

LEG. FINANCE - BILLS 1979 - 1980 1301

CSSB 199 cont. , 1301

1 for the district.

2 (b) The borough or city is eligible for additional state aid
3 under (a) of this subsection if the district mill value per ADM
4 determined in AS 14.17.023(d) does not exceed 150% of the statewide
5 mill value per ADM determined in AS 14.17.023(c).

6 (c) The additional state aid paid under (a) of this section may
7 not exceed the amount that a property tax levy of two mills would raise
8 in the borough or city in the current year.

9 * Sec. 4. AS 14.17.031(a)(1) is amended to read:

10 (1) the number of units for elementary schools and the number
11 of units for secondary schools as determined from AS 14.17.041(a), (b),
12 or (c) (~~7-OR-(d)~~);

13 * Sec. 5. AS 14.17.031(b) is amended to read:

14 (b) A school district shall compute separately the number of
15 allowable instructional units for each of its elementary and secondary
16 schools except as provided in (c) of this section.

17 * Sec. 6. AS 14.17.031(d) is amended to read:

18 (d) If the instructional units which a school district is entitled
19 to under (a) of this section decrease by 10 percent or more from one
20 year to the next, the school district may use the last year before the
21 reduction as a base year and offset its reduction according to the
22 following schedule: (1) for the first year after the base year, the
23 school district is entitled to the instructional units determined under
24 (a)(1) (~~(a)~~) of this section plus 75 percent of the difference in in-
25 structional units between the base year and the first year; (2) for the
26 second year after the base year, the school district is entitled to the
27 instructional units determined under (a)(1) (~~(a)~~) of this section plus
28 50 percent of the difference in instructional units between the base
29 year and the second year; (3) for the third year after the base year,
the school district is entitled to the instructional units determined

LA-L 20 under (a)(1) (~~(a)~~) of this section plus 25 percent of the difference in
instructional units between the base year and the third (SECONB) year.

The schedule established in this subsection is available to a school

1 district for the three years following the base year only so long as the
 2 entitlement to instructional units under (a)(1) [(a)] of this section
 3 for each year is less than the entitlement in the base year. This sub-
 4 section does not apply to a decrease in instructional units resulting
 5 from a loss of enrollment which occurs as a result of a boundary change
 6 under AS 29.

7 * Sec. 7. AS 14.17.031 is amended by adding a new subsection to read:

8 (e) The commissioner may authorize a school district operating a
 9 school in a remote area to calculate the number of instructional units
 0 to which the remote school would be entitled if that school were a
 1 separate school district and to include that number of instructional
 2 units in the total number of instructional units for the district.

3 * Sec. 8. AS 14.17.041(c) is repealed and re-enacted to read:

4 (c) Secondary schools:

ADM	No. Instructional Units
under 30	4
30 - 59	6
60 - 89	8
90 and over	10 plus 1 for each 20 pupils or fraction of 20

9 * Sec. 9. AS 14.17.041(c) is amended to read:

0 (c) Secondary schools:

ADM	No. Instructional Units
under 30	4
30 - 59	6
60 - 89	8
90 and over	10 plus 1 for each <u>18</u> [20] pupils or

fraction of 18 [20]

* Sec. 10. AS 14.17.051(8) is amended to read:

(8) for Pribilof Islands School District, Aleutian Chain School District, King Cove City School District, Sand Point City School District, and Unalaska City School District, the district or area is entitled to receive 150 percent of the base instructional unit allotment;

* Sec. 11. AS 14.17 is amended by adding a new section to read:

Sec. 14.17.052. INSTRUCTIONAL UNIT ALLOTMENT DIFFERENTIAL AND REVISION. (a) The commissioner shall establish by regulation, effective July 1, 1981, a table of differential instructional unit allotment values for all school districts, with the Anchorage district as the base unit value.

(b) The commissioner shall revise the table of differential instructional unit allotment values biennially by regulation. The revision shall be based on a biennial study made by the University of Alaska. The study shall establish the appropriate differential elements and weighting factors for instructional units and shall include a process for periodic revisions of the differential instructional unit allotment values.

(c) The commissioner shall use the table of differential instructional unit allotment values and the revisions to that table in determining state aid under this chapter.

* Sec. 12. AS 14.17.056 is repealed and re-enacted to read:

Sec. 14.17.056. BASE INSTRUCTIONAL UNIT VALUE. The base instructional unit value for fiscal years beginning on or after July 1, 1980, is \$34,133.

* Sec. 13. AS 14.17.056 is amended to read:

Sec. 14.17.056. BASE INSTRUCTIONAL UNIT VALUE. The base instructional unit value for fiscal years beginning on or after July 1, 1981

1 [1980], is \$35,840 [\$34,133].

2 * Sec. 14. AS 14.17.080 is repealed and re-enacted to read: :

3 Sec. 14.17.080. STATE AID COMPUTATION BY DISTRICTS. During the
4 prefiscal year, each district shall submit to the commissioner the
5 following:

6 (1) by October 30 - a preliminary computation of its basic
7 state aid as calculated under AS 14.17.021 and its request for supple-
8 mental programs as approved by the commissioner for inclusion in the
9 state aid program;

10 (2) by April 30 - its computation of state aid under AS 14.-
11 17.023 and 14.17.024.

12 * Sec. 15. AS 14.17 is amended by adding a new section to read:

13 Sec. 14.17.081. MINIMUM EXPENDITURE FOR INSTRUCTION. (a) Each
14 district shall budget for and spend a minimum of 55 percent of the state
15 aid received in each fiscal year on the instructional component of the
16 district budget.

17 (b) The commissioner shall reject a district budget which does not
18 comply with this section, and shall withhold payments of state aid from
19 that district until the school board of the district revises the dis-
20 trict budget to conform with this section.

21 (c) The commissioner shall review the annual audits of each dis-
22 trict for compliance with the expenditure requirements of this section.
23 If a district does not meet those requirements, the commissioner shall
24 calculate the percentage of deficiency in required expenditures and
25 withhold that percentage from state aid paid to the district in the next
26 fiscal year.

27 (d) The commissioner shall submit an annual report on state aid
28 payments withheld under (c) of this section to the Legislative Budget
29 and Audit Committee by January 15 of each year.

1 (e) For purposes of this section "state aid" means the payments
2 made to a district under AS 14.17.021, 14.17.023, 14.17.024, and 14.17.061.

3 * Sec. 16. AS 14.17 is amended by adding a new section to read:

4 Sec. 14.17.082. DEDUCTION OF STATE AID FOR FUND BALANCE INCREASE.

5 (a) The commissioner shall review the annual audit of each district to
6 ascertain changes in the year-end operating fund balance of the district.
7 If an annual audit indicates that a district has an increase in its year-
8 end operating fund balance over the year-end operating fund balance for
9 the preceding year, the commissioner shall deduct 50 percent of that
10 increase in calculating state aid for that district under AS 14.17.021,
11 14.17.023 and 14.17.024 for the succeeding fiscal year. The commissioner
12 shall submit an annual report of deductions made under this section to
13 the Legislative Budget and Audit Committee by January 15 of each year.

14 * Sec. 17. AS 14.17.140(a) is amended to read:

15 (a) To determine the mill value per ADM for calculations under
16 AS 14.17.023 [EQUALIZED PERCENTAGE TO BE APPLIED TO BASIC NEED UNDER
17 AS 14.17.021, AND THE MATCHING RATIO FOR REQUIRED LOCAL EFFORT UNDER
18 AS 14.17.071], the Department of Community and Regional Affairs, in
19 consultation with the assessor for each district, shall determine the
20 full value of the taxable real and personal property in each district.
21 Exemptions granted under ch. 129, SLA 1957, known as the Alaska Indus-
22 trial Incentive Act (AS 43.25), shall be honored. If there is no local
23 assessor or current local assessment for a district, then the Department
24 of Community and Regional Affairs shall make the determination of full
25 value from information available. In making the determination, the
26 Department of Community and Regional Affairs shall be guided by AS
27 29.53.060. The determination of full value shall be made before
28 October 1 and sent by certified mail, return receipt requested, before
29 that date to the president of the school board in each district. Dupli-

cate copies shall be sent to the commissioner. The governing body of the borough or city which is the district may obtain judicial review of the determination by filing a motion in the superior court of the judicial district in which the district is located within 30 days after receipt of the determination. The superior court may modify the determination of the Department of Community and Regional Affairs only upon a finding of abuse of discretion or upon a finding that there is no substantial evidence to support the determination.

* Sec. 18. AS 14.17.180 is amended to read:

Sec. 14.17.180. PAYMENT UNDER FINAL COMPUTATION. Before June 16 each district shall transmit to the commissioner a final computation of the district's state aid. The commissioner shall process each district's computation in the manner provided by AS 14.17.150(a). However, in no event may the entitlement of a school district to state aid under AS 14.17.021 be less than that computed under this section for the preceding fiscal year, except as otherwise provided in AS 14.17.031 [AS 14.17.170]. Additional state aid shall be obligated by the commissioner before June 30. If the district received more state aid money than it was entitled to under this chapter, it shall immediately, after notice from the commissioner of the overpayment, remit the amount of overpayment to the commissioner to be returned to the public school foundation account.

* Sec. 19. AS 14.17.225 is repealed and re-enacted to read:

Sec. 14.17.225. CONSTRUCTION AND IMPLEMENTATION OF CHAPTER. (a) This chapter may not be construed so as to create a debt of the state.

(b) Money to carry out the provisions of AS 14.17.021 - 14.17.024 may be appropriated annually by the legislature into the public school foundation account.

(c) If the amount of money in the public school foundation account

1 is insufficient to pay the state aid authorized under AS 14.17.021 -
2 14.17.024, the available money shall be distributed as follows:

- 3 (1) first for full allocation under AS 14.17.021;
4 (2) next for full allocation under AS 14.17.022;
5 (3) next for full allocation under AS 14.17.023; and
6 (4) last for allocation under AS 14.17.024.

7 (d) If the amount of money in the public school foundation account
8 is insufficient to provide a full allocation under (c)(1) - (4) of this
9 section, the amount of money available shall be distributed pro rata
10 among the districts.

11 (e) Money necessary to carry out the provisions of AS 14.17.205
12 may be appropriated annually to the department. If the amount appro-
13 priated is insufficient to meet the allocations authorized under AS 14.-
14 17.205, the amount shall be distributed pro rata among eligible dis-
15 tricts.

16 * Sec. 20. AS 14.17.250(3) is amended to read:

17 (3) "district" means any city or borough school district or
18 regional educational attendance area;

19 * Sec. 21. AS 14.17.250(9) is repealed and re-enacted to read:

20 (9) "secondary school" means a school of grades seven through
21 twelve, or an appropriate combination of grades within that range; when
22 grades seven, eight, nine, or ten are organized separately as a middle
23 or junior high school, or grades ten through twelve are organized sepa-
24 rately as a senior high school, each school is considered a separate
25 secondary school for the purposes of this chapter if

26 (A) the school is conducted in a separate school plant
27 facility, or

28 (B) the school is accredited by the Northwest Accred-
29 diting Association, or

1 (c) if a middle or junior high school, the school in-
2 cludes a minimum ADM of 20 students in grades seven and eight;

3 * Sec. 22. AS 14.17.051, 14.17.021(b), and AS 14.08.121 are repealed.

4 * Sec. 23. AS 14.17.041(d), 14.17.071, and 14.17.215 are repealed.

5 * Sec. 24. Sections 1, 3, 4, 5, 6, 8, 12, 18, 21 and 23 of this Act
6 take effect July 1, 1980.

7 * Sec. 25. Sections 2, 9, 11, 13, 14, 15, 16, 17, 19, 20 and 22 of
8 this Act take effect July 1, 1981.

9 * Sec. 26. Sections 7 and 10 of this Act takes effect immediately in
10 accordance with AS 01.10.070(c).

TESTIMONY PRESENTED TO
HOUSE FINANCE SUB-COMMITTEE ON EDUCATION

January 24, 1980

BY: WAYNE E. TAYLOR
ACTING SUPERINTENDENT
NENANA CITY PUBLIC SCHOOLS

TESTIMONY PRESENTED TO
HOUSE FINANCE SUB-COMMITTEE ON EDUCATION
ON JANUARY 24, 1980, BY WAYNE TAYLOR

Nenana City Public Schools has been a city school district since 1917. Nenana is very proud of its heritage and the fact it has operated a fine quality educational program for 63 years. Nenana is one of two small first class cities on the highway system in the central and northern regions of the state that is not a member of a large borough. (The other city is Valdez.)

The current foundation program is one of the best in the nation, but over the last few years changing needs have created weaknesses within the current system. These weaknesses are very apparent in the equity of funding statewide and in the adequacy of funding, particularly for small city districts. The foundation formula does not make provisions for the small city districts without a tax base or a large PL-874 entitlement.

Nenana received a devastating financial blow in 1976 when its area differential was reduced from 133 3/4% to 120%. This amounted to \$110,000 per year, which was disasterous on a \$900,000 Budget. Over the last three years this sum would have totaled \$330,000. Due to the reduction in funding, Nenana has been experiencing financial difficulties over the last three years, in which we have been using our reserves to balance the budget. During FY-77, we maintained a positive budget system, despite the reduction in funding. During FY-78, we used \$11,136 of our reserves; FY-79, \$55,063 of our reserves, and the prediction for FY-80 is \$101,142, which will leave us with a debt of \$16,800. We are in the position of desperately needing additional funding for our schools. (See insert #1- Report from auditors, Staley and Doelle).

III. Appropriation for the School Operating Fund, 1979-80 Year

The Nenana City Public School Board has approved a budget for the 1978-80 year as follows:

Estimated revenues	\$1,117,383
Expenditures	\$1,218,525
	<hr/>
Excess of expenditures over estimated revenues	<u>\$ (101,142)</u>

At June 30, 1979 the School Operating Fund had a fund balance of \$84,342. Based on the approved expenditures and estimated revenues of the School District, serious liquidity and cash flow problems may arise prior to the end of the fiscal year. Consideration should be given immediately to additional funding sources or other methods of eliminating the deficiency.

The above was taken from the 1979-80 Audit Report by Staley & Doelle, P.C., Report on Internal Control and Accounting Procedures, Pages 1 and 2.

The obvious question that arises is that we are overstaffed. (See Insert 2 - A study done by the audit company, Cooper and Lybrand, for FY-78).

Nenana's pupil teacher ratio is higher than districts our size and up to 500 pupils. This means we average more pupils per teacher than districts our size and up to over twice our size. In comparison to other districts, we are not overstaffed.

The next set of figures in the study concerns the gross operating fund available per student... As you can see, we receive less money, per student than all districts, except the very large districts. We receive \$1,551 less than the very small districts and up to \$2,616 less than districts up to 2,000 pupils. The rest of the study is included to demonstrate that Nenana is not a wild money spender. This study was done for FY-78 and since that year we have been receiving less funds as compared to other districts due to the funding decrease in 1976.

NENANA CITY PUBLIC SCHOOL DISTRICT
COMPARATIVE PUPIL-TEACHER STATISTICS

	No. of Pupils In District				
	2,000 or More	1,000 to 1,999	500 to 999	250 to 499	0 to 249
Pupil/teacher ratios:					
No. of districts	7	4	8	13	12
Average	18.12	13.37	15.08	11.47	10.12
Your district					12.11
High	22.47	17.07	18.67	14.38	13.12
Low	16.43	10.71	12.36	9.41	6.46
Gross operating fund revenue per pupil:					
No. of districts	4	3	3	8	6
Average	\$ 2,765	\$ 7,091	\$ 5,798	\$ 5,593	\$ 6,026
Your district					\$ 4,475
High	\$ 3,063	\$ 10,039	\$ 7,595	\$ 7,417	\$ 9,310
Low	\$ 2,247	\$ 4,863	\$ 4,540	\$ 3,605	\$ 3,971
Gross operating fund revenue per teacher:					
No. of districts	4	3	3	8	6
Average	\$51,975	\$ 73,234	\$80,404	\$61,033	\$ 66,248
Your district					\$ 54,201
High	\$54,813	\$107,507	\$98,134	\$79,272	\$117,541
Low	\$49,592	\$69,586	\$68,365	\$49,938	\$ 47,738

NOTE: Number of pupils and teachers obtained from 1979 Alaska Educational Directory.

NENANA CITY PUBLIC SCHOOL DISTRICT
COMPARISON OF GENERAL FUND EXPENDITURES BY FUNCTION
for the year ended June 30, 1978

	Number Of Districts <u>Reporting</u>	Your District	Average Of All Districts (A)	All Districts	
				<u>High</u>	<u>Low</u>
Regular instruction	28	28%	35%	53%	16%
Vocational education	28	17	7	17	3
Correspondence	9	-	3	9	*
Special instruction	28	9	8	24	3
Support services - pupils	28	2	3	9	*
Support services - instruction	24	1	3	6	1
General support services	28	16	15	25	10
Operation and plant maintenance	28	19	22	36	11
Pupil transportation	20	8	5	11	*
Student activities	5	-	2	3	*
Community Services	7	-			
Non-programmed charges	25	*	5	17	*
Swimming	1	-			
Librarian	2	-			
Facilities acquisition	2	-			
Rural high school .	1	-			
Guidance	2	-			
Boarding home	2	-			
		<u>100%</u>			

(A) Will not add to 100% because of varying number of regions reporting each line item.

* Expenditure was less than 1% of total expenditures.

NENANA CITY PUBLIC SCHOOL DISTRICT
COMPARISON OF EXPENDITURES BY OBJECT
FOR ALL FUNDS

for the year ended June 30, 1978

<u>Expenditure</u>	<u>Number Of Districts Reporting</u>	<u>Your District</u>	<u>Average Of All Districts Reporting This Line Item(A)</u>	<u>All Districts</u>	
				<u>High</u>	<u>Low</u>
Managerial - professional salaries	26	9.29%	6.16%	10.50%	2.95%
Certified salaries	25	39.27	36.01	55.45	24.80
Classified salaries	26	8.66	14.89	24.40	8.10
Employee benefits	27	6.32	6.72	11.26	3.72
Teaching supplies	25	.98	2.31	5.49	.69
Textbooks	18	.85	.88	1.58	.34
Library books	19	.02	.37	.81	.02
Periodicals	18	.13	.10	.18	.05
Other instructional media	21	.84	.76	2.50	.09
Office supplies	24	.35	.45	.90	.08
Maintenance supplies	25	.91	1.29	4.80	.10
Janitorial supplies	23	.79	.42	.84	*
Other supplies	17	*	.20	1.20	*
Communication	24	.47	.39	.70	.14
Heating fuel and other fuel	20	2.56	2.61	6.03	1.30
Utilities	26	1.89	3.93	12.12	.20
Professional, technical and other services	27	1.95	2.64	7.50	1.10
Travel	26	1.42	2.61	10.15	.20
Rentals	23	.86	.75	2.90	*
Insurance	26	4.05	2.44	4.20	.12
Repairs and maintenance	26	1.33	1.43	5.54	.10

School Board expenditures	9	-	.61	1.02	.19
Food and milk	23	.45	1.26	3.07	.20
Boarding home stipends	13	4.09	.81	4.09	.10
Pupil transportation	20	7.48	4.46	11.47	*
Capital outlay	14	.33	4.03	13.40	*
Equipment purchases	27	1.81	4.03	18.30	.67
Student activities	22	2.83	1.79	4.00	*
Miscellaneous	27	<u>.07</u>	1.31	3.92	.07
		<u>100.00%</u>			

* Expenditure was less than .01% of total expenditures.

(A) Will not add to 100% because of varying number of regions reporting each line item.

The next category would be that we pay high salaries and that we should reduce our salary increases. I would like to direct your attention to the next figures. (Insert 3). The first being a study done by NEA-Alaska on those districts which had settled their salary negotiations as of April 17, 1979 for the 1979-80 school year. Nenana is dead last in settled salaries for FY-80 at the beginning salary and at the top salary.

Our teacher's salaries ranked 35th out of 52 school districts for FY-79. We are approximately \$2,000 lower per teacher's salary than the districts around us. The principal's salary ranked 20th out of 46 for FY-79 and the principal is making less for FY-80 than was paid in FY-79. The Superintendent's salary ranked 36th out of 52 school districts for FY-79 and the Acting Superintendent's salary is less this year than it was last year.

Our classified personnel are paid less than most classified personnel in the state. The Custodians are tied for last place in salaries, with the Secretary, Maintenance Man, and Finance Officer all ranking in the lower one-third of the state in pay. We are experiencing difficulties in hiring personnel both certified and classified due to the low salaries.

(Compiled by NEA - Alaska)
 SETTLED TEACHER SALARIES FOR 1979-80

<u>District</u>	<u>Salary Range</u>	<u>Semester Hours</u>	
		<u>Hrs. Req.</u>	<u>Steps Req.</u>
Adak	18,210-33,872	MA + 36	13 Steps
Alaska Gateway	17,596-32,729	MA + 36	13 Steps
AK. Cen. Railbelt	19,404-33,832	MA + 36	13 Steps
Aleutians	18,758-34,889	BA + 72	13 Steps
	(+ 3500-5000)		
Annette	18,237-31,914	MA + 36	11 Steps
Bristol Bay	20,433-36,873	MA + 54	14 Steps
Dillingham	18,458-34,466	MA + 36	12 Steps
Fairbanks	19,189-35,301	MA + 36	12 Steps
Galena	18,250-32,850	MA + 36	12 Steps
Juneau	18,714-33,686	MA + 18	13 Steps
Ketchikan	18,485-32,617	MA + 36	12 Steps
Kodiak	17,604-35,209	MA + 54	13 Steps
Lake and Penin.	19,387-32,787	Doct.	13 Steps
Lo. Kuskokwim	18,500-34,410	MA + 36	13 Steps
Lower Yukon	18,881-34,473	MA + 36	13 Steps
Mat-Su	19,529-33,280	MA + 45	14 Steps
Nenana	17,500-31,571	MA + 18	13 Steps
North Slope	21,254-39,359	MA + 45	14 Steps
N. W. Arctic	20,033-38,864		13 Steps
Sand Point	21,785-35,269	MA + 36	13 Steps
S.E. Islands	18,191-34,563	MA + 36	13 Steps
Southwest	19,680-32,760	MA + 36	13 Steps
Unalaska	18,962-35,334	MA + 36	13 Steps
Yukon Flats	18,100-32,218	MA + 36	13 Steps

<u>Salaries</u>	<u>Low</u>	<u>1978-79</u>		<u>Nenana</u>	<u>1979-80(Nenana)</u>
		<u>High</u>	<u>Average</u>		
<u>Principal</u> (Rank:20th-46)	26,630	54,000	37,500	38,232	38,000
<u>Superintendent</u> (Rank:36th-52)	27,500	72,000	46,019	45,028	43,341

(Fringe Benefits Not Included)

	<u>Nenana Classified-1978-79</u>	<u>Three Districts Surrounding Nenana</u>		
		(1)	(2)	(3)
Custodial	\$6.00-\$7.07	\$ 7.56- 11.32	\$ 9.98- 12.28	\$ 8.50- 8.97
Secretary	6.50- 9.29	7.19- 10.40	8.61- 11.23	9.07-13.06
Finance Off.	8.79-12.09	13.88-----	17.49- 19.23	14.71-17.00
Teacher Aide	5.00 hr.	6.57- 8.65	7.67- 9.41	9.07- 9.54
Maintenance	8.79-12.09	15.10-----	11.92- 16.50	9.07-14.71

Our budget is as tight as we can make it without damaging existing programs. A budget recapitulation sheet is enclosed which shows our audited figures for FY-79, our projected expenses and losses for FY-80, and a parity budget with a neighboring district for FY-81. (See Insert 4). The parity budget was figured by placing all of Nenana's personnel on the neighboring districts pay scales for both certified and classified personnel. Also, additional money was placed in library services and operations and maintenance which is sorely needed.

We need an additional \$100,000 to make up expenditures over revenues for the current budget as well as 273,700 in additional monies for FY-81, to maintain our programs.

SCHOOL DISTRICT NENANA CITY PUBLIC SCHOOL
 BUDGET RECAPITULATION
 SCHOOL OPERATING FUND

	Actual Prior Year 79 FY*	Budget Current Year 80 FY	Budget 81 FY
ESTIMATED REVENUE:			
Local Sources	18,000	25,000	25,000
State Sources	972,057	1,069,298	994,411
Federal Sources	13,939	10,000	8,500
Other	13,557	13,085	10,000
Total Revenue			
Beginning Balance		84,342	(16,800)
TOTAL AVAILABLE FUNDS	1,017,553	1,201,725	1,021,111
ESTIMATED EXPENDITURES:			
Regular Instruction	302,085	320,701	379,329
Vocational Education RSVP	68,303	92,544	
	86,656	97,125	114,447
Correspondence			
Special Instruction	107,685	114,907	141,401
Bilingual-Bicultural Education Instruction		38,239	38,279
Supporting Services—Pupils	30,138	35,262	41,042
Supporting Services—Instruction	12,612	14,678	27,040
General Support Services	187,907	177,355	217,009
Operation & Maintenance of Plant	158,885	192,231	279,803
Pupil Transportation	79,720	85,483	96,961
Community Services			
Nonprogrammed Charges	39,209	50,000	59,500
TOTAL EXPENDITURES	1,073,200	1,218,525	1,394,811
BALANCE	(1) (55,063)	(2) debt (16,800)	(373,700)**

(101,142)

* Figures to be taken from the Audit Report. (1) Expense in excess of revenue, Fund Bal.-0-, Reserve Page 1 of 11
84,342

** Explain below on this form the reason for any budgeted balance. (2) Actual expense in excess of revenue-101,142

Nenana's City School Board unanimously endorses the Foundation Task Force proposal. The most critical aspect of the proposal is the equalization section. Nenana is in the unique position of being one of the few small city districts in the state that does not have a tax base or PL-874 federal monies. Our tax evaluation per student in Nenana is \$24,014, while the state average per pupil is \$245,545.(See Insert 5). Our PL-874 entitlement is \$9,751 or \$46 per student. Our student population is 213. The city currently contributes a 4.9 mill tax rate to the school system. This amounts to \$118 per student from the city. 96% of our budget comes from state sources. The equalization section contains \$234,300 for Nenana Public Schools, which would have a tremendous impact (21%) on a \$1.1 million budget. (Current budget minus the RSVP money for the Northern Area).

STATE OF ALASKA
DEPARTMENT OF EDUCATION

School District	1979-80 Estimated ADM	1-8-78 Property Value	Value Per ADM	Index	Level of State Suppt (97% min.)	Matching Ratio: 1 Local Suppt.
Anchorage	34,167	\$5,269,219,055	\$ 154,220	.62834	98.1150	52.05
Bristol Bay	224	32,965,035	147,165	.59960	98.2012	54.59
Cordova	450	42,652,420	94,783	.38617	98.8415	85.32
Craig	161	6,679,535	41,488	.16903	99.4929	196.20
Dillingham	317	25,968,634	81,920	.33377	98.9987	98.87
Fairbanks	8,421	1,904,806,490	226,197	.92159	97.2352	35.17
Galena	162	3,068,330	18,940	.07717	99.7685	430.95
Haines	398	37,450,185	94,096	.38337	98.8499	85.95
Hoonah	251	6,090,580	24,265	.09886	99.7034	336.16
Hydaburg	106	1,640,745	15,479	.06306	99.8108	527.55
Juneau	4,109	439,782,820	107,029	.43657	98.6918	75.44
Kake	199	2,715,035	13,643	.05559	99.8332	598.66
Kenai	5,959	1,556,959,603	261,279	1.06453	97.0000	32.33
Ketchikan	2,333	313,053,585	134,185	.54671	98.3599	59.97
King Cove	105	6,197,170	59,021	.24047	99.2786	137.62
Klawock	80	1,168,085	14,601	.05949	99.8215	559.33
Kodiak	2,243	182,722,540	81,463	.33191	99.0043	99.43
Mat-Su	4,500	699,349,572	155,411	.63319	98.1004	51.64
Nenana	213	5,115,071	24,014	.09784	99.7065	339.68
Nome	758	35,867,860	47,319	.19279	99.4216	171.90
North Slope	1,171	4,716,152,130	4,027,457	16.40906	97.0000	32.33
Pelican	35	4,793,415	136,955	.55799	98.3260	58.74
Petersburg	565	41,742,285	73,880	.30101	99.0970	109.74
Sitka	1,710	231,796,865	135,554	.55229	98.3431	59.36
Skagway	210	31,884,840	15,833	.01861	99.1442	52.88
St. Mary's	107	1,661,660	15,530	.05327	99.8102	525.82
Unalaska	145	24,401,645	168,287	.68565	97.9430	47.62
Valdez	938	1,669,570,185	1,779,926	7.25195	97.0000	32.33
Wrangell	453	45,438,280	100,305	.40867	98.7740	80.56
Yakutat	175	10,559,595	60,341	.24585	99.2625	134.59
TOTALS	70,665	\$17,351,473,249				

245,545 Average

DISTRICT'S REVENUE

FY-78

	<u>Foundation Entitlement</u>	<u>Local Tax Appropriation</u>	<u>Total Foundation & Local Approp.</u>	<u>Percent of 100% Basic Need</u>	<u>PL 874</u>
Anchorage	53,366,996	22,521,854	75,888,850	138.2	2,280,063
Bristol Bay	1,021,987	80,000	1,101,987	103.7	149,700
Cordova	1,266,521	170,765	1,437,286	111.2	27,924
Craig	558,965	13,000	571,965	101.4	99,885
Dillingham	1,601,000	30,000	1,631,000	100.7	164,341
Fairbanks	16,707,460	6,359,676	23,067,136	133.1	443,050
Galena	721,995	6,468	728,463	100.5	196,850
Haines	1,164,842	246,490	1,411,332	118.1	45,994
Hoonah	797,095	13,994	811,089	101.3	119,709
Hydaburg	413,822	-0-	413,822	5	40,189
Juneau	7,883,508	2,931,700	10,815,208	134.4	309,066
Kake	621,203	15,000	636,203	102.0	166,262
Kenai	11,596,365	3,520,000	15,116,365	125.3	357,683
Ketchikan	4,773,760	1,634,770	6,408,530	130.7	69,572
King Cove	614,541	27,146	641,687	103.7	84,865
Klawock	236,522	1,500	238,022	100.2	133,850
Kodiak	5,186,334	457,180	5,643,514	106.1	253,745
Mat-Su	7,362,022	2,536,240	9,898,262	130.1	42,339
Nenana	803,781	17,000	820,781	101.4	9,751
Nome	2,829,350	64,475	2,893,825	101.3	49,039
North Slope	4,737,760	5,149,100	9,886,869	203.7	1,508,098
Pelican	151,033	6,635	157,668	101.7	-0-
Petersburg	1,316,446	231,371	1,547,817	115.5	39,295
Sitka	3,434,227	783,288	4,217,515	119.6	517,106
Skagway	600,995	49,000	649,995	104.5	-0-
St Marys	723,022	-0-	723,022	99.8	140,739
Unalaska	634,606	112,500	747,106	113.9	42,916
Valdez	2,253,281	995,644	3,248,925	139.2	-0-
Wrangell	1,168,920	215,500	1,384,420	115.7	17,105
Yakutat	590,610	20,369	610,979	102.9	-0-
Totals	135,138,978	48,210,665	183,349,643		7,309,136

The second major impact area for Nenana, contained in the foundation proposal is in secondary education. Small high school secondary programs (5-150 students) are very expensive to operate due to the expectations everyone has about what should be included in a comprehensive program, e.g., advanced Science, Math, English, Foreign Languages, career education, counseling, and student activities. (See Insert 6). It is common knowledge among administrators of the small K-12 programs that the elementary program is robbed to pay for the secondary programs. In our situation, 46% of the budget is spent for elementary programs, while generating 57.1% of the revenue. The secondary program spends 54% of the revenue, while it generates only 42.9% of the income. If other districts were checked, I am sure the per cent of revenue vs expenditures would be about the same as ours. It is important to increase the funding for the High School programs so the revenue can be spent where it is generated and not rob Peter to pay Paul.

The total foundation package contains the following money for Nenana:

A. Equalization	\$243,300
B. Separate Elementary Count	-0-
C. Elementary ADM	-0-
D. Secondary Instructional Units	76,560
E. Vocational Education	38,280
F. Special Education	-0-
G. Bi-lingual Education	-0-
H. Junior High School(If approved)	<u>38,280</u>
Total-without Jr. High	358,140
Total-with Jr. High	396,420

NENANA CITY PUBLIC SCHOOL

FY - 79 Audit

COSTS / PROGRAM / CATAGORY

	<u>ELEMENTARY</u>	<u>SECONDARY</u>	<u>TOTAL</u>
100 - Regular Instr.	198,051	104,034	302,085
160 - Vocational Education	7,246	79,410	86,656
200 - Special Education	51,977	55,708	107,685
300 - Pupil Support	1,722	28,416	30,138
400 - Instructional Support	4,550	8,062	12,612
500 - General Support	86,249	101,658	187,907
605 - Operation & Maintenance	63,555	95,330	158,885
Pupil Act	1,138	13,445	14,583
Total Expenditures	<u>414,488</u>	<u>486,063</u>	<u>900,551</u>
	46%	54%	100%
Total Revenue	440,076	330,057	770,133
	57.1%	42.9%	100%
Cost Per ADM	139.354= 2,974	69.650=6,979	4,309
Revenue/ADM	139.354= 3,158	69.650=4,739	3,685

We need \$373,700 to stay on an equitable basis with other districts.

The total impact of the package for Nenana is tremendous. It would range from 32.5% to 36% of our current budget. This is money we desperately need. The pro-rating of funds (\$30 million of the \$82 million) would not give us adequate funding. Under a pro-rating scheme Nenana would receive either \$131,079 or \$145,089 depending upon certification of the Junior High program. This amount will barely cover the current losses of \$101,142 that we have this year.

If we do not receive all of the additional funding, we will have to cut up to six teaching positions, one administrative position, and one custodial position. We have a total of 17 teachers in the district. This would be a reduction of 35% of the teaching staff, 50% of the administrative staff, and 33% of the custodial staff. It would be a killing blow to our educational program.

There should not be any reason Nenana has to operate on less state money than other school districts in the same geographical area or area differential area. We at Nenana cannot understand why we have to run our programs on approximately \$1,200 less money per student than neighboring districts with the same size schools and similar circumstances. (See Insert 7).

In summary, Nenana urges the legislature to pass the total foundation package as presented so we may maintain our quality programs as they currently exist. Money does not guarantee quality, but a 35% reduction in teaching staff would totally destroy the educational program at Nenana.

DISTRICT'S REVENUE

BASED ON STATE FOUNDATION ENTITLEMENT
LOCAL APPROPRIATIONS AND
PL-874 FEDERAL MONIES

	FY-78 Value Per ADM	FY-79 Value Per ADM	Projected FY-80 Value Per ADM
Anchorage	2,020	2,705	2,955
Bristol Bay	5,689	5,786	5,595
Cordova	2,984	3,432	3,669
Craig	3,999	3,992	3,989
Dillingham	4,368	4,052	5,638
Fairbanks	2,067	2,926	3,403
Galena	5,052	5,521	6,400
Haines	3,520	3,739	4,146
Hoonah	3,753	4,045	4,162
Hydaburg	4,586	5,101	4,627
Juneau	2,589	2,829	3,020
Kake	3,895	3,466	3,954
Kenai	2,679	3,044	3,253
Ketchikan	2,664	2,930	3,220
King Cove	6,157	6,271	6,952
Klawock	4,707	3,547	4,380
Kodiak	2,799	3,376	3,796
Mat-Su	2,513	3,185	3,294
Nenana	3,974	3,992	4,166
Nome	3,903	4,172	4,694
North Slope	11,106	10,355	10,975
Pelican	4,261	4,783	6,216
Petersburg	2,780	2,677	3,305
Sitka	2,729	3,031	3,081
Skagway	3,266	3,233	3,477
St. Marys	8,552	8,802	8,734
Unalaska	5,643	5,970	6,286
Valdez	4,097	5,304	4,938
Wrangell	2,944	3,398	3,602
Yakutat	3,842	3,860	4,240

REAA'S

REVENUE BASED ON A PER PUPIL AMOUNT OF
STATE FOUNDATION ENTITLEMENT
AND IN-LIEU-OF LOCAL TAX MONIES

	Value Per ADM FY-78	Value Per ADM FY-79	Projected Value Per ADM FY-80
Adak	\$ 3,893	\$ 4,068	\$ 4,027
Alaska Gateway	4,280	5,013	5,475
Aleutian Region	6,743	8,225	9,374
Annette Island	3,428	3,327	3,570
Bering Strait	6,609	8,805	8,300
Chatham	4,369	4,764	5,196
Chugach	6,146	5,582	8,072
Copper River	4,748	4,123	4,289
Delta/Greely	3,107	3,402	3,677
Iditarod	6,911	8,514	9,671
Kuspuk	7,039	8,452	9,106
Lake & Peninsula	7,068	8,937	9,825
Lower Kuskokwim	3,985	5,084	5,972
Lower Yukon	4,863	5,300	6,725
Northwest Arctic	4,878	5,342	6,193
Pribilof	6,119	6,567	7,380
Railbelt	5,036	5,400	5,393
Southeast Island	6,186	5,506	6,199
Southwest	6,737	7,800	9,332
Yukon Flats	6,533	6,313	8,517
Yukon-Koyukuk	6,065	6,760	7,749

TRANSPORTATION

It is important to Nenana to have transportation, fully funded by the legislature. The transportation costs to the district, contracted expenditures over state income will be \$18,000. This is 1.6% of our total budget or 17.8% of our net loss this year. Nenana feels that the state should pay for 100% of the transportation costs for public schools especially with the knowledge that approximately \$400,000 is being spent by the state to transport private school students.

In the event that we do not receive the total amount of funding in the foundation package, we will have to reduce staff, or programs, by the following amounts:

Total Funding Needs	-	\$ 373,700
Task Force Foundation Proposal-Receive	358,140	- Program Expense Cutback
Receive	- 325,000	- Cut $\frac{1}{2}$ Position & Program Expense Cutback
Receive	- 300,000	- Cut $1\frac{1}{2}$ Positions - 7.5% of All Staff
Receive	- 275,000	- Cut $2\frac{1}{2}$ Positions -12.5% of All Staff
Receive	- 250,000	- Cut All Student Activities, Music, & Driver's Ed.
Receive	- 225,000	- Cut $3\frac{1}{2}$ Positions -17.5% of All Staff
Receive	- 200,000	- Cut $4\frac{1}{2}$ Positions -22.5% of All Staff
Receive	- 175,000	- Cut $5\frac{1}{2}$ Positions -27.5% of All Staff
Receive	- 150,000	- Cut $6\frac{1}{2}$ Positions -32.5% of All Staff

We will have a very difficult time maintaining the quality of our programs with anything less than \$ 300,000. We will have to cut $1\frac{1}{2}$ positions and continue with the economy measures that we have implemented in the last three years in order to survive.

HCS CSSB 199

Provides for major revisions to the school state aid statutes:

- * Establishes a minimum expenditure parameter of 55% of state aid for instruction, focusing legislative intent on the primary function of school districts.
- * Revises the current equalization process, providing state support for an equalized property tax mill levy per ADM, in an attempt to provide equal access to school funding through local tax wealth in districts where a property tax may be levied.
- * Establishes a property tax relief program, encouraging a roll-back in local millage levies for schools, replacing local support with state funds up to a specified limit.
- * Removes the area differential determination from the statutes, placing responsibility on the commissioner, through regulations, to contract with the University of Alaska for a biennial review and update of the tables.
- * Revises the current statutes requiring proration over all state aid programs if funds are insufficient, by establishing legislative intent as to a priority ranking on payments.
- * With three related changes, eliminates the distinctions in current statutes on funding of REAA's and city/borough districts -- eliminates PL-874 offset, eliminates in-lieu tax payment, establishes a 50% fund balance increase offset.

Provides for technical changes requested by the Department:

- * Payment floor for districts losing instructional units.
- * Authorizing remote schools to be calculated as if they were separate school districts.
- * Establishing area differential for the new Sand Point city school district.
- * Revises procedures for payment under final computation.
- * Revises definition of secondary school.

Provides for increases in state support by revising:

- * Instructional unit value.
- * Secondary instructional unit table.
- * Extending the separate count for each school to elementary schools.

PROPOSED HCS CSSB 199

FISCAL YEAR 1981

	<u>City/Borough</u>	<u>REAA</u>	<u>DDE</u>	<u>Total</u>
Secondary Table Change	6,286.9	7,193.1	-	13,480.0
Separate Elem. Sites	7,340.8	76.6		7,417.4
Eliminate 3% Local Effort	3,430.6	-		3,430.6
Increase Unit Value - 7%	12,658.0	5,319.9		17,977.9
Equalize Mill Value	5,000.0			5,000.0
Property Tax Relief	2,000.0	-		2,000.0
Bienrial Area Difference	-	-	250.0	250.0
	<u>36,716.3</u>	<u>12,589.6</u>	250.0	49,555.9

FISCAL YEAR 1982

Secondary Table Change	5,573.9	186.0	-	5,759.9
Increase Unit Value - 5%	10,203.0	4,075.3		14,278.3
Eliminate In-lieu	-	(10,235.7)		(10,235.7)
Eliminate PL 874 Offset	-	17,873.5		17,873.5
	<u>15,776.9</u>	<u>11,899.1</u>	-	27,676.0
 TOTAL - 2 Year	 52,493.2	 24,488.7	 250.0	 77,231.9

PROPOSED HCS CS SB 199 - FINANCE

FISCAL YEAR 1981

Unit Value Increase

Section 12 - AS 14.17.056

Secondary Table Change

Section 8 - AS 14.17.041

Section 4 - AS 14.17.031

Elimination of Current 3% Equalization - Local Effort

Section 1 AS 14.17.021

Section 23 AS 14.17.071

Section 17 AS 14.17.140

Section 14 AS 14.17.080

Equalization of Property Tax Millage

Section 2 AS 14.17.023

Section 17 AS 14.17.140

Section 19 AS 14.17.225

Section 14 AS 14.17.080

Property Tax Millage Relief

Section 3 AS 14.17.024

Section 19 AS 14.17.225

Section 14 AS 14.17.080

55% Budget/Expenditure of State Aid for Instruction

Section 15 AS 14.17.081

Establishment of Sand Point School District Placement

Section 10 AS 14.17.051

Elementary Separate Sites

Section 5 AS 14.17.031(b)

FISCAL YEAR 1982

Elimination of REAA in lieu of local tax contributions

Section 22 AS 14.08.121

Section 20 AS 14.17.250(3)

Elimination of REAA PL 874 Offset Calculations

Section 22 AS 14.08.121

Section 22 AS 14.17.021(b)

Section 20 AS 14.17.250(3)

Establish 50% Offset Calculation for Increase in Fund Balance

Section 16 AS 14.17.082

Unit Value Increase

Section 13 AS 14.17.056

Secondary Table Change

Section 9 AS 14.17.041

Biennial Study for Revision of Area Differential Tables

Section 11 AS 14.17.052

Final Bill

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House CS for CS for SB-199
Title An Act relating to the public school foundation program; & providing for effect. date
Requested by House Finance Date April 27, 1979

II. FISCAL DETAIL

Agency Affected Education
Program Category Affected Department of Education Contract Schools, ADM Support
Budget Request Unit(s) Affected Financial Support Programs, Foundation Support

EXPENDITURES (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	-0-	-0-	14,754.3	15,049.4*	15,350.4*	15,657.4*
TOTAL						

FUNDING (Thousands of Dollars)

GENERAL FUND	-0-	-0-	14,754.3	15,049.4*	15,350.4*	15,657.4*
FEDERAL FUNDS						
OTHER (Specify)						

POSITIONS

FULL TIME	-0-	-0-	-0-	-0-	-0-	-0-
PART TIME	-0-	-0-	-0-	-0-	-0-	-0-
TEMPORARY	-0-	-0-	-0-	-0-	-0-	-0-

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

Section 1. 6,970.6
Section 2. No fiscal Impact
Section 3. No fiscal Impact
Section 4. 90.7
Section 5. 7,693.0

*Increases in fiscal years subsequent to FY-80 based upon 2 percent annual growth in the number of I.U.S.

IV. DATE April 27, 1979

PREPARED BY

AGENCY

PHONE

William B. Thompson

Education

465-2800

Original: Legislative Finance
cc: Budget and Management

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

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700 GRANTS, CLAIMS, ETC.	-0-	-0-	14,754.3	15,049.4*	15,350.4*	15,657.4*
TOTAL						

FUNDING (Thousands of Dollars)

GENERAL FUND	-0-	-0-	14,754.3	15,049.4*	15,350.4*	15,657.4*
FEDERAL FUNDS						
OTHER (Specify)						

POSITIONS

FULL TIME	-0-	-0-	-0-	-0-	-0-	-0-
PART TIME	-0-	-0-	-0-	-0-	-0-	-0-
TEMPORARY	-0-	-0-	-0-	-0-	-0-	-0-

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Education
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 Prime Sponsor (First Legislator Named)

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House GS for GS for SB-199
 Title An Act relating to the public school foundation program; & providing for effect. date
 Requested by House Finance Date April 27, 1979

II. FISCAL DETAIL

Agency Affected Education
 Program Category Affected Department of Education Contract Schools, ADM Support
 Budget Request Unit(s) Affected Financial Support Programs, Foundation Support

EXPENDITURES (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	-0-	-0-	14,754.3	15,049.4*	15,350.4*	15,657.4*
TOTAL						

FUNDING (Thousands of Dollars)

GENERAL FUND	-0-	-0-	14,754.3	15,049.4*	15,350.4*	15,657.4*
FEDERAL FUNDS						
OTHER (Specify)						

POSITIONS

FULL TIME	-0-	-0-	-0-	-0-	-0-	-0-
PART TIME	-0-	-0-	-0-	-0-	-0-	-0-
TEMPORARY	-0-	-0-	-0-	-0-	-0-	-0-

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IV. DATE April 27, 1979

PREPARED BY William L. Thomson
 AGENCY Education
 PHONE 465-2800

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

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

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EXPENDITURES (Thousands of Dollars)

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200 TRAVEL						
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400 COMMODITIES						
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700 GRANTS, CLAIMS, ETC.	-0-	-0-	14,754.3	15,049.4*	15,350.4*	15,657.4*
TOTAL						

FUNDING (Thousands of Dollars)

GENERAL FUND	-0-	-0-	14,754.3	15,049.4*	15,350.4*	15,657.4*
FEDERAL FUNDS						
OTHER (Specify)						

POSITIONS

FULL TIME	-0-	-0-	-0-	-0-	-0-	-0-
PART TIME	-0-	-0-	-0-	-0-	-0-	-0-
TEMPORARY	-0-	-0-	-0-	-0-	-0-	-0-

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IV. DATE April 27, 1979

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 AGENCY Education
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 Prime Sponsor (First Legislator Named)



JUNEAU, ALASKA

Alaska State Legislature

Senate

March 10, 1980

TO: Representative Meekins, Chairman
House Finance Committee

FROM: Senator Ferguson *SF*

SUBJ: Senate Bill 199

This packet on the fiscal impact of SB 199 as I proposed last week was computed using the proposed instructional unit allotment for FY 81.

Although Dave Scott compiled a fiscal impact on my proposal, I cannot figure out his computation formula. We should now be dealing with apples instead of apples and oranges.

The attached information is for your 1:30 meeting today.

SB 199
 SENATOR FERGUSON'S PROPOSAL
 FISCAL YEAR 81

	CITY/BOROUGH	REAA	DOE	TOTAL
SEPARATE ELEMENTARY SITES	\$7,184,400	\$76,560	-	7,260,960
SECONDARY FORMULA CHANGE	13,252,296	6,517,808	-	19,770,104
10% INCREASE IN FOUNDATION UNIT	18,439,201	7,526,742	-	25,965,943
AREA DIFFERENTIAL STUDY	-	-	250,000	250,000
	<u>38,875,897</u>	<u>14,121,110</u>	<u>250,000</u>	<u>53,247,007</u>

FISCAL YEAR 82

CATEGORICAL FORMULA CHANGES	7,114,541	3,121,231	-	10,235,772
ELEMENTARY FORMULA CHANGE	8,430,751	1,244,291	-	9,675,032
ELIMINATE 3% LOCAL EFFORT	4,149,602	-	-	4,149,602
10% INCREASE IN FOUNDATION UNIT	20,544,970	8,723,978	-	29,268,948
ESTABLISH REAA IN LIEU OF "GUARANTEE"	-	1,023,575	-	1,023,575
	<u>40,239,864</u>	<u>14,113,065</u>		<u>54,352,929</u>

TWO YEAR TOTAL	79,115,761	28,234,175	250,000	<u><u>\$107,599,936</u></u>
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DATE	DESCRIPTION	FY 81 INST.	FY 81 UNITS	FY 81 Prelim ENTITLEMENT	TASK FULL SEC. FORMULA	UNITS (SEC.)	SEID. ELEM. ATT. AREAS	ELEM. UNITS	10% INCREASE FOUND. UNIT	CHANGES	FY 81 TOTAL INCREASE	% INCREASE
	ANCHORAGE	31,672	1983	61,957,628	4,249,184	136	4,842,880	155	7,104,974		16,197,038	
	BRISTOL BAY	199	21	1,016,762	145,251	3		-	117,483		262,734	
	COZDOVA	471	42	1,524,589	181,495	5		-	170,608		352,103	
	CRAIG	165	18	617,174	102,861	3		-	72,003		174,864	
	DILLINGHAM	356	32	1,567,780	244,965	5		-	181,274		426,239	
	FAIRBANKS	8,526	570	19,817,326	1,460,224	42	1,008,249	29	2,228,579		4,697,052	
	GALENA	164	19	937,168	147,973	3		-	103,503		256,476	
	HAINES	389	35	1,269,994	181,428	5		-	143,954		325,392	
	HONAN	223	22	743,551	178,079	5		-	96,141		274,200	
	HYDABUZG	110	14	430,769	63,681	2		-	54,941		123,622	
	JUNEAU	4,106	232	8,863,912	722,943	23	282,890	9	986,974		1,992,807	
	KAKE	190	21	722,347	103,192	3		-	82,549		185,741	
	KENAI	5,945	454	15,171,972	1,102,808	33	267,347	8	1,654,116		3,024,271	
	KETCHIKAN	2,410	169	5,300,330	502,563	16	157,051	5	596,794		1,256,903	
	KING COVE	107	13	618,321	95,126	2		-	71,344		166,470	
	KLAWOOLIC	74	7	240,257	-0-	-0-		-	24,024		24,024	
	KODIAK	2,201	196	7,151,151	473,311	13	72,970	2	769,760		1,316,041	
	MAT-SU	4,626	327	10,634,651	845,568	26	325,218	10	1,120,543		2,351,329	
	NENANA	216	22	839,915	76,355	2		-	91,627		167,932	
	NOME	756	68	3,340,990	294,793	6		-	363,541		658,334	
	NORTH SLOPE	1,280	167	8,009,595	719,424	15		-	872,813		1,592,037	
	PELICAN	37	6	211,219	-0-	-0-		-	21,117		21,117	
	PETERSBURG	552	46	1,507,705	98,328	3		-	160,574		252,902	
	SAND POINT	148	15	475,643	95,128	2		-	75,922		171,050	
	SITKA	1,678	115	3,842,354	357,964	11	227,795	7	432,733		1,018,492	
	SKAGWAY	130	18	606,081	101,013	3		-	70,705		171,718	
	ST. MARY'S	90	16	789,567	49,347	1		-	83,833		133,230	
	UNALASKA	200	17	874,072	94,112	2		-	93,818		192,930	
	VALDEZ	820	75	2,668,234	320,260	9		-	298,248		619,128	
	WIZANGELL	444	39	1,278,053	163,952	5		-	144,164		302,016	
	YAKUTAT	168	19	722,453	76,063	2		-	79,972		155,940	
TOTALS			4850	163,770,368	13,252,296	386	7,184,400	225	18,439,201		38,875,897	

FY 82 IMPACT

	UNITS	FY 82 INITIAL	ELEM FORMULA	VOC. GD. FORMULA	SP. ED. FORMULA	BILINGUAL FORMULA	10% INCREASE	TOTAL INCREASE	10% IN-LIEU-OF				
ADAK	47	1,546,869					230,864	230,864	49,413				
ALASKA GATEWAY	62	2,617,163		42,108	42,103	42,108	273,650	399,974	37,439				
ALEUTIANS	32	1,604,071			52,635		176,946	229,581	11,126				
ANNETTE IS.	36	837,425		36,493			135,013	171,506	30,467				
BERING STRAIT	96	4,747,208	54,389	54,389		163,167	549,238	821,183	42,207				
CHATHAM	32	1,076,519	37,897		37,897		128,826	204,620	20,132				
CHUGACH	8	342,550			42,103		37,890	79,998	5,210				
COPPER RIVER	67	2,918,541	121,059	40,353	80,706		294,555	536,673	54,658				
DELTA/GREELY	81	3,108,255		42,108	126,324		357,850	526,282	81,501				
IDITAROD	53	2,600,783				54,339	293,652	348,071	26,137				
KUSPUK	66	3,334,371					358,903	358,908	23,168				
LAKE & PENINSULA	73	3,373,231	108,778	54,389		108,778	451,354	723,299	33,731				
LOWER Kuskokwim	253	12,953,134	163,167	326,334	163,167	389,723	1,479,136	2,512,527	159,205				
LOWER YUKON	149	7,241,264			163,167	108,778	337,452	1,109,398	106,402				
N.W. ARCTIC	192	9,525,355	108,778	163,167	108,778	108,778	1,093,053	1,582,539	135,894				
PRIBILOF	25	1,084,806				105,270	142,101	247,371	14,393				
ALASKA RAILBELT	49	2,070,413	42,108				210,500	252,608	30,905				
S.E. ISLANDS	70	2,224,094	227,382		37,897		291,753	557,032	34,250				
S.W. REGION	89	4,242,950	217,556		54,389	217,556	532,524	1,022,425	43,002				
YUKON FLATS	64	3,233,235	54,389		54,389		353,908	467,626	30,640				
YUKON KODYUK	86	4,029,074	108,778		54,389	54,389	489,420	706,976	48,653				
	1,635	75,217,811	1,244,281	26	759,341	15	1,017,954	21	1,343,936	25	8,723,978	13,039,491	1,023,575

\$13,039,491 SUBTOTAL

1,023,575 IN-LIEU-OF 10%

14,113,066 TOTAL

DESCRIPTION	FY-82 INST. UNITS	FY-82 PRELIM ENT.	ELIM. 3% LOCAL EFFORT	10% INCREASE @ 38,599	ELEMENTARY FORMULA CHANGE	VOL. EO	SP. EO CREDITS	BI-UNIGAL	TOTAL			
ANCHORAGE	2274	78,154,719	1,639,941	7,815,472	6,175,840	160	578,985	15	1,582,599	41	192,995	17,985,832
BRISTOL BAY	24	1,278,203	27,133	129,480	59,828	1	59,828	1	59,828	1		276,269
COODOVA	47	1,876,472	19,919	187,653			44,388	1	44,388	1		251,960
CRAIG	21	792,036	3,301	79,183			41,686	1	41,686	1		166,361
DILLINGHAM	37	1,994,001	18,392	372,006							59,828	430,226
FAIRBANKS	641	24,513,880	677,420	2,451,388	864,600	20	259,330	6	648,458	15	86,460	4,987,706
GALENA	22	1,193,645	2,903	119,344			59,828	1	59,828	1	59,828	301,731
HAINES	40	1,596,550	17,570	159,643					49,388	1		221,601
HOONAH	27	1,057,772	3,328	105,777					43,230	1		152,335
HYDABURG	16	604,392	1,960	60,428			41,686	1	41,686	1		145,740
JUNEAU	31	10,856,721	161,539	1,085,672			77,198	2	270,193	7	38,599	1,633,201
KAKE	24	903,088	1,440	90,792								92,282
KENAI	495	13,196,244	562,771	1,819,288	416,860	10	41,686	1	333,488	8	125,058	3,299,511
KETCHIKAN	190	6,564,740	102,360	656,474	38,599	1	38,599	1	192,995	5		1,029,027
KING COVE	15	784,791	4,734	78,471								33,205
Klawock	7	264,231	993	26,423					41,686	1		69,107
KODIAK	211	8,463,192	120,352	846,736	134,322	3	89,548	2	263,444	6	89,548	1,549,150
MAT-SU	363	12,985,768	261,191	1,298,470	441,562	11	120,426	3	200,852	6	40,142	2,402,643
NENANA	24	1,097,897	2,695	100,770					46,313	1		149,783
NOME	74	3,999,325	25,461	399,866					239,312	4	59,828	724,457
NORTH SLOPE	182	9,601,234	296,964	966,024	239,312	4	59,828	1			179,434	1,735,612
PELICAN	6	232,336	3,444	23,233								26,697
PETERSBURG	49	1,766,607	21,550	176,637			48,142	1	48,142	1		278,471
SAND POINT	17	839,453	5,342	83,936					57,398	1		152,176
SITKA	133	4,760,846	92,723	476,045					40,142	1	40,142	720,336
SKAGWAN	21	777,799	18,038	77,765								95,303
St. Mary's	17	922,797	1,816	175,093	59,828	1						236,737
UNALASICA	21	1,057,003	18,322	105,629					59,828	1		124,919
VALDEZ	84	3,227,962	10,169	328,771			44,388	1	123,164	3		516,492
WRANGELL	44	1,536,070	19,622	153,594					40,142	1		218,358
YAKUTAT	21	878,594	5,674	87,842								93,516
	5,456	202,716,461	4,149,602	20,549,970	8,430,751	211	1,577,910	38	1,564,719	109	971,912	40,239,366

DATE	DESCRIPTION	FY 81 INITIAL CHANGES INST. UNITS	FOUNDATION ENTITLEMENT	LESS - PL 874 BALANCE	Plus in Line	DATE	FY 81 ENTITLEMENT	SEC. UNITS	SEC. FORMULA	SEP. ELEM. SITES	10% UNIT INCREASE	FY 81 TOTAL INCREASE	POSTING	CHARGES	CREDITS
	ADM.														
	ADAK	560 42	1,875,720	1,256,533	494,480		1,113,667	5	223,300		209,902	✓ 433,202			
	ALASKA GATEWAY	424 57	2,131,960	367,925	374,392		2,183,427	5	191,400		237,336	✓ 420,736			
	ALEUTIAN REGION	126 32	1,531,200	191,567	111,258		1,450,951	-	-0-		153,120	✓ 153,120			
	ANNETTE IS.	345 33	1,094,808	780,958	304,635		618,485	3	99,528		189,482	✓ 218,940			
	BERING STRAIT	478 84	4,153,380	896,210	422,074		3,679,244	12	593,340		474,624	✓ 1,057,964			
	CHATHAM	228 29	499,108	337,509	201,324		862,923	3	103,356		110,240	✓ 213,596			
	CHUGACH	59 8	306,240	46,411	52,097		311,926	-	-0-		30,624	✓ 30,624			
	COPPER RIVER	619 62	2,274,470	331,687	546,577		2,489,360	5	183,425		245,756	✓ 429,181			
	DELTA/GISELY	923 72	2,756,160	1,117,502	815,009		2,453,667	7	267,960	76,560	310,063	✓ 654,588			
	IDITAROD	296 52	2,571,140	543,202	261,368		2,299,306	1	49,445		262,032	✓ 311,477			
	KUSPUK	319 58	2,867,810	536,980	281,677		2,612,507	8	395,560		326,304	✓ 721,864			
	LAKE & PEN.	382 75	3,708,375	699,817	337,306		3,345,864	3	148,335		385,632	✓ 533,967			
	LOWER KUSKOKWIM	803 224	11,075,680	2,399,432	1,592,049		10,268,297	29	1,433,905		1,250,832	✓ 2,684,737			
	LOWER YUKON	1,205 136	6,724,520	1,926,712	1,064,015		5,861,823	13	642,785		736,656	✓ 1,379,441			
	NORTHWEST ARCTIC	1,539 168	8,306,760	2,276,270	1,358,937		7,389,427	24	1,186,680		949,248	✓ 2,135,928			
	PRIPILOF	163 23	1,155,550	374,998	143,929		869,481	2	95,700		119,625	✓ 215,325			
	ALASKA RAILBELT	350 44	1,631,320	301,929	309,050		1,691,461	5	191,400		187,572	✓ 318,972			
	S.E. ISLANDS	388 68	2,342,736	771,300	342,604		1,914,040	2	68,904		241,150	✓ 310,054			
	S.W. REGION	487 84	4,153,380	1,027,692	430,021		3,555,269	5	247,225		440,016	✓ 637,241			
	YUKON FLATS	347 61	3,016,145	554,062	306,401		2,768,484	3	148,335		316,416	✓ 464,751			
	YUKON KOYUKUK	551 81	4,005,045	1,134,913	486,533		3,356,665	5	247,225		425,154	✓ 672,409			
		1,493	68,729,507	17,973,549	10,235,736		61,091,694	140	6,317,808	76,560	2	7,526,742	✓ 14,126,117		

HCS CSSB 199

Provides for major revisions to the school state aid statutes:

- * Establishes a minimum expenditure parameter of 55% of state aid for instruction, focusing legislative intent on the primary function of school districts.
- * Revises the current equalization process, providing state support for an equalized property tax mill levy per ADM, in an attempt to provide equal access to school funding through local tax wealth in districts where a property tax may be levied.
- * Establishes a property tax relief program, encouraging a roll-back in local millage levies for schools, replacing local support with state funds up to a specified limit.
- * Removes the area differential determination from the statutes, placing responsibility on the commissioner, through regulations, to contract with the University of Alaska for a biennial review and update of the tables.
- * Revises the current statutes requiring proration over all state aid programs if funds are insufficient, by establishing legislative intent as to a priority ranking on payments.
- * With three related changes, eliminates the distinctions in current statutes on funding of REAA's and city/borough districts -- eliminates PL-874 offset, eliminates in-lieu tax payment, establishes a 50% fund balance increase offset.

Provides for technical changes requested by the Department:

- * Payment floor for districts losing instructional units.
- * Authorizing remote schools to be calculated as if they were separate school districts.
- * Establishing area differential for the new Sand Point city school district.
- * Revises procedures for payment under final computation.
- * Revises definition of secondary school.

Provides for increases in state support by revising:

- * Instructional unit value.
- * Secondary instructional unit table.
- * Extending the separate count for each school to elementary schools.

PROPOSED HCS CSSB 199

FISCAL YEAR 1981

	<u>City/Borough</u>	<u>REAA</u>	<u>DDE</u>	<u>Total</u>
Secondary Table Change	6,286.9	7,193.1	-	13,480.0
Separate Elem. Sites	7,340.8	76.6		7,417.4
Eliminate 3% Local Effort	3,430.6	-		3,430.6
Increase Unit Value - 7%	12,658.0	5,319.9		17,977.9
Equalize Mill Value	5,000.0			5,000.0
Property Tax Relief	2,000.0	-		2,000.0
Biennial Area Difference	-	-	250.0	250.0
	<u>36,716.3</u>	<u>12,589.6</u>	250.0	49,555.9

FISCAL YEAR 1982

Secondary Table Change	5,573.9	186.0	-	5,759.9
Increase Unit Value - 5%	10,203.0	4,075.3		14,278.3
Eliminate In-lieu	-	(10,235.7)		(10,235.7)
Eliminate PL 874 Offset	-	17,873.5		17,873.5
	<u>15,776.9</u>	<u>11,899.1</u>	-	27,676.0
TOTAL - 2 Year	52,493.2	24,488.7	250.0	77,231.9

PROPOSED HCS CS SB 199 - FINANCE

FISCAL YEAR 1981

Unit Value Increase

Section 12 - AS 14.17.056

Secondary Table Change

Section 8 - AS 14.17.041

Section 4 - AS 14.17.031

Elimination of Current 3% Equalization - Local Effort

Section 1 AS 14.17.021

Section 23 AS 14.17.071

Section 17 AS 14.17.140

Section 14 AS 14.17.080

Equalization of Property Tax Millage

Section 2 AS 14.17.023

Section 17 AS 14.17.140

Section 19 AS 14.17.225

Section 14 AS 14.17.080

Property Tax Millage Relief

Section 3 AS 14.17.024

Section 19 AS 14.17.225

Section 14 AS 14.17.080

55% Budget/Expenditure of State Aid for Instruction

Section 15 AS 14.17.081

Establishment of Sand Point School District Placement

Section 10 AS 14.17.051

Elementary Separate Sites

Section 5 AS 14.17.031(b)

FISCAL YEAR 1982

Elimination of REAA in lieu of local tax contributions

Section 22 AS 14.08.121

Section 20 AS 14.17.250(3)

Elimination of REAA PL 874 Offset Calculations

Section 22 AS 14.08.121

Section 22 AS 14.17.021(b)

Section 20 AS 14.17.250(3)

Establish 50% Offset Calculation for Increase in Fund Balance

Section 16 AS 14.17.082

Unit Value Increase

Section 13 AS 14.17.056

Secondary Table Change

Section 9 AS 14.17.041

Biennial Study for Revision of Area Differential Tables

Section 11 AS 14.17.052

FY81 IMPACT

HCS CSSB 199

	FY-EI Unitel # Instruction Units	FY-EI Prelimin. Entitlement	Eliminate 3 1/2 Level Effort	Increase Units Secondary Formula	Secondary Units Value	Increase Units Separate Elem. S. Es	Alum. Units Value	Increase Unit Value 7%	Finalize mill. Comp.	Property Tax Relief	FY-EI Revised Entitlement	Net Increase FY-EI
1												
2	Anchorage	1983	61957628	1300072	14	446600	155	4944500	4805416	1675000	75127216	13171588
3	Bristol Bay	21	1016762	21583	3	148335	-	-	83068	10700	128448	23068
4	Cordova	42	1524581	16181	13	476905	-	-	141237	403000	2561712	1037323
5	Craig	18	617174	2962	1	34452	-	-	45821	-	700409	83235
6	Dillingham	32	1567780	14460	6	296670	-	-	131524	-	2010454	442654
7	Fairbanks	570	19817326	547634	15	535420	29	1036112	1535590	-	23472552	3655256
8	Galena	19	937168	2287	4	197780	-	-	79606	-	1216841	279673
9	Haines	35	1269999	13476	5	183425	-	-	102718	81000	1651118	381119
10	Heenah	22	783551	2465	3	107184	-	-	62524	-	955724	172173
11	Hydaburg	14	482769	1559	1	34452	-	-	30175	-	552955	7186
12	Juneau	282	8863912	131888	10	319000	9	287100	672133	1439900	11713933	2850021
13	Kenai	21	722347	1145	3	103356	-	-	57880	-	884788	162381
14	Kenai	454	15171972	469236	11	378972	8	275616	1140706	-	17436500	2264580
15	Ketchikan	169	5208330	82770	6	191400	5	159500	401940	307400	6451340	1143010
16	King Cove	13	618321	3729	1	47850	-	-	46893	224500	741293	321172
17	Klawock	7	246257	907	-	-	-	-	16881	-	258045	17768
18	Kodiak	196	7151151	101633	6	222024	2	74008	528417	708500	8705733	1634582
19	Mat Su	327	10634651	23901	14	464464	10	331760	815134	-	12459910	1125257
20	Nenana	22	839715	2245	4	153120	-	-	69670	-	1014950	225025
21	Nome	68	3340990	21270	7	346115	-	-	259586	-	3917911	626971
22	North Slope	167	8007575	247720	9	445005	-	-	609162	-	7311482	1311887
23	Pelican	6	211219	3149	1	35728	-	-	17507	-	267603	56304
24	Petersburg	46	1507705	18391	3	99528	-	-	113794	-	1737418	231713
25	Sand Point	15	475643	2857	2	63800	-	-	37961	-	580261	104618
26	Sitka	115	3742354	72886	5	165880	7	232232	294935	-	450829	765933
27	Skagway	18	166081	14055	1	34452	-	-	45821	-	700409	91328
28	St. Mary's	16	784567	1553	1	49445	-	-	58840	-	87745	107838
29	Unalaska	19	894072	15078	2	95700	-	-	70340	-	107510	131118
30	Valdez	75	2668884	82541	10	306850	-	-	218276	-	333651	617667
31	Wrangell	39	1278053	15811	5	165880	-	-	102182	150000	1311726	453873
32	Yakutat	19	722653	4667	2	76560	-	-	56272	-	820152	137477
33												
34	Undetermined									200000	200000	200000
35												
36	TOTALS	4850	163770368	3430611	168	6286852	225	7340828	12658009	5000000	200486668	361116300
37												
38	FY81-Cumulative			167200979		173487831		180820657	193486668	198486668	200486668	
39												
40	Bill Section #			23		8		5	12	2	3	

FY82 IMPACT

HC SC SGB 199

Boroughs Schedule Form 1074 Sub - 16 5/17/81

	FY82-Initial # Instruct Units	FY82 Prelim Entitlement	Increase Units Secondary Formula	Secondary Units Value	Increase Unit Value 5%	FY82 Revised Entitlement	Net Increase FY82
1	Anchorage	2152	75129216	97	3,310,901	3,922,005	62,362,122
2	Bristol Bay	24	1,280,448			64,022	1,344,470
3	Cordova	55	2,561,712			128,095	2,690,007
4	Craig	19	700,409			35,020	735,429
5	Dillingham	38	2,010,434			100,522	2,110,956
6	Fairbanks	614	23,472,582	19	726,351	1,209,947	25,406,880
7	Galena	23	1,216,841			60,842	1,277,683
8	Haines	40	1,651,116			82,556	1,733,674
9	Hoonah	25	955,724			47,786	1,003,510
10	Hydaburg	15	552,955			27,648	580,603
11	Juneau	301	11,713,933	7	238,931	597,643	12,550,507
12	Kake	24	884,728			44,236	928,964
13	Kenai	473	17,436,582	12	442,368	8,939,141	18,772,814
14	Ketchikan	180	6,451,340	6	204,778	332,807	6,988,945
15	King Cove	14	941,293			47,065	988,358
16	Klawock	7	256,045			12,802	270,847
17	Kodiak	204	8,785,733	3	118,782	445,226	9,349,741
18	Mat Su	351	12,459,910	6	283,984	637,195	13,381,089
19	Metana	26	1,064,950			53,248	1,118,198
20	Nome	75	3,967,961			198,398	4,166,359
21	North Slope	176	9,311,482	2	105,812	470,865	9,888,159
22	Pelican	7	267,603			13,380	280,983
23	Petersburg	49	1,737,416			86,971	1,826,387
24	Sand Point	17	569,261			29,013	609,274
25	Sitka	127	4,506,287	4	141,992	232,514	4,882,793
26	Skagway	19	700,409			35,020	735,429
27	St. Mary's	17	899,405			44,970	944,375
28	Unalaska	21	1,075,170			53,760	1,128,930
29	Valdez	83	3,336,501			166,825	3,503,326
30	Wrangell	44	1,911,926			85,596	1,997,522
31	Yakutat	21	860,152			43,008	903,160
32							
33	Undetermined		2,000,000				2,000,000
34	TOTALS	5243	200,486,668	158	5,513,919	16,203,029	216,263,616
35	FY82-Cumulative				206,060,537	216,263,616	216,263,616
36	Bill Section #			9	13		

FY81 IMPACT

HCSCSSB199

Instruction Units	FY81-Initial Foundation Entitlement	FY81 Preliminary Entitlement		Increase/Decrease Units	Secondary Units	Increase/Decrease Units Separate Elem. Site	Elem. Units	Increase Unit Value %	FY81 Raised Entitlement	Net Increase FY81		
		Less PL-874	Plus In-New								Net Entitlement	
42	1,875,720	1,256,533	494,480	1,118,667	6	267,960		150,057	1,531,684	418,017		
57	2,181,960	3,679,25	374,392	2,188,427	7	267,960		171,474	2,627,881	457,454		
32	1,531,200	1,91,507	111,258	1,450,951	1	47,850		110,534	1,609,335	158,384		
33	1,094,808	780,958	304,635	618,485	5	1,658,820		88,248	872,613	254,128		
84	4,153,360	896,210	4,220,74	3,679,244	14	692,230		337,193	4,910,107	1,034,423		
29	999,108	337,549	201,324	862,923	1	34,452		72,349	969,724	106,201		
8	306,240	46,411	520,97	311,926	1	38,280		24,116	374,322	62,396		
62	2,274,470	531,687	546,577	2,469,560	4	1,467,440		169,464	2,805,574	316,224		
72	2,756,160	1,117,502	815,009	2,453,667	5	1,914,400	2	76,560	2,931,315	477,148		
52	2,571,140	543,202	261,308	2,289,308	5	247,225		197,286	2,733,817	444,511		
58	2,867,800	536,980	281,679	2,625,507	8	395,560		228,436	3,236,502	623,996		
75	3,708,325	699,817	337,306	3,345,864	4	1,977,920		273,431	3,817,925	471,211		
224	11,075,680	2,399,432	1,592,049	10,268,277	28	1,384,460		872,210	12,524,967	2,256,670		
136	6,724,520	1,926,712	1,064,015	5,861,823	13	642,195		515,711	7,020,317	1,158,496		
168	8,306,760	2,276,270	1,353,937	7,389,427	24	1,186,680		664,541	9,240,643	1,551,221		
23	1,100,350	374,978	143,929	869,481	1	47,850		80,368	997,715	128,238		
44	1,684,320	301,929	307,050	1,691,441	6	229,680		133,980	2,055,101	363,660		
68	2,342,930	771,300	342,604	1,914,040	2	68,904		168,814	2,151,758	237,718		
84	4,153,360	1,027,692	430,021	3,555,707	6	296,670		311,504	4,165,883	608,194		
61	3,016,145	554,062	306,401	2,766,484	4	197,780		224,973	3,191,237	422,755		
81	4,005,045	1,134,913	486,533	3,356,665	9	445,005		311,504	4,113,174	756,519		
TOTALS	1493	68,729,507	17,873,549	10,235,736	61,091,644	154	7,193,131	2	76,560	5,317,143	73,631,328	12,589,634
FY81- Cumulative			50,855,558	61,091,644	61,091,644		68,284,825		68,361,385	73,681,328		
Bill Section #						8			5	12		

Department of Wildlife
 Form HS21 Bill - Form 6/73 Green

FY 82 IMPACT

HCSCSSB 199

Instruction Units	FY 82 Permitted Entitlement	Loss In Units	Plus PL-874	Incremental Secondary Formula	Secondary Units Value	Increase Unit Value %	FY 82 Revised Entitlement	Net Increase FY 82
Adak	48	1,531,174	491,180	1,256,533		1,146,377	2,408,424	876,740
Alaska Gateway	64	2,627,881	374,372	3,679,255		1,310,700	2,752,484	124,603
Aleutian Chain	33	1,609,335	111,258	1,91,507		644,777	1,774,063	164,728
Annette Island	38	872,613	304,635	780,958		674,447	1,416,383	543,770
Bering Strait	98	4,710,667	422,074	896,210		2,542,440	5,414,043	733,376
Chatham	30	989,724	201,324	339,507		552,935	1,161,204	191,480
Chukchi	9	374,322	52,077	46,411		184,322	387,068	12,746
Copper River	66	2,805,564	546,577	331,687	1	392,533	2,761,444	(44,140)
Delta/Greely	77	2,933,315	815,009	1,117,502	1	409,600	3,440,666	507,291
Iditarod	57	2,733,817	261,368	543,202		1,507,833	3,166,434	432,617
Kuspuk	66	3,236,503	281,677	536,980		1,745,540	3,666,396	429,893
Lake & Peninsula	77	3,819,475	337,306	699,819		2,069,779	4,388,565	571,490
Lower Kuskokwim	252	12,524,967	1,592,047	2,399,432	2	1,058,120	14,110,040	1,585,103
Lower Yukon	149	7,020,319	1,064,015	1,926,712		3,941,511	8,277,167	1,256,848
Northwest Arctic	192	9,240,646	1,358,937	2,246,270		5,078,977	10,665,880	1,425,232
Pribilof	24	997,717	143,927	374,796		614,377	1,290,227	292,508
Railbelt	50	2,085,101	309,050	301,927		1,023,771	2,150,377	95,278
Southeast Island	70	2,151,758	342,604	771,300		1,270,223	2,709,477	557,719
Southwest Region	90	4,113,883	430,021	1,027,172		2,380,768	4,999,632	835,749
Yukon Flats	65	3,191,239	306,401	551,002		1,711,445	3,610,845	419,606
Yukon/Koyukuk	90	4,113,194	486,533	1,134,913		2,380,768	4,999,632	886,458
TOTALS	1649	73,681,328	10,235,736	17,873,547	4	186,025	46,752,257	11,899,095
FY 82 - Cumulative			6,344,559	81,319,141		81,505,166	35,580,423	
Bill Section #			20	22		9	13	

Bureau of Reclamation
 Form 1071-B (Rev. 6-74)

Original sponsors: Dankworth, Stimson
and Sturgulewski

Offered: 3/15/79
Referred: Finance

1 IN THE SENATE

BY THE HEALTH, EDUCATION AND
SOCIAL SERVICES COMMITTEE

2 CS FOR SENATE BILL NO. 199

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the public school foundation
7 program; to educational assessments of children; to
8 correspondence study; and providing for an effective
9 date."

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

11 * Section 1. AS 14.17.031(a)(4) is amended to read:

12 (4) if the district has [FIVE OR MORE] correspondence pupils
13 enrolled in an approved district correspondence study program, the
14 number of units for correspondence pupils determined by applying the
15 number of correspondence pupils to AS 14.17.041(h) [14.17.041(a)].

16 * Sec. 2. AS 14.17.031(b) is amended to read:

17 (b) A school district shall compute separately the number of
18 allowable instructional units for each of its elementary and secondary
19 schools except as provided in (c) of this section.

20 * Sec. 3. AS 14.17.031(d) is amended to read:

21 (d) If the instructional units which a school district is entitled
22 to under (a) of this section decrease by 10 per cent or more from one
23 year to the next, the school district may use the last year before the
24 reduction as a base year and offset its reduction according to the
25 following schedule: (1) for the first year after the base year, the
26 school district is entitled to the instructional units determined under
27 (a)(1) [(a)] of this section plus 75 per cent of the difference in
28 instructional units between the base year and the first year; (2) for
29 the second year after the base year, the school district is entitled to

1 the instructional units determined under (a)(1) [(a)] of this section
 2 plus 50 per cent of the difference in instructional units between the
 3 base year and the second year; (3) for the third year after the base
 4 year, the school district is entitled to the instructional units
 5 determined under (a)(1) [(a)] of this section plus 25 per cent of the
 6 difference in instructional units between the base year and the third
 7 [second] year. The schedule established in this subsection is available
 8 to a school district for the three years following the base year only so
 9 long as the entitlement to instructional units under (a)(1) [(a)] of
 10 this section for each year is less than the entitlement in the base
 11 year.

12 * Sec. 4. AS 14.17.031 is amended by adding a new subsection to read:

13 (e) The commissioner may authorize a school district operating a
 14 school in a remote area to calculate the number of units to which the
 15 remote school would be entitled if that school were a separate school
 16 district and to include that number of units in the total number of
 17 instructional units for the district.

18 * Sec. 5. AS 14.17.041(b) is amended to read:

19 (b) Elementary schools in districts with ADM of 1,000 or over:

ADM	No. Instructional Units
20 under 20	2
21 20 - 32	3
22 33 - 46	4
23 47 - 62	5
24 63 - 80	6
25 81 - 99	7
26 100 <u>and over</u> [- 3005]	7 plus 1 for each 19 pupils
27	or fraction of 19
28 [3006 AND OVER	160 PLUS 1 FOR EACH 21 PUPILS
29	

OR FRACTION OF 21]

1
2 * Sec. 6. AS 14.17.041(d) is amended to read:

3 (d) Secondary schools in districts with ADM of 1,000 or over:

4 ADM	No. Instructional Units
5 under 33	3
6 33 - 46	4
7 47 - 62	5
8 63 - 80	6
9 81 - 99	7
10 100 <u>and over</u> [- 3005]	7 plus 1 for each 19 pupils
	or fraction of 19
11 [3006 AND OVER	160 PLUS 1 FOR EACH 21 PUPILS
	OR FRACTION OF 21]

12
13
14 * Sec. 7. AS 14.17.041(e) is amended to read:

15 (e) Vocational education schedule:

16 ADM	No. Instructional Units
17 Full-Time Equivalent	
18 5 - 10	1
19 11 - <u>18</u> [25]	2
20 <u>19</u> [26] - 40	3
21 41 and over	3 plus 1 for each 20 pupils
	or fraction of 20 pupils in
	Full-Time Equivalent ADM

22
23
24 * Sec. 8. AS 14.17.041(f) is amended to read:

25 (f) Special education schedule:

26 ADM	No. Instructional Units
27 Full-Time Equivalent	
28 5 - 8	1
29 9 - 15	2

1	16 - 24	3
2	25 - 35	4
3	36 and over	4 plus 1 for each <u>7</u> [11] pupils
4		or fraction of <u>7</u> [11]
5		pupils in full-time equi-
6		valent ADM

* Sec. 9. AS 14.17.041 is amended by adding a new subsection to read:

(h) Correspondence study schedule:

9	ADM	No. Instructional Units
10	Under 11	1
11	11 - 32	2
12	33 - 62	3
13	63 - 99	4
14	100 and over	4 plus 1 for each 30 pupils
15		or fraction of 30

* Sec. 10. AS 14.17.051 is amended to read:

Sec. 14.17.051. INSTRUCTIONAL UNIT ALLOTMENT. The instructional unit allotment for each school district or regional educational attendance area is as follows:

(1) for Gateway Borough School District, City and Borough of Juneau School District, and Anchorage School District, the district is entitled to receive the base instructional unit allotment;

(2) for [ANNETTE ISLAND SCHOOL DISTRICT,] Petersburg City School District, Wrangell City School District, Sitka Borough School District, and Matanuska-Susitna Borough School District, the district or area is entitled to receive 104 per cent of the base instructional unit allotment;

(3) for Annette Island School District, Craig City School District, Hydaburg City School District, Klawock City School District,

1 Kake City School District, Chatham School District, [SKAGWAY CITY SCHOOL
2 DISTRICT,] Southeast Island School District, and Kenai Peninsula Borough
3 School District, the district or area is entitled to receive 108 per
4 cent of the base instructional unit allotment;

5 (4) for Pelican City School District, Hoonah City School
6 District, and North Star Borough School District, the district or area
7 is entitled to receive 112 per cent of the base instructional unit
8 allotment;

9 (5) for Chugach School District, Copper River School Dis-
10 trict, Cordova City School District, Valdez City School District, [AND]
11 Haines Borough School District, and Skagway City School District, the
12 district or area is entitled to receive 115 per cent of the base
13 instructional unit allotment;

14 (6) for Nenana City School District, Delta School District,
15 Alaska Gateway School District, Upper Railbelt Regional School District,
16 and Yakutat City School District [AND CHUGACH SCHOOL DISTRICT], the
17 district or area is entitled to receive 125 [120] per cent of the base
18 instructional unit allotment;

19 (7) for Adak Regional School District the area is entitled to
20 receive 140 per cent of the base instructional unit allotment;

21 (8) for Pribilof Islands School District, Aleutian Chain
22 School District, King Cove City School District, Sand Point City School
23 District, and Unalaska City School District, the district or area is
24 entitled to receive 150 per cent of the base instructional unit allot-
25 ment;

26 (9) for [YUKON FLATS SCHOOL DISTRICT,] Dillingham City School
27 District, Bristol Bay Borough School District, Southwest Regional School
28 District, and Lake Peninsula School District, [LOWER KUSKOKWIM SCHOOL
29 DISTRICT, GALENA CITY SCHOOL DISTRICT, KUSPUK SCHOOL DISTRICT, YUKON-

1 KOYUKUK SCHOOL DISTRICT, NORTHWEST ARCTIC SCHOOL DISTRICT, SELAWIK CITY
2 SCHOOL DISTRICT, NOME CITY SCHOOL DISTRICT, BERING STRAITS SCHOOL
3 DISTRICT, IDITAROD AREA SCHOOL DISTRICT, NORTH SLOPE BOROUGH SCHOOL
4 DISTRICT, LOWER YUKON SCHOOL DISTRICT, AND ST. MARY'S CITY SCHOOL
5 DISTRICT,] the district or area is entitled to receive 155 per cent of
6 the base instruction unit allotment.

7 (10) For Kodiak Island School District, the district is
8 entitled to receive 116 per cent of the base instructional unit allot-
9 ment;

10 (11) For Lower Kuskokwim School District, Lower Yukon School
11 District, the district or area is entitled to receive 157 per cent of
12 the base instructional unit allotment;

13 (12) For Yukon Flats School District, Galena City School
14 District, Kuspuk School District, Yukon-Koyukuk School District, North-
15 west Arctic School District (Selawik City School District), Nome City
16 School District, Bering Straits School District, Iditarod Area School
17 District, North Slope Borough School District, and St. Mary's City School
18 District, the district or area is entitled to receive 159 per cent of the
19 base instructional unit allotment.

20 * Sec. 11. AS 14.17.056 is amended to read:

21 Sec. 14.17.056. BASE INSTRUCTIONAL UNIT. (a) The base instruc-
22 tional unit for the fiscal year beginning July 1, 1979 [1978] and ending
23 June 30, 1980 [1979] is \$31,900 [\$29,000].

24 (b) The base instructional unit for fiscal years beginning on or
25 after July 1, 1980 [1979] is \$34,135 [\$31,900].

26 * Sec. 12. AS 14.17.250 is amended by adding a new paragraph to read:

27 (20) "correspondence study program" means an educational
28 program serving elementary or secondary students who do not have daily
29 access to a public school program.

1 * Sec. 13. AS 14.30.010(b)(10) is amended to read:

2 (10) is enrolled in a full-time program of correspondence
3 study approved by the department or if a student is enrolled in a
4 centralized correspondence study before the effective date of this Act;
5 [IN THOSE SCHOOL DISTRICTS PROVIDING AN APPROVED CORRESPONDENCE STUDY
6 PROGRAM, A STUDENT MAY BE ENROLLED EITHER IN THE DISTRICT CORRESPONDENCE
7 PROGRAM OR IN THE CENTRALIZED CORRESPONDENCE STUDY PROGRAM;]

8 * Sec. 14. AS 14.30.191(c) is amended to read:

9 (c) If a parent or guardian believes that the educational assess-
10 ment of his child is in error, he may request an independent examination
11 and evaluation of the child. If a substantial discrepancy exists
12 between the educational assessment of the school district and the inde-
13 pendent evaluation, and if the parent or guardian so requests, a hearing
14 shall be held before a hearing officer in order to resolve the discrep-
15 ancy between evaluations and to determine the appropriate educational
16 program placement for the exceptional child. The Department of Education
17 shall adopt regulations for the conduct of hearings authorized by this
18 section and for the appointment and qualifications of the hearing
19 officer. [REGULATIONS ADOPTED AND PROCEEDINGS CONDUCTED UNDER THIS
20 SECTION ARE SUBJECT TO THE ADMINISTRATIVE PROCEDURE ACT.]

21 * Sec. 15. AS 14.30 is amended by adding a new section to read:

22 Sec. 14.30.193. EDUCATIONAL ASSESSMENT FUND. (a) There is in the
23 Department of Education an educational assessment fund which is an
24 account in the general fund to receive money appropriated by the legis-
25 lature for assisting school districts in carrying out the educational
26 assessments required under AS 14.30.191(a).

27 (b) Money appropriated to the educational assessment fund shall be
28 allocated to school districts by the department in accordance with
29 regulations adopted by it.

1 * Sec. 16. AS 14.17.031(e) is repealed.

2 * Sec. 17. Sections 4 and 14 of this Act take effect immediately in
3 accordance with AS 01.10.070(c). Sections 1 - 3, 5 - 13, 15, and 16 of this
4 Act take effect July 1, 1980.

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Original sponsors: Dankworth, Stimson
and Sturgulewski

Offered: 3/15/79
Referred: Rules

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 CS FOR SENATE BILL NO. 199 (Finance) am
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

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

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

10 * Section 1. AS 14.17.031(b) is amended to read:

11 (b) A school district shall compute separately the number of
12 allowable instructional units for each of its elementary and secondary
13 schools except as provided in (c) of this section.

14 * Sec. 2. AS 14.17.031(d) is amended to read:

15 (d) If the instructional units which a school district is entitled
16 to under (a) of this section decrease by 10 per cent or more from one
17 year to the next, the school district may use the last year before the
18 reduction as a base year and offset its reduction according to the
19 following schedule: (1) for the first year after the base year, the
20 school district is entitled to the instructional units determined under
21 (a)(1) [(a)] of this section plus 75 per cent of the difference in
22 instructional units between the base year and the first year; (2) for
23 the second year after the base year, the school district is entitled to
24 the instructional units determined under (a)(1) [(a)] of this section
25 plus 50 per cent of the difference in instructional units between the
26 base year and the second year; (3) for the third year after the base
27 year, the school district is entitled to the instructional units deter-
28 mined under (a)(1) [(a)] of this section plus 25 per cent of the
29 difference in instructional units between the base year and the third

1 [second] year. The schedule established in this subsection is available
2 to a school district for the three years following the base year only so
3 long as the entitlement to instructional units under (a)(1) [(a)] of
4 this section for each year is less than the entitlement in the base
5 year.

6 * Sec. 3. AS 14.17.031 is amended by adding a new subsection to read:

7 (e) The commissioner may authorize a school district operating a
8 school in a remote area to calculate the number of units to which the
9 remote school would be entitled if that school were a separate school
10 district and to include that number of units in the total number of
11 instructional units for the district.

12 * Sec. 4. AS 14.17.041(e) is amended to read:

13 (e) Vocational education schedule:

14 ADM

15 Full-Time Equivalent	No. Instructional Units
16 5 - 10	1
17 11 - <u>18</u> [25]	2
18 <u>19</u> [26] - 40	3
19 41 and over	3 plus 1 for each 20 pupils 20 or fraction of 20 pupils in 21 Full-Time Equivalent ADM

22 * Sec. 5. AS 14.17.051 is amended to read:

23 Sec. 14.17.051. INSTRUCTIONAL UNIT ALLOTMENT. The instructional
24 unit allotment for each school district or regional educational attend-
25 ance area is as follows:

26 (1) for Gateway Borough School District, City and Borough of
27 Juneau School District, and Anchorage School District, the district is
28 entitled to receive the base instructional unit allotment;

29 (2) for [ANNETTE ISLAND SCHOOL DISTRICT,] Petersburg City

1 School District, Wrangell City School District, Sitka Borough School
2 District, and Matanuska-Susitna Borough School District, the district or
3 area is entitled to receive 104 per cent of the base instructional unit
4 allotment;

5 (3) for Annette Island School District, Craig City School
6 District, Hydaburg City School District, Klawock City School District,
7 Kake City School District, Chatham School District, [SKAGWAY CITY SCHOOL
8 DISTRICT,] Southeast Island School District, and Kenai Peninsula Borough
9 School District, the district or area is entitled to receive 108 per
10 cent of the base instructional unit allotment;

11 (4) for Pelican City School District, Hoonah City School
12 District, and North Star Borough School District, the district or area
13 is entitled to receive 112 per cent of the base instructional unit
14 allotment;

15 (5) for Chugach School District, Copper River School Dis-
16 trict, Cordova City School District, Valdez City School District, [AND]
17 Haines Borough School District, and Skagway City School District, the
18 district or area is entitled to receive 115 per cent of the base
19 instructional unit allotment;

20 (6) for Nenana City School District, Delta School District,
21 Alaska Gateway School District, Upper Railbelt Regional School District,
22 and Yakutat City School District [AND CHUGACH SCHOOL DISTRICT], the
23 district or area is entitled to receive 125 [120] per cent of the base
24 instructional unit allotment;

25 (7) for Adak Regional School District the area is entitled to
26 receive 140 per cent of the base instructional unit allotment;

27 (8) for Pribilof Islands School District, Aleutian Chain
28 School District, King Cove City School District, Sand Point City School
29 District, and Unalaska City School District, the district or area is

1 entitled to receive 150 per cent of the base instructional unit allot-
2 ment;

3 (9) for [YUKON FLATS SCHOOL DISTRICT,] Dillingham City School
4 District, Bristol Bay Borough School District, Southwest Regional School
5 District, and Lake Peninsula School District, [LOWER KUSKOKWIM SCHOOL
6 DISTRICT, GALENA CITY SCHOOL DISTRICT, KUSPUK SCHOOL DISTRICT, YUKON-
7 KOYUKUK SCHOOL DISTRICT, NORTHWEST ARCTIC SCHOOL DISTRICT, SELAWIK CITY
8 SCHOOL DISTRICT, NOME CITY SCHOOL DISTRICT, BERING STRAITS SCHOOL
9 DISTRICT, IDITAROD AREA SCHOOL DISTRICT, NORTH SLOPE BOROUGH SCHOOL
10 DISTRICT, LOWER YUKON SCHOOL DISTRICT, AND ST. MARY'S CITY SCHOOL
11 DISTRICT,] the district or area is entitled to receive 155 per cent of
12 the base instruction unit allotment.

13 (10) For Kodiak Island School District, the district is
14 entitled to receive 116 per cent of the base instructional unit allot-
15 ment;

16 (11) For Lower Kuskokwim School District, Lower Yukon School
17 District, the district or area is entitled to receive 157 per cent of
18 the base instructional unit allotment;

19 (12) For Yukon Flats School District, Galena City School
20 District, KuspuK School District, Yukon-Koyukuk School District, No-
21 west Arctic School District (Selawik City School District), Nome City
22 School District, Bering Straits School District, Iditarod Area School
23 District, North Slope Borough School District, and St. Mary's City
24 School District, the district or area is entitled to receive 159 per
25 cent of the base instructional unit allotment.

26 * Sec. 6. AS 14.17.056 is amended to read:

27 Sec. 14.17.056. BASE INSTRUCTIONAL UNIT. (a) The base instruc-
28 tional unit for the fiscal year beginning July 1, 1979 [1978] and ending
29 June 30, 1980 [1979] is \$31,900 [\$29,000].

1 (b) The base instructional unit for fiscal years beginning on or
2 after July 1, 1980 [1979] is \$33,814 [\$31,900].

3 * Sec. 7. AS 14.30.191(c) is amended to read:

4 (c) If a parent or guardian believes that the educational assess-
5 ment of his child is in error, he may request an independent examination
6 and evaluation of the child. If a substantial discrepancy exists
7 between the educational assessment of the school district and the inde-
8 pendent evaluation, and if the parent or guardian so requests, a hearing
9 shall be held before a hearing officer in order to resolve the discrep-
10 ancy between evaluations and to determine the appropriate educational
11 program placement for the exceptional child. The Department of Educa-
12 tion shall adopt regulations for the conduct of hearings authorized by
13 this section and for the appointment and qualifications of the hearing
14 officer. [REGULATIONS ADOPTED AND PROCEEDINGS CONDUCTED UNDER THIS
15 SECTION ARE SUBJECT TO THE ADMINISTRATIVE PROCEDURE ACT.]

16 * Sec. 8. AS 14.30 is amended by adding a new section to read:

17 Sec. 14.30.193. EDUCATIONAL ASSESSMENT FUND. (a) There is in the
18 Department of Education an educational assessment fund which is an
19 account in the general fund to receive money appropriated by the legis-
20 lature for assisting school districts in carrying out the educational
21 assessments required under AS 14.30.191(a).

22 (b) Money appropriated to the educational assessment fund shall be
23 allocated to school districts by the department in accordance with
24 regulations adopted by it.

25 * Sec. 9. Sections 3 and 7 of this Act take effect immediately in
26 accordance with AS 01.10.070(c). Sections 1, 2, 4 - 6, and 8 of this Act
27 take effect July 1, 1980.

Original sponsors: Dankworth, Stimson
and Sturgulewski

Offered: 4/27/79
Referred: Finance

1 IN THE SENATE

BY THE HEALTH, EDUCATION AND
SOCIAL SERVICES COMMITTEE

2

HOUSE CS FOR CS FOR SENATE BILL NO. 199

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

ELEVENTH LEGISLATURE - FIRST SESSION

5

A BILL

6

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

7

8

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

9

* Section 1. AS 14.17.031(b) is amended to read:

10

(b) A school district shall compute separately the number of
11 allowable instructional units for each of its elementary and secondary
12 schools except as provided in (c) of this section.

12

13

* Sec. 2. AS 14.17.031(d) is amended to read:

14

(d) If the instructional units which a school district is entitled
15 to under (a) of this section decrease by 10 per cent or more from one
16 year to the next, the school district may use the last year before the
17 reduction as a base year and offset its reduction according to the
18 following schedule: (1) for the first year after the base year, the
19 school district is entitled to the instructional units determined under
20 (a)(1) [(a)] of this section plus 75 per cent of the difference in
21 instructional units between the base year and the first year; (2) for
22 the second year after the base year, the school district is entitled to
23 the instructional units determined under (a)(1) [(a)] of this section
24 plus 50 per cent of the difference in instructional units between the
25 base year and the second year; (3) for the third year after the base
26 year, the school district is entitled to the instructional units deter-
27 mined under (a)(1) [(a)] of this section plus 25 per cent of the differ-
28 ence in instructional units between the base year and the third [second]
29 year. The schedule established in this subsection is available to a

29

1 school district for the three years following the base year only so long
2 as the entitlement to instructional units under (a)(1) [(a)] of this
3 section for each year is less than the entitlement in the base year.

4 * Sec. 3. AS 14.17.031 is amended by adding a new subsection to read:

5 (e) The commissioner may authorize a school district operating a
6 school in a remote area to calculate the number of units to which the
7 remote school would be entitled if that school were a separate school
8 district and to include that number of units in the total number of
9 instructional units for the district.

10 * Sec. 4. AS 14.17.051 is amended to read:

11 Sec. 14.17.051. INSTRUCTIONAL UNIT ALLOTMENT. The instructional
12 unit allotment for each school district or regional educational attend-
13 ance area is as follows:

14 (1) for Gateway Borough School District, City and Borough of
15 Juneau School District, and Anchorage School District, the district is
16 entitled to receive the base instructional unit allotment;

17 (2) for [ANNETTE ISLAND SCHOOL DISTRICT,] Petersburg City
18 School District, Wrangell City School District, Sitka Borough School
19 District, and Matanuska-Susitna Borough School District, the district or
20 area is entitled to receive 104 per cent of the base instructional unit
21 allotment;

22 (3) for Annette Island School District, Craig City School
23 District, Hydaburg City School District, Klawock City School District,
24 Kake City School District, Chatham School District, [SKAGWAY CITY SCHOOL
25 DISTRICT,] Southeast Island School District, and Kenai Peninsula Borough
26 School District, the district or area is entitled to receive 108 per
27 cent of the base instructional unit allotment;

28 (4) for Pelican City School District, Hoonah City School
29 District, and North Star Borough School District, the district or area

1 is entitled to receive 112 per cent of the base instructional unit
2 allotment;

3 (5) for Copper River School District, Cordova City School
4 District, Valdez City School District, [AND] Haines Borough School
5 District, and Skagway City School District, the district or area is
6 entitled to receive 115 per cent of the base instructional unit allot-
7 ment;

8 (6) for Nenana City School District, Delta School District,
9 Alaska Gateway School District, Upper Railbelt Regional School District,
10 Yakutat City School District and Chugach School District, the district
11 or area is entitled to receive 120 per cent of the base instructional
12 unit allotment;

13 (7) for Adak Regional School District the area is entitled to
14 receive 140 per cent of the base instructional unit allotment;

15 (8) for Pribilof Islands School District, Aleutian Chain
16 School District, King Cove City School District, Sand Point City School
17 District, and Unalaska City School District, the district or area is
18 entitled to receive 150 per cent of the base instructional unit allot-
19 ment;

20 (9) for Yukon Flats School District, Dillingham City School
21 District, Bristol Bay Borough School District, Southwest Regional School
22 District, Lake Peninsula School District, Lower Kuskokwim School Dis-
23 trict, Galena City School District, Kuspuk School District, Yukon-
24 Koyukuk School District, Northwest Arctic School District, Selawik City
25 School District, Nome City School District, Bering Straits School Dis-
26 trict, Iditarod Area School District, North Slope Borough School Dis-
27 trict, Lower Yukon School District, and St. Mary's City School District,
28 the district or area is entitled to receive 155 per cent of the base
29 instructional unit allotment.

1 (10) For Kodiak Island School District, the district is
2 entitled to receive 116 per cent of the base instructional unit allot-
3 ment.

4 * Sec. 5. AS 14.17.056 is amended to read:

5 Sec. 14.17.056. BASE INSTRUCTIONAL UNIT. (a) The base instruc-
6 tional unit for the fiscal year beginning July 1, 1979 [1978] and ending
7 June 30, 1980 [1979] is \$31,900 [\$29,000].

8 (b) The base instructional unit for fiscal years beginning on or
9 after July 1, 1980 [1979] is \$32,857 [\$31,900].

10 * Sec. 6. Sections 1, 4 and 5 of this Act take effect July 1, 1980.

11 * Sec. 7. Section 2 of this Act takes effect July 1, 1979.

12 * Sec. 8. Section 3 of this Act takes effect immediately in accordance
13 with AS 01.10.070(c).

Mr. Thomson:

For your information: HB 222 has been written into the bill.

3 Area Differentials are in the bill also.

A copy of HB 222 is also attached.

Original sponsors: Dankworth, Stinson
and Sturgulewski

1 IN THE SENATE

BY THE HEALTH, EDUCATION AND
SOCIAL SERVICES COMMITTEE

2 HOUSE CS FOR CS FOR SENATE BILL NO. 199

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the public school foundation pro-
7 gram; to educational assessments of children; and
8 providing for an effective date."

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

10 * Section 1. AS 14.17.021(a) is amended to read:

11 (a) The amount of state aid for which each school district may
12 qualify is [CALCULATED BY MULTIPLYING] the basic need as defined in (b)
13 of this section [BY THE EQUALIZED PERCENTAGE AS DEFINED IN (c) OF THIS
14 SECTION]. To the maximum extent permitted under sec. 5(d)(2) of P.L.
15 81-874, as amended, (20 U.S.C. 240(d)) and the regulations adopted under
16 it (45 C.F.R. 115.60 - 115.66), the amount of state aid shall be reduced
17 by the amount of the school district's entitlement to federal financial
18 assistance under P.L. 81-874, as amended, (20 U.S.C. 236 - 244), for the
19 prior fiscal year.

20 * Sec. 2. AS 14.17.080 is amended to read:

21 Sec. 14.17.080. COMPUTATION BY DISTRICT. By October 30 of the
22 prefiscal year each district shall submit to the commissioner a pre-
23 liminary report of computations for the following fiscal year of the
24 district's basic need as defined in AS 14.17.021, [; THE AMOUNT WHICH IT
25 EXPECTS TO MATCH UNDER THE PROVISIONS OF AS 14.17.071;] and the amount
26 for supplemental programs which has been approved for funding considera-
27 tion by the commissioner. Each district shall make the computations in
28 the manner prescribed by AS 14.17.080 - 14.17.150. The computations are
29 the basis for requesting legislative appropriations and for making

1 preliminary payments under the public school foundation program.

2 * Sec. 3. AS 14.17.031(b) is amended to read:

3 (b) A school district shall compute separately the number of
4 allowable instructional units for each of its elementary and secondary
5 schools except as provided in (c) of this section.

6 * Sec. 4. AS 14.17.031(d) is amended to read:

7 (d) If the instructional units which a school district is entitled
8 to under (a) of this section decrease by 10 per cent or more from one
9 year to the next, the school district may use the last year before the
10 reduction as a base year and offset its reduction according to the
11 following schedule: (1) for the first year after the base year, the
12 school district is entitled to the instructional units determined under
13 (a)(1) [(a)] of this section plus 75 per cent of the difference in
14 instructional units between the base year and the first year; (2) for
15 the second year after the base year, the school district is entitled to
16 the instructional units determined under (a)(1) [(a)] of this section
17 plus 50 per cent of the difference in instructional units between the
18 base year and the second year; (3) for the third year after the base
19 year, the school district is entitled to the instructional units deter-
20 mined under (a)(1) [(a)] of this section plus 25 per cent of the
21 difference in instructional units between the base year and the third
22 [second] year. The schedule established in this subsection is available
23 to a school district for the three years following the base year only so
24 long as the entitlement to instructional units under (a)(1) [(a)] of
25 this section for each year is less than the entitlement in the base
26 year.

27 * Sec. 5. AS 14.17.031 is amended by adding a new subsection to read:

28 (e) The commissioner may authorize a school district operating a
29 school in a remote area to calculate the number of units to which the

1 remote school would be entitled if that school were a separate school
2 district and to include that number of units in the total number of
3 instructional units for the district.

4 * Sec. 6. AS 14.17.041(e) is amended to read:

5 (e) Vocational education schedule:

6 ADM

7 Full-Time Equivalent	No. Instructional Units
8 5 - 10	1
9 11 - <u>18</u> [25]	2
10 <u>19</u> [26] - 40	3
11 41 and over	3 plus 1 for each 20 pupils 12 or fraction of 20 pupils in 13 Full-Time Equivalent ADM

14 * Sec. 7. AS 14.17.051 is amended to read:

15 Sec. 14.17.051. INSTRUCTIONAL UNIT ALLOTMENT. The instructional
16 unit allotment for each school district or regional educational attend-
17 ance area is as follows:

18 (1) for Gateway Borough School District, City and Borough of
19 Juneau School District, and Anchorage School District, the district is
20 entitled to receive the base instructional unit allotment;

21 (2) for [ANNETTE ISLAND SCHOOL DISTRICT,] Petersburg City
22 School District, Wrangell City School District, Sitka Borough School
23 District, and Matanuska-Susitna Borough School District, the district or
24 area is entitled to receive 104 per cent of the base instructional unit
25 allotment;

26 (3) for Annette Island School District, Craig City School
27 District, Hydaburg City School District, Klawock City School District,
28 Kake City School District, Chatham School District, [SKAGWAY CITY SCHOOL
29 DISTRICT,] Southeast Island School District, and Kenai Peninsula Borough

1 School District, the district or area is entitled to receive 108 per
2 cent of the base instructional unit allotment;

3 (4) for Pelican City School District, Hoonah City School
4 District, and North Star Borough School District, the district or area
5 is entitled to receive 112 per cent of the base instructional unit
6 allotment;

7 (5) for Copper River School District, Cordova City School
8 District, Valdez City School District, [AND] Haines Borough School
9 District, and Skagway City School District, the district or area is
10 entitled to receive 115 per cent of the base instructional unit allot-
11 ment;

12 (6) for Nenana City School District, Delta School District,
13 Alaska Gateway School District, Upper Railbelt Regional School District,
14 Yakutat City School District and Chugach School District, the district
15 or area is entitled to receive 120 per cent of the base instructional
16 unit allotment;

17 (7) for Adak Regional School District the area is entitled to
18 receive 140 per cent of the base instructional unit allotment;

19 (8) for Pribilof Islands School District, Aleutian Chain
20 School District, King Cove City School District, Sand Point City School
21 District, and Unalaska City School District, the district or area is
22 entitled to receive 150 per cent of the base instructional unit allot-
23 ment;

24 (9) for Yukon Flats School District, Dillingham City School
25 District, Bristol Bay Borough School District, Southwest Regional School
26 District, Lake Peninsula School District, Lower Kuskokwim School Dis-
27 trict, Galena City School District, Kuspuk School District, Yukon-Koyukuk
28 School District, Northwest Arctic School District, Selawik City School
29 District, Nome City School District, Bering Straits School District,

1 Iditarod Area School District, North Slope Borough School District,
2 Lower Yukon School District, and St. Mary's City School District, the
3 district or area is entitled to receive 155 per cent of the base in-
4 structional unit allotment.

5 (10) For Kodiak Island School District, the district is en-
6 titled to receive 116 per cent of the base instructional unit allotment.

7 * Sec. 8. AS 14.17.056 is amended to read:

8 Sec. 14.17.056. BASE INSTRUCTIONAL UNIT. (a) The base instruc-
9 tional unit for the fiscal year beginning July 1, 1979 [1978] and ending
10 June 30, 1980 [1979] is \$31,900 [\$29,000].

11 (b) The base instructional unit for fiscal years beginning on or
12 after July 1, 1980 [1979] is \$33,814 [\$31,900].

13 * Sec. 9. AS 14.17.140(a) is amended to read:

14 (a) The [TO DETERMINE THE EQUALIZED PERCENTAGE TO BE APPLIED TO
15 BASIC NEED UNDER AS 14.17.021, AND THE MATCHING RATIO FOR REQUIRED LOCAL
16 EFFORT UNDER AS 14.17.071, THE] Department of Community and Regional
17 Affairs, in consultation with the assessor for each district, shall
18 determine the full value of the taxable real and personal property in
19 each district. Exemptions granted under ch. 129, SLA 1957, known as the
20 Alaska Industrial Incentive Act (AS 43.25), shall be honored. If there
21 is no local assessor or current local assessment for a district, then
22 the Department of Community and Regional Affairs shall make the deter-
23 mination of full value from information available. In making the deter-
24 mination, the Department of Community and Regional Affairs shall be
25 guided by AS 29.53.060. The determination of full value shall be made
26 before October 2 and sent by certified mail, return receipt requested,
27 before that date to the president of the school board in each district.
28 Duplicate copies shall be sent to the commissioner. The governing body
29 of the borough or city which is the district may obtain judicial review

1 of the determination by filing a motion in the superior court of the
2 judicial district in which the district is located within 30 days after
3 receipt of the determination. The superior court may modify the deter-
4 mination of the Department of Community and Regional Affairs only upon a
5 finding of abuse of discretion or upon a finding that there is no sub-
6 stantial evidence to support the determination.

7 * Sec. 10. AS 14.30.191(c) is amended to read:

8 (c) If a parent or guardian believes that the educational assess-
9 ment of his child is in error, he may request an independent examination
10 and evaluation of the child. If a substantial discrepancy exists be-
11 tween the educational assessment of the school district and the inde-
12 pendent evaluation, and if the parent or guardian so requests, a hearing
13 shall be held before a hearing officer in order to resolve the discrep-
14 ancy between evaluations and to determine the appropriate educational
15 program placement for the exceptional child. The Department of Educa-
16 tion shall adopt regulations for the conduct of hearings authorized by
17 this section and for the appointment and qualifications of the hearing
18 officer. [REGULATIONS ADOPTED AND PROCEEDINGS CONDUCTED UNDER THIS
19 SECTION ARE SUBJECT TO THE ADMINISTRATIVE PROCEDURE ACT.]

20 * Sec. 11. AS 14.30 is amended by adding a new section to read:

21 Sec. 14.30.193. EDUCATIONAL ASSESSMENT FUND. (a) There is in the
22 Department of Education an educational assessment fund which is an
23 account in the general fund to receive money appropriated by the legis-
24 lature for assisting school districts in carrying out the educational
25 assessments required under AS 14.30.191(a).

26 (b) Money appropriated to the educational assessment fund shall be
27 allocated to school districts by the department in accordance with
28 regulations adopted by it.

29 * Sec. 12. AS 14.17.021(c) and 14.17.071 are repealed.

1 * Sec. 13. Sections 5 and 10 of this Act take effect immediately in
2 accordance with AS 01.10.070(c). Sections 1, 2, 9 and 12 of this Act take
3 effect July 1, 1979. Sections 3, 4, 6, 7, 8 and 11 of this Act take effect
4 July 1, 1980.
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Introduced: 2/15/79
Referred: Health, Education &
Social Services and Finance

BY BARNES, MARTIN, HALFORD, HAYES,
METCALFE, MONTGOMERY, PARR AND
PHILLIPS

1 IN THE HOUSE

2 HOUSE BILL NO. 222

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act increasing state aid to school districts to 100
7 per cent of basic need under the public school founda-
8 tion program; and providing for an effective date."

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

10 * Section 1. AS 14.17.021(a) is amended to read:

11 (a) The amount of state aid for which each school district may
12 qualify is [CALCULATED BY MULTIPLYING] the basic need as defined in (b)
13 of this section [BY THE EQUALIZED PERCENTAGE AS DEFINED IN (c) OF THIS
14 SECTION]. To the maximum extent permitted under sec. 5(d)(2) of P.L.
15 81-874, as amended, (20 U.S.C. 240(d)) and the regulations adopted under
16 it (45 C.F.R. 115.60 - 115.66), the amount of state aid shall be reduced
17 by the amount of the school district's entitlement to federal financial
18 assistance under P.L. 81-874, as amended, (20 U.S.C. 236 - 244), for the
19 prior fiscal year.

20 * Sec. 2. AS 14.17.080 is amended to read:

21 Sec. 14.17.080. COMPUTATION BY DISTRICT. By October 30 of the
22 prefiscal year each district shall submit to the commissioner a pre-
23 liminary report of computations for the following fiscal year of the
24 district's basic need as defined in AS 14.17.021, [; THE AMOUNT WHICH IT
25 EXPECTS TO MATCH UNDER THE PROVISIONS OF AS 14.17.071;] and the amount
26 for supplemental programs which has been approved for funding considera-
27 tion by the commissioner. Each district shall make the computations in
28 the manner prescribed by AS 14.17.080 - 14.17.150. The computations are
29 the basis for requesting legislative appropriations and for making

1 preliminary payments under the public school foundation program.

2 * Sec. 3. AS 14.17.140(a) is amended to read:

3 (a) The (TO DETERMINE THE EQUALIZED PERCENTAGE TO BE APPLIED TO
4 BASIC NEED UNDER AS 14.17.021, AND THE MATCHING RATIO FOR REQUIRED LOCAL
5 EFFORT UNDER AS 14.17.071, THE] Department of Community and Regional
6 Affairs, in consultation with the assessor for each district, shall
7 determine the full value of the taxable real and personal property in
8 each district. Exemptions granted under ch. 129, SLA 1957, known as the
9 Alaska Industrial Incentive Act (AS 43.25), shall be honored. If there
10 is no local assessor or current local assessment for a district, then
11 the Department of Community and Regional Affairs shall make the deter-
12 mination of full value from information available. In making the deter-
13 mination, the Department of Community and Regional Affairs shall be
14 guided by AS 29.53.060. The determination of full value shall be made
15 before October 2 and sent by certified mail, return receipt requested,
16 before that date to the president of the school board in each district.
17 Duplicate copies shall be sent to the commissioner. The governing body
18 of the borough or city which is the district may obtain judicial review
19 of the determination by filing a motion in the superior court of the
20 judicial district in which the district is located within 30 days after
21 receipt of the determination. The superior court may modify the deter-
22 mination of the Department of Community and Regional Affairs only upon a
23 finding of abuse of discretion or upon a finding that there is no sub-
24 stantial evidence to support the determination.

25 * Sec. 4. AS 14.17.021(c) and 14.17.071 are repealed.

26 * Sec. 5. This Act takes effect July 1, 1979.