

Fiscal Note

State of Alaska
2020 Legislative Session

Bill Version:	CSHB 235(L&C)
Fiscal Note Number:	1
(H) Publish Date:	3/13/2020

Identifier: HB235CS(L&C)-EED-SSA-3-10-20
 Title: AK WORKFORCE INVESTMENT
 BOARD:ALLOCATIONS
 Sponsor: WOOL
 Requester: House Finance

Department: Department of Education and Early Development
 Appropriation: Education Support and Administrative Services
 Allocation: Student and School Achievement
 OMB Component Number: 2796

Expenditures/Revenues

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

	FY2021	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2021 Request	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
OPERATING EXPENDITURES	FY 2021	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits	41.6	553.4	595.0	595.0			
Miscellaneous							
Total Operating	41.6	553.4	595.0	595.0	0.0	0.0	0.0

Fund Source (Operating Only)

1151 VoTech Ed (DGF)	41.6	553.4	595.0	595.0			
Total	41.6	553.4	595.0	595.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2020) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2021) cost: 0.0 *(separate capital appropriation required)*

Does the bill create or modify a new fund or account? No
(Supplemental/Capital/New Fund - 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 If yes, by what date are the regulations to be adopted, amended or repealed?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/comments:

Fiscal note updated to reflect the adoption of the committee substitute.
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Division: Innovation and Education Excellence	Date: 03/10/2020 05:45 PM
Approved By: Lacey Sanders, Administrative Services Director	Date: 03/10/20
Agency: Office of Management and Budget	

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2020 LEGISLATIVE SESSION**Analysis**

This bill extends the length of time to disperse Technical and Vocational Education Program funds appropriated for distribution to various institutions for adult and higher education from June 30, 2020 to June 30, 2025. This bill increases the funding available for distribution by increasing the amount collected from wages by .02 percent, from .16 percent to .18 percent. It also modifies the percentage distribution to the various institutions and adds a new entity eligible to receive funding.

The Department of Education and Early Development distributes grant funding to the Galena City School District for the Galena Interior Learning Academy. The Governor's FY2021 request included an appropriation of \$499,500 based on the current statutory allocation of 4 percent. The amount of funding available for distribution increased based on updated projections provided by the Department of Labor and Workforce Development in February 2020. The Governor's FY2021 amended request includes an appropriation of \$553,400. This bill reduces the statutory distribution to Galena Interior Learning Academy from 4 percent to 3.860 percent. The impact from the increase in available revenue and reduced statutory distribution for Galena Interior Learning Academy results in an overall increase of \$41,600, bringing the total distribution to \$595,000.

This bill contains a retroactive clause if the Act takes effect after June 30, 2020. This Act takes effect immediately.