

FISCAL NOTE

STATE OF ALASKA cost # codes
2012 LEGISLATIVE SESSION

Bill Version **SB182**
Fiscal Note Number _____
Publish Date _____

Identifier (file name) SB182-EED-ESS-2-3-2012 Dept. Affected Education & Early Development
Title "An Act amending the amount of state funding provided to school districts for pupil transportation." Appropriation K-12 Support
Allocation Pupil Transportation
Sponsor Senate Education Committee
Requester Senate Education Committee OMB Component Number 144

Expenditures/Revenues (Thousands of Dollars)

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

	FY13 Appropriation Requested	Included in Governor's FY13 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY13	FY13	FY14	FY15	FY16	FY17	FY18
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants, Benefits	19,941.3	64,228.4	86,863.1	89,642.7	92,511.3	95,471.7	98,526.8
Miscellaneous							
TOTAL OPERATING	19,941.3	64,228.4	86,863.1	89,642.7	92,511.3	95,471.7	98,526.8

FUND SOURCE (Thousands of Dollars)							
1002	Federal Receipts						
1003	GF Match						
1004	GF	19,941.3	64,228.4	86,863.1	89,642.7	92,511.3	98,526.8
1005	GF/Prgm (DGF)						
1037	GF/MH (UGF)						
1178	temp code (UGF)						
TOTAL		19,941.3	64,228.4	86,863.1	89,642.7	92,511.3	98,526.8

POSITIONS							
Full-time							
Part-time							
Temporary							

CHANGE IN REVENUES							
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Estimated SUPPLEMENTAL (FY12) operating costs 8,050.3 (separate supplemental appropriation required)
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY13) costs _____ (separate capital appropriation required)
(discuss reasons and fund source(s) in analysis section)

Why this fiscal note differs from previous version (if initial version, please note as such)

Not applicable, initial version.

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Approved by Mike Hanley
Commissioner

Phone 465-8679
Date/Time 2/3/12 12:00 AM
Date 2/3/2012

FISCAL NOTE

STATE OF ALASKA
2012 LEGISLATIVE SESSION

BILL NO. SB182

Analysis

This bill amends the amount of per pupil funding provided to districts through the pupil transportation funding formula at AS 14.09.010. The current program provides state funding for pupil transportation by assigning each participating district an individual per student factor, and then multiplying the factor by the current annual average daily membership (ADM) to arrive at each districts annual funding.

The bill sets rates for FY2012 (section 4) and then resets rates for FY2013 (section 1) and thereafter.

For FY2012 the bill replaces the existing per student factors in statute with new per student amount.

The fiscal note calculation for FY2012 in the amount of \$8.0 million is calculated by using the new per student factors in section 4 multiplied by FY2012 preliminary ADM.

For FY2013 and years thereafter the pupil transportation reimbursement funding is set as follows: "the amount reported to the department in the audited financial statement of the school district as actual pupil transportation expenditures for the school year ending June 30, 2012," plus the addition of an annual CPI index.

Based on the language in this section for FY2013 and thereafter the funding formula no longer uses ADM in the pupil transportation formula, but rather will set the reimbursement by actual FY2012 audited expenditures plus annual CPI increases.

FY2012 expenditures are in process and will continue to accumulate until June 30, 2012. This amount is unknown at this time.

The fiscal note increase of \$19.9 million for FY2013 was calculated as follows: The most recent audited expenditures for FY2011 were increased by 26% to reflect possible increases to contracts, plus a consumer price increment of 3.2% based on the most recent reported annual Anchorage CPI. The 26% increase was based on recent contract increases in larger Alaska school districts. Without a certain dollar increase this approximates potential growth of the program under SB182.

Section 1 of the bill changes the current funding formula methodology and rates beginning in FY2013 by basing the amount of funding a school district would receive on the audited expenditures each district reports in the June 30, 2012 audited financial statements plus, an annual consumer price index multiplier stated in section 2 of the bill.

Section 2 of the bill applies an annual Consumer Price Index (CPI) based on the Anchorage metropolitan area CPI compiled by the United States Department of Labor, Bureau of Labor Statistics.

Section 3 is repealed.

Section 4 is applicable only to funding for FY2012, future years fall under the calculation at section 1.

Page one of the fiscal note estimates the total funding for the program for fiscal years 2013 to 2018 and supplemental funding for FY2012 as explained above.

State of Alaska Department of Education & Early Development

Prepared by School Finance

Pupil Transportation Program - FY2012

Prepared 2/3/2012

School District	FY2012 Preliminary ADM	Current Per Student Amount FY2012	SB182 FY2012 Per Student Amount	FY2012 Current State Funding	SB182 FY2012 State Funding	SB182 Increase to FY2012 Funding
Alaska Gateway	322	\$ 1,658	\$ 2,055	\$ 534,208	\$ 662,121	\$ 127,913
Aleutian Region	31	-	-	-	-	-
Aleutians East Borough	227	280	280	63,462	63,462	-
Anchorage	47,545	407	430	19,350,697	20,444,225	1,093,528
Annette Island	276	65	65	17,921	17,921	-
Bering Strait	1,594	48	48	76,490	76,490	-
Bristol Bay Borough	150	2,315	2,315	346,648	346,648	-
Chatham	147	77	77	11,300	11,300	-
Chugach	60	-	-	-	-	-
Copper River	430	1,468	1,468	631,754	631,754	-
Cordova	325	294	336	95,403	109,032	13,629
Craig	341	281	463	95,793	157,837	62,044
Delta Greely	793	1,496	1,656	1,186,104	1,312,960	126,856
Denali Borough	230	1,808	1,520	415,388	349,220	(66,168)
Dillingham	462	1,080	1,080	499,068	499,068	-
Fairbanks N. Star Borough	14,004	704	880	9,858,534	12,323,168	2,464,634
Galena	294	255	255	75,047	75,047	-
Haines Borough	300	626	626	187,894	187,894	-
Hoonah	114	298	298	33,898	33,898	-
Hydaburg	44	-	-	-	-	-
Iditarod Area	195	188	188	36,604	36,604	-
Juneau Borough	4,886	556	603	2,716,644	2,946,288	229,644
Kake	93	204	204	18,890	18,890	-
Kashunamiut	312	5	5	1,558	1,558	-
Kenai Peninsula Borough	8,149	675	675	5,500,393	5,500,393	-
Ketchikan Gateway Borough	2,102	727	727	1,528,227	1,528,227	-
Klawock	136	223	223	30,295	30,295	-
Kodiak Island Borough	2,409	593	775	1,428,288	1,866,650	438,362
Kuspuk	346	654	654	225,957	225,957	-
Lake and Peninsula Borough	309	381	381	117,706	117,706	-
Lower Kuskokwim	3,972	209	209	830,096	830,096	-
Lower Yukon	1,987	1	1	1,987	1,987	-
Mat-Su Borough	15,681	768	977	12,042,816	15,320,093	3,277,277
Nenana	196	561	572	109,984	112,141	2,157
Nome	674	390	390	262,763	262,763	-
North Slope Borough	1,599	948	1,116	1,515,947	1,784,596	268,649
Northwest Arctic Borough	1,803	22	22	39,674	39,674	-
Pelican	18	72	72	1,296	1,296	-
Petersburg	427	276	374	117,755	159,567	41,812
Pribilof	82	-	-	-	-	-
Saint Mary's	181	75	75	13,568	13,568	-
Sitka Borough	1,281	428	410	548,105	525,054	(23,051)
Skagway	59	36	36	2,114	2,114	-
Southeast Island	164	1,101	1,101	180,344	180,344	-
Southwest Region	633	598	587	378,594	371,630	(6,964)
Tanana	34	478	478	16,252	16,252	-
Unalaska	414	648	648	268,013	268,013	-
Valdez	676	666	666	449,883	449,883	-
Wrangell	312	596	596	185,833	185,833	-
Yakutat	105	723	723	75,843	75,843	-
Yukon Flats	256	251	251	64,193	64,193	-
Yukon Koyukuk	282	299	299	84,378	84,378	-
Yupiit	448	2	2	896	896	-
Totals	117,901	\$ 26,514	\$ 27,892	\$ 62,274,499	\$ 70,324,819	\$ 8,050,321

School District	FY2013 Projected Expenditures with CPI	FY2014 Projected Expenditures with CPI	FY2015 Projected Expenditures with CPI	FY2016 Projected Expenditures with CPI	FY2017 Projected Expenditures with CPI	FY2018 Projected Expenditures with CPI
Alaska Gateway	\$ 769,155	\$ 793,768	\$ 819,168	\$ 845,382	\$ 872,434	\$ 900,352
Aleutian Region	-	-	-	-	-	-
Aleutians East Borough	109,324	112,823	116,433	120,159	124,004	127,972
Anchorage	26,643,580	27,496,175	28,376,052	29,284,086	30,221,177	31,188,254
Annette Island	50,766	52,390	54,067	55,797	57,582	59,425
Bering Strait	68,518	70,710	72,973	75,308	77,718	80,205
Bristol Bay Borough	452,059	466,525	481,454	496,860	512,760	529,168
Chatham	52,646	54,331	56,069	57,864	59,715	61,626
Chugach	-	-	-	-	-	-
Copper River	811,380	837,344	864,139	891,792	920,329	949,780
Cordova	138,400	142,828	147,399	152,116	156,983	162,007
Craig	136,981	141,364	145,888	150,556	155,374	160,346
Delta Greely	1,550,544	1,600,162	1,651,367	1,704,211	1,758,746	1,815,025
Denali Borough	443,174	457,355	471,991	487,094	502,681	518,767
Dillingham	680,780	702,565	725,047	748,248	772,192	796,903
Fairbanks N. Star Borough	13,016,015	13,432,527	13,862,368	14,305,964	14,763,755	15,236,195
Galena	97,269	100,382	103,594	106,909	110,330	113,861
Haines Borough	184,172	190,066	196,148	202,424	208,902	215,587
Hoonah	6,447	6,653	6,866	7,086	7,313	7,547
Hydaburg	-	-	-	-	-	-
Iditarod Area	32,981	34,037	35,126	36,250	37,410	38,607
Juneau Borough	3,885,759	4,010,104	4,138,427	4,270,857	4,407,524	4,548,565
Kake	32,139	33,167	34,228	35,324	36,454	37,621
Kashunamiut	1,701	1,755	1,811	1,869	1,929	1,991
Kenai Peninsula Borough	7,168,538	7,397,931	7,634,665	7,878,974	8,131,102	8,391,297
Ketchikan Gateway Borough	1,937,163	1,999,153	2,063,126	2,129,146	2,197,278	2,267,591
Klawock	92,734	95,701	98,764	101,924	105,186	108,551
Kodiak Island Borough	1,946,831	2,009,130	2,073,422	2,139,772	2,208,244	2,278,908
Kuspuk	269,368	277,988	286,883	296,063	305,537	315,315
Lake and Peninsula Borough	148,434	153,184	158,086	163,145	168,365	173,753
Lower Kuskokwim	1,290,031	1,331,312	1,373,914	1,417,879	1,463,251	1,510,075
Lower Yukon	-	-	-	-	-	-
Mat-Su Borough	16,276,574	16,797,424	17,334,941	17,889,660	18,462,129	19,052,917
Nenana	149,486	154,270	159,206	164,301	169,558	174,984
Nome	372,165	384,074	396,364	409,048	422,137	435,646
North Slope Borough	2,175,321	2,244,931	2,316,769	2,390,906	2,467,415	2,546,372
Northwest Arctic Borough	56,985	58,809	60,691	62,633	64,637	66,705
Pelican	-	-	-	-	-	-
Petersburg	207,512	214,152	221,005	228,077	235,375	242,907
Pribilof	-	-	-	-	-	-
Saint Mary's	26,188	27,026	27,891	28,784	29,705	30,655
Sitka Borough	668,019	689,395	711,456	734,222	757,718	781,965
Skagway	1,722	1,777	1,834	1,892	1,953	2,015
Southeast Island	241,440	249,166	257,139	265,367	273,859	282,623
Southwest Region	474,415	489,597	505,264	521,432	538,118	555,338
Tanana	9,040	9,329	9,628	9,936	10,254	10,582
Unalaska	332,830	343,480	354,472	365,815	377,521	389,602
Valdez	641,532	662,061	683,247	705,111	727,675	750,960
Wrangell	243,831	251,633	259,686	267,996	276,571	285,422
Yakutat	111,704	115,279	118,967	122,774	126,703	130,758
Yukon Flats	67,097	69,244	71,459	73,746	76,106	78,541
Yukon Koyukuk	96,951	100,053	103,255	106,559	109,969	113,488
Yup'it	-	-	-	-	-	-
Totals	\$ 84,169,698	\$ 86,863,128	\$ 89,642,748	\$ 92,511,316	\$ 95,471,679	\$ 98,526,772