Fiscal Note

State of Alaska
2020 Legislative Session

Bill Version:	SB 151
Fiscal Note Number:	1
(S) Publish Date:	1/21/2020

Identifier: 3993-EED-ELC-1-17-20
Title: PRE-K/ELEM ED PROGRAMS/FUNDING; READING
Sponsor: RLS BY REQUEST OF THE GOVERNOR
Requester: Governor

Department: Department of Education and Early Development
Appropriation: Education Support and Administrative Services
Allocation: Early Learning Coordination
OMB Component Number: 2912

Expenditures/Revenues

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

	FY2021 Appropriation Requested	Included in Governor's FY2021 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	**FY 2021**	**FY 2021**	**FY 2022**	**FY 2023**	**FY 2024**	**FY 2025**	**FY 2026**
Personal Services	352.1		352.1	352.1	352.1	352.1	352.1
Travel							
Services	49.8		28.8	28.8	28.8	28.8	28.8
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	**401.9**	**0.0**	**380.9**	**380.9**	**380.9**	**380.9**	**380.9**
Fund Source (Operating Only)							
1004 Gen Fund (UGF)	401.9		380.9	380.9	380.9	380.9	380.9
Total	**401.9**	**0.0**	**380.9**	**380.9**	**380.9**	**380.9**	**380.9**
Positions							
Full-time	3.0		3.0	3.0	3.0	3.0	3.0
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? Yes
If yes, by what date are the regulations to be adopted, amended or repealed? 03/31/21

Why this fiscal note differs from previous version/comments:

Not applicable; initial version.

Prepared By: Heidi Teshner, Director — Phone: (907)465-2875
Division: Finance and Support Services — Date: 01/16/2020 02:30 PM
Approved By: Neil Steininger, Administrative Services Director — Date: 01/16/20
Agency: Office of Management and Budget

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2020 LEGISLATIVE SESSION

Analysis

This bill creates three new programs: an early education program, a school improvement literacy program, and a comprehensive reading intervention program. **This fiscal note addresses the early education program.**

The early education program, created under AS 14.03.135, is approved by the Department of Education and Early Development (DEED) and funded by the state through a three-year grant process. Once those districts have completed the three-year grant cycle and DEED has determined the early education program complies with the adopted standards as created by the State Board of Education and Early Development, then those programs may be eligible for 1/2 the full-time equivalent for average daily membership (ADM) funding under AS 14.17.410. Foundation funding would only be provided to those districts that are not already being funded by another state or federal program.

To operate the development grant program, and provide training and support to grantees, it would require 2 Education Specialist II, Range 21, Step B/C, at $129.8 each = $259.6; and 1 Education Associate II, Range 15, Step B/C, at $92.4. In addition, department chargebacks of $9.6 per position would be needed ($28.8 total), plus a one-time increment of $5.0 per position for supplies and equipment ($15.0 total).

In addition, with the requirement for the State Board of Education and Early Development to adopt regulations establishing standards for an early education program, included in this fiscal note is a one-time increment of $6.0 for legal services costs associated with these new regulations.

Total cost to DEED in salary and benefits is $352.1 with department chargebacks of $28.8, plus one-time increments for supplies and equipment of $15.0 and regulations of $6.0, for a total cost of $401.9 in FY2021 and $380.9 per year starting in FY2022.

Costs associated with the early education program grants are reflected in the Pre-Kindergarten Grants fiscal note.

The effective date of this bill is July 1, 2020 (FY2021).