

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version: HB 65
 Fiscal Note Number: _____
 () Publish Date: _____

Identifier: HB065CS(EDC)-EED-PEF-3-23-23
 Title: INCREASE BASE STUDENT ALLOCATION
 Sponsor: ORTIZ
 Requester: House Finance Committee

Department: Fund Capitalization
 Appropriation: No Further Appropriation Required
 Allocation: Public Education Fund
 OMB Component Number: 2804

Expenditures/Revenues

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

	FY2024	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2024 Request	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
OPERATING EXPENDITURES	FY 2024	FY 2024					
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits	174,886.4		205,748.7	205,748.7	205,748.7	205,748.7	205,748.7
Miscellaneous							
Total Operating	174,886.4	0.0	205,748.7	205,748.7	205,748.7	205,748.7	205,748.7

Fund Source (Operating Only)

1004 Gen Fund (UGF)	174,886.4		205,748.7	205,748.7	205,748.7	205,748.7	205,748.7
Total	174,886.4	0.0	205,748.7	205,748.7	205,748.7	205,748.7	205,748.7

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2023) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2024) cost: 0.0 *(separate capital appropriation required)*

Does the bill create or modify a new fund or account? No
(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No
 If yes, by what date are the regulations to be adopted, amended or repealed? N/A

Why this fiscal note differs from previous version/comments:

The fiscal note differs from the previous version in that the committee substitute changes the base student allocation (BSA) in FY2024 by \$680, increasing the BSA from \$5,960 to \$6,640. In addition, in FY2025 the BSA would increase by an additional \$120, bringing the BSA to \$6,760.

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Division:	Division of Finance and Support Services	Date:	03/22/2023 01:00 PM
Approved By:	Sabrina Javier, Administrative Services Director	Date:	03/24/23
Agency:	Department of Education and Early Development		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

BILL NO. CSHB 65

Analysis

HB65 will increase the base student allocation (BSA), under AS 14.17.470, by \$800 over two years for the public school funding formula. The BSA will increase by \$680 from \$5,960 to \$6,640 in FY2024 resulting in a \$174.9 million increase in funding to school districts. The BSA will increase by an additional \$120 in FY2025 from \$6,640 to \$6,760, resulting in an additional \$30.8 million increase in funding to school districts, for a total increase of \$205.7 million.

This bill takes effect July 1, 2023 (FY2024).

Department of Education & Early Development

Prepared 3/22/2023

Prepared by School Finance

CSHB65 Amended BSA Increase over two years

	BSA \$	5,960	\$	6,640	\$	6,760
School District	FY2024 Proj. TOTAL STATE ENTITLEMENT	BSA Increase FY2024 Proj. TOTAL STATE ENTITLEMENT	Change in State Aid Entitlement	BSA Increase FY2025 Proj. TOTAL STATE ENTITLEMENT	Change in State Aid Entitlement	
Alaska Gateway	\$ 8,976,532	\$ 10,034,904	\$ 1,058,372	\$ 10,221,676	\$ 1,245,144	
Aleutian Region	1,044,155	1,164,283	120,128	1,185,483	141,328	
Aleutians East Borough	3,991,491	4,561,141	569,650	4,661,667	670,176	
Anchorage	311,122,154	360,846,474	49,724,320	369,621,354	58,499,200	
Annette Island	3,406,397	4,073,743	667,346	4,191,509	785,112	
Bering Strait	32,411,010	37,198,306	4,787,296	38,043,122	5,632,112	
Bristol Bay Borough	1,194,973	1,420,359	225,386	1,460,133	265,160	
Chatham	3,470,204	3,884,046	413,842	3,957,076	486,872	
Chugach	4,895,607	5,471,853	576,246	5,573,543	677,936	
Copper River	6,393,986	7,157,422	763,436	7,292,146	898,160	
Cordova	4,066,570	4,655,150	588,580	4,759,018	692,448	
Craig	5,295,088	5,977,522	682,434	6,097,952	802,864	
Delta/Greely	10,225,972	11,415,252	1,189,280	11,625,124	1,399,152	
Denali Borough	6,169,180	6,991,524	822,344	7,136,644	967,464	
Dillingham	5,424,525	6,168,173	743,648	6,299,405	874,880	
Fairbanks N. Star Borough	99,792,540	116,033,728	16,241,188	118,899,820	19,107,280	
Galena	35,805,882	39,894,172	4,088,290	40,615,634	4,809,752	
Haines Borough	2,498,395	2,937,397	439,002	3,014,867	516,472	
Hoonah	2,323,294	2,617,646	294,352	2,669,590	346,296	
Hydaburg	1,649,371	1,841,893	192,522	1,875,867	226,496	
Iditarod Area	6,316,464	7,056,712	740,248	7,187,344	870,880	
Juneau Borough	31,048,047	36,576,685	5,528,638	37,552,327	6,504,280	
Kake	2,137,778	2,405,970	268,192	2,453,298	315,520	
Kashunamiut	4,022,073	4,752,815	730,742	4,881,769	859,696	
Kenai Peninsula Borough	71,859,860	83,572,948	11,713,088	85,639,964	13,780,104	
Ketchikan Gateway Borough	24,421,219	27,835,561	3,414,342	28,438,091	4,016,872	
Klawock	1,990,409	2,284,305	293,896	2,336,169	345,760	
Kodiak Island Borough	24,863,379	28,436,365	3,572,986	29,066,891	4,203,512	
Kuspuk	6,398,372	7,393,682	995,310	7,569,324	1,170,952	
Lake & Peninsula Borough	8,550,423	9,588,279	1,037,856	9,771,431	1,221,008	
Lower Kuskokwim	59,453,457	68,287,467	8,834,010	69,846,409	10,392,952	
Lower Yukon	33,586,031	38,545,067	4,959,036	39,420,191	5,834,160	
Mat-Su Borough	169,789,670	193,908,638	24,118,968	198,164,926	28,375,256	
Nenana	12,287,683	13,696,405	1,408,722	13,945,003	1,657,320	
Nome	8,915,594	10,083,222	1,167,628	10,289,274	1,373,680	
North Slope Borough	19,250,938	23,494,348	4,243,410	24,243,186	4,992,248	
Northwest Arctic Borough	38,354,293	43,027,259	4,672,966	43,851,901	5,497,608	
Pelican	383,718	432,162	48,444	440,710	56,992	
Petersburg	5,841,146	6,684,210	843,064	6,832,986	991,840	
Pribilof	851,749	1,002,783	151,034	1,029,437	177,688	
Saint Mary's	3,712,636	4,145,238	432,602	4,221,580	508,944	
Sitka Borough	11,275,816	13,033,848	1,758,032	13,344,088	2,068,272	
Skagway	1,283,827	1,543,389	259,562	1,589,195	305,368	
Southeast Island	4,538,354	5,054,766	516,412	5,145,898	607,544	
Southwest Region	10,731,829	12,382,923	1,651,094	12,674,293	1,942,464	
Tanana	669,745	751,549	81,804	765,985	96,240	
Unalaska	3,579,579	4,256,343	676,764	4,375,771	796,192	
Valdez	4,874,492	5,885,026	1,010,534	6,063,356	1,188,864	
Wrangell	3,091,321	3,519,871	428,550	3,595,497	504,176	
Yakutat	1,106,201	1,264,069	157,868	1,291,929	185,728	
Yukon Flats	5,099,890	5,830,890	731,000	5,959,890	860,000	
Yukon/Koyukuk	21,809,596	24,412,180	2,602,584	24,871,460	3,061,864	
Yupit	6,494,190	7,649,428	1,155,238	7,853,294	1,359,104	
Mt. Edgecumbe High School	3,048,855	3,542,937	494,082	3,630,127	581,272	
TOTAL	\$ 1,161,795,960	\$ 1,336,682,328	\$ 174,886,368	\$ 1,367,544,624	\$ 205,748,664	