Alaska Department of Education & Early Development

FY2015 Department Overview

House Finance Committee

February 5, 2014

Department of Education & Early Development
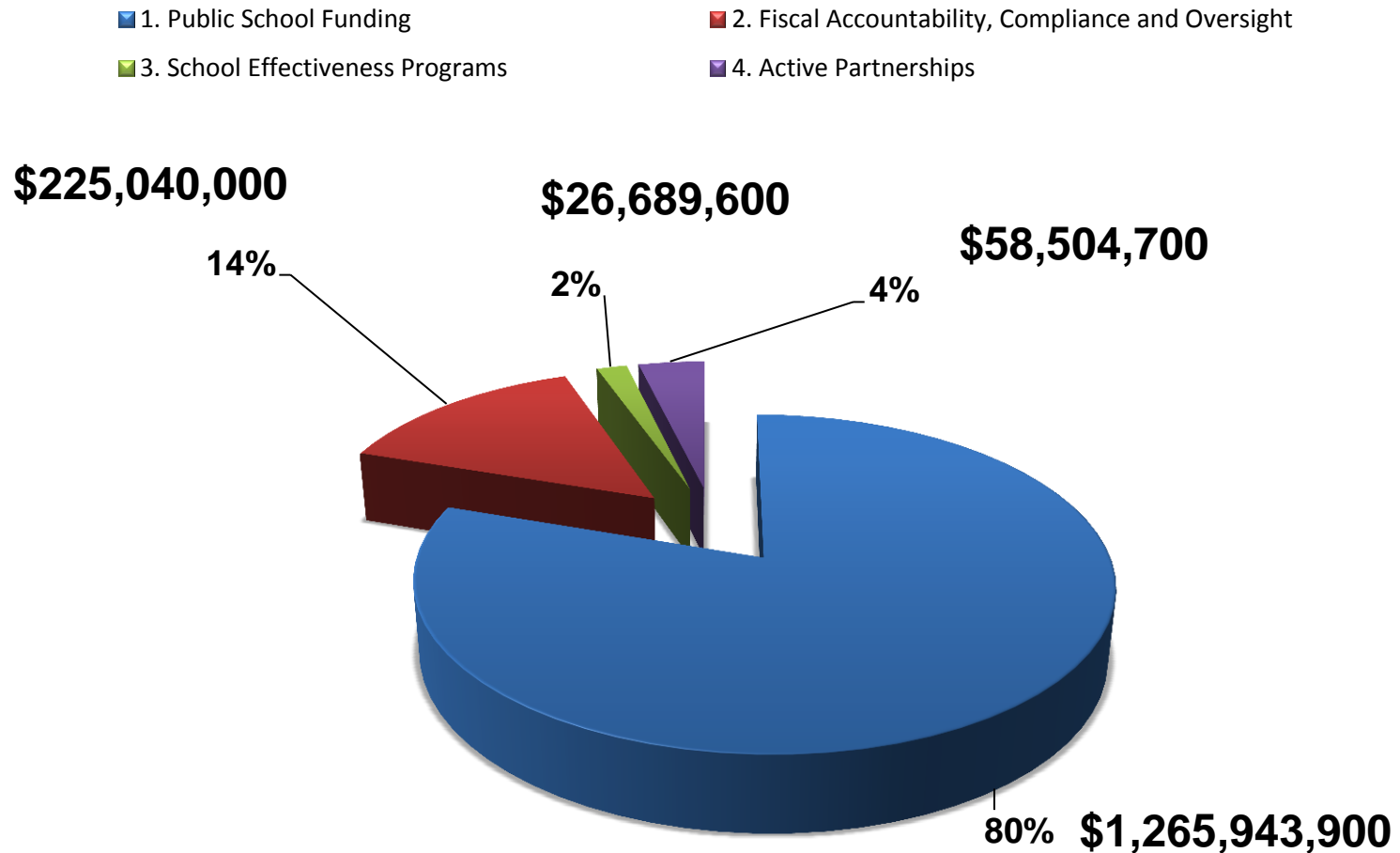
Mission
To ensure quality standards-based instruction to improve academic achievement for all students.
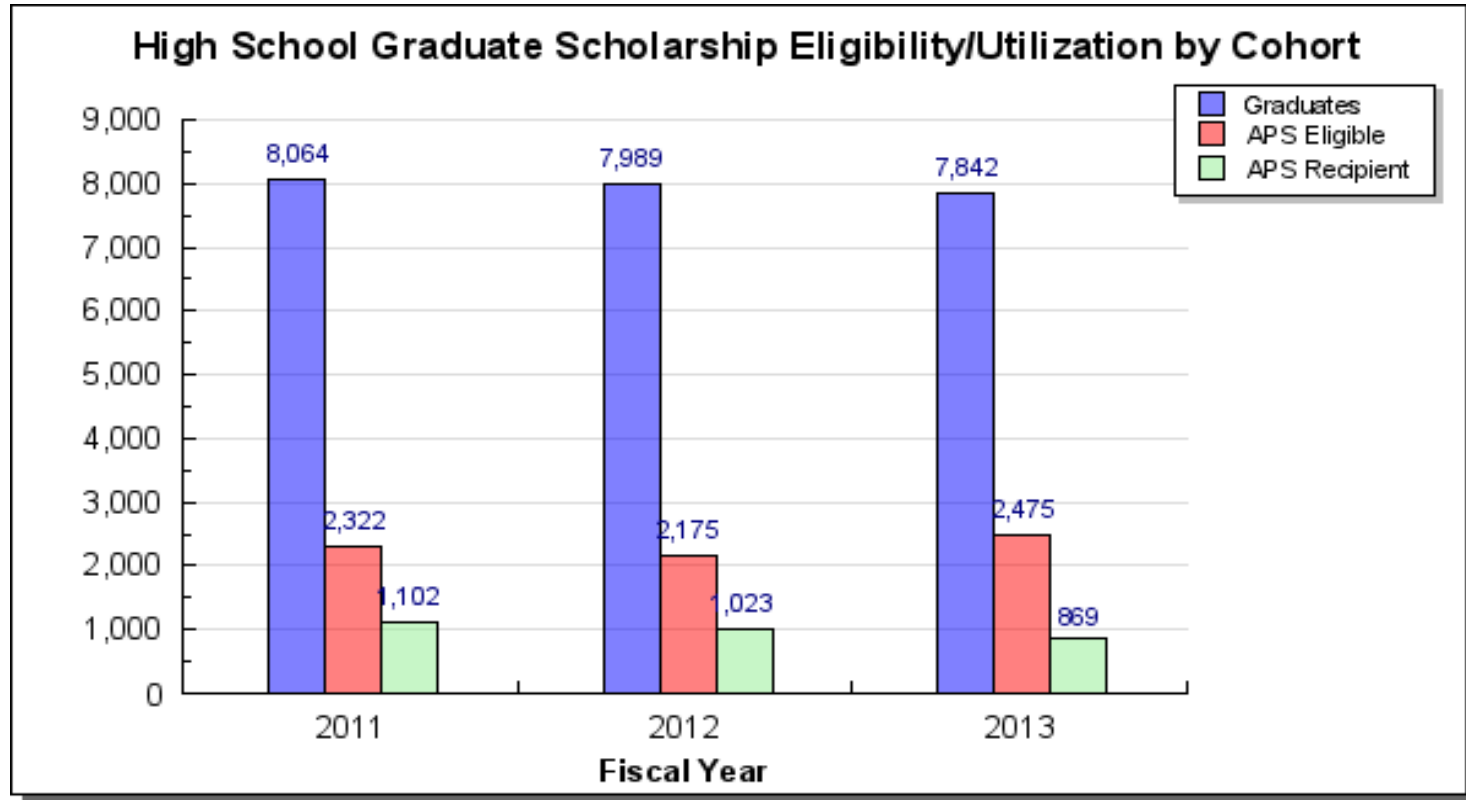
Core Services

1. **Public School Funding** – Ensure funding is appropriately distributed to recipients based on legislative appropriations and by Statute.

2. **Fiscal Accountability, Compliance and Oversight** – Ensure the department effectively and efficiently manages state, federal and other funds.

3. **School Effectiveness Programs** – Assist districts by providing programs, technical on-site and distance delivery support, and early intervention services.

4. **Active Partnerships** – Provide opportunities for, and collaborate with government entities, and other public and private organizations.

Department of Education & Early Development

DEED Budget by Core Services

- 🟦 1. Public School Funding
- 🟥 2. Fiscal Accountability, Compliance and Oversight
- 🟩 3. School Effectiveness Programs
- 🟪 4. Active Partnerships

$225,040,000

$26,689,600

$58,504,700

14%

2%

4%

80% $1,265,943,900

Department of Education & Early Development Measures and Results

High School Graduate Scholarship Eligibility/Utilization by Cohort
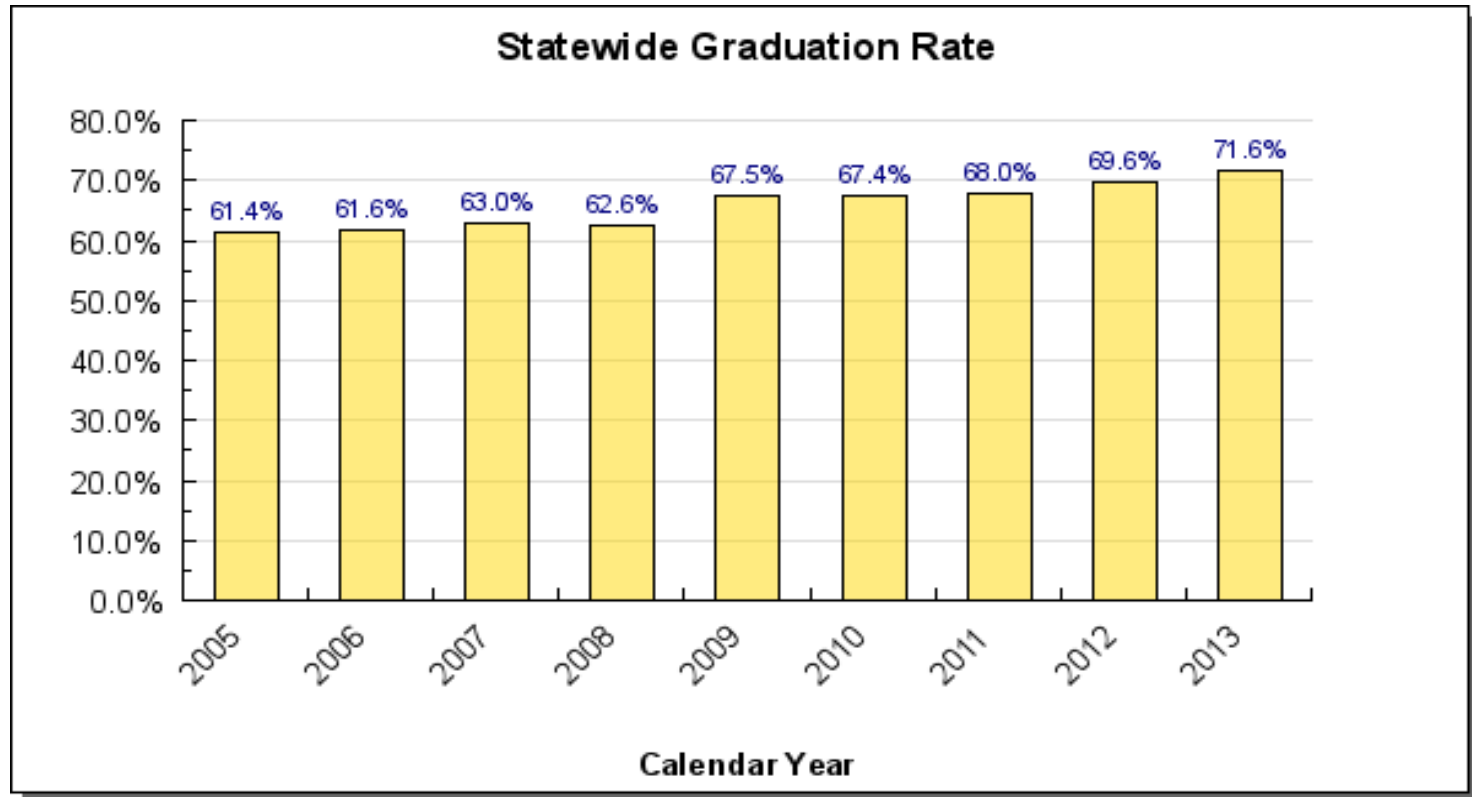
% of APS Eligible Graduates:

2011 – 28.8%

2012 – 27.2%

2013 – 31.6%

Department of Education & Early Development Measures and Results

Statewide Graduation Rate

Calendar Year	Rate
2005	61.4%
2006	61.6%
2007	63.0%
2008	62.6%
2009	67.5%
2010	67.4%
2011	68.0%
2012	69.6%
2013	71.6%

<u># of graduates in cohort</u>

in 9th grade cohort*

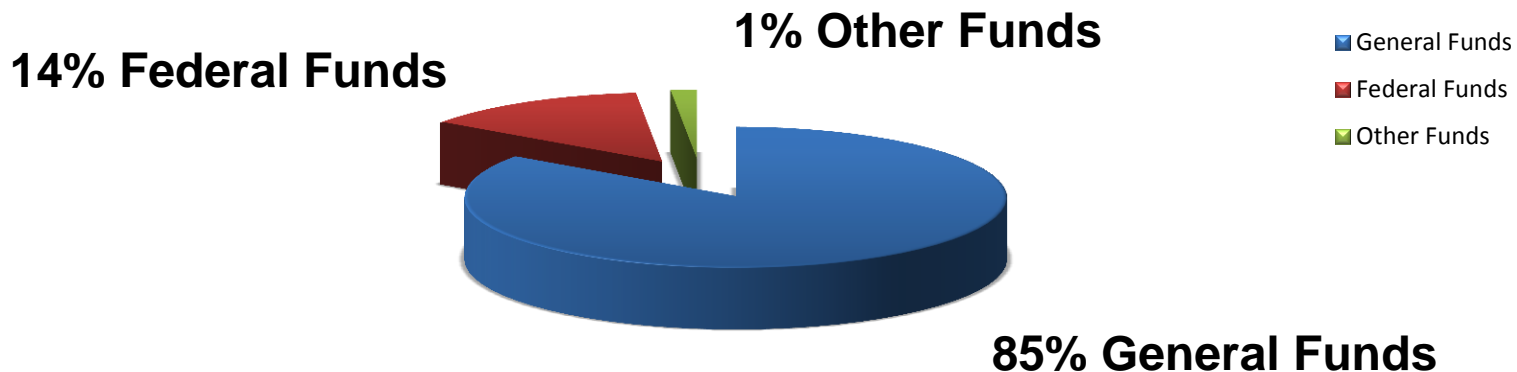* Takes into account the transfers in and out.

Department of Education & Early Development
FY2015 Operating Budget Governor's December 12
includes School Debt Reimbursement

	Designated General Funds	Unrestricted General Funds	Federal Funds	Other Funds	Total
K-12 Formula Programs	29,300.0	1,344,763.1	20,791.0	0.0	**1,394,854.1**
Agency Operations	18,331.8	51,915.3	213,099.6	26,887.6	**310,234.3**
Total	**47,631.8**	**1,396,678.4**	**233,890.6**	**26,887.6**	**1,705,088.4**

EED FY2015 Operating Budget
By Fund Source

1% Other Funds

14% Federal Funds

- General Funds
- Federal Funds
- Other Funds

85% General Funds

Department of Education & Early Development Operating Overview All Funds

FY2015 Operating Budget by Line Item

2% Personal Services
$38,010,300

3% Other Lines
$54,512,000

■ Personal Services
■ Other
■ Grants

95% Grants
$1,612,566,100

Position Count:

Full-time   **332**

Part-time   **14**

Non-perm   **17**

Department of Education & Early Development
Agency Operations
(Without K-12 Formula Programs, including School Debt Reimbursement)

	Designated General Funds	Unrestricted General Funds	Federal Funds	Other Funds	Total
Agency Operations	18,331.8	51,915.3	213,099.6	26,887.6	**310,234.3**

FY2015 Operating Budget General Fund
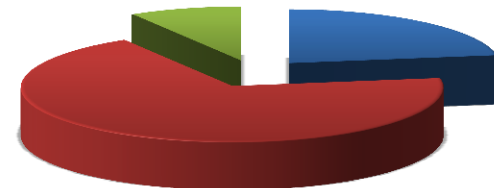
5% Agency Operations
$70,247,100

95% K-12 Formula Programs
$1,374,063,00

- K-12 Formula Programs
- Agency Operations

FY2015 Agency Operations By Fund Source

9% Other Funds

23% General Funds

68% Federal Funds

- General fund
- Federal Funds
- Other Funds

Department of Education & Early Development
FY2015 Governor's Budget Highlights

Operating Budget

K-12 Foundation Program
- $25,000.0 UGF for school district support outside the formula to be distributed as additional state aid. Funding will be distributed by AADM to include district cost factors.

K-12 Support Boarding Home Grant Funding
- $961.3 UGF increase for four new residential programs that have been approved by the department.

Alaska Higher Education Investment Fund
- AlaskAdvantage Education Grants - $1,500.0 DGF
- Alaska Performance Scholarship Awards - $3,000.0 DGF

K-12 Education Formula Funding
- Forward funding of the Foundation Program and Pupil Transportation to be deposited into the Public Education Fund.

Department of Education & Early Development
FY2015 Governor's Budget Highlights

Operating Budget (con't)

Pre-Kindergarten Grant Funding
- $2,000.0 UGF restores the Pre-Kindergarten Grant program to the $2,000.0 one-time funding level of FY2014.

Student and School Achievement
- $100.0 MHTAAR (Other) for the Mental Health Trust Authority Grant for Alaska Autism Resource Center to maintain current funding levels.

Alaska Challenge Youth Academy
- Decrease of $4,791.4 UGF for a transfer out of DEED's budget and to be directly appropriated to DMVA's Alaska Military Youth Academy allocation.

Agency Operations Efficiency Reductions
- Decrease of $646.4 UGF/Federal.

Department of Education & Early Development
# 10-Year Plan Highlights

Operating Budget

- The Department of Education & Early Development has incorporated all FY2015 Governor's budgeted changes into the 10-year plan.

- The 10-year plan does not include any potential statutory changes or associated fiscal notes.

- In FY2015-FY2024, the Foundation Formula projects sustained funding including $25,000.0 outside the formula as targeted funding.

- Operating cost increases include annual inflation adjustments for contractual obligations.

- Start-up operating and maintenance costs for the State Libraries, Archives and Museums facility, the Sheldon-Jackson Stratton Library, and the future MEHS aquatics facility.

Department of Education & Early Development
10-Year Plan Highlights

Capital Projects

- School district new facility Construction estimates $50,000.0 annually and includes projects to satisfy the Kasayulie v. State consent decree and settlement agreement.

- School district facility Major Maintenance projects estimates $50,000.0 annually.

- Deferred maintenance for MEHS appropriations are included which follow the current Governor's 5-year deferred maintenance initiative.

- Funding for the Sheldon-Jackson Stratton Library renovation and full funding for the State Libraries, Archives and Museums facility are included in the 10-year projection.

Department of Education & Early Development
Continued Budget Growth Compared to 10-Year Plan
(Non-Formula Only)
(GF Only)
($ Thousands)
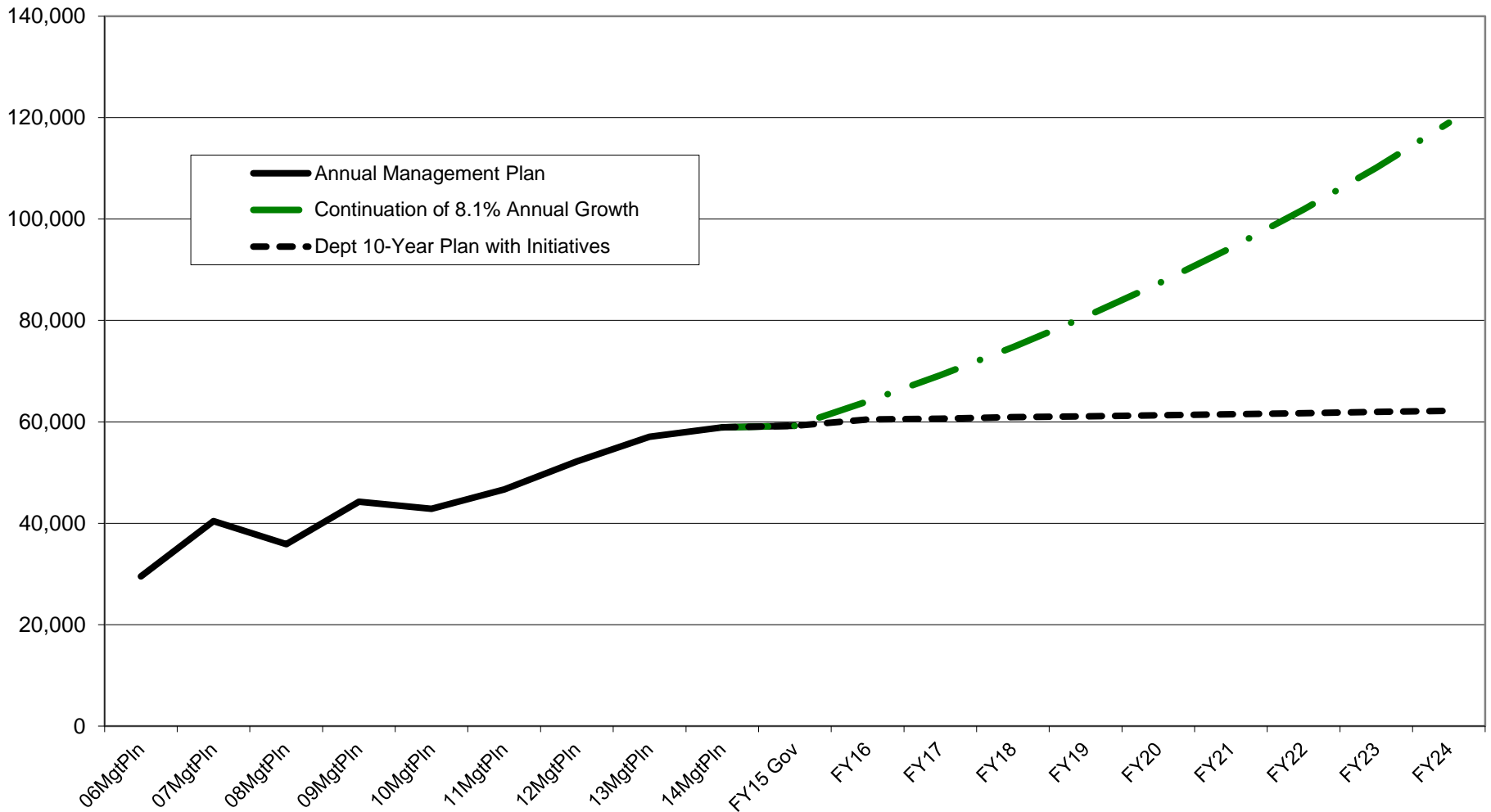
Department of Education & Early Development
Continued Budget Growth Compared to 10-Year Plan
(All Funds)
($ Thousands)

Legend:
- Annual Management Plan
- Continuation of 3.7% Annual Growth
- Dept 10-Year Plan with Initiatives

X-axis: 06MgtPln, 07MgtPln, 08MgtPln, 09MgtPln, 10MgtPln, 11MgtPln, 12MgtPln, 13MgtPln, 14MgtPln, FY15 Gov, FY16, FY17, FY18, FY19, FY20, FY21, FY22, FY23, FY24

Y-axis: 0, 500,000, 1,000,000, 1,500,000, 2,000,000, 2,500,000
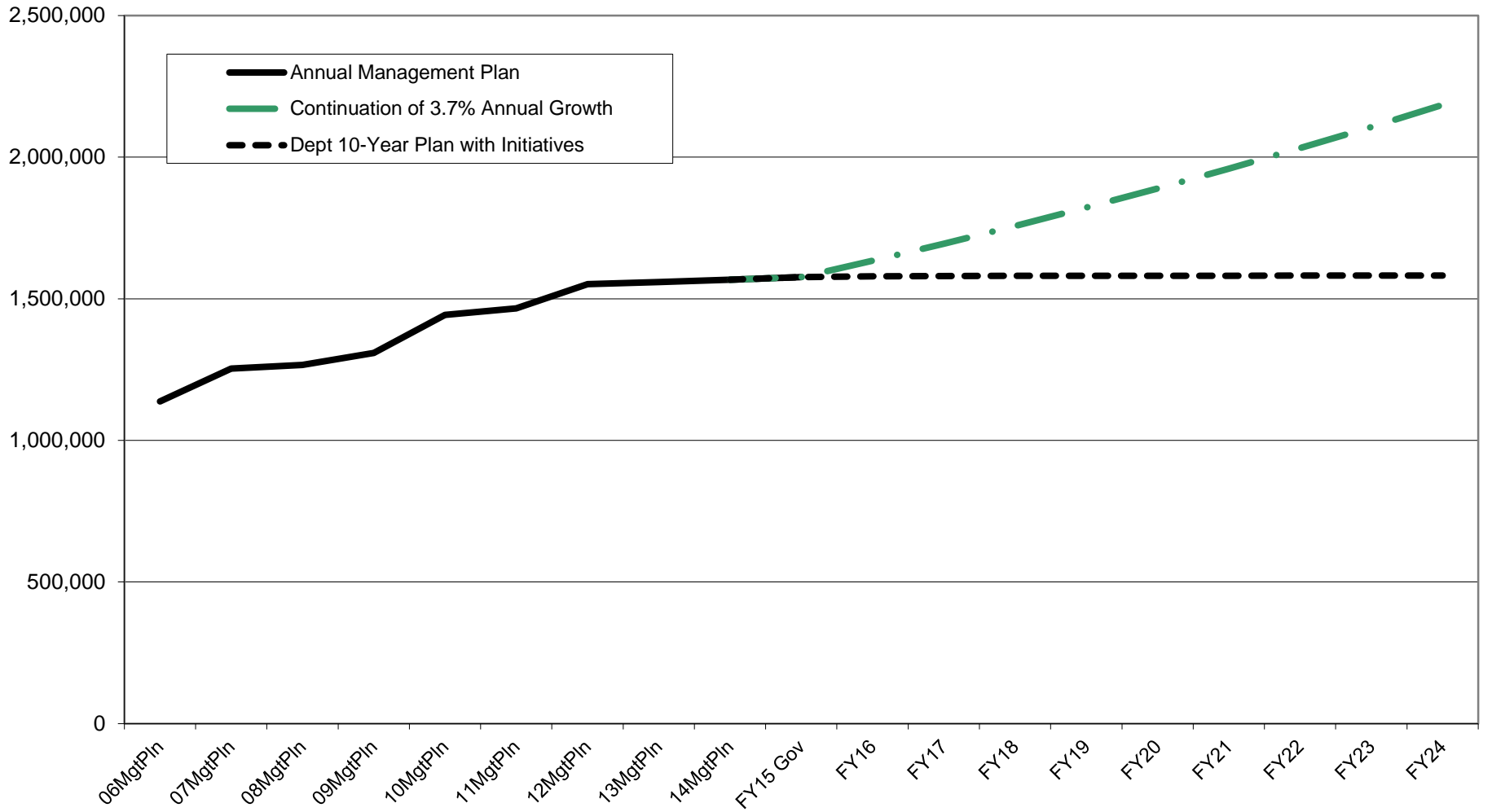
Education & Early Development Budget Compared to All Agencies Budgets
(Non-Formula Only)
(GF Only)
($ Thousands)

The department's Non-Formula GF budget grew almost $30 million (100%) between FY06 and the FY15 Governor's Request - an average annual growth rate for that period of 8.1%.

The department's total Non-Formula FY15 GF budget equals $179 per resident worker.*
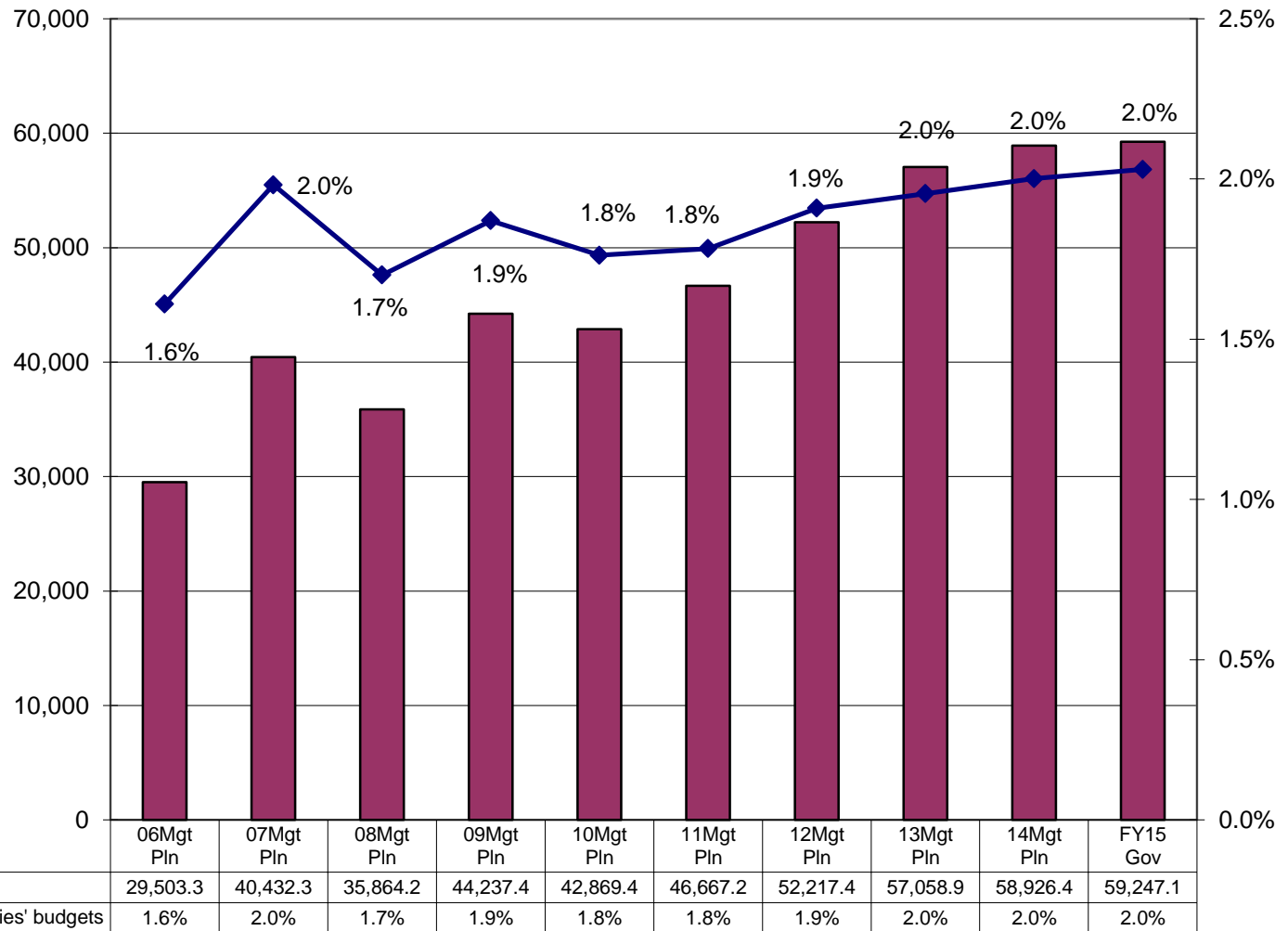
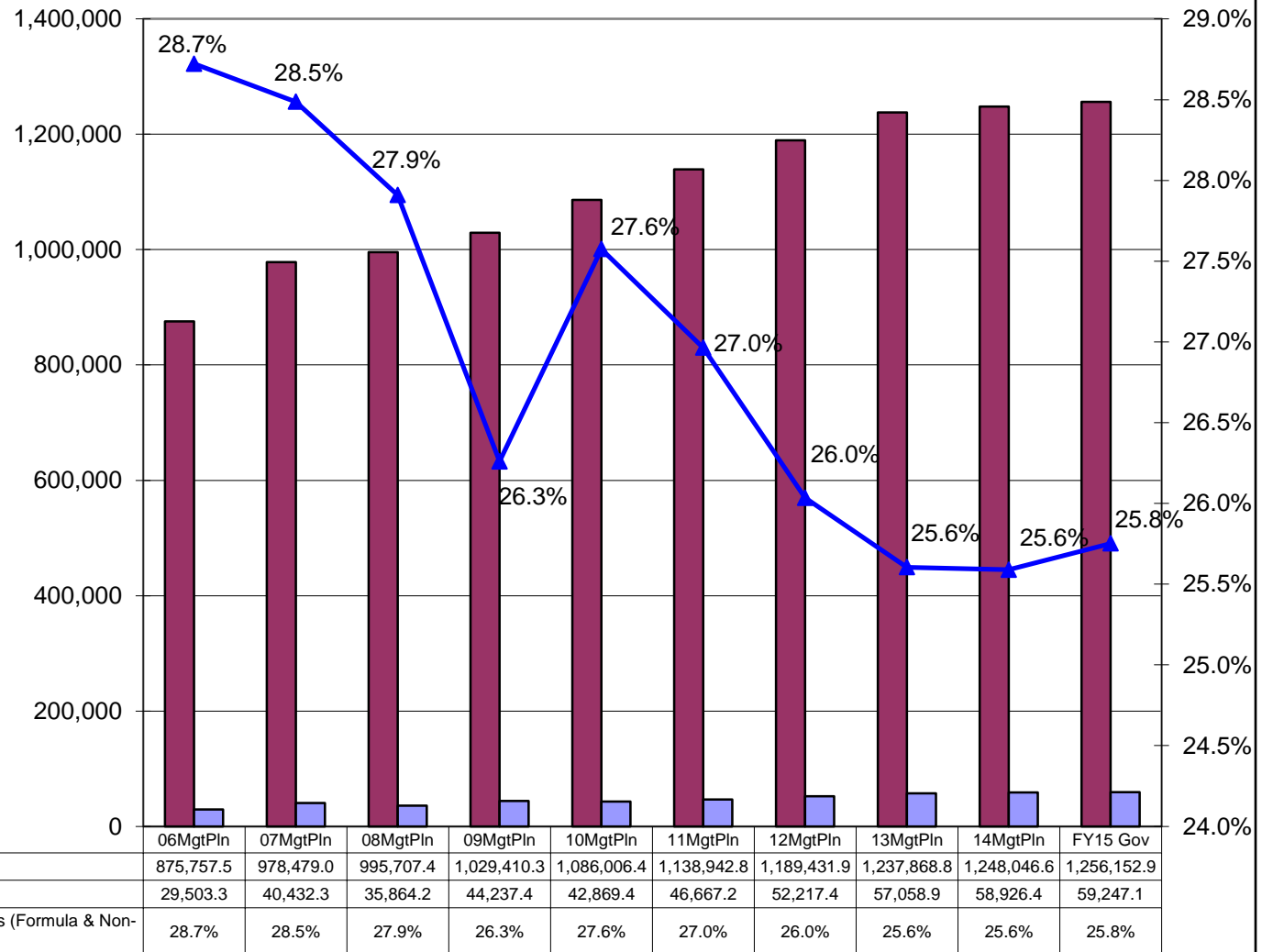|	06Mgt Pln	07Mgt Pln	08Mgt Pln	09Mgt Pln	10Mgt Pln	11Mgt Pln	12Mgt Pln	13Mgt Pln	14Mgt Pln	FY15 Gov
Total Agency Budget	29,503.3	40,432.3	35,864.2	44,237.4	42,869.4	46,667.2	52,217.4	57,058.9	58,926.4	59,247.1
% of Agency Budget to Total Agencies' budgets	1.6%	2.0%	1.7%	1.9%	1.8%	1.8%	1.9%	2.0%	2.0%	2.0%

* According to the Department of Labor and Workforce Development, there were 331,081 resident workers in Alaska in 2011.

DEED Formula & Non-Formula Funding (Non-Retirement)
(GF Only)
($ Thousands)

The department's total GF budget grew over $410 million (45%) between FY06 and the FY15 Governor's Request - an average annual growth rate for that period of 8.1%.

The department's total FY15 GF budget request for DEED formula and non-formula programs equals $3,973 per resident worker.*

	06MgtPln	07MgtPln	08MgtPln	09MgtPln	10MgtPln	11MgtPln	12MgtPln	13MgtPln	14MgtPln	FY15 Gov
Formula GF	875,757.5	978,479.0	995,707.4	1,029,410.3	1,086,006.4	1,138,942.8	1,189,431.9	1,237,868.8	1,248,046.6	1,256,152.9
Non-Formula GF	29,503.3	40,432.3	35,864.2	44,237.4	42,869.4	46,667.2	52,217.4	57,058.9	58,926.4	59,247.1
% of Agency Budget to Total Agencies' Budgets (Formula & Non-Formula)	28.7%	28.5%	27.9%	26.3%	27.6%	27.0%	26.0%	25.6%	25.6%	25.8%

* According to the Department of Labor and Workforce Development, there were 331,081 resident workers in Alaska in 2011.