

Fiscal Note

State of Alaska
2024 Legislative Session

Bill Version: SB 140
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB140HCSCS(RLS)-EED-BAG-1-19-24
Title: INTERNET FOR SCHOOLS
Sponsor: HOFFMAN
Requester: House Rules

Department: Department of Education and Early Development
Appropriation: Education Support and Admin Services
Allocation: Broadband Assistance Grants
OMB Component Number: 3004

Expenditures/Revenues

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

(Thousands of Dollars)

| | FY2025 Appropriation Requested | Included in Governor's FY2025 Request | Out-Year Cost Estimates | | | | |
|------------------------|--------------------------------------|--|-------------------------|-----------------|-----------------|-----------------|-----------------|
| OPERATING EXPENDITURES | FY 2025 | FY 2025 | FY 2026 | FY 2027 | FY 2028 | FY 2029 | FY 2030 |
| Personal Services | | | | | | | |
| Travel | | | | | | | |
| Services | 588.5 | | 582.5 | 582.5 | 582.5 | 582.5 | 582.5 |
| Commodities | | | | | | | |
| Capital Outlay | | | | | | | |
| Grants & Benefits | 38,836.5 | | 38,836.5 | 38,836.5 | 38,836.5 | 38,836.5 | 38,836.5 |
| Miscellaneous | | | | | | | |
| Total Operating | 39,425.0 | 0.0 | 39,419.0 | 39,419.0 | 39,419.0 | 39,419.0 | 39,419.0 |

Fund Source (Operating Only)

| | | | | | | | |
|---------------------|-----------------|------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| 1004 Gen Fund (UGF) | 39,425.0 | | 39,419.0 | 39,419.0 | 39,419.0 | 39,419.0 | 39,419.0 |
| Total | 39,425.0 | 0.0 | 39,419.0 | 39,419.0 | 39,419.0 | 39,419.0 | 39,419.0 |

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 (FY2024) cost: 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2025) 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? 06/30/25

Why this fiscal note differs from previous version/comments:

Updated from SLA 2023 to SLA 2024 fiscal note template.

| | | | |
|--------------|---|--------|---------------------|
| Prepared By: | Karen Morrison, Division Director | Phone: | (907)465-2276 |
| Division: | Finance and Support Services | Date: | 01/19/2024 09:30 AM |
| Approved By: | Tama Carson | Date: | 01/19/24 |
| Agency: | Department of Education and Early Development | | |

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2024 LEGISLATIVE SESSION

BILL NO. HCS CSSB 140

Analysis

This bill would amend AS 14.03.127 Funding for internet services to provide Alaska school districts with funding to assist eligible schools in their district reach up to 100 megabytes per second (Mbps) download speed for internet services.

In FY2023, the Alaska School Broadband Assistance Grants (BAG) Program offered \$6,611.9 in grant funding to 151 eligible Alaska schools to reach up to 25 Mbps download speeds. In FY2024, the Alaska School Broadband Assistance Grants (BAG) Program offered \$6,797.9 in grant funding to 161 eligible Alaska schools to reach up to 25 Mbps download speeds.

In FY2025, the Department of Education & Early Development (DEED) estimates \$38,836.5. in grant funding would be needed for all eligible BAG schools to reach up to 100 Mbps download speeds.

Additionally, one-time funding of \$6.0 would be needed for updating associated regulations.

A 1.5% indirect rate adjustment of \$582.5 for FY2025 and out years is also reflected in the fiscal note.

This bill takes effect July 1, 2024.