



32nd Alaska State Legislature

House Finance Budget Subcommittee

Department of Education and Early Development

FY23 Operating Budget

Chair:

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Capitol Room 513
465-3824

Members:

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Capitol Room 108
465-3875

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Rep. Ronald Gillham
Capitol Room 409
465-2693

Committee Aide:

Caroline Hamp
465-3642

House Finance Subcommittee
Department of Education and Early Development (DEED)

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Short Fiscal Summary - FY22/FY23 Budget

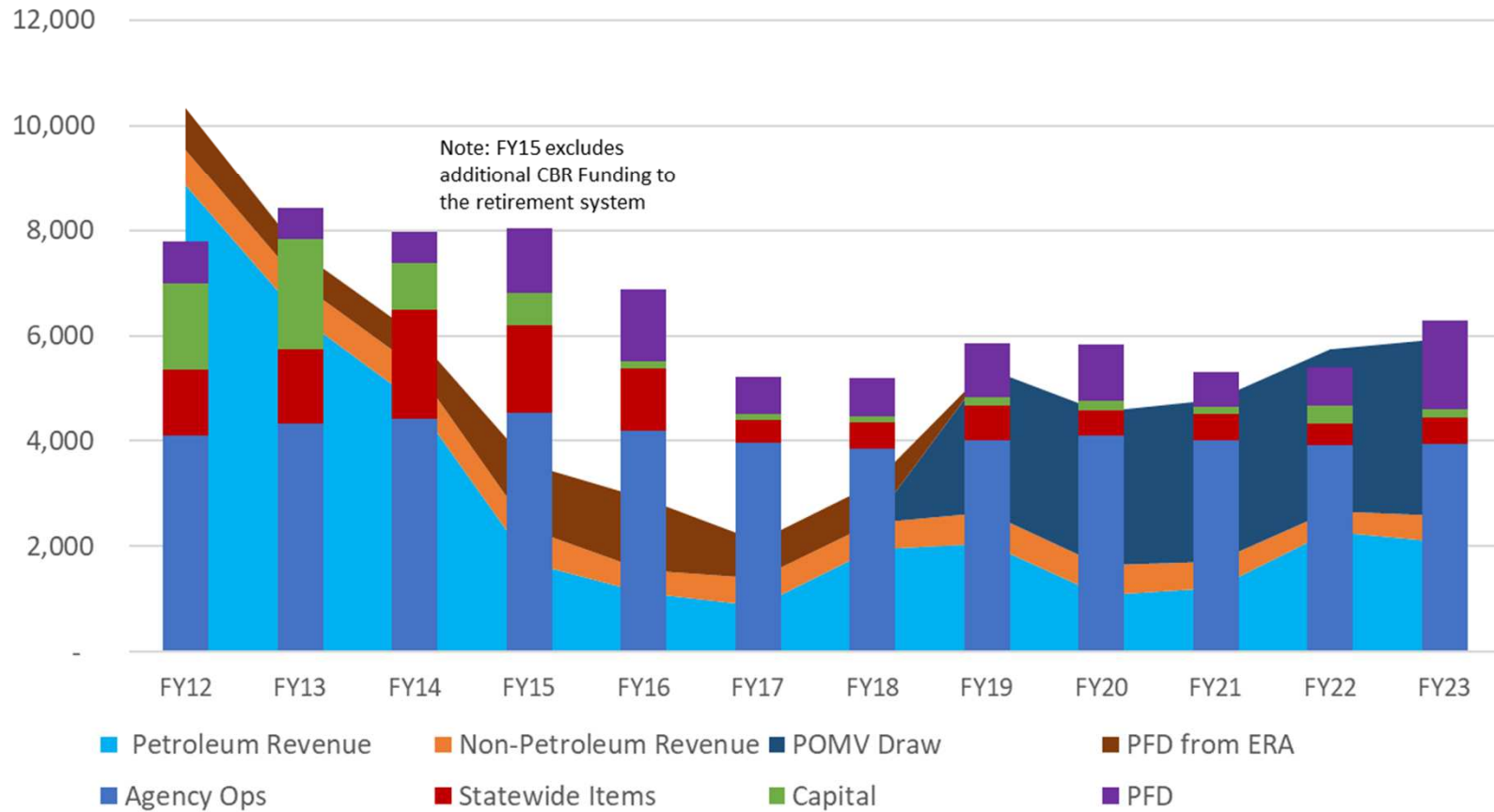
| | (\$ Millions) (Non-duplicated Funds) | FY22 Budget | FY23 Governor | Change in UGF | |
|----|---|----------------|------------------|----------------|-------------|
| | | UGF | UGF | | |
| 1 | Revenue | 5,744.0 | 5,937.8 | 193.8 | 3% |
| 2 | UGF Revenue (Fall 2021 Forecast) | 2,662.7 | 2,577.2 | (85.5) | -3% |
| 3 | POMV Draw | 3,069.3 | 3,360.6 | 291.3 | 9% |
| 4 | Misc/Adjust/Non-UGF Revenue | 12.0 | - | (12.0) | |
| 5 | Appropriations | 6,245.9 | 6,286.1 | 40.3 | 1% |
| 6 | Operating Budget | 4,375.3 | 4,451.1 | 75.8 | 2% |
| 7 | Agency Operations | 3,919.3 | 3,933.6 | 14.3 | 0% |
| 8 | Statewide Items | 414.0 | 517.6 | 103.6 | 25% |
| 9 | Supplemental Appropriations | 42.1 | - | (42.1) | |
| 10 | Capital Budget | 335.9 | 154.7 | (181.2) | -54% |
| 11 | Current Year Appropriations | 242.9 | 154.7 | (88.2) | -36% |
| 12 | Supplemental Appropriations | 93.0 | - | (93.0) | |
| 13 | Permanent Fund | 1,534.6 | 1,680.3 | 145.6 | 9% |
| 14 | Permanent Fund Dividends | 739.0 | 1,680.3 | 941.2 | 127% |
| 15 | Supplemental Permanent Fund Dividend | 795.6 | - | | |
| 16 | Inflation Proofing/Other Deposits* | - | - | | |
| 17 | Pre-Transfer Surplus/(Deficit) | (501.9) | (348.4) | | |
| 18 | Statutory Budget Reserve | (410.7) | - | | |
| 19 | American Rescue Plan Act (ARPA) | (250.0) | (375.4) | | |
| 20 | Other Fund Transfers | 14.6 | 0.3 | | |
| 21 | Post-Transfer Surplus/(Deficit) | 144.2 | 26.7 | | |

| Reserve Balances (EOY) | | |
|------------------------|----------|----------|
| | FY22 | FY23 |
| SBR | - | - |
| CBR | 1,159.6 | 1,218.2 |
| ERA | 14,901.4 | 15,613.8 |

January 7, 2022

* In FY22 there is an appropriation to transfer \$4 billion from the Permanent Fund earnings reserve account to principal. In FY23 there is an appropriation to transfer \$1.039 billion from the Permanent Fund earnings reserve account to principal for inflation proofing.

UGF Budget & Revenue, FY12-F23 (\$millions)

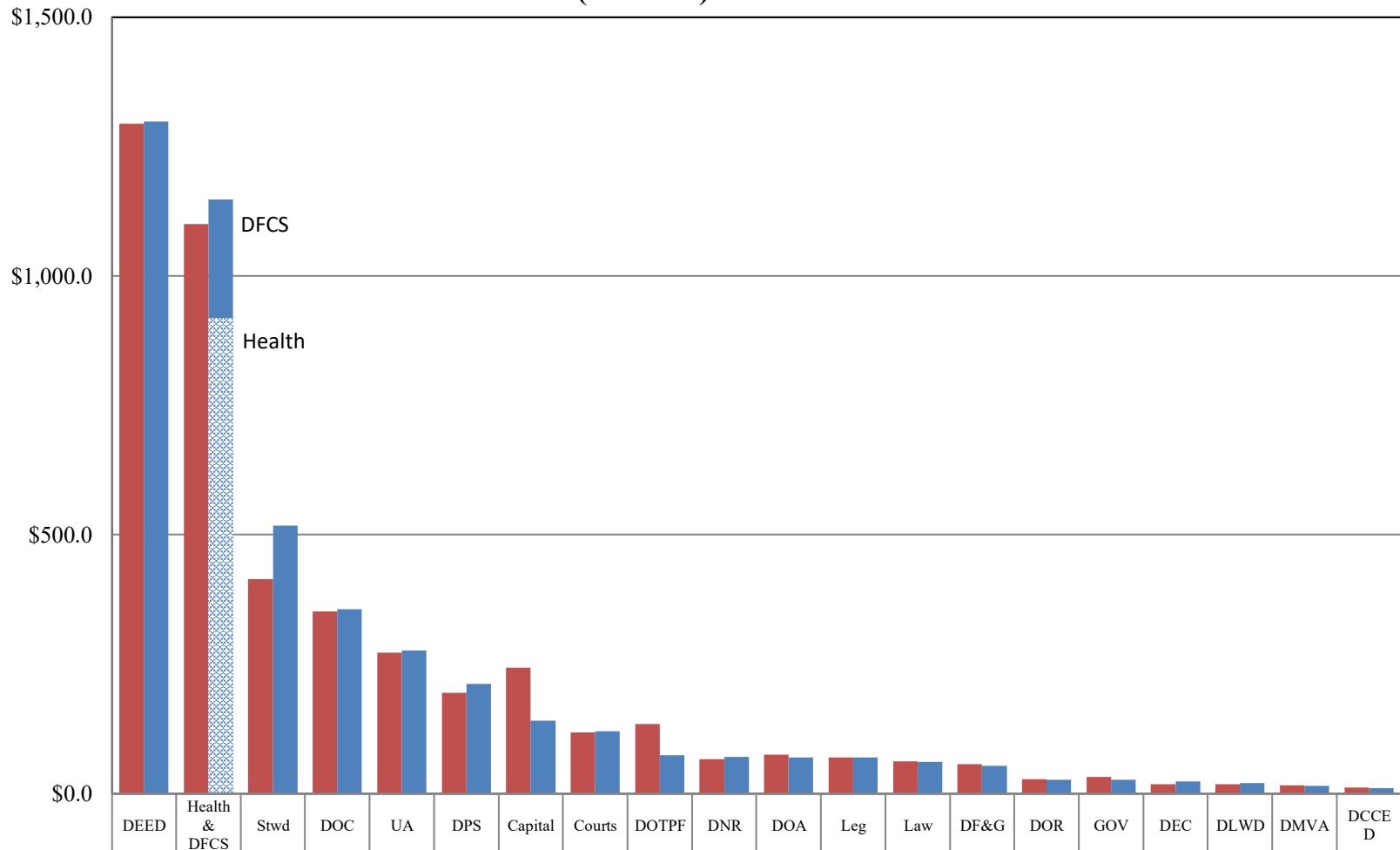


Legislative Finance Division

Swoop Graph - UGF Only

FY23 Governor Compared to FY22 Management Plan

(Millions)



| | | | | | | | | | | | | | | | | | | | | |
|------------------------------|--------|--------|--------|--------|--------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|------|------|------|------|------|
| FY22 Mgmt Plan | 1,293. | 1,099. | 414.0 | 351.7 | 272.7 | 194.8 | 242.9 | 118.0 | 134.9 | 66.4 | 75.3 | 69.8 | 62.0 | 57.4 | 27.7 | 32.2 | 17.7 | 18.1 | 15.7 | 11.6 |
| FY23 Gov Budget | 1,297. | 1,147. | 517.5 | 356.1 | 276.8 | 212.2 | 140.7 | 120.4 | 74.5 | 70.8 | 70.4 | 69.8 | 61.0 | 53.7 | 27.1 | 26.4 | 23.9 | 20.0 | 15.4 | 10.2 |
| Cumulative Budget From Right | 4,591. | 3,294. | 2,146. | 1,629. | 1,273. | 996.5 | 784.3 | 643.6 | 523.2 | 448.7 | 377.9 | 307.5 | 237.7 | 176.7 | 123.0 | 95.9 | 69.5 | 45.6 | 25.6 | 10.2 |
| % of FY23 Governor Budget | 20.7% | 18.3% | 8.3% | 5.7% | 4.4% | 3.4% | 2.2% | 1.9% | 1.2% | 1.1% | 1.1% | 1.1% | 1.0% | 0.9% | 0.4% | 0.4% | 0.4% | 0.3% | 0.2% | 0.2% |

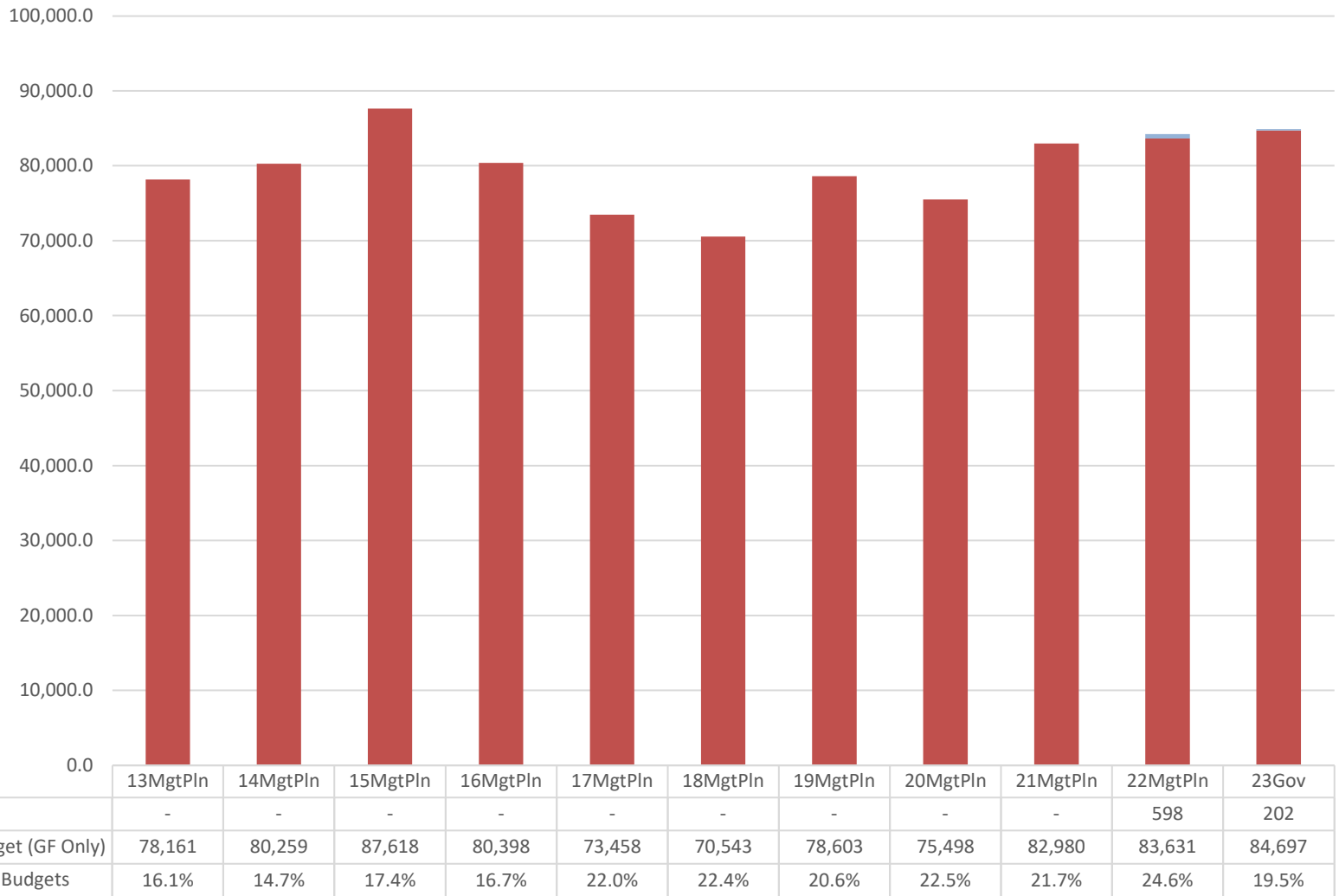
Department of Education & Early Development

Share of Total Agency Operations

(GF Only, excluding K-12 Formula)
(\$ Thousands)

The department's GF budget *increased* by about \$7 million (9%) between FY13 and FY23.

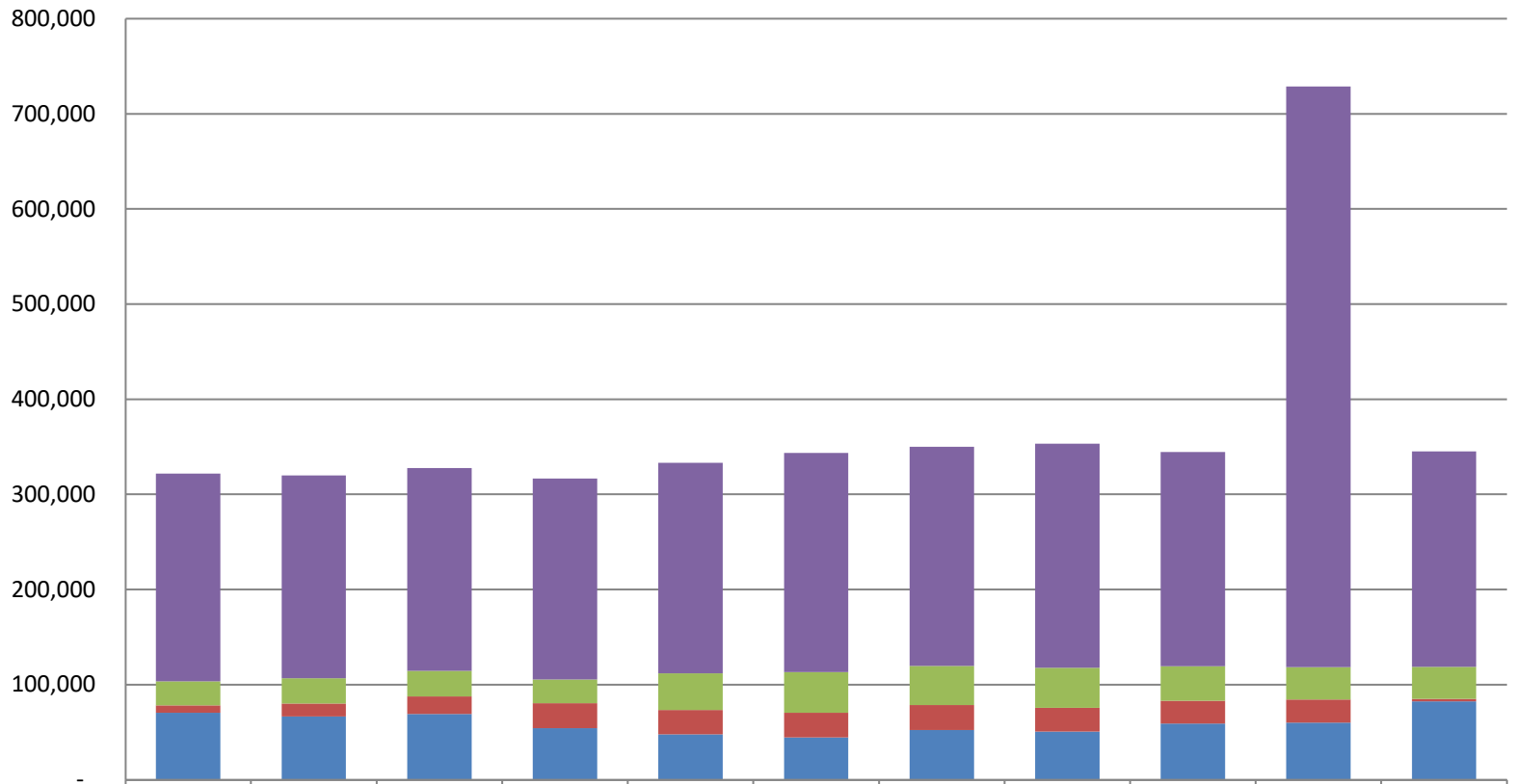
The department's total FY23 GF budget equals \$262 per resident worker, based on 323,711 resident workers.



Department of Education & Early Development Total Funding Comparison by Fund Group

(All Funds, excluding K-12 Formula)
(\$ Thousands)

Between FY13 MgmtPln and 23Gov:
 --UGF increased by \$11.8 million (17%)
 --DGF decreased by \$5.1 million (-66%)
 --Other Funds increased by \$8.5 million (34%)
 --Federal Receipts increased by \$8.0 million (4%)

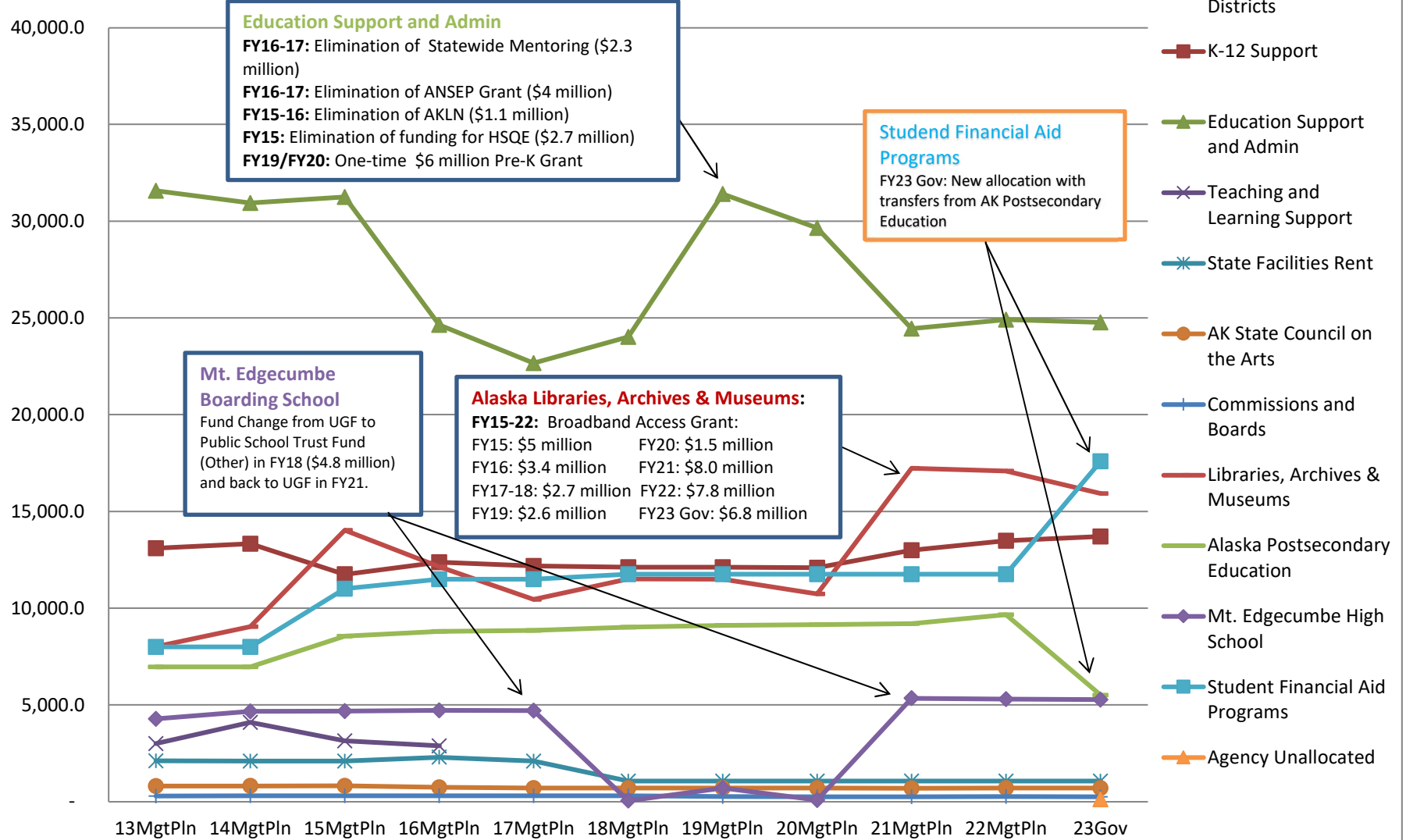


| | 13MgtPln | 14MgtPln | 15MgtPln | 16MgtPln | 17MgtPln | 18MgtPln | 19MgtPln | 20MgtPln | 21MgtPln | 22MgtPln | 23Gov |
|----------------------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|---------|
| Federal Receipts (Fed) | 218,617 | 213,152 | 213,100 | 211,213 | 221,135 | 230,539 | 230,342 | 235,436 | 224,933 | 610,431 | 226,645 |
| Other State Funds (Other) | 25,178 | 26,433 | 26,805 | 25,038 | 38,571 | 42,577 | 41,135 | 42,207 | 36,425 | 33,969 | 33,702 |
| Designated General (DGF) | 7,714 | 13,829 | 18,445 | 26,231 | 25,578 | 25,963 | 26,491 | 24,889 | 23,836 | 24,175 | 2,651 |
| Unrestricted General (UGF) | 70,447 | 66,430 | 69,173 | 54,167 | 47,879 | 44,581 | 52,112 | 50,609 | 59,144 | 60,054 | 82,279 |

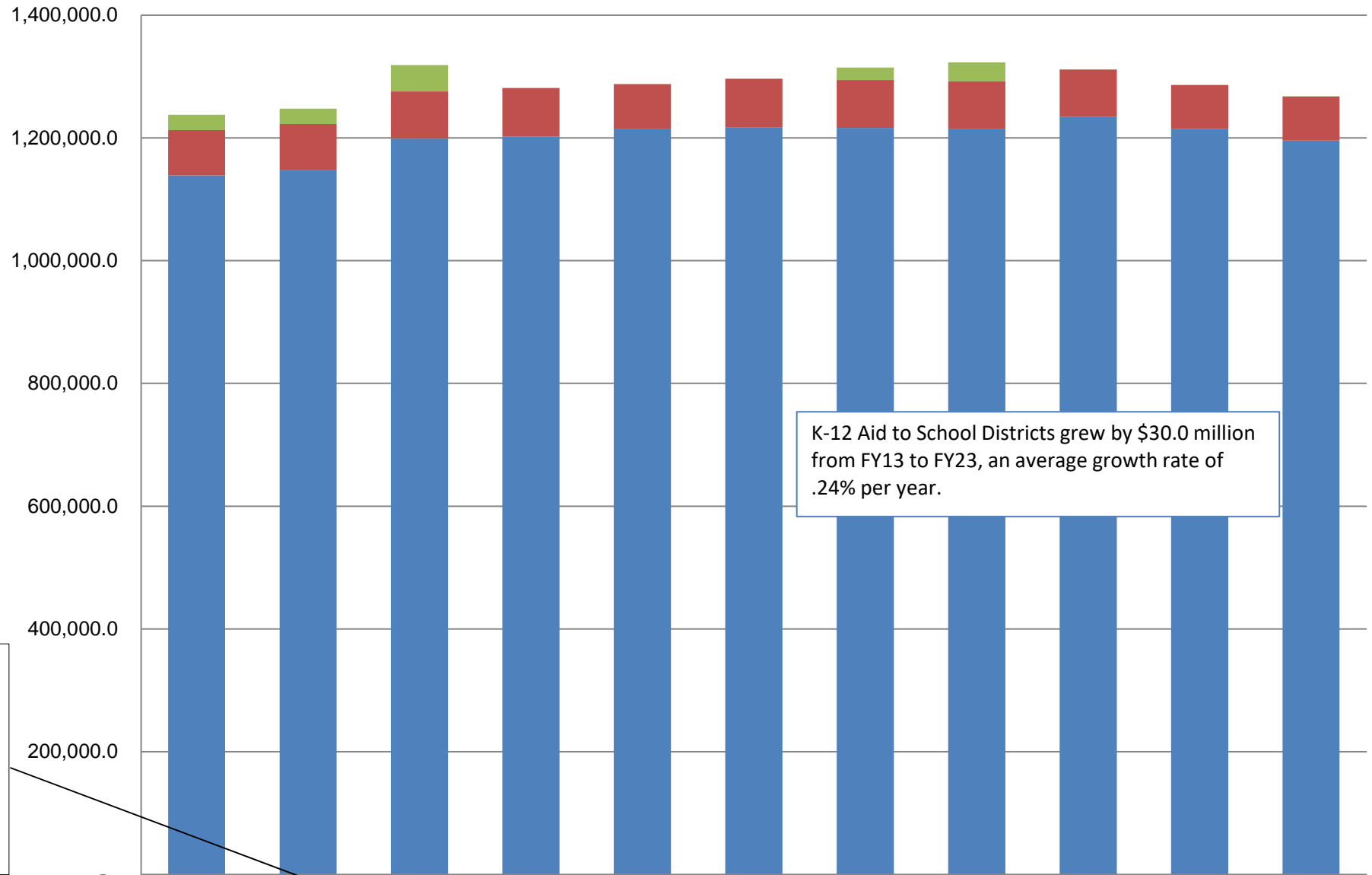
Appropriations within Department of Education & Early Development

(GF Only, excluding K-12 Formula)

(\$ Thousands)



K-12 Aid to School Districts (Formula, All Funds) (\$ Thousands)



| | 13MgtPln | 14MgtPln | 15MgtPln | 16MgtPln | 17MgtPln | 18MgtPln | 19MgtPln | 20MgtPln | 21MgtPln | 22MgtPln | 23Gov |
|-------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Additional Foundation Funding | 25,000.0 | 25,000.0 | 42,953.5 | | - | | 20,000.0 | 30,488.2 | 488.2 | 550.0 | 426.1 |
| Pupil Transportation | 73,795.9 | 75,466.0 | 76,773.9 | 79,240.3 | 72,619.8 | 79,029.6 | 78,184.6 | 77,214.6 | 76,997.7 | 71,435.9 | 71,803.0 |
| Foundation Program | 1,138,762.0 | 1,147,039.0 | 1,198,664.3 | 1,202,030.5 | 1,214,775.5 | 1,217,257.6 | 1,216,192.1 | 1,214,932.3 | 1,234,069.4 | 1,214,266.2 | 1,195,351.7 |

**2022 Legislature - Operating Budget
Transaction Compare - Governor Structure
Between Adj Base and 23Gov**

**Numbers and Language
Differences
Agencies: Educ**

Agency: Department of Education and Early Development

| | Column | Trans Type | Total Expenditure | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants | Misc | PFT | PPT | TMP |
|-------------------------------------|--|---------------|----------------------|----------------------|--------|----------|-------------|-------------------|--------------|------|-----|-----|-----|
| K-12 Aid to School Districts | | | | | | | | | | | | | |
| Foundation Program | | | | | | | | | | | | | |
| L | Reverse FY2022 Foundation Program | 23Gov | OTI | -1,193,475.2 | 0.0 | 0.0 | 0.0 | 0.0 | -1,193,475.2 | 0.0 | 0 | 0 | 0 |
| | Expenditures from Public Education Fund | | | | | | | | | | | | |
| | Reverse FY2022 language appropriation. | | | | | | | | | | | | |
| | 1004 Gen Fund (UGF) | | | -1,162,308.5 | | | | | | | | | |
| | 1066 Pub School (Other) | | | -31,166.7 | | | | | | | | | |
| L | FY2023 Estimated Foundation Program | 23Gov | MisAdj | 1,174,560.7 | 0.0 | 0.0 | 0.0 | 0.0 | 1,174,560.7 | 0.0 | 0 | 0 | 0 |
| | Expenditures from Public Education Fund | | | | | | | | | | | | |
| | Under AS 14.17.300(b) funds may be expended from the Public Education Fund without further appropriation. In order to reflect the anticipated need in the Foundation Program, a miscellaneous adjustment is used to track expenditures. The FY2023 Foundation Program estimate includes a base student allocation of \$5,930. | | | | | | | | | | | | |
| | Proposed budget language for language section: | | | | | | | | | | | | |
| | (...) The amount necessary to fund the total amount for the fiscal year ending June 30, 2023, of state aid calculated under the public school funding formula under AS 14.17.410(b), estimated to be \$1,174,560,675, is appropriated to the public education fund (AS 14.17.300) from the following sources: | | | | | | | | | | | | |
| | (1) \$31,288,875 from the public school trust fund (AS 37.14.110(a)); | | | | | | | | | | | | |
| | (2) the amount necessary, after the appropriation made in (1) of this subsection, estimated to be \$1,143,271,800 from the general fund. | | | | | | | | | | | | |
| | 1004 Gen Fund (UGF) | | | 1,143,271.8 | | | | | | | | | |
| | 1066 Pub School (Other) | | | 31,288.9 | | | | | | | | | |
| | * Allocation Difference * | | | -18,914.5 | 0.0 | 0.0 | 0.0 | 0.0 | -18,914.5 | 0.0 | 0 | 0 | 0 |
| Pupil Transportation | | | | | | | | | | | | | |
| L | Reverse FY2022 Pupil Transportation | 23Gov | OTI | -71,435.9 | 0.0 | 0.0 | 0.0 | 0.0 | -71,435.9 | 0.0 | 0 | 0 | 0 |
| | Expenditures from Public Education Fund | | | | | | | | | | | | |
| | Reverse FY2022 language appropriation. | | | | | | | | | | | | |
| | 1004 Gen Fund (UGF) | | | -71,435.9 | | | | | | | | | |
| L | FY2023 Pupil Transportation Expenditures from | 23Gov | MisAdj | 71,803.0 | 0.0 | 0.0 | 0.0 | 0.0 | 71,803.0 | 0.0 | 0 | 0 | 0 |
| | Public Education Fund | | | | | | | | | | | | |
| | Under AS 14.17.300(b) funds may be expended from the Public Education Fund without further appropriation. In order to reflect the anticipated need in Pupil Transportation, a miscellaneous adjustment is used to track estimated expenditures. AS 14.09.010 defines the per student amounts for each school district. The anticipated need is based on projected average daily memberships, excluding Mt. Edgecumbe High School. The total amount estimated for Pupil Transportation using the current formula calculation is \$71,802,954. | | | | | | | | | | | | |
| | Proposed budget language for language section: | | | | | | | | | | | | |
| | (...) The amount necessary to fund transportation of students under AS 14.09.010 for the fiscal year ending June 30, 2023, estimated to be \$71,803,000, is appropriated from the general fund to the public education fund (AS 14.17.300). | | | | | | | | | | | | |
| | 1004 Gen Fund (UGF) | | | 71,803.0 | | | | | | | | | |
| | * Allocation Difference * | | | 367.1 | 0.0 | 0.0 | 0.0 | 0.0 | 367.1 | 0.0 | 0 | 0 | 0 |

2022 Legislature - Operating Budget
Transaction Compare - Governor Structure
Between Adj Base and 23Gov

Numbers and Language
Differences
Agencies: Educ

Agency: Department of Education and Early Development

| | Column | Trans Type | Total Expenditure | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants | Misc | PFT | PPT | TMP |
|---|--|---------------|----------------------|----------------------|--------|----------|-------------|-------------------|-----------|------|-----|-----|-----|
| K-12 Aid to School Districts (continued) | | | | | | | | | | | | | |
| Additional Foundation Funding | | | | | | | | | | | | | |
| L | Reverse FY2022 Additional Foundation Funding from Dividend Donations to the Dividend Raffle Fund | 23Gov | OTI | -550.0 | 0.0 | 0.0 | 0.0 | 0.0 | -550.0 | 0.0 | 0 | 0 | 0 |
| | Reverse FY2022 language appropriation. 1108 Stat Desig (Other) | | | -550.0 | | | | | | | | | |
| L | FY2023 Additional Foundation Funding from Dividend Donations to the Dividend Raffle Fund | 23Gov | IncM | 426.1 | 0.0 | 0.0 | 0.0 | 0.0 | 426.1 | 0.0 | 0 | 0 | 0 |
| | An amount equal to 50 percent of the donations received under AS 43.23.230(b) for the fiscal year ending June 30, 2023, estimated to be \$426,100, is appropriated to the Department of Education and Early Development to be distributed as grants to school districts according to the average daily membership for each school district adjusted under AS 14.17.410(b)(1)(A) -- (D) for the fiscal year ending June 30, 2023. | | | | | | | | | | | | |
| | 1108 Stat Desig (Other) | | | 426.1 | | | | | | | | | |
| * Allocation Difference * | | | | -123.9 | 0.0 | 0.0 | 0.0 | 0.0 | -123.9 | 0.0 | 0 | 0 | 0 |
| ** Appropriation Difference ** | | | | -18,671.3 | 0.0 | 0.0 | 0.0 | 0.0 | -18,671.3 | 0.0 | 0 | 0 | 0 |

K-12 Support

Residential Schools Program

| | | | | | | | | | | | | | |
|--|--|-------|-----|-------|-----|-----|-----|-----|-------|-----|---|---|---|
| | Increment for the Lower Yukon School District's Career and Technical Education Residential Program | 23Gov | Inc | 228.0 | 0.0 | 0.0 | 0.0 | 0.0 | 228.0 | 0.0 | 0 | 0 | 0 |
|--|--|-------|-----|-------|-----|-----|-----|-----|-------|-----|---|---|---|

Increase Residential Schools Program funding to the Lower Yukon School District's (LYSD) Career and Technical Education (CTE) Residential Program to move the program from being a variable-term residential school to a mixed variable-term/year-long program and increase the number of students that can be served through the program.

Pursuant to AS 14.16.100, the department opened a period of application from May 1, 2021 to June 30, 2021 for the Residential Schools Program. LYSD submitted a revised application for the previously approved CTE Residential Program, which is operated in conjunction with the Anchorage School District (ASD). The current program services a maximum of 50 11th or 12th grade students from LYSD who leave their community for up to nine weeks to receive CTE training from ASD instructors. LYSD requested an increase to the students they can serve from 50 to 70 students and open the residential school to any rural student that wants to attend the Anchorage Middle College program. The additional 20 students will reside at the residential school the full year. Currently, LYSD's residential school is a district-wide variable-term program with a 50-student count maximum. LYSD is requesting to expand their program to include a statewide year-long program and increase the bed count in order to accommodate up to 20 students from other rural districts so that they can attend year-round at the Alaska Middle College. This is a partnership between LYSD, Anchorage School District, and the University of Alaska and provides students from other rural districts the opportunity to attend the already established program at the Alaska Middle College, and utilize available space within LYSD's residential facility.

Year-long programs allow students to have access to the same educational program for the entire school year. Variable-term programs, while approved to fund the same number of students throughout the entire school year, provide sessions of residential instruction to different groups of students by bringing them into the educational

2022 Legislature - Operating Budget
Transaction Compare - Governor Structure
Between Adj Base and 23Gov

Numbers and Language
Differences
Agencies: Educ

Agency: Department of Education and Early Development

| | Column | Trans Type | Total Expenditure | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants | Misc | PFT | PPT | TMP |
|---|--------|---------------|----------------------|----------------------|--------|----------|-------------|-------------------|--------|------|-----|-----|-----|
| K-12 Support (continued) | | | | | | | | | | | | | |
| Residential Schools Program (continued) | | | | | | | | | | | | | |
| Increment for the Lower Yukon School District's Career and Technical Education Residential Program (continued) | | | | | | | | | | | | | |
| program for a limited time. Variable-term programs can vary in length, and LYSD's requested change is a nine-week program. | | | | | | | | | | | | | |
| 1004 Gen Fund (UGF) | | | 228.0 | | | | | | | | | | |
| * Allocation Difference * | | | 228.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 228.0 | 0.0 | 0 | 0 | 0 |
| Special Schools | | | | | | | | | | | | | |
| Decrease Authority to Reflect Special Education Service Agency Calculation | 23Gov | Dec | -2.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | -2.0 | 0.0 | 0 | 0 | 0 |
| Decrease authority in accordance with AS 14.30.650, as necessary to reflect the Special Education Service Agency calculation total. | | | | | | | | | | | | | |
| 1004 Gen Fund (UGF) | | | -2.0 | | | | | | | | | | |
| * Allocation Difference * | | | -2.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | -2.0 | 0.0 | 0 | 0 | 0 |
| ** Appropriation Difference ** | | | 226.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 226.0 | 0.0 | 0 | 0 | 0 |
| Education Support and Admin Services | | | | | | | | | | | | | |
| Information Services | | | | | | | | | | | | | |
| Add a Data Processing Manager for Information Technology Project Management and Oversight | 23Gov | Inc | 149.7 | 149.7 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 1 | 0 | 0 |
| Add a full-time Data Processing Manager, range 22, located in Juneau to perform oversight of the department's application portfolio, departmental supervision of the analyst programmers, vendor oversight, and project management for DEED's existing line of business IT portfolio and staff. The line of business analyst programmers are performing the technical work of coding and maintaining systems and do not have the capacity to absorb supervisory and management level responsibilities. The new position establishes clear oversight and responsibility between line of business staff in the department and provides the department adequate resources to manage department projects and efforts. | | | | | | | | | | | | | |
| 1007 I/A Rcpts (Other) | | | 149.7 | | | | | | | | | | |
| * Allocation Difference * | | | 149.7 | 149.7 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 1 | 0 | 0 |
| Student and School Achievement | | | | | | | | | | | | | |
| Reduce Duplicate Memberships and Subscriptions | 23Gov | Dec | -15.0 | 0.0 | 0.0 | -15.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| The department identified duplicate memberships for the Council of Chief State School Officers (CCSSO) collaborative groups that could be eliminated to result in a general fund savings. | | | | | | | | | | | | | |
| 1004 Gen Fund (UGF) | | | -15.0 | | | | | | | | | | |
| L Reverse: Sec 59(b), HB 69 US Department of Education Multi-Year Federal Grant Authority | 23Gov | OTI | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| * Sec. 12. DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT. (b) The unexpended and unobligated balance of federal funds on June 30, 2021, received by the Department of Education and Early Development, Education Support and Administrative Services, Student and School Achievement from the United States | | | | | | | | | | | | | |

**2022 Legislature - Operating Budget
Transaction Compare - Governor Structure
Between Adj Base and 23Gov**

**Numbers and Language
Differences
Agencies: Educ**

Agency: Department of Education and Early Development

| | Column | Trans Type | Total Expenditure | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants | Misc | PFT | PPT | TMP |
|---|---|---------------|----------------------|----------------------|--------|----------|-------------|-------------------|--------|------|-----|-----|-----|
| Education Support and Admin Services (continued) | | | | | | | | | | | | | |
| Student and School Achievement (continued) | | | | | | | | | | | | | |
| Reverse: Sec 59(b), HB 69 US Department of Education Multi-Year Federal Grant Authority (continued) | | | | | | | | | | | | | |
| Department of Education for grants to educational entities, and nonprofit and nongovernment organizations in excess of the amount appropriated in sec. 1 of this Act, is appropriated to the Department of Education and Early Development, Education Support and Administrative Services, Student and School Achievement for that purpose for the fiscal year ending June 30, 2022. | | | | | | | | | | | | | |
| L | FY23 US Department of Education Multi-Year Federal Grant Authority | 23Gov Lang | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Sec. XX. DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT. (b) If the unexpended and unobligated balance of federal funds on June 30, 2022, received by the Department of Education and Early Development, Education Support and Administrative Services, Student and School Achievement from the United States Department of Education for grants to educational entities, and nonprofit and nongovernment organizations exceeds the amount appropriated to the Department of Education and Early Development, Education Support and Administrative Services, Student and School Achievement, in sec. 1 of this Act, the excess amount is appropriated to the Department of Education and Early Development, Education Support and Administrative Services, Student and School Achievement for that purpose for the fiscal year ending June 30, 2023. | | | | | | | | | | | | | |
| * Allocation Difference * | | | -15.0 | 0.0 | 0.0 | -15.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| ** Appropriation Difference ** | | | 134.7 | 149.7 | 0.0 | -15.0 | 0.0 | 0.0 | 0.0 | 0.0 | 1 | 0 | 0 |
| Mt. Edgecumbe High School | | | | | | | | | | | | | |
| Mt. Edgecumbe High School | | | | | | | | | | | | | |
| L | Reverse: Sec 59(c), HB 69 Proceeds of Sale of State-owned Land in Sitka | 23Gov OTI | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| * Sec. 12. DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT. (c) the proceeds from the sale of state-owned land in Sitka by the Department of Education and Early Development are appropriated from the general fund to the Department of Education and Early Development, Mt. Edgecumbe boarding school, for maintenance and operations for the fiscal year ending June 30, 2022. | | | | | | | | | | | | | |
| L | Proceeds of Sale of State-Owned Land in Sitka | 23Gov Lang | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| *Sec.XX. DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT. (c) The proceeds from the sale of state-owned Mt. Edgecumbe High School land in Sitka by the Department of Education and Early Development or the Department of Natural Resources are appropriated from the general fund to the Department of Education and Early Development, Mt. Edgecumbe boarding school, for maintenance and operations for the fiscal year ending June 30, 2023. | | | | | | | | | | | | | |
| * Allocation Difference * | | | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| ** Appropriation Difference ** | | | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Alaska State Libraries, Archives and Museums | | | | | | | | | | | | | |
| Live Homework Help | | | | | | | | | | | | | |
| | Replace Authority Unavailable due to Alaska Constitution Article IX Section 17(d) | 23Gov FndChg | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| The enactment of Article IX, Section 17(d) of the Alaska Constitution transferred available balances of funds used by this appropriation to the Constitutional Budget Reserve Fund (CBR); a process commonly referred to as the | | | | | | | | | | | | | |

**2022 Legislature - Operating Budget
Transaction Compare - Governor Structure
Between Adj Base and 23Gov**

**Numbers and Language
Differences
Agencies: Educ**

Agency: Department of Education and Early Development

| | Column | Trans Type | Total Expenditure | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants | Misc | PFT | PPT | TMP |
|--|--------|---------------|----------------------|----------------------|--------|----------|-------------|-------------------|----------|------|-----|-----|-----|
| Alaska State Libraries, Archives and Museums (continued) | | | | | | | | | | | | | |
| Live Homework Help (continued) | | | | | | | | | | | | | |
| Replace Authority Unavailable due to Alaska | | | | | | | | | | | | | |
| Constitution Article IX Section 17(d) (continued) | | | | | | | | | | | | | |
| "CBR sweep". Budget authority that cannot be satisfied with projected fiscal year 2023 revenue collections are replaced with unrestricted general funds to ensure continuity of service. | | | | | | | | | | | | | |
| 1004 Gen Fund (UGF) 138.2 | | | | | | | | | | | | | |
| 1226 High Ed (DGF) -138.2 | | | | | | | | | | | | | |
| * Allocation Difference * | | | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Broadband Assistance Grants | | | | | | | | | | | | | |
| Reverse Internet for Schools (SB74) (Sec2 Ch8 | 23Gov | Dec | -771.5 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | -771.5 | 0.0 | 0 | 0 | 0 |
| SLA2020 P41 L23 (HB205)) | | | | | | | | | | | | | |
| Fiscal note out-year projections have been updated to reflect actual expenditures. | | | | | | | | | | | | | |
| School BAG was expanded through the passage of SB 74 Internet for Schools. The legislation increased the megabit threshold from 10 megabits to 25 megabits per second (Mbps). The fiscal note calculation, a projected \$228.5 reduction for FY23, was based on bringing a maximum of 173 schools up to the increased speed. The out-years of the fiscal note estimated an annual three percent reduction. The total Governor proposed reduction for FY23 is \$1,000.0, which is \$771.5 more than initially projected. | | | | | | | | | | | | | |
| As the program is implemented and internet costs decrease, the cost of the program has also decreased resulting in excess funding. In FY2022, all 28 eligible school districts consisting of 154 schools were funded at the full amount and the department is projecting to lapse approximately \$1,629.0. This reduction does not represent the full excess authority, and instead reserves approximately \$600.0 to accommodate any new applications during FY2023. | | | | | | | | | | | | | |
| 1004 Gen Fund (UGF) -771.5 | | | | | | | | | | | | | |
| * Allocation Difference * | | | -771.5 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | -771.5 | 0.0 | 0 | 0 | 0 |
| ** Appropriation Difference ** | | | -771.5 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | -771.5 | 0.0 | 0 | 0 | 0 |
| Alaska Commission on Postsecondary Education | | | | | | | | | | | | | |
| Program Administration & Operations | | | | | | | | | | | | | |
| Transfer Alaska Education Grants to a New | 23Gov | TrOut | -5,841.8 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | -5,841.8 | 0.0 | 0 | 0 | 0 |
| Component for Budget Transparency | | | | | | | | | | | | | |
| Transfer the Alaskan Education Grant Program to a new component to improve budget transparency. The Alaska Education Grant program was formerly budgeted within the Program Administration & Operations component. The former budget structure inflates the Program Administration & Operations budget and perpetuated the misunderstanding that this authority is part of ACPE operations. This structure change sets these grants in a stand-alone component and Results Delivery Unit (RRU) titled State Financial Aid Programs which clearly identifies them as state educational financial aid to be used for higher education and postsecondary programs in Alaska and provide for more transparency and oversight for these pass-through grants. The Alaska Performance Scholarship component is also located under the State Financial Aid Programs RDU. | | | | | | | | | | | | | |
| 1226 High Ed (DGF) -5,841.8 | | | | | | | | | | | | | |
| Replace Authority Unavailable due to Alaska | 23Gov | FndChg | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Constitution Article IX Section 17(d) | | | | | | | | | | | | | |

2022 Legislature - Operating Budget Transaction Compare - Governor Structure Between Adj Base and 23Gov

| |
|--|
| Numbers and Language Differences Agencies: Educ |
|--|

Agency: Department of Education and Early Development

| | Column | Trans Type | Total Expenditure | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants | Misc | PFT | PPT | TMP |
|--|--------|---------------|----------------------|----------------------|--------|----------|-------------|-------------------|--------|------|-----|-----|-----|
| Alaska Commission on Postsecondary Education (continued) | | | | | | | | | | | | | |
| Program Administration & Operations (continued) | | | | | | | | | | | | | |
| Replace Authority Unavailable due to Alaska | | | | | | | | | | | | | |
| Constitution Article IX Section 17(d) (continued) | | | | | | | | | | | | | |
| The enactment of Article IX, Section 17(d) of the Alaska Constitution transferred available balances of funds used by this appropriation to the Constitutional Budget Reserve Fund (CBR); a process commonly referred to as the "CBR sweep". Budget authority that cannot be satisfied with projected fiscal year 2023 revenue collections are replaced with unrestricted general funds to ensure continuity of service. | | | | | | | | | | | | | |
| 1004 Gen Fund (UGF) | | | 514.3 | | | | | | | | | | |
| 1226 High Ed (DGF) | | | -514.3 | | | | | | | | | | |
| Delete Vacant Positions No Longer Needed | 23Gov | Dec | -142.0 | -142.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | -4 | 0 | 0 |
| The Alaska Student Loan Corporation (ASLC) continues its recovery from the 2010 elimination of the federally guaranteed loan program and the national collapse of the asset-backed securities markets. Those events resulted in low annual originations and high portfolio runoff, eliminating the economies of scale the Corporation previously operated under and requiring significant cost reductions to retain Corporation financial health. As of 2021, the Alaska Commission on Postsecondary Education (ACPE), funded by ASLC, has documented the following successes in cost reductions: | | | | | | | | | | | | | |
| <ul style="list-style-type: none"> - Implemented a LEAN continuous improvement program in 2015, with cumulative savings in excess of \$897,000. - Gradually increased loan originations since the low in 2015 until loans in 2020 began decreasing again due to the impact COVID-19 had on postsecondary attendance. - Implemented outsourcing of approximately \$40 million in federally guaranteed loans and technical efficiencies resulting in a decrease from 106 to 57 PCNs, with the FY23 proposed additional four position reductions taking the total PCN count to 53. - Reduced the annual operating budget by almost \$5 million since FY15. - Implemented an Alaska refinancing program, building a \$20 million refinance portfolio since 2016. - Revised loan programs to provide reduced rates for high-FICO borrowers, attracting new volume in supplemental loans. - Redeemed the Corporations outstanding 2013 Series bond notes that will provide cost reductions related to the administration, accounting, reporting and compliance monitoring tasks and other related expenditure reductions. | | | | | | | | | | | | | |
| Additional projects in process: | | | | | | | | | | | | | |
| <ul style="list-style-type: none"> - Introduced a bill last session (HB114 and SB94) for statutory change to revise loan limits to meet student and institutional demand and to offer expanded loan programs options to reduce student costs and reduce loan losses. - Reduced leased space by approximately 21% based on PCN reductions and implementation of teleworking as appropriate. - Outsourcing of servicing and origination of state loan programs. | | | | | | | | | | | | | |
| Delete the following four vacant positions and remaining authorization that is no longer needed due to duties being outsourced or absorbed by other positions. | | | | | | | | | | | | | |
| Full-time Accountant/Payment Processing Supervisor (05-0319), range 16, located in Juneau Full-time Financial Aid Specialist (05-0326), range 14, located in Juneau | | | | | | | | | | | | | |
| Full-time Financial Aid Specialist (05-0434), range 14, located in Juneau | | | | | | | | | | | | | |
| Full-time Customer Service Specialist (05-0504), range 13, located in Juneau | | | | | | | | | | | | | |
| 1007 I/A Rcpts (Other) | | | -142.0 | | | | | | | | | | |

2022 Legislature - Operating Budget
Transaction Compare - Governor Structure
Between Adj Base and 23Gov

Numbers and Language
Differences
Agencies: Educ

Agency: Department of Education and Early Development

| | Column | Trans Type | Total Expenditure | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants | Misc | PFT | PPT | TMP |
|--|--------|---------------|----------------------|----------------------|--------|----------|-------------|-------------------|----------|------|-----|-----|-----|
| Alaska Commission on Postsecondary Education (continued) | | | | | | | | | | | | | |
| Program Administration & Operations (continued) | | | | | | | | | | | | | |
| * Allocation Difference * | | | -5,983.8 | -142.0 | 0.0 | 0.0 | 0.0 | 0.0 | -5,841.8 | 0.0 | -4 | 0 | 0 |
| WWAMI Medical Education | | | | | | | | | | | | | |
| WWAMI Contractual Increase | 23Gov | Inc | 36.9 | 0.0 | 0.0 | 36.9 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Increase Higher Education Investment Fund to cover a routine annual increase in the cost of the State's Washington, Wyoming, Alaska, Montana, and Idaho (WWAMI) contract with the University of Washington. | | | | | | | | | | | | | |
| 1226 High Ed (DGF) | | | 36.9 | | | | | | | | | | |
| Expand the WWAMI Medical Education | 23Gov | Inc | 1,647.5 | 0.0 | 0.0 | 1,647.5 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Program by 10 Students from 20 to 30 Students | | | | | | | | | | | | | |
| The current WWAMI contract cost for FY2023 is \$3,294.9. To expand the program to include an additional ten students would be approximately \$1,647.5 additional per year for four years to cover the University of Washington School of Medicine (UWSOM) contract cost. | | | | | | | | | | | | | |
| The State of Alaska has collaborated with the UWSOM for 50 years to provide publicly supported medical education to citizens of Alaska. When WWAMI began, Alaska trained ten students in each class. In 2007, the class size increased to 20 students per class. | | | | | | | | | | | | | |
| 1004 Gen Fund (UGF) | | | 1,647.5 | | | | | | | | | | |
| Replace Authority Unavailable due to Alaska | 23Gov | FndChg | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Constitution Article IX Section 17(d) | | | | | | | | | | | | | |
| The enactment of Article IX, Section 17(d) of the Alaska Constitution transferred available balances of funds used by this appropriation to the Constitutional Budget Reserve Fund (CBR); a process commonly referred to as the "CBR sweep". Budget authority that cannot be satisfied with projected fiscal year 2023 revenue collections are replaced with unrestricted general funds to ensure continuity of service. | | | | | | | | | | | | | |
| 1004 Gen Fund (UGF) | | | 3,294.9 | | | | | | | | | | |
| 1226 High Ed (DGF) | | | -3,294.9 | | | | | | | | | | |
| * Allocation Difference * | | | 1,684.4 | 0.0 | 0.0 | 1,684.4 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| ** Appropriation Difference ** | | | -4,299.4 | -142.0 | 0.0 | 1,684.4 | 0.0 | 0.0 | -5,841.8 | 0.0 | -4 | 0 | 0 |
| Alaska Student Loan Corporation | | | | | | | | | | | | | |
| Loan Servicing | | | | | | | | | | | | | |
| Reduce Authority to Align with Deleted | 23Gov | Dec | -142.0 | 0.0 | 0.0 | -142.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Positions in Program Admin and Operations | | | | | | | | | | | | | |
| Reduce authority that supported the deleted vacant positions in the Program Administration & Operations component that are no longer needed due to duties being outsourced or absorbed by other positions. | | | | | | | | | | | | | |
| 1106 ASLC Rcpts (Other) | | | -142.0 | | | | | | | | | | |
| * Allocation Difference * | | | -142.0 | 0.0 | 0.0 | -142.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| ** Appropriation Difference ** | | | -142.0 | 0.0 | 0.0 | -142.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Student Financial Aid Programs | | | | | | | | | | | | | |
| Alaska Performance Scholarship Awards | | | | | | | | | | | | | |
| Replace Authority Unavailable due to Alaska | 23Gov | FndChg | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Constitution Article IX Section 17(d) | | | | | | | | | | | | | |

**2022 Legislature - Operating Budget
Transaction Compare - Governor Structure
Between Adj Base and 23Gov**

**Numbers and Language
Differences
Agencies: Educ**

Agency: Department of Education and Early Development

| | Column | Trans Type | Total Expenditure | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants | Misc | PFT | PPT | TMP |
|--|--------|---------------|----------------------|----------------------|--------|----------|-------------|-------------------|---------|------|-----|-----|-----|
| Student Financial Aid Programs (continued) | | | | | | | | | | | | | |
| Alaska Performance Scholarship Awards (continued) | | | | | | | | | | | | | |
| Replace Authority Unavailable due to Alaska | | | | | | | | | | | | | |
| Constitution Article IX Section 17(d) (continued) | | | | | | | | | | | | | |
| The enactment of Article IX, Section 17(d) of the Alaska Constitution transferred available balances of funds used by this appropriation to the Constitutional Budget Reserve Fund (CBR); a process commonly referred to as the "CBR sweep". Budget authority that cannot be satisfied with projected fiscal year 2023 revenue collections are replaced with unrestricted general funds to ensure continuity of service. | | | | | | | | | | | | | |
| 1004 Gen Fund (UGF) | | | 11,750.0 | | | | | | | | | | |
| 1226 High Ed (DGF) | | | -11,750.0 | | | | | | | | | | |
| Change Appropriation to an Allocation Under the Student Financial Aid Programs | 23Gov | Struct | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Appropriation | | | | | | | | | | | | | |
| Change Alaska Performance Scholarship Award appropriation to an allocation under the Student Financial Aid Programs appropriation. | | | | | | | | | | | | | |
| * Allocation Difference * | | | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Alaska Education Grants | | | | | | | | | | | | | |
| Transfer Alaska Education Grants from Program Administration and Operations | 23Gov | TrIn | 5,841.8 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 5,841.8 | 0.0 | 0 | 0 | 0 |
| Transfer the Alaskan Education Grant Program to a new component to improve budget transparency. The Alaska Education Grant program was formerly budgeted within the Program Administration & Operations' component. The former budget structure inflated the Program Administration & Operations' budget and perpetuated the misunderstanding that this authority is part of ACPE operations. This structure change sets these grants in a stand-alone component and Results Delivery Unit (RDU) titled State Financial Aid Programs which clearly identifies them as state educational financial aid to be used for higher education and postsecondary programs in Alaska and provide for more transparency and oversight for these pass-through grants. The Alaska Performance Scholarship component is also located under the State Financial Aid Programs RDU. | | | | | | | | | | | | | |
| 1226 High Ed (DGF) | | | 5,841.8 | | | | | | | | | | |
| Replace Authority Unavailable due to Alaska | 23Gov | FndChg | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Constitution Article IX Section 17(d) | | | | | | | | | | | | | |
| The enactment of Article IX, Section 17(d) of the Alaska Constitution transferred available balances of funds used by this appropriation to the Constitutional Budget Reserve Fund (CBR); a process commonly referred to as the "CBR sweep". Budget authority that cannot be satisfied with projected fiscal year 2023 revenue collections are replaced with unrestricted general funds to ensure continuity of service. | | | | | | | | | | | | | |
| 1004 Gen Fund (UGF) | | | 5,841.8 | | | | | | | | | | |
| 1226 High Ed (DGF) | | | -5,841.8 | | | | | | | | | | |
| * Allocation Difference * | | | 5,841.8 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 5,841.8 | 0.0 | 0 | 0 | 0 |
| ** Appropriation Difference ** | | | 5,841.8 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 5,841.8 | 0.0 | 0 | 0 | 0 |
| Agency Unallocated | | | | | | | | | | | | | |
| Unallocated Rates Adjustment | | | | | | | | | | | | | |
| FY2023 Administrative Systems Upgrade | 23Gov | RateAdj | 149.2 | 0.0 | 0.0 | 149.2 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Ongoing Cost Increases | | | | | | | | | | | | | |

**2022 Legislature - Operating Budget
Transaction Compare - Governor Structure
Between Adj Base and 23Gov**

**Numbers and Language
Differences
Agencies: Educ**

Agency: Department of Education and Early Development

Agency Unallocated (continued)

Unallocated Rates Adjustment (continued)

FY2023 Administrative Systems Upgrade
Ongoing Cost Increases (continued)

This change will be allocated across the department's programs in accordance with the department's approved cost allocation processes.

1002 Fed Rcpts (Fed) 101.9
1004 Gen Fund (UGF) 31.0
1005 GF/Prgm (DGF) 1.0
1007 I/A Rcpts (Other) 9.5
1106 ASLC Rcpts (Other) 4.5
1108 Stat Desig (Other) 1.3

| | | | | | | | | | | | | | |
|--|-------|---------|-----|-----|-----|-----|-----|-----|-----|-----|---|---|---|
| FY2023 Human Resources Rate AspireAlaska | 23Gov | RateAdj | 8.7 | 0.0 | 0.0 | 8.7 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
|--|-------|---------|-----|-----|-----|-----|-----|-----|-----|-----|---|---|---|

This change will be allocated across the department's programs in accordance with the department's approved cost allocation processes.

1002 Fed Rcpts (Fed) 1.5
1004 Gen Fund (UGF) 3.6
1005 GF/Prgm (DGF) 0.3
1007 I/A Rcpts (Other) 3.2
1014 Donat Comm (Fed) 0.1

| | | | | | | | | | | | | | |
|--|-------|---------|------|-----|-----|------|-----|-----|-----|-----|---|---|---|
| FY2023 Office of Information Technology Core | 23Gov | RateAdj | 24.6 | 0.0 | 0.0 | 24.6 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
|--|-------|---------|------|-----|-----|------|-----|-----|-----|-----|---|---|---|

Services Rate Infrastructure Upkeep Increase

This change will be allocated across the department's programs in accordance with the department's approved cost allocation processes.

1002 Fed Rcpts (Fed) 4.4
1004 Gen Fund (UGF) 10.1
1005 GF/Prgm (DGF) 0.9
1007 I/A Rcpts (Other) 9.1
1014 Donat Comm (Fed) 0.1

| | | | | | | | | | | | | | |
|--|-------|---------|------|-----|-----|------|-----|-----|-----|-----|---|---|---|
| FY2023 Office of Information Technology Core | 23Gov | RateAdj | 54.4 | 0.0 | 0.0 | 54.4 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
|--|-------|---------|------|-----|-----|------|-----|-----|-----|-----|---|---|---|

Services Rate Software Increases

This change will be allocated across the department's programs in accordance with the department's approved cost allocation processes.

1002 Fed Rcpts (Fed) 9.6
1004 Gen Fund (UGF) 22.5
1005 GF/Prgm (DGF) 1.9
1007 I/A Rcpts (Other) 20.0
1014 Donat Comm (Fed) 0.3
1108 Stat Desig (Other) 0.1

| | | | | | | | | | | | | | |
|---|-------|---------|------|-----|-----|------|-----|-----|-----|-----|---|---|---|
| FY2023 Office of Information Technology | 23Gov | RateAdj | -3.3 | 0.0 | 0.0 | -3.3 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
|---|-------|---------|------|-----|-----|------|-----|-----|-----|-----|---|---|---|

Mainframe Increases

This change will be allocated across the department's programs in accordance with the department's approved cost allocation processes.

1002 Fed Rcpts (Fed) -2.3
1004 Gen Fund (UGF) -0.7

**2022 Legislature - Operating Budget
Transaction Compare - Governor Structure
Between Adj Base and 23Gov**

| |
|--|
| Numbers and Language Differences Agencies: Educ |
|--|

Agency: Department of Education and Early Development

| | Column | Trans Type | Total Expenditure | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants | Misc | PFT | PPT | TMP |
|---|--------|---------------|----------------------|----------------------|--------|----------|-------------|-------------------|-----------|------|-----|-----|-----|
| Agency Unallocated (continued) | | | | | | | | | | | | | |
| Unallocated Rates Adjustment (continued) | | | | | | | | | | | | | |
| FY2023 Office of Information Technology | | | | | | | | | | | | | |
| Mainframe Increases (continued) | | | | | | | | | | | | | |
| 1007 I/A Rcpts (Other) -0.2 | | | | | | | | | | | | | |
| 1106 ASLC Rcpts (Other) -0.1 | | | | | | | | | | | | | |
| * Allocation Difference * | | | 233.6 | 0.0 | 0.0 | 233.6 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| ** Appropriation Difference ** | | | 233.6 | 0.0 | 0.0 | 233.6 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| *** Agency Difference *** | | | -17,448.1 | 7.7 | 0.0 | 1,761.0 | 0.0 | 0.0 | -19,216.8 | 0.0 | -3 | 0 | 0 |
| **** All Agencies Difference **** | | | -17,448.1 | 7.7 | 0.0 | 1,761.0 | 0.0 | 0.0 | -19,216.8 | 0.0 | -3 | 0 | 0 |

Column Definitions

Adj Base (FY23 Adjusted Base) - FY22 Management Plan less one-time items, plus FY23 adjustments for position counts, funding transfers, line item transfers, temporary increments (IncT) from prior years, and additions for statewide items (e.g. salary and benefit increases). The Adjusted Base is the "first cut" of the FY23 budget; it is the base to which the Governor's and the legislature's increments, decrements, and fund changes are added.

23Gov (23 Governor's Request 12/15) - Includes FY23 Adjusted Base plus the Governor's operating budget requests for increments, decrements, fund source changes, and language transactions submitted on December 15, 2021. Because the Alaska Marine Highway System's budget is now based on a calendar year and has a different effective date than other agencies, it is separated into its own column; therefore the 23Gov column is an aggregate of two columns.[23GOVAMHS+23GovNoAMHS]

DEED Program Priority Table

| <i>Program</i> | <i>Constitutional Requirement</i> | <i>Federal Requirement</i> | <i>Statutory Req.</i> |
|--|-----------------------------------|----------------------------|--|
| K-12 Aid to School Districts | | | |
| Foundation Program | Yes | Yes | Yes: AS 14.17 |
| Pupil Transportation | No | Yes | Yes: AS 14.09 |
| Additional Foundation Funding | Yes | Yes | Yes: AS 14.17 |
| K-12 Support | | | |
| Residential Schools Program | | | |
| Youth in Detention | Yes | Yes | Yes: AS 14.07.020 |
| Special Schools | Yes | Yes | Yes: AS 14.30.600-660 |
| Education Support and Administrative Services | | | |
| Executive Administration | Yes | No | Yes: AS 14.07.145; 44.27.010-020 |
| Administrative Services | No | No | Yes: AS 14; 23; 37; 39; 28.05.104 |
| Information Services | No | No | Yes: AS 14.07.010-030 |
| School Finance and Facilities | No | No | Yes: AS 14.03.140-150; 14.07; 14.08; 14.11; 14.17; 14.50; 37.15.011; 43.50.140 |
| Child Nutrition Services | No | Yes | Yes: AS 14.50.010-080 |
| Student and School Achievement | Yes | Yes | Yes: AS 14.30; 14.35.010-030; 14.50.080 |
| State System of Support | No | No | Yes: AS 14.03.015; 14.03.123; 14.07.020 |
| Teacher Certification | Yes | No | Yes: AS 12.62.160; 14.20.010-040 |

DEED Program Priority Table

| <i>Program</i> | <i>Constitutional Requirement</i> | <i>Federal Requirement</i> | <i>Statutory Req.</i> |
|--|-----------------------------------|----------------------------|--|
| Early Learning Coordination | No | Yes | Yes: AS 14.50.010-080; 14.38.010; 14.07.020 |
| Pre-Kindergarten Grants | No | No | Yes: AS 14.07.020(8) |
| Alaska State Council on the Arts | No | Yes | Yes: AS 44.27.040-060; 35.27.010-030; 45.65.010-070 |
| Commissions and Boards | | | |
| Professional Teaching Practices Commission | No | No | Yes: AS 14.20.030; 14.20.370-510; 44.62 |
| Mt. Edgecumbe Boarding School | | | |
| Mt. Edgecumbe Boarding School | Yes | Yes | Yes: AS 14.16.010-080; 14.17.440 |
| Mt. Edgecumbe Boarding School Facilities Maintenance | No | No | Yes: AS 14.07.020; 44.27.020; 37.07.020 |
| Boarding Home Grants | Yes | Yes | Yes: AS 14.16.200; 14.07.030(a) |
| State Facilities Maintenance | | | |
| EED State Facilities Rent | No | No | Yes: AS 37.05.570 |
| Alaska State Libraries, Archives and Museums | | | |
| Library Operations | No | No | Yes: |
| Archives | No | No | Yes: AS 40.21 |

DEED Program Priority Table

| Program | Constitutional Requirement | Federal Requirement | Statutory Req. |
|--|----------------------------|-----------------------------|------------------------------------|
| Museum Operations | No | No | Yes: AS 14.57 |
| Online With Libraries | No | No | No |
| Live Homework Help | No | No | No |
| Andrew P. Kashevaroff Facilities Maintenance | No | No | Yes: AS 37.05.570 |
| Alaska Postsecondary Education Commission | | | |
| Program Administration and Operations | No | Institutional Authorization | Yes: AS 14.42; 14.43; 14.44; 14.48 |
| WWAMI Medical Education | No | No | Yes: AS 14.43.033 |
| Alaska Performance Scholarship Awards | No | No | Yes: AS 14.43.810 |
| Alaska Student Loan Corporation | No | No | Yes: AS 14.42; 14.43 |

Department of Education and Early Development

FY23 - Summary of Significant Budget Issues

(\$ thousands)

| Item | Appropriation / Allocation | Description | Amount / Fund Source | Comment |
|------|---|--|---|---|
| 1 | K-12 Aid to School Districts / Foundation Program | FY2023 Estimated Foundation Expenditures | Total: \$1,195,351.7 \$1,143,271.8 Gen Fund (UGF) \$20,791.0 Impact Aid (Fed) \$31,288.9 Pub School (Other) | <p>Under AS 14.17.300(b) funds may be expended from the Public Education Fund without further appropriation. In order to reflect the anticipated need in the Foundation Program, a miscellaneous adjustment is used to track anticipated spending. The FY23 Foundation Program estimate includes a base student allocation of \$5,930.</p> <p>Fiscal Analyst Comment: The FY22 and FY23 amounts in the Governor's budget are based on draft student counts and are estimates which will change when the student counts are finalized. The public school funding program is fully funded in both FY22 and FY23. The student count period is a twenty school day period ending the fourth Friday in October. The FY22 student counts are scheduled to be finalized by mid-January, 2022. By statute, payments to school districts for the first nine months of a fiscal year are based on the prior fiscal year foundation formula; the final three months of payments are re-calculated and payments are based on the final student counts for the current fiscal year.</p> <p>The FY23 Foundation Formula projection, based on projections by school districts, is \$18.9 million less than FY22 projected expenditures. Due to the pandemic, uncertainty continues about the number of in-school and correspondence students that will be in attendance, which may result in the actual student count, and expenditures, differing considerably from projections.</p> |
| 2 | K-12 Aid to School Districts / Pupil Transportation | FY2023 Pupil Transportation Expenditures from Public Education Fund | \$71,803.0 Gen Fund (UGF) | <p>Under AS 14.17.300(b) funds may be expended from the Public Education Fund without further appropriation. In order to reflect the anticipated need in Pupil Transportation, a miscellaneous adjustment is used to track estimated appropriations. The anticipated need is based on projected average daily memberships, excluding Mt. Edgecumbe High School.</p> <p>Fiscal Analyst Comment: Like the Foundation Program, expenditures will be based on the actual student count finalized in FY23. Correspondence students are not counted when calculating student numbers for Pupil Transportation grants.</p> |
| 3 | K-12 Support / Residential Schools Program | Increment for the Lower Yukon School District's Career and Technical Education Residential Program | \$228.0 Gen Fund (UGF) | <p>The Lower Yukon School District's current residential school program serves a maximum of 50 11th or 12th grade students who leave their community for up to nine weeks to receive career and technical training from Anchorage School District instructors.</p> <p>The additional budget authority will allow the program to be expanded from 50 to 70 students, and increase the bed count to accommodate up to 20 additional students from other rural districts so that they can attend year-round at the Alaska Middle College. The additional 20 students will reside at</p> |

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(\$ thousands)

| Item | Appropriation / Allocation | Description | Amount / Fund Source | Comment |
|------|--|---|--|--|
| 3 | K-12 Support / Residential Schools Program | Increment for the Lower Yukon School District's Career and Technical Education Residential Program | \$228.0 Gen Fund (UGF) | (continued) the residential school the full year. Fiscal Analyst Comment: This program is a partnership between the Lower Yukon School District, the Anchorage School District, and the University of Alaska. |
| 4 | Education Support and Admin Services / Information Services | Add a Data Processing Manager for Information Technology Project Management and Oversight | \$149.7 I/A Repts (Other) 1 PFT Position | Add a full-time Data Processing Manager to perform oversight of the department's application portfolio, departmental supervision of the analyst programmers, vendor oversight, and project management for the Department of Education and Early Development (DEED)'s existing line of business IT portfolio and staff. Fiscal Analyst Comment: This would increase the number of budgeted information technology positions from four to five. |
| 5 | Mt. Edgecumbe High School / Mt. Edgecumbe Aquatic Center | Transfer Aquatic Center Authority from Mt. Edgecumbe Facilities Maintenance for Budget Transparency | Total: \$550.0 \$400.0 Gen Fund (UGF) \$150.0 GF/Prgm (DGF) | Establish a new allocation for the Mt. Edgecumbe Aquatic Center separate from the Mt. Edgecumbe Facilities Maintenance allocation for budget clarity. Two positions will be transferred from Mt. Edgecumbe High School, an Aquatic Facility Manager and a Lifeguard 2. |
| 6 | Alaska State Libraries, Archives and Museums / Broadband Assistance Grants | Reverse Internet for Schools (SB74) (Sec2 Ch8 SLA2020 P41 L23 (HB205)) | (\$771.5) Gen Fund (UGF) | The school Broadband Assistance Grants (BAG) program was expanded through the passage of SB 74, Internet for Schools, during the 2020 legislative session. The legislation increased the megabit threshold from 10 megabits to 25 megabits per second (Mbps). The original fiscal note calculation was based on bringing a maximum of 173 schools up to the increased speed and projected an annual 3% reduction in the out-years. The estimated reduction for FY23 was \$228.5, however, the Governor's proposed reduction includes an additional \$771.5 for a total decrease of \$1 million in FY23. As the program is implemented and internet costs decrease, the cost of the program has also decreased resulting in excess funding. In FY2022, all 28 eligible school districts consisting of 154 schools were funded at the full amount and the department is projecting to lapse approximately \$1,629.0. This reduction does not represent the full excess authority, and instead reserves approximately \$600.0 to accommodate any new applications during FY2023. |

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(\$ thousands)

| Item | Appropriation / Allocation | Description | Amount / Fund Source | Comment |
|------|--|--|--------------------------|--|
| 6 | Alaska State Libraries, Archives and Museums / Broadband Assistance Grants | Reverse Internet for Schools (SB74) (Sec2 Ch8 SLA2020 P41 L23 (HB205)) | (\$771.5) Gen Fund (UGF) | (continued) Fiscal Analyst Comment: The BAG award amounts by school district for FY15-FY21 are available at: https://lam.alaska.gov/schoolbag . |
| 7 | Alaska Commission on Postsecondary Education / WWAMI Medical Education | Expand the WWAMI Medical Education Program by 10 Students from 20 to 30 Students | \$1,647.5 Gen Fund (UGF) | <p>The current WWAMI contract cost for FY2023 is \$3,294.9 for 20 students. Expanding the program to include an additional ten students (for a total of 30) would increase the University of Washington School of Medicine (UWSOM) contract cost by approximately \$1,647.5 for a total budget of \$4,942.4.</p> <p>Fiscal Analyst Comment: WWAMI is a collaboration among universities in five northwestern states (Washington, Wyoming, Alaska, Montana and Idaho) under the overarching administration of the University of Washington School of Medicine (UWSOM). Each year 20 Alaskans are admitted into the Alaska WWAMI program. These medical students take courses at the University of Alaska Anchorage and a series of clinical clerkships in the third and fourth year of the curriculum that can be taken in any of the five WWAMI states. Students who choose the "Alaska Track" can take nearly all of these clerkships in Alaska. The WWAMI program repayment obligation is equal to 50 percent of the amount the State pays UWSOM.</p> <p>The loan repayment is eligible for up to 100% forgiveness if the student returns to Alaska and is employed as a physician in a professional medical practice. The amount forgiven annually depends on if the student is practicing medicine in a rural versus non-rural community. Participants who initially practice medicine in a rural community receive forgiveness on 33 1/3% of the loan after the first year of practice and each subsequent year. The non-rural forgiveness benefit is 20% after each year of practice. Forgiveness of the loan balance will take 3-5 years, depending on where a participant practices medicine in Alaska.</p> <p>Loan repayments, if not forgiven, will be deposited into the general fund in FY23. In FY22 the loan repayments were appropriated to the Alaska Higher Education Investment Fund; however, money in that fund was transferred to the Constitutional Budget Reserve (CBR) fund at the end of FY22 and will no longer be available for future appropriations.</p> |

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| Item | Appropriation / Allocation | Description | Amount / Fund Source | Comment |
|------|--|--|--|--|
| 8 | Student Financial Aid Programs / Alaska Performance Scholarship Awards | Change Appropriation to an Allocation Under the Student Financial Aid Programs Appropriation | n/a | The Alaska Performance Scholarship Awards budget is proposed as an allocation under a new "Student Financial Aid Programs" appropriation. |
| 9 | Student Financial Aid Programs / Alaska Education Grants | Transfer Alaska Education Grants from Program Administration and Operations | \$5,841.8 High Ed (DGF) | Establish a new allocation for "Alaska Education Grants" under a new "Student Financial Aid Programs" appropriation for budget clarity. The new budget structure will clearly identify grants for higher education and postsecondary education programs in Alaska separate from the budget for ACPE operations. |
| 10 | Various | Replace Authority Unavailable due to Alaska Constitution Article IX Section 17(d) | Net Zero \$21,539.2 Gen Fund (UGF) (\$21,539.2) High Ed (DGF) | <p>Under Article IX, Section 17(d) of the Alaska Constitution, available balances of certain funds used by various appropriations within DEED were transferred to the Constitutional Budget Reserve Fund (CBR); a process commonly referred to as the "CBR sweep." Budget authority that cannot be satisfied with projected FY23 revenue collections is replaced with unrestricted general funds in the Governor's budget to ensure continuity of service.</p> <p>Fiscal Analyst Comment: The Alaska Higher Education Investment Fund is subject to transfer to the CBR. The following allocations previously appropriated money from the Alaska Higher Education Investment Fund will need to be replaced with unrestricted general funds in FY23 to continue to provide existing service levels:</p> <p>Libraries, Archives & Museums, Live Homework Help: \$138.2 Alaska Postsecondary Education, Program Administration & Operations: \$514.3 Alaska Postsecondary Education, WWAMI Medical Education: \$3,294.9 Student Financial Aid Programs, Alaska Performance Scholarship Awards: \$11,750.0 Student Financial Aid Programs, Alaska Education Grants: \$5,841.8</p> |

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(\$ thousands)

| Item | Appropriation / Allocation | Description | Governor Request | Amount Enacted | Comment |
|------|---|--|---|---|--|
| 1 | K-12 Aid to School Districts / Foundation Program | FY2022 Estimated Foundation Expenditures | Total: \$1,214,266.2 \$1,162,308.5 Gen Fund (UGF) \$20,791.0 Impact Aid (Fed) \$31,166.7 Pub School (Other) | Total: \$1,214,266.2 \$1,162,308.5 Gen Fund (UGF) \$20,791.0 Impact Aid (Fed) \$31,166.7 Pub School (Other) | <p>Under AS 14.17.300(b) funds may be expended from the Public Education Fund without further appropriation. In order to reflect the anticipated need in the Foundation Program, a miscellaneous adjustment is used to track anticipated spending. The FY22 Foundation Program estimate includes a base student allocation of \$5,930.</p> <p>Fiscal Analyst Comment: The FY22 appropriation for state aid calculated under the public school funding formula is the "amount necessary" - the amount reflected in the budget is an estimate that will be revised based on the actual student count to be completed in October 2021 and finalized March 15, 2022. By statute, payments to school districts for the first nine months of a fiscal year are based on the prior fiscal year foundation formula; the final three months of payments are recalculated and payments are based on the final student counts in the current fiscal year.</p> <p>Due to the change in the number of students attending school in person and through correspondence programs because of the Novel Coronavirus Disease (COVID-19) pandemic, the FY22 actual payment amount may be significantly different than the FY22 estimated amount. Additional COVID-19 federal funding has also been allocated to school districts through three federal bills: the Coronavirus Aid, Relief and Economic Security (CARES) Act, the Coronavirus Response and Relief Supplemental Appropriations Act, 2021 (CRRSAA), and the American Rescue Plan Act (ARPA).</p> <p>The public school funding program consists of state aid from the State of Alaska, local contributions from city or borough school districts, and eligible federal impact aid. State aid is provided through a formula based on the student count done annually in October which calculates the average number of enrolled students (Average Daily Membership or "ADM") during the 20-school day count period and adjusted through six steps to arrive at the Adjusted Average Daily Member (AADM) count. The six steps and formula calculations are:</p> |

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| Item | Appropriation / Allocation | Description | Governor Request | Amount Enacted | Comment |
|------|---|---|---|---|--|
| 1 | K-12 Aid to School Districts / Foundation Program | FY2022 Estimated Foundation Expenditures | Total: \$1,214,266.2 \$1,162,308.5 Gen Fund (UGF) \$20,791.0 Impact Aid (Fed) \$31,166.7 Pub School (Other) | Total: \$1,214,266.2 \$1,162,308.5 Gen Fund (UGF) \$20,791.0 Impact Aid (Fed) \$31,166.7 Pub School (Other) | (continued) 1. School Size Adjustment and Hold Harmless Provision (for schools that have a 5% or greater decrease in their district adjusted for school size ADM from the prior year) 2. District Cost Factor 3. Special Needs Factor 4. Vocational & Technical Funding 5. Intensive Services Count 6. Correspondence Student Count Additional information on the public school funding program and Foundation Formula is available on the Department of Education and Early Development (DEED), School Finance, Foundation Funding Formula, and the Legislative Finance Division websites. |
| 2 | K-12 Aid to School Districts / Pupil Transportation | FY2022 Pupil Transportation Expenditures from Public Education Fund | \$71,435.9 Gen Fund (UGF) | \$71,435.9 Gen Fund (UGF) | Under AS 14.17.300(b) funds may be expended from the Public Education Fund without further appropriation. In order to reflect the anticipated need in Pupil Transportation, a miscellaneous adjustment is used to track estimated appropriations. The anticipated need is based on projected average daily memberships, excluding Mt. Edgecumbe High School. Fiscal Analyst Comment: Similar to the Foundation Program formula funding, student count changes related to the COVID-19 pandemic may result in FY22 actual payments being significantly different than the estimated amount. |
| 3 | Education Support and Administrative Services / School Finance & Facilities | Replace Interagency Receipts for Facilities Staff with UGF | Net Zero \$933.0 Gen Fund (UGF) (\$933.0) I/A Rcpts (Other) | Net Zero \$933.0 Gen Fund (UGF) (\$933.0) I/A Rcpts (Other) | The School Finance and Facilities component had \$933.0 of interagency receipt authorization. This amount was 100% tied to the School Debt Reimbursement Program, of which \$793.0 (85%) was from UGF and \$140.0 (15%) from the School Fund (DGF). When the School Debt Reimbursement program was vetoed for FY2021, all of the interagency receipts became uncollectable, leaving an unintended shortfall within the School Finance and Facilities component. This increment is a net zero, with an offsetting reduction to the School Debt |

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| Item | Appropriation / Allocation | Description | Governor Request | Amount Enacted | Comment |
|------|--|---|--|--|--|
| 3 | Education Support and Administrative Services / School Finance & Facilities | Replace Interagency Receipts for Facilities Staff with UGF | Net Zero \$933.0 Gen Fund (UGF) (\$933.0) I/A Rcpts (Other) | Net Zero \$933.0 Gen Fund (UGF) (\$933.0) I/A Rcpts (Other) | (continued) Reimbursement appropriation. Items 3 and 4 are related. |
| 4 | Education Support and Administrative Services / School Finance & Facilities | FY2021 Supplement Request to address School Finance and Facilities shortfall Supplemental | \$928.0 School Fnd (DGF) | \$928.0 Gen Fund (UGF) | When the School Debt Reimbursement program was vetoed for FY2021, all of the interagency receipts became uncollectable, leaving an unintended shortfall within the School Finance and Facilities component. Items 3 and 4 are related. |
| 5 | Education Support and Administrative Services / Student and School Achievement | Comprehensive Literacy State Development Federal Grant (FY21-FY25) | \$3,945.9 Fed Rcpts (Fed) 1 PFT Position IncT | \$3,945.9 Fed Rcpts (Fed) 1 PFT Position IncT | This temporary increment, authorized annually through FY25, is for a U.S. Department of Education grant for the Alaska Comprehensive Literacy State Development Program and includes an Education Specialist to oversee and manage the program. The grant period is from October 1, 2019 through September 30, 2024. |
| 6 | Education Support and Administrative Services / Student and School Achievement | MH Trust: Rural Student Behavioral Health Counseling (FY22-FY23) | \$150.0 MHTAAR (Other) IncT | \$150.0 MHTAAR (Other) IncT | This temporary increment, authorized for FY22 and FY23, provides increased capacity for Rural Student Behavioral Health Counseling. DEED staff will work with the Trust, the Department of Health and Social Services (DHSS), and other partners to promote expansion of behavioral health support in schools through a long-term non-permanent Education Counselor position within DEED. The position will continue to work closely with under-resourced and rural districts who have identified the need and interest in enhancing access to student behavioral health supports. This project has been identified as a high priority by the Trust's advisory boards and multiple partners as a key COVID-19 response and recovery project. DEED and partners will continue to explore additional funding opportunities to enhance and sustain the work of this project. Fiscal Analyst Comment: FY22 is the first year of funding for this program which has been approved in the Alaska Mental Health Trust Authority's budget through FY23. Beginning in FY24 a new fund source may be proposed. |

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| Item | Appropriation / Allocation | Description | Governor Request | Amount Enacted | Comment |
|------|--|--|--|--|---|
| 7 | Education Support and Administrative Services / Student and School Achievement | Carryforward Language U.S. Department of Education Multi-Year Federal Grant Authority | n/a | n/a | This carryforward authority enables DEED to record the exact amount of carryforward funding available from multi-year federal grant awards that cross state fiscal years in the budget. This language was added in FY21 and provides for more accurate budgeting and accounting practices. |
| 8 | Education Support and Administrative Services / Student and School Achievement | Eliminate Duplicate eMetric Contract | (\$230.0) Gen Fund (UGF) | (\$230.0) Gen Fund (UGF) | This decrement discontinues funding for a contract that provided data analysis identified as duplicative information already housed at DEED. |
| 9 | Education Support and Administrative Services / Student and School Achievement | RPL 05-2021-0189 U.S. Department of Education Consolidated Appropriations Act, COVID RPL | \$168,111.1 COVID Fed (Fed) | \$168,111.1 COVID Fed (Fed) | Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA) The majority of this funding (90%) will be distributed to school districts to respond to COVID-19. These funds are available for obligation until September 30, 2023. |
| 10 | Education Support and Administrative Services / Student and School Achievement | ARP Emergency Education Relief Funds to Public Schools (FY21-FY24) | \$358,707.0 COVID Fed (Fed) MultiYr | \$358,707.0 COVID Fed (Fed) MultiYr | American Rescue Plan Act (ARPA) The majority of this funding (90%) will be distributed to school districts to help safely reopen and sustain the safe operation of schools and address the impact of the coronavirus pandemic on the nation's students. These funds are available for obligation until September 30, 2024. |
| 11 | Education Support and Administrative Services / Student and School Achievement | ARP Emergency Education Relief Funds to Non-Public Schools (FY21-FY24) | \$5,793.0 COVID Fed (Fed) MultiYr | \$5,793.0 COVID Fed (Fed) MultiYr | American Rescue Plan Act (ARPA) ARPA included a second round of Emergency Assistance for the Non-Public Schools program funding. Under the EANS program, the Alaska Department of Education & Early Development (DEED) was awarded funds to provide services or assistance to eligible non-public schools to address the impact that the Coronavirus Disease 2019 (COVID-19) has on non-public school students and teachers in the State. |

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| Item | Appropriation / Allocation | Description | Governor Request | Amount Enacted | Comment |
|------|--|---|---|---|---|
| 12 | Education Support and Administrative Services / Student and School Achievement | ARPA Elementary and Secondary School Emergency Relief -- Homeless Children and Youth (ARP-HCY) Fund (FY21-FY22) | \$2,349.7 COVID Fed (Fed) MultiYr | \$2,349.7 COVID Fed (Fed) MultiYr | American Rescue Plan Act (ARPA) Funding to support the specific needs of homeless children and youth via the American Rescue Plan Elementary and Secondary School Emergency Relief - Homeless Children and Youth (ARP-HCY) Fund. State educational agencies and local educational agencies (LEAs) must use ARP-HCY funds to identify homeless children and youth, provide homeless children and youth with wrap-around services to address the challenges of COVID-19, and enable homeless children and youth to attend school and fully participate in school activities. |
| 13 | Education Support and Administrative Services / State System of Support | Delete Education Associate II Position (05-1809) and Authority No Longer Needed | (\$109.2) Gen Fund (UGF) (1) PFT Position | (\$109.2) Gen Fund (UGF) (1) PFT Position | The legislature did not include this decrement in the budget and included intent language that a baseline assessment of current practice in Alaska's 53 School Districts be submitted to the legislature by December 1, 2021. The Governor vetoed the funding and the position. |
| 14 | Education Support and Administrative Services / Pre-Kindergarten Grants | Pre-Kindergarten Grants (FY22-FY23) | n/a | Net Zero MultiYr | The legislature appropriated a \$2.5 million increase to Pre-Kindergarten grants to restore a portion of the multi-year funding that ended in FY20. The Governor vetoed the funding. Fiscal Analyst Comment: The FY22 Pre-Kindergarten budget is \$3.2 million, which is the same level of funding as FY21. In FY21, a \$4.3 million increase to Pre-Kindergarten grants was appropriated by the legislature but vetoed. |
| 15 | Alaska State Council on the Arts / Alaska State Council on the Arts | FY21 RPL 05-2021-0075 National Endowment for the Arts CARES Act (08-29-20) RPL | \$421.5 COVID Fed (Fed) | \$421.5 COVID Fed (Fed) | Coronavirus Aid, Relief, and Economic Security (CARES) Act Grant funding from the National Endowment for the Arts for emergency relief in response to COVID-19 to sustain operations and allow for modification and adaptation of delivery of services. Fiscal Analyst Comment: On May 1, 2020, the Legislative Budget and Audit Committee approved RPL 05-2020-076 which provided \$421.5 of federal authority for the same purpose, but limited to FY20. The Alaska State Council on the Arts was unable to expend the funds prior to June 30, 2020 (FY20) requiring a request for authorization in FY21. |

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| Item | Appropriation / Allocation | Description | Governor Request | Amount Enacted | Comment |
|------|--|--|--|--|--|
| 16 | Alaska State Council on the Arts / Alaska State Council on the Arts | National Endowment for the Arts (FY21-FY24) | \$758.7 COVID Fed (Fed) MultiYr | \$758.7 COVID Fed (Fed) MultiYr | American Rescue Plan Act (ARPA) Grant funding from the National Endowment for the Arts to support the arts sector as it recovers from the devastating impact of the COVID-19 pandemic. |
| 17 | Mt. Edgecumbe Boarding School / Mt. Edgecumbe Boarding School | Increase Federal Authority for COVID-19 Relief (FY21-FY25) | \$5,329.8 COVID Fed (Fed) MultiYr | \$5,329.8 COVID Fed (Fed) MultiYr | COVID-19 relief funding from three federal relief packages: 1) Coronavirus Aid, Relief and Economic Security (CARES) Act \$415.2 2) Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA), 2021 \$1,514.1 3) American Rescue Plan Act (ARPA) \$3,400.5 (estimate) |
| 18 | Mt. Edgecumbe Boarding School / Mt. Edgecumbe Boarding School Facilities Maintenance | Fund Source Adjustment from General Fund Program Receipts to General Fund for Mt. Edgecumbe High School Aquatic Center | n/a | (\$100.0) GF/Prgm (DGF) | The legislature accepted the Governor's proposed funding level but replaced \$100.0 of general fund (GF) program receipt authority with UGF rather than relying on \$250.0 in GF program receipt collections to operate the facility. The Governor's proposal was for \$650.0 in general funds: \$400.0 UGF and \$250.0 GF program receipts. The legislature appropriated \$650.0 in general funds: \$500.0 UGF and \$150.0 GF program receipts. The Governor vetoed the UGF funding resulting in a general fund budget of \$550.0: \$400.0 UGF and \$150.0 GF program receipts. Fiscal Analyst Comment: In FY20 the GF program receipt authority was \$150.0 and the actual amount collected was \$20.7. The FY21 GF program receipt authority was \$250.0 and the actual amount collected, as of July 1, 2021, was \$61.0. In FY22, a significant increase in actual collections will be needed in order to fully spend the GF program receipt budget. |
| 19 | Alaska State Libraries, Archives and Museums / Library Operations | Transfer School Broadband Assistance Budget to New Broadband Assistance Grants Allocation from Library Operations | n/a | n/a | The budget for this critical educational infrastructure program, which supports virtual learning, will be tracked more easily in a separate allocation. From FY2015 through FY2020, the School Broadband Access Grant (BAG) program provided annual financial assistance to Alaskan schools that could not afford 10 megabits per second (mbps) of download service. School BAG was appropriated \$5.0 million UGF in FY2015, then experienced annual decreases in funding to just under \$1.5 million UGF in FY2020. |

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| Item | Appropriation / Allocation | Description | Governor Request | Amount Enacted | Comment |
|------|---|---|--|---|--|
| 19 | Alaska State Libraries, Archives and Museums / Library Operations | Transfer School Broadband Assistance Budget to New Broadband Assistance Grants Allocation from Library Operations | n/a | n/a | (continued) In FY21, the School BAG program provided State funds that combine with E-Rate and local school funds to help schools reach 25 mbps, per SB74 (Chapter 5 SLA 2020). The FY21 allocation was to increase 72 schools to 10 mbps and 173 schools from 10 to 25 mbps. The FY22 allocation is \$7,797.9. |
| 20 | Alaska State Libraries, Archives and Museums / Library Operations | Delete Vacant Librarian I Position and Authority No Longer Needed | (\$91.9) Gen Fund (UGF) (1) PFT Position | (\$91.9) Gen Fund (UGF) (1) PFT Position | The legislature did not include the proposed deletion of funding for a vacant, range 16, Librarian I position (05-3049) in the budget, located in Juneau. The Governor vetoed the funding and position. |
| 21 | Alaska State Libraries, Archives and Museums / Library Operations | Institute of Museum and Library Services Funds (FY21-FY24) | \$2,159.3 COVID Fed (Fed) MultiYr | \$2,159.3 COVID Fed (Fed) MultiYr | American Rescue Plan Act (ARPA) Grant funding from the Institute of Museum and Library Services to State Library Administrative Agencies to support vital programs and services to communities and to continue to respond to the COVID-19 health emergency. |
| 22 | Alaska State Libraries, Archives and Museums / Library Operations | Continuation of Alaska's Statewide Online Library System | n/a | n/a | The legislature appropriated \$635.9 UGF for the continuation of the Alaska statewide online library system, including the Statewide Library Electronic Doorway (SLED) and the Alaska Library Catalog (ALC) programs. The Governor vetoed the funding. |
| 23 | Alaska State Libraries, Archives and Museums / Archives | Replace UGF Funding for Two Microfilm/Imaging Operator II Positions with Interagency Receipts | Net Zero (\$89.6) Gen Fund (UGF) \$89.6 I/A Rcpts (Other) | (\$89.6) Gen Fund (UGF) | The legislature did not include the proposed fund source change from UGF to inter-agency receipts in the budget. The Governor vetoed the UGF funding. Fiscal Analyst Comment: Interagency receipt authority (I/A Rcpts) can be increased through an unbudgeted reimbursable service agreement (RSA). The two positions can be paid for by Department of Public Safety and the Department of Corrections through an RSA without the budgeted I/A Rcpts. |
| 24 | Alaska State Libraries, Archives and Museums / Museum Operations | Delete Vacant Positions and Authority No Longer Needed | (\$86.9) Gen Fund (UGF) (2) PPT Positions | (\$86.9) Gen Fund (UGF) (2) PPT Positions | The legislature did not include the proposed deletion of funding for two vacant, range 11, part-time Museum Protection and Visitor Services Assistant positions in the budget. One position is located in Juneau and one in Sitka. The Governor vetoed the funding and positions. |

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| Item | Appropriation / Allocation | Description | Governor Request | Amount Enacted | Comment |
|------|--|--|---|---|---|
| 25 | Alaska Commission on Postsecondary Education / Program Administration & Operations | Administration of State Programs by the Commission | \$431.5 High Ed (DGF) | \$431.5 High Ed (DGF) | <p>The Alaska Commission on Postsecondary Education is required by statute to administer the Alaska Performance Scholarship, the Alaska Education Grant, WWAMI, and the State's institutional authorization programs but receives no appropriation to cover the costs of these requirements. The Alaska Student Loan Corporation (ASLC) has been absorbing these costs as de minimis to its overall costs. However, reductions in the size of the loan portfolio result in these costs no longer being de minimis. Statute (AS 14.42) provides that Corporation funds are to be used to finance and operate the loan programs.</p> <p>Items 25, 26, and 28 are related.</p> |
| 26 | Alaska Commission on Postsecondary Education / Program Administration & Operations | GA 28 Administration of State Programs by the Commission | (\$431.5) I/A Rcpts (Other) | (\$431.5) I/A Rcpts (Other) | <p>This reduction is tied to the Alaska higher education investment fund increase in the Program Administration and Operations allocation for the administration of State programs: the Alaska Performance Scholarship, the Alaska Education Grant, WWAMI, and the State's institutional authorization programs.</p> <p>Items 25, 26, and 28 are related.</p> |
| 27 | Alaska Commission on Postsecondary Education / Program Administration & Operations | Delete Full-Time Vacant Positions and Reflect Other Cost Saving Measures | (\$1,057.1) I/A Rcpts (Other) (7) PFT Positions | (\$1,057.1) I/A Rcpts (Other) (7) PFT Positions | <p>The Alaska Commission on Postsecondary Education has implemented outsourcing and technical efficiencies for the servicing of State loan programs resulting in a decrease of positions. Savings from outsourcing is primarily from position reductions and secondarily from information technology cost reductions no longer needed to maintain a complex loan servicing system. The following full-time vacant positions and associated authority are no longer needed:</p> <ol style="list-style-type: none"> 1. Accountant (05-0206), range 18, located in Juneau 2. Business Lead/Analyst III (05-0402), range 18, located in Juneau 3. Loan Services Supervisor (05-0409), range 18, located in Juneau 4. Customer Service Spec III (05-0429), range 13, located in Juneau 5. Business Lead/Analyst III (05-0431), range 18, located in Juneau 6. Program Coordinator (05-0436), range 18, located in Anchorage 7. Programmer/Analyst (05-0301), range 22, located in Anchorage |

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| Item | Appropriation / Allocation | Description | Governor Request | Amount Enacted | Comment |
|------|--|--|---|---|---|
| 27 | Alaska Commission on Postsecondary Education / Program Administration & Operations | Delete Full-Time Vacant Positions and Reflect Other Cost Saving Measures | (\$1,057.1) I/A Rcpts (Other) (7) PFT Positions | (\$1,057.1) I/A Rcpts (Other) (7) PFT Positions | (continued) Items 27 and 29 are related. |
| 28 | Alaska Student Loan Corporation / Loan Servicing | Administration of State Programs by the Commission | (\$431.5) ASLC Rcpts (Other) | (\$431.5) ASLC Rcpts (Other) | This reduction is tied to the Alaska higher education investment fund increase in the Program Administration and Operations allocation for the administration of State programs: the Alaska Performance Scholarship, the Alaska Education Grant, WWAMI, and the State's institutional authorization programs. Items 25, 26, and 28 are related. |
| 29 | Alaska Student Loan Corporation / Loan Servicing | Delete Authority No Longer Needed | (\$1,057.1) ASLC Rcpts (Other) | (\$1,057.1) ASLC Rcpts (Other) | This reduction is tied to the deletion of interagency receipts in the Program Administration and Operations allocation for the seven full-time positions and other related cost savings measures. Fiscal Analyst Comment: The Alaska Student Loan Corporation (ASLC), a public corporation, operates as an enterprise agency of the State of Alaska - funding the work of the Alaska Commission on Postsecondary Education (ACPE) through tax-exempt bond sales. Enterprise agencies or funds account for business-like state activities and provide goods or services to the public financed primarily through user charges or fees. ASLC has no staff and pays ACPE for personal services and administrative costs for ASLC programs through a reimbursable service agreement. Items 27 and 29 are related. |
| 30 | Various | SB 55, Ch. 9, SLA 2021 Employer Contributions to PERS | \$546.6 Gen Fund (UGF) | \$546.6 Gen Fund (UGF) | SB 55 removes the 22% cap on payroll contributions to the Public Employee Retirement System (PERS) for the State of Alaska as a PERS employer. The budgetary impact of this legislation is reflected as a shift from the direct appropriation to PERS, which is typically funded with UGF, to agency payroll, where the cost can be spread across all fund sources. This shift results in a UGF increase to Agency Operations of \$72,871.7, and a UGF decrease to Statewide |

Department of Education and Early Development
FY22 - Summary of Significant Budget Issues
(\$ thousands)

| Item | Appropriation / Allocation | Description | Governor Request | Amount Enacted | Comment |
|------|----------------------------|--|------------------------|------------------------|---|
| 30 | Various | SB 55, Ch. 9, SLA 2021 Employer Contributions to PERS | \$546.6 Gen Fund (UGF) | \$546.6 Gen Fund (UGF) | (continued) Items of \$95,794.5, for a net statewide UGF savings of \$22,922.8. Specifically, the UGF impact to the Department of Education and Early Development is \$546.6 spread across multiple allocations. |

**Department of Education and Early Development
FY22 - Mid-Year Status Report**

| Item # | Approp/ Allocation | Description | Amount / Fund Source | Comment | LFD Questions | Agency Comments |
|--------|--|--|--|--|--|---|
| 1 | Education Support and Administrative Services / Student and School Achievement | Comprehensive Literacy State Development Federal Grant (FY21-FY25) | \$3,945.9 Fed Rcpts (Fed) 1 PFT Position IncT | U.S. Department of Education grant for the Alaska Comprehensive Literacy State Development Program and includes an Education Specialist to oversee and manage the program. The grant period is from October 1, 2019 through September 30, 2024. | a) Has the position been filled, and if not, what is the status of the recruitment? b) What is the status of the grant program, in terms of grant solicitations and awards, and how many solicitations are planned? | a) The Education Specialist 2 position (PCN 05-7725) is filled. b) Grants were awarded through a competitive grant process during the first year of the grant. There are 16 grantees who will receive annual funding for the duration of the grant. The grant is currently in its third year of funding. |
| 2 | Education Support and Administrative Services / Student and School Achievement | MH Trust: Rural Student Behavioral Health Counseling (FY22-FY23) | \$150.0 MHTAAR (Other) IncT | Increased capacity for Rural Student Behavioral Health Counseling. DEED staff will work with the Trust, the Department of Health and Social Services (DHSS), and other partners to promote expansion of behavioral health support in schools through a long-term non-permanent Education Counselor position within DEED. | a) Has the position been filled, and if not, what is the status of the recruitment? b) What is the plan for promoting behavior health support in schools and are any specific schools engaged in the effort? | a) The Education Counselor, a long-term non-permanent position (PCN 05-N21003), is filled. b) Every fall there is communication with each district to acquire school counselor and social worker name, location, and FTE. After the list is compiled, DEED reaches out to district Superintendents to offer services provided through DEED if they do not have a counselor. Currently DEED is working with 36 schools within the following 10 school districts: Tanana; Pelican; Pribilof; Chugach; Yukon Flats; Bristol Bay; Iditarod; Aleutian Region; Southwest Region; and, Yakutat (beginning this spring). |

**Department of Education and Early Development
FY22 - Mid-Year Status Report**

| Item # | Approp/ Allocation | Description | Amount / Fund Source | Comment | LFD Questions | Agency Comments |
|--------|---|--|--|--|--|---|
| 3 | Education Support and Administrative Services / Student and School Achievement | U.S. Department of Education Consolidated Appropriations Act, COVID | \$168,111.1 COVID Fed (Fed) RPL | Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA) The majority of this funding (90%) will be distributed to school districts to respond to COVID-19. These funds are available for obligation until September 30, 2023. | How much CRRSAA funding has been received and how much has been spent to date? In general, how are school districts spending this funding? | Under CRRSA, Elementary & Secondary School Emergency Relief Fund (ESSER II), DEED received \$159,119,422 and has awarded \$158,606,176 as of January 11, 2022. This funding is available for expenditure until September 30, 2023. School districts are using the funding for the following categories: 1) Supplies/Materials/Media 2) Certified Salaries 3) Non-certified salaries 4) Employee Benefits 5) Professional & Technical 6) Utility Services 7) Indirect 8) Equipment Under CRRSA, Emergency Assistance to Non-Public Schools (EANS I), DEED received \$5,367,703. Non- public schools have been awarded \$826,081 in services and items purchased by DEED on the non- public school's behalf. There is \$200,000 set-aside to address administrative costs associated with this program. The remaining balance of funding, \$4,341,622, reverted to the Governor's Emergency Education Relief fund for the Governor to distribute as emergency assistance to education related entities. |

**Department of Education and Early Development
FY22 - Mid-Year Status Report**

| Item # | Approp/ Allocation | Description | Amount / Fund Source | Comment | LFD Questions | Agency Comments |
|--------|---|---|--|--|--|---|
| 4 | Education Support and Administrative Services / Student and School Achievement | American Rescue Plan Act Emergency Education Relief Funds to Public Schools (FY21-FY24) | \$358,707.0 COVID Fed (Fed) MultiYr | American Rescue Plan Act (ARPA) The majority of this funding (90%) will be distributed to school districts to help safely reopen and sustain the safe operation of schools and address the impact of the coronavirus pandemic on the nation's students. These funds are available for obligation until September 30, 2024. | How much ARPA funding has been received and how much has been spent to date? In general, how are school districts using this funding? | Under ARPA, Elementary & Secondary School Emergency Relief Fund (ESSER III), DEED received \$356,997,513 and has awarded \$324,524,844. This funding is available for expenditure until September 30, 2024. School districts are using the funding for the following categories: 1) Supplies/Materials/Media 2) Certified Salaries 3) Non-certified salaries 4) Employee Benefits 5) Professional & Technical 6) Utility Services 7) Indirect 8) Equipment |
| 5 | Education Support and Administrative Services / Student and School Achievement | American Rescue Plan Act Emergency Education Relief Funds to Non- Public Schools (FY21- FY24) | \$5,793.0 COVID Fed (Fed) MultiYr | American Rescue Plan Act (ARPA) ARPA included a second round of Emergency Assistance for the Non-Public Schools program funding. Under the EANS program, the Alaska Department of Education & Early Development (DEED) was awarded funds to provide services or assistance to eligible non-public schools to address the impact that the Coronavirus Disease 2019 (COVID-19) has on non-public school students and teachers in the State. | How much ARPA funding has been received and how much has been spent to date? In general, how are entities using this funding? | Under ARPA, EANS II, DEED received \$5,882,303 on December 20, 2021. The application for this funding will be available to non-public schools on January 19, 2022 therefore no funding has been awarded yet. |

**Department of Education and Early Development
FY22 - Mid-Year Status Report**

| Item # | Approp/ Allocation | Description | Amount / Fund Source | Comment | LFD Questions | Agency Comments |
|--------|---|---|---|--|---|--|
| 6 | Education Support and Administrative Services / Student and School Achievement | American Rescue Plan Act Elementary & Secondary School Emergency Relief- Homeless Children & Youth Fund (FY21-FY22) | \$2,349.7 COVID Fed (Fed) MultiYr | American Rescue Plan Act (ARPA) Funding to support the specific needs of homeless children and youth via the American Rescue Plan Elementary and Secondary School Emergency Relief - Homeless Children and Youth (ARP-HCY) Fund. State educational agencies and local educational agencies (LEAs) must use ARP-HCY funds to identify homeless children and youth, provide homeless children and youth with wrap-around services to address the challenges of COVID-19, and enable homeless children and youth to attend school and fully participate in school activities. | How much ARPA funding has been received and how much has been spent to date? In general, how are entities using this funding? | Under ARPA, Homeless Children and Youth Fund, DEED received \$1,810,508 and all of the funding has been awarded. There have been no expenditures made by school districts as of January 11, 2022. |

**Department of Education and Early Development
FY22 - Mid-Year Status Report**

| Item # | Approp/ Allocation | Description | Amount / Fund Source | Comment | LFD Questions | Agency Comments |
|--------|---|--|---------------------------------------|---|---|--|
| 7 | Alaska State Council on the Arts / Alaska State Council on the Arts | American Rescue Plan Act National Endowment for the Arts (FY21-FY24) | \$758.7 COVID Fed (Fed) MultiYr | American Rescue Plan Act (ARPA) Grant funding from the National Endowment for the Arts to support the arts sector as it recovers from the devastating impact of the COVID-19 pandemic. | How much ARPA funding has been received and how much has been spent to date? In general, how are entities using this funding? | Under ARPA, National Endowment for the Arts, ASCA received \$749,000 and has awarded \$127,000 in subrecipient grants to organizations and utilized \$7,878 for administrative costs. This funding is available until June 30, 2023. For the remaining funds, \$42,122 is allocated to administration of the grants and \$572,000 is allocated to awarding subrecipient grants. Eligible NEA ARPA subrecipient grant categories administered by ASCA include: Operating Support (Annual and Biennial) for Arts Organizations, Quarterly Grants to Organizations, Adaptation and Innovation Grants to Organizations and Individuals, Community Arts Partnership Grants to Organizations, and Special Project Grants to Organizations. In general, subrecipient grantees must use NEA ARPA funds to support arts programs, services, and activities associated with carrying out the Alaska State Council on the Arts' National Endowment for the Arts (NEA)- approved strategic plan. American Rescue Plan Act funds may be used for expenditures related to this purpose including salary support, full or partial, fees and stipends for artists / contractual personnel, facilities - rent and utilities, health and safety supplies for staff / visitors / audiences, marketing and promotion costs. |

**Department of Education and Early Development
FY22 - Mid-Year Status Report**

| Item # | Approp/ Allocation | Description | Amount / Fund Source | Comment | LFD Questions | Agency Comments |
|--------|---|---|--|---|---|--|
| 8 | Mt. Edgecumbe Boarding School / Mt. Edgecumbe Boarding School | Federal Authority for COVID-19 Relief (FY21-FY25) | \$5,329.8 COVID Fed (Fed) MultiYr | COVID-19 relief funding from three federal relief packages: 1) Coronavirus Aid, Relief and Economic Security (CARES) Act \$415.2 2) Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA), 2021 \$1,514.1 3) American Rescue Plan Act (ARPA) \$3,400.5 (estimate) | How much COVID-19 relief funding has been received and how much has been spent to date? In general, how is this funding being used? | Under all three federal COVID-19 relief packages, Mt. Edgecumbe High School (MEHS) has received \$5,366,462 and has expended \$741,139 as of January 11, 2022. CARES funding is available until September 30, 2022, CRRSA funding is available until September 30, 2023, and ARPA funding is available until September 30, 2024. MEHS has used the funding for the following categories: 1) Management/Consulting 2) Salaries & Benefits 3) Cleaning Supplies & Other Safety Items 4) Structure, Infrastructure and Land - Repairs/Maintenance 5) Equipment/Furniture/Tools/Vehicles 6) Books and Educational Supplies 7) Software Licensing |
| 9 | Mt. Edgecumbe Boarding School / Mt. Edgecumbe Boarding School Facilities Maintenance | Remove Non-Essential Subsidy for Mt. Edgecumbe High School Aquatic Center | (\$100.0) Gen Fund (UGF) Veto | Local partnership and participation is encouraged to contribute to the success of the Mt. Edgecumbe High School Aquatic Center. | a) How much of the \$150.0 in authorized GF/Prgm (DGF) receipts have been received and how much is projected for FY22? b) Are any new local partnerships anticipated to generate revenue compared to prior fiscal years? | a) In FY2022, MEHS Aquatic Center has collected \$37,661 general fund program receipts as of January 11, 2022. Due to the COVID-19 health pandemic, the MEHS Aquatic Center has not operated at full capacity and estimates collecting \$35,000 for the remainder of the fiscal year. b) MEHS has not been able to realize the full potential of a partnership with SEARHC to use the pool for physical therapy. MEHS is hopeful it will happen in the future, yet it is very COVID-19 dependent. |
| 10 | Alaska State Libraries, Archives and Museums / Library Operations | Delete Vacant Librarian I Position | (\$91.9) Gen Fund (UGF) (1) PFT Position | The legislature maintained funding for a vacant, range 16, Librarian I position (05-3049) located in Juneau. The Governor vetoed the funding and position. | What are the impacts to the Juneau library of eliminating this position? | The Librarian 1 position (PCN 05-3049) had been vacant since 2019. Other staff were assigned the position's duties associated with the Alaska Historical Collections and adding records to the Digital Archives. |

**Department of Education and Early Development
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| Item # | Approp/ Allocation | Description | Amount / Fund Source | Comment | LFD Questions | Agency Comments |
|--------|---|--|--|--|---|--|
| 11 | Alaska State Libraries, Archives and Museums / Museum Operations | Delete Vacant Positions and Authority No Longer Needed | (\$86.9) Gen Fund (UGF) (2) PPT Positions | The legislature maintained funding for two vacant, range 11, part-time Museum Protection and Visitor Services Assistant positions. One position was located in Juneau and one in Sitka. The Governor vetoed the funding and positions. | What are the impacts to the Juneau and Sitka libraries of eliminating these positions? | The impact to the Juneau and Sitka museums has been minimal due to the COVID-19 health pandemic resulting in a reduced cruise ship season. The division is evaluating existing staffing structures and position descriptions to ensure both facilities can operate at full capacity. Staffing levels will continue to be evaluated for the upcoming 2022 cruise ship season. |
| 12 | Alaska State Libraries, Archives and Museums / Library Operations | American Rescue Plan Act Institute of Museum and Library Services Funds (FY21-FY24) | \$2,159.3 COVID Fed (Fed) MultiYr | American Rescue Plan Act (ARPA) Grant funding from the Institute of Museum and Library Services to State Library Administrative Agencies to support vital programs and services to communities and to continue to respond to the COVID-19 health emergency. | How much ARPA funding has been received and how much has been spent to date? In general, how are entities using this funding? | Under ARPA, Institute of Museum and Library Services, Libraries, Archives and Museums (LAM) received \$2,159,300 and has awarded \$2,151,986 as of January 11, 2022 to libraries, museums, and archives statewide. Funding is being used for digital projects, pandemic response, purchase of books and other library materials, and for training. |
| 13 | Alaska State Libraries, Archives and Museums / Library Operations | Alaska's Statewide Online Library System | (\$635.9) Gen Fund (UGF) Veto | The legislature appropriated funding for the continuation of the Alaska statewide online library system, including the Statewide Library Electronic Doorway (SLED) and the Alaska Library Catalog (ALC) programs. The Governor vetoed the funding. | What are the impacts to the online library system of this reduction? | The veto of the \$635,900 amendment did not eliminate any services to the Alaska online library system in FY2022. Please see the attached white-paper for additional information. |

**Department of Education and Early Development
FY22 - Mid-Year Status Report**

| Item # | Approp/ Allocation | Description | Amount / Fund Source | Comment | LFD Questions | Agency Comments |
|--------|--|---|--|---|--|--|
| 14 | Alaska Commission on Postsecondary Education / Program Administration & Operations | Delete Full-Time Vacant Positions and Reflect Other Cost Saving Measures | (\$1,057.1) I/A Rcpts (Other) (7) PFT Positions | The Alaska Commission on Postsecondary Education has implemented outsourcing and technical efficiencies for the servicing of State loan programs resulting in a decrease of positions. Savings from outsourcing is primarily from position reductions and secondarily from information technology cost reductions no longer needed to maintain a complex loan servicing system. | What is the status of the outsourcing effort and has there been any unanticipated impacts or challenges? | The projects to outsource State loan originations and loan servicing has been delayed by six months. After thorough project analysis, management determined it was necessary to delay cutover for phase one loan originations from October 2021 until April 1, 2022 and phase two conversion for loan servicing from April 2022 until October 1, 2022. The delay of these projects was deemed necessary due to unforeseen challenges setting up ACPE loan programs on the new vendor system, inadequate time for thorough system testing, and staff availability to complete project deliverables as scheduled. |

White Paper: Funding Request for SLED and the Alaska Library Catalog
June 7, 2020 (Revised July 12, 2021)

Introduction: During the 2020 legislative session, Senator Begich at the recommendation of the Alaska Library Association's Advocacy Committee, sponsored an amendment to the Alaska State Library's budget for \$635,900 to fund library operations for the Alaska Library Network, which includes the Alaska Library Catalog (ALC) and the Statewide Library Electronic Doorway (SLED) databases, with additional funding for the Imagination Library. The Alaska Library Network is located at the University of Alaska Anchorage (UAA)/Alaska Pacific University (APU) Consortium Library. It is operated with a variety of funding sources that have evolved over the past 25 years.

Specifically, of the \$635,900, \$188,900 was included for the Alaska State Library to fund two librarian positions to be located at the UAA/APU Consortium Library, \$397,000 was included for databases, and \$50,000 was included for the Imagination Library. The amendment was approved in late March by both the Senate and the House. Given the current economic and fiscal environment, the amendment was vetoed by Governor Dunleavy. The reaction to the Governor's veto from legislators, the media, and the public indicated a need to clarify background information and funding sources concerning the ALC and SLED.

During the 2021 legislative session, the legislature added \$635,900 again to the State Library's budget. Given the ongoing economic and fiscal environment, the amendment was vetoed by Governor Dunleavy.

Alaska Library Catalog (ALC): Since its inception in 1999 as a joint catalog for UAA and the Anchorage Public Libraries, the ALC has grown to include 86 public, academic, special, and K-12 libraries serving 92% of the population of Alaska. The shared library catalog has 6.4 million items and 235,000 registered borrowers with an annual circulation of 1.9 million books and other items. (Circulation during FY2020 was 3.6 million items; during the pandemic year of FY2021, it fell to 1.9 million.) This nearly statewide catalog is remarkable for its unique multi-type library cooperation and for the cost savings it has provided to each library while providing better service for patrons.

As of FY21, the ALC is supported by 2.5 FTE working at the UAA/APU Consortium Library. These positions are in addition to the Alaska Library Network librarian who is paid through the Alaska State Library using federal library grant funds. This position is located at the UAA/APU Consortium Library.

| Alaska Library Catalog (ALC) | | | | | | | | |
|------------------------------|-------------------------|------------------------------|------------------------|---|----------------------------|-------------------------|----------------------------------|----------------------|
| | ALC's FTE Staff at UAA* | Funding from UAA/APU Library | % from UAA/APU Library | Funding from ALC Member Libraries for Staff | Number of Member Libraries | % from Member Libraries | Grant Funding from State Library | Total Cost for Staff |
| FY2018 | 4 | \$466,424 | 82.6% | \$98,258 | 80 | 17.4% | \$0 | \$564,682 |
| FY2019 | 4 | \$459,682 | 81.4% | \$105,000 | 81 | 18.6% | \$0 | \$564,682 |
| FY2020 | 3 | \$291,144 | 72.5% | \$110,250 | 87 | 27.5% | \$0 | \$401,394 |
| FY2021 | 2.5 | \$153,869 | 50% | \$153,869 | 87 | 50% | \$0 | \$307,786 |
| FY2022 | 2.5 | \$153,869 | 50% | \$153,869 | 86 | 50% | \$0 | \$307,786 |

***Starting in FY21, member libraries pay for 50% and UAA pays 50% of the staffing costs**

Statewide Library Electronic Doorway (SLED): SLED started in 1995 as a shared statewide project to provide Alaskans access to a robust variety of online resources via a single web portal. SLED provides access to over 50 databases of articles and full-text periodicals purchased for Alaskans of all ages on many topics – health, business, science, history,

and reading. Starting in 1999 and continuing through 2020, UAA provided funding of \$400,000 annually through the University budget for SLED, with additional funding from the State Library.

| Statewide Library Electronic Doorway (SLED) Databases | | | | | | | | | |
|---|------------------------------|------------------------|--|----------------------|--|----------------------|--|----------------------|-------------------------|
| | Funding from UAA/APU Library | % from UAA/APU Library | Federal Grant Funding thru State Library | % from State Library | State Grant Funding from State Library | % from State Library | Live Homework Help through State Library | % from State Library | Total Cost of Databases |
| FY2018 | \$400,000 | 48.9% | \$209,520 | 25.6% | \$69,800 | 8.5% | \$138,200 | 16.9% | \$817,520 |
| FY2019 | \$400,000 | 47.8% | \$298,768 | 35.7% | \$0 | 0.0% | \$138,200 | 16.5% | \$836,968 |
| FY2020 | \$400,000 | 50.8% | \$248,605 | 31.6% | \$0 | 0.0% | \$138,200 | 17.6% | \$786,805 |
| FY2021 | \$200,000 | 24.1% | \$490,337 | 59.2% | \$0 | 0.0% | \$138,200 | 16.7% | \$828,537 |
| FY2022 | \$200,000 | 24.1% | \$490,441 | 59.2% | \$0 | 0% | \$138,200 | 16.7% | \$828,641 |

The Challenge to Keeping ALC and SLED Operational for All Alaskans:

- **The Challenge:** From FY2014 through FY2022, the UAA/APU Consortium Library's budget was cut by \$2,311,062, causing a 28.5% reduction in its base budget. The library currently has 16 fewer staff positions than in FY15 (23.8% reduction).
- **SLED:** Due to budget cuts, in FY2021, the UAA/APU Consortium Library reduced its contribution to SLED by 50% to \$200,000 and maintained this level of funding into FY2022. The State Library was able to cover this loss in FY2021 and FY2022 by not awarding project grants to individual libraries statewide.
- **ALC:** As of FY2023, the UAA/APU Consortium Library does not believe that it can continue to fund 2.5 staff for the ALC from its own budget, in expectation of budget cuts coming to the University. (Member libraries currently pay for 50% of the 2.5 staff positions.)
- **FY2022:** Both SLED and ALC have enough funding to operate through June 2022.

Governor Dunleavy's veto of the \$635,900 amendment did not eliminate any services mentioned previously.

Alaskans Use ALC and SLED Resources Heavily - FY2021 Statistics

| | | |
|---|-------------------------------------|--|
| Alaska Library Catalog (FY2021) | 1,906,978 checkouts | 2.6 items per capita |
| SLED Resources - Data from 36 of 50 Databases for FY2021 | | |
| EBSCO's 30 databases on SLED | 8,352,113 sessions | |
| Tumblebooks for kids | 123,391 checkouts | |
| BrainPop | 1,056,916 sessions | |
| Student Resources in Context | 20,106 sessions | |
| Learning Express | 265 tests taken | |
| Heritage Quest | 7,724 sessions | |
| Live Homework Help | 12,883 sessions | |
| SLED Total | 9,573,398 items or sessions | 13.1 items or sessions per capita |
| GRAND TOTAL | 11,480,376 items or sessions | 15.6 items or sessions per capita |