

# FISCAL NOTE

**STATE OF ALASKA**  
**2014 LEGISLATIVE SESSION**

Bill Version SCS CSHB 278  
 Fiscal Note Number \_\_\_\_\_  
 () Publish Date \_\_\_\_\_

Identifier (file name) HB278SCSCS-EED-K12-4-17-14-DRAFT Dept. Affected Education & Early Development  
 Title Education: Funding/Tax Credits/Programs Appropriation K-12 Support  
 Allocation Foundation Program  
 Sponsor Rules by Request of the Governor  
 Requester Senate Finance Committee OMB Component Number 141

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

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

	FY15 Appropriation Requested	Included in Governor's FY15 Request	Out-Year Cost Estimates				
			FY16	FY17	FY18	FY19	FY20
<b>OPERATING EXPENDITURES</b>	<b>FY15</b>	<b>FY15</b>	<b>FY16</b>	<b>FY17</b>	<b>FY18</b>	<b>FY19</b>	<b>FY20</b>
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants, Benefits							
Miscellaneous							
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**FUND SOURCE** (Thousands of Dollars)

	FY15	FY15	FY16	FY17	FY18	FY19	FY20
1002 Federal Receipts							
1003 GF Match							
1004 GF							
1005 GF/Prgm (DGF)							
1007 I/A Rcpts (Other)							
1156 Rcpt Svcs (DGF)							
	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**POSITIONS**

	FY15	FY15	FY16	FY17	FY18	FY19	FY20
Full-time							
Part-time							
Temporary							

**CHANGE IN REVENUES**

	FY15	FY15	FY16	FY17	FY18	FY19	FY20

**Estimated SUPPLEMENTAL (FY14) operating costs** 0.0 (separate supplemental appropriation required)  
 (discuss reasons and fund source(s) in analysis section)

**Estimated CAPITAL (FY15) costs** 0.0 (separate capital appropriation required)  
 (discuss reasons and fund source(s) in analysis section)

**ASSOCIATED REGULATIONS**

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No  
 If yes, by what date are the regulations to be adopted, amended, or repealed? \_\_\_\_\_ Discuss details in analysis section.

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

This reflects changes for SCS CSHB 278 version K.  
 Deletes all increases to the BSA; increases the correspondence multiplier from .80 to .90; amends the charter school funding by providing a higher funding starting at 75 average daily membership (ADM), deletes the onetime grant for \$30 million distributed on adjusted ADM.

Prepared by Elizabeth Nudelman, Director  
 Division School Finance & Facilities  
 Approved by Mike Hanley  
 Division Commissioner

Phone (907) 465-8679  
 Date/Time 4/17/14 6:00 PM  
 Date 4/17/2014

**FISCAL NOTE ANALYSIS**

**STATE OF ALASKA  
2014 LEGISLATIVE SESSION**

**BILL NO. SCS CSHB 278**

**Analysis**

Section 27: Amends the correspondence calculation under AS 14.17.400(b) to increase the multiplier from .80 to .90. The FY2015 projected cost is \$6,158.6.

Section 28: Amends AS 14.17.450(d) by reducing the average daily membership for charter schools from 120 to 75 that must be met in order to qualify for funding at the higher rate of the 150 average daily membership (ADM) category.

Based on fiscal year 2015 projections, two charter schools are estimated to be affected for a total dollar amount of \$483.9.

The effective date for both amendments is July 1, 2014.

Funds are deposited in the public education fund (PEF), a second fiscal note posting the expenditures to the PEF is attached.

**Department of Education & Early Development**

Prepared 4/15/2014

FN: Increases the Correspondence multiple to .90

Prepared by School Finance

<b>School District</b>	<b>State Cost for .90 Correspondence</b>
Alaska Gateway	\$ 28,968
Aleutian Region	-
Aleutians East Borough	568
Anchorage	498,704
Annette Island	-
Bering Strait	-
Bristol Bay Borough	-
Chatham	1,136
Chugach	140,864
Copper River	24,992
Cordova	-
Craig	161,880
Delta/Greely	59,640
Denali Borough	369,200
Dillingham	4,544
Fairbanks N. Star Borough	152,792
Galena	2,016,400
Haines Borough	5,680
Hoonah	-
Hydaburg	-
Iditarod Area	56,800
Juneau Borough	36,352
Kake	-
Kashunamiut	-
Kenai Peninsula Borough	431,112
Ketchikan Gateway Borough	49,984
Klawock	-
Kodiak Island Borough	57,726
Kuspuk	-
Lake & Peninsula Borough	5,680
Lower Kuskokwim	-
Lower Yukon	-
Mat-Su Borough	1,032,624
Nenana	397,600
Nome	5,112
North Slope Borough	-
Northwest Arctic Borough	-
Pelican	-
Petersburg	-
Pribilof	-
Saint Mary's	-
Sitka Borough	19,312
Skagway	-
Southeast Island	568
Southwest Region	-
Tanana	-
Unalaska	-
Valdez	-
Wrangell	-
Yakutat	3,976
Yukon Flats	-
Yukon/Koyukuk	596,400
Yupitit	-
Mt. Edgecumbe High School	-
<b>TOTAL</b>	<b>\$ 6,158,614</b>