

FISCAL NOTE

STATE OF ALASKA
2003 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: SB 84
 (S) Publish Date: 4/10/03

Revision Date/Time (Note if correction): _____ Dept. Affected: Education
 Title An Act relating to the Alaska teacher recruitment BRU ACPE
loan repayment program; and providing for an effective date. Component Student Loan Program
 Sponsor Senator Gary Stevens
 Requester (S)HESS Component No. 213

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous	1,614.0	3,228.0	4,842.0	6,456.0	8,070.0	8,070.0
TOTAL OPERATING	1,614.0	3,228.0	4,842.0	6,456.0	8,070.0	8,070.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()						
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	1,614.0	3,228.0	4,842.0	6,456.0	8,070.0	8,070.0
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	1,614.0	3,228.0	4,842.0	6,456.0	8,070.0	8,070.0

Estimate of any current year (FY2003) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2004 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

SB 84 establishes the Alaska Teacher Recruitment Loan Repayment Program as a tool to attract and retain qualified teachers to work in the state. Setting the eligibility criteria and participant certification will be the responsibility of the Department of Education and Early Development. The Alaska Commission on Postsecondary Education will be responsible for monitoring the repayment program account and for acting as the fiscal agent in paying out repayment benefits on behalf of program participants. Although the bill contemplates that the legislature would appropriate some or all of the Alaska Student Loan Corporation's annual dividend to the State as a source of program funding, it is not mandated and, therefore, General Funds have been referenced as the program fund source above.

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 Division Finance
 Approved by: Diane Barrans, Executive Director *Diane Barrans*
 Agency Alaska Commission on Postsecondary Education

Phone 465-6757
 Date/Time 4/7/03 10:14 AM
 Date 4/7/2003

ANALYSIS CONTINUATION

The following cost analysis is based upon the current number of teaching positions in Alaska (no growth) and using information from *Retaining Quality Teachers for Alaska*, relative to an assumed 15% annual position turnover, and anticipating that approximately 51% of the individuals filling positions will be new teachers with educational debt. Payout of benefits also assumes a minimum five-year service requirement.

Cost Estimates for Alaska Teacher Recruitment Loan Repayment Program
(Dollar Amounts Shown in Thousands)

Year	# of New Hires	2004	2005	2006	2007	2008	2009
2004	807	\$ 1,614	\$ 1,614	\$ 1,614	\$ 1,614	\$ 1,614	
2005	807		\$ 1,614	\$ 1,614	\$ 1,614	\$ 1,614	\$ 1,164
2006	807			\$ 1,614	\$ 1,614	\$ 1,614	\$ 1,164
2007	807				\$ 1,614	\$ 1,614	\$ 1,164
2008	807					\$ 1,614	\$ 1,164
2009	807						\$ 1,164
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	1,075	\$ 1,614	\$ 3,228	\$ 4,842	\$ 6,456	\$ 8,070	\$ 8,070