PROGRAM	07/01/2014	07/31/2015	710,750	445,921	264,829
GEAR UP PROGRAM	07/01/2015	07/31/2016	876,026	660,060	215,966
NCLB - AFTER SCHOOL LEARNING CENTER	07/01/2013	12/30/2016	5,355,515	3,415,956	1,939,559

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## FEDERAL FUNDS (continued)

### REPORT OF ACTIVE GRANTS, FY 2015-2016, AS OF FISCAL YEAR END JUNE 30, 2016

Grant Title	Award Date	Lapse Date	Grant Award	Total Expenditures*	Grant Balance
<b>INSTRUCTION &amp; RELATED SERVICES GRANTS</b>					
NCLB - AFTER SCHOOL LEARNING CENTER	07/01/2014	09/30/2016	\$ 5,631,913	\$ 3,421,122	\$ 2,210,791
NCLB - AFTER SCHOOL LEARNING CENTER	07/01/2015	09/30/2017	5,643,198	-	5,643,198
NCLB - TITLE II IMPROVING TCHR QUALITY	07/01/2013	09/30/2015	10,582,856	10,582,856	-
NCLB - TITLE II IMPROVING TCHR QUALITY	07/01/2014	09/30/2016	10,582,325	10,477,593	104,732
NCLB - TITLE II IMPROVING TCHR QUALITY	07/01/2015	09/30/2017	10,547,951	2,150,682	8,397,269
NCLB - STATE ASSESS & RELATED ACTIVITIES	07/01/2013	09/30/2015	3,788,936	3,788,936	-
NCLB - STATE ASSESS & RELATED ACTIVITIES	07/01/2014	09/30/2016	3,834,230	3,669,488	164,742
NCLB - STATE ASSESS & RELATED ACTIVITIES	07/01/2015	09/30/2017	3,836,655	258,422	3,578,233
NCLB - ENGLISH LANGUAGE ACQUISITION	07/01/2013	09/30/2015	3,401,955	3,401,955	-
NCLB - ENGLISH LANGUAGE ACQUISITION	07/01/2014	09/30/2016	3,813,239	1,939,991	1,873,248
NCLB - ENGLISH LANGUAGE ACQUISITION	07/01/2015	09/30/2017	4,075,448	-	4,075,448
GEAR UP-HOLOMUA-LEEWARD COAST	08/24/2012	09/25/2017	786,375	666,025	120,350
NCLB - MATHEMATICS & SCIENCE PARTNERSHIP	07/01/2013	09/30/2015	705,964	705,964	-
NCLB - MATHEMATICS & SCIENCE PARTNERSHIP	07/01/2014	09/30/2016	744,842	641,570	103,272
NCLB - MATHEMATICS & SCIENCE PARTNERSHIP	07/01/2015	09/30/2017	759,767	263,350	496,417
NCLB - SUPPLEMENTAL SCH IMPROVE GRANTS	07/01/2011	09/30/2015	1,777,172	1,777,172	-
NCLB - SUPPLEMENTAL SCH IMPROVE GRANTS	07/01/2012	09/30/2016	1,700,754	1,558,176	142,578
NCLB - SUPPLEMENTAL SCH IMPROVE GRANTS	07/01/2013	09/30/2017	1,787,579	1,730,104	57,475
NCLB - SUPPLEMENTAL SCH IMPROVE GRANTS	07/01/2014	09/30/2017	1,811,870	-	1,811,870
COLLEGE ACCESS CHALLENGE GRANT	07/01/2014	08/13/2015	238,344	204,860	33,484
COLLEGE ACCESS CHALLENGE GRANT	07/01/2015	07/31/2016	155,000	131,248	23,752
NCLB-SDFSC-PROJECT HI AWARE SCT	10/01/2014	09/30/2019	1,217,802	317,419	900,383
DOI-COMPACT IMPACT FUNDS - EDN 300	10/01/2013	09/30/2018	1,122,900	1,122,900	-
DOI-COMPACT IMPACT FUNDS - EDN 300	10/01/2014	09/30/2019	1,276,000	1,276,000	-
DOD-EA-MATH LEARNERS	06/18/2012	08/31/2016	2,400,000	2,370,872	29,128
DOD-EA-EXPANDING VIRTUAL LEARNING OPP	09/29/2011	08/31/2016	1,947,231	1,932,716	14,515
DOD-EA-COMPREHENSIVE STEM	07/31/2015	02/28/2020	1,500,000	520,734	979,266
DOD-EA-READYING RADFORD COMPLEX	07/31/2015	02/28/2020	1,500,000	81,609	1,418,391
DOC-ENVIRONMENTAL STEWARDSHIP & PRESERV	08/01/2015	12/31/2017	88,213	49,804	38,409
SHGP-PREPAREDNESS GRANT-ADJ GEN	09/01/2013	08/31/2015	50,000	50,000	-
SHGP-PREPAREDNESS GRANT-ADJ GEN	09/01/2014	08/31/2016	60,000	48,682	11,318
TEEN PARENT CHILD CARE CENTER - DHS	07/01/2015	06/30/2016	260,438	237,121	23,317
MIDDLE SCHOOL UPLINK-DHS	10/01/2014	09/30/2015	2,695,000	2,464,207	230,793
MIDDLE SCHOOL UPLINK-DHS	10/01/2015	09/30/2016	2,880,000	1,756,675	1,123,325
DROPOUT PREVENTION-DHS	07/01/2015	06/30/2016	37,000	18,230	18,771
DVR WORK READINESS TRAINING-DHS	06/01/2015	05/31/2016	142,500	132,506	9,994
NATIONAL CENTER FOR CHRONIC DISEASE PREV	08/01/2014	07/31/2015	64,283	55,000	9,283
NATIONAL CENTER FOR CHRONIC DISEASE PREV	08/01/2015	07/31/2016	64,283	58,015	6,268
DHHS-PROJECT HI AWARE	09/30/2014	09/29/2019	1,948,290	237,503	1,710,787
NATIVE HAWAIIAN PIHA PONO-UH FY13	08/01/2011	07/31/2015	1,845,966	1,845,966	-

(continued on next page)

## FEDERAL FUNDS (continued)

### REPORT OF ACTIVE GRANTS, FY 2015-2016, AS OF FISCAL YEAR END JUNE 30, 2016

Grant Title	Award Date	Lapse Date	Grant Award	Total Expenditures*	Grant Balance
<b>INSTRUCTION &amp; RELATED SERVICES GRANTS</b>					
NATIVE HAWAIIAN PIHANA HOU-UH	09/01/2014	12/31/2017	\$ 912,489	\$ 726,793	\$ 185,696
NATIVE HAWAIIAN KA PILINA-UH FY13	09/01/2013	08/31/2016	96,892	97,054	(161)
TRUANCY PREVENTION-DHS FY15	10/01/2014	09/30/2015	80,000	29,165	50,835
DOD-EA-IMPLEMENT BLENDED LEARNING FY12	09/28/2011	08/31/2016	482,000	481,445	555
DOD-EA-AVID RADFORD COMPLEX FY12	09/29/2011	08/31/2016	1,339,970	1,313,151	26,819
HAWAII HEAD START STATE COLLABORATION	12/02/2014	06/30/2016	125,000	22,505	102,495
<b>TOTAL - INSTRUCTION &amp; RELATED SERVICES GRANTS</b>			\$ 415,534,543	\$ 333,653,624	\$ 81,880,921
<b>FOOD SERVICES GRANTS</b>					
HCNP - STATE ADMIN EXPENSE	10/01/2013	09/30/2015	\$ 978,723	\$ 960,030	\$ 18,693
HCNP - STATE ADMIN EXPENSE	10/01/2014	09/30/2016	1,036,767	992,679	44,088
HCNP - STATE ADMIN EXPENSE	10/01/2015	09/30/2017	755,258	590,447	164,811
HCNP - CACFP AUDIT	10/01/2014	09/30/2015	101,118	77,738	23,380
HCNP - CACFP AUDIT	10/01/2015	09/30/2016	100,984	67,802	33,182
HCNP - SUMMER STATE ADMIN EXPENSE	10/01/2014	09/30/2015	36,023	21,000	15,023
HCNP - SUMMER STATE ADMIN EXPENSE	10/01/2015	09/30/2016	35,883	25,974	9,909
HCNP - SUMMER INSPECTION	10/01/2014	09/30/2015	2,000	2,000	-
HCNP - SUMMER INSPECTION	10/01/2015	09/30/2016	2,000	-	2,000
HCNP - ADMIN REVIEW & TRAINING FY12	08/18/2011	09/30/2017	1,499,385	1,274,355	225,030
HCNP - MEAL PATTERN TECH ASSIST FY13	10/01/2012	09/30/2015	163,066	163,066	-
HCNP - FRESH FRUIT & VEGETABLE ADMIN	10/01/2014	09/30/2015	106,007	60,936	45,071
HCNP - FRESH FRUIT & VEGETABLE ADMIN	10/01/2015	09/30/2016	107,578	59,094	48,484
HCNP - NSLP MEALS EQUIPMENT ADMIN	05/01/2014	09/30/2016	6,789	4,509	2,280
HCNP - NSLP MEALS EQUIPMENT ADMIN	05/11/2015	09/30/2017	4,578	-	4,578
HCNP - TEAM NUTRITION TRAINING ADMIN	09/30/2014	09/30/2017	19,993	9,476	10,517
<b>TOTAL - FOOD SERVICES GRANTS</b>			\$ 4,956,152	\$ 4,309,106	\$ 647,046
<b>PUBLIC SERVICE GRANTS</b>					
ADULT EDUCATION - STATE ADMINISTERED	07/01/2013	09/30/2015	\$ 2,088,609	\$ 2,088,609	\$ -
ADULT EDUCATION - STATE ADMINISTERED	07/01/2014	09/30/2016	2,118,911	1,694,896	424,015
ADULT EDUCATION - STATE ADMINISTERED	07/01/2015	09/30/2017	2,156,142	242,662	1,913,481
<b>TOTAL - PUBLIC SERVICES GRANTS</b>			\$ 6,363,662	\$ 4,026,167	\$ 2,337,496
<b>ADMINISTRATIVE SUPPORT SERVICES GRANTS</b>					
NAEP STATE COORDINATOR	07/01/2014	06/30/2016	\$ 209,111	\$ 209,111	\$ -
NAEP STATE COORDINATOR	07/01/2015	06/30/2017	236,928	76,029	160,899
<b>TOTAL - ADMINISTRATIVE SUPPORT SERVICES GRANTS</b>			\$ 446,039	\$ 285,140	\$ 160,899
<b>GRAND TOTAL</b>			\$ 427,300,396	\$ 342,274,037	\$ 85,026,362

\* 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 2015-16

SPECIAL FUND PROGRAMS	Beginning Cash	Total Receipts	Total Expenditures*	Ending Cash
Adult Education	\$ 1,164,568	\$ 360,610	\$ 322,076	\$ 1,203,102
After School Plus (A+ Program)	6,100,249	6,828,979	7,175,822	5,753,406
Arts in Public Places	48,643	149,674	179,648	18,669
Driver Education	3,224,782	2,093,222	1,837,105	3,480,899
Education Design & Construction Project Assessment	1,729,370	3,386,698	2,741,343	2,374,725
Education Research & Development	120,883	652	121,183	352
Families for REAL Program	3,790	-	-	3,790
Federal Revenue Maximization Revolving**	552,711	940,976	607,013	886,674
Hawaii Teachers Standards Board	1,997,906	574,044	963,377	1,608,573
Human Resources Stipend Program	209,108	158,935	12,652	355,391
Regular Instruction HI Schools	29,532	1,665	92	31,105
Reimbursement for Lost Textbooks & Equipment	1,347,458	176,546	117,380	1,406,624
School Bus Revolving Fund	3,338,310	2,617,946	4,226,739	1,729,517
School Food Services	2,585,078	24,553,240	21,666,087	5,472,231
School Level Minor Repair & Maintenance	167,466	77,554	208,993	36,027
Searching Discretionary Grants & Developing Applications	2,935,571	27,290	1,510,922	1,451,939
Summer School	1,601,641	1,838,854	1,918,678	1,521,817
Teacher Housing	348,798	325,436	335,522	338,712
Unemployment Insurance	-	1,132,962	86,358	1,046,604
Use of School Facilities	3,733,560	2,339,637	1,430,267	4,642,930
Workers Compensation	-	1,829,618	1,353,593	476,025
<b>Total Special Funds</b>	<b>\$ 31,239,424</b>	<b>\$ 49,414,538</b>	<b>\$ 46,814,850</b>	<b>\$ 33,839,112</b>

### TRUST FUND - REPORT OF RECEIPTS, EXPENDITURES, AND CASH BALANCES, FY 2015-16

TRUST FUND PROGRAMS	Beginning Cash	Total Receipts	Total Expenditures*	Ending Cash
Alu Like, Inc. Grants	\$ 44,978	\$ 289,003	\$ 281,719	\$ 52,262
Donations & Gifts	4,253,781	2,702,912	914,770	6,041,923
Fair Share / Impact Fees***	4,694,169	355,613	-	5,049,782
Foundations & Other Grants	5,968,392	4,909,123	4,404,857	6,472,658
Office of Hawaiian Affairs Grants	439,177	1,033	37,488	402,722
Settlements	368,672	-	-	368,672
OLELO - Educational Programs on Public Access TV	964,379	747,175	612,265	1,099,289
School Athletic Fund	951,488	1,047,098	936,603	1,061,983
<b>Total Trust Funds</b>	<b>\$ 17,685,036</b>	<b>\$ 10,051,957</b>	<b>\$ 7,187,702</b>	<b>\$ 20,549,291</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 2015-16

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	\$ 8,817,899	\$ 5,855,233	\$ 6,458,576	\$ 410,465	\$ 8,625,021
Regular Activities - Grade / Grad Class	2,080,804	2,711,672	3,332,406	670,375	2,130,445
Regular Activities - Student Activity	6,698,842	7,187,026	7,801,487	1,090,543	7,174,923
Regular Activities - Club	1,091,563	1,202,173	1,484,829	347,983	1,156,890
Regular Activities - Sport Team	1,605,629	1,874,600	2,422,162	895,818	1,953,885
Special Activities - Donations	3,025,065	1,887,795	1,380,044	(161,759)	3,371,057
Special Activities - Field Trips	135,865	3,717,721	3,837,395	80,307	96,499
Special Activities - Fundraisers	488,140	6,545,414	3,289,554	(3,371,031)	372,970
Special Activities - Grants	690,455	677,898	791,661	37,299	613,991
Investments	625,160	146,459	325,030	-	446,589
<b>Total Student Activity Funds</b>	<b>\$ 25,259,422</b>	<b>\$ 31,805,991</b>	<b>\$ 31,123,144</b>	<b>\$ -</b>	<b>\$ 25,942,270</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 (approved annual applications on file) 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 2015-16 and 2014-15

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 2015-16		FY 2014-15	
<b>By Source of Funds</b>	General Fund	\$ 27,034,840	24%	\$ 27,229,280	25%
	Special Fund	20,438,035	19%	27,091,150	25%
	Federal Cash Subsidy	58,117,305	52%	48,707,404	45%
	Federal Commodities	5,627,710	5%	5,273,286	5%
<b>Total</b>		<b>\$ 111,217,890</b>	<b>100%</b>	<b>\$ 108,301,120</b>	<b>100%</b>
<b>By Expenditure Category</b>	Personal Services	\$ 53,327,486	48%	\$ 50,800,113	47%
	Food	45,146,083	40%	46,051,221	42%
	Supplies	5,277,077	5%	5,293,959	5%
	Other Expenses	5,612,482	5%	5,603,895	5%
	Equipment	1,854,762	2%	551,932	1%
<b>Total</b>		<b>\$ 111,217,890</b>	<b>100%</b>	<b>\$ 108,301,120</b>	<b>100%</b>

OPERATIONAL HIGHLIGHTS		LUNCH		BREAKFAST	
		FY 2015-16	FY 2014-15	FY 2015-16	FY 2014-15
<b>Number of Meals Served</b>	Paid	6,437,942	6,525,708	1,223,463	1,270,744
	Free	9,025,607	9,005,858	4,118,168	4,142,906
	Reduced	1,837,401	1,958,707	547,118	588,261
	Adult and Other	921,397	978,233	387,572	386,456
<b>Total</b>		<b>18,222,347</b>	<b>18,468,506</b>	<b>6,276,321</b>	<b>6,388,367</b>

COST PER MEAL		LUNCH		BREAKFAST	
		FY 2015-16	FY 2014-15	FY 2015-16	FY 2014-15
<b>By Source of Fund</b>	General Fund	\$ 2.09	\$ 2.18	\$ 0.39	\$ 0.14
	Special Fund	1.03	1.38	0.26	0.25
	Federal Cash Subsidy	2.58	1.95	1.78	1.99
	Federal Commodities	0.31	0.29	-	-
<b>Total</b>		<b>\$ 6.01</b>	<b>\$ 5.80</b>	<b>\$ 2.43</b>	<b>\$ 2.38</b>
<b>By Expenditure Category</b>	Personal Services	\$ 2.07	\$ 2.00	\$ 0.56	\$ 0.54
	Fringe Benefit	0.85	0.75	0.23	0.20
	Food	2.03	2.03	1.14	1.15
	Other	0.52	0.51	0.33	0.32
	Indirect	0.54	0.51	0.17	0.17
<b>Total</b>		<b>\$ 6.01</b>	<b>\$ 5.80</b>	<b>\$ 2.43</b>	<b>\$ 2.38</b>

# CONSOLIDATED ANNUAL FINANCIAL REPORT OF EXPENDITURES\*, FY 2015-16

Description	General Fund**	Federal Fund	Special Fund	Trust Fund	Grand Total	%	Per Pupil Cost***
<b><u>INSTRUCTION &amp; RELATED</u></b>							
General Instruction	\$ 894,302,332	\$ 11,302,858	\$ 935,965	\$ -	\$ 906,541,155		
Special Education	524,795,080	48,535,607	967,001	-	574,297,688		
Supplemental Educational Services	12,406,081	63,256,650	14,400	-	75,677,131		
Other Instructional Programs	59,964,689	5,102,091	3,770,181	5,400,132	74,237,093		
Counseling	49,407,214	-	-	-	49,407,214		
School Libraries	20,295,759	-	-	-	20,295,759		
School Administration	196,392,987	2,381,220	1,653,355	-	200,427,562		
<b>Total Instruction &amp; Related</b>	<b>\$ 1,757,564,142</b>	<b>\$ 130,578,426</b>	<b>\$ 7,340,902</b>	<b>\$ 5,400,132</b>	<b>\$ 1,900,883,602</b>	<b>79%</b>	<b>\$10,537</b>
<b><u>INSTRUCTIONAL SUPPORT</u></b>							
Professional Development	\$ 20,444,838	\$ 12,405,204	\$ 27,052	\$ 630,265	\$ 33,507,359		
Curriculum Services	15,645,938	51,294	121,183	-	15,818,415		
School Health Services	10,475,474	291,931	-	-	10,767,405		
<b>Total Instructional Support</b>	<b>\$ 46,566,250</b>	<b>\$ 12,748,429</b>	<b>\$ 148,235</b>	<b>\$ 630,265</b>	<b>\$ 60,093,179</b>	<b>2%</b>	<b>\$ 333</b>
<b><u>SCHOOL SUPPORT</u></b>							
Safety & Security Services	\$ 9,290,632	\$ 640,179	\$ -	\$ -	\$ 9,930,811		
School Food Services	34,764,167	59,418,307	21,680,487	-	115,862,961		
Operations & Maintenance:							
Custodial Services	66,130,953	6,802,648	-	-	72,933,601		
Utilities	59,722,839	-	-	-	59,722,839		
Repairs & Maintenance	52,306,886	-	2,964,736	-	55,271,622		
Other School Support	6,210,455	227,511	1,623,328	972,951	9,034,245		
Student Transportation Services	62,042,595	-	4,226,739	-	66,269,334		
<b>Total School Support</b>	<b>\$ 290,468,527</b>	<b>\$ 67,088,645</b>	<b>\$ 30,495,290</b>	<b>\$ 972,951</b>	<b>\$ 389,025,413</b>	<b>16%</b>	<b>\$ 2,156</b>
<b><u>ADMINISTRATION</u></b>							
State & Complex Administration	\$ 56,935,608	\$ 4,727,830	\$ 1,332,522	\$ 37,347	\$ 63,033,307		
<b>Total Administration</b>	<b>\$ 56,935,608</b>	<b>\$ 4,727,830</b>	<b>\$ 1,332,522</b>	<b>\$ 37,347</b>	<b>\$ 63,033,307</b>	<b>3%</b>	<b>\$ 349</b>
<b>TOTAL BEFORE EXCLUSIONS</b>	<b>\$ 2,151,534,527</b>	<b>\$ 215,143,330</b>	<b>\$ 39,316,949</b>	<b>\$ 7,040,695</b>	<b>\$ 2,413,035,501</b>	<b>100%</b>	<b>\$13,375</b>
<b><u>EXCLUSIONS****</u></b>							
Adult Education	\$ 2,729,033	\$ 2,011,321	\$ 322,077	\$ 144,812	\$ 5,207,243		
After-School Plus (A+) Program	-	-	7,175,822	-	7,175,822		
Capitalized Equipment	16,680,984	-	-	-	16,680,984		
Debt Service Costs	274,268,233	-	-	-	274,268,233		
<b>Total Exclusions</b>	<b>\$ 293,678,250</b>	<b>\$ 2,011,321</b>	<b>\$ 7,497,899</b>	<b>\$ 144,812</b>	<b>\$ 303,332,282</b>		
<b>GRAND TOTAL</b>	<b>\$ 2,445,212,777</b>	<b>\$ 217,154,651</b>	<b>\$ 46,814,848</b>	<b>\$ 7,185,507</b>	<b>\$ 2,716,367,783</b>		

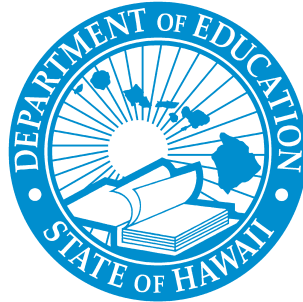
\* Expenditures reported include cash disbursements plus encumbrances.

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

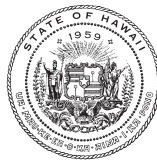
\*\*\* Based on Official State of Hawaii, Department of Education Enrollment for FY 2015-16 of 180,409 students (includes Public Charter Schools).

\*\*\*\* 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, 2015 - June 30, 2016