A BILL FOR AN ACT

RELATING TO EDUCATION.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that, in the current job
- 2 market, nearly sixty-five per cent of available positions
- 3 require post-secondary credentials. Industry-recognized
- 4 credentials are important because they teach the specific
- 5 knowledge and skills that are required for an occupation or
- 6 industry. Full-time employees having industry credentials earn
- 7 more than their uncredentialed counterparts, and the salaries of
- 8 credential holders who do not hold college degrees are in some
- 9 cases similar to the salaries of college graduates.
- 10 The legislature also finds that the State has critical
- 11 shortages of qualified and credentialed workers in various
- 12 sectors, including health, education, air travel, agriculture,
- 13 and technology. Given the recent downturn in the State's
- 14 economy and the rise in unemployment, it is especially important
- 15 for Hawaii to equip its students for the existing job market.
- 16 To this end, the Promising Credentials project, a collaborative
- 17 effort aimed at using Hawaii labor market data and local



- 1 employer insights to identify high-value industry credentials in
- 2 the State, was launched. This information will enable local
- 3 career readiness programs to better tailor their offerings to
- 4 Hawaii's job market and to deliver more effective services to
- 5 both students and employers.
- 6 Act 163, Session Laws of Hawaii 2021, which requires, in
- 7 part, a statewide longitudinal data system, will better enable
- 8 the department of education and employers to align offerings and
- 9 opportunities based on data. The legislature believes that
- 10 students and employers in Hawaii both benefit when school career
- 11 readiness programs prepare students based on regional needs.
- 12 Accordingly, the purpose of this Act is to create a career
- 13 development success program to provide financial incentives for
- 14 participating public high schools and charter schools to
- 15 encourage pupils enrolled in grades nine through twelve to
- 16 enroll in and successfully complete qualified industry-
- 17 credential programs.
- 18 SECTION 2. Chapter 302A, Hawaii Revised Statutes, is
- 19 amended by adding a new section to subpart C of part II to be
- 20 appropriately designated and to read as follows:

•	mustry recognized credentials, career
2	development success program. (a) There is established within
3	the department a career development success program to provide
4	financial incentives for participating high schools to encourage
5	students enrolled in grades nine through twelve in public high
6	schools to enroll in and successfully complete qualified
7	industry-credential programs.
8	(b) Beginning with the 2022-2023 fiscal year, each
9	participating school may receive up to \$ for each
10	pupil who, in the preceding fiscal year, successfully completes
11	a qualified industry-credential program. The funds shall be
12	distributed to participating schools as provided in subsections
13	(e) and (f).
14	(c) Each participating school may decide annually whether
15	to participate in the career development success program.
16	(d) The department shall create a process with a deadline
17	for participating schools to report student credential
18	attainment.
19	(e) For each fiscal year, the department shall distribute
20	to each participating school an amount equal to \$
21	multiplied by the number of pupils reported by the participating

1	school as	successfully earning an industry certificate by
2	completing	g a qualified industry-credential program; provided
3	that a pa	rticipating school shall not receive a distribution for
4	more than	ten per cent of the total number of completed industry
5	certifica	tes reported by all participating schools.
6	<u>(f)</u>	For each fiscal year, the department shall distribute
7	funds in	the following order until all funds are disbursed:
8	(1)	Based on the order received by the department, funds
9		shall be distributed first to participating schools
10		for all who attained Advanced Credentials;
11	(2)	Based on the order received by the department, funds
12		shall be distributed to participating schools for all
13		who attained Door Opener Credentials;
14	(3)	Based on the order received by the department, funds
15		shall be distributed to participating schools for all
16		who attained Springboard Credentials;
17	(4)	Based on the order received by the department, funds
18		shall be distributed to participating schools for all
19		who attained Foundational Credentials; and
20	(5)	Any remaining funds shall be deposited into the
21		general fund.

1	(g) Each participating school shall regularly communicate
2	to all high school students the availability of qualified
3	industry-credential programs and the benefits a student receives
4	as a result of successfully completing one of the programs or
5	courses. The participating school shall design the
6	communications to students with the goal of increasing
7	participation in the qualified industry-credential programs and
8	courses across all student subgroups.
9	(h) As used in this section:
10	"Advanced Credentials" means credentials that signal
11	proficiency in industry-specific skills for priority occupations
12	that may also require a bachelor's degree, as determined by the
13	department.
14	"Door Opener Credentials" means credentials that signal
15	proficiency in industry-specific skills for priority occupations
16	that require some post-secondary education, including
17	certificates and associate degrees, as determined by the
18	department.
19	"Foundational Credentials" means credentials that prepare
20	learners with essential knowledge and skills for a range of

1 priority occupations, including workplace safety, as determined 2 by the department. 3 "Participating school" means a public high school that 4 chooses to participate in the career development success program 5 established pursuant to this section. 6 "Qualified industry-credential program" means a program 7 that is recognized by the department as offering students the 8 opportunity to attain a high-value industry credential. 9 "Springboard Credentials" means credentials that signal 10 proficiency in industry-specific skills for priority occupations 11 that often do not require a postsecondary certificate or degree, 12 as determined by the department." 13 SECTION 3. Chapter 302D, Hawaii Revised Statutes, is 14 amended by adding a new section to be appropriately designated 15 and to read as follows: 16 "§302D- Industry-recognized credentials; career 17 development success program. (a) There is established by the 18 commission a career development success program to provide 19 financial incentives for participating public charter schools to

encourage students enrolled in grades nine through twelve in

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1 public charter schools to enroll in and successfully complete 2 qualified industry-credential programs. 3 (b) Beginning with the 2022-2023 fiscal year, each 4 participating school may receive up to \$ for each 5 pupil who, in the preceding fiscal year, successfully completes 6 a qualified industry-credential program. The funds shall be 7 distributed to participating schools as provided in subsections 8 (e) and (f). 9 (c) Each participating school may decide annually whether 10 to participate in the career development success program. 11 (d) The commission shall create a process with a deadline 12 for participating schools to report student credential 13 attainment. 14 (e) For each fiscal year, the commission shall distribute 15 to each participating school an amount equal to \$ 16 multiplied by the number of pupils reported by the participating 17 school as successfully earning an industry certificate by 18 completing a qualified industry-credential program; provided 19 that a participating school shall not receive a distribution for 20 more than ten per cent of the total number of completed industry

certificates reported by all participating schools.

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1	<u>(f)</u>	For each fiscal year, the commission shall distribute
2	funds in	the following order until all funds are disbursed:
3	(1)	Based on the order received by the commission, funds
4		shall be distributed first to participating schools
5		for all who attained Advanced Credentials;
6	(2)	Based on the order received by the commission, funds
7		shall be distributed to participating schools for all
8		who attained Door Opener Credentials;
9	(3)	Based on the order received by the commission, funds
10		shall be distributed to participating schools for all
11		who attained Springboard Credentials;
12	(4)	Based on the order received by the commission, funds
13		shall be distributed to participating schools for all
14		who attained Foundational Credentials; and
15	<u>(5)</u>	Any remaining funds shall be deposited into the
16		general fund.
17	<u>(g)</u>	Each participating school shall regularly communicate
18	to all st	udents in grades nine through twelve the availability
19	of qualif	ied industry-credential programs and the benefits a
20	student r	eceives as a result of successfully completing one of
21	the progr	ams or courses. The participating school shall design

- 1 the communications to students with the goal of increasing
- 2 participation in the qualified industry-credential programs and
- 3 courses across all student subgroups.
- 4 (h) As used in this section:
- 5 "Advanced Credentials" means credentials that signal
- 6 proficiency in industry-specific skills for priority occupations
- 7 that may also require a bachelor's degree, as determined by the
- 8 department.
- 9 "Door Opener Credentials" means credentials that signal
- 10 proficiency in industry-specific skills for priority occupations
- 11 that require some post-secondary education, including
- 12 certificates and associate degrees, as determined by the
- 13 department.
- 14 "Foundational Credentials" means credentials that prepare
- 15 learners with essential knowledge and skills for a range of
- 16 priority occupations, including workplace safety, as determined
- 17 by the department.
- 18 "Participating school" means a public charter school that
- 19 chooses to participate in the career development success program
- 20 established pursuant to this section.

"Qualified industry-credential program" means a program 1 2 that is recognized by the department as offering students the 3 opportunity to attain a high-value industry credential. 4 "Springboard Credentials" means credentials that signal 5 proficiency in industry-specific skills for priority occupations 6 that often do not require a postsecondary certificate or degree, 7 as determined by the department." 8 SECTION 4. There is appropriated out of the general revenues of the State of Hawaii the sum of \$ 9 10 much thereof as may be necessary for fiscal year 2022-2023 for 11 the career development success program established pursuant to section 2 of this Act. 12 13 The sum appropriated shall be expended by the department of 14 education for the purposes of this Act. 15 SECTION 5. There is appropriated out of the general revenues of the State of Hawaii the sum of \$ 16 or so 17 much thereof as may be necessary for fiscal year 2022-2023 for the career development success program established pursuant to 18 19 section 3 of this Act.

The sum appropriated shall be expended by the state public

charter school commission for the purposes of this Act.



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S.B. NO. 2826 S.D. 2 H.D. 1

- 1 SECTION 6. New statutory material is underscored.
- 2 SECTION 7. This Act shall take effect on July 1, 2022.

Report Title:

DOE; Industry-Recognized Credentials; Career Development; Public High Schools; Public Charter Schools; Appropriation

Description:

Establishes a career development success program within the department of education to provide financial incentives for participating public high schools to encourage students enrolled in grades nine through twelve to enroll in and successfully complete qualified industry-credential programs. Establishes a similar program for public charter schools. Appropriates funds. (HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.