

Fiscal Note

State of Alaska
2021 Legislative Session

Bill Version: SB 111
Fiscal Note Number:
() Publish Date:

Identifier: SB111-EED-PK-3-24-21
Title: EARLY EDUCATION; READING INTERVENTION
Sponsor: EDUCATION
Requester: Senate Education

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)

	FY2022 Appropriation Requested	Included in Governor's FY2022 Request	Out-Year Cost Estimates				
			FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
OPERATING EXPENDITURES	FY 2022						
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits	4,197.8		6,642.5	8,784.7	4,586.9	2,142.1	
Miscellaneous							
Total Operating	4,197.8	0.0	6,642.5	8,784.7	4,586.9	2,142.1	0.0

Fund Source (Operating Only)

1004 Gen Fund (UGF)	4,197.8		6,642.5	8,784.7	4,586.9	2,142.1	
Total	4,197.8	0.0	6,642.5	8,784.7	4,586.9	2,142.1	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0						

Estimated SUPPLEMENTAL (FY2021) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2022) 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If yes, by what date are the regulations to be adopted, amended or repealed? 06/30/22

Why this fiscal note differs from previous version/comments:

Not applicable; initial version.

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Division:

Finance and Support Services

Date: 03/24/2021

Approved By:

Lacey Sanders, Administrative Services Director

Date: 03/26/21

Agency:

Office of Management and Budget

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2021 LEGISLATIVE SESSION

BILL NO. SB 111

Analysis

This bill creates four new programs: an early education program, a comprehensive reading intervention program, a school improvement reading program, and a virtual education consortium. **This fiscal note addresses the early education program.**

The early education program, created under AS 14.03.135, is approved by the Department of Education and Early Development (DEED) and funded by the state through a three-year grant process. Once those districts have completed the three-year grant cycle and DEED has determined the early education program complies with the adopted standards as created by the State Board of Education and 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 receiving early education funding by another state or federal program. The grant program and ADM funding are repealed on June 30, 2032 (FY2032).

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 early education program grants are reflected in the Early Learning Coordination fiscal note.

The effective date of this bill is July 1, 2021 (FY2022).

Department of Education & Early Development

Prepared 3/25/2021

Table 1

Total Pre-K enrollment of lowest performing 20 districts per 2018-2019 school accountability rankings	1,829
Foundation Component / Public Education Fund	
1/2 the average per student cost =	\$ 4,803.00

Table 2

3-Year Early Education Grant cycle - district eligibility			Number of Students
District Cohort	Fiscal Year	District Performance	
1	2022	lowest 5 districts	874
2	2023	lowest 10 districts	1,383
3	2024	lowest 20 districts	1,829
Total			1,829

Table 3

Pre-Kindergarten Grant Component	<i>(Table 2)</i>
	Number of Students
3-year Early Education Grant cycle	
Year 1 - FY2022 (District Cohort 1)	874
Year 2 - FY2023 (District Cohorts 1 & 2)	1,383
Year 3 - FY2024 (District Cohorts 1, 2, 3)	1,829
Year 4 - FY2025 (District Cohorts 2 & 3)	955
Year 5 - FY2026 (District Cohort 3)	446

Table 4

Foundation Component / Public Education Fund		Fiscal Year	Moved to ADM	Number of Students
1/2 the average per student cost = \$4,803				
Year 1 FY2022 grant program- students served			FY2025	874
Year 2 FY2023 grant program- students served			FY2026	1,383
Year 3 FY2024 grant program- students served			FY2027	1,829
Total				1,829

3-year Early Education Grant cycle (Table 3)

	FY 2022	FY 2023	FY 2024			
		FY 2023	FY 2024	FY 2025		
			FY 2024	FY 2025	FY 2026	FY 2027
	\$4,197,822	\$6,642,549	\$8,784,687	\$4,586,865	\$2,142,138	\$0
			Moved to <i>(Table 4)</i> ADM/State Aid	\$4,197,822	\$6,642,549	\$8,784,687
				Total ADM/State Aid	\$8,784,687	
				Total Grant	\$26,354,061	

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