

Fiscal Note

State of Alaska
2014 Legislative Session

Bill Version: HB 278
Fiscal Note Number: H
(P) Publish Date: 1 23 14

Identifier: HB278CCS-EED-K12-4-23-14
Title: EDUCATION
Sponsor: RLS BY REQUEST OF THE GOVERNOR
Requester: Conference 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)

	FY2015	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2015 Request	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
OPERATING EXPENDITURES	FY 2015	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues							
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Estimated SUPPLEMENTAL (FY2014) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2015) cost: 0.0 *(separate capital appropriation required)*
(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If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

The legislation provides a three year funding plan consisting of an increase in the Base Student Allocation (BSA), correspondence and charter school formula changes, and funds distributed outside the formula by the Adjusted Average Daily Membership (AADM).

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Division: <u>Director of School Finance</u>	Date: <u>04/23/2014 11:30 PM</u>
Approved By: <u>Mike Hanley</u>	Date: <u>04/23/14</u>
Agency: <u>Commissioner</u>	

FISCAL NOTE ANALYSIS '15

STATE OF ALASKA
2014 LEGISLATIVE SESSION

BILL NO. ØCCS HB 278

Analysis

Amends AS 14.17.470 by:

The BSA annual increases are as follows:

- * FY2015: \$150 to \$5,830 an increase for that year of \$37,338.6.
- * FY2016: \$50 to \$5,880 an increase for that year of \$12,442.8.
- * FY2017: \$50 to \$5,930 an increase for that year of \$12,442.8.

Amends the correspondence calculation under AS 14.17.400(b) to increase the multiplier from .80 to .90. The FY2015 projected cost is \$6,176.0.

Amends AS 14.17.450(d) by reducing the average daily membership for charter schools from 120 to 75 that must be met in order to qualify for funding at the higher rate of the 150 average daily membership (ADM) category. Based on fiscal year 2015 projections, two charter schools are estimated to be affected for a total dollar amount of \$483.9.

The annual onetime grants funded outside the foundation formula's adjusted average daily membership (AADM) are as follows:

- * FY2015: \$42,953.5.
- * FY2016: \$32,243.0.
- * FY2017: \$19,904.0.

Amends AS 14.17.410(c)(2) by adding language that 23% of any additional funding distributed to the district through adjusted average daily membership to be included in this calculation for additional local contribution.

Funds to increase the BSA and formula changes are deposited in the public education fund (PEF), a second fiscal note posting the BSA and formula changes to the PEF is attached.

