

Fiscal Note

State of Alaska
2024 Legislative Session

Bill Version: HB 148
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB148SCS(FIN)-EED-SSA-5-12-24
Title: AK PERFORMANCE SCHOLARSHIP;
ELIGIBILITY
Sponsor: EDUCATION
Requester: Senate Finance Committee

Department: Department of Education and Early Development
Appropriation: Education Support and Admin Services
Allocation: Student and School Achievement
OMB Component Number: 2796

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 2026	FY 2027	FY 2028	FY 2029	FY 2030
OPERATING EXPENDITURES								
Personal Services								
Travel								
Services	6.0							
Commodities								
Capital Outlay								
Grants & Benefits	5,975.5	7,135.0	5,975.5	5,975.5	5,975.5	5,975.5	5,975.5	5,975.5
Miscellaneous								
Total Operating	5,981.5	7,135.0	5,975.5	5,975.5	5,975.5	5,975.5	5,975.5	5,975.5

Fund Source (Operating Only)

1004 Gen Fund (UGF)	5,381.8	7,135.0	5,375.8	5,375.8	5,375.8	5,375.8	5,375.8	5,375.8
1151 VoTech Ed (DGF)	599.7		599.7	599.7	599.7	599.7	599.7	599.7
Total	5,981.5	7,135.0	5,975.5	5,975.5	5,975.5	5,975.5	5,975.5	5,975.5

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	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If yes, by what date are the regulations to be adopted, amended or repealed?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 to reflect changes proposed in the committee substitute by adding a grant to Galena Interior Learning Academy in the amount of \$599.7 and adding grants to Head Start Programs in the amount of \$5,375.8.

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Approved By: <u>Tama Carson, Administrative Service Director</u>	Date: <u>05/12/24</u>
Agency: <u>Department of Education and Early Development</u>	

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2024 LEGISLATIVE SESSION

BILL NO. CSHB 148

Analysis

This bill amends the qualification criteria for an Alaska Performance Scholarship (APS) applicant by adding an option for career and technical education (CTE) to the academic curriculum; and inserts a definition for career cluster.

The CTE academic curriculum options include:

- (Option 1) substituting one CTE course credit for one standard course credit of social studies in the Math and Science Curriculum track;
- (Option 2) substituting two CTE course credits, one year of which includes two semesters of sequentially more rigorous content within a career cluster, for two course credits of a world language in the Social Studies and Language Curriculum track; and
- (Option 3) creates an additional Social Studies and Language Curriculum track that includes substituting one CTE course credit for one standard course credit of social studies, in addition to two years of a world language.

For the postsecondary level, this bill raises the award amounts for all three levels and removes the requirement for a college entrance exam. Additionally, the eligibility period for receiving the scholarship is extended from six to eight years.

The bill also directs the Alaska Commission of Postsecondary Education (ACPE) to evaluate awardees' grade-point averages after two semesters providing the opportunity for the award to increase based on postsecondary performance.

The department would need to make the necessary regulation changes to bring APS regulations into conformity with the addition of CTE to the academic curriculum, award dates, and deadlines. There is a one-time increment of \$6.0 to implement the necessary regulation changes.

The bill provides the continuation of a grant allocated to the Galena City School District for the Galena Interior Learning Academy (GILA) by DEED from the Alaska Workforce Investment Board (AWIB) as part of the Technical Vocational Education Program (TVEP) grant in the amount of \$599.7 annually.

Section 14 of this Act, TVEP funding, takes effect immediately. This bill also contains a retroactive clause if the Act takes effect after June 30, 2024.

This bill directs the department to provide the grant allocations to Head Start Programs by the department to meet the full non-federal match of 20% totaling \$5,375.8 to supplement the Governor's FY25 budgeted amount of \$7,135.0. This section of the bill takes effect July 1, 2024.