

FISCAL NOTE

STATE OF ALASKA
2014 LEGISLATIVE SESSION

Bill Version CCS HB 278
 Fiscal Note Number _____
 () Publish Date _____

Identifier (file name) HB278CCS-EED-K12-4-23-14 Dept. Affected Education & Early Development
 Title Education Appropriation K-12 Support
 Allocation Foundation Program
 Sponsor Rules by Request of the Governor
 Requester Conference 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
OPERATING EXPENDITURES	FY15	FY15	FY16	FY17	FY18	FY19	FY20
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants, Benefits	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Miscellaneous							
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0	0.0

FUND SOURCE (Thousands of Dollars)

1002	Federal Receipts						
1003	GF Match						
1004	GF						
1005	GF/Prgm (DGF)	0.0	0.0	0.0	0.0	0.0	0.0
1007	I/A Rcpts (Other)						
1156	Rcpt Svcs (DGF)						
		0.0	0.0	0.0	0.0	0.0	0.0

POSITIONS

Full-time							
Part-time							
Temporary							

CHANGE IN REVENUES

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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 If yes, by what date are the regulations to be adopted, amended, or repealed?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)

The legislation provides a three year funding plan consisting of an increase in the Base Student Allocation (BSA), correspondence and charter school formula changes, and funds distributed outside the formula by the Adjusted Average Daily Membership (AADM).

Prepared by Elizabeth Nudelman
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 Approved by Mike Hanley
 Division Commissioner

Phone (907) 465-8679
 Date/Time 4/23/14 11:30 PM
 Date 4/23/2014

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2014 LEGISLATIVE SESSION

BILL NO. CCS HB 278

Analysis

Amends AS 14.17.470 by:

The BSA annual increases are as follows:

- * FY2015: \$150 to \$5,830 an increase for that year of \$37,338.6.
- * FY2016: \$50 to \$5,880 an increase for that year of \$12,442.8.
- * FY2017: \$50 to \$5,930 an increase for that year of \$12,442.8.

Amends the correspondence calculation under AS 14.17.400(b) to increase the multiplier from .80 to .90. The FY2015 projected cost is \$6,176.0.

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 annual onetime grants funded outside the foundation formula's adjusted average daily membership (AADM) are as follows:

- * FY2015: \$42,953.5.
- * FY2016: \$32,243.0.
- * FY2017: \$19,904.0.

Amends AS 14.17.410(c)(2) by adding language that 23% of any additional funding distributed to the district through adjusted average daily membership to be included in this calculation for additional local contribution.

Funds to increase the BSA and formula changes are deposited in the public education fund (PEF), a second fiscal note posting the BSA and formula changes to the PEF is attached.

School District	FY2015					FY2016					FY2017					TOTAL FY2017		
	FY2015 BSA increase \$150 to \$5,830	FY2015 Charter School Adjustment 75- 150 ADM	FY2015 Corresp adjustment from .80 to .90	FY2015 \$42,953.5 outside on AADM	TOTAL FY2015	FY2015 BSA increase \$150 to \$5,830	FY2015 Charter School Adjustment 75- 150 ADM	FY2015 Corresp adjustment from .80 to .90	FY2016 BSA increase \$50 to \$5,880	FY2016 \$32,243.0 outside on AADM	TOTAL FY2016	FY2015 BSA increase \$150 to \$5,830	FY2015 Charter School Adjustment 75- 150 ADM	FY2015 Corresp adjustment from .80 to .90	FY2016 BSA increase \$50 to \$5,880		FY2017 BSA increase \$50 to \$5,930	FY2017 \$19,904.0 million outside on AADM
	Alaska Gateway	\$ 206,045		\$ 29,050	\$ 237,067	\$ 472,162	\$ 206,045		\$ 29,050	\$ 68,681	\$ 177,955	\$ 481,731	\$ 206,045		\$ 29,050		\$ 68,681	\$ 68,681
Aleutian Region	33,906		-	39,011	72,917	33,906		-	11,302	29,284	74,492	33,906		-	11,302	11,302	18,077	74,587
Aleutians East Borough	145,290	HB278CCS-EEI	570	167,165	313,025	145,290		570	48,430	125,482	319,772	145,290		570	48,430	48,430	77,462	320,182
Anchorage	11,131,184	Education	500,109	12,807,120	24,438,413	11,131,184		500,109	3,710,394	9,613,651	24,955,338	11,131,184		500,109	3,710,394	3,710,394	5,934,625	24,986,706
Annette Island	114,483		-	131,719	246,202	114,483		-	38,161	98,875	251,519	114,483		-	38,161	38,161	61,037	251,842
Bering Strait	1,015,645		-	1,168,563	2,184,208	1,015,645		-	338,549	877,180	2,231,374	1,015,645		-	338,549	338,549	541,494	2,234,237
Bristol Bay Borough	60,164		-	69,222	129,386	60,164		-	20,054	51,962	132,180	60,164		-	20,054	20,054	32,077	132,349
Chatham	82,945		1,140	95,434	179,519	82,945		1,140	27,649	71,637	183,371	82,945		1,140	27,649	27,649	44,222	183,605
Chugach	73,755		141,261	84,860	299,876	73,755		141,261	24,585	63,700	303,301	73,755		141,261	24,585	24,585	39,323	303,509
Copper River	173,185		25,062	199,260	397,507	173,185		25,062	57,729	149,574	405,550	173,185		25,062	57,729	57,729	92,334	406,039
Cordova	112,233		-	129,131	241,364	112,233		-	37,411	96,932	246,576	112,233		-	37,411	37,411	59,837	246,892
Craig	139,598		162,336	160,616	462,550	139,598		162,336	46,532	120,566	469,032	139,598		162,336	46,532	46,532	74,427	469,425
Delta/Greely	263,424		59,808	303,086	626,318	263,424		59,808	87,808	227,511	638,551	263,424		59,808	87,808	87,808	140,445	639,293
Denali Borough	187,555		370,240	215,794	773,589	187,555		370,240	62,519	161,985	782,299	187,555		370,240	62,519	62,519	99,995	782,828
Dillingham	189,091		4,557	217,561	411,209	189,091		4,557	63,031	163,312	419,991	189,091		4,557	63,031	63,031	100,815	420,525
Fairbanks N. Star Borough	3,972,248		153,222	4,570,318	8,695,788	3,972,248		153,222	1,324,082	3,430,705	8,880,257	3,972,248		153,222	1,324,082	1,324,082	2,117,816	8,891,450
Galena	582,609		2,022,080	670,328	3,275,017	582,609		2,022,080	194,203	503,181	3,302,073	582,609		2,022,080	194,203	194,203	310,620	3,303,715
Haines Borough	93,809		5,696	107,933	207,438	93,809		5,696	31,269	81,020	211,794	93,809		5,696	31,269	31,269	50,014	212,057
Hoonah	63,213		-	72,730	135,943	63,213		-	21,071	54,595	138,879	63,213		-	21,071	21,071	33,702	139,057
Hydaburg	40,231		-	46,289	86,520	40,231		-	13,411	34,746	88,388	40,231		-	13,411	13,411	21,449	88,502
Iditarod Area	151,523		56,960	174,336	382,819	151,523		56,960	50,507	130,865	389,855	151,523		56,960	50,507	50,507	80,785	390,282
Juneau Borough	1,320,211	229,435	36,455	1,518,985	3,105,086	1,320,211	229,435	36,455	440,071	1,140,225	3,166,397	1,320,211	229,435	36,455	440,071	440,071	703,875	3,170,118
Kake	50,661		-	58,289	108,950	50,661		-	16,887	43,755	111,303	50,661		-	16,887	16,887	27,010	111,445
Kashunamiut	141,315		-	162,592	303,907	141,315		-	47,105	122,049	310,469	141,315		-	47,105	47,105	75,343	310,868
Kenai Peninsula Borough	2,596,298	254,441	432,326	2,987,202	6,270,267	2,596,298	254,441	432,326	865,432	2,242,340	6,390,837	2,596,298	254,441	432,326	865,432	865,432	1,384,224	6,398,153
Ketchikan Gateway Borough	714,579		50,125	822,167	1,586,871	714,579		50,125	238,193	617,159	1,620,056	714,579		50,125	238,193	238,193	380,980	1,622,070
Klawock	62,701		-	72,142	134,843	62,701		-	20,901	54,153	137,755	62,701		-	20,901	20,901	33,429	137,932
Kodiak Island Borough	782,300		57,927	900,085	1,740,312	782,300		57,927	260,766	675,648	1,776,641	782,300		57,927	260,766	260,766	417,086	1,778,845
Kuspuk	197,429		-	227,154	424,583	197,429		-	65,809	170,513	433,751	197,429		-	65,809	65,809	105,260	434,307
Lake & Peninsula Borough	240,303		5,696	276,483	522,482	240,303		5,696	80,101	207,542	533,642	240,303		5,696	80,101	80,101	128,118	534,319
Lower Kuskokwim	1,934,517		-	2,225,783	4,160,300	1,934,517		-	644,839	1,670,782	4,250,138	1,934,517		-	644,839	644,839	1,031,394	4,255,589
Lower Yukon	1,037,070		-	1,193,214	2,230,284	1,037,070		-	345,690	895,685	2,278,445	1,037,070		-	345,690	345,690	552,917	2,281,367
Mat-Su Borough	4,496,420		1,035,533	5,173,411	10,705,364	4,496,420		1,035,533	1,498,806	3,883,416	10,914,175	4,496,420		1,035,533	1,498,806	1,498,806	2,397,280	10,926,845
Nenana	180,081		398,720	207,195	785,996	180,081		398,720	60,027	155,530	794,358	180,081		398,720	60,027	60,027	96,011	794,866
Nome	255,350		5,126	293,796	554,272	255,350		5,126	85,116	220,538	566,130	255,350		5,126	85,116	85,116	136,141	566,849
North Slope Borough	794,868		-	914,545	1,709,413	794,868		-	264,956	686,502	1,746,326	794,868		-	264,956	264,956	423,786	1,748,566
Northwest Arctic Borough	997,741		-	1,147,964	2,145,705	997,741		-	332,581	861,718	2,192,040	997,741		-	332,581	332,581	531,949	2,194,852
Pelican	16,628		-	12,295	28,923	16,628		-	2,137	9,229	27,994	16,628		-	2,137	2,137	5,697	26,599
Petersburg	170,341		-	195,988	366,329	170,341		-	56,781	147,118	374,240	170,341		-	56,781	56,781	90,818	374,721
Pribilof	52,923		-	60,891	113,814	52,923		-	17,641	45,708	116,272	52,923		-	17,641	17,641	28,216	116,421
Saint Mary's	90,055		-	103,614	193,669	90,055		-	30,019	77,778	197,852	90,055		-	30,019	30,019	48,013	198,106
Sitka Borough	442,064		19,366	508,622	970,052	442,064		19,366	147,354	381,796	990,580	442,064		19,366	147,354	147,354	235,688	991,826
Skagway	31,025		-	35,696	66,721	31,025		-	10,341	26,795	68,161	31,025		-	10,341	10,341	16,541	68,248
Southeast Island	147,018		570	169,153	316,741	147,018		570	49,006	126,974	323,568	147,018		570	49,006	49,006	78,383	323,983
Southwest Region	337,688		-	388,530	726,218	337,688		-	112,562	291,650	741,900	337,688		-	112,562	112,562	180,039	742,851
Tanana	30,494		-	35,085	65,579	30,494		-	10,164	26,336	66,994	30,494		-	10,164	10,164	16,258	67,080
Unalaska	156,759		-	180,361	337,120	156,759		-	52,253	135,388	344,400	156,759		-	52,253	52,253	83,576	344,841
Valdez	202,630		-	233,139	435,769	202,630		-	67,544	175,005	445,179	202,630		-	67,544	67,544	108,033	445,751
Wrangell	97,908		-	112,649	210,557	97,908		-	32,636	84,560	215,104	97,908		-	32,636	32,636	52,200	215,380
The legislation provides a th	42,160		3,987	48,508	94,655	42,160		3,987	14,054	36,412	96,613	42,160		3,987	14,054	14,054	22,478	96,733
Yukon Flats	198,894		-	228,840	427,734	198,894		-	66,298	171,778	436,970	198,894		-	66,298	66,298	106,041	437,531
Yukon/Koyukuk	352,208		598,080	405,237	1,355,525	352,208		598,080	117,402	304,190	1,371,880	352,208		598,080	117,402	117,402	187,781	1,372,873
Yupit	232,824		-	267,878	500,702	232,824		-	77,608	201,083	511,515	232,824		-	77,608	77,608	124,131	512,171
Mt. Edgecumbe High School	102,961		-	118,464	221,425	102,961		-	34,321	88,927	226,209	102,961		-	34,321	34,321	54,894	226,497
TOTAL	\$ 37,338,560	\$ 483,876	\$ 6,176,002	\$ 42,953,500	\$ 86,951,93													