

HB

27

<TARGET><BILL>HB 27</BILL><SUBJECT>HB
27</SUBJECT><COMM>HEDC28</COMM></TARGET>

Alaska State Legislature

REPRESENTATIVE
ERIC FEIGE
House District 6

House Resources Committee Co-Chair
Transportation Committee
Joint Armed Services Committee



During Session:
State Capitol Room 126
Juneau, Alaska 99801-1182
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House of Representatives

SPONSOR STATEMENT – HB 27

"An Act relating to student counts, unreserved school operating fund balances, restrictions on school district money, and estimates for public school funding; and providing for an effective date."

Our school districts need effective tools to plan and budget for the education of our children.

Currently school districts don't have full knowledge of their funding levels until midway through the district's fiscal year – creating financial uncertainty during the budgeting process and into the school year. House Bill 27 helps districts complete the budget process and determine staffing levels by changing the way student counts are used, thus eliminating unnecessary layoff notices, allowing districts to execute employment contracts earlier, and improving the stability of the education climate in the state.

Funding for each school district in the state is based upon a count under A.S. 14.17.600. Counts are currently conducted in October and certified in January – more than half way through the district's fiscal year.

Under HB 27, districts will use the student count certified in January to create the budget for the upcoming fiscal year. For example, the count conducted in October 2014 and certified in January 2015 will establish the student count used to calculate the district's funding for the 2016 fiscal year, which begins July 1 of 2015.

The bill also increases the maximum reserve fund amount for districts from 10% to 15% and protects school districts from the practice in some municipalities where money allocated for education must be returned to the municipality if not spent within the current year.

HB 27 does not change the foundation formula or other funding amounts for education.

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Sectional Analysis HB 27 – 28-LS0171\A

Sec. 1, Sec. 2, Sec. 3 – Necessary conforming language pertaining to previous school construction funding caused by repealing AS 14.17.500 – Student Count Estimate in Sec. 10. Statute placed limits on the funding based upon the student count estimate. These are all old funding actions.

Sec. 4 – Adds a provision to the bill prohibiting a municipal assembly from taking funds away from a school district after having allocated the funding to the district subject to the amount allowed to be held in a reserve fund by AS 14.17.505(a).

Sec. 5 – Necessary conforming language due to the repeal of AS 14.17.500 – Student Count Estimate in Sec. 10. Statute required boarding schools to provide the state a student count estimate for funding purposes, which is no longer needed.

Sec. 6 –Amends AS 14.17.410(b) adding a part (H) to provide a hold harmless provision providing supplemental funding to a district that has a one year increase of at least 200 students or three percent in enrollment based upon the average daily membership count adjusted for the school size factor, from one school year to the next.

Also added is a provision for a district to appeal for funding if an increase that does not meet the previous criteria causes a financial hardship. The Department of Education & Early Development would have to review any type of request and if they agree, submit the request to the legislature for funding.

Sec. 7 – Amends AS 14.17.505(a) to increase the amount of funds a district may retain in its unrestricted reserve account from 10 percent to 15 percent.

Sec. 8 –Amends AS 14.17.600(a) to apply the student count to funding for the succeeding fiscal year.

Sec. 9 – Amends AS 14.17.600 to add a new subsection to replace provisions of AS 14.17.500 that are appealed in Sec. 10 but remain necessary to properly apply the student count to school funding, moving the provisions from AS 14.17.500 to AS 14.17.600.

Sec. 10 – Repeals AS 14.17.500 – Student Count Estimates because they are no longer necessary under the new application of the student count data to the succeeding fiscal year.

Sec. 11 – Makes the bill effective with funding for FY 2016.

Prepared by the office of Rep. Eric Feige, January 29, 2013.



Why State Statute 14.17.505 Fund Balance in School Operating Fund should not be overridden by local municipalities.

Many of the points contained in this letter are obtained from *What Everyone Needs to Know About THE NEW FUND BALANCE*, Stephen J. Gauthier, Copyright 2009, Government Finance Officers Association of the United States and Canada.

Fund Balance, in spite of all of the attention it receives by elected officials and members of the public, remains a mysterious concept for many. Determining what is an appropriate level of "unreserved" fund balance has been a contentious discussion item for decades. Recent pronouncements and requirements imposed by the accounting establishment now require that the fund balance be more closely defined into categories that define the constraints on the specific purposes for which amounts in the fund balance can be spent. While intended to make it easier for all concerned to understand the components of the fund balance, these definitions do not alter the total amount reported as fund balance. It is our interpretation that AS 14.17.505 pertains to the entire fund balance.

Accountants use the term "fund balance" to describe the difference between the assets and liabilities report in a governmental fund. To put it in simpler terms fund balance is similar to the working capital of a private-sector business.

I will use this definition to illustrate why it is essential in times of uncertain revenues and unpredictable expenses to have the ability to utilize a fund balance to stabilize general operating fund operations.

The Government Finance Officers Association (GFOA) for years prescribed the recommended minimum fund balance to be 5% of operating expenditures; with the recent troubles within the economy the recommendation has been raised to no less than two months of operating revenues or expenditures, or 16.67%. Of course the size of the government and the volatility of the revenue and expenditures must be taken into account when a government defines the appropriate level of fund balance.

A ten year review of Alaska's funding for education reveals anything but stable funding. Over the last ten years increases in educational funding at the State level range from 0% to a high of +9.97%. This speaks to the volatile nature of the majority of funding for school districts within the State. A review of our local funding support for education, Mat-Su Borough, shows a similar level of volatility with the range from local support for educational of -2.73% to +8.01%.

While expenditures for K-12 school districts are fairly stable, there are still significant unpredictable events that can have a dramatic impact on a district's budget. For example large mid-year increases in high needs students, heavy snows, other weather related damage to buildings, large increases in the number of students, catastrophic events such as a fire at a school, large increase in the cost of employee benefits, and increases in the cost of utilities.

How does a government build fund balance? This should occur through a directed fund balance policy that specifically directs what level of fund balance is appropriate, specifically designated by AS 14.17.505 as to not exceed 10% of operating expenditures, and directs how in any given budget year when revenues exceed expenditures the funds should be allocated. Once this policy has been established the use of any fund balance must be made in accordance with this established policy.

Fund balance funds are by definition “one-time” funds and should never be used or allocated for ongoing expenditures. For example, to grant an increase in a salary schedule using any portion of the fund balance is folly; to do so invites subsequent year operating deficits as the one-time funds are exhausted with no identified revenue source to fund the ongoing expenses. The proper use of a fund balance allows a government to build the fund balance over time and to use the funds to lessen the impact of higher than anticipated expenditures or reduced revenues.

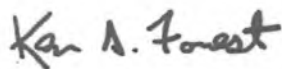
Specifically, had our District had even a 5% fund balance we would have been able to reduce the impact of our class size increases and staff reductions that occurred last fiscal year. In our case we could have smoothed the transition to less than expected revenue over three years. We could have slowed the increase in class size by ½ student per class while at the same time saving 16 full time positions. During the transition period expenditures could have been adjusted to more closely match anticipated revenue. If it was felt that expenditures could have been reduced more quickly, then the District could have perhaps prevented the increase in class size more dramatically.

With no fund balance, all changes in revenue or expenditures occur immediately; therefore no opportunity exists for any transition. Without the ability to build a fund balance, Districts cannot plan for unforeseen events. Couple this with restrictions that force no year-end encumbrances and you force Districts to attempt to manage large complex operations with no margin for error since they are not allowed to maintain any operating capital. A 10% fund balance represents only one month of operating expenditures for most districts, 5% is only two weeks of operating expenditures. When you consider that in our District we are responsible for in excess of 17,000 students, 44 school sites, and over 2,500 employees, operating with only 1 ½ days of operating surplus, our current level of fund balance, represents an extremely high level of risk.

The maintenance of a fund balance as prescribed by AS 14.17.505 is not only reasonable but a best business practice well within the recommendations of all experts in the field of governmental finance.

In addition to the fund balance provision the fact that student count information used for funding would be known is a significant benefit for all school districts within the State.

Sincerely,



Ken A. Forrest
Chief Business Official

HB 27

Application of
Average Daily Membership (ADM)
to
Base Student Allocation (BSA)

Application of ADM to BSA

Estimate	Budget Period	ADM Count	ADM Confirmation	Expenditure Year	Payment Schedule
Jan 2011	Spring 2011	Oct. 2011	Jan. 2012	FY 11-12	Jul-Mar Estimate Apr-Jun Adjusted
	Spring 2014	Oct. 2013	Jan. 2014	FY 14-15	Jul-Mar Actual Apr-Jun Actual*

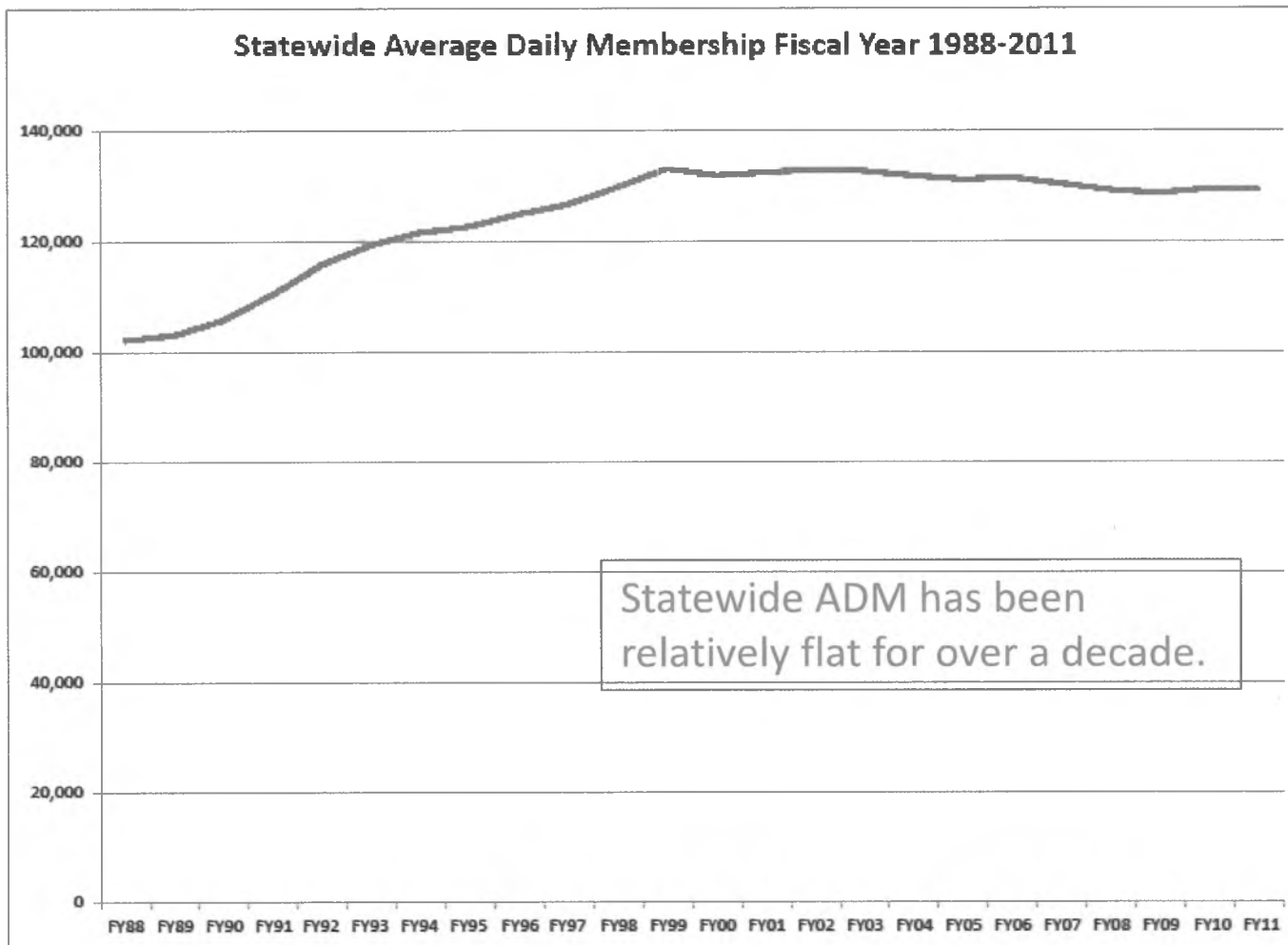
*With supplemental adjustment
if hold harmless applies

Variations in ADM Projections

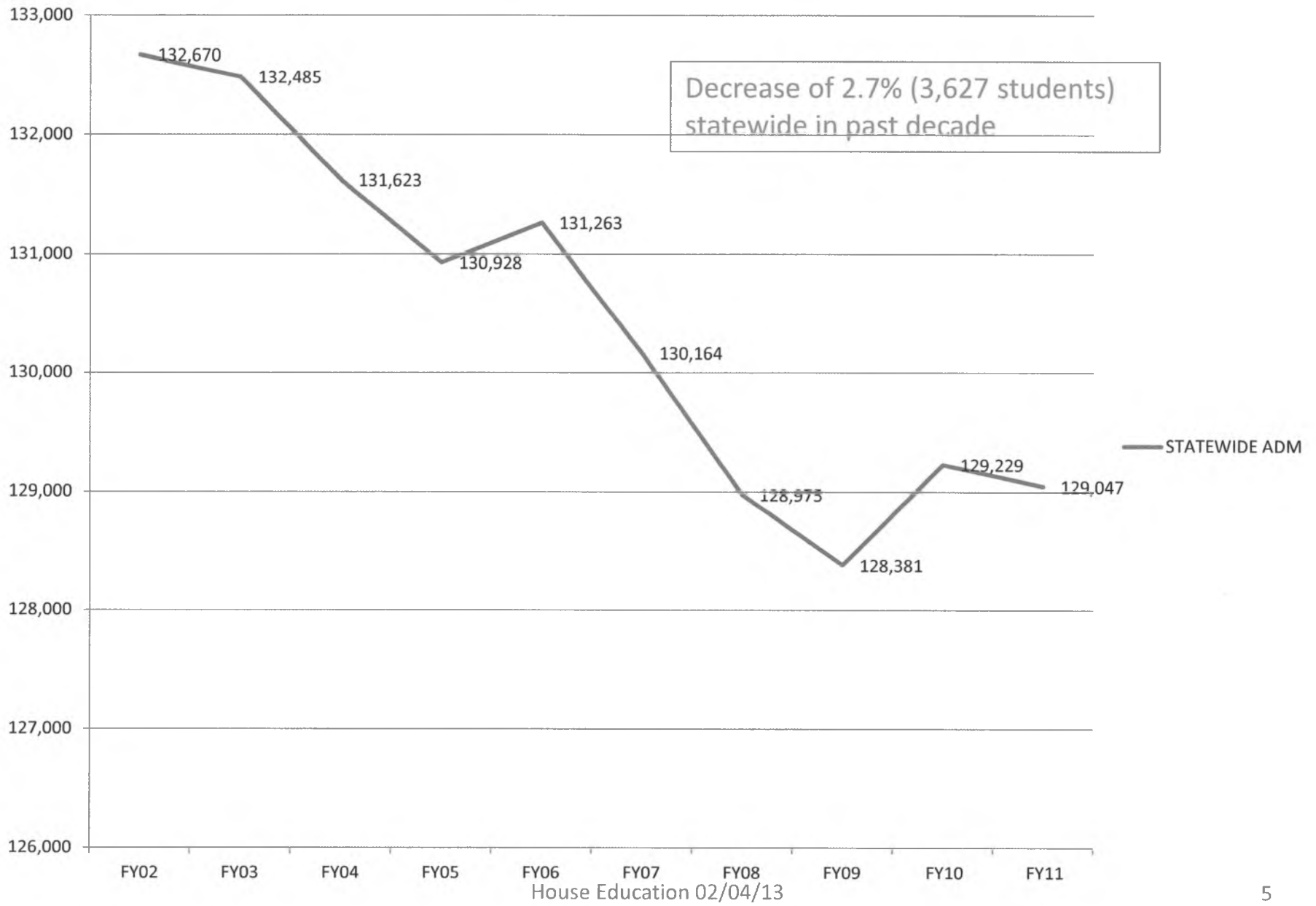
- For FY 2011, Variations ranged from
 - 743 students too high (1.5%) to
 - 192 students too low (0.84%)

 - 9.8% too high (3.35 students)
 - 15.8% too low (16.25 students)

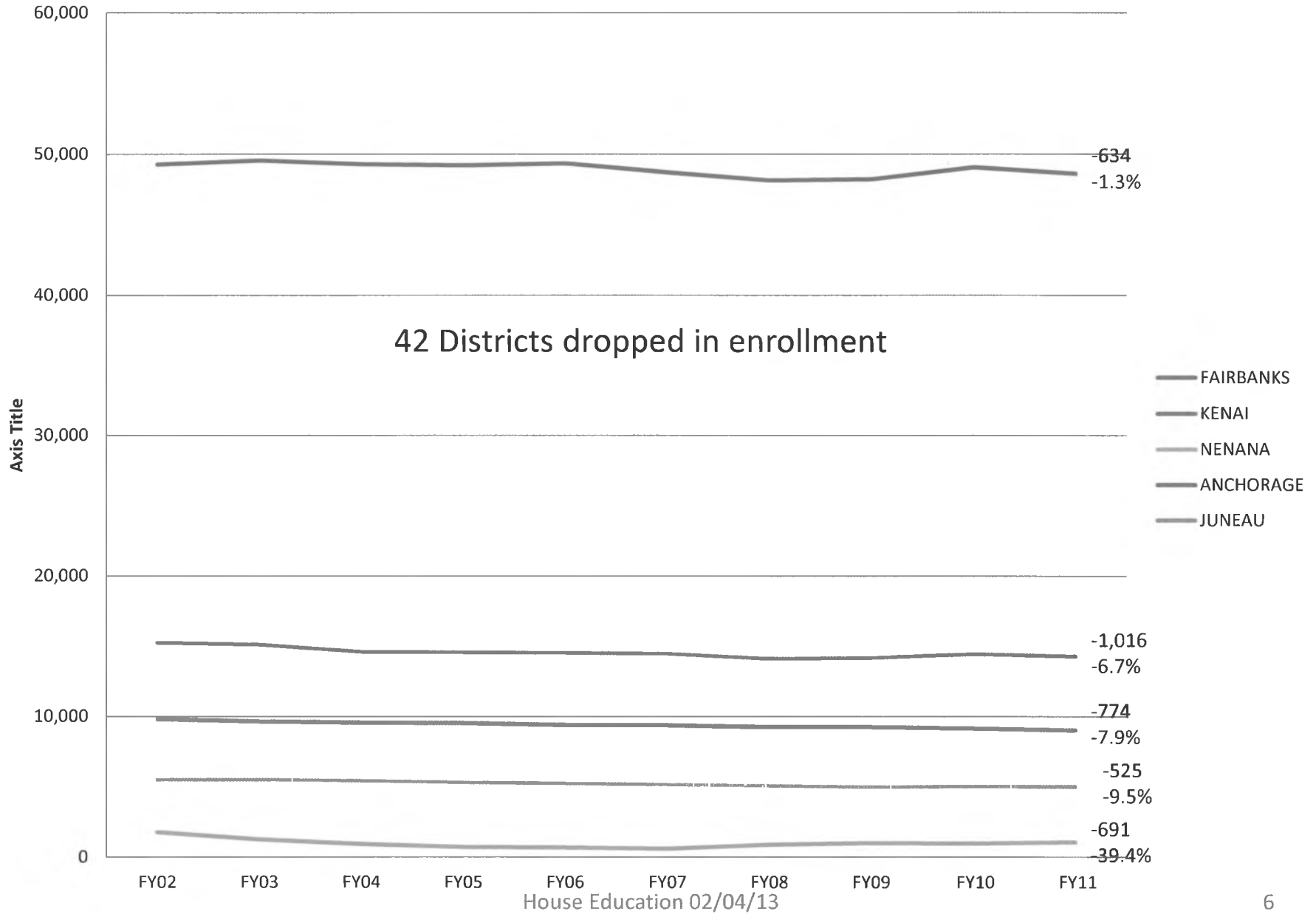
Based upon unadjusted ADM



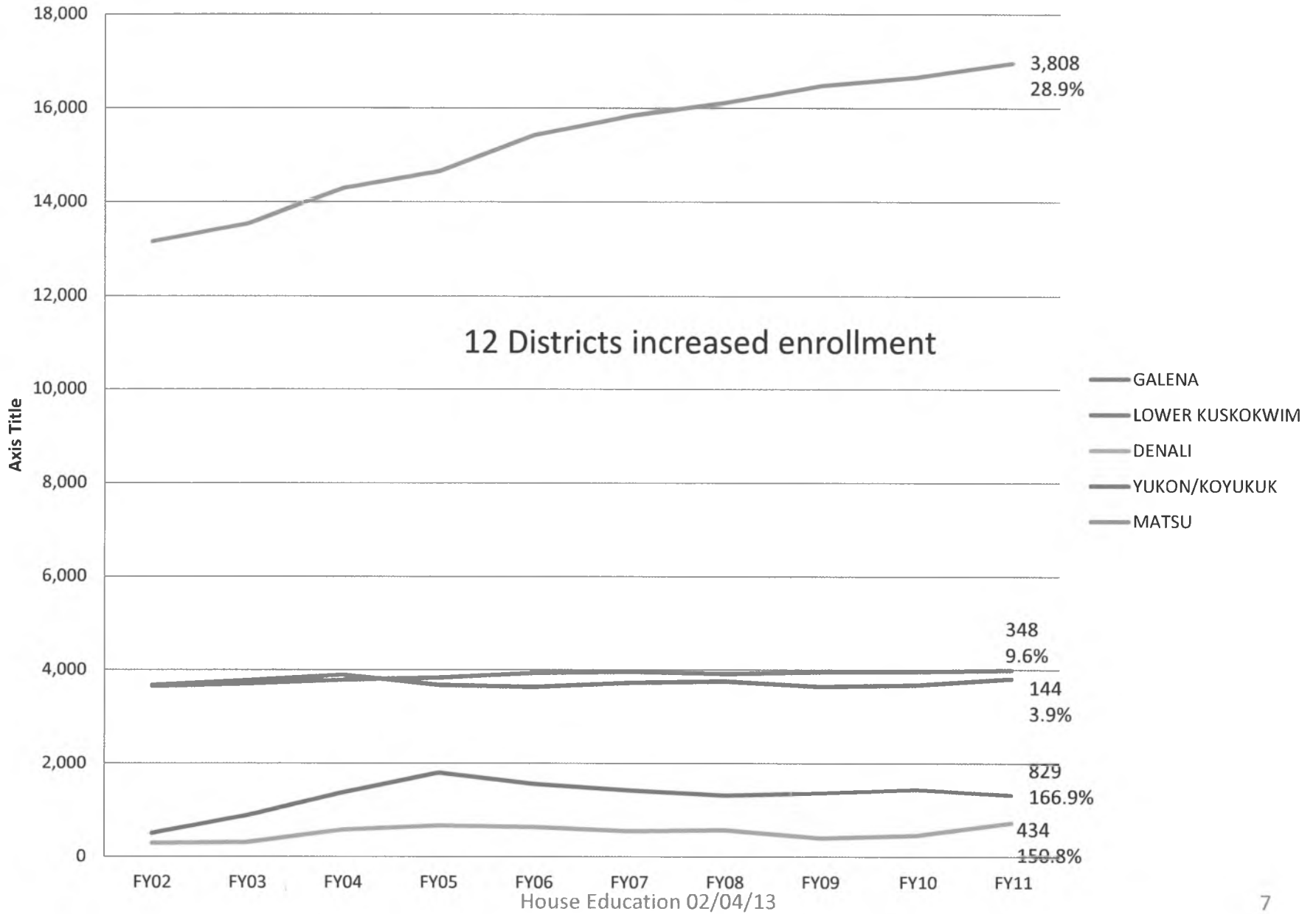
Statewide ADM FY 2002-2011



The Biggest Losses



The Biggest Gains



Reserve Funds

- Government Financial Officers Association
Best Practice (2011)
2 months regular general fund operating
revenues or expenditures
 - One month equals 8.3%
- **Alaska Currently Allows Only 10%**

Returned Funds

Amount removed from district's operating budget

- Fairbanks North Star Borough School District
 - FY 2010 \$2.1 million
 - FY 2011 \$1.2 million
- Mat-Su Borough School District
 - FY 2010 \$1.3 million (Reserve balance 0.6% of expenditures)
 - FY 2011 \$268 thousand

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Prepared by the office of Rep. Eric Feige, January 29, 2013.

Public School Funding Program Overview

Updated September 2012



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STUDENT BASED FORMULA

District Adjusted Average Daily Membership (ADM)

- Step 1. Adjust: ADM for School Size
 - Step 2. Apply: District Cost Factor
 - Step 3. Apply: Special Needs Factor
 - Step 4. Add: Intensive Services Count
 - Step 5. Add: Correspondence Student Counts
- = **District Adjusted (ADM)**

ADM Reporting Requirements

ADM – is the average number of enrolled students during the 20-school day count period. The 20-school day count ends the fourth Friday of October.

Reports are due within two weeks after the end of the 20-school day count period.

School Size Adjustment [Step 1]

For each school in the district subtract from the ADM **all** correspondence counts. Adjust the remaining ADM of each school using the school size factor table.

1. A community with an ADM under 10:
Added to the smallest school with an ADM greater than 10.
2. A community with an ADM from 10 - 100:
Grades K-12 ADM combined and adjusted once, adjusted as one school.
3. A community with an ADM from 101 – 425:
ADM for grades K-6 and 7-12 are adjusted separately; adjusted as two schools.
4. A community with an ADM greater than 425:
Each facility administered as one school, counted as one school,
ADM is adjusted as one school.

* *Alternative* school with an ADM of 175 or greater *and* administered as a separate facility the ADM will be adjusted separately, unless:

- A. It's new and the 1st year of service with ADM between 120 to 175 receives an adjustment of 1.33; OR
- B. It had an ADM of 175 or greater in the prior year but drops below 175 in the current fiscal year receives an adjustment of 1.33; OR
- C. It has an ADM of less than 175 shall be counted as a part of the school in the district with the *highest* ADM.

* *Charter* school with an ADM of 150 or greater is adjusted as a separate facility unless:

- A. It's new and the 1st year of service with ADM between 120 to 150 receives an adjustment of 1.38; OR
- B. It had an ADM of 150 or greater in the prior year but drops below in the current fiscal year receives an adjustment of 1.38; OR
- C. It continues to stay below 150 ADM then it receives an adjustment of 1.18.

Select the appropriate formula from the school size factor table to calculate the adjusted ADM for each school.

School Size Table

Reference:	School Size:	Formula:
1.	10-19.99	39.60
2.	20-29.99	$39.60 + (1.62 * (ADM - 20))$
3.	30-74.99	$55.80 + (1.49 * (ADM - 30))$
4.	75-149.99	$122.85 + (1.27 * (ADM - 75))$
5.	150-249.99	$218.10 + (1.08 * (ADM - 150))$
6.	250-399.99	$326.10 + (.97 * (ADM - 250))$
7.	400-749.99	$471.60 + (.92 * (ADM - 400))$
8.	Over 750	$793.60 + (.84 * (ADM - 750))$

Correspondence student counts are not adjusted for size (see step 5).

Hold Harmless [Step 1a]

House Bill 273 established a Hold Harmless [HH] provision for those districts experiencing a reduction in enrollment. To determine eligibility for this provision the district's sum total of the adjusted ADM for school size is compared against the prior fiscal year [FY] to see if a decrease of five percent or greater has occurred. The HH provision is available to eligible districts for up to three years provided the total school size adjusted ADM continues to stay below the base year. The district uses the fiscal year before the decrease as a base fiscal year to offset the decrease, according to the following method:

- 75% of the school size adjusted ADM difference between the current FY and the base FY.
- 50% of the school size adjusted ADM difference between the second FY and the base FY.
- 25% of the school size adjusted ADM difference between the third FY and the base FY.

District Cost Factors [Step 2]

- Cost factors are specific to each school district.
- With the implementation of ISER in HB273, district cost factors will range from 1.000 to 2.116. [FY10 = 62.5% ISER with 12.5% added each subsequent year for four years.]
- The department monitors the district cost factors and submits a report to the legislature on January 15 every other fiscal year, beginning in FY01.

The district's school size adjusted ADM is multiplied by the district cost factor.

Special Needs Funding [Step 3]

Vocational education, special education (except intensive special education), gifted/talented education, and bilingual/bicultural education are block funded. A district must file a plan with the department indicating the special needs services that will be provided, AS 14.17.420 (b), to qualify for special needs funding.

The districts' previously adjusted ADM is now multiplied by the Special Needs factor of 1.20.

Vocational & Technical Funding [Step 4]

(Now referred to as Career & Technical Education or CTE)

These funds are intended to assist districts in providing vocational and technical instruction for students enrolled in grades seven through 12. This excludes costs associated with administrative expenses; and instruction in general literacy, math, and job readiness skills, AS 14.17.420(a)(3). *(Enacted in 2011)*

The districts' previously adjusted ADM is now multiplied by the Career & Technical Education factor of 1.015.

Intensive Services Funding [Step 5]

A school district receives funding for intensive special education students that:

- Are receiving intensive services, and;
- Are enrolled on the last day of the 20 school day count period, and;
- Have an established Individual Education Plan (IEP).

The districts intensive student count is multiplied by 13.

The district's intensive count is added to the previously adjusted ADM.

Correspondence Programs [Step 6]

Funding for correspondence programs is calculated by multiplying the correspondence ADM by 80%.

The district's correspondence count is now added to the previously adjusted ADM to arrive at the Final Adjusted ADM.

Basic Need

Multiply the district Final Adjusted ADM by the Base Student Allocation [BSA] to determine Basic Need. The BSA is \$5,680 for FY13.

PUBLIC SCHOOL FUNDING ELEMENTS

The components of Public School Funding are *State Aid, Required Local Contribution,* and *Title VIII Impact Aid.*

Required Local Contribution

The local requirement is the equivalent of a 2.65 mill tax levy on the full and true value of the taxable real and personal property in the district; and not to exceed 45% of the district's basic need for the preceding fiscal year.

Title VIII Impact Aid

Federal Impact Aid provides funds to school districts for children of parents living and/or working on federal property "in-lieu of local tax revenues." 90% of the eligible funds are used in the calculation of state aid.

State Aid Entitlement

Basic Need minus a required local contribution minus 90% eligible Federal Impact Aid plus the amount of funding 'Floor' plus Quality School Grants equals State Aid Entitlement.

ADDITIONAL FUNDS ABOVE BASIC NEED

Maximum Local Contribution

The City or Borough can contribute more than is required but may not exceed the maximum local contribution. To calculate this use the required local contribution plus 23% of basic need **or** a 2-mill equivalent of the full and true value of the taxable and real property within the district, whichever is *greater*. The additional amount is added to the required local effort to reach the maximum local contribution.

For Example:

Nome's: 23% of Basic Need = \$2,181,740 OR

.002 of Full & True Value = \$653,879

RESULT:

Required Local Effort: \$ 866,390

Additional Local Contribution: +\$2,181,740 [23% of Basic Need]

Maximum Local Contribution: \$3,048,130

Quality School Grants

The district's adjusted ADM multiplied by \$16 generates the amount the school district is eligible to receive.

Example: Nome Public Schools

Column

I. Basic Need Calculation

Projected ADM 727.00 L

Determining School Size Adjustment

[Utilizing Table from page 4] ADM

Nome Elementary School = 384

Nome/Beltz Jr. & Senior High = 273

Anvil City Science Academy = 44

Nome Youth Facility = 14

$326.10 + (.97 \times (384 - 250)) = 456.08$
$326.10 + (.97 \times (273 - 250)) = 348.41$
$1.18 \times 44 = 51.92$
$14 = 39.60$

FY13 School Size adjusted ADM **896.01**

Less FY12 School Size adjusted ADM **871.63**

No loss in School Size adjustment over PY

Hold Harmless Provision:

Determine eligibility: *District received 25% of Hold Harmless in the prior year and has now transitioned out of Hold Harmless in the current year.*

School Size Adjusted ADM 896.01 O

Apply District Cost Factor x 1.450 P

1,299.21 Q

Apply Special Needs Factor x 1.20 R

1,559.05 R

Apply the Career Technical Education Factor x 1.015 S

1,582.44 S

Add Intensive Service Counts + 78.00 V

(6 x 13) = 78.00 1,660.44 U

Add Correspondence Counts + 9.60 W

(12 * .80) = 9.60

District Adjusted ADM **1,670.04** X

Multiply by \$5,680 base allocation x \$5,680.00

Basic Need: \$ 9,485,827 B

II. Nome's State Aid

Basic Need \$9,485,827 B

Required Local Contribution (866,390) C

Impact Aid + (16,853) F

State Aid \$8,602,584 G

III. Quality Schools Grant

District adjusted ADM x \$16 1,670.04 W

x \$16.00

\$26,721 I

IV. Components of State Aid

State Aid \$8,602,584 G

Quality Schools Grant + 26,721 I

Total State Aid Entitlement \$8,629,305 J

Alaska Department of Education & Early Development

September 2012 Updated
FY2013 Projections

Department of Education & Early Development
Foundation

K	L+M			N	O	P	OxP	Ox1.20	Rx1.01	Tx13	S+U	M x.80	V+W	
	L	M					Q	R	S	T	U	V	W	X
School District	PROJ FY13 ADM	PROJ FY13 Corresp. ADM	FY13 PROJ Total ADM	Before School Size Adjust HII	Projected School Size ADM; HH included where elig.	100% ISER District Cost Factor	Adjusted for Cost Factor	Special Needs Factor 1.20	CTE Factor 1.015	SPED Intsv.	Adjust for SPED Intsv *13.00	Students + Intensive Special Education	District Corresp. 80%	District Adjusted ADM
Alaska Gateway	343.00	48.00	391.00	614.16	614.16	1.594	978.97	1174.76	1192.38	11	143	1335.38	38.40	1373.78
Aleutian Region	30.00	0.00	30.00	79.20	89.10	1.939	172.76	207.31	210.42	3	39	249.42	0.00	249.42
Aleutians East	228.00	0.00	228.00	403.82	434.87	1.991	865.83	1039.00	1054.59	1	13	1067.59	0.00	1067.59
Anchorage	47682.00	863.00	48545.00	52404.53	52404.53	1.000	52404.53	62885.44	63828.72	746	9698	73526.72	690.40	74217.12
Annette Island	252.40	0.00	252.40	375.75	399.42	1.338	534.42	641.30	650.92	2	26	676.92	0.00	676.92
Bering Strait	1620.00	0.00	1620.00	2611.80	2611.80	1.998	5218.38	6262.06	6355.99	20	260	6615.99	0.00	6615.99
Bristol Bay	145.00	0.00	145.00	237.15	256.90	1.478	379.70	455.64	462.47	1	13	475.47	0.00	475.47
Chatham	156.00	0.00	156.00	296.59	296.59	1.576	467.43	560.92	569.33	3	39	608.33	0.00	608.33
Chugach	63.00	195.00	258.00	140.96	140.96	1.496	210.88	253.06	256.86	0	0	256.86	156.00	412.86
Copper River	430.75	58.25	489.00	682.15	714.89	1.316	940.80	1128.96	1145.89	6	78	1223.89	46.60	1270.49
Cordova	323.00	0.00	323.00	461.04	475.62	1.234	586.92	704.30	714.86	4	52	766.86	0.00	766.86
Craig	326.00	323.00	649.00	464.28	464.28	1.206	559.92	671.90	681.98	5	65	746.98	258.40	1005.38
Delta/Greely	791.00	126.00	917.00	1032.97	1032.97	1.241	1281.92	1538.30	1561.37	15	195	1756.37	100.80	1857.17
Denali	225.00	500.00	725.00	373.29	401.05	1.332	534.20	641.04	650.66	4	52	702.66	400.00	1102.66
Dillingham	450.00	8.00	458.00	598.20	639.83	1.346	861.21	1033.45	1048.95	11	143	1191.95	6.40	1198.35
Fairbanks	14091.00	273.00	14364.00	16053.30	16053.30	1.070	17177.03	20612.44	20921.63	412	5356	26277.63	218.40	26496.03
Galena	304.00	3400.00	3704.00	416.62	416.62	1.391	579.52	695.42	705.85	0	0	705.85	2720.00	3425.85
Haines	283.00	5.00	288.00	437.70	437.70	1.200	525.24	630.29	639.74	7	91	730.74	4.00	734.74
Hoonah	114.00	0.00	114.00	192.06	192.06	1.399	268.69	322.43	327.27	5	65	392.27	0.00	392.27
Hydaburg	47.00	0.00	47.00	81.13	87.84	1.504	132.11	158.53	160.91	3	39	199.91	0.00	199.91
Iditarod Area	203.00	130.00	333.00	418.18	418.18	1.846	771.96	926.35	940.25	1	13	953.25	104.00	1057.25
Juneau	4908.00	70.00	4978.00	5573.37	5573.37	1.145	6381.51	7657.81	7772.68	100	1300	9072.68	56.00	9128.68
Kenai	96.60	0.00	96.60	150.28	150.28	1.459	219.26	263.11	267.06	1	13	280.06	0.00	280.06
Kashunamiut	315.63	0.00	315.63	451.32	451.32	1.619	730.69	876.83	889.98	5	65	954.98	0.00	954.98
Kenai Peninsula	8093.00	833.00	8926.00	10457.81	10457.81	1.171	12246.10	14695.32	14915.75	128	1664	16579.75	666.40	17246.15
Ketchikan Gatew	2043.00	83.00	2126.00	2563.76	2563.76	1.170	2999.60	3599.52	3653.51	27	351	4004.51	66.40	4070.91
Klawock	126.00	0.00	126.00	209.94	209.94	1.302	273.34	328.01	332.93	5	65	397.93	0.00	397.93
Kodiak Island	2401.00	111.00	2512.00	3012.33	3012.33	1.289	3882.89	4659.47	4729.36	26	338	5067.36	88.80	5156.16
Kuspuk	339.00	0.00	339.00	628.45	628.45	1.734	1089.73	1307.68	1327.30	2	26	1353.30	0.00	1353.30
Lake & Peninsula	310.25	15.00	325.25	660.18	682.71	1.994	1361.32	1633.58	1658.08	4	52	1710.08	12.00	1722.08
Lower Kuskokw	3972.00	0.00	3972.00	6018.13	6018.13	1.663	10008.15	12009.78	12189.93	48	624	12813.93	0.00	12813.93
Lower Yukon	2022.20	0.00	2022.20	3051.72	3051.72	1.861	5679.25	6815.10	6917.33	18	234	7151.33	0.00	7151.33
Mat-Su	15563.00	1662.00	17225.00	17902.07	17902.07	1.070	19155.21	22986.25	23331.04	290	3770	27101.04	1329.60	28430.64
Nenana	201.00	730.00	931.00	305.85	305.85	1.338	409.23	491.08	498.45	2	26	524.45	584.00	1108.45
Nome	715.00	12.00	727.00	896.01	896.01	1.450	1299.21	1559.05	1582.44	6	78	1660.44	9.60	1670.04
North Slope	1577.00	0.00	1577.00	2201.31	2201.31	1.791	3942.55	4731.06	4802.03	9	117	4919.03	0.00	4919.03
Northwest Arctic	1921.00	0.00	1921.00	2816.58	2816.58	1.823	5134.63	6161.56	6253.98	25	325	6578.98	0.00	6578.98
Pelican	11.00	0.00	11.00	39.60	39.60	1.477	58.49	70.19	71.24	0	0	71.24	0.00	71.24
Petersburg	435.00	0.00	435.00	628.22	664.91	1.244	827.15	992.58	1007.47	15	195	1202.47	0.00	1202.47
Pribilof	81.00	0.00	81.00	130.47	155.41	1.691	262.80	315.36	320.09	0	0	320.09	0.00	320.09
Saint Mary's	175.00	0.00	175.00	277.45	279.04	1.624	453.16	543.79	551.95	1	13	564.95	0.00	564.95
Sitka	1280.00	30.00	1310.00	1571.88	1571.88	1.195	1878.40	2254.08	2287.89	34	442	2729.89	24.00	2753.89
Skagway	63.00	0.00	63.00	104.97	116.45	1.174	136.71	164.05	166.51	0	0	166.51	0.00	166.51
Southeast Island	163.85	1.00	164.85	439.90	449.74	1.403	630.99	757.19	768.55	5	65	833.55	0.80	834.35
Southwest Regio	634.55	0.00	634.55	1077.14	1077.14	1.685	1814.98	2177.98	2210.65	7	91	2301.65	0.00	2301.65
Tanana	35.00	0.00	35.00	63.25	71.07	1.786	126.93	152.32	154.60	2	26	180.60	0.00	180.60
Unalaska	420.00	0.00	420.00	565.80	565.80	1.441	815.32	978.38	993.06	4	52	1045.06	0.00	1045.06
Valdez	665.00	0.00	665.00	863.36	863.36	1.170	1010.13	1212.16	1230.34	13	169	1399.34	0.00	1399.34
Wrangell	312.00	100.00	412.00	449.16	449.16	1.159	520.58	624.70	634.07	9	117	751.07	80.00	831.07
Yakutat	94.00	0.00	94.00	146.98	174.09	1.412	245.82	294.98	299.40	0	0	299.40	0.00	299.40
Yukon Flats	263.00	3.00	266.00	505.27	518.19	2.116	1096.49	1315.79	1335.53	5	65	1400.53	2.40	1402.93
Yukon/Koyukuk	267.00	980.00	1247.00	521.89	542.62	1.835	995.71	1194.85	1212.77	7	91	1303.77	784.00	2087.77
Yupit	452.00	0.00	452.00	729.52	729.52	1.723	1256.96	1508.35	1530.98	6	78	1608.98	0.00	1608.98
Mt. Edgecumbe	400.00	0.00	400.00	471.60	471.60	1.195	563.56	676.27	686.41	0	0	686.41	0.00	686.41
TOTALS:	118,462.23	10,559.25	129,021.48	143,860.45	144,243.89	0.000	172,959.27	207,551.13	210,664.40	2,064	26,832	237,496.40	8,447.40	245,943.80

Alaska Department of Education & Early Development

September 2012 Updated
FY2013 Projections

Department of Education & Early Development
Foundation

A	B	C	D	E	F	G	H	I	J
School District	\$5,680 Basic Need	Required Local Effort	Eligible Federal Impact AID	Impact AID Percent	Deductible Impact AID 90.0%	State AID	FY2013 PROJECTED Adjusted Floor	Quality Schools	FY13 PROJECTED Total State Entitlement
Alaska Gateway	7,803,070	0	303,394	100.00%	273,055	7,530,015	0	21,980	7,551,995
Aleutian Region	1,416,706	0	47,400	100.00%	42,660	1,374,046	0	3,991	1,378,037
Aleutians East	6,063,911	620,274	826,628	43.04%	320,203	5,123,434	0	17,081	5,140,515
Anchorage	421,553,242	94,429,970	20,378,778	46.10%	8,455,155	318,668,117	0	1,187,474	319,855,591
Annette Island	3,844,906	0	1,790,190	100.00%	1,611,171	2,233,735	0	10,831	2,244,566
Bering Strait	37,578,823	0	9,953,065	100.00%	8,957,759	28,621,064	0	105,856	28,726,920
Bristol Bay	2,700,670	706,796	167,472	53.97%	81,346	1,912,528	0	7,608	1,920,136
Chatham	3,455,314	0	202,530	100.00%	182,277	3,273,037	0	9,733	3,282,770
Chugach	2,345,045	0	59,166	100.00%	53,249	2,291,796	95,451	6,606	2,393,853
Copper River	7,216,383	0	284,327	100.00%	255,894	6,960,489	0	20,328	6,980,817
Cordova	4,355,765	740,388	16,197	42.09%	6,136	3,609,241	0	12,270	3,621,511
Craig	5,710,558	336,159	523,000	42.00%	197,694	5,176,705	0	16,086	5,192,791
Delta/Greely	10,548,726	0	356,671	100.00%	321,004	10,227,722	0	29,715	10,257,437
Denali	6,263,109	649,988	9,152	31.25%	2,574	5,610,547	0	17,643	5,628,190
Dillingham	6,806,628	446,138	585,048	35.37%	186,238	6,174,252	0	19,174	6,193,426
Fairbanks	150,497,450	25,585,072	13,441,263	54.06%	6,539,712	118,372,666	0	423,936	118,796,602
Galena	19,458,828	79,432	114,956	4.82%	4,987	19,374,409	0	54,814	19,429,223
Haines	4,173,323	846,964	0	54.33%	0	3,326,359	0	11,756	3,338,115
Hoonah	2,228,094	192,261	116,564	48.77%	51,163	1,984,670	0	6,276	1,990,946
Hydaburg	1,135,489	39,778	231,692	17.60%	36,700	1,059,011	0	3,199	1,062,210
Iditarod Area	6,005,180	0	279,827	100.00%	251,844	5,753,336	0	16,916	5,770,252
Juneau	51,850,902	11,909,678	0	50.26%	0	39,941,224	0	146,059	40,087,283
Kake	1,590,741	74,459	176,380	28.94%	45,940	1,470,342	0	4,481	1,474,823
Kashunamiut	5,424,286	0	1,861,333	100.00%	1,675,200	3,749,086	0	15,280	3,764,366
Kenai Peninsula	97,958,132	22,097,401	0	50.13%	0	75,860,731	0	275,938	76,136,669
Ketchikan Gateway	23,122,769	4,220,699	0	50.79%	0	18,902,070	0	65,135	18,967,205
Klawock	2,260,242	137,531	652,757	68.59%	402,953	1,719,758	0	6,367	1,726,125
Kodiak Island	29,286,989	3,652,381	1,919,431	35.31%	609,976	25,024,632	0	82,499	25,107,131
Kuspuk	7,686,744	0	1,338,775	100.00%	1,204,898	6,481,846	0	21,653	6,503,499
Lake & Peninsula	9,781,414	384,730	1,786,068	26.75%	429,996	8,966,688	0	27,553	8,994,241
Lower Kuskokwim	72,783,122	0	16,422,151	100.00%	14,779,936	58,003,186	0	205,023	58,208,209
Lower Yukon	40,619,554	0	12,305,107	100.00%	11,074,596	29,544,958	0	114,421	29,659,379
Mat-Su	161,486,035	24,018,753	0	48.09%	0	137,467,282	0	454,890	137,922,172
Nenana	6,295,996	74,326	0	57.38%	0	6,221,670	0	17,735	6,239,405
Nome	9,485,827	866,390	44,300	42.27%	16,853	8,602,584	0	26,721	8,629,305
North Slope	27,940,090	12,164,847	4,545,891	36.50%	1,493,325	14,281,918	0	78,704	14,360,622
Northwest Arctic	37,368,606	1,818,033	4,820,110	36.23%	1,571,693	33,978,880	0	105,264	34,084,144
Pelican	404,643	37,865	0	70.57%	0	366,778	85,133	1,140	453,051
Petersburg	6,830,030	927,102	0	50.00%	0	5,902,928	0	19,240	5,922,168
Pribilof	1,818,111	0	626,378	100.00%	563,740	1,254,371	0	5,121	1,259,492
Saint Mary's	3,208,916	33,992	0	43.58%	0	3,174,924	0	9,039	3,183,963
Sitka	15,642,095	3,054,025	17,047	57.01%	8,747	12,579,323	0	44,062	12,623,385
Skagway	945,777	439,172	0	38.83%	0	506,605	0	2,664	509,269
Southeast Island	4,739,108	0	2,563	100.00%	2,307	4,736,801	0	13,350	4,750,151
Southwest Region	13,073,372	0	3,838,862	100.00%	3,454,976	9,618,396	0	36,826	9,655,222
Tanana	1,025,808	24,589	75,440	100.00%	67,896	933,323	0	2,890	936,213
Unalaska	5,935,941	1,473,392	19,533	51.16%	8,994	4,453,555	0	16,721	4,470,276
Valdez	7,948,251	3,428,798	7,625	41.89%	2,875	4,516,578	0	22,389	4,538,967
Wrangell	4,720,478	510,520	1,407	32.67%	414	4,209,544	0	13,297	4,222,841
Yakutat	1,700,592	184,192	131,577	36.20%	42,868	1,473,532	0	4,790	1,478,322
Yukon Flats	7,968,642	0	827,849	100.00%	745,064	7,223,578	0	22,447	7,246,025
Yukon/Koyukuk	11,858,534	0	992,005	100.00%	892,805	10,965,729	0	33,404	10,999,133
Yupit	9,139,006	0	2,908,280	100.00%	2,617,452	6,521,554	0	25,744	6,547,298
Mt. Edgecumbe	3,898,809	0	1,007,473	100.00%	906,726	2,992,083	0	10,983	3,003,066
TOTALS:	1,396,960,782	216,206,095	106,015,662		70,451,051	1,110,303,636	180,584	3,935,103	1,140,446,623

HB273 & Formula Changes

In addition to the hold harmless provision that was implemented, HB273, enacted in 2008, changed three other components of the formula over a period of five years.

Fiscal Year	District Cost Factor	Intensive Multiplier	Base Student Allocation
FY2009	50% of ISER	x 9	\$5,480
FY2010	62.5% of ISER	x 11	\$5,580
FY2011	75% of ISER	x 13	\$5,680
FY2012	87.5% of ISER		
FY2013	100% ISER		

Area Cost Differential Table **FY09** **FY10** **FY11** **FY12** **FY13**

District	Education Task Force District Cost Factors				
	50% ISER	62.50% ISER	75.0% ISER	87.50% ISER	100% ISER
Alaska Gateway	1.443	1.481	1.519	1.557	1.594
Aleutian Region	1.838	1.864	1.890	1.916	1.939
Aleutians East Borough	1.707	1.778	1.849	1.920	1.991
Anchorage	1.000	1.000	1.000	1.000	1.000
Annette Island	1.175	1.216	1.257	1.298	1.338
Bering Strait	1.762	1.821	1.880	1.939	1.998
Bristol Bay Borough	1.370	1.397	1.424	1.451	1.478
Chatham	1.348	1.405	1.462	1.519	1.576
Chugach	1.395	1.420	1.445	1.470	1.496
Copper River	1.246	1.264	1.282	1.300	1.316
Cordova	1.165	1.182	1.199	1.216	1.234
Craig	1.108	1.133	1.158	1.183	1.206
Delta/Greely	1.174	1.191	1.208	1.225	1.241
Denali Borough	1.323	1.326	1.329	1.332	1.332
Dillingham	1.300	1.312	1.324	1.336	1.346
Fairbanks North Star Borough	1.055	1.059	1.063	1.067	1.070
Galena	1.370	1.376	1.382	1.388	1.391
Haines Borough	1.104	1.128	1.152	1.176	1.200
Hoonah	1.227	1.270	1.313	1.356	1.399
Hydaburg	1.295	1.348	1.401	1.454	1.504
Iditarod Area	1.658	1.705	1.752	1.799	1.846
Juneau Borough	1.075	1.093	1.111	1.129	1.145
Knife	1.242	1.296	1.350	1.404	1.459
Kashunamiut	1.504	1.533	1.562	1.591	1.619
Kenai Peninsula Borough	1.088	1.109	1.130	1.151	1.171
Ketchikan Gateway Borough	1.085	1.106	1.127	1.148	1.170
Klawock	1.160	1.196	1.232	1.268	1.302
Kodiak Island Borough	1.191	1.216	1.241	1.266	1.289
Kuspuk	1.584	1.622	1.660	1.698	1.734
Lake & Peninsula Borough	1.776	1.831	1.886	1.941	1.994
Lower Kuskokwim	1.577	1.599	1.621	1.643	1.663
Lower Yukon	1.650	1.703	1.756	1.809	1.861
Mat-Su Borough	1.040	1.048	1.056	1.064	1.070
Nenana	1.304	1.313	1.322	1.331	1.338
Nome	1.385	1.402	1.419	1.436	1.450
North Slope Borough	1.648	1.684	1.720	1.756	1.791
Northwest Arctic Borough	1.686	1.720	1.754	1.788	1.823
Pelican	1.384	1.408	1.432	1.456	1.477
Petersburg	1.122	1.153	1.184	1.215	1.244
Pribilof	1.555	1.589	1.623	1.657	1.691
Saint Mary's	1.488	1.522	1.556	1.590	1.624
Sitka Borough	1.098	1.123	1.148	1.173	1.195
Skagway	1.159	1.163	1.167	1.171	1.174
Southeast Island	1.264	1.299	1.334	1.369	1.403
Southwest Region	1.554	1.587	1.620	1.653	1.685
Tanana	1.641	1.677	1.713	1.749	1.786
Unalaska	1.343	1.368	1.393	1.418	1.441
Valdez	1.133	1.143	1.153	1.163	1.170
Wrangell	1.080	1.100	1.120	1.140	1.159
Yakutat	1.229	1.275	1.321	1.367	1.412
Yukon Flats	1.892	1.948	2.004	2.060	2.116
Yukon/Koyukuk	1.669	1.711	1.753	1.795	1.835
Yupit	1.596	1.628	1.660	1.692	1.723
Mt. Edgecumbe High School	1.098	1.123	1.148	1.173	1.195



THE STATE
of **ALASKA**
GOVERNOR SEAN PARNELL

**Department of Education
and Early Development**

SCHOOL FINANCE / FACILITIES

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February 7, 2013

Representative Lynn Gattis
Education Chair
State Capitol, Rm 420
Juneau, AK 99801-1182

Dear Chair Gattis:

The department has prepared a response to questions asked during the House Education committee meeting on Monday February 4, 2013 regarding the calculation for the fiscal impact of House Bill 27 An act relating to student counts...

The department's response includes a summary on page one and five exhibits, a copy is attached. Because the explanation of this bill is complex, the department plans to extend the offer to meet in person and share this information with both the Sponsor and Representative Seaton who had specific questions on the calculation.

I would also appreciate the opportunity to meet with you and explain the spreadsheets and other exhibits. I could explain the attachments in 15 minutes and would also be happy to answer additional questions on the material.

Because the explanation is complex, the department would like to get your direction on further dispersing our response and/or presenting this information to the House Education committee.

Please contact me at your convenience at 907-465-8679.

Sincerely,

A handwritten signature in cursive script that reads "Elizabeth Nudelman".

Elizabeth Nudelman
Director, School Finance

Enclosure

The Department of Education & Early Development is providing the following information in response to questions from the February 4, 2013 committee hearing on HB27 student counts.

Summary

HB27 uses the prior year count to fund school districts for the following year and thus funding is generated under one count scenario but applied to the following year students. If there is a change in students, for example a change in the number of intensive or correspondence students, there could be a mismatch between the prior year funding and the current year classroom loads.

HB27 seeks to accommodate this by allowing supplemental funding. This supplemental funding would increase state costs. For those districts that trigger the provision under the 3% or 200 students, the fiscal note reports \$7,100.0 million annually starting in FY2016. If districts apply under the provision of increased enrollment the cost could go higher.

Some districts would not qualify for supplemental funding under HB27 under any provision because they did not have a 3% increase, a 200 student increase or an enrollment increase. In this situation, a district would not be able to request supplemental funds, that district would not receive additional state aid.

The spreadsheet illustrates which districts would meet the criteria for supplemental funding, there are two conditions 1) districts increase by 3% in average adjusted daily membership, or by 200 students; or 2) districts have an increase in enrollment and apply to the department. The spreadsheet calculates the supplemental aid for those districts triggering the 3% 200 student provision; the spreadsheet does not estimate an amount for those districts that may apply under the increased enrollment criteria.

Sitka illustrates a district that could generate an additional \$674,841 under the current year count as opposed to the prior year count but because there is no increase in enrollment, does not have access to supplemental funds.

The following five exhibits are attached:

Spreadsheet 1 This spreadsheet supports the calculation for the \$7,100.0 million fiscal note.

Spreadsheet 2 This spreadsheet makes the HB27 comparison statewide.

Graph 1 This graph presents statewide Average Daily membership from 2004 to FY2013 preliminary.

Graph 2 This graph presents statewide total public school funding state aid from 2004 actual to FY2013 preliminary.

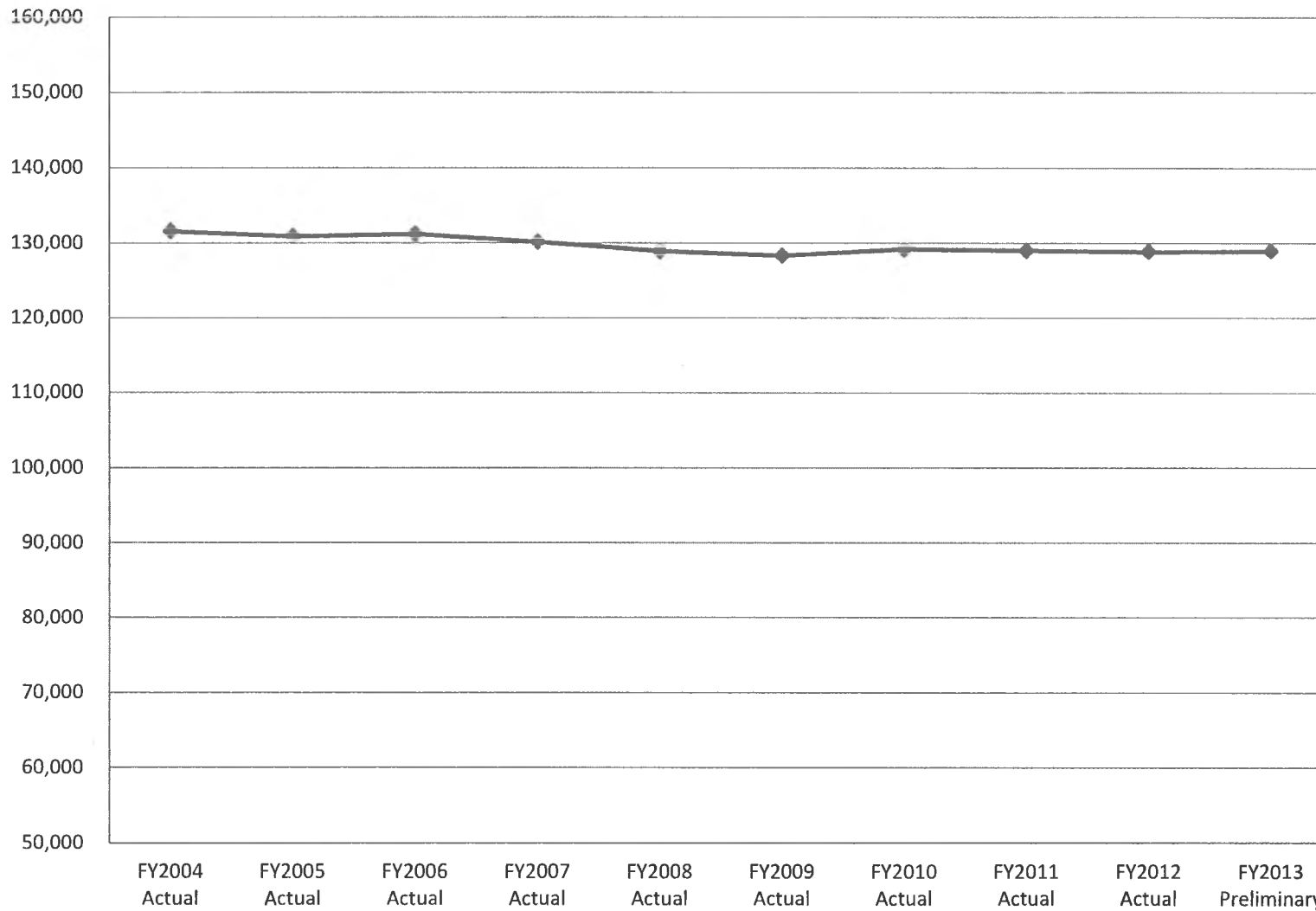
Year End Fund Balance Report.

HB27, p8, line 23. "...increases by at least 200 students or 3 percent..."

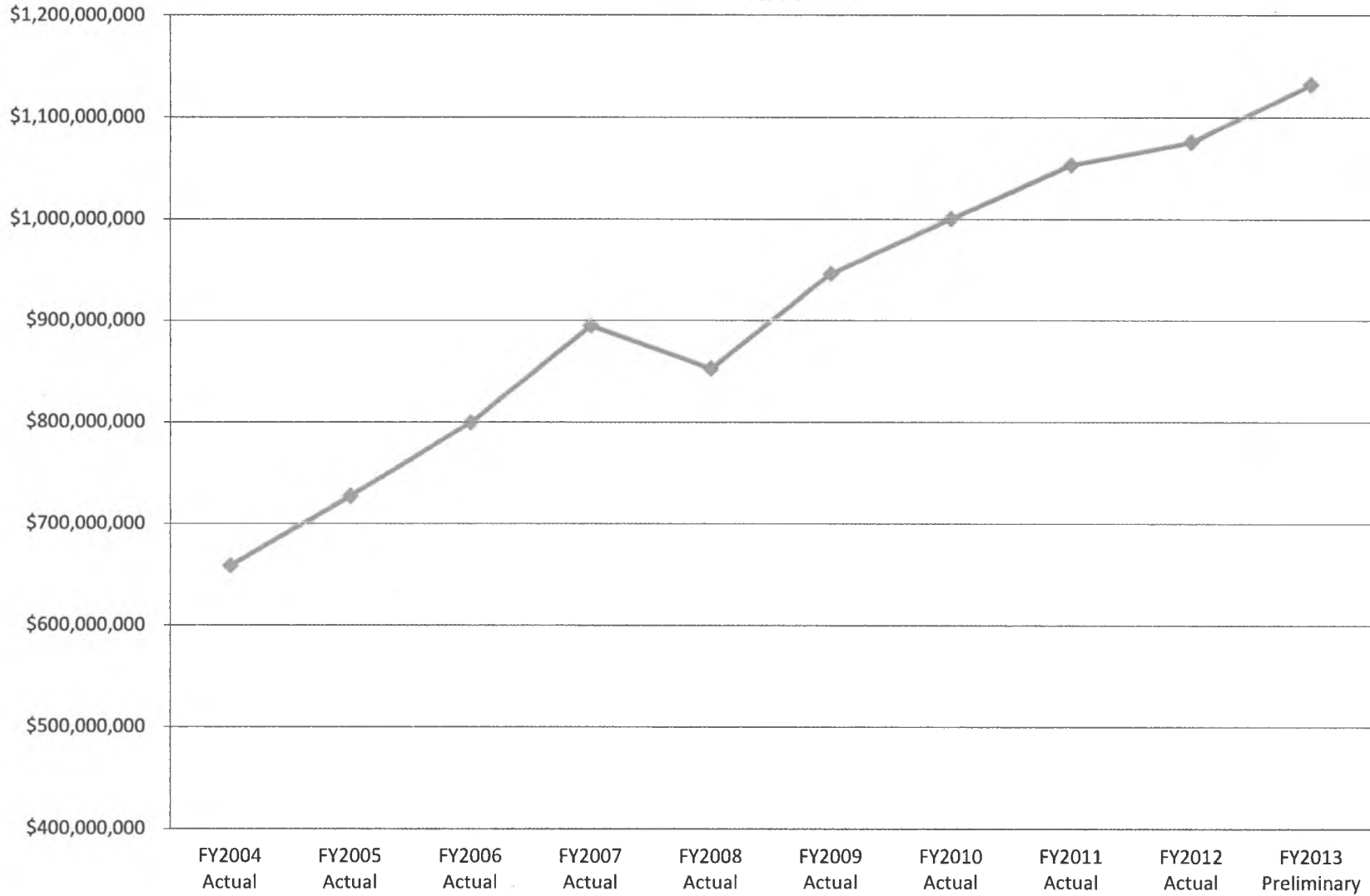
200 Students OR 3% increase in SS Adj. ADM

School District	FY2012	FY2013		Qualifies for Supplemental Funding	Actual FY12 SS	Prelim FY13 SS	% Change	Qualifies for Supplemental Funding	FY13 BSA \$5,680			
	October 1 Enrollment	October 1 Enrollment	Difference						Actual FY12 AADM	Prelim FY13 AADM	Difference	HB27 Cost
Alaska Gateway	408	384	(24)		590.04	572.21	-3.12%					
Aleutian Region	31	27	(4)		80.82	79.20	-2.05%					
Aleutians East Borough	250	257	7		401.57	403.54	0.49%					
Anchorage	48,816	48,863	47		52,273.11	52,474.33	0.38%					
Annette Island	280	292	12		404.31	421.83	4.15%	yes	662.05	726.45	64.40	\$ 365,792
Bering Strait	1,830	1,869	39		2,575.62	2,676.90	3.78%	yes	6,312.89	6,813.41	500.52	\$ 2,842,954
Bristol Bay Borough	160	153	(7)		245.01	230.11	-6.48%					
Chatham	153	147	(6)		282.81	276.40	-2.32%					
Chugach	279	312	33		130.40	139.47	6.50%	yes	382.73	444.26	61.53	\$ 349,490
Copper River	497	495	(2)		681.71	677.01	-0.69%					
Cordova	334	334	-		462.66	453.24	-2.08%					
Craig	672	639	(33)		478.06	451.23	-5.95%					
Delta/Greely	921	848	(73)		1,034.78	1,002.37	-3.23%					
Denali Borough	743	899	156		379.92	378.89	-0.27%					
Dillingham	493	534	41		611.11	630.27	3.04%	yes	1,192.93	1,261.32	68.39	\$ 388,455
Fairbanks N. Star Borough	14,384	14,406	22		15,972.29	15,986.44	0.09%					
Galena	3,920	3,962	42		406.57	418.99	2.96%					
Haines Borough	310	288	(22)		457.64	432.43	-5.83%					
Hoonah	121	116	(5)		191.69	191.69	0.00%					
Hydaburg	43	53	10		76.66	90.74	15.52%	yes	210.82	204.79	(6.03)	\$ (34,250)
Iditarod Area	334	247	(87)		407.52	385.02	-5.84%					
Juneau Borough	5,043	5,078	35		5,558.55	5,562.63	0.07%					
Take	95	109	14		145.20	179.13	18.94%	yes	260.08	344.32	84.24	\$ 478,483
Kashunamiut	314	309	(5)		446.74	433.57	-3.04%					
Kenai Peninsula Borough	9,222	9,256	34		10,469.20	10,311.56	-1.53%					
Ketchikan Gateway Borough	2,263	2,299	36		2,620.72	2,607.17	-0.52%					
Klawock	136	133	(3)		224.62	216.65	-3.68%					
Kodiak Island Borough	2,524	2,559	35		3,016.59	2,992.78	-0.80%					
Kuspuk	377	379	2		633.87	589.91	-7.45%					
Lake & Peninsula Borough	379	389	10		656.19	658.95	0.42%					
Lower Kuskokwim	4,208	4,152	(56)		6,019.42	6,064.18	0.74%					
Lower Yukon	2,006	1,999	(7)		3,008.37	2,993.73	-0.49%					
Mat-Su Borough	17,494	17,494	-		18,018.40	17,710.39	-1.74%					
Nenana	994	1,027	33		299.20	311.15	3.84%	yes	1,109.86	1,176.07	66.21	\$ 376,073
Nome	692	698	6		853.85	863.35	1.10%					
North Slope Borough	1,893	1,941	48		2,218.29	2,269.03	2.24%					
Northwest Arctic Borough	2,002	2,005	3		2,672.01	2,715.67	1.61%					
Pelican	18	17	(1)		39.60	39.60	0.00%					
Petersburg	432	464	32		619.82	645.63	4.00%	yes	1,191.84	1,189.48	(2.36)	\$ (13,405)
Pribilof	82	107	25		156.86	167.53	6.37%	yes	329.14	345.05	15.91	\$ 90,369
Saint Mary's	195	196	1		284.94	286.98	0.71%					
Sitka Borough	1,376	1,344	(32)		1,572.77	1,570.52	-0.14%					
Skagway	74	93	19		98.58	106.53	7.46%	yes	170.34	180.09	9.75	\$ 55,380
Southeast Island	168	199	31		439.90	463.12	5.01%	yes	782.71	895.41	112.70	\$ 640,136
Southwest Region	636	587	(49)		1,075.06	984.41	-9.21%					
Tanana	35	49	14		61.76	83.37	25.92%	yes	174.58	207.36	32.78	\$ 186,190
Unalaska	415	417	2		558.89	559.91	0.18%					
Valdez	686	638	(48)		878.03	847.88	-3.56%					
Wrangell	395	395	-		448.95	439.77	-2.09%					
Yakutat	109	100	(9)		178.50	139.68	-27.79%					
Yukon Flats	261	263	2		499.25	508.55	1.83%					
Yukon/Koyukuk	1,334	1,521	187		549.23	571.06	3.82%	yes	2,078.21	2,314.67	236.46	\$ 1,343,093
Yupit	449	443	(6)		721.65	703.58	-2.57%					
Mt. Edgecumbe High School	396	400	4		466.99	468.98	0.42%					
Totals	131,682	132,185							Negative amounts not included		\$	7,116,415

**Public School Funding Formula
FY2004-FY2013
Total Average Daily Membership (ADM)**



Public School Funding Formula Total State Aid



ALASKA DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT
 FY2012 SCHOOL OPERATING FUND - FUND BALANCE COMPLIANCE TEST (AS 14.17.505)
 SCHOOL DISTRICTS

SCHOOL DISTRICT	TOTAL FY12 AUDITED OPERATING FUND EXPENDITURES	TOTAL FY12 OPERATING FUND BALANCE	RESERVED FY12 OPERATING FUND BALANCE	UNRESERVED FY12 OPERATING FUND BALANCE	PERCENTAGE OF UNRESERVED FY12 OPERATING FUND BALANCE	AMOUNT OVER 10%
ALASKA GATEWAY	8,504,512	1,169,411	760,278	409,133	4.8%	0
ALEUTIAN REGION	1,572,193	344,800	263,731	81,069	5.2%	0
ALEUTIANS EAST	8,477,497	1,768,530	1,768,530	0	0.0%	0
ANCHORAGE	630,049,491	129,823,406	66,930,273	62,893,133	10.0%	0
ANNETTE ISLAND	7,017,908	4,347,546	3,646,459	701,087	10.0%	0
BERING STRAIT	47,234,760	21,637,974	17,373,888	4,264,086	9.0%	0
BRISTOL BAY	3,661,686	419,806	197,917	221,889	6.1%	0
CHATHAM	4,032,110	626,611	243,346	383,265	9.5%	0
CHUGACH	3,131,187	531,536	296,925	234,611	7.5%	0
COPPER RIVER	8,172,227	1,239,054	725,160	513,894	6.3%	0
CORDOVA	5,952,453	474,898	160,060	314,838	5.3%	0
CRAIG	7,856,897	1,294,417	733,384	561,033	7.1%	0
DELTA GREELY	11,388,645	2,112,586	1,065,338	1,047,248	9.2%	0
DENALI	8,407,811	899,654	296,226	603,428	7.2%	0
DILLINGHAM	9,648,554	1,713,674	987,443	726,231	7.5%	0
FAIRBANKS	206,921,053	20,230,301	18,042,653	2,187,648	1.1%	0
GALENA	23,721,195	2,613,467	449,267	2,164,200	9.1%	0
HAINES	5,387,881	756,867	230,617	526,250	9.8%	0
HOONAH	3,467,838	505,741	284,378	221,363	6.4%	0
HYDABURG	1,863,904	558,456	390,408	168,048	9.0%	0
IDITAROD	6,887,345	1,843,198	1,155,184	688,014	10.0%	0
JUNEAU	75,392,291	2,870,167	268,214	2,601,953	3.5%	0
KAKE	2,295,439	572,921	440,361	132,560	5.8%	0
KASHUNAMIUT	6,383,232	2,649,589	2,911,021	-261,432	-4.1%	0
KENAI PENINSULA	137,431,740	20,364,278	8,602,926	11,761,352	8.6%	0
KETCHIKAN	32,235,377	881,452	0	881,452	2.7%	0
KLAWOCK	3,664,113	1,351,520	1,164,984	186,536	5.1%	0
KODIAK	43,674,420	2,951,876	877,312	2,074,564	4.8%	0
KUSPUK	10,283,132	2,264,660	2,735,388	-470,728	-4.6%	0
LAKE & PENINSULA	13,499,412	4,070,545	4,024,573	45,972	0.3%	0
LOWER KUSKOKWIM	95,121,625	22,036,129	25,492,456	-3,456,327	-3.6%	0
LOWER YUKON	40,086,325	20,474,800	16,912,413	3,562,387	8.9%	0
MAT-SU	213,806,046	4,324,967	2,625,081	1,699,886	0.8%	0
NENANA	8,281,692	43,049	43,049	0	0.0%	0
NOME	11,690,698	1,397,415	252,505	1,144,910	9.8%	0
NORTH SLOPE	60,385,499	4,746,007	6,323,835	-1,577,828	-2.6%	0
NORTHWEST ARCTIC	46,132,076	13,337,102	8,981,736	4,355,366	9.4%	0
PELICAN	592,523	23,776	4,736	19,040	3.2%	0
PETERSBURG	8,259,405	877,096	94,513	782,583	9.5%	0
PRIBILOF	2,539,601	489,389	489,389	0	0.0%	0
SAINT MARYS	3,021,781	675,291	487,829	187,462	6.2%	0
SITKA	20,681,240	1,729,732	387,974	1,341,758	6.5%	0
SKAGWAY	1,912,304	191,177	6,101	185,076	9.7%	0
SOUTHEAST ISLAND	5,472,978	552,517	39,224	513,293	9.4%	0
SOUTHWEST REGION	15,825,591	7,439,599	6,089,971	1,349,628	8.5%	0
TANANA	984,027	310,650	214,691	95,959	9.8%	0
UNALASKA	7,837,718	1,014,600	364,440	650,160	8.3%	0
VALDEZ	13,724,458	1,287,653	15,819	1,271,834	9.3%	0
WRANGELL	6,080,344	624,159	39,396	584,763	9.6%	0
YAKUTAT	2,622,636	348,983	201,726	147,257	5.6%	0
YUKON FLATS	10,230,963	1,270,089	1,381,821	-111,732	-1.1%	0
YUKON-KOYUKUK	14,652,181	2,619,692	1,216,810	1,402,882	9.6%	0
YUPIIT	11,575,827	3,960,444	4,170,371	-209,927	-1.8%	0
STATEWIDE TOTALS	\$1,939,733,841	\$322,663,257	\$212,862,130	\$109,801,127		\$0

SOURCE OF DATA: FY2012 SCHOOL DISTRICT AUDITS, STATEMENT OF COMPLIANCE - AS 14.17.505, FOR THE FISCAL YEAR ENDED JUNE 30, 2012.
 or from: COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS, SCHOOL OPERATING FUND.

NOTE: 4 AAC 09.160 defines RESERVED to include encumbrances, pre-paid expenses, inventories, fuel reserves,
 Retirement Incentive Program, self insurance, and federal impact aid.

SPREADSHEET 2

School District	FY2012 Actual Basic Need		Prelim FY2013 Basic Need		Oct. 1 Enrollment		District Increased in enrollment at FY12/FY13		District Increased by 108 or greater		3% SS Increase or greater Criteria		With Formula Adjustments				Add Intensives				Add Correspondence				Total AADM				HB17 Qualifying Districts	
	FY2012 Actual	FY2012 Actual	FY2013 Prelim	FY2013 Prelim	FY12 Actual	FY13 Prelim	FY12 Actual	FY13 Prelim	FY12 Actual	FY13 Prelim	FY12 Actual	FY13 Prelim	FY12 Actual	FY13 Prelim	FY12 Actual	FY13 Prelim	FY12 Actual	FY13 Prelim	FY12 Actual	FY13 Prelim	FY12 Actual	FY13 Prelim	FY12 Actual	FY13 Prelim	FY12 Actual	FY13 Prelim	FY12 Actual	FY13 Prelim		
	Basic Need	Basic Need	Basic Need	Basic Need	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment	enrollment		enrollment
Alaska Gateway	7,596,034	7,598,818	408	384	(24)	No	No	900.04	572.21	(17.83)	-1.12%	1,113.45	1,110.94	(2.51)	0	14	14	0	41.88	44.88	3.00	17,040	1,337.33	1,337.82	0.49	5	2,783			
Alutian Region	1,287,542	1,283,907	31	27	(4)	No	No	80.82	79.50	(1.62)	-2.05%	187.68	187.04	(0.64)	(3.65)	3	3	0	226.68	226.64	(0.04)	(3.65)	226.68	226.64	(0.04)	(3.65)				
Alutians East Borough	5,685,680	5,722,032	360	257	7	Yes	No	401.57	403.54	1.97	0.49%	975.00	976.60	1.60	20,468	2	2	2.80	2.80	0	15,964	1,001.00	1,007.40	6.40	36,152					
Anchorage	421,584,924	427,851,100	48816	48663	47	Yes	No	52,373.11	52,374.53	1.42	0.3%	6,355.01	6,143.74	258.73	3,173,568	782	824	42	702.04	700.51	(1.53)	(8,679)	74,223.05	75,326.25	1,103.20	6,166,176				
Annette Island	3,760,444	4,126,236	364	392	12	Yes	No	304.31	421.83	17.52	4.15%	636.05	687.45	51.40	281,993	2	3	1	662.05	726.45	64.40	365,792	662.05	726.45	64.40	365,792				
Beaufort Strait	35,857,215	38,700,169	1830	1868	38	Yes	No	2,375.62	2,676.90	101.28	3.78%	6,052.89	6,514.41	461.52	2,411,434	20	23	3	6,312.89	6,813.41	500.52	2,841,944	6,312.89	6,813.41	500.52	2,841,944				
Bristol Bay Borough	2,622,002	2,371,734	160	153	(7)	No	No	245.01	238.11	(14.98)	-6.48%	448.62	439.77	(8.85)	(50,268)	1	1	0	461.62	452.77	(8.85)	(50,268)	461.62	452.77	(8.85)	(50,268)				
Chatham	3,040,334	3,168,134	153	147	(6)	No	No	282.81	276.40	(6.41)	-2.32%	520.67	530.57	9.90	56,232	1	2	1	1.60	1.30	(0.40)	(1,272)	535.27	557.77	22.50	127,800				
Chugach	2,191,906	2,523,997	329	312	13	Yes	No	130.40	139.47	9.07	6.50%	234.57	254.14	19.57	111,159	6	6	1	148.16	177.12	28.96	164,493	382.73	444.26	61.53	349,490				
Copper River	7,106,873	7,024,797	497	495	(2)	No	No	681.71	673.01	(8.70)	-0.69%	1,125.85	1,113.36	(12.49)	(78,943)	6	6	0	47.36	45.40	(1.96)	(11,133)	1,251.21	1,236.76	(14.45)	(87,071)				
Cordova	4,168,325	4,164,746	334	334	0	No	No	462.66	453.24	(9.42)	-2.05%	681.36	681.23	(0.13)	(3,378)	4	4	0	733.46	733.23	(0.23)	(3,378)	733.46	733.23	(0.23)	(3,378)				
Craig	5,700,221	5,682,897	672	638	(33)	No	No	478.06	451.13	(26.93)	-5.55%	685.44	692.37	6.93	39,363	5	5	0	283.12	243.14	(19.98)	(56,644)	1,003.56	1,000.51	(3.05)	(17,234)				
Delta-Greely	10,395,877	10,292,842	921	898	(23)	No	No	1,634.78	1,602.37	(32.41)	-2.37%	1,536.34	1,515.32	(21.22)	(110,510)	15	18	3	98.92	61.00	(37.92)	(104,024)	1,830.26	1,812.12	(18.14)	(183,805)				
Denali Borough	6,274,900	7,103,124	743	899	156	Yes	No	379.92	378.39	(1.03)	-0.27%	650.55	640.47	(10.08)	(57,244)	5	6	1	389.20	532.08	142.88	811,858	1,104.35	1,250.55	146.20	828,144				
Dillingham	6,775,842	7,164,298	491	534	41	Yes	No	611.11	630.27	19.16	1.64%	989.53	1,033.28	43.75	248,500	15	17	2	8.80	7.04	(1.76)	(7,725)	1,192.93	1,261.32	68.39	388,455				
Fairbanks N. Star Borough	149,502,428	153,155,122	14394	14006	22	Yes	No	15,922.92	15,906.44	14.16	0.09%	20,655.43	20,834.49	179.06	1,817,661	419	455	36	218.42	214.44	(3.98)	(22,629)	26,230.85	26,963.93	733.08	3,651,694				
Galena	19,548,742	19,111,874	3920	3962	42	Yes	No	406.57	418.99	12.42	2.94%	683.45	709.87	25.92	147,224	1	1	0	2,757.73	2,759.77	2.04	5,907	3,441.66	3,468.64	26.98	155,133				
Halton Borough	4,254,774	4,305,984	310	288	(22)	No	No	457.64	432.43	(25.21)	-5.83%	652.28	659.68	7.40	42,032	7	7	0	5.80	7.40	1.60	9,888	749.00	758.00	9.00	51,120				
Hoonah	2,266,206	2,298,298	121	116	(5)	No	No	191.69	191.69	0.00	0.00%	330.98	376.63	5.65	12,092	6	6	0	308.98	404.63	5.65	33,842	308.98	404.63	5.65	33,842				
Hutchinson	1,197,455	1,163,207	43	53	10	Yes	No	76.66	90.74	14.08	15.23%	171.82	178.79	6.97	39,860	2	2	(1)	(73,340)	210.92	204.79	(6.13)	(34,240)	210.92	204.79	(6.13)	(34,240)			
Iditarod Area	5,498,858	5,980,547	334	247	(87)	No	No	407.52	385.02	(22.50)	-5.64%	888.56	983.64	15.08	85,654	1	1	0	101.76	32.40	(69.36)	(293,965)	1,003.32	949.64	(54.28)	(308,130)				
Juneau Borough	50,739,156	51,307,126	5043	5078	35	Yes	No	5,558.55	5,562.63	4.08	0.07%	7,604.03	7,757.70	151.67	881,486	98	94	(4)	52.92	53.28	0.36	2,845	8,932.95	9,032.98	100.03	568,170				
Kake	1,477,254	1,955,738	95	109	14	Yes	No	145.20	179.13	33.93	18.94%	247.08	318.32	71.24	488,463	1	2	1	260.08	344.32	84.24	478,483	260.08	344.32	84.24	478,483				
Kahlematui	5,262,178	5,151,646	314	309	(5)	No	No	446.74	433.57	(13.17)	-3.04%	861.44	854.98	(6.46)	(56,463)	5	4	(1)	936.44	908.98	(27.46)	(110,531)	936.44	908.98	(27.46)	(110,531)				
Kenai Peninsula Borough	95,998,194	97,974,888	9723	9256	(467)	No	No	10,469.30	10,311.56	(157.04)	-1.53%	14,604.68	14,707.16	102.50	582,388	126	144	18	656.67	669.94	13.27	78,785	16,899.33	17,249.01	349.77	1,986,894				
Ketchikan Gateway Borough	23,301,462	25,038,008	2263	2299	36	Yes	No	2,620.72	2,601.17	(11.55)	-0.32%	3,666.41	3,715.39	68.97	391,798	29	49	20	78.96	55.72	(23.24)	(131,803)	4,102.37	4,408.01	305.73	1,738,546				
Klawock	2,551,456	2,468,414	136	133	(3)	No	No	324.62	218.45	(10.91)	-3.88%	345.20	343.58	(1.62)	(1,382)	8	7	(1)	449.20	444.58	(4.62)	(81,842)	449.20	444.58	(4.62)	(81,842)				
Kodiak Island Borough	28,703,028	29,821,988	2524	2559	35	Yes	No	3,016.59	2,992.78	(23.81)	-0.80%	4,629.63	4,694.67	70.04	397,823	76	35	9	86.72	96.69	9.96	56,573	5,013.35	5,150.35	137.00	1,118,960				
Kupuk	7,557,183	7,619,834	377	379	2	Yes	No	633.87	599.91	(43.96)	-7.45%	1,304.49	1,315.52	11.03	62,694	2	2	0	1,304.49	1,315.52	11.03	62,694	1,304.49	1,315.52	11.03	62,694				
Lake & Peninsula Borough	9,574,606	9,728,420	339	389	10	Yes	No	656.19	658.95	2.76	0.42%	1,620.07	1,638.15	18.08	182,694	4	5	1	13.60	9.60	(4.00)	(22,728)	1,683.67	1,712.75	29.08	153,814				
Lower Kuskokwim	11,701,878	13,460,633	4206	4152	(56)	No	No	6,019.42	6,084.18	44.76	0.74%	11,996.57	12,283.21	286.64	1,864,915	49	50	1	12,623.57	12,933.21	309.64	1,758,795	12,623.57	12,933.21	309.64	1,758,795				
Lower Yukon	39,170,927	40,242,118	2086	1999	(7)	No	No	3,008.17	2,993.73	(14.64)	-0.45%	6,636.29	6,785.88	149.59	869,971	20	21	1	6,496.29	6,496.29	0.00	0.00	6,496.29	6,496.29	0.00	0.00				
Mt. St. Helens Borough	163,286,368	165,488,618	17494	17494	0	No	No	18,018.40	17,710.39	(308.01)	-1.74%	23,235.96	23,081.24	(154.72)	(878,100)	322	356	34	1,325.64	1,426.00	100.44	578,499	28,747.60	29,135.32	387.72	2,202,150				
Nauyasu	6,304,095	6,480,078	984	1027	33	Yes	No	399.20	311.15	(11.95)	-3.94%	482.67	507.07	24.40	138,593	2	5	3	60.10	604.00	2.81	15,949	1,109.86	1,176.07	66.21	376,873				
Nine	9,104,702	9,005,981	692	698	6	Yes	No	853.85	863.35	9.50	1.10%	1,486.07	1,524.76	38.69	219,759	8	4	(4)	12.80	8.80	(4.00)	(22,720)	1,602.87	1,585.56	(17.31)	(98,121)				
North Slope Borough	27,480,572	28,631,460	1893	1941	48	Yes	No	2,118.29	2,369.03	50.74	2.41%	4,721.12	4,949.75	228.63	1,248,618	9	7	(2)	4,318.12	5,040.75	202.63	1,150,938	4,318.12	5,040.75	202.63	1,150,938				
Northwest Arctic Borough	35,178,455	36,981,960	2002	2003	3	Yes																								