



House Finance Subcommittee for
Department of Education & Early Development (DEED)

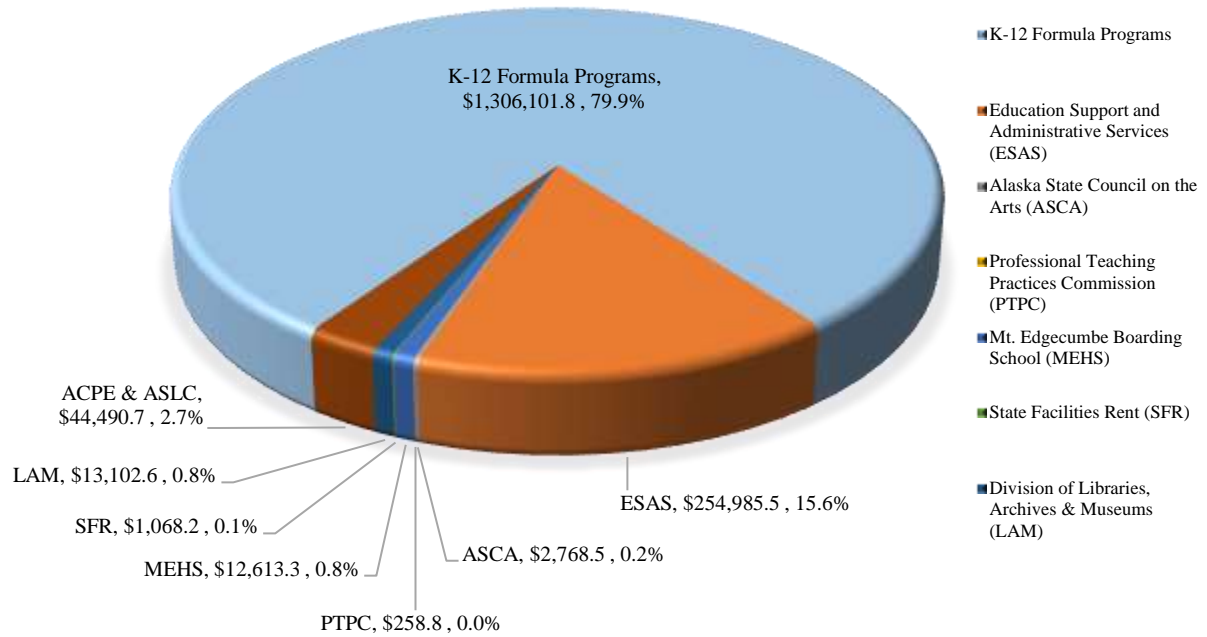
Budget Overview:
Pupil Transportation
Boarding Home Grants
Youth in Detention
Special Schools

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January 26, 2018

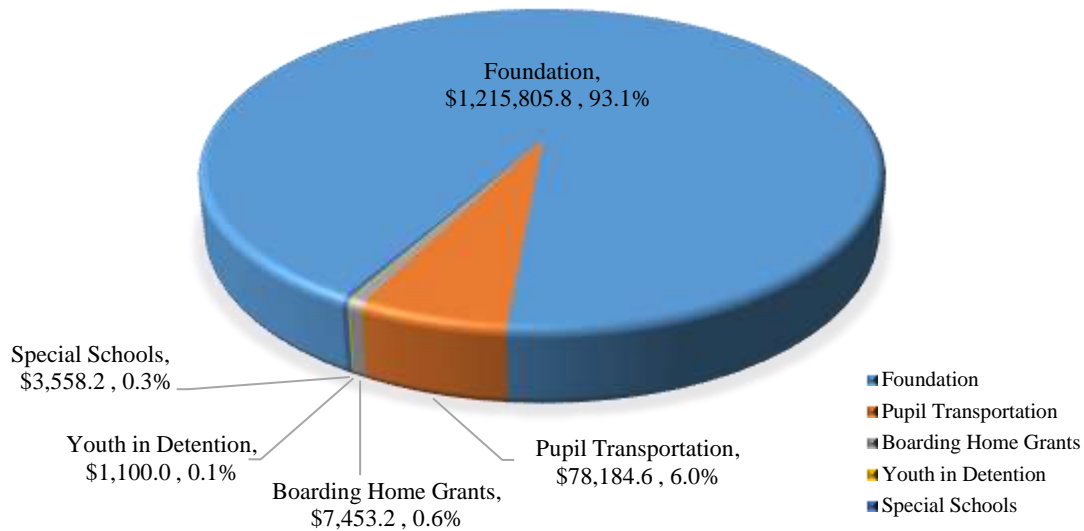
DEED's FY2019 Governor's Budget by Structure

Total Budget (all funds): \$1,635,389.4



DEED's FY2019 Governor's Budget by K-12 Formula Programs

Total Budget (all funds): \$1,306,101.8



Pupil Transportation

Statutes: AS 14.09

Regulations: 4 AAC 27

AS 14.09.010 establishes a grant program to school districts that operate pupil transportation to and from schools within the student's transportation service area within the district.

Funding History:

- FY2014 Appropriation: \$75,466.0 UGF
- FY2015 Appropriation: \$76,773.9 UGF
- FY2016 Appropriation: \$79,240.3 UGF
- FY2017 Appropriation: \$72,619.8 UGF
(\$6,350.0 vetoed from original FY2017 Governor's Budget request \$78,969.8; this resulted in pro-rata allocations to districts)
- FY2018 Appropriation: \$79,029.6
- FY2019 Governor's Budget: \$78,184.6 UGF

Formula:

The annual grant entitlement is determined by multiplying the per student grant amount by the actual number of Average Daily Membership (ADM) in the district.

District requirements:

1. Annual report – projection of routes, miles driven, students to be transported
2. Quarterly report – actual number of students transported, miles driven, fee in-lieu-of agreements
3. Accident reports
4. Drivers' certificates and summary of training

Matching Requirements: None

Attachments:

- FY2017 Actuals, FY2018 Management Plan, FY2019 Governor's Budget component detail (Page 4)
- FY2018 Pupil Transportation Allocations by School District (Page 5)



Component Detail (1077)
Department of Education and Early Development

DRAFT

Component: Pupil Transportation (144)
RDU: K-12 Aid to School Districts (645)

Formula Component
 IRIS AP Type: EPPT

	FY2017 Actuals (14503)	FY2018 Management Plan (14331)	FY2019 Governor (14641)	FY2019 Governor vs FY2017 Actuals	
1000 Personal Services	0.0	0.0	0.0	0.0	0.0%
2000 Travel	0.0	0.0	0.0	0.0	0.0%
3000 Services	0.0	0.0	0.0	0.0	0.0%
4000 Commodities	0.0	0.0	0.0	0.0	0.0%
5000 Capital Outlay	0.0	0.0	0.0	0.0	0.0%
7000 Grants, Benefits	72,619.8	79,029.6	78,184.6	-5,564.8	-7.1%
8000 Miscellaneous	0.0	0.0	0.0	0.0	0.0%
Totals	72,619.8	79,029.6	78,184.6	-5,564.8	-7.1%
<u>Funding Sources:</u>					
1004Gen Fund (UGF)	72,619.8	79,029.6	78,184.6	-5,564.8	-7.1%
<u>Funding Totals:</u>					
Unrestricted General (UGF)	72,619.8	79,029.6	78,184.6	-5,564.8	-7.1%
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0%
Other	0.0	0.0	0.0	0.0	0.0%
Federal	0.0	0.0	0.0	0.0	0.0%
<u>Positions:</u>					
Permanent Full Time	0	0	0	0	0.0%
Permanent Part Time	0	0	0	0	0.0%
Non Permanent	0	0	0	0	0.0%

Department of Education & Early Development
Pupil Transportation Program
Projected FY2018 Grants

SCHOOL DISTRICT	PROJECTED FY2018 GRANT
Alaska Gateway	696,597
Aleutian Region	-
Aleutians East Borough	73,059
Anchorage	22,374,677
Annette Island	61,707
Bering Strait	94,392
Bristol Bay Borough	342,432
Chatham	51,460
Chugach	-
Copper River	645,104
Cordova	117,236
Craig	130,293
Delta Greely	1,357,860
Denali Borough	431,352
Dillingham	650,980
Fairbanks N. Star Borough	12,095,820
Galena	82,333
Haines Borough	162,620
Hoonah	34,980
Hydaburg	-
Iditarod Area	47,970
Juneau Borough	3,133,530
Kake	29,100
Kashunamiut	1,655
Kenai Peninsula Borough	8,122,374
Ketchikan Gateway Borough	1,782,660
Klawock	83,205
Kodiak Island Borough	2,021,187
Kuspuk	256,310
Lake and Peninsula Borough	138,648
Lower Kuskokwim	1,261,332
Lower Yukon	1,973
Mat-Su Borough	17,053,845
Nenana	116,820
Nome	469,910
North Slope Borough	2,353,083
Northwest Arctic Borough	53,433
Pelican	-
Petersburg	198,306
Pribilof	-
Saint Mary's	40,470
Sitka Borough	577,509
Skagway	4,200
Southeast Island	250,096
Southwest Region	381,777
Tanana	19,499
Unalaska	300,720
Valdez	488,613
Wrangell	211,302
Yakutat	48,498
Yukon Flats	75,044
Yukon Koyukuk	102,610
Yup'it	976
TOTALS	\$ 79,029,557

Boarding Home Grants

Statutes: AS 14.07.030(2); AS 14.16.100; AS 14.16.200

Regulations: 4 AAC 09.050; 4 AAC 33.090

Two programs under this component:

- Secondary Boarding Home Stipend Program
- School Districts Operating Residential Schools

Funding History:

- FY2014 Appropriation: \$3,749.5 UGF
- FY2015 Appropriation: \$6,960.3 UGF
- FY2016 Appropriation: \$7,696.4 UGF
- FY2017 Appropriation: \$7,553.2 UGF
- FY2018 Appropriation: \$7,453.2 UGF
- FY2019 Governor's Budget: \$7,453.2 UGF

Secondary Boarding Home Stipend Program (\$79.2 UGF)

- The Secondary Boarding Stipend Program was established in 1966 to provide a secondary school education within Alaska for high school students from areas without access to appropriate grade levels. During the 1960's and 1970's the student enrollment in this program was significantly higher than today.
- Currently, there are approximately two school districts who receive funding under this program. The actual number of students varies each year.
- The placement process for the secondary boarding stipend program is outlined in regulation, 4 AAC 09.050(a)(3). The application instructions are available on the department's website under forms. A typical example of this program may be a student from a small community with only one or two high school students and thus the stipend boarding program is used to place the students with a family in another community within the district for high school. Placement of students outside of their district of residence requires a Memorandum of Agreement.
- This relatively small program serves the state of Alaska by providing an option for students to participate in high school in a neighboring community when an appropriate grade level is not available in their home town.

Formula:

- The program provides a monthly stipend (rates are \$508 to \$755 a month depending upon region) and is paid for the number of days up to 180 days that the student is receiving services. The program also provides for one round trip transportation and an indirect charge up to the district's federal indirect rate. If the student is placed outside of their home district, an additional 30% funding increment for placement supervision may be provided, however this is uncommon.
- The department administers payments on a quarterly basis.
- The annual appropriation is \$79.2 UGF. Funds are distributed to participating districts. Unspent funds lapse to the general fund.



School Districts Operating Residential Schools Program (Year-Long 180 Day and Variable Term 180 Day) (\$7,374.0 UGF)

- In 2006 the legislature passed HB 16, which provided funding for statewide residential boarding programs at AS 14.16.200. The initial law included districts that, prior to January 1, 2005, were operating a statewide residential program for grades 9 through 12. This included three programs: Galena, Lower Kuskokwim, and Nenana. The funding is for the residential component only and is what is referred to as year-long 180 days program.
- The department accepted applications from the three qualifying districts and approved a maximum student count for funding for each program. The annual appropriation was set to fund the maximum approved student count.
- Funding includes a per pupil monthly stipend rate set in statute for nine months a year, and one round trip transportation reimbursement. The department administers the program through a December 1 report. Eligibility requires that students are funded if they come from a community outside of the community where the residential school is located.
- After operating under AS 14.16.200 for approximately five years and providing funding to the initial three districts that were in operation when the law was passed, the 2011 legislature, in special session, passed HB 84 which amended the residential program in two ways:
 - A provision was added allowing the Department to accept applications and approve, if applicable, up to three additional programs.
 - The stipend rate was increased, by doubling the rates in statute, for a two year period. The increase was maintained after the two years and an additional increase was passed into law resulting in the current stipend rates.
- Subsequently both the regulations and statute (SB 47 enacted in 2013) were amended to include variable term programs.
- Variable term programs are approved to fund the same number of students throughout the entire school year, however the actual students housed change as the residential instruction sessions change.
- The variable term program may not claim students for foundation funding as the student is claimed in their full time district of residence.
- The most recent program change was enacted through HB 278, effective July 1, 2015, which sets into law an annual period of application; this does not require that new programs be approved. Application program approvals are made contingent on funding of the added programs.

Formula:

- The monthly rate x 9 months x actual eligible and approved student count = a district's reimbursement for the residential stipend. In addition to the stipend, one round-trip ticket is provided per student, at the least expensive means, between the student's community of residence and the school if the district expends money for the trip.
- The variable term program provides transportation support through one round trip ticket cost per approved bed, to be used to offset actual costs.



District requirements:

- Secondary Boarding Home Stipend Program
 - Boarding Home Budget and Program Report form – submitted for initial approval
 - Reimbursement Requests – quarterly
 - Must report the revenues and expenditures in a special revenue fund within their annual audit.
- School Districts Operating Residential Schools Program
 - Request for Reimbursement – annually based on student count
 - Annual Year-End Report
 - Must report the revenues and expenditures in a special revenue fund within their annual audit.

Matching Requirements: None

Attachments:

- FY2017 Actuals, FY2018 Management Plan, FY2019 Governor's Budget component detail (Page 9)
- Table 1 presents residential school history including stipend rates, district and program names, year first funded, and other information (Page 10)
- Table 2 presents a breakout of funding for stipends and funding for one round trip travel for FY2017 Authorized and Actual, FY2018 Authorized, and FY2019 Projected. (Page 11)

Component Detail (1077)
Department of Education and Early Development

DRAFT

Component: Boarding Home Grants (148)

Formula Component

RDU: K-12 Support (53)

IRIS AP Type: EBHG

	FY2017 Actuals (14503)	FY2018 Management Plan (14331)	FY2019 Governor (14641)	FY2019 Governor vs FY2017 Actuals	
1000 Personal Services	0.0	0.0	0.0	0.0	0.0%
2000 Travel	0.0	0.0	0.0	0.0	0.0%
3000 Services	0.0	0.0	0.0	0.0	0.0%
4000 Commodities	0.0	0.0	0.0	0.0	0.0%
5000 Capital Outlay	0.0	0.0	0.0	0.0	0.0%
7000 Grants, Benefits	6,636.2	7,453.2	7,453.2	-817.0	-11.0%
8000 Miscellaneous	0.0	0.0	0.0	0.0	0.0%
Totals	6,636.2	7,453.2	7,453.2	-817.0	-11.0%
<u>Funding Sources:</u>					
1004Gen Fund (UGF)	6,636.2	7,453.2	7,453.2	-817.0	-11.0%
<u>Funding Totals:</u>					
Unrestricted General (UGF)	6,636.2	7,453.2	7,453.2	-817.0	-11.0%
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0%
Other	0.0	0.0	0.0	0.0	0.0%
Federal	0.0	0.0	0.0	0.0	0.0%
<u>Positions:</u>					
Permanent Full Time	0	0	0	0	0.0%
Permanent Part Time	0	0	0	0	0.0%
Non Permanent	0	0	0	0	0.0%

Table 1

Alaska Department of Education & Early Development
Residential School History
 January 2018

Prepared by School Finance

District	School Name	maximum # of students approved	1st year of funding	Statewide/ District-wide	Year-long/ Variable- term	Region
Anchorage	Dena'ina Academy	4	FY2015	District-wide	year-long	Region 2
Bering Strait	NACTEC	26	FY2015	Statewide	variable-term	Region 5
Chugach	Voyage to Excellence	24	FY2015	Statewide	variable-term	Region 2
Galena	GILA	210	FY2007	Statewide	year-long	Region 5
Lower Kuskokwim	Kuskokwim Learning Academy	35	FY2007	Statewide	year-long	Region 4
Lower Kuskokwim	Ready Academy	40	FY2016	District-wide	variable-term	Region 4
Nenana	Nenana Living Center	100	FY2007	Statewide	year-long	Region 3
North Slope	Residential Learning Center	20	***	District-wide	variable-term	Region 5
Northwest Arctic	Star of the Northwest	40	FY2016	Statewide	variable-term/year-long	Region 5

*** DEED approved for FY2018 operation; funding is pending legislative appropriation.

		Monthly Rates		
		<u>FY2007-</u> <u>FY2011</u>	<u>FY2012-</u> <u>FY2014</u>	<u>FY2015-</u> <u>Current</u>
Region 1	Southeast	\$ 410	\$ 820	\$ 1,230
Region 2	Southcentral	\$ 400	\$ 800	\$ 1,200
Region 3	Interior	\$ 484	\$ 968	\$ 1,452
Region 4	Southwest	\$ 503	\$ 1,006	\$ 1,509
Region 5	Northern (Remote)	\$ 592	\$ 1,184	\$ 1,776

Monthly rate x 9 months x actual student count = a district's reimbursement for the residential program

Program Notes

In FY2011, SB 84 provided a two-year 2x rate increase for FY2012 and FY2013.

In FY2013, SB 47 repealed the 2x rate increase from SB 84 and set the 2x rate in statute; limit on number of residential schools was removed & statute/regulation language amended to include variable-term schools.

In FY2015, HB 278 provided a 1.5x increase in rate and set the rate in statute.

Definitions

Statewide	<i>Students from any district may apply.</i>
District-wide	<i>Only students enrolled in the district in which the program resides may apply.</i>
Year-long	<i>A program that retains students during the school year which is not less than 180 days in session.</i>
Variable-term	<i>A program that rotates students in and out of the program during the school year for the entire school term. 4 AAC 33.090(h)</i>
School term	<i>...at least 900 hours of instruction and study periods...to receive the approximate educational equivalent of a 180-day term. AS 14.03.030(3)</i>

Table 2

Department of Education & Early Development
Residential and Boarding Stipend Allocation: Boarding Home Grants
January 2018

Prepared by School Finance

Residential Schools		FY2017		FY2018		FY2019	
Districts		Authorized	Actual	Authorized		Projected	
Anchorage							
Approved program capacity, students		4	-	4		4	
Monthly Rate		\$1,200	1,200	\$1,200		\$1,200	
Travel		2,400	-	2,400		2,400	
Stipends		43,200	-	43,200		43,200	
Total		45,600	-	45,600		45,600	
Bering Strait							
Approved program capacity, students		26	26	26		26	
Monthly Rate		1,776	1,776	1,776		1,776	
Travel		15,600	12,357	15,600		15,600	
Stipends		415,584	415,584	415,584		415,584	
Total		431,184	427,941	431,184		431,184	
Chugach							
Approved program capacity, students		24	23	24		24	
Monthly Rate		1,200	1,200	1,200		1,200	
Travel		14,400	8,882	14,400		14,400	
Stipends		259,200	248,400	259,200		259,200	
Total		273,600	257,282	273,600		273,600	
Galena							
Approved program capacity, students		210	210	210		210	
Monthly Rate		1,776	1,776	1,776		1,776	
Travel		160,434	114,777	160,434		160,434	
Stipends		3,356,640	3,356,640	3,356,640		3,356,640	
Total		3,517,074	3,471,417	3,517,074		3,517,074	
Lower Kuskokwim							
Approved program capacity, students		75	58	75		75	
Monthly Rate		1,509	1,509	1,509		1,509	
Travel		42,041	18,788	42,041		42,041	
Stipends		1,018,575	787,698	1,018,575		1,018,575	
Total		1,060,616	806,486	1,060,616		1,060,616	
Nenana							
Approved program capacity, students		100	85	100		100	
Monthly Rate		1,452	1,452	1,452		1,452	
Travel		75,772	70,659	75,772		75,772	
Stipends		1,306,800	1,110,780	1,306,800		1,306,800	
Total		1,382,572	1,181,439	1,382,572		1,382,572	
Northwest Arctic							
Approved program capacity, students		40	28	40		40	
Monthly Rate		1,776	1,776	1,776		1,776	
Travel		24,000	10,868	24,000		24,000	
Stipends		639,360	447,552	639,360		639,360	
Total		663,360	458,420	663,360		663,360	
Residential School Totals		479	\$ 7,374,006	479	\$ 7,374,006	479	\$ 7,374,006
Boarding Home Stipend Totals			179,194		79,194		79,194
Total			\$7,553,200		7,453,200		\$7,453,200
			Difference				916,985

Note 1: Districts participating in the boarding stipend program during FY2017: Dillingham and Yukon Koyukuk.

Note 2: DEED approved the North Slope program for operation in FY2018; funding is pending legislative appropriation.

Youth in Detention

Statutes: AS 14.07.020(a)(5)

Youth in Detention funds are allocated to school districts in the state that provide educational programs to incarcerated youth as directed under AS 14.07.020(a)(5). The educational programs are provided year round.

Funding History:

- FY2014 Appropriation: \$1,100.0 UGF
- FY2015 Appropriation: \$1,100.0 UGF
- FY2016 Appropriation: \$1,100.0 UGF
- FY2017 Appropriation: \$1,100.0 UGF
- FY2018 Appropriation: \$1,100.0 UGF
- FY2019 Governor's Budget: \$1,100.0 UGF

Formula:

- Grant is based on the adjusted average daily membership (AADM) calculated from the bed count of each facility.

District requirements:

- Must report the revenues and expenditures in a special revenue fund within their annual audit.

Matching Requirements: None

FY2019 Projected Allocations:

District	Facility	Grant
Anchorage	McLaughlin Youth Center	\$ 398.5
Anchorage	The New Path High School	148.0
Fairbanks	Fairbanks Youth Facility	120.4
Juneau	Johnson Youth Facility	95.7
Kenai	Marathon Detention Center	73.8
Lower Kuskokwim	Bethel Youth Facility	104.8
Mat-Su	Mat-Su Detention Center	67.4
Nome	Nome Youth Facility	91.4
		\$ 1,100.0

Attachments:

- FY2017 Actuals, FY2018 Management Plan, FY2019 Governor's Budget component detail (Page 13)

Component Detail (1077)
Department of Education and Early Development

DRAFT

Component: Youth in Detention (150)

Formula Component

RDU: K-12 Support (53)

IRIS AP Type: EYID

	FY2017 Actuals (14503)	FY2018 Management Plan (14331)	FY2019 Governor (14641)	FY2019 Governor vs FY2017 Actuals	
1000 Personal Services	0.0	0.0	0.0	0.0	0.0%
2000 Travel	0.0	0.0	0.0	0.0	0.0%
3000 Services	0.0	0.0	0.0	0.0	0.0%
4000 Commodities	0.0	0.0	0.0	0.0	0.0%
5000 Capital Outlay	0.0	0.0	0.0	0.0	0.0%
7000 Grants, Benefits	1,100.0	1,100.0	1,100.0	0.0	0.0%
8000 Miscellaneous	0.0	0.0	0.0	0.0	0.0%
Totals	1,100.0	1,100.0	1,100.0	0.0	0.0%
<u>Funding Sources:</u>					
1004Gen Fund (UGF)	1,100.0	1,100.0	1,100.0	0.0	0.0%
<u>Funding Totals:</u>					
Unrestricted General (UGF)	1,100.0	1,100.0	1,100.0	0.0	0.0%
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0%
Other	0.0	0.0	0.0	0.0	0.0%
Federal	0.0	0.0	0.0	0.0	0.0%
<u>Positions:</u>					
Permanent Full Time	0	0	0	0	0.0%
Permanent Part Time	0	0	0	0	0.0%
Non Permanent	0	0	0	0	0.0%

Special Schools

Statutes: AS 14.07.030(1); AS 14.07.060; AS 14.30.600 - 660

Regulations: 4 AAC 33.060; 4 AAC 33.070

Provides financial resources for educational services to students in special schools programs.

These funds provide supplementary educational services to students with severe disabling conditions. The resident school where the child would normally be placed does not have the resources to provide an adequate educational program. Without the supplementary services the child's needs would not be met by the local school district, in most cases.

Three programs under this component:

- Special Education Service Agency (SESA)
- Providence Heights School
- Alaska School for the Deaf

Funding History:

- FY2014 Appropriation: \$3,691.7 UGF
- FY2015 Appropriation: \$3,693.3 UGF
- FY2016 Appropriation: \$3,582.4 UGF
- FY2017 Appropriation: \$3,532.4 UGF
- FY2018 Appropriation: \$3,563.9 UGF
- FY2019 Governor's Budget: \$3,558.2 UGF

Special Education Service Agency (SESA)

- This agency is governed by the Governor's Council on Disabilities and Special Education. It provides outreach services to school districts that serve low incidence, severely disabled students.
- Formula – \$18.65 x average daily membership (ADM) in the preceding fiscal year (AS 14.30.650)
- FY2019 Projected Allocation: \$2,426.8 UGF
 - FY2019 Governor's Budget contains a \$5.7 UGF decrement as a result of a decrease in ADM.
- AS 14.30.600-660

Providence Heights School

- This is an educational program at the Alaska Psychiatric Institute (API), which is operated by the Anchorage School District.
- Students enrolled in this program are patients of the API and the educational program is an important part of these students' treatment.
- FY2019 Projected Allocation: \$145.0 UGF
- 4 AAC 33.060

Alaska School for the Deaf

- Two components: instruction and residential.
- The instructional program is currently operated by the Anchorage School District. The district receives foundation funds for the students enrolled.
 - FY2019 Projected Allocation: \$499.0 UGF
- The residential program is funded through a Reimbursable Services Agreement with the Department of Health and Social Services. Students from outside Anchorage are housed in group and foster homes while they attend school. Currently Hope Cottages runs this program.
 - FY2019 Projected Allocation: \$487.4 UGF
- 4 AAC 33.070

Grantee/District requirements:

- Under all three programs, an annual plan of service is required to be submitted and approved by the department.

Matching Requirements: None

Attachments:

- FY2017 Actuals, FY2018 Management Plan, FY2019 Governor's Budget component detail (Page 16)

Component Detail (1077)
Department of Education and Early Development

DRAFT

Component: Special Schools (2735)

Formula Component

RDU: K-12 Support (53)

IRIS AP Type: EESP

	FY2017 Actuals (14503)	FY2018 Management Plan (14331)	FY2019 Governor (14641)	FY2019 Governor vs FY2017 Actuals	
1000 Personal Services	0.0	0.0	0.0	0.0	0.0%
2000 Travel	0.0	0.0	0.0	0.0	0.0%
3000 Services	0.0	0.0	0.0	0.0	0.0%
4000 Commodities	0.0	0.0	0.0	0.0	0.0%
5000 Capital Outlay	0.0	0.0	0.0	0.0	0.0%
7000 Grants, Benefits	3,255.5	3,563.9	3,558.2	-302.7	-8.5%
8000 Miscellaneous	0.0	0.0	0.0	0.0	0.0%
Totals	3,255.5	3,563.9	3,558.2	-302.7	-8.5%
<u>Funding Sources:</u>					
1004Gen Fund (UGF)	3,255.5	3,563.9	3,558.2	-302.7	-8.5%
<u>Funding Totals:</u>					
Unrestricted General (UGF)	3,255.5	3,563.9	3,558.2	-302.7	-8.5%
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0%
Other	0.0	0.0	0.0	0.0	0.0%
Federal	0.0	0.0	0.0	0.0	0.0%
<u>Positions:</u>					
Permanent Full Time	0	0	0	0	0.0%
Permanent Part Time	0	0	0	0	0.0%
Non Permanent	0	0	0	0	0.0%