

# Fiscal Note

State of Alaska  
2026 Legislative Session

Bill Version: HB 374  
 Fiscal Note Number: \_\_\_\_\_  
 () Publish Date: \_\_\_\_\_

Identifier: HB374-EED-PEF-3-06-26  
 Title: BASE STUDENT ALLOCATION  
 Sponsor: EDUCATION  
 Requester: (H) EDUCATION

Department: Fund Capitalization  
 Appropriation: No Further Appropriation Required  
 Allocation: Public Education Fund  
 OMB Component Number: 2804

**Expenditures/Revenues**

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

|                               | FY2027                  | Included in               | Out-Year Cost Estimates |                  |                  |                  |                  |
|-------------------------------|-------------------------|---------------------------|-------------------------|------------------|------------------|------------------|------------------|
|                               | Appropriation Requested | Governor's FY2027 Request | FY 2028                 | FY 2029          | FY 2030          | FY 2031          | FY 2032          |
| <b>OPERATING EXPENDITURES</b> | <b>FY 2027</b>          | <b>FY 2027</b>            |                         |                  |                  |                  |                  |
| Personal Services             |                         |                           |                         |                  |                  |                  |                  |
| Travel                        |                         |                           |                         |                  |                  |                  |                  |
| Services                      |                         |                           |                         |                  |                  |                  |                  |
| Commodities                   |                         |                           |                         |                  |                  |                  |                  |
| Capital Outlay                |                         |                           |                         |                  |                  |                  |                  |
| Grants & Benefits             | 158,599.8               |                           | 158,599.8               | 158,599.8        | 158,599.8        | 158,599.8        | 158,599.8        |
| Miscellaneous                 |                         |                           |                         |                  |                  |                  |                  |
| <b>Total Operating</b>        | <b>158,599.8</b>        | <b>0.0</b>                | <b>158,599.8</b>        | <b>158,599.8</b> | <b>158,599.8</b> | <b>158,599.8</b> | <b>158,599.8</b> |

**Fund Source (Operating Only)**

|                     |                  |            |                  |                  |                  |                  |                  |
|---------------------|------------------|------------|------------------|------------------|------------------|------------------|------------------|
| 1004 Gen Fund (UGF) | 158,599.8        |            | 158,599.8        | 158,599.8        | 158,599.8        | 158,599.8        | 158,599.8        |
| <b>Total</b>        | <b>158,599.8</b> | <b>0.0</b> | <b>158,599.8</b> | <b>158,599.8</b> | <b>158,599.8</b> | <b>158,599.8</b> | <b>158,599.8</b> |

**Positions**

|           |  |  |  |  |  |  |  |
|-----------|--|--|--|--|--|--|--|
| Full-time |  |  |  |  |  |  |  |
| Part-time |  |  |  |  |  |  |  |
| Temporary |  |  |  |  |  |  |  |

**Change in Revenues**

|              |            |            |            |            |            |            |            |
|--------------|------------|------------|------------|------------|------------|------------|------------|
| None         |            |            |            |            |            |            |            |
| <b>Total</b> | <b>0.0</b> |

**Estimated SUPPLEMENTAL (FY2026) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2027) 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? No  
 If yes, by what date are the regulations to be adopted, amended or repealed? N/A

**Why this fiscal note differs from previous version/comments:**

Not applicable, initial version.

|   |                             |
|---|-----------------------------|
| Prepared By: <u>Heather Heineken, Division Director</u>             | Phone: <u>(907)269-6889</u> |
| Division: <u>Finance and Support Services</u>                       | Date: <u>03/05/2026</u>     |
| Approved By: <u>Dawn Hannasch, Administrative Services Director</u> | Date: <u>03/06/2026</u>     |
| Agency: <u>Department of Education and Early Development</u>        |                             |

FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2026 LEGISLATIVE SESSION

BILL NO. HB374

Analysis

This bill increases the base student allocation (BSA) in AS 14.17.470 from \$6,660 to \$7,290, equaling \$158,599.8 (thousands) in additional state aid for districts through the Foundation Program as an appropriation to the Public Education Fund.

This bill takes effect July 1, 2026 (FY2027).

| School District           | FY2027<br>PROJECTED<br>Total State<br>Entitlement | HB374<br>FY2027 PROJ.<br>Total State<br>Entitlement | FY2027 PROJ.<br>Cost to State |
|---------------------------|---|---|-------------------------------|
| Alaska Gateway            | \$ 8,749,369                                      | \$ 9,631,810  | \$ 882,441                    |
| Aleutian Region           | 1,244,980   | 1,371,006   | 126,026                       |
| Aleutians East Borough    | 3,815,115   | 4,302,142   | 487,027                       |
| Anchorage                 | 327,335,148                                       | 371,712,669   | 44,377,521                    |
| Annette Island            | 5,244,704   | 5,874,415   | 629,711                       |
| Bering Strait             | 32,584,914  | 36,812,327  | 4,227,413                     |
| Bristol Bay Borough       | 1,098,509   | 1,326,758   | 228,249                       |
| Chatham                   | 3,998,845   | 4,388,267   | 389,422                       |
| Chugach                   | 5,875,634   | 6,447,007   | 571,373                       |
| Copper River              | 6,623,852   | 7,277,887   | 654,035                       |
| Cordova                   | 5,206,681   | 5,813,919   | 607,238                       |
| Craig                     | 5,747,634   | 6,353,720   | 606,086                       |
| Delta/Greely              | 11,854,559  | 12,989,422  | 1,134,863                     |
| Denali Borough            | 8,048,370   | 8,916,925   | 868,555                       |
| Dillingham                | 5,139,822   | 5,720,430   | 580,608                       |
| Fairbanks N. Star Borough | 98,491,611  | 112,541,656   | 14,050,045                    |
| Galena                    | 51,310,594  | 56,164,655  | 4,854,061                     |
| Haines Borough            | 2,729,495   | 3,136,123   | 406,628                       |
| Hoonah                    | 2,625,307   | 2,900,793   | 275,486                       |
| Hydaburg                  | 1,268,543   | 1,392,716   | 124,173                       |
| Iditarod Area             | 5,820,421   | 6,439,648   | 619,227                       |
| Juneau Borough            | 33,938,338  | 39,066,438  | 5,128,100                     |
| Kake                      | 2,540,011   | 2,809,027   | 269,016                       |
| Kashunamiut               | 4,483,742   | 5,155,908   | 672,166                       |
| Kenai Peninsula Borough   | 72,094,570  | 82,591,832  | 10,497,262                    |
| Ketchikan Gateway Borough | 26,397,395  | 29,504,990  | 3,107,595                     |
| Klawock                   | 1,760,298   | 2,012,487   | 252,189                       |
| Kodiak Island Borough     | 24,992,735  | 28,101,136  | 3,108,401                     |
| Kuspuk                    | 6,108,200   | 6,903,853   | 795,653                       |
| Lake & Peninsula Borough  | 8,713,953   | 9,594,869   | 880,916                       |
| Lower Kuskokwim           | 67,672,666  | 75,610,918  | 7,938,252                     |
| Lower Yukon               | 44,759,843  | 49,614,264  | 4,854,421                     |
| Mat-Su Borough            | 182,461,323                                       | 204,676,622   | 22,215,299                    |
| Nenana                    | 15,794,911  | 17,295,388  | 1,500,477                     |
| Nome                      | 10,457,451  | 11,590,632  | 1,133,181                     |
| North Slope Borough       | 19,692,051  | 23,201,983  | 3,509,932                     |
| Northwest Arctic Borough  | 39,460,270  | 43,490,286  | 4,030,016                     |
| Pelican                   | 431,152   | 476,034   | 44,882                        |
| Petersburg                | 6,824,968   | 7,631,135   | 806,167                       |
| Pribilof                  | 1,046,088   | 1,194,233   | 148,145                       |
| Saint Mary's              | 4,513,541   | 4,948,593   | 435,052                       |
| Sitka Borough             | 11,438,685  | 12,944,435  | 1,505,750                     |
| Skagway                   | 1,298,649   | 1,523,218   | 224,569                       |
| Southeast Island          | 5,248,204   | 5,743,466   | 495,262                       |
| Southwest Region          | 10,976,601  | 12,395,065  | 1,418,464                     |
| Unalaska                  | 3,952,780   | 4,567,497   | 614,717                       |
| Valdez                    | 4,433,840   | 5,254,478   | 820,638                       |
| Wrangell                  | 3,267,830   | 3,666,500   | 398,670                       |
| Yakutat                   | 1,221,781   | 1,370,178   | 148,397                       |
| Yukon Flats               | 5,621,618   | 6,305,981   | 684,363                       |
| Yukon/Koyukuk             | 27,394,358  | 30,041,088  | 2,646,730                     |
| Yup'it                    | 10,823,392  | 11,984,747  | 1,161,355                     |
| Mt. Edgecumbe High School | 3,526,394   | 3,979,931   | 453,537                       |
| <b>TOTAL</b>              | <b>\$ 1,258,161,745</b>                           | <b>\$ 1,416,761,507</b>                             | <b>\$ 158,599,762</b>         |