

Fiscal Note

State of Alaska
2013 Legislative Session

Bill Version: CSHB 27(EDC)
Fiscal Note Number: 1
(H) Publish Date: 2/22/13

Identifier: HB027-EED-K12-2-1-13
Title: STUDENT COUNT ESTIMATES
Sponsor: ** FEIGE, COSTELLO
Requester: House Education Committee

Department: Department of Education and Early Development
Appropriation: K-12 Support
Allocation: Foundation Program
OMB Component Number: 141

Expenditures/Revenues

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

	FY2014	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2014 Request	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019
OPERATING EXPENDITURES	FY 2014	FY 2014					
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits				7,100.0	7,100.0	7,100.0	7,100.0
Miscellaneous							
Total Operating	0.0	0.0	0.0	7,100.0	7,100.0	7,100.0	7,100.0

Fund Source (Operating Only)

1004 Gen Fund				7,100.0	7,100.0	7,100.0	7,100.0
Total	0.0	0.0	0.0	7,100.0	7,100.0	7,100.0	7,100.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues							
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Estimated SUPPLEMENTAL (FY2013) cost: 0.0

Estimated CAPITAL (FY2014) cost: 0.0

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency?
If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

Initial version

Prepared By: Elizabeth Nudelman, Director	Phone: (907)465-8679
Division: School Finance & Facilities	Date: 02/01/2013 04:00 PM
Approved By: Mike Hanley	Date: 02/01/13
Commissioner	

FISCAL NOTE ANALYSIS #1

STATE OF ALASKA
2013 LEGISLATIVE SESSION

BILL NO. CSHB 27(EDC)

Analysis

This legislation would change the budgeting and funding of the public school funding program by using the current year count for the succeeding fiscal year entitlement. In addition if in the succeeding fiscal year a district's actual Average Daily Membership (ADM) adjusted school size increases by at least 200 students or 3%, whichever is less, then the district's funding is adjusted upward to the actual level.

The bill provides the ability to seek supplemental funding for those districts that do not qualify for the funding under the lessor of 200 student or 3% increase, if the district is unable to meet funding needs for the current fiscal year because of an increase in enrollment, the district may apply to the department for, and the department may request, supplemental funding for the current year.

The bill allows school districts to retain unreserved fund balance under AS 14.17.505 up to 15%, an increase over the current 10%. The bill also amends AS 14.14.060 - Relationship between borough school district and borough; finances and buildings. The bill provides that an assembly may not reallocate or reappropriate for another purpose the amount appropriated from local sources to the district for school purposes unless the unrestricted portion of the year-end balance in the school district's operating fund exceeds the maximum level set at AS 14.17.505.

This fiscal note is calculated on a comparison from FY2013 preliminary to FY2012 actual student counts and school size adjusted ADM. The annual expenditures for the supplemental provision are estimated at \$7.1 million based on 11 school districts that would qualify for the additional funding; actual results could vary.

The bill would take effect July 1, 2015.