



# Alaska Department of Education & Early Development

## FY2018 Governor's Budget Overview Senate Finance Subcommittee

*Dr. Michael Johnson, Commissioner  
Sana Efird, Deputy Commissioner  
Heidi Teshner, Administrative Services Director*

*February 21, 2017*



# Alaska State Constitution – Alaska Statutes

Alaska Constitution Section 7.1 – Public Education

*To establish and maintain a system of public schools.*

Department Mission: To ensure standards-based instruction to improve academic achievement for all students.

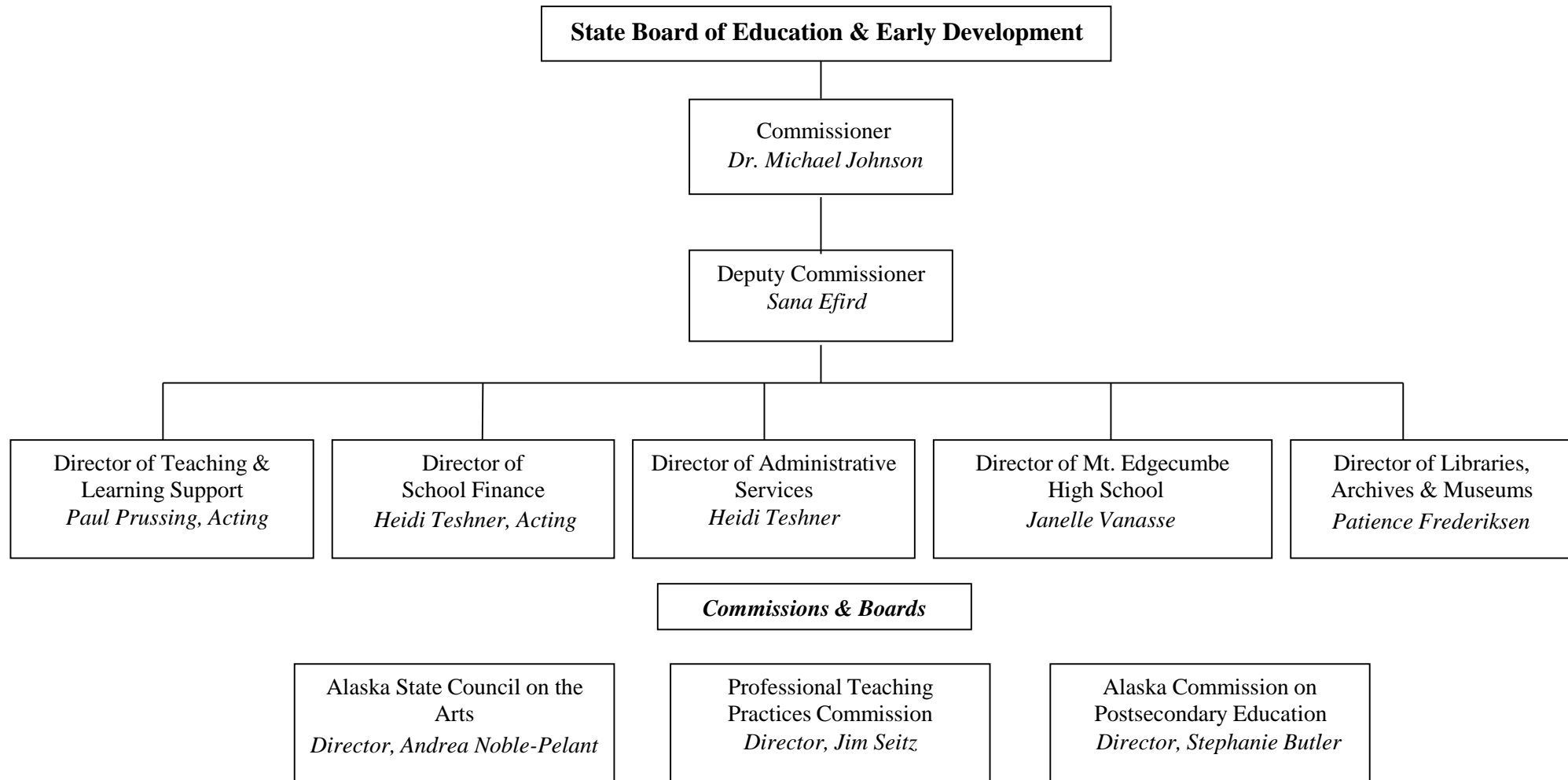
Key Functions: Fund, provide oversight and support, set standards, assess students towards standards.

State Education Policy – AS 14.03.015

*It is the policy of this state that the purpose of education is to help ensure that all students will succeed in their education and work, shape worthwhile and satisfying lives for themselves, exemplify the best values of society, and be effective in improving the character and quality of the world about them.*

Governing Statutes – Alaska Statutes Title 14

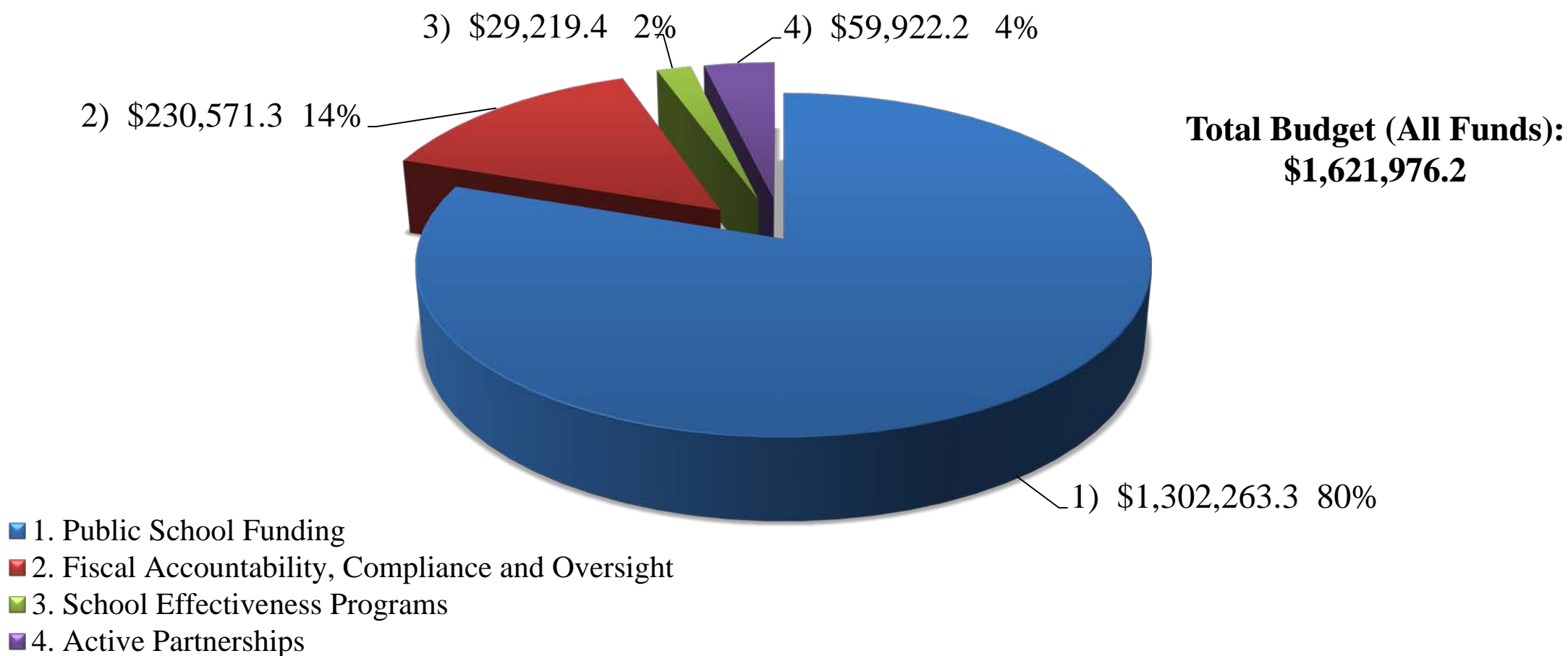
# Organizational Chart



# Core Services

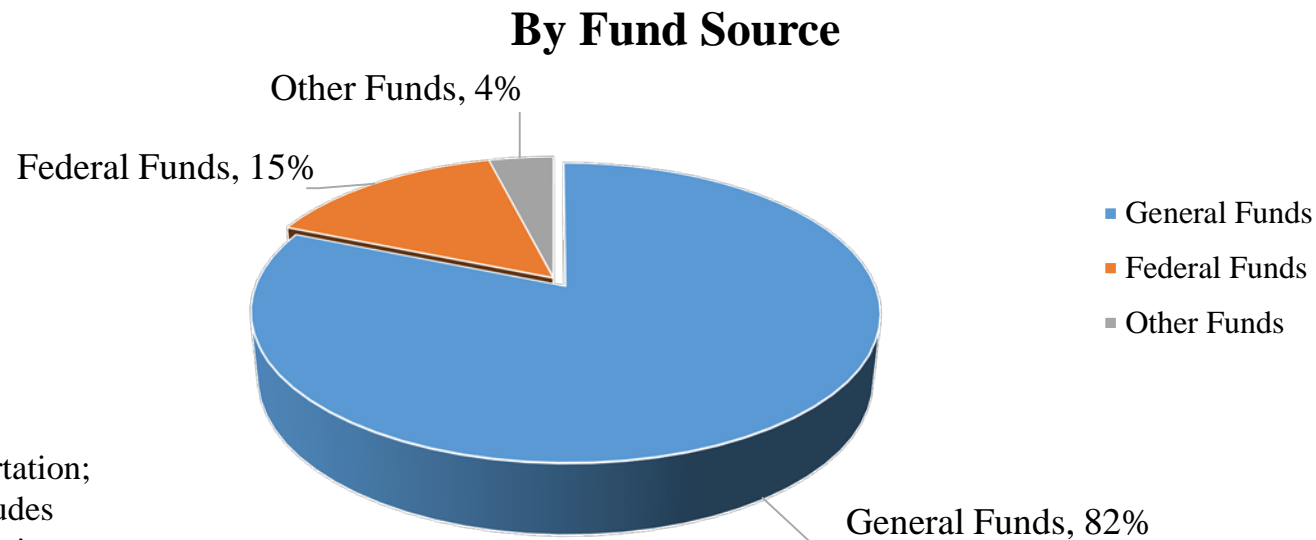
1. **Public School Funding** – Ensure funding is appropriately distributed to recipients based on legislative appropriations and by Statute.
2. **Fiscal Accountability, Compliance and Oversight** – Ensure the department effectively and efficiently manages states, federal, and other funds.
3. **School Effectiveness Programs** – Assist districts by providing programs, technical on-site and distance delivery support, and early intervention services.
4. **Active Partnerships** – Provide opportunities for, and collaborate with government entities, and other public and private organizations.

# FY2018 Governor's Budget by Core Service



# FY2018 Governor's Budget

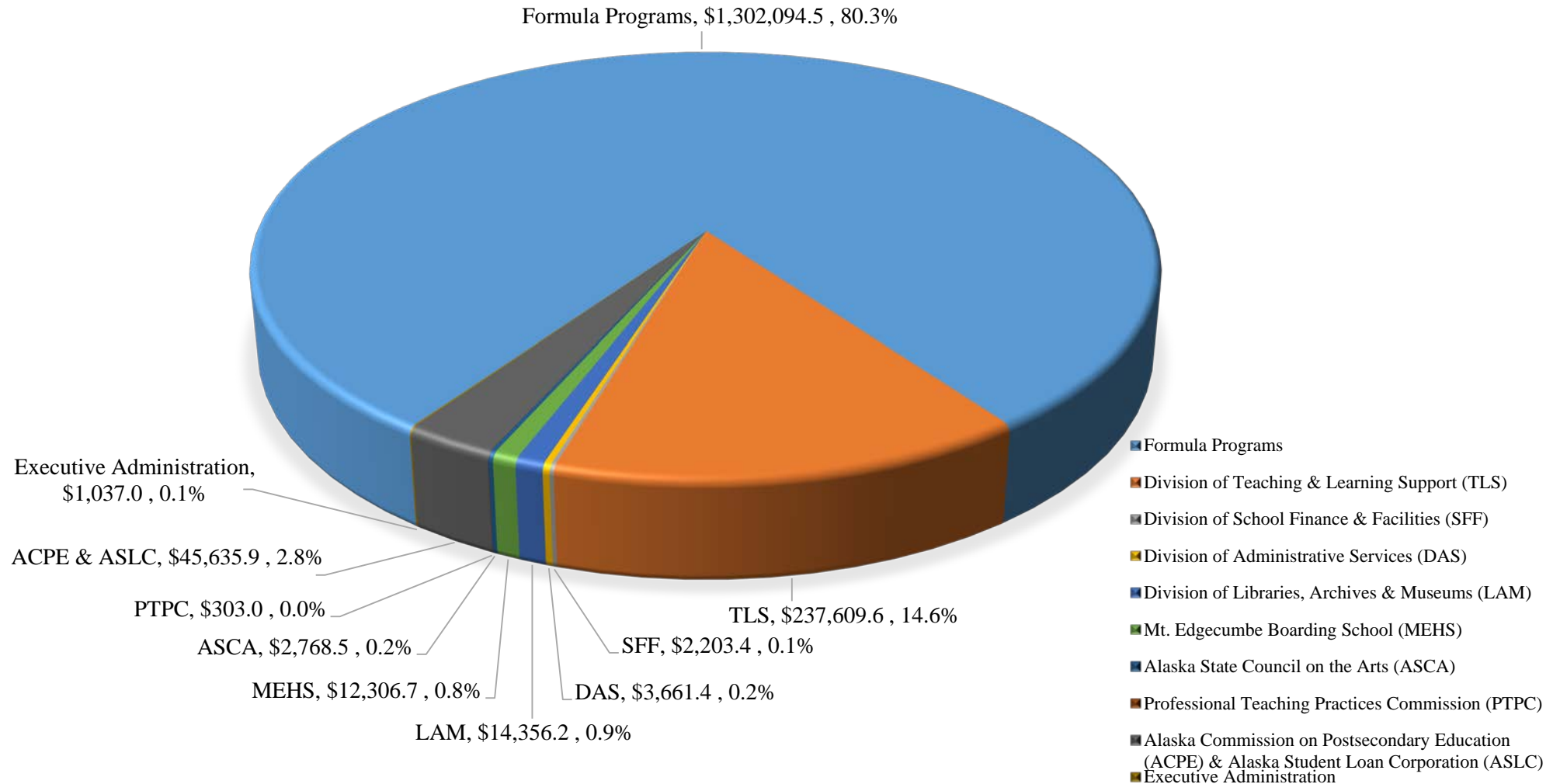
	Designated		Unrestricted		Federal		Other			
	General Funds	%	General Funds	%	Funds	%	Funds	%	Total	%
<i>K-12 Formula Programs*</i>	0.0	0%	1,261,303.5	97%	20,791.0	9%	20,000.0	35%	<b>1,302,094.5</b>	80%
<i>Agency and Program Operations</i>	26,071.5	100%	35,822.9	3%	220,366.5	91%	37,620.8	65%	<b>319,881.7</b>	20%
<b>Total</b>	<b>26,071.5</b>	<b>2%</b>	<b>1,297,126.4</b>	<b>80%</b>	<b>241,157.5</b>	<b>15%</b>	<b>57,620.8</b>	<b>4%</b>	<b>1,621,976.2</b>	



\* Foundation; Pupil Transportation; Boarding Home Grants (includes Statewide Residential); Youth in Detention; and Special Schools.

# FY2018 Governor's Budget by Structure

## Total Budget (All Funds): \$1,621,976.2



# FY2018 Governor's Budget

	Designated General Funds	Unrestricted General Funds	Federal Funds	Other Funds	Total
<b>K-12 Formula Programs:</b>					
K-12 Aid to School Districts					
Foundation Program	-	1,176,466.6	20,791.0	20,000.0	1,217,257.6
Pupil Transportation	-	72,619.8	-	-	72,619.8
K-12 Support					
Boarding Home Grants	-	7,553.2	-	-	7,553.2
Youth in Detention	-	1,100.0	-	-	1,100.0
Special Schools	-	3,563.9	-	-	3,563.9
<b>Subtotal K- 12 Formula Programs</b>	<b>-</b>	<b>1,261,303.5</b>	<b>20,791.0</b>	<b>20,000.0</b>	<b>1,302,094.5</b>



# FY2018 Governor's Budget

	Designated General Funds	Unrestricted General Funds	Federal Funds	Other Funds	Total
<b>Agency and Program Operations:</b>					
Education Support Services					
Executive Administration	-	1,014.6	-	22.4	1,037.0
Administrative Services	-	842.7	145.0	683.6	1,671.3
Information Services	-	271.1	-	650.8	921.9
School Finance & Facilities	-	1,307.6	-	895.8	2,203.4
Teaching and Learning Support					
Student and School Achievement	531.6	5,562.9	153,924.4	447.5	160,466.4
State System of Support	-	1,847.7	-	-	1,847.7
Teacher Certification	916.3	-	-	16.4	932.7
Child Nutrition	-	86.5	63,709.6	-	63,796.1
Early Learning Coordination	-	8,285.8	280.9	-	8,566.7
Pre-Kindergarten Grants	-	2,000.0	-	-	2,000.0

# FY2018 Governor's Budget

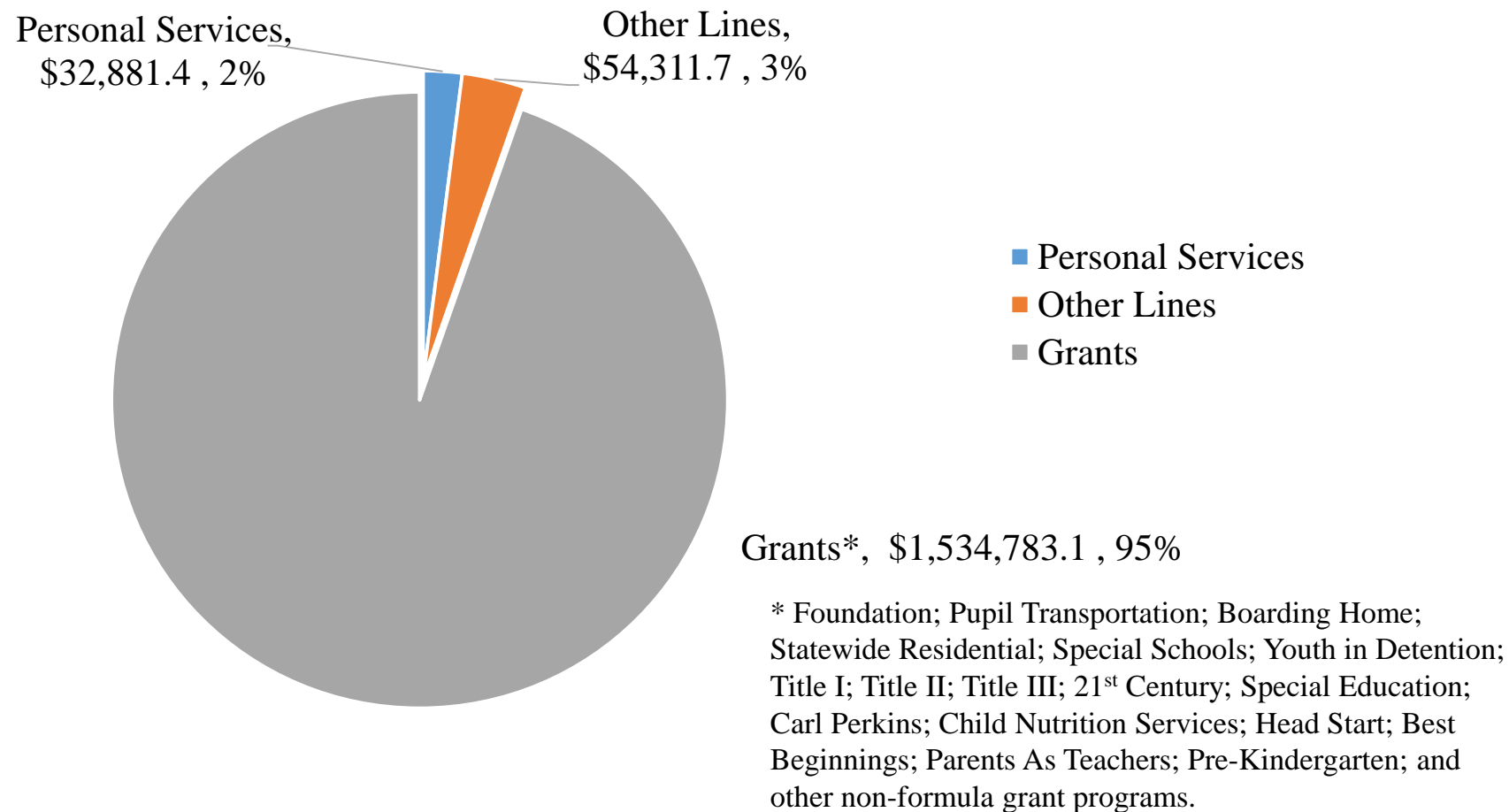
<b>Agency and Program Operations: (con't)</b>	<b>Designated General Funds</b>	<b>Unrestricted General Funds</b>	<b>Federal Funds</b>	<b>Other Funds</b>	<b>Total</b>
<b>Commissions and Boards</b>					
Professional Teaching Practices Commission	303.0	-	-	-	303.0
Alaska State Council on the Arts	10.9	692.8	806.3	1,258.5	2,768.5
<b>Mt. Edgecumbe Boarding School</b>					
Mt. Edgecumbe Boarding School	57.4	4,758.8	-	6,197.8	11,014.0
<b>State Facilities Maintenance</b>					
State Facilities Maintenance	-	-	-	2,322.7	2,322.7
State Facilities Rent	-	1,068.2	-	-	1,068.2
<b>Alaska State Libraries, Archives and Musuems</b>					
Library Operations	2,780.3	5,217.0	1,300.3	258.3	9,555.9
Archives	-	1,061.1	40.0	160.6	1,261.7
Museum Operations	504.3	1,144.3	60.0	-	1,708.6
Online With Libraries (OWL)	-	661.8	-	-	661.8
Live Homework Help	138.2	-	-	-	138.2

# FY2018 Governor's Budget

<b>Agency and Program Operations: (con't)</b>	<b>Designated General Funds</b>	<b>Unrestricted General Funds</b>	<b>Federal Funds</b>	<b>Other Funds</b>	<b>Total</b>
<b>Alaska Postsecondary Education Commission</b>					
Program Admin & Operations	6,008.7	-	100.0	12,759.7	18,868.4
WWAMI Medical Education	3,070.8	-	-	-	3,070.8
<b>Alaska Performance Scholarship Awards</b>					
Alaska Performance Scholarship Awards	11,750.0	-	-	-	11,750.0
<b>Alaska Student Loan Corporation</b>					
Loan Servicing	-	-	-	11,946.7	11,946.7
<b>Subtotal Agency and Program Operations</b>	26,071.5	35,822.9	220,366.5	37,620.8	319,881.7
<b>Total</b>	26,071.5	1,297,126.4	241,157.5	57,620.8	1,621,976.2

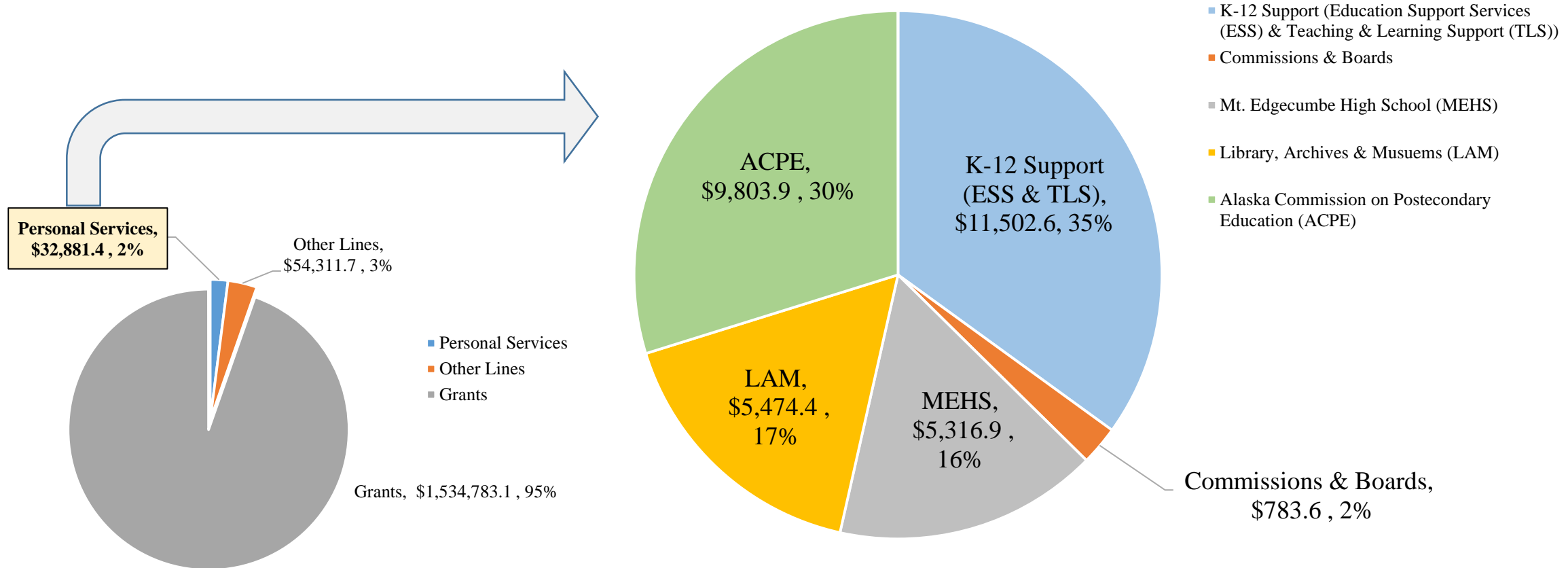
# FY2018 Governor's Budget by Line Item

Total Budget (All Funds): \$1,621,976.2



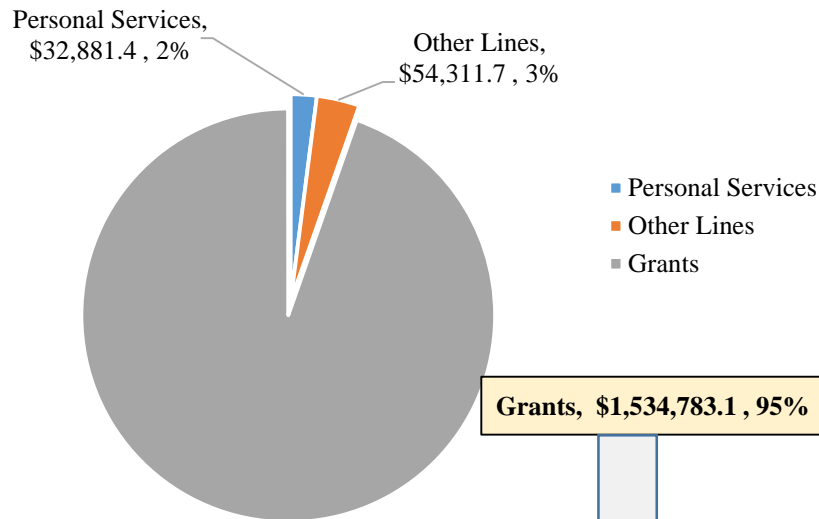
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Total Budget (All Funds): \$1,621,976.2



# FY2018 Governor's Budget by Line Item

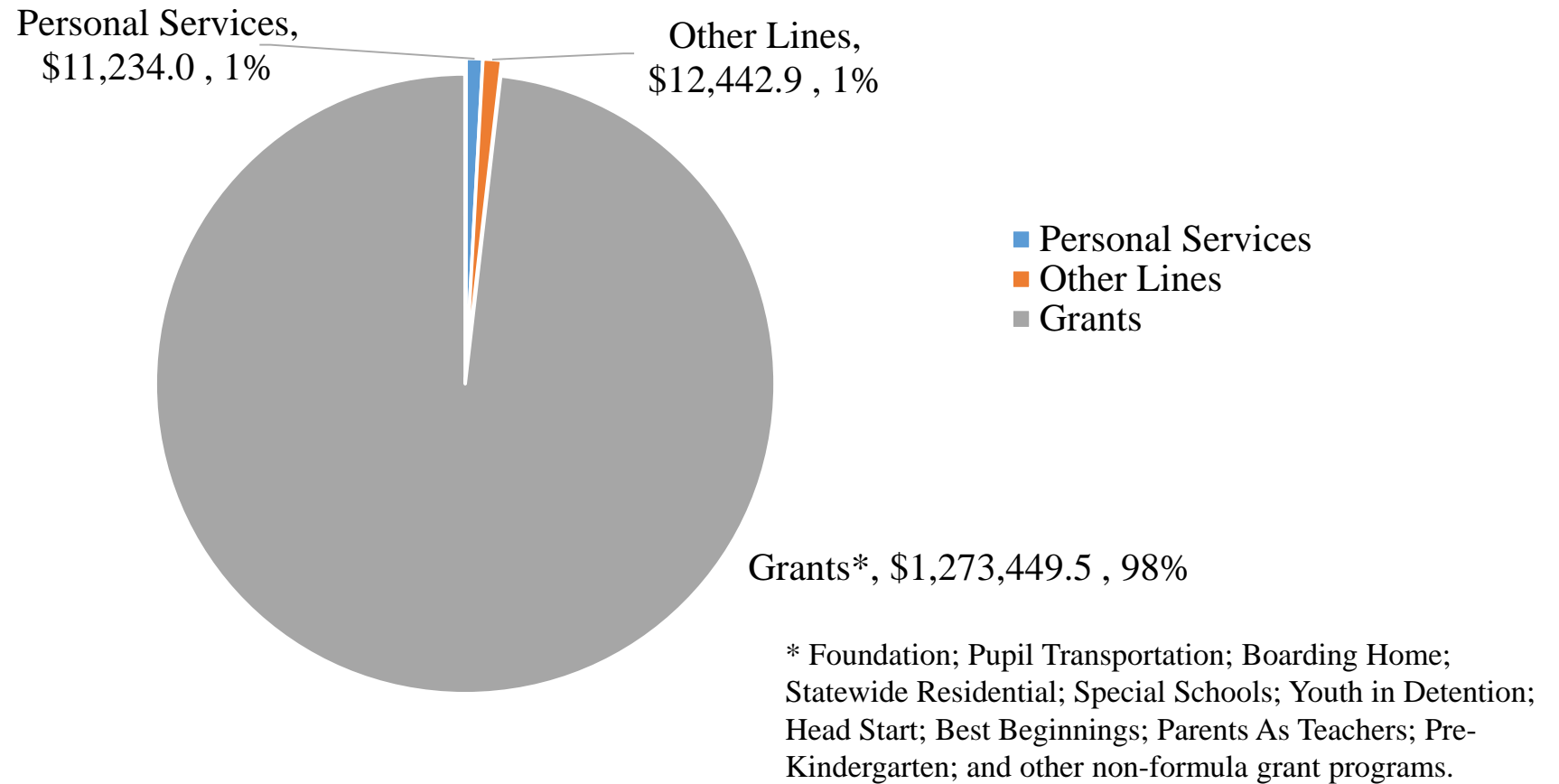
Total Budget (All Funds): \$1,621,976.2



Component	Amount
Foundation	\$ 1,217,257.6
Pupil Transportation	72,619.8
Boarding Home Grants	7,553.2
Youth In Detention	1,100.0
Special Schools	3,563.9
Executive Administration	200.0
Student & School Achievement	136,618.6
State System of Support	310.0
Child Nutrition	61,486.7
Early Learning Coordination	8,003.7
Pre- Kindergarten Grants	2,000.0
Alaska State Council on the Arts	1,461.4
Library Operations	4,581.4
Museums Operations	105.6
Online with Libraries (OWL)	158.0
Live Homework Help	138.2
Program Administration & Operations	5,875.0
Alaska Performance Scholarship	11,750.0
	<b>\$ 1,534,783.1</b>

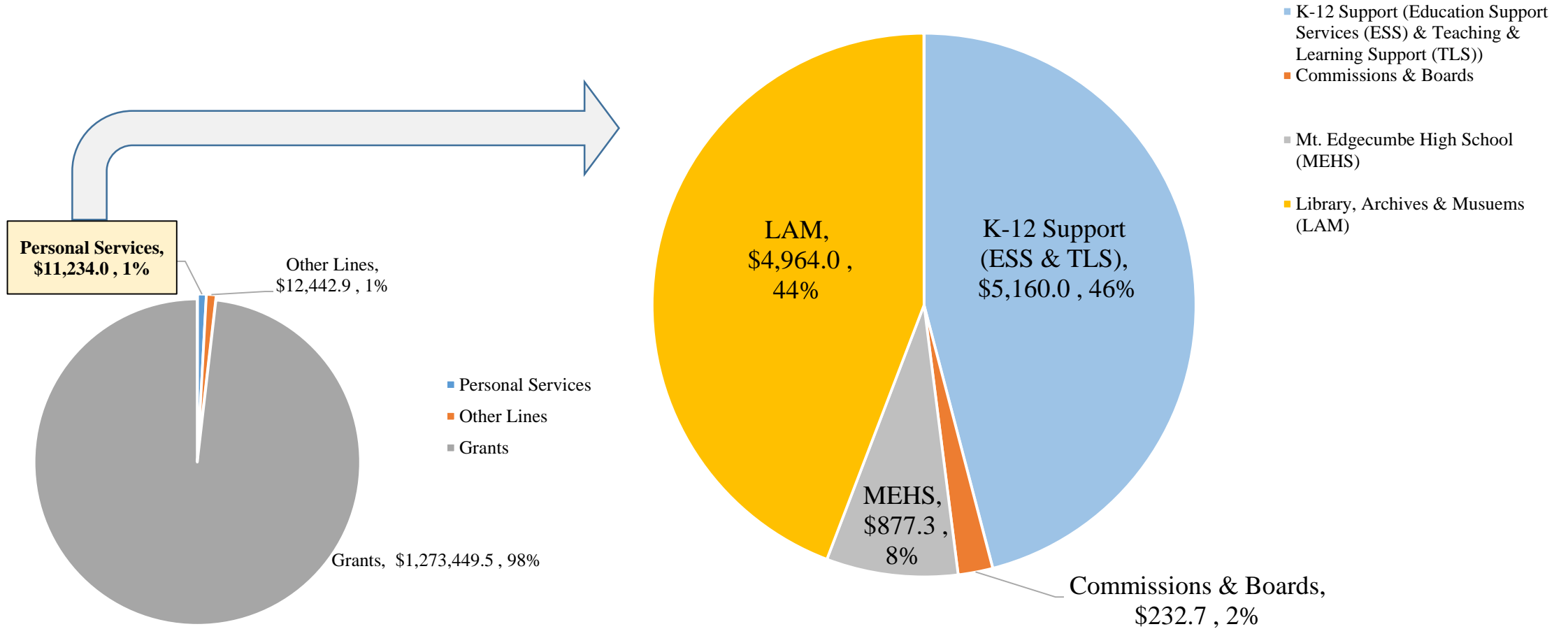
# FY2018 Governor's Budget by Line Item

(Total UGF Budget: \$1,297,126.4)



# FY2018 Governor's Budget by Line Item

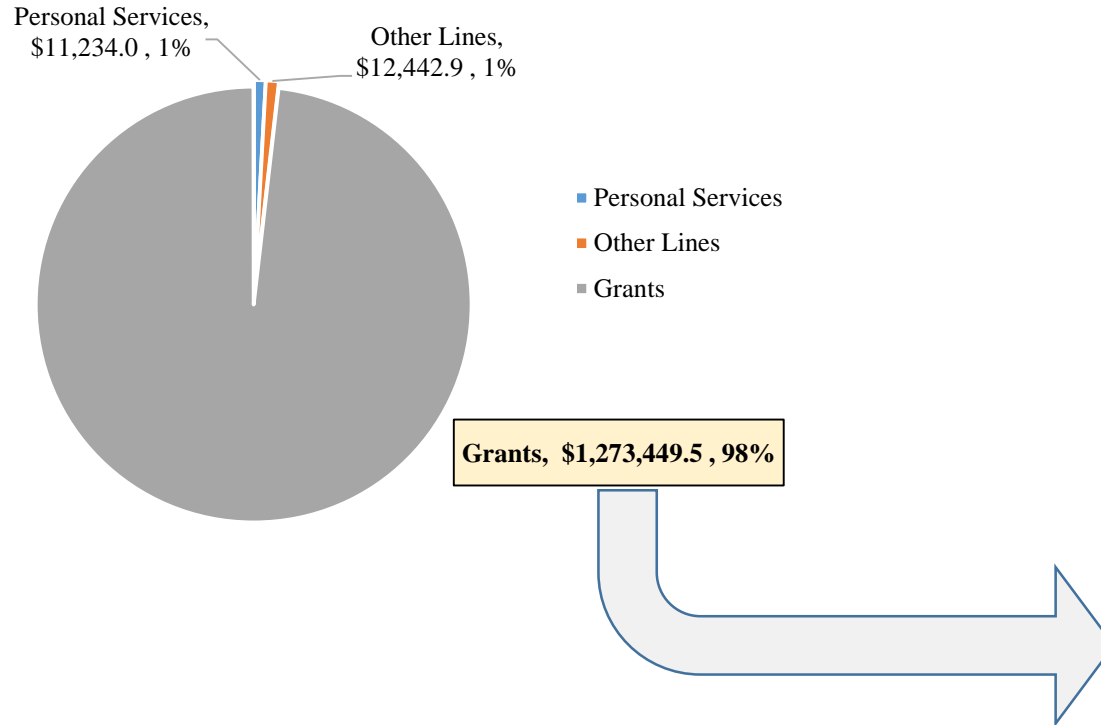
(Total UGF Budget: \$1,297,126.4)





# FY2018 Governor's Budget by Line Item

(Total UGF Budget: \$1,297,126.4)



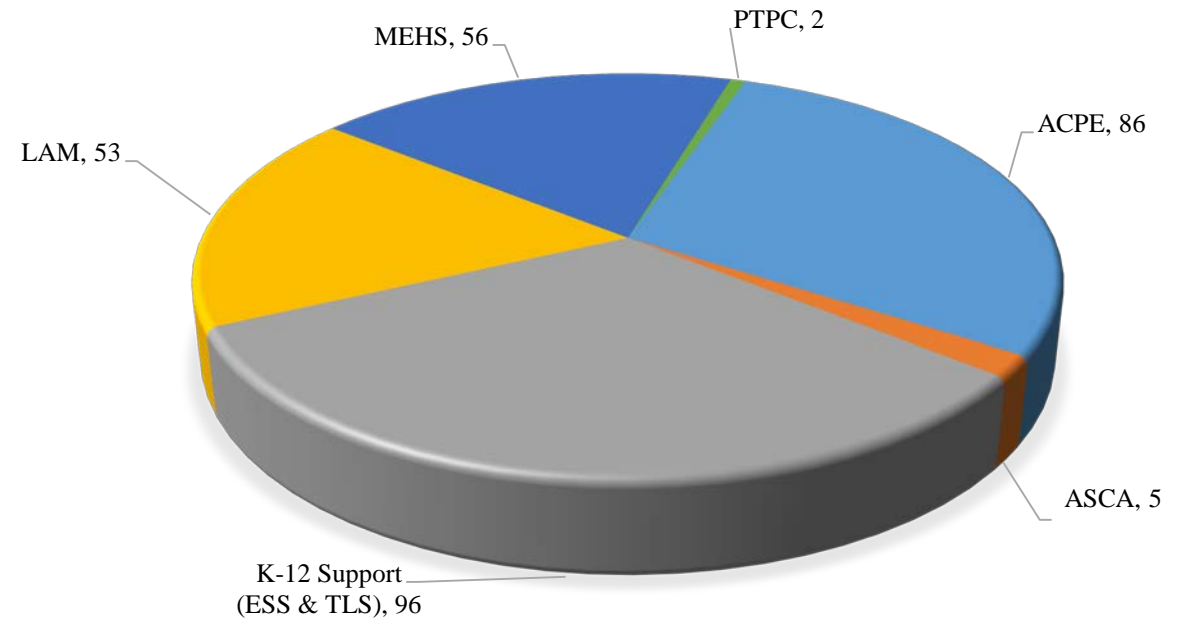
Component	Amount
Foundation	\$ 1,176,466.6
Pupil Transportation	72,619.8
Boarding Home Grants	7,553.2
Youth In Detention	1,100.0
Special Schools	3,563.9
Executive Administration	200.0
Student & School Achievement	377.8
State System of Support	310.0
Early Learning Coordination	7,849.5
Pre-Kindergarten Grants	2,000.0
Alaska State Council on the Arts	303.7
Library Operations	841.4
Museums Operations	105.6
Online with Libraries (OWL)	158.0
	<b>\$ 1,273,449.5</b>

# FY2018 Governor's Budget

In FY2018, DEED will employ 298 Alaskans in full-time, part-time, and non-perm positions.

	PFT	PPT	NP	Total	
FY2013 Management Plan	335	14	18	367	% Change from FY2013
FY2014 Management Plan	334	14	18	366	-0.3%
FY2015 Management Plan	331	15	18	364	-0.8%
FY2016 Management Plan	326	15	15	356	-3.0%
FY2017 Management Plan	294	14	7	315	-14.2%
FY2018 Governor	279	15	4	298	-18.8%

**FY2018 TOTAL BUDGETED POSITIONS (PFT, PPT, NP)**



- Alaska Commission of Postsecondary Education (ACPE)
- Alaska State Council on the Arts (ASCA)
- K-12 Support (Education Support Services (ESS) & Teaching & Learning Support (TLS))
- Libraries, Archives, and Museums (LAM)
- Mt. Edgecumbe Boarding School (MEHS)
- Professional Teaching Practices Commission (PTPC)

# FY2018 Governor's Budget Highlights

- Foundation –
  - Fully funded at the statutory Base Student Allocation (BSA) of \$5,930; Total: \$1,217,257.6
- Pupil Transportation –
  - Funding maintained at the FY2017 funding level of \$72,619.8 (this is \$6,409.8 or 8.8% below the estimated statutory formula)
- Administrative Services –
  - Transfer 1 PFT position to Department of Administration for Shared Services of Alaska Implementation
  - \$9.5 Other decrement – savings from Shared Services of Alaska Implementation
- Information Services –
  - \$110.0 Other decrement to reduce uncollectible inter-agency receipt authority and delete 1 PFT position
  - Transfer 1 PFT position to Department of Administration for Centralized Office of Information Technology Implementation
- Student and School Achievement –
  - Delete two positions
- State System of Support –
  - \$250.0 UGF one-time increment request for the Innovative Best Practice Initiative
- Alaska State Council on the Arts –
  - Transfer 1 PFT position to Department of Administration for Shared Services of Alaska Implementation
  - \$6.6 decrement [\$2.1 Fed; 4.5 G/F Match] – savings from Shared Services of Alaska Implementation

# FY2018 Governor's Budget Highlights

- Mt. Edgecumbe High School (MEHS) –
  - \$100.0 UGF increment request for the warm storage and maintenance costs for the new MEHS Aquatic Center
- Library Operations –
  - Transfer 2 PFT position to Department of Administration for Shared Services of Alaska Implementation
  - \$25.6 UGF decrement – savings from Shared Services of Alaska Implementation
  - Delete 2 long-term non-perm positions
- Museum Operations –
  - Delete 1 PFT position
- Program Administration & Operations –
  - \$625.1 Other decrement and delete 7 positions (4 PFT and 3 NP)
  - Increase of 2 non-perm positions in order to budget for two student interns
  - \$125.0 DGF increment request for the Alaska Education Grants, which is a needs-based grant program that is set in statute to equal half the amount allocated to the APS
  - Transfer 1 PFT position to Department of Administration for Shared Services of Alaska Implementation
  - \$7.8 Other decrement – savings from Shared Services of Alaska Implementation
- WWAMI Medical Education –
  - \$106.0 DGF increment request to cover program contractual increases
- Alaska Performance Scholarship (APS) Awards –
  - \$250.0 DGF increment request to cover the expected demand increases

# FY2018 Governor's Amended Budget Highlights

- Student and School Achievement
  - (\$52.8) DGF (VoTech Ed) decrement – Alaska Technical and Vocational Education Formula Funding; decrease to the Galena Interior Learning Academy grant
- Child Nutrition
  - \$10,172.6 Fed increment – additional Child Nutrition Grants from the US Department of Agriculture
- Loan Servicing
  - \$197.3 Other (ASLC Receipts) increment – FY2018 Health Insurance Rate Increase

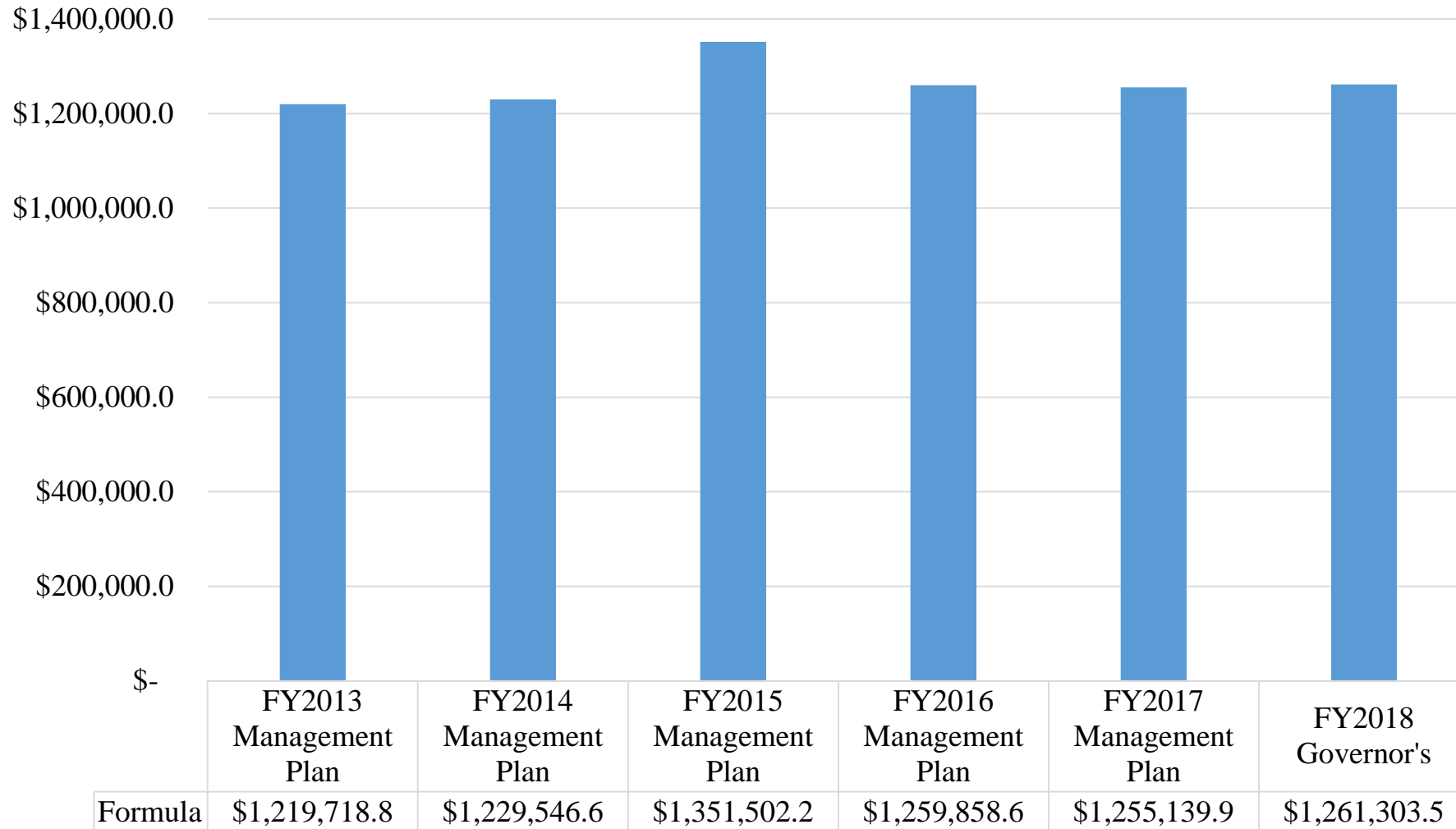
# Department of Education & Early Development

## FY2015 - FY2018 Budget Review Summary

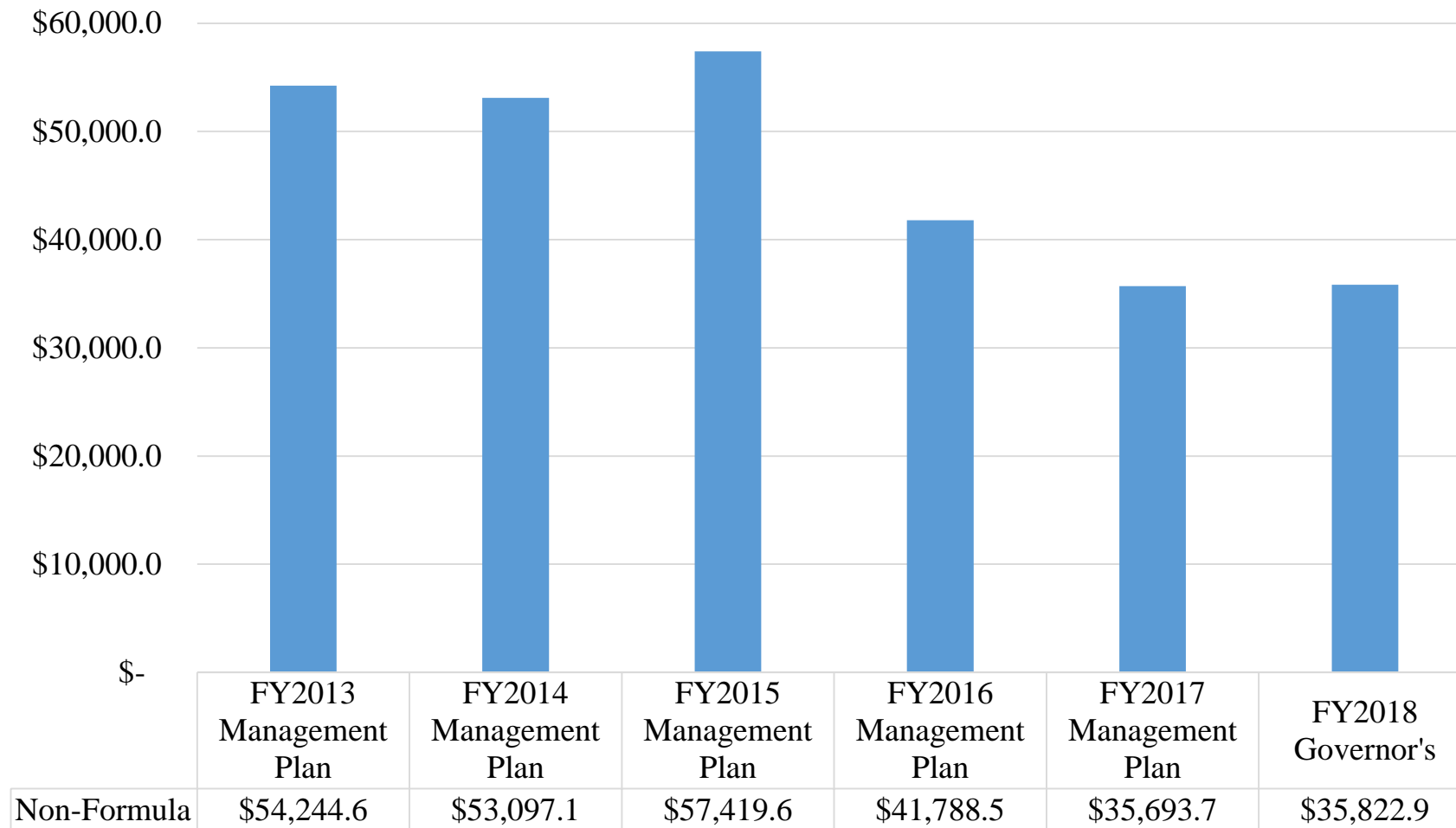
	FY2015 Management Plan	FY2016 Management Plan	FY2017 Management Plan	FY2018 Governor	FY2017 Management Plan vs FY2018 Governor	FY2016 Management Plan vs FY2018 Governor	FY2015 Management Plan vs FY2018 Governor
<b>ALL FUNDS</b>							
Formula	1,393,293.2	1,305,149.6	1,311,080.9	1,313,844.5	2,763.60 0.2%	8,694.90 0.7%	(79,448.70) -5.7%
Non-Formula	304,768.7	292,770.4	309,478.2	308,131.7	(1,346.5) -0.4%	15,361.30 5.2%	3,363.00 1.1%
<b>Total</b>	<b>1,698,061.9</b>	<b>1,597,920.0</b>	<b>1,620,559.1</b>	<b>1,621,976.2</b>	<b>1,417.10 0.1%</b>	<b>24,056.20 1.5%</b>	<b>(76,085.70) -4.5%</b>

	FY2015 Management Plan	FY2016 Management Plan	FY2017 Management Plan	FY2018 Governor	FY2017 Management Plan vs FY2018 Governor	FY2016 Management Plan vs FY2018 Governor	FY2015 Management Plan vs FY2018 Governor
<b>Unrestricted General Funds (UGF)</b>							
Formula	1,351,502.2	1,259,858.6	1,255,139.9	1,261,303.5	6,163.60 0.5%	1,444.90 0.1%	(90,198.70) -6.7%
Non-Formula	57,419.6	41,788.5	35,693.7	35,822.9	129.2 0.4%	(5,965.60) -14.3%	(21,596.70) -37.6%
<b>Total</b>	<b>1,408,921.8</b>	<b>1,301,647.1</b>	<b>1,290,833.6</b>	<b>1,297,126.4</b>	<b>6,292.80 0.5%</b>	<b>(4,520.70) -0.3%</b>	<b>(111,795.40) -7.9%</b>

# FY2013 – FY2018 Formula Budget History (UGF Only)



# FY2013 – FY2018 Non-Formula Budget History (UGF Only)





# Department Budget Reductions and Impacts

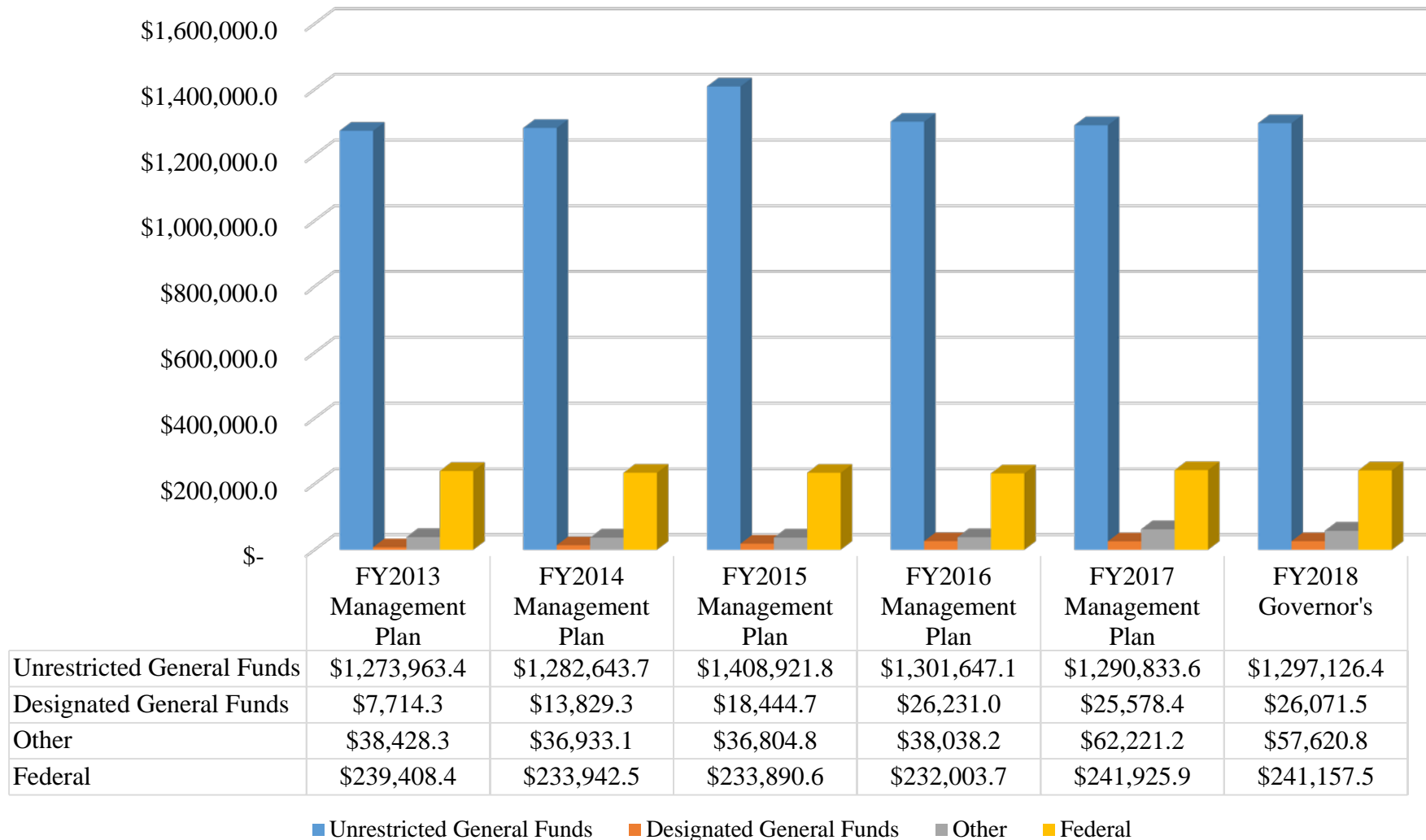
- Jobs impacted
  - Overall reduction of 69 positions or 18.8% of workforce
  - Increased workloads
  - Reduced capacity to provide technical assistance and support to school districts and other stakeholders
  - Within Libraries, Archives and Museums, this means less hours being open to the public which in turn means less revenue being collected
- Administrative and Travel reductions department-wide
  - Implementing video-conferencing in-lieu-of travel
- Reduced leased space in Juneau and Anchorage
- Outsourced Talking Books Center to the Utah State Library
- Working with contractors to reduce costs for services
- Reducing Alaska State Council on the Arts administrative expenses and grants for Artist in Schools, Community Arts Development, Career Opportunity, Master Artists and Apprentice, and workshops
- Alaska Commission on Postsecondary Education (ACPE) is implementing Lean process improvement practices to identify extraneous operational structures or practices that can be eliminated
- ACPE moved their loan servicing system from the state mainframe to a server-based structure to substantially reduce related operational costs

# Department Budget Reductions and Impacts

- Programs reductions
  - State System of Support Content Specialists
  - School Broadband Access Grants (School BAG)
  - Best Beginnings
  - Parents As Teachers
  - Alaska School for the Deaf grant funding
- Program funding eliminated
  - Alaska Native Science and Engineering Program (ANSEP)
  - Alaska Learning Network (AKLN)
  - Statewide Mentoring Program
  - Terra Nova Assessment
  - High School Graduation Qualifying Examination (HSGQE)
  - Alaska Resource Education Grant (formerly known as AMEREF – Alaska Mineral and Energy Resource Fund)
  - K-3 and Statewide Literacy Projects
  - College and Career Readiness Assessment
  - WorkKeys
  - ANSWERS (statewide longitudinal data reporting system) Program

# FY2013 – FY2018 Budget History

## All Funds by Fund Source



# Thank You

Please find our contact information below:

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