

# Fiscal Note

State of Alaska  
2017 Legislative Session

Bill Version: SB 103  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

Identifier: SB103-EED-ACPE-04-05-17  
Title: ED GRANTS/SCHOLARSHIP;INNOVATIVE ED  
FUND  
Sponsor: FINANCE  
Requester: S (EDC)

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

## Expenditures/Revenues

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

(Thousands of Dollars)

|                        | FY2018<br>Appropriation<br>Requested | Included in<br>Governor's<br>FY2018<br>Request | Out-Year Cost Estimates |                  |                  |            |            |
|------------------------|--------------------------------------|--|-------------------------|------------------|------------------|------------|------------|
| OPERATING EXPENDITURES | FY 2018                              | FY 2018  | FY 2019                 | FY 2020          | FY 2021          | FY 2022    | FY 2023    |
| Personal Services      |                                      |  |                         |                  |                  |            |            |
| Travel                 |                                      |  |                         |                  |                  |            |            |
| Services               |                                      |  |                         |                  |                  |            |            |
| Commodities            |                                      |  |                         |                  |                  |            |            |
| Capital Outlay         |                                      |  |                         |                  |                  |            |            |
| Grants & Benefits      | (406.2)                              | 5,750.0  | (2,061.6)               | (3,465.4)        | (4,632.6)        |            |            |
| Miscellaneous          |                                      |  |                         |                  |                  |            |            |
| <b>Total Operating</b> | <b>(406.2)</b>                       | <b>5,750.0</b>                                 | <b>(2,061.6)</b>        | <b>(3,465.4)</b> | <b>(4,632.6)</b> | <b>0.0</b> | <b>0.0</b> |

## Fund Source (Operating Only)

|                    |                |                |                  |                  |                  |            |            |
|--------------------|----------------|----------------|------------------|------------------|------------------|------------|------------|
| 1005 GF/Prgm (DGF) | (406.2)        | 5,750.0        | (2,061.6)        | (3,465.4)        | (4,632.6)        |            |            |
| <b>Total</b>       | <b>(406.2)</b> | <b>5,750.0</b> | <b>(2,061.6)</b> | <b>(3,465.4)</b> | <b>(4,632.6)</b> | <b>0.0</b> | <b>0.0</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 (FY2017) cost:** 0.0 (separate supplemental appropriation required)  
(discuss reasons and fund source(s) in analysis section)

**Estimated CAPITAL (FY2018) 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? No  
If yes, by what date are the regulations to be adopted, amended or repealed?

## Why this fiscal note differs from previous version:

Not applicable, initial version.

|              |  |        |                     |
|--------------|--|--------|---------------------|
| Prepared By: | Stephanie Butler                             | Phone: | (907)465-6740       |
| Division:    | Alaska Commission on Postsecondary Education | Date:  | 04/05/2017 11:30 AM |
| Approved By: | Stephanie Butler                             | Date:  | 04/05/17            |
| Agency:      | Alaska Commission on Postsecondary Education |        |                     |

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2017 LEGISLATIVE SESSION

BILL NO. SB103

### Analysis

Senate Bill 103 repeals the Alaska Education Grant on February 1, 2021.

Pursuant to AS 14.43.915(c) the Commission is directed to allocate funding made available for the Alaska Performance Scholarship (APS) and Alaska Education Grant (AEG) on a two-thirds to one-third ratio. Accordingly, the amount of funding for the AEG is determined based on the estimated annual funding level for the APS. For FY2018-FY2021, those amounts are:

Projected payments under this scenario are:

|            | <u>APS</u>     | <u>AEG</u>        |
|------------|----------------|-------------------|
| FY2018: \$ | 10,687.7       | \$ 5,343.8        |
| FY2019: \$ | 7,376.8        | \$ 3,688.4        |
| FY2020: \$ | 4,569.1        | \$ 2,284.6        |
| FY2021: \$ | <u>2,234.9</u> | <u>\$ 1,117.4</u> |
| Total: \$  | 24,868.5       | \$ 12,434.2       |

On page one, the out-year cost estimates are shown as reductions from the FY2018 appropriation level of \$5,750.0.