

# FISCAL NOTE

**STATE OF ALASKA**  
**2010 LEGISLATIVE SESSION**

Fiscal Note Number: \_\_\_\_\_  
 Bill Version: CS for SB237 (FIN)  
 () Publish Date: \_\_\_\_\_

Identifier (file name): CSSB237-EED-ESS-3-31-10 Section 3  
 Title: "An act extending the deadline for authorizing school construction debt reimbursed by the state"  
 Sponsor: Senate Education Committee  
 Requester: Senate Finance Committee  
 Dept. Affected: Education & Early Develo  
 RDU: School Debt Reimbursement  
 Component: School Debt Reimbursement  
 Component Number: 153

**Expenditures/Revenues** (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

	Appropriation Required	Information					
		FY 2011	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015
<b>OPERATING EXPENDITURES</b>							
Personal Services							
Travel							
Contractual							
Supplies							
Equipment							
Land & Structures							
Grants & Claims		0.0	0.0	3,700.0	3,700.0	3,700.0	3,700.0
Miscellaneous							
<b>TOTAL OPERATING</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>3,700.0</b>	<b>3,700.0</b>	<b>3,700.0</b>

<b>CAPITAL EXPENDITURES</b>							
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<b>CHANGE IN REVENUES ( )</b>							
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**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts							
1003 GF Match							
1004 GF							
1005 GF/Program Receipts							
1037 GF/Mental Health							
Other Interagency Receipts		0.0	0.0	3,700.0	3,700.0	3,700.0	3,700.0
<b>TOTAL</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>3,700.0</b>	<b>3,700.0</b>	<b>3,700.0</b>

Estimate of any current year (FY2010) cost: \_\_\_\_\_

**POSITIONS**

Full-time							
Part-time							
Temporary							

**ANALYSIS:** (Attach a separate page if necessary)

Section 3 of SB 237 removes the sunset date for the existing debt reimbursement program. Anticipated increases as a result of the extension of the debt program are based on increases averaged over the prior three fiscal years. FY08-09 increased by \$2,000,000; FY 09-10 increased by \$3,000,000; and FY10-11 increased by \$6,000,000. The average of the 3 year increases are  $\$11,000,000 \div 3 = \$3,666,666$ . 70% of school debt payments, made by a municipality, will be reimbursed by the state if they meet state approved space guidelines. 60% of school debt payments will be reimbursed by the state if the municipality exceeds state approved space guidelines.

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 Division: School Finance  
 Approved by: Larry LeDoux  
Commissioner

Phone: 465-8679  
 Date/Time: 3/31/10 4:30 PM  
 Date: 3/31/2010