

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				
			FY 2025	FY 2025	FY 2026	FY 2027	FY 2028
OPERATING EXPENDITURES							
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating			0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total		0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total		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? 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If yes, by what date are the regulations to be adopted, amended or repealed?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.

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Date: 03/08/24

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.