

S B

94

Alaska State Legislature

Senator Robin Taylor

District A

State Capitol Rm 30, Juneau, Alaska 99801-1182 Phone (907)465-3873 Fax (907)465-3922



Memorandum

TO: Senator Lyda Green, Chair
Senate Health, Education and Social Services

FROM: Senator Robin L. Taylor

DATE: April 28, 2001

RE: SSSB 94 - REQUEST FOR HEARING

Monday

I respectfully request that SSSB 94 be scheduled for hearing before your committee at the earliest possible date.

Alaska State Legislature

Chairman,
Judiciary Committee

Vice-Chairman,
Administrative Regulations
Revenue Committee

Member,
Transportation Committee
Resources Committee



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Senator Robin L. Taylor

SPONSOR STATEMENT SSSB 94

"An Act relating to the financing of major maintenance of public school facilities; authorizing the Commissioner of Revenue to sell the right to receive a portion of the anticipated revenue from a certain tobacco litigation settlement to the Northern Tobacco Securitization Corporation; relating to the deposit of certain anticipated revenue from a certain tobacco litigation settlement; authorizing the issuance of bonds by the Northern Tobacco Securitization Corporation with proceeds to finance public school major maintenance; and providing for an effective date."

SSSB 94 proposes funding the renovation and improvement of many of our public schools with proceeds of bonds to be issued by the Northern Tobacco Securitization Corporation. The majority of the projects listed in this bill have needed work for a number of years. While funding has not been available, the facilities have continued to deteriorate. We have schools with leaking roofs, bathroom facilities that are falling through the floors, exterior walls that barely keep out the elements, fire alarm systems and boilers that are not dependable and entire sewer systems that do not function properly. The age of some of these requests for funding should be enough impetus to secure funding.

The citizens of the State of Alaska should enjoy the privilege of being proud of their schools. In many communities, the schools are a source of shame.

We have an obligation to provide this funding and we have the funding source. Lets all join together to make our communities proud. Fund these repairs and renovations and let our children attend school in a decent building. Let's build pride in our communities.

District A:

Hyder • Ketchikan • Kupreanof • Meyers Chuck • Petersburg • Saxman • Sitka • Wrangell
E-mail: Senator_Robin_Taylor@legis.state.ak.us

**SENATE COMMITTEE REPORT
First Committee of Referral**

DATE: April 26, 2001

FURTHER: Finance

Date of 5-Day Notice: _____
(in accordance with Uniform Rule 23)

DATE TURNED
IN TO OFFICE: 04/30/01

HESS Committee considered SPONSOR SUBSTITUTE FOR SENATE BILL NO. 94
EDUCATION FUNDING

and recommends:

- be replaced with _____ CS _____ (_____)
- adopt previous _____ CS _____ (_____)
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to _____ Committee

- Senate Bill:**
 same title
 new title
House Bill:
 same title
 technical title
 new: SCR # _____

NEW FISCAL NOTE(S):

Department	Date	Fiscal	Zero	FN#
DEED	4/30/01		X	1
Revenue	4/30/01	X		2
Revenue	4/30/01	X		3

PREVIOUS FISCAL NOTE(S):

Department	Date	Fiscal	Zero	FN#

APPROPRIATION - no fiscal note

SIGNATURES AND RECOMMENDATIONS:	Do PASS	Do NOT PASS	No REC	AMEND
<i>Gary Lee</i>			✓	
<i>Jerry Ward</i>			APP	✓
CHAIR: <i>Lynne Greer</i>			✓	

BARROW LEGISLATIVE OFFICE
LEGISLATIVE AFFAIRS AGENCY
STATE OF ALASKA
BANK BUILDING, ROOM 305
BARROW, ALASKA 99723
PHONE (907) 852-7111 / FAX 852-7114

FACSIMILE TRANSMITTAL SHEET

TO:	FROM:
Aurora	Rebekah Garlock
COMPANY/ORGANIZATION:	DATE:
LAA	May 1, 2001
FAX NUMBER:	TOTAL NUMBER OF PAGES:
465-3805	3
PHONE NUMBER:	REGARDING:
465-6600	TESTIMONY FOR SHESS

FOR YOUR INFORMATION

PLEASE REPLY

NOTES/COMMENTS:


This is the testimony I faxed yesterday.

Memorandum Of Support

Date: 4/30/01

To: Senate Health, Education and Social Services (HESS) Committee
Honorable Lyda Green, Chair

Cc: Senator Donny Olson, Senate District S,
Representative Reggie Joule, District 37

 From: Steve Cropsey, Director of Maintenance and Operations North Slope Borough
School District

RE: Senate Bill 94

Please read the following testimony into the record of the HESS committee when considering Senate Bill 94:

My name is Steve Cropsey, I am the Director of Maintenance and Operations for the North Slope Borough School District, I am also the Secretary / Treasure of the Alaska State Chapter of the Council of Educational Facility Planners International, (CEFPI).

I would like to speak in support of SB 94 as presented to the committee by the Bill's Sponsor, Senator Robin Taylor.

Each year the Department of Education and Early Education, (DEED) requests and receives Grant Applications for Major Maintenance Projects which, are needed because of obsolescence and age and not the result of neglect caused from deferred routine maintenance. Each year school districts, across the State, scramble and are diligent in the preparation of grant applications for consideration by the Department. The DEED receives these applications which are carefully reviewed and ranked, according to published criteria, by members of the Department staff. Historically the list has gotten longer and more expensive, each year, because of

Memorandum Of Support: Senate Bill 94

inadequate funding of the projects by the Legislature. This is the logical result of inadequate capital investment for upgrade and protection of existing facilities.

The DEED Staff has reviewed, considered the worthiness and creditability of each application received and scored the projects accordingly. The Staff has conducted "an appeal process" to their ranking and evaluation. Having been through the process many times I assure you it is a thoughtful, fair and unbiased process. School Districts that participate in the process spend considerable time and money making their applications presentable and acceptable to the Department. The Department has conscientiously and fairly evaluated the projects and prepared a list of Major Maintenance Projects, ranked, according to the established criteria from the most needed (Ranked as #1) to the lesser needed, (Ranked #46). However, all projects included on the list of Projects found in SB 94 are critically needed.

I urge your support of SB 94, which if enacted in its entirety, will be a significant contribution to an extension of the useable life to 46 school facilities across the State and will ultimately save the State higher major maintenance costs in the future.

FISCAL NOTE

STATE OF ALASKA
2001 LEGISLATIVE SESSION

Fiscal Note Number: _____
 Bill Version: SS SB 94
 () Publish Date: _____

Revision Date/Time (Note if correction): _____ Dept. Affected: Revenue
 Title: Maintenance of Public School Facilities BRU: Revenue Operations
 Component: Treasury
 Sponsor: Senator Taylor
 Requester: Senate Health, Education & Social Services Component Number: 121

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007
Personal Services						
Travel (Marketing & Selling Bonds)						
Contractual (Trustee/Paying Agent)	50.0					
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Debt Service						
TOTAL OPERATING	50.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()						
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts (FHWA)						
1003 GF Match						
1004 GF	50.0					
1005 GF/Program Receipts						
1037 GF/Mental Health						
Project Fund Investment Earnings						
TOTAL	50.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2001) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2002 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)
 This legislation authorizes the Department of Revenue to sell 20% of the state's portion of the Master Tobacco Settlement Agreement to the Northern Tobacco Securitization Corporation (a subsidiary of the Alaska Housing Finance Corporation) in exchange for the bond proceeds that NTSC is able to generate (less the costs of issuing the bonds and funding of a debt service reserve). The sale will provide funding of at least \$58,145,522 for school maintenance projects statewide after funding a debt service reserve fund and costs of issuance. Bonds will be issued with tax-exempt status, an anticipated term of approximately 22 years, but with the ability to extend term to a maximum of over 30 years if revenues are lower than forecast. To the extent there are residual settlement revenues following the repayment of these bonds, those revenues will revert to the state upon final payment of the bonds.

 The \$50,000 in contractual expenses will cover the Department of Revenue's legal and financial services for negotiating the sale of the settlement proceeds.

Prepared by: Deven Mitchell, Debt Manager Phone 465-3750
 Division: Treasury Division Date/Time 4/30/01 10:00 AM
 Approved by: Larry Persily, Deputy Commissioner Date 04/30/2001
 Agency: Department of Revenue

For distribution information, call the Governor's Legislative Office

FISCAL NOTE

STATE OF ALASKA
2001 LEGISLATIVE SESSION

Fiscal Note Number: _____
 Bill Version: SS SB 94
 () Publish Date: _____

Revision Date/Time (Note if correction): _____ Dept. Affected: Revenue
 Title: Maintenance of Public School Facilities BRU: AHFC
 Component: Operations
 Sponsor: Senator Taylor
 Requester: Senate Health, Education & Social Services Component Number: 110

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES	58,145.5	0.0	0.0	0.0	0.0	0.0
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CHANGE IN REVENUES ()	(4,863.5)	(4,927.9)	(4,336.5)	(4,384.6)	(4,442.4)	(4,500.6)
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Tobacco Settlement Funds						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2001) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2002 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

The Northern Tobacco Securitization Corporation (NTSC) is a subsidiary of AHFC. This legislation authorizes the NTSC to purchase 20 percent of the Master Tobacco Settlement Agreement from the State of Alaska, with the proceeds from that sale to be used to finance school maintenance projects statewide. The purchase will be made through an agreement with the Commissioner of Revenue.

The change in state revenues shown in the fiscal note reflect 20 percent of the tobacco settlement funds as projected by WEFA.

The capital expenditures shown in the fiscal note are the proceeds anticipated for authorized tax-exempt public construction projects.

Appropriation authority is required under AS37.07 (Executive Budget Act) for expenditures by the Department of Education for the projects in Section 2 of this legislation.

Prepared by: John Bitney, Legislative Liaison Phone 330-8445
 Division: Alaska Housing Finance Corporation Date/Time April 29, 2001 11:54PM
 Approved by: Larry Persily, Deputy Commissioner Date 04/30/2001
 Agency: Department of Revenue

For distribution information, call the Governor's Legislative Office

FISCAL NOTE

STATE OF ALASKA
2001 LEGISLATIVE SESSION

Fiscal Note Number: _____
 Bill Version: SSSB 94
 () Publish Date: _____

Revision Date/Time (Note if correction): _____ Dept. Affected: Education & Early Development
 Title: "An Act relating to the financing of major BRU: K-12 Support
maintenance or public school facilities; authorizing the" Component: Foundation Program
 Sponsor: Senator Taylor
 Requester: Senate HESS Component Number: 141

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2002	FY .003	FY 2004	FY 2005	FY 2006	FY 2007
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims	0.0	0.0	0.0	0.0	0.0	0.0
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()						
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	0.0	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2001) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2002 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

The sponsor substitute changes this legislation to a tobacco securitization bill.

Prepared by: Eddy Jeans, School Finance Manager Phone 465-8679
 Division: Education Support Services Date/Time 4/30/01
 Approved by: Bruce Johnson, Deputy Commissioner of Education Date 4/30/01
 Agency: Education & Early Development

For distribution information, call the Governor's Legislative Office

22-LS0208\O
Ford
3/28/01

CS FOR SENATE BILL NO. 94(HES)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-SECOND LEGISLATURE - FIRST SESSION

BY THE SENATE HEALTH, EDUCATION AND SOCIAL SERVICES COMMITTEE

Offered:
Referred:

Sponsor(s): SENATOR TAYLOR

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to education funding; and providing for an effective date."**

2 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

3 *** Section 1.** AS 14.17.410(b) is amended to read:

4 (b) Public school funding consists of state aid, a required local contribution,
5 and eligible federal impact aid determined as follows:

6 (1) state aid equals basic need minus a required local contribution and
7 95 [90] percent of eligible federal impact aid for that fiscal year; in a regional
8 educational attendance area, the reduction of eligible federal impact aid is in lieu
9 of a contribution of funds from local taxes; basic need equals the sum obtained
10 under (D) of this paragraph, multiplied by the base student allocation set out in
11 AS 14.17.470; district adjusted ADM is calculated as follows:

12 (A) the ADM of each school in the district is calculated by
13 applying the school size factor to the student count as set out in AS 14.17.450;

14 (B) the number obtained under (A) of this paragraph is
15 multiplied by the district cost factor described in AS 14.17.460;

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(C) the ADMs of each school in a district, as adjusted according to (A) and (B) of this paragraph, are added; the sum is then

(i) multiplied by the special needs factor set out in AS 14.17.420(a)(1);

(ii) multiplied by the funding for nurses factor set out in AS 14.17.420(a)(2); and

(iii) multiplied by the vocational education factor set out in AS 14.17.420(a)(3);

(D) the number obtained for special needs funding under (C)(i) of this paragraph, the number obtained for funding nurses under (C)(ii) of this paragraph, the number obtained for vocational education funding under (C)(iii) of this paragraph, the number obtained for intensive services under AS 14.17.420(a)(4), [AS 14.17.420(a)(2)] and the number obtained for correspondence study under AS 14.17.430 are added to the number that represents the total ADM of the district as adjusted under (A) and (B) [OBTAINED UNDER (C)] of this paragraph;

(2) the required local contribution of a city or borough school district is the lesser of

(A) the equivalent of a four mill tax levy on the full and true value of the taxable real and personal property in the district as of January 1 of the second preceding fiscal year, as determined by the Department of Community and Economic Development under AS 14.17.510 and AS 29.45.110; or

(B) 100 [, NOT TO EXCEED 45] percent of a district's basic need for the current [PRECEDING] fiscal year as determined under (1) of this subsection.

* Sec. 2. AS 14.17.420(a) is amended to read:

(a) As a component of public school funding, a district is eligible for special needs funding, for funding for school nurses, and for vocational education funding and may be eligible for intensive services funding as follows:

(1) special needs funding is available to a district to assist the district

1 in providing special education, gifted and talented education, [VOCATIONAL
2 EDUCATION,] and bilingual education services to its students; a special needs
3 funding factor of 0.20 [1.20] shall be applied as set out in AS 14.17.410(b)(1);

4 (2) funding for school nurses is available to a district to assist the
5 district in providing nursing services to its students; a nurse funding factor of
6 0.01 shall be applied as set out in AS 14.17.410(b)(1);

7 (3) vocational education funding is available to a district to assist
8 the district in providing vocational education services to its students; a vocational
9 education funding factor of 0.02 shall be applied as set out in AS 14.17.410(b)(1);

10 (4) in addition to the special needs funding for which a district is
11 eligible under (1) of this subsection, a district is eligible for intensive services funding
12 for each special education student who needs and receives intensive services and is
13 enrolled on the last day of the count period; for each such student, intensive services
14 funding is equal to the intensive student count multiplied by five.

15 * Sec. 3. AS 14.17.420(b) is amended to read:

16 (b) If a district offers special education, gifted and talented education, nursing
17 services, vocational education, or bilingual education services, in order to receive
18 funding under (a)(1), (2), and (3) of this section, the district must file with the
19 department a plan that indicates the services that will be provided to students who
20 receive these services.

21 * Sec. 4. AS 14.17.440(a) is amended to read:

22 (a) Except as provided in AS 14.17.400(b), funding for state boarding schools
23 established under AS 14.16.010 includes an allocation from the public school account
24 in an amount calculated by

25 (1) determining the ADM of state boarding schools by applying the
26 school size factor to the student count as described in AS 14.17.450;

27 (2) multiplying the number obtained under (1) of this subsection by the
28 special needs factor in AS 14.17.420(a)(1);

29 (3) multiplying the number obtained under (1) of this subsection
30 by the funding for nurses factor in AS 14.17.420(a)(2);

31 (4) multiplying the number obtained under (1) of this subsection

1 by the vocational education factor in AS 14.17.420(a)(3):

2 (5) adding the numbers obtained under (1), (2), (3), and (4) of this
3 subsection [AS 14.17.420(a)(1)] and multiplying that number [PRODUCT] by the
4 base student allocation; and

5 (6) [(3)] multiplying the number [PRODUCT] determined under (5)
6 [(2)] of this subsection by the district cost factor that is applicable to calculation of the
7 state aid for the adjacent school district under AS 14.17.460.

8 * **Sec. 5.** AS 14.17.460(b) is repealed and reenacted to read:

9 (b) The cost factors established under (a) of this section change biennially on
10 July 1, according to changes in district costs as determined by the department. The
11 department shall, on a biennial basis, submit to the legislature a completed study of the
12 district cost factors used under this section. The study required under this subsection

13 (1) must be based on the cost of doing business in each school district;

14 (2) must consider the cost of living, including the cost of food, utilities,
15 transportation, medical expenses, property values, or other costs that contribute to the
16 cost of doing business:

17 (3) must use Anchorage as a base value for comparing costs between
18 school districts;

19 (4) may consider information from state, federal, or private sources to
20 document cost differentials between districts; and

21 (5) may be completed by contract.

22 * **Sec. 6.** AS 14.17 is amended by adding a new section to read:

23 **Sec. 14.17.485. Declining funding adjustment.** In addition to funding
24 provided under AS 14.17.410(b), if the ADM in a school district decreases by four
25 percent or more from one fiscal year to the next or seven percent or more within two
26 consecutive fiscal years, the school district may, subject to appropriation for the
27 purpose of this section, use the last fiscal year before the decline in ADM that
28 qualified the district for additional state aid as a base fiscal year and offset any
29 reduction in state aid according to the following schedule: (1) for the first fiscal year
30 after the base fiscal year, the school district is eligible to receive state aid determined
31 under AS 14.17.410(b)(1) plus 75 percent of the difference in state aid between the

1 base fiscal year and the first fiscal year after the base fiscal year; (2) for the second
2 fiscal year after the base fiscal year, the school district is eligible to receive state aid
3 determined under AS 14.17.410(b)(1) plus 50 percent of the difference in state aid
4 between the base fiscal year and the second fiscal year after the base fiscal year; (3)
5 for the third fiscal year after the base fiscal year, the school district is eligible to
6 receive state aid determined under AS 14.17.410(b)(1) plus 25 percent of the
7 difference in state aid between the base fiscal year and the third fiscal year after the
8 base fiscal year. The schedule established in this section is available to a school
9 district for the three fiscal years following the base fiscal year only if the state aid
10 received by the school district under AS 14.17.410(b)(1) for each fiscal year is less
11 than the state aid received by the school district in the base fiscal year. This section
12 does not apply to a decrease in ADM resulting from a loss of enrollment that occurs as
13 a result of a boundary change under AS 29.

14 * **Sec. 7.** AS 14.17.470 is amended to read:

15 **Sec. 14.17.470. Base student allocation.** The base student allocation is
16 \$4.085 [\$3,940].

17 * **Sec. 8.** AS 14.17.905 is amended to read:

18 **Sec. 14.17.905. Facilities constituting a school.** For purposes of this chapter,
19 the determination of the number of schools in a district is subject to the following:

20 (1) a community with an ADM of at least 10, but not more than 100,
21 shall be counted as one school;

22 (2) a community with an ADM of at least 101, but not more than 400
23 [750], shall be counted as

24 (A) one elementary school, which includes those students in
25 grades kindergarten through six [6]; and

26 (B) one secondary school, which includes students in grades
27 seven [7] through 12;

28 (3) in a community with an ADM of greater than 400 [750], each
29 facility that is administered as a separate school shall be counted as one school, except
30 that each alternative school with an ADM of less than 200 shall be counted as a part of
31 the school in the district with the highest ADM.

1 * **Sec. 9.** The uncodified law of the State of Alaska is amended by adding a new section to
2 read:

3 **TRANSITION.** (a) The Department of Education and Early Development may
4 immediately proceed to adopt regulations necessary to implement this Act. The regulations
5 take effect under AS 44.62 (Administrative Procedure Act), but not before July 1, 2001.

6 (b) The first change in cost factors required under AS 14.17.460(b), as repealed and
7 reenacted by sec. 5 of this Act, shall occur on January 15, 2002.

8 (c) The first study of district cost factors required under AS 14.17.460(b), as repealed
9 and reenacted by sec. 5 of this Act, shall be completed by January 15, 2002.

10 * **Sec. 10.** Section 9(a) of this Act takes effect immediately under AS 01.10.070(c).

11 * **Sec. 11.** Except as provided in sec. 10 of this Act, this Act takes effect July 1, 2001.

PROPOSED CS FOR SB 94 SECTIONAL SUMMARY

Section 1

Changes Federal Impact Aid deduction from 90% to 95%; adds funding for nurses; adds funding for vocational education; and changes the local contribution to the lesser of the equivalent of a four mill tax levy or 100% (was 45%).

Section 2

Makes language changes necessary to comply with changes made in Section 1.

Section 3

Language changes necessary for adding nursing services.

Section 4

Language changes to accommodate nursing, vocational education. Changes the word "product" to "number" in two places.

Section 5

Requires a biennial study by the department that will be submitted to the Legislature and establishes parameters from which study must be done. Anchorage will be used as the base value.

Section 6

Provides a declining fund adjustment , a gentle slope to compensate for declining enrollments and avoids the current system where funding declines dramatically with the loss of students.

Section 7

Base student allocation is changed from \$3,940 to \$4,085.

Section 8

Each school in a community serving more than 400 students will count as a separate school. The current threshold is 750.

Section 9

Establishes effective dates.

A M E N D M E N T

OFFERED IN THE SENATE

BY SENATOR GREEN

TO: SB 94

1 Page 5, following line 7:

2 Insert a new bill section to read:

3 **"* Sec. 10.** AS 14.17 is amended by adding a new section to article 1 to read:

4 **Sec. 14.17.495. Supplemental equalization aid.** (a) In addition to public
5 school funding for which a district may qualify under AS 14.17.410, a school district
6 is eligible to receive supplemental equalization funds as follows:

7 (1) in a city or borough school district, supplemental equalization aid is
8 equal to a

9 (A) state share under the following formula:

10
$$\text{funding} = (V_s / (V_s + V_i)) \times V_s \times 2.5 \text{ mills} \times \text{District ADM};$$

11 (B) local share under the following formula:

12
$$\text{funding} = (V_s \times 2.5 \text{ mills} \times \text{District ADM}) \text{ minus the amount determined under}$$

13 (A) of this paragraph;

14 (2) in a regional educational attendance area, supplemental
15 equalization aid is equal to the amount determined under the formula provided under
16 (1)(A) of this subsection in that regional educational attendance area.

17 (b) In this section,

18 (1) "Vi" means the amount determined by dividing the full and true
19 value of the taxable real and personal property in the district as calculated under
20 AS 14.17.510 and AS 29.45.110 by the District ADM for the same fiscal year for
21 which the valuation of real and personal property was made;

22 (2) "Vs" means the amount determined by dividing the sum of the
23 property valuations of all districts in the state by the total ADM of all districts in the
24 state."

1

2 Renumber the following bill sections accordingly.

3

4 Page 5, line 31:

5 Delete "Section 12(a)"

6 Insert "Section 13(a)"

7

8 Page 6, line 1:

9 Delete "sec. 13"

10 Insert "sec. 14"

Supplemental Equalization Mat-Su Borough

Vs		377,815.80
Vi	Mat-Su	233,316.93
State Share		7,457,670.68
Local Share		4,605,421.02

Supplemental Equalization Juneau School District

Vi	Juneau	451,710.88
State Share		2,375,036.66
Local Share		2,839,510.86

Supplemental Equalization North Slope School District

Vi North Slope		5,220,037.79
State Share		133,492.04
Local Share		1,844,562.57

Supplemental Equalization Anchorage School District

Vi Anchorage		322,387.86
State Share		25,267,650.60
Local Share		20,616,377.87

Total Required for amendment 118,067,436.80

Prepared by Senator Green's Office for illustrative purposes only 3/28/2001

SB 94 EDUCATION FUNDING

SECTIONAL ANALYSIS

Prepared by Aurora Hauke, Senate HESS Committee Aide

Sec.	Statute	Existing	Changes
1	AS 14.17.300(a) State Aid to Public Schools Public school account	The public school account consists of appropriations for distribution to school districts, the state boarding school, and centralized correspondence study programs.	The account consists of municipal contributions made under AS 4.17.410(g) (see Sec. 3) and appropriations.
2	AS 14.17.410(b) State Aid to Public Schools Public school funding	Public school funding consists of: (1) State aid equals basic need minus local contribution and 90% of federal impact aid; basic need equals sum obtained under (D) multiplied by base student allocation; district adjusted ADM is calculated as follows: (A) ADM of each school is calculated by applying school size factor; (B) (A) is multiplied by district cost factor; (C) Adjusted ADMs of each school in district added and the sum is multiplied by special needs factor; (D) Numbers obtained for intensive services and correspondence study then added. (2) Required local contribution of a school district is equivalent to 4 mills, not to exceed 45% of a district's basic need for the preceding fiscal year.	Federal impact aid percentage considered changed to 100%. The reduction of federal impact aid in REAAs is in lieu of local contribution. Subsection (1)(C) includes two multipliers, special needs factor and vocational education factor (see Sec. 4). 45% cap on local contribution removed. Local contribution can also be basic need for the current fiscal year if the 4-mill contribution is greater than the basic need.
3	AS 14.17.410 State Aid to Public Schools Public school funding	None.	New subsection (g) added. If a district is required to submit local contribution, they will also pay into the public school foundation account the amount of the basic need minus the 4 mills.

Sec.	Statute	Existing	Changes
4	AS 14.17.420(a) State Aid to Public Schools Special needs and intensive services funding	Special needs funding available to help provide special needs, GT, vocational, and bilingual education services with a special needs funding factor of 1.20. Intensive services funding also available.	Adds a cost factor of 0.03 specifically for vocational education. The cost factor of special needs funding is changed to 0.20. (Note: the way that the statute is worded, it is necessary to have the factor by 1.03 and 1.20.
5	AS 14.420(b) State Aid to Public Schools Special needs and intensive services funding	The district must file with the department a plan that indicates the services that will be provided for children with special needs in order to receive special needs funding.	Includes vocational education funding.
6	AS 14.17.440(a) State Aid to Public Schools State funding for state boarding schools	Funding for state boarding schools is as follows: determine ADM by applying school size factor to student count, multiply that number by special needs factor, and multiply that number by base student allocation, and multiply that number by district cost factor.	Multiply the adjusted ADM by the vocational education factor as well.
7	AS 14.17.460(b) State Aid to Public Schools District cost factors	The department must monitor cost factors and must submit proposed district cost factors to the legislature annually.	Repealed and reenacted. District cost factors change every two years. This is up to the discretion of the department.
8	AS 14.17.485 State Aid to Public Schools Declining funding adjustment	None.	New section. If the ADM in a district decrease decreases by 4% in a year or 7% in two years, the district may use the last fiscal year before the decline to offset reduction in state aid as follows: for the first year following base fiscal year, the district is eligible for 75% of the difference; for the second year, the district is eligible for 50% of the difference; for the third year, the district is eligible for 25% of the difference. This schedule is only available for 3 years and does not apply to a decrease in ADM due to a boundary change.
9	AS 14.17.470 State Aid to Public Schools Base student allocation	The base student allocation is \$3,940.	The base student allocation raised to \$4,150.

Sec.	Statute	Existing	Changes
10	AS 14.17.905 State Aid to Public Schools Facilities constituting a school	The determination of the number of schools in a district is subject to the following: a community with an ADM of 10-100 is counted as one school; a community with an ADM of 101-750 is counted as one elementary school (K-6) and one secondary school (7-12); in a community with an ADM over 750, each separate school is counted as one school, except that each alternative school with an ADM of less than 200 is counted as part of the school with the highest ADM.	Second ADM level changed to 101-400. Third ADM level changed to over 400.
11	AS 14.17.490(d) State Aid to Public Schools Public school funding adjustments	Beginning in the FY00, if a district receives more public school funding than the district received in the preceding fiscal year, any amount received by the district shall be reduced by the amount of increase from preceding fiscal year in public school funding multiplied by 40%.	Repealed.
12	Uncodified law	None.	New section TRANSITION added. (a) DEED may immediately adopt regulations, which will not take effect before July 1, 2001, necessary to implement this act. (b) First change in cost factors shall occur on July 1, 2002.
13	Effective date		Section 12(a) of this act takes effect immediately.
14	Effective date		All other sections take effect July 1, 2001.

LEGAL SERVICES

DIVISION OF LEGAL AND RESEARCH SERVICES
LEGISLATIVE AFFAIRS AGENCY
STATE OF ALASKA

(907) 465-3867 or 465-2450
FAX (907) 465-2029
Mail Stop 3101

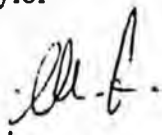
State Capitol
Juneau, Alaska 99801-1182
Deliveries to: 129 6th St., Rm. 329

MEMORANDUM

February 15, 2001

SUBJECT: Sectional Summary of SB 94 - education funding.

TO: Senator Robin Taylor
Attn: Darrel

FROM: Michael F. Ford 
Legislative Counsel

You have requested a sectional summary of the above-described bill.

As a preliminary matter, note that a sectional summary of a bill should not be considered an authoritative interpretation of the bill and the bill itself is the best statement of its contents. If you would like an interpretation of the bill as it may apply to a particular set of circumstances, please advise.

Section 1. Specifies that the public school account includes contributions from municipalities required under AS 14.17.410(g).

Section 2. Amends the formula used to fund public school education. Increases the deduction for federal impact aid to 100 percent, adds a vocational education funding factor, changes the required local contribution by municipalities.

Section 3. Requires certain municipalities to make a payment into the public school foundation account.

Section 4. Establishes vocational education funding as a separate component of the public school funding and provides for a funding amount.

Section 5. Requires a school district that offers vocational education funding to file a plan with the Department of Education and Early Development.

Section 6. Technical amendment for boarding schools.

Section 7. Provides that cost factors change biennially, based on changes in district costs determined by the Department of Education and Early Development.

Section 8. Establishes a mechanism for adjusting funding when a school district has declining enrollment.

Senator Robin Taylor
February 15, 2001
Page 2

Section 9. Increases the base student allocation to \$4,150.

Section 10. Changes the required ADM from 750 to 400, in order to determine the number of schools in a district.

Section 11. Repeals a section of the school funding formula that requires a 40 percent reduction in supplemental funding for certain school districts.

Section 12. Transition section.

Section 13. Effective date for Sec. 12(a).

Section 14. Effective date for all bill sections except sec. 13.

MFF:glc
01-144.glc

Subject: Media Advisory - Taylor to Introduce Foundation Formula Bill

Date: Tue, 13 Feb 2001 14:06:49 -0900

From: Laura Achee <Laura_Achee@legis.state.ak.us>

Organization: Alaska State Legislature

To: media <lsnclaa+media@legis.state.ak.us>, staff <lsnclaa+staff@legis.state.ak.us>, senators <lsnclaa+senators@legis.state.ak.us>, people <lsnclaa+people@legis.state.ak.us>

Alaska State Legislature

Senator Robin Taylor
District A

For Immediate Release: Feb. 13, 2001
Contact: Sen. Robin Taylor, (907) 465-3873

Media Advisory
Taylor to Introduce Foundation Formula Bill

(JUNEAU) - Sen. Robin Taylor (R-Wrangell) intends to introduce legislation in the Senate on Wednesday that will improve the State of Alaska's efforts to fund education through the Foundation Formula. His bill will make necessary changes to the formula to insure that all Alaska students receive an excellent education.

#

SB94

adn.com

Anchorage Daily News

Knowles asks Taylor to pull 'hostile' bill

REQUEST: School funding measure threatens North Slope education.

By Paul Queary
The Associated Press

(Published February 24, 2001)

Juneau -- Calling the idea inflammatory and hostile, Gov. Tony Knowles is asking one of his most bitter political rivals to withdraw a bill that would pull millions of dollars in state aid and local taxes out of the North Slope Borough and redistribute it to school districts elsewhere in the state.

Knowles, who initially took no position on the bill when Sen. Robin Taylor, R-Wrangell, introduced it last week, apparently got an earful from leaders on the North Slope this week at the Arctic Economic Development Summit in Barrow.

"They told me they see your bill as a direct threat to their kids' opportunity for success and ability to compete for jobs," the Democratic governor wrote in a letter to Taylor. "They said they were distraught and couldn't understand how someone they had never met or talked with could decide that such a bill is a reasonable approach to school funding."

Taylor -- whose bid to oust Knowles from the Governor's Mansion in 1998 failed when he lost the Republican primary, and later as a write-in candidate in the general election -- read the letter on the Senate floor Thursday with sarcastic relish -- saying it was the first personal note Knowles had ever sent him.

"Because they're one of the richest tax bases in the state, maybe they should share with the poorest tax bases in the state," Taylor said.

Taylor's bill would remove a part of the state's education funding formula that lets local school districts contribute 45 percent of their basic educational need to their schools instead of the equivalent of a 4-mill property tax. Because the North Slope Borough taxes billions of dollars worth of oil and gas infrastructure, 45 percent of its basic education need is much smaller than a 4-mill tax, which would more than cover the district's entire education budget.

The change would eliminate the \$13.3 million the district gets from the state. A separate provision would force the borough to pay about \$22.9 million of its local property taxes -- the difference between 4 mills and its basic need -- to the state.

Taylor pointed out that nearly every other community in Alaska pays at least 4 mills and often more for education.

"On the North Slope Borough, they're paying less than 2 mills for education," Taylor said.

Taylor's bill also contains elements designed to build support from other areas of the state.

It would repeal the so-called "eroding floor" installed in Senate Bill 36, which pays some rural districts only 60 percent of their current state aid for new students and could reduce per-student aid in future years. Eliminating that provision is a high priority of Knowles and many rural lawmakers.

The bill also adds \$17.4 million earmarked for vocational education, and increases the per-student amount of money that goes into the formula from \$3,940 to \$4,150 -- an increase of about \$45.4 million statewide, Taylor said.

It also contains a change in the formula that would bring about \$600,000 more to Wrangell and Petersburg, areas of Taylor's district that suffered in the 1998 rewrite.

Close Window

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Alaska State Legislature

Senator Robin Taylor

District A

State Capitol Rm 30, Juneau, Alaska 99801-1182 Phone (907)465-3873 Fax (907)465-3922




Memorandum

TO: Senator Lyda Green, Chair
Health, Education and Social Services

FROM: Senator Robin L. Taylor

DATE: February 28, 2001

RE: REQUEST FOR HEARING – SB 94



I would appreciate a hearing of SB 94, short title "An Act relating to education funding; and providing for an effective date."

The scheduling of this bill at your earliest convenience would be greatly appreciated.

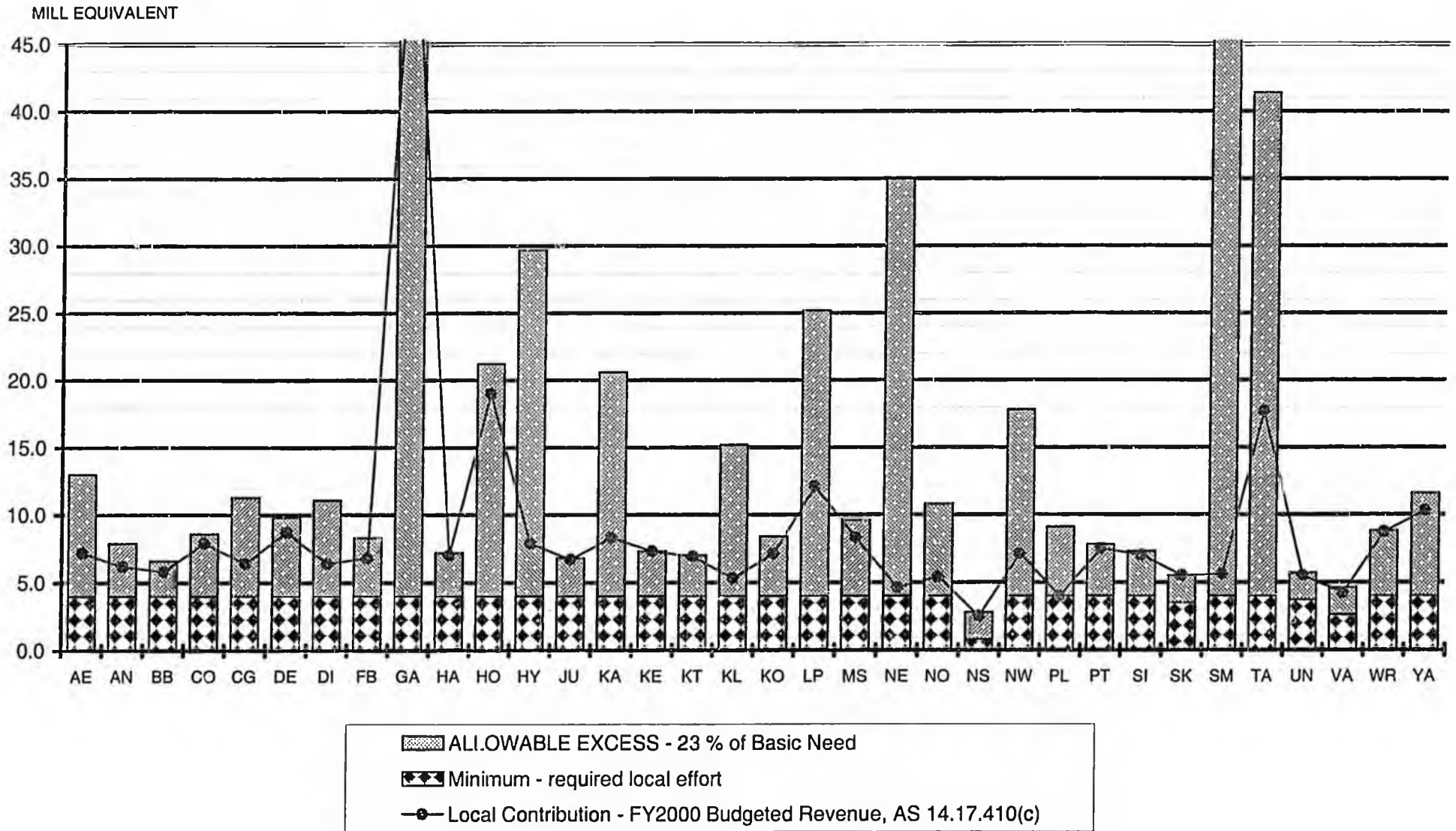
Please call if you have any questions or concerns regarding this bill.

Thank you for your consideration of this request.

MILL EQUIVALENT OF TAX EFFORT

3/14/2001
 FILE: Local20012.xls

FY2001 LOCAL EFFORT AS 14.17.410



THIS CHART HAS BEEN LIMITED TO 45 MILLS

DISTRICT	TOT PROP VALU	VAL/1 MILL	VAL/4 MILLS	LOC CONTR	MIL/REQ	\$ PER/ST	STU POP	TEACHER	SCHOOL	STU/TEA
ALEUTIANS EAST	96,923,600	96,231	582,492	700,000	7.27	15,556	301	34	6	8.9
ANCHORAGE	15,660,957,500	15,660,958	62,643,832	97,565,255	6.23	5,996	49123	2723	101	17.6
BRISTOL BAY	210,045,900	210,046	840,184	1,212,322	5.77	11,241	243	23	3	13
CORDOVA	165,315,250	163,315	653,260	1,300,000	7.96	7,694	465	36	2	12.2
CRAIG	103,253,900	103,254	413,016	657,443	6.37	7,436	537	26	4	16.3
DENALI	122,745,200	122,745	490,980	1,070,462	8.72	10,491	310	29	3	11.3
DILLINGHAM	146,268,700	145,269	581,076	942,500	6.49	9,151	567	40	2	13.5
FAIRBANKS	4,714,171,310	4,714,171	18,856,564	32,045,700	6.80	6,172	15555	932	32	17.1
GALENA	17,983,300	17,983	71,932	1,016,630	56.53	5,604	3340	41	4	9.1
HAINES	198,061,700	198,062	792,248	1,394,684	7.04	7,814	402	30	5	13.3
HOONAH	25,321,900	25,325	101,300	480,000	18.95	13,443	226	21	2	10.4
HYDABURG	8,223,000	8,223	32,892	65,000	7.90	12,486	91	9	2	12.2
JUNEAU	2,493,796,400	2,493,796	9,975,184	16,824,100	6.75	6,363	5463	315	13	17.7
KAKE	18,064,300	18,064	72,256	150,000	8.30	10,923	165	14	2	14.3
KENAI	4,050,912,920	4,080,913	16,323,652	29,643,758	7.26	6,931	9916	624	41	16.3
KETCHIKAN	1,086,074,100	1,086,074	4,344,296	7,496,187	6.90	6,061	2469	137	9	19.6
KLAWOCK	32,273,800	32,274	129,096	169,952	5.27	10,371	190	16	2	11.5
KODIAK	936,735,100	936,735	3,746,940	6,663,930	7.11	7,655	2735	186	15	15.2
LAKE & PENINSULA	69,241,000	69,241	276,964	837,164	12.09	18,502	480	62	15	9
MAT-SU	2,979,783,820	2,979,784	11,919,136	24,779,139	8.32	14,334	12924	745	31	17
NENANA	18,076,400	18,076	72,304	82,306	4.55	8,530	1889	15	2	9.7
NOME	191,926,100	191,926	767,704	1,034,427	5.39	8,530	761	56	6	13.5
NORTH SLOPE/2	10,931,803,130	10,931,803	43,727,212	27,409,018	2.51	21,071	1957	182	10	10.2
NW ARCTIC	381,186,000	381,186	1,524,744	2,715,493	7.12	12,133	2146	138	13	14.3
PELICAN	12,290,200	12,290	49,160	49,161	4.00	19,531	23	4	1	7.8
PETERSBURG	243,848,900	243,849	975,936	1,839,062	7.54	6,965	678	46	3	16.5
SITKA	635,768,000	635,768	2,543,072	4,451,098	7.00	6,252	1615	108	6	14.7
SKAGWAY	148,776,700	148,777	595,108	816,294	5.49	11,227	132	12	1	10.7
ST. MARY'S	4,500,600	4,501	18,004	25,000	5.55	13,795	131	11	2	12.2
TANANA	5,834,100	5,834	23,336	103,000	17.66	15,127	80	8	1	11.6
UNALASKA/2	375,842,900	375,843	1,503,372	2,064,486	5.49	9,522	352	30	2	1.6
VALDEZ/2	948,643,590	948,644	3,794,576	4,001,316	4.22	8,682	856	55	3	14.7
WRANGELL	148,029,200	148,029	592,116	1,293,416	8.74	7,267	491	33	3	16.1
YAKUTAT	44,296,200	44,296	177,184	457,708	10.33	12,650	167	16	2	10.7

Alaska State Legislature

Senator Robin Taylor

District A

State Capitol Rm 30, Juneau, Alaska 99801-1182 Phone (907)465-3873 Fax (907)465-3922

File SB 94
J



Memorandum

TO: All HESS Committee Members

FROM: Senator Robin L. Taylor *Robin*

DATE: March 16, 2001

RE: Testimony of Carl Rose on SB 94 before HESS Committee

Dear Committee Members:

The testimony given by Carl Rose today focused on the way SB 94 in its present form would victimize the poor little community of Skagway, and in fact, would COST them \$65,761.00. Mr. Rose did not tell the Committee that 1 mill of property tax in Skagway equates to \$148,777. In other words, ½ mill would make up the difference between the local contribution under SB 36 and the local contribution under SB 94 if Skagway wanted their current school funding to remain status quo. Because Skagway is now contributing the equivalent of 5.49 mills, another ½ mill could hardly be considered a terrible burden, could it? Neither did Mr. Rose tell the Committee that for the next 6 years, Skagway will be receiving approximately \$165,000 per year in Federal Timber Receipts. Mr. Rose knew both of those facts going in to that meeting. He just didn't find it necessary to mention them.

Ladies and Gentlemen, my point is that Mr. Rose took advantage of the opportunity to speak to a captive audience and portray this piece of legislation as a terrible burden on one community, thereby detracting from the positive advantages to the majority of the school districts in Alaska.

I would also like to add that, despite two separate invitations to discuss this bill with me prior to the bill being heard by any committee, I had no response.

Alaska State Legislature

Chairman,
Judiciary Committee

Vice-Chairman,
Administrative Regulations
Revenue Committee

Member,
Transportation Committee
Resources Committee



Senator Robin L. Taylor

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Ketchikan, Alaska 99901
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Fax: (907) 225-0713

SPONSOR STATEMENT

SB 94

SB 94 is an attempt to improve the current foundation funding for public schools as set forth in Chapter 17 and to increase the appropriation to fund schools.

SB 94 includes municipal contributions in the public school account. However, the 45% cap has been repealed, thereby altering the required local contribution for municipalities.

This bill requires that all federal impact aid be counted, along with the required local contribution from the local school's "basic need".

In REAA Districts, the reduction of eligible federal impact aid will be subtracted from basic need. REAA's do not contribute local taxes.

This bill takes funding for vocational education out of the 20% currently in statute for special education, gifted education and bilingual education. The vocational education program will be separately funded. This is an increase of 3% in the formula. Present statutes have reduced the incentive for schools to apply funding to quality vocational education. The result is poor or no vocational education programs to serve students for whom vocational education is the preferred strand. The critical shortage of vocational education programs in our schools is an unintended consequence of past legislative reform. This bill will correct the problem by directing attention to the need for schools to provide a specific level of funding to vocational education.

This bill repeals 14.17.490(d). That provision caused a reduction in the funding floor for certain districts by 40% for new funding generated by the foundation formula.

District A:

Hyder • Ketchikan • Kupreanof • Meyers Chuck • Petersburg • Saxman • Sitka • Wrangell

E-mail: Senator_Robin_Taylor@legis.state.ak.us

A declining funding adjustment based on the loss of student enrollments is provided. If enrollment decreases 4% in one year or 7% in two years, the district will receive 75% of the loss in year one and 50% in year two and 25% in year three.

This bill reduces the number of students required to count as a school, from 750 in current statute to 400.

The base student allocation is increased from \$3,940 to \$4,150, an increase of \$210 per student.

Section 14.17.460(b) – AREA COST DIFFERENTIAL - is repealed and reenacted to read:

(b) The cost factors established under (a) of this section shall be established by the department no later than January 15, 2002. The department will set the cost figures based upon a study of the cost of doing business in each school district. The study will take into account, the cost of living, i.e., groceries, energy, utilities, transportation, medical, property values, and other local costs that contribute to the cost of doing business. Cost differentials will be set for each district with Anchorage at the base of 100%. Various indices and surveys conducted by state, federal and private sources may be used to document cost differentials.

The department will conduct subsequent cost of doing business studies no more than two years apart and set the amount by January 15 every even numbered year. The legislature may adjust differentials to reflect changes between studies.



Subject: Funding for School Nurses

Date: Fri, 23 Feb 2001 10:06:42 -0900

From: "Gracie Rockwood" <grockwood@kpbsd.k12.ak.us>

To: Senator_Kim_Elton@legis.state.ak.us, Senator_Alan_Austerman@legis.state.ak.us, Senator_John_Torgerson@legis.state.ak.us, Senator_Jerry_Ward@legis.state.ak.us, Senator_Drue_Pearce@legis.state.ak.us, Senator_Loren_Leman@legis.state.ak.us, Senator_Johnny_Ellis@legis.state.ak.us, Senator_John_Cowdery@legis.state.ak.us, Senator_Dave_Donley@legis.state.ak.us, Senator_Bettye_Davis@legis.state.ak.us, Senator_Randy_Phillips@legis.state.ak.us, Senator_Rick_Halford@legis.state.ak.us, Senator_Lyda_Green@legis.state.ak.us, Senator_Gary_Wilken@legis.state.ak.us, Senator_Pete_Kelly@legis.state.ak.us

CC: Senator_Gene_Therriault@legis.state.ak.us, Senator_Georgianna_Lincoln@legis.state.ak.us, Senator_Donald_Olson@legis.state.ak.us, Senator_Lyman_Hoffman@legis.state.ak.us

Dear Senators,

There should be an involvement by the legislature to help provide a school nurse in every school in Alaska. This issue needs to be addressed in SB94. We know the statistics for our population. We know that our state is one that has the highest rate of drug & alcohol abuse, teen pregnancies and many other health issues. As a result, the products of these abuses are entering our schools. We are seeing sicker and sicker students every year while our school boards choose to reduce the hours nurses can care for them. These students' handicaps both physically and emotionally need support in order to succeed in our educational environment. The students in Alaska schools need a school nurse. They have a fundamental right to this service. They have a constitutional right to receive this service. We have a moral obligation to see that they get this service. You have the power to consider a specific funding item within SB94 for school nurses so they will always have this service. How can our students become our leaders in the future if they are too sick to be educated? The answer - provide them with a school nurse.

Please let me know if there is anything I can do to help with this very important public health issue.

Gracie Rockwood, BSN
grockwood@kpbsd.k12.ak.us

NVR

ALASKA STATE LEGISLATURE




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(907) 465-3805 Fax

SENATE HEALTH, EDUCATION AND SOCIAL SERVICES COMMITTEE SENATOR LYDA GREEN, CHAIR

To: Mike Ford, Legislative Legal Services
From: Aurora Hauke, Committee Aide 
Date: March 27, 2001
Subject: SB 94 EDUCATION FUNDING

Please prepare a HESS CS for SB 94 EDUCATION FUNDING including the following changes:

1. Delete Section 1.
2. Section 2, Page 1, Line 12: Changed 100 percent of eligible federal impact aid to 95 percent of eligible federal impact aid.
3. Section 2, Page 2, Line 19. Required local contribution should be changed to 4 mills or 100% of basic need, whichever is lower.
4. Section 4, Page 3, Line 14. Vocational education funding factor should be changed from 0.03 to 0.02.
5. Section 9, Page 5, Line 7. Base student allocation should be changed from \$4,150 to \$4,085.
6. Delete Section 11.
7. Incorporate Amendment 22-LS0208J.1 offered by Senator Taylor.
8. Incorporate Amendment 22-LS0208J.2 offered by Senator Taylor.

I will need this for my committee meeting tomorrow, Wednesday, March 28, 2001. I would prefer to have it in the morning so that I can write an explanation to go along with it. Thank you for your help. If you have any questions or comments, please give me a call at x3152.

SENATOR LOREN LEMAN, VICE-CHAIR
SENATOR JERRY WARD, SENATOR GARY WILKEN, SENATOR BETTYE DAVIS

2009

TOTAL

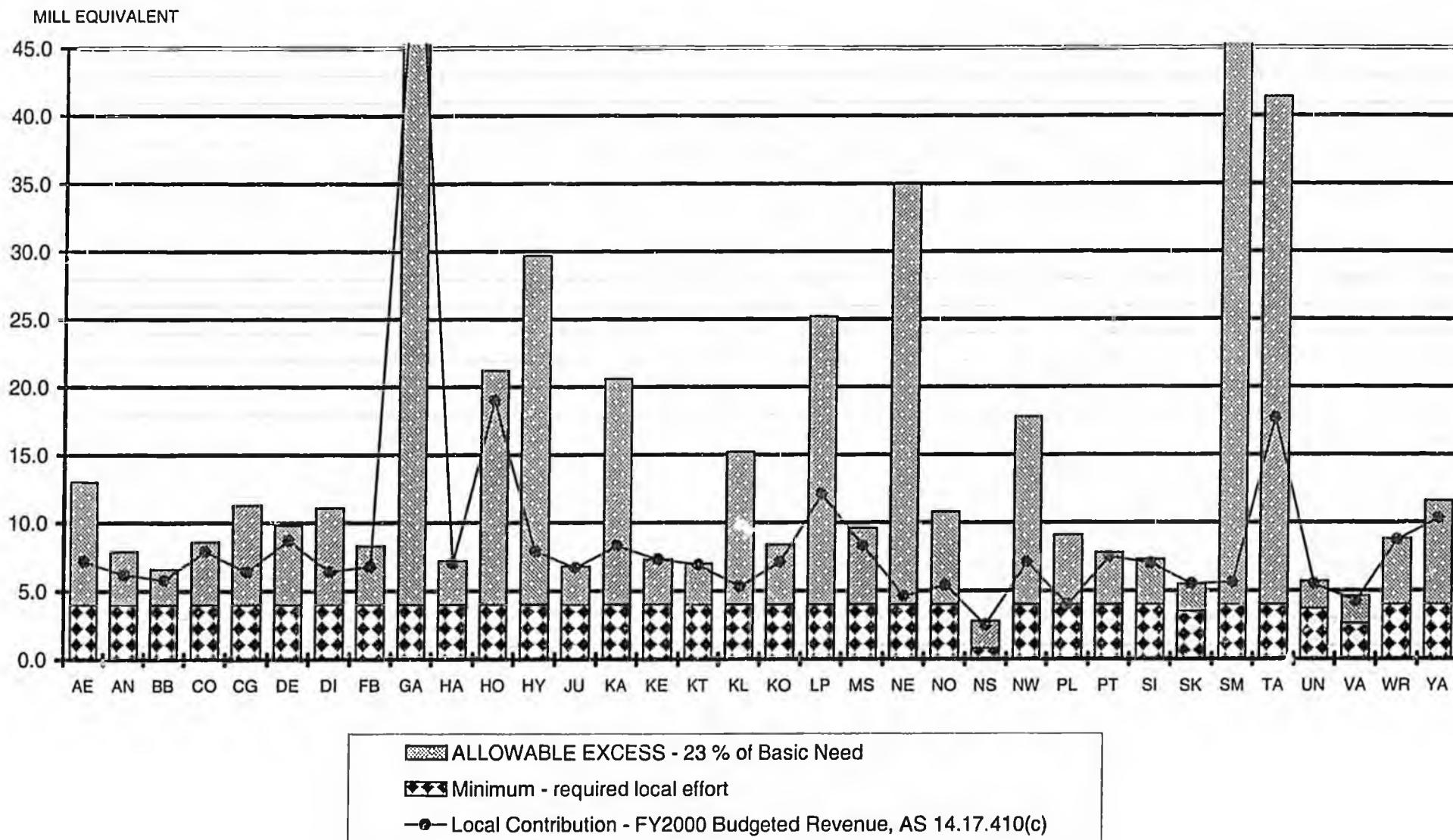
DISTRICT	TOT PROP VALU	VAL/1 MILL	VAL/4 MILLS	LOC CONTR	MIL/REQ	S PER/ST	STU POP	TEACHER	SCHOOL	STU/TEA
ALEUTIANS EAST	96,923,600	96,231	582,492	700,000	7.27	15,556	301	34	6	8.9
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DILLINGHAM	146,268,700	145,269	581,076	942,500	6.49	9,151	567	40	2	13.5
FAIRBANKS	4,714,171,310	4,714,171	18,856,564	32,045,700	6.80	6,172	15555	932	32	17.1
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HOONAH	25,321,900	25,325	101,300	480,000	18.95	13,443	226	21	2	10.4
HYDABURG	8,223,000	8,223	32,892	65,000	7.90	12,486	91	9	2	12.2
JUNEAU	2,493,796,400	2,493,796	9,975,184	16,824,100	6.75	6,363	5463	315	13	17.7
KAKE	18,064,300	18,064	72,256	150,000	8.30	10,923	165	14	2	14.3
KENAI	4,050,912,920	4,080,913	16,323,652	29,643,758	7.26	6,931	9916	624	41	16.3
KETCHIKAN	1,086,074,100	1,086,074	4,344,296	7,496,187	6.90	6,061	2469	137	9	19.6
KLAWOCK	32,273,800	32,274	129,096	169,952	5.27	10,371	190	16	2	11.5
KODIAK	936,735,100	936,735	3,746,940	6,663,930	7.11	7,655	2735	186	15	15.2
LAKE & PENINSULA	69,241,000	69,241	276,964	837,164	12.09	18,502	480	62	15	9
MAT-SU	2,979,783,820	2,979,784	11,919,136	24,779,139	8.32	14,334	12924	745	31	17
NENANA	18,076,400	18,076	72,304	82,306	4.55	8,530	1889	15	2	9.7
NOME	191,926,100	191,926	767,704	1,034,427	5.39	8,530	761	56	6	13.5
NORTH SLOPE/2	10,931,803,130	10,931,803	43,727,212	27,409,018	2.51	21,071	1957	182	10	10.2
NW ARCTIC	381,186,000	381,186	1,524,744	2,715,493	7.12	12,133	2146	138	13	14.3
PELICAN	12,290,200	12,290	49,160	49,161	4.00	19,531	23	4	1	7.8
PETERSBURG	243,848,900	243,849	975,936	1,839,062	7.54	6,965	678	46	3	16.5
SITKA	635,768,000	635,768	2,543,072	4,451,098	7.00	6,252	1615	108	6	14.7
SKAGWAY	148,776,700	148,777	595,108	816,294	5.49	11,227	132	12	1	10.7
ST. MARY'S	4,500,600	4,501	18,004	25,000	5.55	13,795	131	11	2	12.2
TANANA	5,834,100	5,834	23,336	103,000	17.66	15,127	80	8	1	11.6
UNALASKA/2	375,842,900	375,843	1,503,372	2,064,486	5.49	9,522	352	30	2	1.6
VALDEZ/2	948,643,590	948,644	3,794,576	4,001,316	4.22	8,682	856	55	3	14.7
WRANGELL	148,029,200	148,029	592,116	1,293,416	8.74	7,267	491	33	3	16.1
YAKUTAT	44,296,200	44,296	177,184	457,708	10.33	12,650	167	16	2	10.7

Refer

MILL EQUIVALENT OF TAX EFFORT

3/14/2001
File: Local20012.xls

FY2001 LOCAL EFFORT AS 14.17.410



THIS CHART HAS BEEN LIMITED TO 45 MILLS

ALASKA DEPARTMENT OF EDUCATION
FY2001 FOUNDATION PROGRAM AS 14.17.410

Abbreviations for chart

	REQUIRED MILL EQUIV.	ALLOWABLE EXCESS MILL EQUIV.	AS 14.17.410(c) BUDGETED MILL EQUIV.	1999 FULL VALUE DETERMINATION BY C&RA	FY2000 REQUIRED LOCAL	ALLOWABLE EXCESS	TOTAL ALLOWABLE LOCAL	AS 14.17.410(c) BUDGETED LOCAL
ALEUTIANS EAST = AE	4.0	9.0	7.2	\$96,923,600	\$387,694	\$872,988	\$1,260,682	\$700,000
ANCHORAGE = AN	4.0	3.9	6.2	15,660,957,500	62,643,830	60,556,579	\$123,200,409	\$97,565,255
BRISTOL BAY = BB	4.0	2.6	5.8	210,045,900	840,184	546,982	\$1,387,166	\$1,212,322
CORDOVA = CO	4.0	4.6	7.9	165,315,250	661,261	753,505	\$1,414,766	\$1,300,000
CRAIG = CG	4.0	7.3	8.4	103,253,900	413,016	751,167	\$1,164,183	\$657,443
DENALI = DE	4.0	5.8	8.7	122,745,200	490,981	766,691	\$1,197,672	\$1,070,462
DILLINGHAM = DI	4.0	7.1	6.4	148,268,700	585,075	1,044,830	\$1,629,905	\$942,500
FAIRBANKS = FB	4.0	4.3	6.8	4,714,171,310	18,856,685	20,316,542	\$39,173,227	\$32,045,700
GALENA = GA	4.0	154.7	56.5	17,983,300	71,933	2,782,424	\$2,854,357	\$1,016,630
HAINES = HA	4.0	3.2	7.0	198,061,700	792,247	639,687	\$1,431,934	\$1,394,684
HOONAH = HO	4.0	17.2	19.0	25,321,900	101,288	434,713	\$538,001	\$480,000
HYDABURG = HY	4.0	25.7	7.9	8,223,000	32,892	211,534	\$244,426	\$65,000
JUNEAU = JU	4.0	2.8	6.7	2,493,796,400	9,975,186	7,002,026	\$16,977,212	\$16,824,100
KAKE = KA	4.0	16.6	8.3	18,064,300	72,257	299,626	\$371,883	\$150,000
KENAI = KE	4.0	3.3	7.3	4,050,912,920	16,203,652	13,440,106	\$29,643,758	\$29,643,758
KETCHIKAN = KT	4.0	3.0	6.9	1,086,074,100	4,344,296	3,211,536	\$7,555,832	\$7,496,187
KLAWOCK = KL	4.0	11.2	5.3	32,273,800	129,095	382,335	\$491,430	\$169,952
KODIAK = KO	4.0	4.4	7.1	936,735,100	3,746,940	4,141,035	\$7,887,975	\$6,663,930
LAKE AND PENINS = LP	4.0	21.2	12.1	69,241,000	276,964	1,468,878	\$1,745,842	\$837,164
MAT-SU = MS	4.0	5.6	8.3	2,979,783,820	11,919,135	16,748,760	\$28,667,895	\$24,779,139
NENANA = NE	4.0	85.7	4.6	18,076,400	72,306	1,548,451	\$1,620,757	\$82,306
NOME = NO	4.0	6.8	5.4	191,928,100	767,704	1,313,573	\$2,081,277	\$1,034,427
NORTH SLOPE /2 = NS	0.8	2.0	2.5	10,931,803,130	8,741,954	21,883,606	\$30,605,560	\$27,409,018
NORTHWEST ARC = NW	4.0	13.8	7.1	381,186,000	1,524,744	5,246,046	\$6,770,790	\$2,715,493
PELICAN = PL	4.0	5.1	4.0	12,290,200	49,161	62,365	\$111,526	\$49,161
PETERSBURG = PT	4.0	3.8	7.5	243,848,000	975,396	\$24,487	\$1,899,883	\$1,839,062
SITKA = SI	4.0	3.3	7.0	635,768,000	2,543,072	2,071,138	\$4,614,210	\$4,451,098
SKAGWAY = SK	3.5	2.0	5.5	148,776,700	524,241	297,553	\$821,794	\$816,294
ST MARY'S = SM	4.0	77.4	5.8	4,500,600	18,002	348,488	\$366,490	\$25,000
TANANA = TA	4.0	37.4	17.7	5,834,100	23,338	218,412	\$241,748	\$103,000
UNALASKA /2 = UN	3.5	2.0	5.5	375,842,900	1,312,800	751,686	\$2,064,486	\$2,064,486
VALDEZ /2 = VA	2.7	2.0	4.2	948,643,590	2,571,754	1,897,287	\$4,469,041	\$4,001,316
WRANGELL = WR	4.0	4.8	8.7	148,029,200	592,117	703,220	\$1,295,337	\$1,293,416
YAKUTAT = YA	4.0	7.6	10.3	44,296,200	177,185	537,723	\$514,908	\$457,708
TOTALS		Average contribution in mills >>	8.9	\$47,226,974,720	\$152,438,383	\$173,875,979	\$326,314,362	\$271,356,011

/1 Can not exceed the total allowable local
/2 Required local effort is limited to 35% of Basic Need of the preceding year. Allowable excess is 2 mills

CHART INFO:

Abbreviations for chart

	REQUIRED MILL EQUIV.	ALLOWABLE EXCESS MILL EQUIV.	AS 14.17.250(7) BUDGETED MILL EQUIV.	
ALEUTIANS EAST = AE	4.0	9.0	7.2	13.0
ANCHORAGE = AN	4.0	3.9	6.2	7.9
BRISTOL BAY = BB	4.0	2.6	5.8	6.6
CORDOVA = CO	4.0	4.6	7.9	8.6
CRAIG = CG	4.0	7.3	8.4	11.3
DENALI = DE	4.0	5.8	8.7	9.8
DILLINGHAM = DI	4.0	7.1	6.4	11.1
FAIRBANKS = FB	4.0	4.3	6.8	8.3
GALENA = GA	4.0	154.7	56.5	158.7
HAINES = HA	4.0	3.2	7.0	7.2
HOONAH = HO	4.0	17.2	19.0	21.2
HYDABURG = HY	4.0	25.7	7.9	29.7
JUNEAU = JU	4.0	2.8	6.7	6.8
KAKE = KA	4.0	16.6	8.3	20.6
KENAI = KE	4.0	3.3	7.3	7.3
KETCHIKAN = KT	4.0	3.0	6.9	7.0
KLAWOCK = KL	4.0	11.2	5.3	15.2
KODIAK = KO	4.0	4.4	7.1	8.4
LAKE AND PENINS = LP	4.0	21.2	12.1	25.2
MAT-SU = MS	4.0	5.6	8.3	9.6
NENANA = NE	4.0	85.7	4.6	35.0
NOME = NO	4.0	6.8	5.4	10.8
NORTH SLOPE /2 = NS	0.8	2.0	2.5	2.8
NORTHWEST ARC = NW	4.0	13.8	7.1	17.8
PELICAN = PL	4.0	5.1	4.0	9.1
PETERSBURG = PT	4.0	3.8	7.5	7.8
SITKA = SI	4.0	3.3	7.0	7.3
SKAGWAY = SK	3.5	2.0	5.5	5.5
ST MARY'S = SM	4.0	77.4	5.8	81.4
TANANA = TA	4.0	37.4	17.7	41.4
UNALASKA /2 = UN	3.5	2.0	5.5	5.7
VALDEZ /2 = VA	2.7	2.0	4.2	4.6
WRANGELL = WR	4.0	4.8	8.7	8.8
YAKUTAT = YA	4.0	7.6	10.3	11.6

ALASKA DEPARTMENT OF EDUCATION
FY2001 BUDGETED SCHOOL OPERATING FUND

	TAX APPROP.	IN-KIND SERVICES	TOTAL LOCAL REV.	ADM	required ADM	allow excess ADM	Allowable ADM	budgeted ADM
0 ALEUTIANS EAST	\$700,000	\$0	\$700,000	307.75	\$1,260	\$2,837	\$4,098	\$2,275
0 ANCHORAGE	97,565,255		\$97,565,255	48578.21	\$1,290	1,247	2,536	2,008
0 BRISTOL BAY	997,950	214,372	\$1,212,322	382.07	\$2,199	1,432	3,631	3,173
0 CORDOVA	1,300,000	0	\$1,300,000	475.95	\$1,389	1,583	2,973	2,731
0 CRAIG	443,016	214,427	\$657,443	516.3	\$600	1,455	2,255	1,273
0 DENALI	1,070,462	0	\$1,070,462	312.65	\$1,570	2,260	3,831	3,424
0 DILLINGHAM	942,500	0	\$942,500	579.85	\$1,009	1,802	2,811	1,625
0 FAIRBANKS	32,045,700	0	\$32,045,700	15546.5	\$1,213	1,307	2,520	2,061
0 GALENA	25,000	991,630	\$1,016,630	3334.5	\$22	834	656	305
0 HAINES	1,394,684	0	\$1,394,684	407.15	\$1,946	1,571	3,517	3,425
0 HOONAH	82,000	398,000	\$480,000	226.9	\$446	1,916	2,362	2,115
0 HYDABURG	0	65,000	\$65,000	102.85	\$320	2,057	2,377	632
0 JUNEAU	16,824,100	0	\$16,824,100	5520.78	\$1,807	1,268	3,075	3,047
0 KAKE	0	150,000	\$150,000	165	\$438	1,816	2,254	909
0 KENAI	23,742,747	5,901,011	\$29,643,758	9948.74	\$1,629	1,351	2,980	2,980
0 KETCHIKAN	7,221,187	275,000	\$7,496,187	2464.75	\$1,763	1,303	3,066	3,041
0 KLAWOCK	169,952	0	\$169,952	207.9	\$621	1,743	2,364	817
0 KODIAK	5,966,440	697,490	\$6,663,930	2775.65	\$1,350	1,492	2,842	2,401
0 LAKE & PENINSULA	837,164	0	\$837,164	462.48	\$599	3,176	3,775	1,810
0 MAT-SU	24,779,139	0	\$24,779,139	12771.4	\$933	1,311	2,245	1,940
0 NENANA	72,306	10,000	\$82,306	1828.25	\$40	847	887	45
0 NOME	1,034,427	0	\$1,034,427	778.95	\$988	1,691	2,679	1,331
0 NORTH SLOPE	27,409,018	0	\$27,409,018	2094.2	\$4,174	10,440	14,614	13,088
0 NORTHWEST ARCTIC	2,715,493	0	\$2,715,493	2203.15	\$692	2,381	3,073	1,233
0 PELICAN	49,161	0	\$49,161	23	\$2,137	2,712	4,849	2,137
0 PETERSBURG	1,839,062	0	\$1,839,062	678.3	\$1,438	1,363	2,801	2,711
0 SITKA	4,451,098	0	\$4,451,098	1581	\$1,609	1,310	2,919	2,815
0 SKAGWAY	816,294	0	\$816,294	136.75	\$3,834	2,176	6,009	5,969
0 ST MARY'S	0	25,000	\$25,000	137.7	\$131	2,531	2,662	182
0 TANANA	0	163,000	\$163,000	80	\$292	2,730	3,022	1,288
0 UNALASKA	2,064,486	0	\$2,064,486	351.34	\$3,737	2,139	5,876	5,876
0 VALDEZ	4,001,316	0	\$4,001,316	884.75	\$2,974	2,194	5,168	4,627
0 WRANGELL	1,264,476	28,940	\$1,293,416	488.35	\$1,212	1,440	2,652	2,649
0 YAKUTAT	424,708	33,000	\$457,708	166.25	\$1,066	2,031	3,097	2,753
Total	\$262,749,141	\$9,106,870	\$271,856,011					

/1 Can not exceed the total allowable local
/2 Required local effort is limited to 35% of Basic Need of the preceding year. Allowable excess is 2 mills

LEGAL SERVICES

DIVISION OF LEGAL AND RESEARCH SERVICES
LEGISLATIVE AFFAIRS AGENCY
STATE OF ALASKA

(907) 465-3867 or 465-2450
FAX (907) 465-2029
Mail Stop 3101

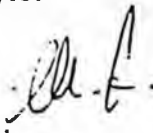
State Capitol
Juneau, Alaska 99801-1182
Deliveries to: 129 6th St., Rm. 329

MEMORANDUM

February 15, 2001

SUBJECT: Sectional Summary of SB 94 - education funding.

TO: Senator Robin Taylor
Attn: Darrel

FROM: Michael F. Ford 
Legislative Counsel

You have requested a sectional summary of the above-described bill.

As a preliminary matter, note that a sectional summary of a bill should not be considered an authoritative interpretation of the bill and the bill itself is the best statement of its contents. If you would like an interpretation of the bill as it may apply to a particular set of circumstances, please advise.

Section 1. Specifies that the public school account includes contributions from municipalities required under AS 14.17.410(g).

Section 2. Amends the formula used to fund public school education. Increases the deduction for federal impact aid to 100 percent, adds a vocational education funding factor, changes the required local contribution by municipalities.

Section 3. Requires certain municipalities to make a payment into the public school foundation account.

Section 4. Establishes vocational education funding as a separate component of the public school funding and provides for a funding amount.

Section 5. Requires a school district that offers vocational education funding to file a plan with the Department of Education and Early Development.

Section 6. Technical amendment for boarding schools.

Section 7. Provides that cost factors change biennially, based on changes in district costs determined by the Department of Education and Early Development.

Section 8. Establishes a mechanism for adjusting funding when a school district has declining enrollment.

Senator Robin Taylor
February 15, 2001
Page 2

Section 9. Increases the base student allocation to \$4,150.

Section 10. Changes the required ADM from 750 to 400, in order to determine the number of schools in a district.

Section 11. Repeals a section of the school funding formula that requires a 40 percent reduction in supplemental funding for certain school districts.

Section 12. Transition section.

Section 13. Effective date for Sec. 12(a).

Section 14. Effective date for all bill sections except sec. 13.

MFF:glc
01-144.glc

FISCAL NOTE

**STATE OF ALASKA
2001 LEGISLATIVE SESSION**

Fiscal Note Number: SB 94
 Bill Version: _____
 () Publish Date: _____

Revision Date/Time (Note if correction): _____ Dept. Affected: Education & Early Development
 Title: An Act relating to education funding; and BRU: K-12 Support
providing for an effective date. Component: Foundation Program
 Sponsor: Senator Taylor
 Requester: Senate HESS Component Number: 141

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims	46,666.0	46,666.0	46,666.0	46,666.0	46,666.0	46,666.0
Miscellaneous						
TOTAL OPERATING	46,666.0	46,666.0	46,666.0	46,666.0	46,666.0	46,666.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()	21,255.8	21,255.8	21,255.8	21,255.8	21,255.8	21,255.8
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	46,666.0	46,666.0	46,666.0	46,666.0	46,666.0	46,666.0
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
TOTAL	46,666.0	46,666.0	46,666.0	46,666.0	46,666.0	46,666.0

Estimate of any current year (FY2001) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2002 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

Attached is a sectional analysis for SB94.

Under section 3, if a municipality's 4 mill equivalent exceeds the districts basic need that municipality must pay to the public school account the difference. This provision applies to the North Slope Borough and would require that municipality to pay approximately \$21,255,800 to the public school account. This amount is reflected in the "change in revenues" section of this fiscal note.

Section 8 provides a hold harmless for districts that experience declining enrollment. Because this legislation provides all districts that project declining enrollments more state aid, no district qualified for this provision at this time.

Prepared by: Eddy Jeans, School Finance Manager Phone 465-8679
 Division: Education Support Services Date/Time 3/5/01 12:00 AM
 Approved by: Shirley J. Holloway, Commissioner Date 3/6/01
 Agency: Education & Early Development

For distribution information, call the Governor's Legislative Office

Alaska Department of Education & Early Development
 SB94 Sectional Analysis
 Prepared 3/5/01

	Section 2 Impact aid	Section 2 4 mill local effort	Section 4	Section 6	Section 9	Section 10	Cumulative Change	Section 11
Alaska Gateway	(24,031)	-	110,412	-	252,101	-	338,482	119,826
Aleutian Region	(23,737)	-	30,659	-	66,780	-	73,702	38,926
Aleutians East	(59,404)	-	93,639	-	203,791	-	238,026	-
Anchorage	(609,205)	-	6,192,761	-	14,415,667	-	19,999,223	-
Annette Island	(174,697)	-	58,035	-	132,571	-	15,909	-
Bering Strait	(630,956)	-	525,593	-	1,156,582	-	1,051,219	-
Bristol Bay	(22,640)	-	56,611	-	128,472	-	162,443	-
Chatham	(32,907)	-	60,606	-	132,972	-	160,671	-
Chugach	(10,710)	-	23,222	-	67,337	-	79,849	36,186
Copper River	(16,320)	-	121,173	-	296,029	-	400,882	15,984
Cordova	(966)	-	81,374	-	179,238	-	259,646	47,151
Craig	(17,485)	-	66,856	-	193,767	-	243,138	-
Delta/Greely	(24,628)	-	84,619	-	221,246	-	281,237	-
Denali	(544)	-	72,870	-	158,558	-	230,884	-
Dillingham	(19,825)	-	108,632	-	247,939	-	336,746	79,467
Fairbanks	(545,630)	-	2,040,426	-	4,745,679	-	6,240,475	-
Galena	(3,384)	-	58,746	-	677,859	-	733,221	294,547
Haines	(470)	-	65,670	-	149,176	-	214,376	7,573
Hoonah	(11,376)	-	43,200	-	103,400	-	135,224	35,737
Hydaburg	(9,364)	-	21,679	-	48,195	-	60,510	7,244
Iditarod	(50,622)	-	112,944	-	299,372	-	361,694	164,743
Juneau	(12)	-	717,223	-	1,681,342	-	2,398,553	-
Kake	(16,968)	-	31,845	-	70,342	-	85,219	34,232
Kashunamiut	(116,934)	-	75,758	-	168,061	-	126,885	-
Kenai	-	-	1,387,212	-	3,187,168	-	4,574,380	-
Ketchikan	(101)	-	332,502	-	761,828	-	1,094,229	-
Klawock	(11,092)	-	37,937	-	92,638	-	119,483	52,169
Kodiak	(101,918)	-	444,693	-	997,847	-	1,340,622	-
Kuspuk	(144,914)	-	147,480	-	321,979	-	324,545	65,720
Lake & Peninsula	(46,758)	-	161,364	-	351,543	-	466,149	195,874
Lower Kuskokwim	(926,854)	-	959,964	-	2,128,148	-	2,161,258	1,233,691
Lower Yukon	(677,594)	-	510,680	-	1,126,157	-	959,243	-
Mat-Su	-	-	1,689,370	-	4,053,725	-	5,743,095	-
Nenana	(113)	-	34,655	-	327,352	-	361,894	-
Nome	(4,025)	-	141,743	-	310,895	-	448,613	95,798
North Slope	-	(9,802,554)	-	-	-	-	(9,802,554)	-
Northwest Arctic	(199,068)	-	588,217	-	1,287,958	-	1,677,107	-
Pelican	-	-	6,805	-	14,813	-	21,618	8,636
Petersburg	(126)	-	106,614	-	238,416	341,007	685,911	-
Pribilof	(71,372)	-	41,023	-	91,311	-	60,962	28,203
Sitka	(756)	-	215,127	-	491,333	-	705,704	-
Skagway	-	(162,706)	30,421	-	66,524	-	(65,761)	38,729
Southeast Island	(28,090)	-	64,760	-	148,697	-	185,367	85,278
Southwest Region	(307,614)	-	216,236	-	475,858	-	384,480	-
St. Mary's	(50)	-	38,967	-	90,111	-	129,028	51,568
Tanana	(1,110)	-	22,905	-	70,924	-	92,719	-
Unalaska	(495)	(230,387)	72,158	-	158,107	-	(617)	91,974
Valdez	(3,088)	(1,365,230)	137,906	-	309,536	-	(920,876)	151,710
Wrangell	(32)	-	78,646	-	173,248	218,529	470,391	-
Yakutat	(7,113)	-	35,089	-	79,530	-	107,506	41,315
Yukon Flats	(132,821)	-	112,746	-	246,459	-	226,384	143,500
Yukon/Kovukuk	(143,819)	-	154,046	-	339,499	-	349,726	72,693
Yupit	(163,161)	-	120,540	-	263,393	-	220,772	153,378
Alveska Central School	-	-	-	-	230,328	-	230,328	-
Mt. Edgecumbe	(66,116)	-	-	47,907	104,276	-	86,067	-
TOTALS:	(5,461,015)	(11,560,877)	18,744,359	47,907	44,336,077	559,536	46,665,987	3,391,857

Section 2 - changes Impact Aid deduct from 90% to 100% and requires all municipalities to contribute at 4 mills, capped at basic need.

Sections 4 & 6 - provide a 3% block funding allocation for vocational education programs.

Section 9 - increases the base student allocation by \$210 from \$3,940 to \$4,150.

Section 10 - Each school in a community serving more than 400 students will count as a separate school. The current threshold is 750 students.

Section 11 - repeals the erosion of the supplemental funding floor.

Changes due to SB94 do not include Section 11 because the supplemental funding floor is included in the FY02 Projected State Aid.

Alaska Department of Education & Early Development
Change in State Aid if SB 94 is Adopted
Prepared 3/5/01

	FY02 Projected State Aid	Changes due to SB 94	Projected Revised FY02 State Aid
Alaska Gateway	4,720,721	338,482	5,059,203
Aleutian Region	1,170,144	73,702	1,243,846
Aleutians East	2,822,075	238,026	3,060,101
Anchorage	193,595,132	19,999,223	213,594,355
Annette Island	867,075	15,909	882,984
Bering Strait	15,583,586	1,051,219	16,634,805
Bristol Bay	1,340,580	162,443	1,503,023
Chatham	2,148,172	160,671	2,308,843
Chugach	1,698,865	79,849	1,778,714
Copper River	5,324,548	400,882	5,725,430
Cordova	2,638,380	259,646	2,898,026
Craig	3,013,383	243,138	3,256,521
Delta/Greely	4,246,748	281,237	4,527,985
Denali	2,422,605	230,884	2,653,489
Dillingham	3,870,502	336,746	4,207,248
Fairbanks	63,086,196	6,240,475	69,326,671
Galena	14,450,362	733,221	15,183,583
Haines	1,931,769	214,376	2,146,145
Hoonah	1,737,765	135,224	1,872,989
Hvalburg	909,539	60,510	970,049
Iditarod	5,765,716	361,694	6,127,410
Juneau	20,427,809	2,398,553	22,826,362
Kake	1,140,552	85,219	1,225,771
Kashunamiut	2,037,788	126,885	2,164,673
Kenai	41,665,482	4,574,380	46,239,862
Ketchikan	9,550,271	1,094,229	10,644,500
Klawock	1,636,402	119,483	1,755,885
Kodiak	13,523,703	1,340,622	14,864,325
Kuspuk	4,679,476	324,545	5,004,021
Lake & Peninsula	5,959,944	466,149	6,426,093
Lower Kuskokwim	35,139,517	2,161,258	37,300,775
Lower Yukon	14,605,616	959,243	15,564,859
Mat-Su	61,647,537	5,743,095	67,390,632
Nenana	6,063,818	361,894	6,425,712
Nome	4,929,994	448,613	5,378,607
North Slope	9,885,875	(9,802,554)	83,321
Northwest Arctic	20,358,082	1,677,107	22,035,189
Pelican	420,585	21,618	442,203
Petersburg	3,025,653	685,911	3,711,564
Pribilof	1,064,937	60,962	1,125,899
Sitka	6,400,649	705,704	7,106,353
Skagway	886,624	(65,761)	820,863
Southeast Island	2,941,152	185,367	3,126,519
Southwest Region	5,979,493	384,480	6,363,973
St. Mary's	1,747,266	129,028	1,876,294
Tanana	1,280,078	92,719	1,372,797
Unalaska	2,023,121	(617)	2,022,504
Valdez	3,672,455	(920,876)	2,751,579
Wrangell	2,364,305	470,391	2,834,696
Yakutat	1,448,203	107,506	1,555,709
Yukon Flats	4,087,475	226,384	4,313,859
Yukon/Koyukuk	5,492,033	349,726	5,841,759
Yup'it	3,831,544	220,772	4,052,316
Alyeska Central School	4,338,941	230,328	4,569,269
Mt. Edgecumbe	1,321,400	86,067	1,407,467
Contracts	26,096,100	-	26,096,100
TOTALS:	\$665,017,725	\$46,665,987	\$711,683,712

Changes due to SB 94 do not include Section 11 because the supplemental funding floor is included in the "FY02 Projected State Aid" column.