

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version: SB 52
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB052CS(EDC)-EED-PEF-3-22-23
Title: INCREASE BASE STUDENT ALLOCATION
Sponsor: EDUCATION
Requester: Senate 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	257,185.8		346,686.5	431,300.6	431,300.6	431,300.6	431,300.6
Miscellaneous							
Total Operating	257,185.8	0.0	346,686.5	431,300.6	431,300.6	431,300.6	431,300.6

Fund Source (Operating Only)

1004 Gen Fund (UGF)	257,185.8		346,686.5	431,300.6	431,300.6	431,300.6	431,300.6
Total	257,185.8	0.0	346,686.5	431,300.6	431,300.6	431,300.6	431,300.6

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If yes, by what date are the regulations to be adopted, amended or repealed?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 analysis differs from the previous version in that the Committee Substitute adds an additional \$348 to the base student allocation (BSA) making it \$7,308 in FY2025. Additionally, in FY2026 the BSA would be increased based on the preceding four calendar year average change in the Consumer Price Index for all urban consumers for urban Alaska.

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

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

BILL NO. CSSB 52

Analysis

SB52 will increase the base student allocation (BSA), under AS 14.17.470, by \$1,000 in the public school funding formula. The BSA will change from \$5,960 to \$6,960 in FY2024 resulting in a \$257 million increase in funding to school districts. The BSA will increase an additional \$348 in FY2025 from \$6,960 to \$7,308. The Department of Education and Early Development (DEED) is instructed to apply a Consumer Price Index (CPI) adjustment to the BSA in FY2026 by taking the average of the preceding four calendar years of the CPI for all urban consumers (CPI-U) in Alaska.

For the purposes of developing a fiscal note, the FY2026 CPI-U average is estimated to be 4.50%.

This legislation also states that DEED shall collaborate with the Department of Labor and Workforce Development (DLWD) on gathering data on each high school graduating class in a district by collecting post-high school data on each student every five years for 20 years after the high school graduation date of the class.

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

Prepared 3/22/2023

CSSB052(EDC) Increases to the BSA

Base Student Allocation (BSA) Amount

6,960

7,308

7,637

School District	FY2024 Proj.		FY2025 Proj.		FY2026 Proj.		Result of CSSB52 4.50% 4-Yr. CPI-U Average BSA Increase
	TOTAL STATE ENTITLEMENT	TOTAL STATE ENTITLEMENT under SB52	TOTAL STATE ENTITLEMENT	TOTAL STATE ENTITLEMENT under CSSB52	TOTAL STATE ENTITLEMENT	TOTAL STATE ENTITLEMENT under CSSB52	
Alaska Gateway	\$ 8,976,532	\$ 10,532,962	\$ 1,556,430	\$ 11,074,599	\$ 2,098,067	\$ 11,586,665	\$ 2,610,133
Aleutian Region	1,044,155	1,220,815	176,660	1,282,292	238,137	1,340,413	296,258
Aleutians East Borough	3,991,491	4,829,211	837,720	5,120,738	1,129,247	5,396,348	1,404,857
Anchorage	311,122,154	384,246,154	73,124,000	409,693,306	98,571,152	433,751,102	122,628,948
Annette Island	3,406,397	4,387,787	981,390	4,729,311	1,322,914	5,052,188	1,645,791
Bering Strait	32,411,010	39,451,150	7,040,140	41,901,119	9,490,109	44,217,325	11,806,315
Bristol Bay Borough	1,194,973	1,526,423	331,450	1,641,768	446,795	1,750,815	555,842
Chatham	3,470,204	4,078,794	608,590	4,290,584	820,380	4,490,810	1,020,606
Chugach	4,895,607	5,743,027	847,420	6,037,929	1,142,322	6,316,731	1,421,124
Copper River	6,393,986	7,516,686	1,122,700	7,907,386	1,513,400	8,276,754	1,882,768
Cordova	4,066,570	4,932,130	865,560	5,233,344	1,166,774	5,518,114	1,451,544
Craig	5,295,088	6,298,668	1,003,580	6,647,914	1,352,826	6,978,091	1,683,003
Delta/Greely	10,225,972	11,974,912	1,748,940	12,583,544	2,357,572	13,158,945	2,932,973
Denali Borough	6,169,180	7,378,510	1,209,330	7,799,357	1,630,177	8,197,226	2,028,046
Dillingham	5,424,525	6,518,125	1,093,600	6,898,698	1,474,173	7,258,492	1,833,967
Fairbanks N. Star Borough	99,792,540	123,676,640	23,884,100	131,988,307	32,195,767	139,846,176	40,053,636
Galena	35,805,882	41,818,072	6,012,190	43,910,315	8,104,433	45,888,325	10,082,443
Haines Borough	2,498,395	3,143,985	645,590	3,368,651	870,256	3,581,050	1,082,655
Hoonah	2,323,294	2,756,164	432,870	2,906,803	583,509	3,049,217	725,923
Hydaburg	1,649,371	1,932,491	283,120	2,031,017	381,646	2,124,163	474,792
Iditarod Area	6,316,464	7,405,064	1,088,600	7,783,897	1,467,433	8,142,046	1,825,582
Juneau Borough	31,048,047	39,178,397	8,130,350	42,007,759	10,959,712	44,682,644	13,634,597
Kake	2,137,778	2,532,178	394,400	2,669,429	531,651	2,799,187	661,409
Kashunamiut	4,022,073	5,096,693	1,074,620	5,470,661	1,448,588	5,824,211	1,802,138
Kenai Peninsula Borough	71,859,860	89,084,990	17,225,130	95,079,335	23,219,475	100,746,403	28,886,543
Ketchikan Gateway Borough	24,421,219	29,442,309	5,021,090	31,189,649	6,768,430	32,841,587	8,420,368
Klawock	1,990,409	2,422,609	432,200	2,573,015	582,606	2,715,208	724,799
Kodiak Island Borough	24,863,379	30,117,769	5,254,390	31,946,297	7,082,918	33,674,991	8,811,612
Kuspuk	6,398,372	7,862,062	1,463,690	8,371,427	1,973,055	8,852,981	2,454,609
Lake & Peninsula Borough	8,550,423	10,076,683	1,526,260	10,607,821	2,057,398	11,109,961	2,559,538
Lower Kuskokwim	59,453,457	72,444,647	12,991,190	76,965,582	17,512,125	81,239,683	21,786,226
Lower Yukon	33,586,031	40,878,731	7,292,700	43,416,591	9,830,560	45,815,889	12,229,858
Mat-Su Borough	169,789,670	205,258,740	35,469,070	217,601,977	47,812,307	229,271,301	59,481,631
Nenana	12,287,683	14,359,333	2,071,650	15,080,267	2,792,584	15,761,840	3,474,157
Nome	8,915,594	10,632,694	1,717,100	11,230,245	2,314,651	11,795,171	2,879,577
North Slope Borough	19,250,938	25,491,248	6,240,310	27,662,875	8,411,937	29,715,937	10,464,999
Northwest Arctic Borough	38,354,293	45,226,303	6,872,010	47,617,762	9,263,469	49,878,653	11,524,360
Pelican	383,718	454,958	71,240	479,750	96,032	503,188	119,470
Petersburg	5,841,146	7,080,946	1,239,800	7,512,396	1,671,250	7,920,291	2,079,145
Pribilof	851,749	1,073,859	222,110	1,151,153	299,404	1,224,227	372,478
Saint Mary's	3,712,636	4,348,816	636,180	4,570,206	857,570	4,779,510	1,066,874
Sitka Borough	11,275,816	13,861,156	2,585,340	14,760,855	3,485,039	15,611,432	4,335,616
Skagway	1,283,827	1,665,537	381,710	1,798,372	514,545	1,923,954	640,127
Southeast Island	4,538,354	5,297,784	759,430	5,562,065	1,023,711	5,811,918	1,273,564
Southwest Region	10,731,829	13,159,909	2,428,080	14,004,881	3,273,052	14,803,719	4,071,890
Tanana	669,745	790,045	120,300	831,909	162,164	871,488	201,743
Unalaska	3,579,579	4,574,819	995,240	4,921,163	1,341,584	5,248,597	1,669,018
Valdez	4,874,492	6,360,572	1,486,080	6,877,728	2,003,236	7,366,648	2,492,156
Wrangell	3,091,321	3,721,541	630,220	3,940,858	849,537	4,148,200	1,056,879
Yakutat	1,106,201	1,338,361	232,160	1,419,152	312,951	1,495,533	389,332
Yukon Flats	5,099,890	6,174,890	1,075,000	6,548,990	1,449,100	6,902,665	1,802,775
Yukon/Koyukuk	21,809,596	25,636,926	3,827,330	26,968,837	5,159,241	28,228,028	6,418,432
Yupit	6,494,190	8,193,070	1,698,880	8,784,280	2,290,090	9,343,212	2,849,022
Mt. Edgcombe High School	3,048,855	3,775,445	726,590	4,028,299	979,444	4,267,347	1,218,492
TOTAL	\$ 1,161,795,960	\$ 1,418,981,790	\$ 257,185,830	\$ 1,508,482,465	\$ 346,686,505	\$ 1,593,096,600	\$ 431,300,640