

Fiscal Note

State of Alaska
2015 Legislative Session

Bill Version: SB 102
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB102-EED-SFF-4-10-15
Title: UNFUNDED ED. MANDATES; TRAINING;
TEACHERS
Sponsor: DUNLEAVY
Requester: Senate Education Committee

Department: Department of Education and Early Development
Appropriation: Education Support Services
Allocation: School Finance & Facilities
OMB Component Number: 2737

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2016	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2016 Request	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
OPERATING EXPENDITURES	FY 2016	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Personal Services	124.0		124.0	124.0	124.0	124.0	124.0
Travel							
Services	1,159.5		92.5	92.5	92.5	92.5	92.5
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	1,283.5	0.0	216.5	216.5	216.5	216.5	216.5

Fund Source (Operating Only)

1004 Gen Fund	1,283.5		216.5	216.5	216.5	216.5	216.5
Total	1,283.5	0.0	216.5	216.5	216.5	216.5	216.5

Positions

Full-time	1.0		1.0	1.0	1.0	1.0	1.0
Part-time							
Temporary							

Change in Revenues							
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Estimated SUPPLEMENTAL (FY2015) cost: 0.0 (separate supplemental appropriation required)
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2016) 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If yes, by what date are the regulations to be adopted, amended or repealed? 12/31/15

Why this fiscal note differs from previous version:

Not applicable, initial version.

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Division: <u>School Finance & Facilities</u>	Date: <u>04/10/2015 03:30 PM</u>
Approved By: <u>Mike Hanley, Commissioner</u>	Date: <u>04/10/15</u>
Agency: <u>Department of Education & Early Development</u>	

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2015 LEGISLATIVE SESSION

BILL NO. SB102

Analysis

Section 4, amends AS 14.03.120(b), which currently requires statewide sortable average daily membership, categorical revenue reporting, and that the department complies by providing this report on the department's website. In addition, the required report is summarized as a sortable average daily membership and total revenue component into the statewide report.

The changes at AS 14.03.120(b)(1) directs the department to place the non-summarized report into the statewide report.

AS 14.03.120(b)(2) is added. The department currently provides this annual report in portable document format (pdf) on the department's website. This statute would require the department to change from a pdf to a sortable format.

AS 14.03.120(b)(3) is added. The initial raw data generated from district submittals through the department's State Reporting Manager (SRM) system is not easily transportable to a public webpage and includes components that are legally protected from being distributed.

Costs associated with the legislation are estimated as follows: DEED's data system was initially planned with seven phases of which phase five is the school finance module for data solutions. The school finance module has not been addressed due to other data priorities and lack of available funding, therefore school finance continues to use stand-alone systems to manipulate and present data. Based on the historical costs of four of the seven modules, the phase five school finance portion fiscal costs are estimated to be \$1,000.0. In addition, a range 22 Analyst Programmer V position at approximately \$124.0 and services of \$9.5 for department chargebacks is needed. Also, there would be service costs for vendor hosting, licensing, and maintenance of \$150.0 in the first year and \$83.0 annually after the first year.

Section 18, repeals the minimum expenditure for instruction requirement in AS 14.17.520.

The repeal of AS 14.17.520 would remove the requirement for districts to budget and expend at least 70% of their operating fund for instructional functions and would remove the requirement for districts to seek a waiver from the State Board of Education if they are not able to budget or expend at least 70% for instructional functions.

If this law is repealed, the department is still directed under statute to review the district operating budgets for compliance including format, a balanced budget between revenues and expenditures, meeting the required local effort provisions of AS 14.17, and other standards. There is no fiscal impact on the department from this section.

The repeal of AS 14.17.520 would require the repeal of regulation 4 AAC 09.115, minimum expenditure for instruction, and the amending of 4 AAC 09.120, budget review.

No effective date is provided in the legislation.