

Fiscal Note

State of Alaska
2019 Legislative Session

Bill Version: SB 6
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB006-EED-PK-3-15-19
Title: PRE-K/ELEM ED PROGRAMS/FUNDING;
READING
Sponsor: BEGICH
Requester: Senate Education Committee

Department: Department of Education and Early Development
Appropriation: Education Support and Administrative Services
Allocation: Pre-Kindergarten Grants
OMB Component Number: 3028

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2020	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2020 Request	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
OPERATING EXPENDITURES	FY 2020	FY 2020					
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits	3,403.1		6,806.1	10,209.2	10,209.2	10,209.2	6,806.1
Miscellaneous							
Total Operating	3,403.1	0.0	6,806.1	10,209.2	10,209.2	10,209.2	6,806.1

Fund Source (Operating Only)

1004 Gen Fund (UGF)	3,403.1		6,806.1	10,209.2	10,209.2	10,209.2	6,806.1
Total	3,403.1	0.0	6,806.1	10,209.2	10,209.2	10,209.2	6,806.1

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2019) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2020) cost: 0.0 *(separate capital appropriation required)*

Does the bill create or modify a new fund or account? No
(Supplemental/Capital/New Fund - 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? Yes
If yes, by what date are the regulations to be adopted, amended or repealed? 03/31/20

Why this fiscal note differs from previous version/comments:

Initial version based on Governor's 2.13.19 FY20 Budget Request.

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Division: Student Learning	Date: 03/15/2019 11:00 AM
Approved By: Heidi Teshner, Administrative Services Director	Date: 03/15/19
Agency: Office of Management and Budget	

Analysis

SB6 creates an early education program, under AS 14.03.135, that is approved by the Department of Education & Early Development and funded by the state through a three-year grant process. Once those districts have completed the three-year grant cycle and the department has determined the early education program complies with adopted standards as created by the State Board of Education & Early Development, then those programs may be eligible for 1/2 the full-time equivalent for average daily membership (ADM) funding under AS 14.17.410. Foundation funding would only be provided to those districts that are not already being funded by another state or federal program.

Page 3 of this fiscal note provides the funding breakdown by fiscal year for the three-year grant program.

Costs associated with the operation of the development grants are reflected in the Early Learning Coordination fiscal note.

No effective date has been provided.

Department of Education & Early Development
Prepared 3/15/2019

Current Number of Districts operating a Pre-Kindergarten program	26
(26 districts registered in 2019-20)	
4 year old cohort*	10,000
Current District reported Pre-K Served*	3,590
Head Start*	1,580
SB 6 Served	3,675
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	8,845
Percent of 4 year old students served*	88.45%
* estimated	
Foundation Component / Public Education Fund	
1/2 the average per student cost =	\$ 4,630.00

Foundation Component / Public Education Fund		
1/2 the average per student cost = \$4,630	Number of Students	Districts Served
Year 1 FY2020 grant program- students served	735	7
Year 2 FY2021 grant program- students served	1,470	14
Year 3 FY2022 grant program- students served	2,205	21
Year 4 FY2023 grant program- students served	2,940	28
Year 5 FY2024 grant program- students served	3,675	35
Total	3,675	35

3-year Early Education Grant cycle

FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
\$3,403,050	\$6,806,100	\$10,209,150	\$10,209,150	\$10,209,150	\$6,806,100	\$3,403,050	-
		Moved to ADM/State Aid	\$3,403,050	\$6,806,100	\$10,209,150	\$13,612,200	\$17,015,250
						Total ADM/State Aid	\$17,015,250
						Total Grant	\$51,045,750