

Fiscal Note

State of Alaska
2013 Legislative Session

Bill Version: CSSSSB 47(FIN)
 Fiscal Note Number: 2
 (S) Publish Date: 4/3/13

Identifier: CSSSSB047(FIN)-EED-K12-4-3-13
 Title: DISTRICT OPERATED BOARDING SCHOOLS
 Sponsor: COGHILL
 Requester: Senate Rules Committee

Department: Department of Education and Early Development
 Appropriation: K-12 Support
 Allocation: Boarding Home Grants
 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	3,321.3	2,088.8	3,321.3	3,321.3	3,321.3	3,321.3	3,321.3
Miscellaneous							
Total Operating	3,321.3	2,088.8	3,321.3	3,321.3	3,321.3	3,321.3	3,321.3

Fund Source (Operating Only)

1004 Gen Fund	3,321.3	2,088.8	3,321.3	3,321.3	3,321.3	3,321.3	3,321.3
Total	3,321.3	2,088.8	3,321.3	3,321.3	3,321.3	3,321.3	3,321.3

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? Yes
 If yes, by what date are the regulations to be adopted, amended or repealed? 03/01/14

Why this fiscal note differs from previous version:

This fiscal note changed from the prior version by amending the effective date of the legislation from immediately under AS 01.10.070(c) to July 1, 2013. This change removes the need for supplemental funding in FY2013.

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Division: School Finance & Facilities	Date: 04/03/2013 11:10 AM
Approved By: Mike Hanley	Date: 04/03/13
Commissioner	

FISCAL NOTE ANALYSIS #2

**STATE OF ALASKA
2013 LEGISLATIVE SESSION**

BILL NO. CSSSSB 47(FIN)

Analysis

The legislation amends AS 14.16.200, State funding for districts operating statewide residential educational programs and would take effect July 1, 2013.

The calculations and fiscal note cost estimates respond to the three currently approved programs. Future schools that may be approved under the amended law are not included in the fiscal note cost estimate and adding schools, including district-wide and variable-term schools, would cause this annual cost to increase.

The residential program per pupil monthly stipend is paid for nine months, times the rate, times the actual count. Calculating the rate from 1x in law to 3x for the three currently approved statewide residential programs increases the cost by \$3,321.3 annually.

<u>Region</u>	<u>Program</u>	<u>Maximum Capacity</u>	<u>Current Rate (1x)</u>	<u>Current Total</u>	<u>CSSSSB47 Rate (3x)</u>	<u>CSSSSB47 Total</u>	<u>Increase in State Cost</u>
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	<u>\$1,118,880</u>	\$1,776	<u>\$3,356,640</u>	<u>\$2,237,760</u>
			Totals:	\$1,660,653		\$4,981,959	\$3,321,306

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

Total per pupil monthly stipends per legislation	\$4,981,959
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:	\$5,410,106
Total appropriation in budget	\$2,088,800
Total funding necessary to fund 3x & Boarding Home if this legislation is passed:	<u>\$5,410,106</u>
Additional funding necessary to fund residential at 3X (fiscal note)	\$3,321,306