

# Fiscal Note

State of Alaska  
2018 Legislative Session

Bill Version: SB 188  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

Identifier: SB188-EED-ACPE-3-30-18  
Title: TEACHERS: BOARD CERTIFICATION  
INCENTIVES  
Sponsor: WIELECHOWSKI  
Requester: Senate Education Committee

Department: Department of Education and Early Development  
Appropriation: Alaska Commission on Postsecondary Education  
Allocation: Program Administration & Operations  
OMB Component Number: 2738

## Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2019 Appropriation Requested	Included in Governor's FY2019 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2019	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Personal Services							
Travel							
Services	40.0						
Commodities							
Capital Outlay							
Grants & Benefits	62.5		62.5	62.5	62.5	62.5	62.5
Miscellaneous							
<b>Total Operating</b>	<b>102.5</b>	<b>0.0</b>	<b>62.5</b>	<b>62.5</b>	<b>62.5</b>	<b>62.5</b>	<b>62.5</b>

## Fund Source (Operating Only)

1004 Gen Fund (UGF)	102.5		62.5	62.5	62.5	62.5	62.5
<b>Total</b>	<b>102.5</b>	<b>0.0</b>	<b>62.5</b>	<b>62.5</b>	<b>62.5</b>	<b>62.5</b>	<b>62.5</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 (FY2018) cost:** 0.0 (separate supplemental appropriation required)  
(discuss reasons and fund source(s) in analysis section)

**Estimated CAPITAL (FY2019) cost:** 0.0 (separate capital appropriation required)  
(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If yes, by what date are the regulations to be adopted, amended or repealed? 06/30/19

## Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

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Division:	Alaska Commission on Postsecondary Education	Date:	03/30/2018
Approved By:	Stephanie Butler, Executive Director	Date:	03/30/18
Agency:	Alaska Commission on Postsecondary Education		

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2018 LEGISLATIVE SESSION

BILL NO. SB188

### Analysis

Section 2 amends AS 14.43, by adding new sections: AS 14.43.550, Program established; AS 14.43.555, Administration and eligibility; and AS 14.43.590, Definitions.

This bill establishes payment and loan incentives intended to assist Alaska public school teachers seeking to earn national board certification. One component is the establishment and funding of a zero interest loan to otherwise eligible teachers who are actively pursuing national certification of professional teaching standards awarded by a nationally recognized board. The loan amount is set at \$2,500 and the funds are to be repaid over three years with an interest rate of zero percent.

Because this is not a student loan, the Alaska Student Loan Corporation cannot fund the loan. The bill would require an appropriation of \$62,500 each year to fund the program. The Department of Education and Early Development anticipates 25 loans per year x \$2,500 for each loan = \$62,500.

Additionally, the Commission anticipates initial servicing database creation and programming will be a one-time funding request of \$40,000. On-going servicing of the loan can be accomplished with existing staff resources; therefore, no funding is requested for that purpose.

The initial year funding request would be \$102,500, with an annual request of \$62,500 for each subsequent year.

Regulations would set out loan terms and conditions including a repayment schedule and penalties of default. Based on similar project timelines, staff could bring forward regulations for the Commission's adoption by the spring 2019 quarterly Commission meeting, whose date has not been set yet.