

# FISCAL NOTE

**STATE OF ALASKA**  
**2025 LEGISLATIVE SESSION**

Bill Version HB059  
 Fiscal Note Number \_\_\_\_\_  
 ( ) Publish Date \_\_\_\_\_

Identifier (file name) 0518-EED-PT-01-20-25 Dept. Affected Education and Early Development  
 Title State Tribal Education Compact Appropriation K-12 Aid to School Districts  
 Allocation Pupil Transportation  
 Sponsor Rules by Request of the Governor  
 Requester Governor OMB Component Number 144

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

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

	FY2026 Appropriation Requested	Included in Governor's FY2026 Request	Out-Year Cost Estimates				
			FY2026	FY2027	FY2028	FY2029	FY2030
<b>OPERATING EXPENDITURES</b>	<b>FY2026</b>	<b>FY2026</b>	<b>FY2027</b>	<b>FY2028</b>	<b>FY2029</b>	<b>FY2030</b>	<b>FY2031</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>

<b>FUND SOURCE</b>		(Thousands of Dollars)					
		FY2026	FY2027	FY2028	FY2029	FY2030	FY2031
1002	Fed Rcpts (Fed)						
1003	GF/Match (UGF)						
1004	Gen Fund (UGF)						
1005	GF/Prgm (DGF)						
1007	I/A Rcpts (Other)						
1037	GF/MH (UGF)						
		<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>POSITIONS</b>							
		FY2026	FY2027	FY2028	FY2029	FY2030	FY2031
Full-time							
Part-time							
Temporary							

<b>CHANGE IN REVENUES</b>		FY2026	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031
1004	Gen Fund (UGF)							
1002	Fed Rcpts (Fed)							
<b>TOTAL CHANGE IN REVENUES</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>

Estimated **SUPPLEMENTAL (FY2025) operating costs** 0.0 (separate supplemental appropriation required)

Estimated **CAPITAL (FY2026) costs** 0.0 (separate capital appropriation required)

Does the bill create or modify a 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 If yes, by what date are the regulations to be adopted, amended, or repealed? 9/30/2026 Discuss details in analysis section.

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

Not applicable, initial version.

Prepared by Heather Heineken, Director  
 Division Finance & Support Services  
 Approved by Karen Morrison  
 Agency Deputy Commissioner

Phone 907-269-6889  
 Date/Time 1/20/2025 12:35pm  
 Date 1/20/2025

**Analysis**

This bill establishes demonstration state-tribal education compacts and authorizes the commissioner of the Department of Education and Early Development (DEED) to enter into compacts with participating Tribes for a period of five years. The compacts must take effect on or before June 30, 2028.

A demonstration state-tribal education compact school, also referred to as a Tribally Compacted Public Schools (TCPS), must operate in accordance with the terms of its compact. Through this bill, Tribes would have the opportunity to function like a local educational agency, granting them greater flexibility and authority over curriculum design, teacher certification, hiring practices, school calendars, and community engagement.

Pupil transportation grants under AS 14.09 would be based on a per-pupil amount by district. There is no projected change based on this bill, as any grant to a TCPS is anticipated to be offset directly by a decrease in grant funds to the associated district due to a potential transfer of students.

*The funding mechanism is a general fund transfer to the Public Education Fund (PEF). The fiscal note effect for FY2026 through FY2031 is reported in the fiscal note for the PEF, as the funding is deposited to the PEF, not into the Pupil Transportation funding component. The above analysis is presented here for explanation purposes only.*