

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version:	CSSB 56(EDC)
Fiscal Note Number:	2
(S) Publish Date:	5/3/2023

Identifier: SB056-EED-ACPE-2-7-23
 Title: AK PERFORMANCE SCHOLARSHIP;
 ELIGIBILITY
 Sponsor: DUNBAR
 Requester: Senate Education

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	FY 2029
OPERATING EXPENDITURES								
Personal Services	31.2							
Travel								
Services	10.4							
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	41.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1226 High Ed (DGF)	41.6							
Total	41.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time								
Part-time								
Temporary	1.0							

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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 If yes, by what date are the regulations to be adopted, amended or repealed? 03/15/24

Why this fiscal note differs from previous version/comments:

Not applicable, Initial version

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Division:	Alaska Commission on Postsecondary Education	Date:	02/07/2023 08:30 AM
Approved By:	Sabrina Javier, Administrative Services Director	Date:	02/07/23
Agency:	Department of Education and Early Development		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

Analysis

The bill amends the qualification criteria of an Alaska Performance Scholarship (APS) applicant 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, and provides an additional two years for students to use the scholarship after high school graduation.

To implement the changes outlined in the bill, the Alaska Commission on Postsecondary Education (ACPE) requires additional one-time funding as follows:

\$31.2 for personnel costs to implement the changes	
Total Personal Services	\$31.2 HEIF
\$6.0 for legal costs to promulgate regulations	
\$4.4 in contractual costs to update the Alaska Student Aid Portal	
Total Contractual	<u>\$10.4 HEIF</u>
	\$41.6 HEIF

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.