

HB

362

HOUSE BILL NO. 362

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FOURTH LEGISLATURE - SECOND SESSION

BY THE HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 1/13/06

Referred: Finance

A BILL

FOR AN ACT ENTITLED

1 **"An Act increasing the base student allocation used in the formula for state financing of**
2 **public education; and providing for an effective date."**

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

4 *** Section 1.** AS 14.17.470 is amended to read:

5 **Sec. 14.17.470. Base student allocation.** The base student allocation is \$5,352
6 **[\$4,919].**

7 *** Sec. 2.** This Act takes effect July 1, 2006.

80
28

FISCAL NOTE

STATE OF ALASKA
2006 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: HB 362
 (H) Publish Date: 1/13/06

Revision Date/Time (Note if correction): _____ Dept. Affected: Education & Early Development
 Title An act increasing the base student allocation RDU K-12 Support
used in the formula for state financing of public education; and Component Foundation Program
 Sponsor Governor
 Requester Rules Committee Component No. 141

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims	90,198.4	0.0	0.0	0.0	0.0	0.0
Miscellaneous						
TOTAL OPERATING	90,198.4	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	90,198.4	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	90,198.4	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2006) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2007 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This bill would increase the Base Student Allocation from \$4,919 to \$5,352 for FY07.

Prepared by: Eddy Jeans, Director
 Division: School Finance
 Approved by: _____
 Agency: Education & Early Development

Phone 465-8679
 Date/Time 12/20/05 9:30 AM
 Date 12/20/2005

School District	FY06 Projected Entitlement@ \$4,919	Projected Entitlement @ \$5,352	Difference
Alaska Gateway	4,978,445	5,414,866	436,421
Aleutian Region	1,121,420	1,190,687	69,267
Aleutians East Borough	3,325,972	3,677,845	351,873
Anchorage	244,050,660	273,160,930	29,110,270
Annette Island	1,675,995	1,927,101	251,106
Bering Strait	17,437,843	19,653,789	2,215,946
Bristol Bay Borough	1,421,610	1,605,046	183,436
Chatham	2,201,204	2,416,565	215,361
Chugach	2,164,454	2,280,647	104,193
Copper River	6,281,510	6,852,957	571,447
Cordova	3,287,264	3,637,185	349,921
Craig	4,382,366	4,813,617	431,251
Delta/Greely	9,352,944	10,176,263	823,319
Denali Borough	4,577,977	5,029,448	451,471
Dillingham	4,539,483	5,016,333	476,850
Fairbanks N. Star Borough	79,210,194	88,628,797	9,418,603
Galena	16,338,781	17,264,238	925,457
Haines Borough	1,702,312	1,929,455	227,143
Hoonah	1,727,275	1,896,612	169,337
Hydaburg	759,317	801,669	42,352
Iditarod Area	4,332,341	4,645,128	312,787
Juneau Borough	26,043,291	29,384,034	3,340,743
Kake	994,106	1,096,541	102,435
Kashunamiut	2,511,616	2,858,947	347,331
Kenai Peninsula Borough	49,089,231	55,119,137	6,029,906
Ketchikan Gateway Borough	12,644,267	14,151,341	1,507,074
Klawock	1,182,829	1,256,036	73,207
Kodiak Island Borough	17,475,639	19,409,725	1,934,086
Kuspuk	5,309,727	5,881,162	571,435
Lake & Peninsula Borough	6,511,945	7,121,397	609,452
Lower Kuskokwim	43,562,282	48,260,843	4,698,561
Lower Yukon	19,400,947	21,719,856	2,318,909
Mat-Su Borough	94,129,068	103,972,466	9,843,398
Nenana	4,229,269	4,607,364	378,095
Nome	6,752,945	7,422,121	669,176
North Slope Borough	10,610,182	12,552,615	1,942,433
Northwest Arctic Borough	23,970,992	26,398,113	2,427,121
Pelican	381,855	397,781	15,926
Petersburg	3,834,767	4,267,023	432,256
Prudhoe	1,116,853	1,260,552	143,699
Saint Mary's	2,008,361	2,186,224	177,863
Sitka Borough	8,425,674	9,418,474	992,800
Skagway	702,306	798,935	96,629
Southeast Island	3,071,481	3,222,871	151,390
Southwest Region	7,097,884	7,922,671	824,787
Tanana	701,901	767,284	65,383
Tinalaska	2,628,614	2,996,794	368,180
Valdez	3,647,045	4,151,172	504,127
Wrangell	2,455,013	2,722,468	267,455
Yakutat	1,045,496	1,152,854	107,358
Yukon Flats	4,916,456	5,245,636	329,180
Yukon/Koyukuk	10,180,358	11,152,945	972,587
Yupit	4,756,298	5,325,970	569,672
Mt. Edgecumbe High School	2,141,906	2,389,816	247,910
Other	26,027,300	26,027,300	
Total	832,344,749	922,362,816	90,198,375

NOTE: The above estimates were calculated using FY07 Projections.

FISCAL NOTE

STATE OF ALASKA
2006 LEGISLATIVE SESSION

Fiscal Note Number: 2
 Bill Version: HB 362
 (H) Publish Date: 1/13/06

Revision Date/Time (Note if correction): _____ Dept. Affected: Education & Early Development
 Title An act increasing the base student allocation RDU K-12 Support
used in the formula for state financing of public education; and Component Special Schools
 Sponsor Governor
 Requester Rules Committee Component No. 2735

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims	633.1	0.0	0.0	0.0	0.0	0.0
Miscellaneous						
TOTAL OPERATING	633.1	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	633.1	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	633.1	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2006) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2007 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This bill would increase the Base Student Allocation from \$4,919 to \$5,352 for FY07.

The funding for the Alaska Challenge Youth Academy is authorized under AS 14.30.740. The funding of this program is directly linked to the based student allocation set out in AS 14.17.470.

Prepared by: Eddy Jeans, Director Phone 465-8679
 Division School Finance Date/Time 12/20/05 9:35 AM
 Approved by: _____ Date 12/20/2005
 Agency Education & Early Development

ALASKA MILITARY YOUTH ACADEMY

FY06 PROJECTION for FY07

184 x \$5352 x 7 =	6,893,376
290 x \$5352 x .6 =	931,248
less \$2,100,000	(2,100,000)
	5,724,624
<i>FY07 Projected Entitlement at \$4919</i>	5,091,578
FY07 INCREASE TO AMYA:	\$ 633,046

FISCAL NOTE

STATE OF ALASKA
2006 LEGISLATIVE SESSION

Fiscal Note Number: 3
 Bill Version: CSHB 362(FIN)
 (H) Publish Date: 4/20/06

Revision Date/Time (Note if correction): _____ Dept. Affected: Education & Early Development
 Title An act increasing the base student allocation RDU K-12 Support
used in the formula for state financing of public education; and Component Special Schools
 Sponsor Governor
 Requester House Finance Component No. 2735

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims	646.9	0.0	0.0	0.0	0.0	0.0
Miscellaneous						
TOTAL OPERATING	646.9	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	646.9	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type—Do not abbreviate)						
TOTAL	646.9	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2006) cost: 0.0
 Mark this box (X) if funding for this bill is included in the Governor's FY 2007 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This bill would increase the Base Student Allocation from \$4,919 to \$5,380 for FY07.

The funding for the Alaska Challenge Youth Academy is authorized under AS 14.30.740. The funding of this program is directly linked to the based student allocation set out in AS 14.17.470.

Prepared by: Eddy Jeans, Director Phone 465-8679
 Division School Finance Date/Time 4/20/06 8:20 AM
 Approved by: _____ Date 4/20/2006
 Agency Education & Early Development

ALASKA MILITARY YOUTH ACADEMY

FY07 PROJECTION for FY07

134 x \$5380 x 7 =	6,929,440
192 x \$5380 x .6 =	619,776
less \$2,100,000	(2,100,000)
	5,449,216
<i>FY07 Projected Entitlement at \$4919</i>	4,802,341
FY07 INCREASE TO AMYA:	\$ 646,875

FISCAL NOTE

STATE OF ALASKA
2006 LEGISLATIVE SESSION

Fiscal Note Number: 4
 Bill Version: CSHB 362(FIN)
 (H) Publish Date: 4/20/06

Revision Date/Time (Note if correction): _____ Dept. Affected: Education & Early Development
 Title: An act increasing the base student allocation RDU: K-12 Support
used in the formula for state financing of public education; and Component: Foundation Program
 Sponsor: Governor
 Requester: House Finance Component No.: 141

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims	96,020.9	0.0	0.0	0.0	0.0	0.0
Miscellaneous						
TOTAL OPERATING	96,020.9	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	96,020.9	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	96,020.9	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2006) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2007 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This bill would increase the Base Student Allocation from \$4,919 to \$5,380 for FY07. This is a \$461 increase in the base student allocation.

Prepared by: Eddy Jeans, Director Phone 465-8679
 Division: School Finance Date/Time 4/20/06 8:24 AM
 Approved by: _____ Date 4/20/2006
 Agency: Education & Early Development

School District	FY07 Projected Entitlement@ \$4,919	FY07 Projected Entitlement @ \$5,380	Difference
Alaska Gateway	4,978,445	5,444,316	465,871
Aleutian Region	1,121,420	1,194,845	73,425
Aleutians East Borough	3,325,972	3,700,599	374,627
Anchorage	244,050,660	275,043,349	30,992,689
Annette Island	1,675,995	1,943,339	267,344
Bering Strait	17,437,843	19,797,084	2,359,241
Bristol Bay Borough	1,421,610	1,616,908	195,298
Chatham	2,201,204	2,430,492	229,288
Chugach	2,164,454	2,275,384	110,930
Copper River	6,281,510	6,889,910	608,400
Cordova	3,287,264	3,659,812	372,548
Craig	4,382,366	4,841,504	459,138
Delta/Greely	9,352,944	10,229,503	876,559
Denali Borough	4,577,977	5,058,643	480,666
Dillingham	4,539,483	5,047,169	507,686
Fairbanks N. Star Borough	79,210,194	89,237,853	10,027,659
Galena	16,338,781	17,318,318	979,537
Haines Borough	1,702,312	1,944,143	241,831
Hoonah	1,727,275	1,907,562	180,287
Hydaburg	759,317	804,408	45,091
Iditarod Area	4,332,341	4,660,042	327,701
Juneau Borough	26,043,291	29,600,063	3,556,772
Kake	994,106	1,103,165	109,059
Kashunamiut	2,511,616	2,881,407	369,791
Kenai Peninsula Borough	49,089,231	55,509,061	6,419,830
Ketchikan Gateway Borough	12,644,267	14,243,796	1,604,529
Klawock	1,182,829	1,260,769	77,940
Kodiak Island Borough	17,475,639	19,534,793	2,059,154
Kuspuk	5,309,727	5,918,114	608,387
Lake & Peninsula Borough	6,511,945	7,160,807	648,862
Lower Kuskokwim	43,562,282	48,564,676	5,002,394
Lower Yukon	19,400,947	21,869,509	2,468,562
Mat-Su Borough	94,129,068	104,608,991	10,479,923
Nenana	4,229,269	4,631,814	402,545
Nome	6,752,945	7,465,393	712,449
North Slope Borough	10,610,182	12,678,223	2,068,041
Northwest Arctic Borough	23,970,992	26,555,063	2,584,071
Pelican	381,855	398,810	16,955
Petersburg	3,834,767	4,294,974	460,207
Pribilof	1,116,853	1,269,845	152,992
Saint Mary's	2,008,361	2,197,726	189,365
Sitka Borough	8,425,674	9,482,673	1,056,999
Skagway	702,300	802,949	100,643
Southeast Island	3,071,481	3,232,662	161,181
Southwest Region	7,097,884	7,978,006	878,122
Tanana	701,901	771,512	69,611
Unalaska	2,628,614	3,020,602	391,988
Valdez	3,647,045	4,188,856	541,811
Wrangell	2,455,013	2,739,763	284,750
Yakutat	1,045,496	1,159,796	114,300
Yukon Flats	4,916,456	5,264,080	347,624
Yukon/Koyukuk	10,180,358	11,215,838	1,035,480
Yupit	4,756,298	5,362,808	606,510
Mt. Edgecumbe High School	2,141,906	2,405,847	263,941
Other	26,027,300	26,027,300	
Total	824,427,271	920,448,174	96,020,903

NOTE: The above estimates were calculated using FY07 Projections.

Journal Text for HB362 in the 24th Legislature

Full Journal

01-13-2006

House Journal

2264

HB 362

HOUSE BILL NO. 362 by the House Rules Committee by request of the Governor, entitled:

"An Act increasing the base student allocation used in the formula for state financing of public education; and providing for an effective date."

was read the first time and referred to the Finance Committee.

The following fiscal note(s) apply:

1. Fiscal, Dept. of Education & Early Development
2. Fiscal, Dept. of Education & Early Development

The Governor's transmittal letter dated January 13, 2006, follows:

"Dear Speaker Harris:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill that would raise the base student allocation for students attending public school grade levels kindergarten through 12 (K-12) beginning in fiscal year 2007. Under the bill, the base student allocation would increase from \$4,919 to \$5,352 on July 1, 2006, an approximately 8.8 percent increase over last year. This is the fourth increase in the base student allocation since 2003, when the allocation was \$4,010. These four increases amount to a 33 percent increase during this Administration.

This bill is an important element of my continuing effort to finance K-12 public education at a level that meets the increased costs our school districts have experienced over the last several years. This increase in the base student allocation will add approximately \$90 million to the state financing of public education, bringing the total state contribution to \$928,087,440.

01-13-2006

House Journal

2265

I urge your prompt and favorable action on this measure, for the sake of Alaska's public schools and our children.

Sincerely yours,

/s/

Frank H. Murkowski
Governor"