

COMMITTEE REPORT

SENATE

5/12/75

Mr. President:

Date 5/14/75

The Committee on FINANCE has had 'B 388
relating to the school hot lunch program
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:

Bill Kay _____
John ... _____
... _____
... _____

Members NOT concurring in the Majority report:

_____ recommends:
 _____ recommends:
 _____ recommends:
 _____ recommends:
 _____ recommends:

Bill Kay Chairman

Introduced: 4/23/75
Referred: Health, Education
and Social Services and
Finance

BY RODEY, BRADLEY, CHANCE, CROFT,
KERTTULA, MILLER AND RAY

1 IN THE SENATE

2 SENATE BILL NO. 388

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

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

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

9 *Section 1. AS 14.52 is amended by adding new sections to read:

10 ARTICLE 2. SCHOOL HOT LUNCH PROGRAM.

11 Sec. 14.52.200. PURPOSE. It is the intent of the legislature that
12 the state absorb the cost increases in the operation of a school hot
13 lunch program that have before been borne by the schools or school
14 districts and thus the local property taxpayer. The state contribution
15 to the support of a school hot lunch program is intended as a supplement
16 to available federal grants or other federal assistance for that purpose
17 and is not pall in lieu of these.

18 Sec. 14.52.210. STATE ASSISTANCE FOR SCHOOL HOT LUNCH PROGRAM. The
19 Department of Education shall reimburse each eligible school or school
20 district providing a school hot lunch program from funds appropriated to
21 it by the legislature for that purpose. Funds received from the state
22 by a school or school district under secs. 200 - 230 of this chapter
23 may be used only for a school hot lunch program.

24 Sec. 14.52.220. ELIGIBILITY. (a) To be eligible to receive pay-
25 ments from the department for a school hot lunch program a school or
26 school district may not increase the price of a hot lunch provided
27 students during the years in which it is receiving a payment under sec.
28 230 of this chapter. In the first full fiscal year of operation of this
29 program and each fiscal year thereafter a school or school district

1 receiving state assistance under sec. 210 of this chapter shall reduce
2 the price for each lunch by the amount of the state payment under sec.
3 230 of this chapter for each lunch served.

4 (b) Private nonprofit or denominational schools are eligible for
5 state assistance under the program established under secs. 200 - 230 of
6 this chapter either in the form of direct payments or by payments made
7 through the school district in which the private nonprofit or denomina-
8 tional school is geographically located. If the department is precluded
9 by law from making direct or indirect payments to these schools, the
10 commissioner of education shall withhold payments to the schools or
11 districts for the purposes of secs. 200 - 230 of this chapter. With-
12 holding of these indirect payments through a school district shall be
13 based on a formula established by the department by regulation or the
14 number of lunches served to children attending the eligible nonprofit
15 or denominational schools that are participating in the program.

16 (c) Lunches served to students under this program must meet the
17 minimum nutritional standards established under sec. 50 of this chapter
18 or by the commissioner.

19 Sec. 14.52.230. PAYMENTS. (a) For the first two fiscal years of
20 operation of the program established under secs. 200 - 230 of this
21 chapter, the department shall pay each participating school or school
22 district five cents for each lunch served to a student. In the next two
23 fiscal years the state shall pay each participating school or school
24 district 10 cents for each lunch served. In the fifth fiscal year the
25 state shall pay each participating school or school district 15 cents
26 for each lunch served. In each fiscal year thereafter the state payment
27 to a participating school or school district shall increase by five
28 cents for each lunch served until the state payment reaches 50 cents for
29 each lunch served.

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29

Sec. 14.52.240. REGULATIONS. The department shall promulgate regulations under the Administrative Procedure Act (AS 44.62) to implement the provisions of secs. 200 - 230 of this chapter.

* Sec. 2. This Act takes effect July 1, 1975.

#

Introduced: 4/23/75
Referred: Health, Education
and Social Services and
Finance

1 IN THE SENATE

BY RODEY, BRADLEY, CHANCE, CROFT,
KERTTULA, MILLER AND RAY

2 SENATE BILL NO. 388

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

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

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

9 * Section 1. AS 14.52 is amended by adding new sections to read:

10 ARTICLE 2. SCHOOL HOT LUNCH PROGRAM.

11 Sec. 14.52.200. PURPOSE. It is the intent of the legislature that
12 the state absorb the cost increases in the operation of a school hot
13 lunch program that have before been borne by the schools or school
14 districts and thus the local property taxpayer. The state contribution
15 to the support of a school hot lunch program is intended as a supplement
16 to available federal grants or other federal assistance for that purpose
17 and is not paid in lieu of these.

18 Sec. 14.52.210. STATE ASSISTANCE FOR SCHOOL HOT LUNCH PROGRAM. The
19 Department of Education shall reimburse each eligible school or school
20 district providing a school hot lunch program from funds appropriated to
21 it by the legislature for that purpose. Funds received from the state
22 by a school or school district under secs. 200 - 230 of this chapter
23 may be used only for a school hot lunch program.

24 Sec. 14.52.220. ELIGIBILITY. (a) To be eligible to receive pay-
25 ments from the department for a school hot lunch program a school or
26 school district may not increase the price of a hot lunch provided
27 students during the years in which it is receiving a payment under sec.
28 230 of this chapter. In the first full fiscal year of operation of this
29 program and each fiscal year thereafter a school or school district

1 receiving state assistance under sec. 210 of this chapter shall reduce
2 the price for each lunch by the amount of the state payment under sec.
3 230 of this chapter for each lunch served.

4 (b) Private nonprofit or denominational schools are eligible for
5 state assistance under the program established under secs. 200 - 230 of
6 this chapter either in the form of direct payments or by payments made
7 through the school district in which the private nonprofit or denomina-
8 tional school is geographically located. If the department is precluded
9 by law from making direct or indirect payments to these schools, the
10 commissioner of education shall withhold payments to the schools or
11 districts for the purposes of secs. 200 - 230 of this chapter. With-
12 holding of these indirect payments through a school district shall be
13 based on a formula established by the department by regulation or the
14 number of lunches served to children attending the eligible nonprofit
15 or denominational schools that are participating in the program.

16 (c) Lunches served to students under this program must meet the
17 minimum nutritional standards established under sec. 50 of this chapter
18 or by the commissioner.

19 Sec. 14.52.230. PAYMENTS. (a) For the first two fiscal years of
20 operation of the program established under secs. 200 - 230 of this
21 chapter, the department shall pay each participating school or school
22 district five cents for each lunch served to a student. In the next two
23 fiscal years the state shall pay each participating school or school
24 district 10 cents for each lunch served. In the fifth fiscal year the
25 state shall pay each participating school or school district 15 cents
26 for each lunch served. In each fiscal year thereafter the state payment
27 to a participating school or school district shall increase by five
28 cents for each lunch served until the state payment reaches 50 cents for
29 each lunch served.

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29

Sec. 14.52.240. REGULATIONS. The department shall promulgate regulations under the Administrative Procedure Act (AS 44.62) to implement the provisions of secs. 200 - 230 of this chapter.

* Sec. 2. This Act takes effect July 1, 1975.

#

Introduced: 4/23/75
Referred: Health, Education
and Social Services and
Finance

BY RODEY, BRADLEY, CHANCE, CROFT,
KERTTULA, MILLER AND RAY

1 IN THE SENATE

2 SENATE BILL NO. 388

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

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

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

9 * Section 1. AS 14.52 is amended by adding new sections to read:

10 ARTICLE 2. SCHOOL HOT LUNCH PROGRAM.

11 Sec. 14.52.200. PURPOSE. It is the intent of the legislature that
12 the state absorb the cost increases in the operation of a school hot
13 lunch program that have before been borne by the schools or school
14 districts and thus the local property taxpayer. The state contribution
15 to the support of a school hot lunch program is intended as a supplement
16 to available federal grants or other federal assistance for that purpose
17 and is not paid in lieu of these.

18 Sec. 14.52.210. STATE ASSISTANCE FOR SCHOOL HOT LUNCH PROGRAM. The
19 Department of Education shall reimburse each eligible school or school
20 district providing a school hot lunch program from funds appropriated to
21 it by the legislature for that purpose. Funds received from the state
22 by a school or school district under secs. 200 - 230 of this chapter
23 may be used only for a school hot lunch program.

24 Sec. 14.52.220. ELIGIBILITY. (a) To be eligible to receive pay-
25 ments from the department for a school hot lunch program a school or
26 school district may not increase the price of a hot lunch provided
27 students during the years in which it is receiving a payment under sec.
28 230 of this chapter. In the first full fiscal year of operation of this
29 program and each fiscal year thereafter a school or school district

1 receiving state assistance under sec. 210 of this chapter shall reduce
2 the price for each lunch by the amount of the state payment under sec.
3 230 of this chapter for each lunch served.

4 (b) Private nonprofit or denominational schools are eligible for
5 state assistance under the program established under secs. 200 - 230 of
6 this chapter either in the form of direct payments or by payments made
7 through the school district in which the private nonprofit or denomina-
8 tional school is geographically located. If the department is precluded
9 by law from making direct or indirect payments to these schools, the
10 commissioner of education shall withhold payments to the schools or
11 districts for the purposes of secs. 200 - 230 of this chapter. With-
12 holding of these indirect payments through a school district shall be
13 based on a formula established by the department by regulation or the
14 number of lunches served to children attending the eligible nonprofit
15 or denominational schools that are participating in the program.

16 (c) Lunches served to students under this program must meet the
17 minimum nutritional standards established under sec. 50 of this chapter
18 or by the commissioner.

19 Sec. 14.52.230. PAYMENTS. (a) For the first two fiscal years of
20 operation of the program established under secs. 200 - 230 of this
21 chapter, the department shall pay each participating school or school
22 district five cents for each lunch served to a student. In the next two
23 fiscal years the state shall pay each participating school or school
24 district 10 cents for each lunch served. In the fifth fiscal year the
25 state shall pay each participating school or school district 15 cents
26 for each lunch served. In each fiscal year thereafter the state payment
27 to a participating school or school district shall increase by five
28 cents for each lunch served until the state payment reaches 50 cents for
29 each lunch served.

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29

Sec. 14.52.240. REGULATIONS. The department shall promulgate regulations under the Administrative Procedure Act (AS 44.62) to implement the provisions of secs. 200 - 230 of this chapter.

* Sec. 2. This Act takes effect July 1, 1975.

#

Introduced: 4/23/75
Referred: Health, Education
and Social Services and
Finance

BY RODEY, BRADLEY, CHANCE, CROFT,
KERTTULA, MILLER AND RAY

1 IN THE SENATE

2 SENATE BILL NO. 388

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

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

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

9 *Section 1. AS 14.52 is amended by adding new sections to read:

10 ARTICLE 2. SCHOOL HOT LUNCH PROGRAM.

11 Sec. 14.52.200. PURPOSE. It is the intent of the legislature that
12 the state absorb the cost increases in the operation of a school hot
13 lunch program that have before been borne by the schools or school
14 districts and thus the local property taxpayer. The state contribution
15 to the support of a school hot lunch program is intended as a supplement
16 to available federal grants or other federal assistance for that purpose
17 and is not paid in lieu of these.

18 Sec. 14.52.210. STATE ASSISTANCE FOR SCHOOL HOT LUNCH PROGRAM. The
19 Department of Education shall reimburse each eligible school or school
20 district providing a school hot lunch program from funds appropriated to
21 it by the legislature for that purpose. Funds received from the state
22 by a school or school district under secs. 200 - 230 of this chapter
23 may be used only for a school hot lunch program.

24 Sec. 14.52.220. ELIGIBILITY. (a) To be eligible to receive pay-
25 ments from the department for a school hot lunch program a school or
26 school district may not increase the price of a hot lunch provided
27 students during the years in which it is receiving a payment under sec.
28 230 of this chapter. In the first full fiscal year of operation of this
29 program and each fiscal year thereafter a school or school district

1 receiving state assistance under sec. 210 of this chapter shall reduce
2 the price for each lunch by the amount of the state payment under sec.
3 230 of this chapter for each lunch served.

4 (b) Private nonprofit or denominational schools are eligible for
5 state assistance under the program established under secs. 200 - 230 of
6 this chapter either in the form of direct payments or by payments made
7 through the school district in which the private nonprofit or denomina-
8 tional school is geographically located. If the department is precluded
9 by law from making direct or indirect payments to these schools, the
10 commissioner of education shall withhold payments to the schools or
11 districts for the purposes of secs. 200 - 230 of this chapter. With-
12 holding of these indirect payments through a school district shall be
13 based on a formula established by the department by regulation or the
14 number of lunches served to children attending the eligible nonprofit
15 or denominational schools that are participating in the program.

16 (c) Lunches served to students under this program must meet the
17 minimum nutritional standards established under sec. 50 of this chapter
18 or by the commissioner.

19 Sec. 14.52.230. PAYMENTS. (a) For the first two fiscal years of
20 operation of the program established under secs. 200 - 230 of this
21 chapter, the department shall pay each participating school or school
22 district five cents for each lunch served to a student. In the next two
23 fiscal years the state shall pay each participating school or school
24 district 10 cents for each lunch served. In the fifth fiscal year the
25 state shall pay each participating school or school district 15 cents
26 for each lunch served. In each fiscal year thereafter the state payment
27 to a participating school or school district shall increase by five
28 cents for each lunch served until the state payment reaches 50 cents for
29 each lunch served.

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29

Sec. 14.52.240. REGULATIONS. The department shall promulgate regulations under the Administrative Procedure Act (AS 44.62) to implement the provisions of secs. 200 - 230 of this chapter.

* Sec. 2. This Act takes effect July 1, 1975.

#

The Legislature of the State of Alaska
FISCAL NOTE

First Session - Ninth Legislature

I. REQUEST

Bill No. SENATE BILL 388
 Title: School Hot Lunch Programs
 Requested by: Senate HESS Committee Date: 5/9/75
 Return Date Requested: 5/9/75
 Agency: Education Program: Financial Support

II. FISCAL DETAIL

Budget Request Unit(s) Affected: New Component

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 75	FY 76	FY 77	FY 78	FY 79	FY 80
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		275,910	284,187	585,427	602,989	931,619
TOTAL						

B. FUNDING: (Thousands of dollars)

GENERAL FUND		275,910	284,187	585,427	602,989	931,619
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	-0/	-0/	/0-	/0-	-0-/	/0-
MAN MONTHS (P./T.)	/	/	/	/	/	/

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

Sec. 14.52.230 of SB 388 provides for 5¢ per lunch in the first two fiscal years, 10¢ in the next two fiscal years and 15¢ in the fifth fiscal year.

Assuming a 3% growth in school lunch participation continues yearly through FY 80, the total lunches served each year would be:

FY 76	5,518,213 @ 5¢ = \$275,910	FY 79	6,029,898 @ 10¢ = 602,989
77	5,683,759 @ 5¢ = 284,187	80	6,210,794 @ 15¢ = 931,619
78	5,854,270 @ 10¢ = 585,427		

IV. ATTACHMENTS

V. DATE: 5/9/75 PREPARED BY: William D. Thomas

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