

# Fiscal Note

State of Alaska  
2017 Legislative Session

Bill Version:	HB 137
Fiscal Note Number:	2
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Identifier: HB137-EED-CBASCA-03-27-17  
 Title: ST. COUNCIL ON THE ARTS: PUBLIC CORP.  
 Sponsor: EDUCATION  
 Requester: House Finance Committee

Department: Department of Education and Early Development  
 Appropriation: Commissions and Boards  
 Allocation: Alaska State Council on the Arts  
 OMB Component Number: 192

**Expenditures/Revenues**

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

	FY2018	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2018 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
<b>OPERATING EXPENDITURES</b>	<b>FY 2018</b>	<b>FY 2018</b>					
Personal Services	(567.4)	567.4					
Travel	(82.6)	82.6					
Services	(620.5)	620.5					
Commodities	(26.6)	26.6					
Capital Outlay	(10.0)	10.0					
Grants & Benefits	(1,461.4)	1,461.4					
Miscellaneous							
<b>Total Operating</b>	<b>(2,768.5)</b>	<b>2,768.5</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Fund Source (Operating Only)**

1002 Fed Rcpts (Fed)	(806.3)	806.3					
1003 G/F Match (UGF)	(692.8)	692.8					
1005 GF/Prgm (DGF)	(10.9)	10.9					
1007 I/A Rcpts (Other)	(7.0)	7.0					
1108 Stat Desig (Other)	(1,221.5)	1,221.5					
1145 AIPP Fund (Other)	(30.0)	30.0					
<b>Total</b>	<b>(2,768.5)</b>	<b>2,768.5</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Positions**

Full-time	(5.0)	5.0					
Part-time							
Temporary							

**Change in Revenues**

None							
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Estimated SUPPLEMENTAL (FY2017) cost:** 0.0 (separate supplemental appropriation required)  
 (discuss reasons and fund source(s) in analysis section)

**Estimated CAPITAL (FY2018) 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 If yes, by what date are the regulations to be adopted, amended or repealed?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:**

Fiscal note differs by transferring all funding in the Alaska State Council on the Arts allocation under the Commissions and Boards appropriation to the new Alaska State Council on the Arts appropriation.

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 Agency: Department of Education & Early Development

Phone: (907)269-6610  
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REPORTED OUT OF  
HFC 04/04/2017

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2017 LEGISLATIVE SESSION

## Analysis

This legislation re-establishes the Alaska State Council on the Arts (ASCA) in a different title of Alaska Statutes, making ASCA into a public corporation and instrumentality of the State of Alaska. This structure maintains ASCA's position housed administratively in the Department of Education & Early Development (DEED) and other structural elements, but at the same time seeks to make ASCA more nimble and capable of operating as independently and successfully as possible in the current challenging fiscal environment.

Under this legislation, ASCA continues to be subject to the Executive Budget Act in order to ensure appropriate gubernatorial and legislative awareness of and supervision over ASCA's budget and operations; ASCA continues to be subject to the Executive Branch Ethics Act to ensure transparency and irrefutably ethical operations and behavior by Council members and staff; and finally moves ASCA staff from the classified service to exempt service.

The positive impact of cost reductions cannot be determined until the agency restructures. Efficiencies that are anticipated in operating costs cannot be quantified at present. The ASCA is undergoing an external evaluation for efficiency in arts education programming in April 2017. ASCA expects to leverage private funding without any adverse fiscal impact to the state.

This fiscal note differs from the previous version by removing all funding within the Alaska State Council on the Arts allocation under the Commissions and Boards appropriation. This funding is being transferred to the new Alaska State Council on the Arts appropriation.

\*Note - because the funding is being moved to a new appropriation (shown in another fiscal note), the appropriation where the funding is currently would be deleted which is why there are no numbers shown in the out years.

This legislation takes effect July 1, 2017.