

# Fiscal Note

State of Alaska  
2023 Legislative Session

Bill Version:	CSHB 148(EDC)
Fiscal Note Number:	2
(H) Publish Date:	4/20/2023

Identifier: HB148-EED-ACPE-3-31-23  
 Title: AK PERFORMANCE SCHOLARSHIP;  
 ELIGIBILITY  
 Sponsor: EDUCATION  
 Requester: House Education Committee

Department: Department of Education and Early Development  
 Appropriation: Alaska Commission on Postsecondary Education  
 Allocation: Program Administration & Operations  
 OMB Component Number: 2738

**Expenditures/Revenues**

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

	FY2024 Appropriation Requested	Included in Governor's FY2024 Request	Out-Year Cost Estimates				
			FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
<b>OPERATING EXPENDITURES</b>	<b>FY 2024</b>	<b>FY 2024</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>
Personal Services	15.9						
Travel							
Services	40.5						
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>56.4</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>

**Fund Source (Operating Only)**

1226 High Ed (DGF)	56.4						
<b>Total</b>	<b>56.4</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>

**Positions**

Full-time							
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 (FY2023) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2024) 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 If yes, by what date are the regulations to be adopted, amended or repealed? 06/30/24

**Why this fiscal note differs from previous version/comments:**

Not Applicable; initial version.

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Division:	Alaska Commission on Postsecondary Education	Date:	03/31/2023
Approved By:	Sabrina Javier, Administrative Services Director	Date:	03/31/23
Agency:	Department of Education and Early Development		

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
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## Analysis

The bill amends the qualification criteria of an Alaska Performance Scholarship (APS) by adding an option for career and technical education (CTE) to the academic curriculum, inserts a definition for career cluster, removes the minimum score on college entrance or standardized examination requirement, adds a requirement for school districts to notify students in their junior year of their progress towards earning APS eligibility, increases the annual award amounts, provides students the ability to move up tiers based on academic performance, and provides an additional two years for students to use the scholarship (from six to eight years).

## Alaska Performance Scholarship Award Amounts

	Current Amount	Proposed Amount
Tier 1	\$4,755	\$7,000
Tier 2	\$3,566	\$5,250
Tier 3	\$2,378	\$3,500

The bill may result in a number of new students eligible for the scholarship; however, it is not anticipated that the change in award amounts would be sufficient to impact the amount identified under the seven percent calculation for the Higher Education Investment Fund (HEIF) to fund APS awards. Combined with a current decline in eligibility and use, an estimate of the change in APS awards cannot be determined. Once applications are received, a recalculation of the amount required to provide full scholarships will be completed.

To enhance the Alaska Student Aid Portal (ASAP) based on the changes in HB 148, one-time costs of \$56.4 from the Alaska Higher Education Investment Fund is needed. This amount is to cover staff time of \$15.9 related to working with the ASAP contractor on system updates and \$34.5 to cover the contractual costs to update the system. The Alaska Commission on Postsecondary Education will also need to promulgate regulations with a contractual cost of \$6.0.