

Capital Needs for School Facilities

House Finance Committee

Alaska Department of Education and Early Development

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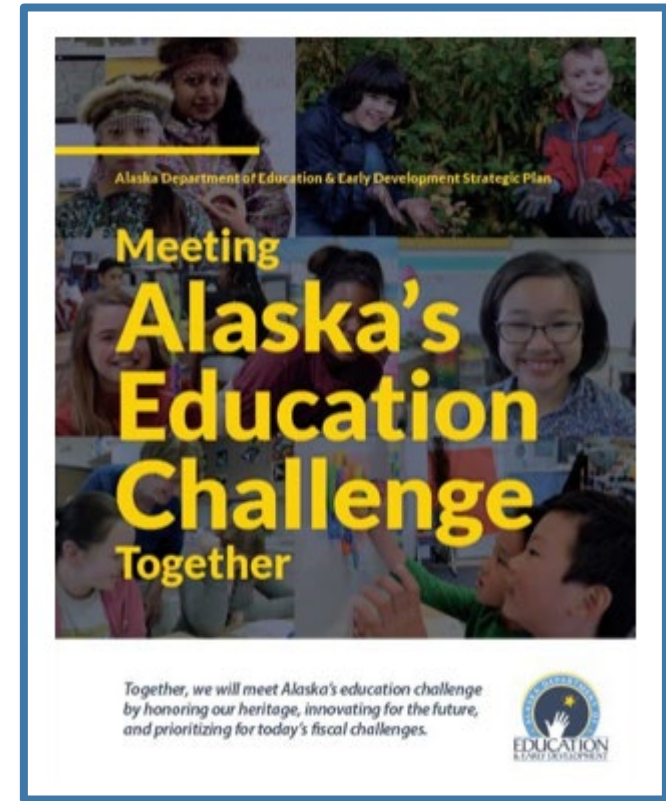
Mission, Vision, and Purpose

Mission	Vision	Purpose
An excellent education for every student every day.	All students will succeed in their education and work, shape worthwhile and satisfying lives for themselves, exemplify the best values of society, and be effective in improving the character and quality of the world about them. - Alaska Statute 14.03.015	DEED exists to provide information, resources, and leadership to support an excellent education for every student every day.

Strategic Priorities: Alaska's Education Challenge

Five Shared Priorities:

1. Support all students to read at grade level by the end of third grade.
2. Increase career, technical, and culturally relevant education to meet student and workforce needs.
3. Close the achievement gap by ensuring equitable educational rigor and resources.
4. Prepare, attract, and retain effective education professionals.
5. Improve the safety and well-being of students through school partnerships with families, communities, and tribes.



education.alaska.gov/akedchallenge

Current Funding Mechanisms

1. School Construction Grant Fund (1990) *AS 14.11.005*
2. Major Maintenance Grant Fund (1993) *AS 14.11.007*
3. Regional Educational Attendance Area (REAA) and Small Municipal School District School Fund (2010) *AS 14.11.030*
 - Indexed Fund
 - DR Funding divided by percent of municipal schools multiplied by 0.244 *AS 14.11.025*
4. School Debt Reimbursement (DR) Funding *AS 14.11.102*

Current Project Categories (AS 14.11.013)

(School Construction and Major Maintenance)

- (A) Avert imminent danger or correct life-threatening situations;
- (B) House students who would otherwise be unhoused; for purposes of this subparagraph, students are considered unhoused if the students attend school in temporary facilities;
- (C) Protect the structure of existing school facilities;
- (D) Correct building code deficiencies that require major repair or rehabilitation in order for the facility to continue to be used for the educational program;
- (E) Achieve an operating cost savings;
- (F) Modify or rehabilitate facilities for the purpose of improving the instructional program;
- (G) Meet an educational need not specified in (A) — (F) of this paragraph, identified by the department

Capital Improvement Project (CIP) Eligibility

1. Six-year capital improvement plan
2. Functioning fixed asset inventory system (FAIS)
3. Proof of required property insurance
4. Certified preventive maintenance and facility management program
5. Capital project and not routine maintenance
6. Participating share

Grant Participation and Eligibility

- Capital Improvement Project (CIP) Grant Application
 - Due from school districts on or before September 1 (annually)
 - CIP Application materials are posted on our website
 - (<https://education.alaska.gov/facilities/facilitiescip>)
- Project Ranking
 - Ranked in accordance with criteria in AS 14.11 and 4 AAC 31
- Eligibility
 - Districts must have a six-year plan, a fixed asset inventory system, adequate property loss insurance, and a preventive maintenance and facility management program certified by the department
- CIP Priority Lists
 - Initial lists are released on November 5
 - Final lists are released after any appeals for reconsideration are finalized

What does it take to fill out an application?

Project Justification: Clearly articulate the need for the project, including factors like facility age, condition, and enrollment projections.

Scope of Work: Provide a detailed description of the proposed work, including preliminary designs or schematics.

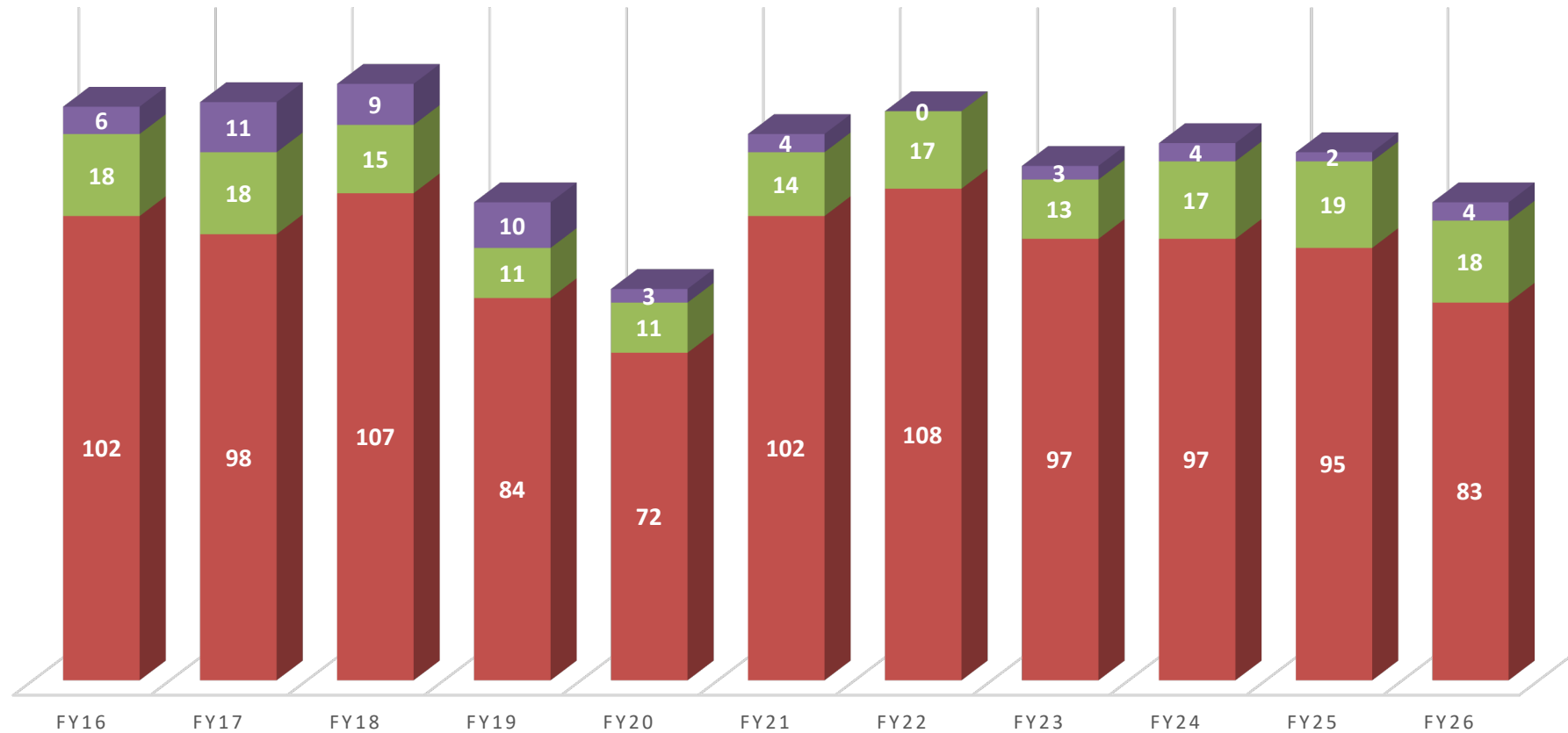
Budget: Present a comprehensive budget outlining all project costs and the district's participating share.

Supporting Documentation: Include educational specifications, facility condition surveys, and any other relevant assessments.

Grant Participation and Eligibility FY2016 – FY2026

TOTAL CIP GRANT APPLICATIONS

■ Major Maintenance ■ School Construction ■ Ineligible



Total Eligible Grant Projects and Actual Grant Funding by Fiscal Year (whole dollars)

Fiscal Year/List	Requests	Total Eligible State Share (\$)	Requests Funded	Amount Funded (\$)	Fiscal Year/List	Requests	Total Eligible State Share (\$)	Requests Funded	Amount Funded (\$)
FY2016 Construction	18	\$230,920,120	1	\$43,237,400	FY2016 Maintenance	102	\$172,195,526	4	\$2,623,689
FY2017 Construction	17	\$206,267,345	4	\$74,562,588	FY2017 Maintenance	98	\$181,570,096	0	\$0
FY2018 Construction	15	\$123,294,419	4	\$45,815,477	FY2018 Maintenance	107	\$164,887,094	16	\$0
FY2019 Construction	11	\$179,214,343	7	\$42,037,459	FY2019 Maintenance	84	\$142,892,281	17	\$27,653,300
FY2020 Construction	11	\$190,353,374	2	\$20,082,467	FY2020 Maintenance	72	\$112,247,626	1	\$7,365,723
FY2021 Construction	14	\$142,797,809	0	\$0	FY2021 Maintenance	102	\$148,986,253	1	\$34,277
FY2022 Construction	17	\$162,305,916	2	\$12,608,008	FY2022 Maintenance	108	\$187,285,413	0	\$0
FY2023 Construction	13	\$192,775,088	3	\$91,745,168	FY2023 Maintenance	97	\$196,637,613	21	\$47,384,214
FY2024 Construction	17	\$195,666,783	1	\$50,850,443	FY2024 Maintenance	97	\$217,866,788	5	\$19,566,487
FY2025 Construction	19	\$260,489,844	3	\$30,964,499	FY2025 Maintenance	95	\$249,060,086	26	\$62,761,729
FY2026 Construction	17	\$363,111,771	TBD		FY2026 Maintenance	84	\$261,526,980	TBD	

“Amount Funded” does not include reappropriation or reallocation of fund balances.

School Construction and Major Maintenance Requests – FY 2026 (whole dollars)

Category	Amount Requested	Eligible Amount	Prior Funding	DEED Recommended Amount	Participating Share	State Share
School Construction	\$434,336,804	\$555,272,862	\$164,232,308	\$391,040,554	\$27,928,783	\$363,111,771
Major Maintenance	\$361,833,213	\$338,236,029	\$5,107,092	\$333,128,937	\$71,601,957	\$261,526,980

Total Six-Year Plan Requests by FY (whole dollars)

Fiscal Year	Total Six-Year Plan Requests
FY2011	\$1,414,709,641
FY2012	\$1,996,553,852
FY2013	\$1,920,005,961
FY2014	\$1,800,302,814
FY2015	\$1,947,268,401
FY2016	\$1,765,110,357
FY2017	\$1,789,440,292
FY2018	\$1,687,522,113
FY2019	\$1,663,103,027
FY2020	\$1,389,376,552
FY2021	\$1,298,785,855
FY2022	\$1,336,041,672
FY2023	\$1,429,740,452
FY2024	\$1,507,086,565
FY2025	\$1,762,639,760
FY2026	\$1,846,645,049

Recent Funding (SB 237 Report)

- SB 237 (Chapter 93 SLA 2010) – AS 14.11.035
 - Annual report on school construction and major maintenance funding
 - First report completed in February 2013
- \$1,749,967,541 in project funding 7/1/2010-12/31/2024
 - Total project value for Debt projects
 - State share value for Grant projects
- February 2025 School Capital Project Funding Under SB237 Report
 - Project Funding by District (report Appendix A)
 - Project Listing by District (report Appendix B)

Recommended & Funded Capital Renewal by FY

(whole dollars)

Fiscal Year	Insured Value Main School Facilities	Insured Value School-Related Facilities	Recommended 3 Percent Capital Renewal	Total AS 14.11 Funding	Percent of Funded Capital Renewal
FY2011	\$6,024,558,783	\$611,992,436	\$199,096,537	\$244,938,510	123.0%
FY2012	\$6,284,565,324	\$672,832,563	\$208,721,937	\$487,746,214	233.7%
FY2013	\$6,484,708,153	\$702,083,591	\$215,603,752	\$158,734,700	73.6%
FY2014	\$6,674,414,111	\$731,668,516	\$222,182,479	\$222,622,004	100.2%
FY2015	\$6,893,678,341	\$737,283,808	\$228,928,864	\$56,633,185	24.7%
FY2016	\$7,494,373,579	\$767,501,801	\$247,856,261	\$45,861,089	18.5%
FY2017	\$7,527,851,947	\$843,273,351	\$251,133,759	\$74,562,588	29.7%
FY2018	\$7,806,679,400	\$884,635,956	\$260,739,461	\$45,815,477	17.6%
FY2019	\$7,948,009,247	\$928,767,221	\$266,303,294	\$69,690,759	26.2%
FY2020	\$8,306,164,560	\$959,092,600	\$277,957,715	\$27,448,190	9.9%
FY2021	\$8,375,372,209	\$968,531,369	\$280,317,107	\$34,277	0.0%
FY2022	\$8,640,281,425	\$971,902,844	\$288,365,528	\$12,608,008	4.4%
FY2023	\$9,225,094,162	\$1,041,287,466	\$307,991,449	\$139,129,382	45.2%
FY2024	\$10,461,130,625	\$1,242,840,821	\$351,119,143	\$70,416,930	20.1%
FY2025	\$10,567,626,307	\$1,208,208,842	\$353,275,054	\$93,726,228	26.5%
Totals			\$3,959,592,340	\$1,749,967,541	44.2%

Mt. Edgecumbe High School Deferred Maintenance (MEHS) (whole dollars)

- Current projects funded \$11,424,000
- FY2026 deferred maintenance request \$22,842,000



Additional Resources

- DEED's Facilities website:
<https://education.alaska.gov/facilities>
 - School Facility Database
https://education.alaska.gov/doe_roldex/schoolcalendar/facility
 - Preventive Maintenance & Facility Management Program
<https://education.alaska.gov/facilities/PM>
 - CIP Application and Support
<https://education.alaska.gov/facilities/facilitiescip>
 - CIP Grant Priority Lists
<https://education.alaska.gov/facilities/facilitiespl>

Contact Information

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