

THE LEGISLATURE OF THE STATE OF ALASKA
FISCAL NOTE
 Second Session - Ninth Legislature

I. REQUEST

Bill No. Proposed Legislation HB 601
 Title: An Act relating to the public school foundation program.
 Requested by: Governor's Office Date: 1-12-76
 Return Date Requested: 1-19-76
 Agency: Education Program: Foundation Support

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Financial Support

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	-0-	2,157.1	19,082.1	19,653.6	20,242.3	20,849.4
TOTAL	-0-	2,157.1	19,082.1	19,653.6	20,242.3	20,849.4

B. FUNDING: (Thousands of dollars)

GENERAL FUND	-0-	2,157.1	19,082.1	19,653.6	20,242.3	20,849.4
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

1. Increase of instructional unit value in FY-78 from \$25,000 to \$27,500.
2. Increase basic support from 93% to 95% in FY-77, which results in a 1.79% increase.
3. Projections are based on a 3% increase in ADM per year.

IV. ATTACHMENTS

V. DATE: 1-14-76

PREPARED BY: *William A. ...*

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

January 14, 1976

AGENCY COMMENTS:

AN ACT RELATING TO THE PUBLIC SCHOOL FOUNDATION PROGRAM.

PART A: BASE INSTRUCTIONAL UNIT

- a. The base instructional unit for the fiscal year beginning July 1, 1975 and ending June 30, 1976 is \$23,500.
- b. The base instructional unit for the fiscal year(s) beginning (on or after) July 1, 1976 and ending June 30, 1977 is \$25,000.
- c. The base instructional unit for fiscal years beginning on or after July 1, 1977 is \$27,500.

PART B: STATE AID

- a. (c)(2) K (level of average state support of basic need) = /93/ 95%.
- b. (c)(5) State aid as computed under this section shall constitute at least /93/ 95 percent of the basic need as defined by the department of each school district.
- c. The cost of this change in FY-77 would be \$2,159,148.

"An Act relating to the public school foundation program; and providing for an effective date."

COMMITTEE REPORT

HOUSE

1/23/76

Mr. Speaker:

Date 4-9-76

The Committee on FINANCE has had HB 601

under consideration. A Majority of the members of the Committee

recommends it DO PASS

recommends it DO NOT PASS

recommends it DO PASS WITH ATTACHED AMENDMENT(S)

recommends it BE REPLACED WITH CS FOR _____ AND THAT
CS FOR _____ DO PASS

"and" recommends it BE REFERRED TO THE _____
COMMITTEE

reports it back WITHOUT RECOMMENDATION

"other"

Members signing the Majority report:

<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	<u>[Signature]</u>	_____

Members NOT concurring in the Majority report:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

[Signature] Chairman

Introduced: 1/16/76
Referred: Health, Education &
Social Services and Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 601

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the public school foundation
7 program; and providing for an effective date."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 * Section 1. AS 14.17.021(c)(2) is amended to read:

10 (2) K (minimum level of state support of basic need) = 95

11 [93] per cent;

12 * Sec. 2. AS 14.17.021(c)(5) is amended to read:

13 (5) state aid as computed under this section constitutes at
14 least 95 [93] per cent of the basic need, as defined by the department,
15 of each school district.

16 * Sec. 3. AS 14.17.056 is amended to read:

17 Sec. 14.17.056. BASE INSTRUCTIONAL UNIT. (a) The base instruc-
18 tional unit for the fiscal year beginning July 1, 1976 [1975] and
19 ending June 30, 1977 [1976] is \$25,000 [\$23,500].

20 (b) The base instructional unit for fiscal years beginning on or
21 after July 1, 1977 [1976] is \$27,500 [\$25,000].

22 * Sec. 4. This Act takes effect July 1, 1976.
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29

JAN 16 1976

143601

The Honorable Mike Bradner
Speaker of the House
Alaska State Legislature
Juneau, Alaska 99811

Dear Mr. Speaker:

In accordance with AS 24.30.060(b) and the Uniform Rules of the Alaska State Legislature, I am transmitting a bill relating to the public school foundation program (AS 14.17).

This bill represents the second phase in the implementation of my goal to achieve 100 per cent State funding of the public schools. To accomplish this, Section 1 of the bill would increase the minimum level of State support under the foundation program, beginning with Fiscal Year 1977, from 93 per cent, as currently provided, to 95 per cent.

Section 2 of the bill would, in order to assist the school districts in keeping abreast with constantly rising costs, raise the amount of the instructional unit under the foundation program from the \$25,000 level currently established for Fiscal Year 1977 to \$27,500 beginning with Fiscal Year 1978.

Sincerely,

Jay S. Hammond
Governor

THE LEGISLATURE OF THE STATE OF ALASKA
FISCAL NOTE
Second Session - Ninth Legislature

I. REQUEST
 Bill No. Amendment to Title 14, Ch. 17
 Title: Increase of Basic Instructional Unit to \$27,500.
 Requested by: Administration Date: _____
 Return Date Requested: _____
 Agency: Education Program: Foundation Support
Rural & Military Support

II. FISCAL DETAIL
 Budget Request Unit(s) Affected: Financial Support

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.			16,824.0	17,327.7	17,847.2	18,382.5
TOTAL						

B. FUNDING: (Thousands of dollars)

GENERAL FUND			16,824.0	17,327.7	17,847.2	18,382.5
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

1. Increase of instructional unit value in FY 78 from \$25,000 to \$27,500
2. Projections are based on a 3% increase in ADM per year.

IV. ATTACHMENTS

V. DATE: 1/6/76 PREPARED BY: Kenneth Grieser

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

Kenneth C. Grieser

Amendment to Section 14.17.056. Base Instructional Unit

- a. The base instructional unit for the fiscal year beginning July 1, 1975 and ending June 30, 1976 is \$23,500.
- b. The base instructional unit for the fiscal year(s) beginning (on or after) July 1, 1976 and ending June 30, 1977 is \$25,000.
- c. The base instructional unit for fiscal years beginning on or after July 1, 1977 is \$27,500.

**THE LEGISLATURE OF THE STATE OF ALASKA
FISCAL NOTE**

Second Session - Ninth Legislature

I. REQUEST

Bill No. _____
 Title: Increase basic support from 93% to 95%
 Requested by: Administration Date: _____
 Return Date Requested: _____
 Agency: Education Program: Foundation Support

II. FISCAL DETAIL

Budget Request Unit(s) Affected: _____

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		2,159.1	2,258.1	2,325.9	2,395.1	2,466.9
TOTAL						

B. FUNDING: (Thousands of dollars)

GENERAL FUND		2,159.1				
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

- Increase basic support from 93% to 95% in FY 77 which results in a 1.79% increase.
- Projections are based on a 3% increase in ADM each year.

IV. ATTACHMENTS

V. DATE: 1/6/76 **PREPARED BY:** Kenneth C. Grigser

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

Proposed amendment to Chapter 17 Public School Foundation Program

Amend Section 14.17.021 State Aide

(c)(2) K (level of average state support of basic need) = 93 95 percent,

(c)(5) State aide as computed under this section shall constitute at least 93 95 percent of the basic need as defined by the department of each school district.

The cost of this change in FY 77 would be \$2,159,148.

Ignoring source requests

Percent Increase over FY76 (Col. 2)

Fully funded

<u>Reduction</u> Due to SB 491	<u>Increase</u> 25,000 to 26,000 SB 610	<u>Increase</u> 93% to 95% H.B. 601
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Anchorage	969,617	1,923,407 10.73	961,292
Bristol Bay		34,101 11.23	16,082
Cordova	2,370	52,423 11.33	15,041
Craig		17,935 11.12	2,489
Dillingham	3,159	48,321 10.28	7,455
Fairbanks	223,150	638,176 10.66	325,301
Galena		21,237 9.30	1,284
Haines	3,159	37,392 11.43	15,175
Hoonah		24,696 10.36	1,692
Hydaburg		14,938 10.75	782
Juneau	17,773	279,594 8.77	103,511
Kake		22,407 10.74	1,166
Kenai	36,730	370,140 11.38	213,925
Ketchikan		175,423 11.72	89,836
King Cove		18,210 10.55	1,354
Klawock		6,378 10.26	527
Kodiak		177,332 11.44	54,296
Matanuska-Susitna	59,638	234,011 11.32	114,857
Nenana	1,579	26,992 10.53	2,742
Nome	2,764	89,810 7.32	8,825
North Slope		131,652 12.22	74,434
Pelican		6,042 11.83	2,326
Petersburg	5,924	47,808 11.04	14,338
Selawik		28,938 10.61	830
Sitka	782	127,530 11.71	53,317
Skagway		21,126 11.57	10,399
St. Mary's		19,425 11.23	599
Unalaska		19,275 10.67	4,954
Valdez	6,714	89,880 11.10	48,300
Wrangell		50,400 9.94	10,788
Yakutat		23,807 10.29	1,227
REAA Schools		1,527,964	
	<u>1,333,359</u>	6,306,200 ✓	<u>2,159,142</u>
		4,778,236	

STATE OF ALASKA DEPARTMENT OF EDUCATION
PUBLIC SCHOOL FOUNDATION PROGRAM COMPUTATIONS
INITIAL REPORTS RECAPITULATION
1976-77 FISCAL YEAR

2-6-76

HB 601

REGIONAL EDUCATION ATTENDANCE AREAS	Revised End of 1st Qtr. ADM	Projected 1976-77 ADM	Instru. Units	Instr. Unit Allot- ment	Basic Need	Equiv. of Local Support \$575/ADM	Preliminary Computation of Entitlement	Per ADM
Northwest	596	590	60	35,110	2,106,600	339,250	2,445,850	4,145
Bering								
Strait	186	181	20	33,141	662,820	104,075	766,895	4,236
Lower Yukon	222	260	29	34,125	989,625	149,500	1,139,125	4,381
Lower								
Kuskokwim	1,331	1,385	94	34,125	3,207,750	796,375	4,004,125	2,891
Upper								
Kuskokwim	277	279	31	35,110	1,088,410	160,425	1,248,835	4,476
Nushagak/ Lake/Penin./								
Brist. Bay	541	532	61	33,141	2,021,601	305,900	2,327,501	4,375
Brist. Bay	347	356	47	33,141	1,557,627	204,700	1,762,327	4,950
Aleutian								
Chain	218	221	30	33,141	994,230	127,075	1,121,305	5,073
Pribilof	179	180	17	33,141	563,397	103,500	666,897	3,704
Adak	615	650	45	33,141	1,491,345	388,125	1,879,470	2,891
McGrath	268	277	32	35,110	1,228,850	159,275	1,388,125	5,011
Middle Yukon	680	59	8	33,438	267,504	33,925	301,429	5,108
		643	69	35,110	2,422,590	369,725	2,792,315	4,342
Upper Yukon	289	14	2	33,438	66,876	8,050	74,926	5,351
		281	33	35,110	1,158,630	161,575	1,320,205	4,698
Upper								
Railbelt	350	357	35	35,110	1,228,850	205,275	1,434,125	4,017
Southeast	396	404	32	26,250	840,000	232,300	1,072,300	2,654
Southern								
Panhandle	438	438	51	26,250	1,338,750	251,850	1,590,600	3,631
Northern								
Panhandle	109	112	12	26,875	322,500	64,400	386,900	3,454
Copper R.	765	772	66	28,750	1,897,500	379,500	2,277,000	2,949
U. Tanana W.	879	911	69	27,813	1,919,097	523,825	2,442,922	2,681
U. Tanana E.	373	373	37	27,813	1,029,081	212,750	1,241,831	3,329
Chugach	50	52	7	28,750	201,250	29,900	231,150	4,445
TOTALS	9,109	9,327	887		28,604,883	5,311,275	33,916,158	1,134,765

INCREASE TO 95% STATE SUPPORT
LESS ADJUSTMENTS

501

no calculation based on 75%

School District	Units	Projected 1976-77 ADM	23,500 Unit Preliminary Computation of Entitlement (93%)	25,000 Unit Preliminary Computation of Entitlement (93% Min)	Increase Between 23,500 & 25,000	Increase Between 93% & 95% level Entitlement	Decrease \$3.00 per ADM Media Charge	Decrease Mini 874 over Prorated FY 76 Entitlement	Increase in FY76 Level of Support	Percent of Increase over FY 76	Increase 25,000 to 26,000 SB 610	Percent Increase over FY 76 (Col. 2)
ANCHORAGE	2058	36,274	45,200,398	48,085,530	2,885,132	961,292	108,822	809,587	2,928,015	6.038	1,923,407	10.73
BRISTOL BAY	27	276	788,198	838,522	50,324	16,082	828	6,451	59,127	7.502	34,101	11.83
CORDOVA	49	577	1,274,739	1,356,105	81,366	15,041	1,671	2,790	91,946	7.213	52,423	11.33
CRAIG	17	151	421,285	448,166	26,881	2,489	453	-	28,917	6.864	17,935	11.12
DILLINGHAM	39	407	1,190,411	1,266,416	76,005	7,453	1,221	8,195	74,042	6.219	48,321	10.28
FAIRBANKS	616	9,670	15,034,455	15,994,230	959,775	325,301	29,010	291,891	964,175	6.413	638,176	10.66
GALENA	16	146	523,824	557,266	33,442	1,284	438	6,800	27,488	5.247	21,237	9.30
HAINES	38	469	910,072	968,142	58,070	15,175	1,407	5,231	66,607	7.319	37,392	11.43
HOONAH	24	255	600,745	639,078	38,333	1,692	765	1,743	37,517	6.245	24,696	10.36
HYDABURG	14	129	351,112	373,515	22,403	782	387	-	22,798	6.493	14,938	10.75
JUNEAU	294	4,482	6,568,442	6,987,703	419,261	103,511	13,446	212,728	296,598	4.516	279,594	8.77
KAKE	21	205	526,688	560,295	33,607	1,166	615	-	34,158	6.485	22,407	10.74
KEHAI	398	5,703	9,350,847	9,947,512	596,665	213,925	17,109	99,215	694,265	7.425	370,140	11.38
KETCHIKAN	188	2,658	4,122,440	4,385,574	263,134	89,836	7,974	37,140	307,856	7.468	175,423	11.72
KING COVE	15	127	462,501	492,129	29,628	1,354	381	-	30,601	6.616	18,210	10.55
KLAWOCK	6	57	149,843	159,404	9,561	527	171	-	9,917	6.618	6,378	10.86
KODIAK	172	2,208	4,166,594	4,432,455	265,861	54,296	6,624	14,124	299,409	7.186	177,332	11.44
MAT SU	241	3,459	5,497,940	5,849,046	351,106	114,857	10,377	67,306	388,280	7.062	234,011	11.32
NEENAH	21	210	651,035	692,605	41,570	2,742	630	2,092	41,590	6.388	26,992	10.53
NOME	70	856	2,151,607	2,288,983	137,376	8,825	2,568	32,955	110,678	5.144	89,810	9.32
NORTH SLOPE	106	1,084	3,253,436	3,461,143	207,707	74,434	3,252	10,985	267,904	8.234	131,652	12.28
PELICAN	6	39	151,505	161,174	9,669	2,326	117	-	11,878	7.840	6,042	11.83
PETERSBURG	48	630	1,123,119	1,194,840	71,721	14,338	1,890	8,021	76,148	6.780	47,808	11.04
SELAWIK	21	197	690,334	734,406	44,072	830	591	-	44,311	6.419	28,938	10.61
SITKA	130	1,790	2,994,122	3,185,330	191,208	53,317	5,370	16,216	222,939	7.446	127,530	11.71
SKAGWAY	21	235	496,310	527,979	31,669	10,399	705	5,056	36,307	7.315	21,126	11.57
ST. MARY'S	15	111	479,199	509,778	30,579	599	333	-	30,845	6.437	19,425	11.23
UNALASKA	15	123	450,981	479,775	28,794	4,954	369	-	33,379	7.401	19,275	10.67
VALDEZ	64	1,181	2,111,193	2,245,950	134,757	48,300	3,543	35,048	144,466	6.843	89,880	11.10
WRANGELL	50	617	1,173,852	1,259,144	85,292	10,788	1,851	1,395	92,834	7.908	50,400	9.94
YAKUTAT	19	190	499,955	531,864	31,909	1,227	570	1,918	30,648	6.130	23,807	10.89
TOTALS		74,496	113,367,182	120,614,059	7,246,877	2,159,142	223,488	1,676,887	7,505,644		4,778,236	