

# Fiscal Note

State of Alaska  
2024 Legislative Session

Bill Version: HB 280  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

Identifier: HB280-EED-FP-3-5-24  
Title: SCHOOL FUNDING; LOCAL CONTRIBUTION  
Sponsor: PRAX  
Requester: House Education Committee

Department: Department of Education and Early Development  
Appropriation: K-12 Aid to School Districts  
Allocation: Foundation Program  
OMB Component Number: 141

## 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							
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>

## Fund Source (Operating Only)

None							
<b>Total</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>

## Positions

Full-time							
Part-time							
Temporary							

## Change in Revenues

None							
<b>Total</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 (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? 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If yes, by what date are the regulations to be adopted, amended or repealed?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:	Karen Morrison, Director	Phone:	(907)465-2276
Division:	Finance and Support Services	Date:	03/05/2024
Approved By:	Tama Carson, Administrative Services Director	Date:	03/08/24
Agency:	Department of Education and Early Development		

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2024 LEGISLATIVE SESSION

BILL NO. HB 280

### Analysis

This bill amends AS 14.17.410, Public school funding by removing the required local contribution. This changes the state aid in the foundation formula to the basic need and 90% of eligible federal impact aid, plus an optional local contribution. A fiscal note for \$314,042.8 is the projected cost of the shift of funding from the required local funding to the state through the foundation formula.

This bill has an effective date of July 1, 2024 (FY2025).

*The funding mechanism is a general fund transfer to the Public Education Fund (PEF). The fiscal note effect for FY2025 through FY2030 is reported in the fiscal note for the PEF, as the funding is deposited to the PEF, not into the Foundation Program funding component. The above analysis is presented here for explanation purposes only.*