

# Fiscal Note

State of Alaska  
2014 Legislative Session

Bill Version: HB 365  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

Identifier: HB365-EED-SSA-3-18-14  
Title: PERFORMANCE SCHOLARSHIP: QUALIFYING  
EXAM  
Sponsor: SEATON  
Requester: House Education Committee

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

## Expenditures/Revenues

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

(Thousands of Dollars)

	FY2015 Appropriation Requested	Included in Governor's FY2015 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2015	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits	35.0						
Miscellaneous							
<b>Total Operating</b>	<b>35.0</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>

## Fund Source (Operating Only)

1004 Gen Fund	35.0						
<b>Total</b>	<b>35.0</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>

## Positions

Full-time							
Part-time							
Temporary							

<b>Change in Revenues</b>							
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**Estimated SUPPLEMENTAL (FY2014) cost:** 0.0 (separate supplemental appropriation required)  
(discuss reasons and fund source(s) in analysis section)

**Estimated CAPITAL (FY2015) 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If yes, by what date are the regulations to be adopted, amended or repealed? 12/31/14

## Why this fiscal note differs from previous version:

Initial version

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Approved By: Mike Hanley  
Agency: Commissioner  
Phone: (907)465-8721  
Date: 03/18/2014 04:45 PM  
Date: 03/18/14

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2014 LEGISLATIVE SESSION

BILL NO. HB365

### Analysis

Sec. 1 Amends AS 14.43.820 by adding (h): A student who is awarded a scholarship under this section may use the scholarship to attend any qualified postsecondary institution, as described in AS 14.43.830, in which the student enrolls, regardless of the type of examination taken to qualify for the scholarship.

Sec. 2. Amends AS 14.43.825 by eliminating "College entrance examinations" and inserting "an examination required under AS 14.43.820(a)(5)" which states:

- (a) Subject to appropriation, the commission shall award an Alaska performance scholarship to an applicant who (5) has achieved a minimum score on a
- (A) college entrance examination; or
- (B) standardized examination designed to measure a student's level of preparedness to make the transition to work, as selected by the department;

Current regulation 4ACC 43.020 outlines the GPA and examination scores in order to be eligible for an honors, achievement, or opportunity scholarship. A regulation change will need to take place as a WorkKeys score of 13 could qualify students for all three scholarship levels under this legislation. Any change to 4AAC 43.020 will also need to include an adjustment to the WorkKeys scores in order to mirror the rigor of the ACT and SAT requirements under each scholarship level.

A correlation study will need to be undertaken and has an estimated amount of 35.0 for contractual services to conduct the study. As this bill will allow WorkKeys to be used for 2 and 4 year degree programs, correlation between the SAT/ACT and WorkKeys scores are necessary to determine the very high, high and moderately high minimum scores as required in AS 14.43.825(a).