

# Fiscal Note

State of Alaska  
2026 Legislative Session

Bill Version: SB 278  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

Identifier: SB278-EED-PEF-3-20-26  
Title: LOCAL CONTRIBUTIONS BY SCHOOL DISTRICTS  
Sponsor: EDUCATION  
Requester: (S) 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 Appropriation Requested	Included in Governor's FY2027 Request	Out-Year Cost Estimates					
			FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
<b>OPERATING EXPENDITURES</b>								
Personal Services								
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits	29,234.2		40,483.2	53,496.1	67,579.1	81,600.4	94,661.1	
Miscellaneous								
<b>Total Operating</b>	<b>29,234.2</b>	<b>0.0</b>	<b>40,483.2</b>	<b>53,496.1</b>	<b>67,579.1</b>	<b>81,600.4</b>	<b>94,661.1</b>	

### Fund Source (Operating Only)

1004 Gen Fund (UGF)	29,234.2		40,483.2	53,496.1	67,579.1	81,600.4	94,661.1
<b>Total</b>	<b>29,234.2</b>	<b>0.0</b>	<b>40,483.2</b>	<b>53,496.1</b>	<b>67,579.1</b>	<b>81,600.4</b>	<b>94,661.1</b>

### Positions

Full-time							
Part-time							
Temporary							

### Change in Revenues

None							
<b>Total</b>	<b>0.0</b>						

**Estimated SUPPLEMENTAL (FY2026) cost:** 10,471.6 *(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If yes, by what date are the regulations to be adopted, amended or repealed?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>03/20/2026</u>
Approved By: <u>Dawn Hannasch, Administrative Services Director</u>	Date: <u>03/20/2026</u>
Agency: <u>Department of Education and Early Development</u>	

FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2026 LEGISLATIVE SESSION

BILL NO. SB278

**Analysis**

The legislation limits the 2.65 mill required local contribution of a city or borough school district to not exceed 45 percent or the amount of the district's required local contribution for the preceding fiscal year by more than two percent.

The bill is retroactive to July 1, 2025 (FY2026).

The department estimated municipal assessed full and true value for fiscal years 2028 through 2032 by calculating an average change of the past five-years of the assessed full and true values for each district and applying that average to the prior year's calculated assessed value. It then looked at the amounts of 2.65 mills on assessed values, the 45 percent of prior year basic need (unchanging in this estimate), and 102 percent of the prior year's required local contribution, and selects the lesser. The difference between this calculation to the current statutory calculation is the basis of the cost estimates.