

KAMEHAMEHA SCHOOLS

REPORT ON
FINANCIAL ACTIVITIES

JULY 1, 2024 – JUNE 30, 2025



Founded in 1887 through the will of Ke Ali'i Bernice Pauahi Pākī Bishop, Ke Kula 'o Kamehameha is a private, educational, charitable trust dedicated to empowering Native Hawaiians in perpetuity by improving their well-being through education.

Guided by the transition from Strategic Map 2025 (SM2025) to Strategic Plan 2030 (SP2030), we strengthened our foundation in

high-quality education, community partnerships, and 'āina stewardship—creating greater momentum toward ea, the agency and self-determining power that will shape our future.

This year, our **three K–12 campuses and 30 preschools**—supported by dedicated leaders, administrators, kumu, staff, volunteers, and 'ohana—carried this transition forward with intention, keeping our keiki firmly at the center. We provided safe, nurturing learning environments and elevated Hawaiian culture-based education, ensuring haumāna thrive in E Ola! (our enterprise-wide learning outcomes) and grow as 'Ōiwi leaders who are prepared to serve the lāhui with passion and purpose.

Together with our community partners, we expanded access to learning through integrated opportunities, scholarships, and digital resources that strengthened educational pathways and deepened **community impact** across Hawai'i.

Through culturally grounded stewardship of **'Āina Pauahi**—our commercial, agricultural, and conservation lands—we continued to generate competitive returns while restoring ecosystems, supporting local economies, and creating resilient communities.

SPENDING

Kamehameha Schools strives to maintain an annual spend rate on education within a range of 2.5% to 6.0% each fiscal year based on the trailing five-year average market value of the endowment. The long-term target average spend rate is 4.0%, although this may vary annually, depending on program needs and changes in the average market value of the endowment. This year, our total educational spend was \$530 million, equal to 3.8% of the trailing five-year average market value of the endowment. For this past fiscal year, educational spending and learners served include:

- Campuses:** \$311 million serving 7,226 learners, as follows:
- 30 Preschools: \$48 million serving 1,683 learners.
 - K-12 Campuses: \$263 million serving 5,543 learners— from Kamehameha Schools Hawai'i (1,190 learners), Kamehameha Schools Maui (1,141 learners), and Kamehameha Schools Kapālama (3,212 learners).
- Community Education:** \$94.2 million serving 47,873 learners, as follows:
- Scholarships: \$32.8 million serving 4,114 learners, including:
 - o \$10.3 million for early learning scholarships serving 1,074 learners;
 - o \$4.8 million for K-12 scholarships serving 535 learners; and
 - o \$17.7 million for post-high scholarships serving 2,505 learners.
 - **Community Investments:** \$61.4 million serving 43,759 learners, including:
 - o \$34.6 million for investments in 118 community organizations serving 36,231 learners; and
 - o \$26.8 million for community engagements, internships, college & career counseling, leadership, and other programming serving 7,528 learners.

Other Educational Spending: \$125 million for educational infrastructure and costs, including capital, debt financing and reserves, and support services. This also includes financial aid and waivers of \$37.7 million serving 5,770 learners (from our preschools and K–12 campuses), and additional community learners served through various education programs (3,021) and 'Āina Pauahi programs (32,009).

Additionally, Kamehameha Schools (i) invested \$57.7 million (net of agriculture rents) to steward agricultural and conservation 'āina across Hawai'i, and (ii) supported and contributed—alongside many others—to healing, recovery, resolution, and restoration efforts following the Lahaina wildfires.

REVENUES

Returns from Kamehameha Schools' endowment fund more than 97% of our educational spend. Our endowment is managed primarily using long-term investment return and educational spending metrics to ensure financial resilience and real growth for a perpetual asset base. The endowment achieved average returns of 7.6%, 9.8%, and 8.8% on a 10-, 5-, and 1-year basis, respectively. The policy benchmarks over the same periods were 6.2%, 7.7%, and 8.4%, respectively.

ENDOWMENT

The consolidated balance sheet shows trust investments (i.e., the endowment) of \$11.6 billion. This reflects real estate investments

primarily at cost rather than fair market value. When considering the fair market value of real estate investments at \$4.6 billion, the entire endowment is valued at \$15.8 billion as of June 30, 2025.

We invite you to engage more deeply with our progress, priorities, and pathways ahead through our digital annual report. As we continue to activate the commitments of SP2030, we welcome you to explore the full story of how we are advancing education, stewarding 'āina, and strengthening communities in service to Pauahi's vision and the thriving future of Native Hawaiians.



CONSOLIDATED BALANCE SHEET

June 30, 2025 (in thousands)

Assets

Current assets	
Cash and cash equivalents	\$ 417,404
Receivables, net	142,839
Short-term investments	46,725
Other	9,768

Total current assets	616,736
Trust investments	
Financial investments, net	11,195,774
Real estate investments, net	412,094

Total trust investments	11,607,868
Other investments	74,388
Property and equipment, net	527,412
Deferred charges and other	183,980

Total assets	\$ 13,010,384

Liabilities and Net Assets

Current liabilities	
Accounts payable and accrued expenses	\$ 78,778
Current portion of notes payable	85,569
Deferred income and other	248,527

Total current liabilities	412,874
Notes payable	482,611
Accrued postretirement benefits	54,994
Accrued pension liability	270
Deferred income and other	792,613

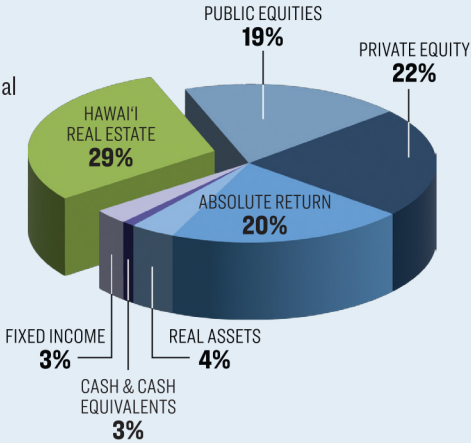
Total liabilities	1,743,362

Net assets – without donor restrictions	11,267,022

Total liabilities and net assets	\$ 13,010,384

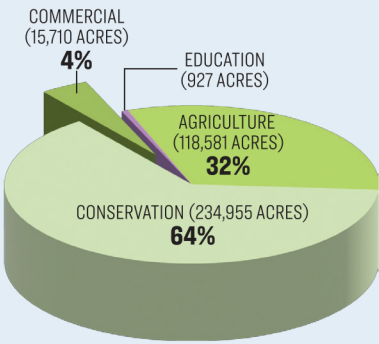
KAMEHAMEHA SCHOOLS ENDOWMENT

Kamehameha Schools' mission is 97% supported by its endowment with 3% being supported by tuition, net of financial aid. The endowment was valued at \$15.8 billion as of June 30, 2025. A globally diversified financial assets portfolio of \$11.2 billion, and Hawai'i real estate representing \$4.6 billion at fair market value comprise the endowment's value.



KAMEHAMEHA SCHOOLS LANDS

Kamehameha Schools' commercial properties make up 4% of its total 370,173 acres. The remaining 96% - agricultural and conservation lands - are managed as sustainability assets outside the endowment fund. In fiscal year 2025, Kamehameha Schools invested \$57.7 million (net of agricultural rents) to steward these lands and natural resources.



Ke Kula 'o Kamehameha