

Fiscal Note

State of Alaska
2013 Legislative Session

Bill Version: CSHB 142(EDC)
Fiscal Note Number: 1
(H) Publish Date: 3/15/13

Identifier: HB142-EED-K12-3-4-13 Department: Department of Education and Early Development
 Title: STIPEND FOR STATEWIDE BOARDING SCHOOL Appropriation: K-12 Support
 Sponsor: GATTIS Allocation: Boarding Home Grants
 Requester: House Education Committee OMB Component Number: 148

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	3,510.3	2,088.8	3,510.3	3,510.3	3,510.3	3,510.3	3,510.3
Miscellaneous							
Total Operating	3,510.3	2,088.8	3,510.3	3,510.3	3,510.3	3,510.3	3,510.3

Fund Source (Operating Only)

1004 Gen Fund	3,510.3	2,088.8	3,510.3	3,510.3	3,510.3	3,510.3	3,510.3
Total	3,510.3	2,088.8	3,510.3	3,510.3	3,510.3	3,510.3	3,510.3

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? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

Initial version.

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Division	School Finance & Facilities	Date:	03/08/2013 06:00 PM
Approved By:	Mike Hanley	Date:	03/08/13
	Commissioner		

FISCAL NOTE ANALYSIS #1

STATE OF ALASKA
2013 LEGISLATIVE SESSION

BILL NO. CSHB 142(EDC)

Analysis

This legislation increases the monthly per pupil statewide residential educational program stipends from the current rate in law to three times the current rate. The statewide residential program per pupil monthly stipend, paid for nine months based on actual count, supports the dormitory costs for Alaska's three approved residential educational programs.

Region	Program	Capacity	Current		HB142	New HB142	Increase
			Rate	Total	Rate	Total	in State Cost
Region I	None	0	\$410	\$0	\$1,230	\$0	\$0
Region II	None	0	\$400	\$0	\$1,200	\$0	\$0
Region III	Nenana	88	\$484	\$383,328	\$1,452	\$1,149,984	\$766,656
Region IV	Lower Kuskokwim	35	\$503	\$158,445	\$1,509	\$475,335	\$316,890
Region V	Galena	210	\$592	\$1,118,880	\$1,876	\$3,545,640	\$2,426,760

The program also provides for one round trip ticket per student, by the least expensive means, between the student's community of residence and the school if the district expends money for the trip.

This legislation would support the three approved programs at three times the per pupil monthly stipend rate. The monthly stipend rate is per month for a nine month year, based on an actual per student count. Each program has a maximum capacity for reimbursement based on the district's approved application. The three times rate would provide up to:

Galena	(Region V)	210 capacity * \$1,876 * 9 months =	\$3,545,640
Nenana	(Region III)	88 capacity * \$1,452 * 9 months =	\$1,149,984
Lower Kuskokwim	(Region IV)	35 capacity * \$1,509 * 9 months =	\$ 475,335
Additional cost of round trip tickets for all three programs based on FY2012			\$ 242,247
Add Boarding Home Program (AS 14.07.030)			<u>\$ 185,900</u>
Total program if legislation passes and residential is funded at 3x the boarding stipend:			\$5,599,106

Calculation of additional funds for fiscal note:

The appropriation in budget at one times the boarding stipend	\$1,902,900
The appropriation in budget for Boarding Home Program (AS 14.07.030)	<u>\$ 185,900</u>
Total appropriation in budget	\$2,088,800
Total funding necessary to fund 3x & Boarding Home if this legislation is passed:	<u>\$5,599,106</u>
Additional funding necessary to fund residential at 3x (fiscal note)	\$3,510,306