

LEG. FINANCE - BILLS 1983 - 1984 1814

HB 73

1814

Original sponsors: Furnace, Uehling,
Pestinger, et al

Funding Information

General Fund	\$17,640,700
Other Funds	-0-
	<u>\$17,640,700</u>

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 73 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 THIRTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the
7 Department of Education for payments to school dis
8 tricts under the public school foundation progra
9 (AS 14.17); and providing for an effective date."

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

11 * Section 1. The sum of \$17,640,700 is appropriated from the general
12 fund to the Department of Education for payments to school districts under
13 the public school foundation program (AS 14.17) for the fiscal year ending
14 June 30, 1983.

15 * Sec. 2. This Act takes effect immediately in accordance with AS 01.
16 10.070(c).

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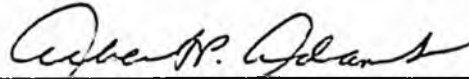
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LETTER OF INTENT
FOR
CSHB 73 (FINANCE)

It is the intent of the House Finance Committee that in addition to the \$17,640,700 appropriated in CSHB 73 (Finance) in general funds for payments to school districts under the public school foundation program (AS 14.17), that \$7,901,600 be allocated from the Federal Budget Impact Fund established in Chapter 127, SLA 1982, to cover the cost of transfer of Alaskan B.I.A. day schools from the federal government to the state government. Both amounts shall be for payments to school districts under the public school foundation program (AS 14.17).

Respectfully submitted,



Albert P. Adams, Chairman
House Finance Committee

COMPARISON OF FOUNDATION PROGRAM AMOUNTS
(IN MILLIONS)

<u>DISTRICT</u>	<u>FY 82</u>	<u>FY 83</u>	<u>FY 83 + HESS SUPP.</u>	<u>FY 83 + FINANCE SUPP.</u>
Anchorage	93,338.9	108,074.7	114,281.9	115,158.8
Cordova	2,067.3	2,067.0	2,185.7	2,202.5
Craig	1,174.8	967.0	1,022.4	1,030.3
Fairbanks	28,093.7	32,668.0	34,544.3	34,809.3
Haines	1,997.1	2,316.4	2,448.4	2,468.2
Hoonah	1,295.9	1,395.9	1,476.1	1,487.4
Hydaburg	709.0	799.7	845.7	852.1
Juneau	12,310.2	14,471.0	15,302.1	15,419.5
Kake	1,165.8	1,387.6	1,467.3	1,478.5
Ketchikan	7,444.7	7,553.4	7,987.3	8,048.5
King Cove	1,093.4	1,064.6	1,125.8	1,134.4
Klawock	600.9	1,058.0	1,113.7	1,127.3
Kodiak	9,844.5	11,036.8	11,670.7	11,760.3
Nenana	1,434.0	1,262.1	1,334.6	1,344.8
Nome	4,934.2	5,096.4	5,389.1	5,430.5
Mat Su	15,339.1	18,289.4	19,339.8	19,488.2
Pelican	378.1	607.0	641.8	646.7
Petersburg	2,099.3	2,181.0	2,306.2	2,323.9
Sand Point	1,013.5	956.1	1,011.0	1,018.8
Sitka	5,530.5	5,599.6	5,921.2	5,966.7
Skagway	958.4	893.4	944.7	951.9
Unalaska	1,447.1	1,394.5	1,474.6	1,485.9
Valdez	3,861.0	3,875.4	4,098.1	4,129.5
Wrangell	2,075.5	2,150.7	2,274.2	2,291.7
Yakutat	1,054.0	1,163.4	1,230.2	1,239.7
Galena	1,456.9	1,332.0	1,408.5	1,419.3
N. Slope	8,613.4	8,825.8	9,332.7	9,404.3
Bristol Bay	1,860.3	1,927.0	2,037.6	2,053.3
Dillingham	2,946.2	3,076.4	3,253.1	3,278.1
Kenai	21,380.3	24,724.1	26,144.1	26,344.7
Tanana	N/A	1,153.5	1,219.8	1,229.1
St. Mary's	1,506.2	1,570.9	1,661.1	1,673.9
N.W. Artic	11,496.1	13,126.2	13,880.1	13,986.7
Bering St.	7,029.4	9,859.5	10,425.8	10,505.8
Low Yukon	9,301.0	11,251.9	11,898.2	11,989.4
Low Kuskokwim	17,363.1	23,059.8	24,384.2	24,571.3
Kuspuk	4,600.7	4,579.0	4,841.9	4,879.1
Southwest	5,602.8	5,968.0	6,310.8	6,359.2
Lake & Penin.	4,650.7	4,817.0	5,093.7	5,132.7
Aleutian	1,723.3	1,889.2	1,997.7	2,013.1
Pribilof	1,312.4	1,569.3	1,659.4	1,672.1
Adak	2,761.2	3,056.5	3,232.0	3,256.9
Iditarod	3,791.6	4,263.7	4,508.6	4,543.2
Yukon Koy	5,648.8	6,191.9	6,547.5	6,597.8
Yukon Flats	3,992.5	4,263.3	4,508.1	4,542.7
Railbelt	2,685.1	2,871.3	3,036.3	3,059.6

Delta/Greely	4,131.1	4,856.0	5,134.9	5,174.3
Ak. Gateway	3,485.2	3,580.3	3,785.9	3,815.0
Copper River	3,678.4	3,740.5	3,955.3	3,985.6
Chatham	1,440.2	2,027.4	2,143.9	2,160.3
Southeast	3,506.5	3,551.5	3,755.4	3,784.3
Annette	1,280.6	1,549.4	1,638.4	1,651.0
Chugach	623.9	799.1	845.0	851.5
Central				
Corresp.	1,698.0	1,859.3	1,966.1	1,981.2
TOTAL	<u>340,826.4</u>	<u>389,668.6</u>	<u>412,049.2</u>	<u>415,210.9</u>

SOURCE: Department of Education

~~CONFIDENTIAL~~
CSHB 73 (Finance)

Enrollment	6407.7
BIA Schools	7901.6 (FBIF)
Tanana City School District	855.4
Separate Count - Junior High	1808.4
Special Education	2558.5
Adjustment for 97.25% funding	6010.7
	<hr/>
	25,542.3

Letter of Intent regarding 7901.6 for BIA Schools shall be allocated from the Federal Budget Impact Fund

General Fund:	17,640.7
FBIF:	7,901.6

The following persons are expected to testify on HB 73:

1. Mae Tischer, Co-Chair, House HESS
(Rep. Tischer would like to testify first since she has a committee meeting to go to.)
2. Representative Furnace, prime sponsor of HB 73
3. Peter McDowell, Director
Division of Budget and Management
4. Marshall Lind, Commissioner
Department of Education

Alison Elgee, Fiscal Analyst, Division of Legislative Finance,
will be available to answer questions of Committee members

From
Bill Miles
Anchorage School District

January 29, 1983

ANCHORAGE SCHOOL DISTRICT

1982-83

FOUNDATION PROGRAM:

Statewide Foundation Entitlement (Comm. Memo) plus S.E.A.	\$426.7	
Statewide Foundation Appropriation (91.8%) plus S.E.A.	<u>391.7</u>	
Statewide Shortfall		<u>\$35.0</u>

A.S.D. Entitlement (\$42,450 x 2,829) plus \$7.4 S.E.A.	\$127.5	
A.S.D. Est. Revenue from Appropriation (91.8%) plus S.E.A.	<u>117.0</u>	
Anchorage Shortfall		<u>\$10.5</u>

AID FOR SCHOOL CONSTRUCTION PROGRAM:

Statewide Debt Reimbursement Claims	\$ 62.8	
Statewide Appropriations	<u>49.7</u>	
Statewide Shortfall		<u>\$13.1</u>

A.S.D. Debt Retirement Claim	\$ 15.9	
A.S.D. Pro-rata Debt Payment	\$12.7	
A.S.D. One-Time Cigarette Tax	<u>1.7</u>	<u>14.4</u>
Anchorage Debt Shortfall		<u>\$ 1.5</u>

1983-84

FOUNDATION PROGRAM:

Statewide Foundation Entitlement ((\$391.7 + \$42.0) plus S.E.A.)	\$433.7 (est.)	
Governor's Budget (Entitlement plus 1% new students minus 5% general reduction)	<u>415.6</u>	
Statewide Shortfall		<u>\$18.1</u>

Gov's -5% Case	A.S.D. Foundation Entitlement (40,327 x 2,976) plus \$7.1 S.E.A.	\$127.1	
	A.S.D. Revenue based on Governor's budget	<u>127.1</u>	
Last Yr's Case	A.S.D. Foundation Entitlement (42,450 x 2,976) plus \$7.1 S.E.A.	\$133.4	
	A.S.D. Estimated Revenue based on Governor's budget	<u>127.1</u>	
	Anchorage Shortfall		<u>\$ 6.3</u>

+7.5% Inflation Case	A.S.D. Foundation Entitlement (45,634 x 2,976) plus \$7.1 S.E.A.	\$142.9	
	A.S.D. Estimated Revenue based on Governor's budget	<u>127.1</u>	
	Anchorage Shortfall		<u>\$15.8</u>

AID FOR SCHOOL CONSTRUCTION PROGRAM:

Statewide Debt Reimbursement Claims	SUnknown	
Governor's Budget	49.7	
A.S.D. Debt Retirement Claim	18.7	
A.S.D. Pro-rata Debt Payment (est.)	<u>14.8</u>	
Anchorage Debt Shortfall		<u>\$ 3.9</u>

(Amounts Shown in \$1,000's)

FOUNDATION PROGRAM FUNDING
EFFECT ON THE ANCHORAGE TAXPAYER

	<u>Found. Ent.</u>	<u>Found. Revenue</u>	<u>Local Taxes</u>	<u>Other State Revenue</u>	<u>Other Local Revenue</u>	<u>Federal Revenue</u>	<u>Short Fall</u>	<u>Mill Rate</u>	<u>\$100,000 Home Tax Amount</u>
<u>1982-83</u>	\$127.5	\$117.0	\$29.6	\$27.8	\$11.4	\$5.0	\$(10.5)	3.24 M	\$324
<hr/>									
<u>1983-84</u>									<u>\$110,000 Home</u>
Gov's -5% Case	\$127.1	\$127.1	\$45.2	\$36.5	\$ 9.1	\$5.6	-0-	3.59 M	\$395
Last Yr's Case	\$133.4	\$127.1	\$38.9	\$36.5	\$ 9.1	\$5.6	-0-	3.29 M	\$362
+ 7.5% Inflation Case	\$142.9	\$127.1	\$29.4	\$36.5	\$ 9.1	\$5.6	-0-	2.84 M	\$312

(Amounts shown in \$1,000's)

SCHOOL FOUNDATION FORMULA

The foundation formula is based upon the number of children in average daily attendance at a given school or in a specific program (i.e. special, vocational or bilingual education). This count is called the ADM (average daily membership).

The statutes contain tables which, using the ADM, tell how many instructional units (IU) are generated. The value of an instructional unit is also set by statute. For FY 83 and FY 84 the value of an instructional unit equals \$42,450.

The formula takes:

number of IU x \$42,450 x area differential (based upon statute) = \$ entitlement

The base of the entitlement is contained in the component labeled student ADM support. Added to that base is additional funds, generated with essentially the same approach as student ADM support, for bilingual, special and vocational, enrollments. Those children enrolled in one of these types of programs are counted once under student ADM support and again for the added program. This is designed to generate additional funds to the districts to cover the added costs associated with the more expensive programs. It is in addition to the base component which is designed to cover all the general maintenance and operations of the school facilities.

Districts also have the option of running local correspondence courses, or children may enroll in the State-run correspondence program. Both generate funds through a formula like student ADM support.

In addition to the formula generated funds districts receive supplemental equalization aid which attempts to equalize among districts local tax contributions. The statewide average for local support is determined and each district receives the difference between the statewide average and their local contribution per ADM. For the REAA's with no tax base the state pays the statewide average x the ADM x any area differential. The districts all have a floor established for local contributions based upon what they were contributing when the legislation became effective.

COMMITTEE FOR ESSENTIAL EDUCATION FUNDING (CEEF)
LOCAL IMPACT OF REVENUE SHORTFALL (1982-1983)

School District	FINANCIAL		IMPACT OF SHORTFALL		Comments	No.	Comments
	Total Budget	Total Shortfall	Staff Certif.	Classif.			
Adak	\$5,591,923	\$323,147	0	0	If supplemental fails: cut 2 certif. cut 3 classif., cut spec.ed. & voc.ed. and capital outlay, travel and student activity program.	150	Offset 150 spec.ed., voc.ed. and enrichment.
Anchorage	\$166,389,832	\$11,200,000	28.5	22.5	The staff reduction has adversely affected the instructional program offerings and class sizes. It has also reduced the custodial and maintenance programs in the school buildings. Included in the more than 100 reductions were the ff: the elem. general music program was eliminated; school activities were significantly reduced; needed replacement equipment was not purchased; and 23 sched. major maintenance projects were eliminated.	39,325	Reductions were necessary on a districtwide basis and therefore included a broad spectrum of programs and services directly related to the instruction of every student in the District.
Annette Island (Metlakatla)	\$2,546,542	\$194,786	2	1	\$113,610 of budget for FY83 put on hold. Teaching supplies equipment, travel, support services, and activity funds have either been cut or put on hold. Remainder of shortfall would have to be taken from FY82 carryover which in FY84 would seriously cut programs.	338	Considering current budgeting our FY84 programs are in serious jeopardy. We will have less than 2% carryover if the shortfall is not corrected.
Chatham	\$2,113,998	\$81,504	0	0	We have continued as is - largely based on the fact that we anticipate additional funding and we have had a fund balance to bail us out.	0	
Copper River REAA #17	\$4,763,539	\$603,063	1	2	The lack of a viable working capital reserve will also seriously impact interest income that is counted as local revenue.	569	The "real" impact will be in FY84 since we had a much needed area differential increase last year that we accrued and are spending this year to minimize the negative impacts of these shortfalls.
Delta/Greely	\$6,100,057	\$319,142	2	1	One reading teacher and one elem. teacher were not hired as planned in the preliminary budget.	111	Our first cutback would be in the area of custodial service and then in clerical service. Lunch programs might go also.
Dillingham	\$3,900,000	\$275,000	0	0	None.	0	None.
Fairbanks	\$55,434,070	\$2,934,167	8	13	On June 22, the Fairbanks North Star Borough S.D. cut 1.5 million from its approved operating budget. Cuts included: reduction of secretarial help at Central Office, (2) elimination of 2 admin. positions (director of program, planning & evaluation and internal auditor), reduction of temporary salaries, secondary gifted/ talented program reduction (2), reduction in boiler operators, elimination of a bus-side program (10), and the elimination of various reserve accounts. In addition to those cuts all necessary personnel have not been hired as a result of increased enrollment and consequently classrooms are more crowded than usual (5). These steps were taken in order to absorb the impact of the initial 4% reduction in foundation funding and to control ongoing costs in view of further potential reductions.		Impact of the shortfall is not readily definable. 12,000 district students are going to be affected to some degree or other. To address the problem, a freeze has been placed on the purchase of new equipment and the implementation of budgeted maintenance projects which do not affect health and life-safety of district students and personnel. Contingency plans are being developed and the Board of Education will meet in a work session on Tuesday, Jan. 25, to consider specific plans to cover the approximately \$1.7-M problem which exists as a result of the foundation reduction.

COMMITTEE FOR ESSENTIAL EDUCATION FUNDING (CEEF)
 LOCAL IMPACT OF REVENUE SHORTFALL (1982-1983)

School District	FINANCIAL		IMPACT OF SHORTFALL		Number of staff that were not hired or cutback during the school year.	Comments	How many students in your district would be affected by the reduction or delay of these programs?	
	Total Budget	Total Shortfall	Staff Certif.	Classif.			No.	Comments
Galena	\$1,675,177	\$152,513	0	0	0	There were no programs reduced because of the shortfall either before the start of school nor during school. However, if there is not a supplemental bill passed for the 33.7-M, we will have to reduce current year spending. The deadline for this decision will be January 28, 1983. No programs delayed until 1983-84 school year. We will have to cut back both certif. and classif. for 1983-84. Since we will have to use other district funds for the remainder of the current year, if supplemental funding is not forthcoming.	57	Since we have a 3-yr teacher agreement and there are 2 yrs to go if the shortfall and forward funding are not handled all 140 of our students will be affected by the Board's inability to provide a quality education opportunity to its students.
Haines	(See attached)		.5	0	0	We had an October resignation. We did not fill the vacancy and will not until we see the financial picture.	-	None.
Iditarod Area	\$5,055,018	\$454,922	1	0	0	One top admin. position has been left vacant. Several teacher aides would have been terminated but we were able to pick them up under a new Title VII grant.	All (327)	Reduced itinerant teacher travel. Reduction or elimination of educ. field trips. Reduction in after school student and community use of school facilities.
Juneau	\$19,725,688	\$1,263,312	10	6	6	None	4400	All are affected one way or another.
Kenai Penin.	\$36,079,553	\$2,407,151	0	0	0	Programs reduced prior to start of school as a result of reduced foundation funding \$954,697. Further cuts required if supplemental is not forthcoming \$715,533 (including 33.5 teacher aides).	7,000	All are affected including communities as a whole. We have attempted to make our reductions in areas that would least affect the basic education of the student. However, the magnitude of the reduction has forced us to make some reductions affecting the basics.
Ketchikan	\$11,846,667	\$915,222	1	7	7	We have not revised the budget to fully reflect the shortfall. We are considering much more staff reduction.	2476	All students are affected.
Lake & Penn	\$5,609,989	\$537,890 (based on 10%)		8	8	Voc. ed. reduced prior to start of year. Programs reduced during school year: Voc. ed, purch. cont. svcs of spec ed exper & st act fund.	All (360 ADM)	None.
Mat-Su	\$27,455,691*	\$1,707,424	18.5	7.5	7.5	(See attached)	2,800 of 5,600.	Probably at least 1/2 of our students were/are being adversely affected in one way or another.
								*revised as of 11/30/82.
Kenai	\$2,337,630	\$398,725	0	0	0		0	We are using our reserves to carry through this year. Next year will be the problem, unless we receive more money.
North Slope	\$23,500,000	\$1,200,000	10	10-25 total support positions.	10	Curr. center - Maintenance	1,250	Indirectly
Northwest Arctic	\$15,115,258	\$1,116,838	0	0	0	Shortfall antic during budget prep. Spec. ed., voc. ed. & bilingual moved up to offset shortfall.	None	No adverse this year - but could next year.
Pelican City	\$632,673	\$60,000	0	0	0	This is very difficult to do as we only hire 1 custodian & 1 bookkeeper/secretary. We do not plan to cut contracted teachers, but will cut 1.5 positions next year if this continues.	55	We have cut back on library purchases, student travel (ie. educ. field trips and athletic), teaching supplies & bldg. maint.
Pribilof	\$2,400,000	5% or whatever becomes.	1	1	1	None.	165	All students

COMMITTEE FOR ESSENTIAL EDUCATION FUNDING (CEEF)
 LOCAL IMPACT OF REVENUE SHORTFALL (1982-1983)

School District	FINANCIAL		IMPACT OF SHORTFALL			How many students in your district would be affected by the reduction or delay of these programs?	
	Total Budget	Total Shortfall	Number of staff that were not hired or cutback during the school year.		Comments	No.	Comments
			Staff Certif.	Classif.			
Railbelt	\$3,786,770	\$257,897	0	0	No program reduced prior to start of this year, nor during year. No program delayed. Basically we will be able to use all of our carryover monies to do so.	-	None this year, however, all will be affected.
Southeast Isl.	\$4,623,020	\$154,225	2	4.5(FTE)	The negative effects of the shortfall (actual & potential) have included the ff: 1. Little or less than anticipated improvement in programs or curric. areas we consider to be below standard for a district such as this one, including devel. of school libraries, improv. of our voc. ed. and computer educ. programs, & ability to provide necessary inservice programs to our teachers. In Maintenance/Operations we have been forced to postpone some basic improvements to our bldgs. and shelve plans to replace some teacher housing badly in need of same. If the shortfall is much greater than the 4%, we would not only lose our ability to provide and maintain teacher housing in logging communities as well as to prevent high teacher turnover), but would also lose our ability to move state-owned sch bldgs when a logging camp moves (as we do once or twice per year at great cost). The above represent some examples, as there would be prog/staff cuts in other areas in the event of a 5-10% shortfall.		All students in the district would be affected by further cuts.
Southwest Region					On the short-term basis, the Southwest Region School Board has approved postponement of physical plant improvement projects, curtailed preventative maintenance, and eliminated scheduled improvement in teacher housing.		
Valdez	\$0,100,000	\$361,002			Reprioritizing of programs. If a supplemental appropriation is not forthcoming in FY 83 our effective schooling program will be delayed for 2 years.	-	None
Wrangell	\$2,637,777	\$85,000			At this time no programs or staff have been reduced. However, if supplemental is not available then programs such as activities, classroom aides, art etc. will be reduced or deleted.	350 approx.	No comment.
Yukon Flats	\$4,559,682	\$182,387	3	1	Did not hire 1 i t - voc ed no P.E. & counselor position 1 non-cert village counselor. Cut back std act & staff travel. freeze bal yr all purchases except emergency.	All 331 125 HS incl.	High sch w/lack of counselors.
Yukon Koyukuk * to this date	\$8,576,637	\$834,745	5*	4.5 FTE	Anticipating a 4% reduction, the above positions were cut prior to the start of school. If reduction is 11%, additional positions or hours will have to be cut.	556	11% of the total district budget has been placed on hold as of this point. This essentially placed a stop to the following areas: 1. supplies, 2. equipment, 3. textbooks, 4. student activities, 5. student travel, 6. staff inservice, 7. staff travel. Basically we are heating heating and meeting emergency repairs, teaching classes and paying employees.

SUMMARY OF ATTACHMENTS TO
IMPACT STATEMENTS

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ANCHORAGE SCHOOL DISTRICT
ANCHORAGE, ALASKA

DEC 20 1982

Enclosure D. I. e.

ASD MEMORANDUM #236 (82-83) REVISED

December 20, 1982

TO: SCHOOL BOARD
FROM: OFFICE OF THE SUPERINTENDENT
SUBJECT: PLANNED COST REDUCTIONS TO OFFSET STATE REVENUE REDUCTIONS

E. E. (Gore) Davis
SR.

PERTINENT FACTS:

There is a revenue shortfall in the State Public School Foundation Program. Based upon the District's full entitlement for the projected 1982-83 enrollment the full shortfall was first estimated to be up to \$13,000,000 but now appears to be approximately \$11,700,000.

At the time the budget was developed the shortfall was thought to be about \$5,225,000. At that time it was considered appropriate to provide the expected level of services without seriously impacting local taxes by using almost all of the fund balance, and eliminating most of the reserve incorporated into the original state and other revenue projections. The first revenue reduction of \$5,225,000 was therefore provided for in the Adopted Version of the 1982-83 budget.

Because of a student enrollment in excess of that originally planned, the School Board on September 20, 1982 approved a reallocation of up to \$1,782,000 from several accounts, including the general music program, to provide for the necessary teachers.

On November 22, 1982, the Board received for discussion purposes further reductions which at that time totaled \$4,379,879 to cover an anticipated shortfall from State revenues. The Board also requested an additional million dollars be located to ensure an appropriate fund balance.

Based on current revenue information available from the State and using actual enrollment from the first quarter Foundation Program report, the shortfall from full entitlement is estimated to be approximately \$11,700,000. Since there still remains a significant degree of uncertainty, there has been an effort at every level of the District to identify potential cost reductions which could be implemented. Each division has had cost reduction meetings and a total of \$7,013,079 of cost reductions have now been identified. The following schedule summarizes these cost reductions.

<u>Division/Units</u>	<u>General Fund Total Budget</u>	<u>Identified Reductions</u>	<u>% Reduction</u>	<u>Number of Positions</u>
Superintendent/School Board	\$ 612,831	\$ 113,000	18.44%	-0-
Business Management	5,958,295	286,100	4.80	.5
Auxiliary Services	22,024,738	1,520,300	6.90	36
School Management	128,582,975	1,798,000	1.40	28.5
Planning and Development	5,308,940	349,779	6.59	1
Communications	2,759,485	74,800	2.71	1
Labor Relations	130,002	-0-	-0-	-0-
Personnel Services	857,118	20,100	2.35	-0-
Vocational Education	155,448	8,000	5.15	-0-
	<u>\$ 156,389,832</u>	<u>4,170,079</u>	<u>2.50</u>	<u>65.0</u>
Other District-Wide Reductions		<u>2,843,000</u>	<u>1.71</u>	<u>-0-</u>
Total Reductions		<u>\$ 7,013,079</u>	<u>4.21%</u>	<u>65.0</u>

The effect of these reductions is to cover the revenue shortfall and to leave additional funds of approximately \$921,000 available to provide for any further financial contingency. The following schedule summarizes this.

Projected revenue (shortfall)	\$ (11,700,000)
Revenue revisions in ASD Adopted Budget	5,225,000
Cost reductions - See prioritized attachment	

	<u>Original</u>	<u>Revised</u>	
1. September 20, 1982	1,782,000	1,717,000	
2. November 22, 1982	4,379,879	4,253,779	
3. December 20, 1982	-0-	1,042,300	
	<u>6,161,879</u>	<u>7,013,079</u>	<u>7,013,079</u>
			538,079
Fund Balance - Beginning of year			383,256
Additional funds projected to be available			<u>\$ 921,335</u>

The attached schedules describe in further detail the cost reductions identified, as well as the anticipated impact of the significant cost reductions of \$2,000 or more. These cost reductions have been prioritized in five categories A, B, C, D, and E. Category A items are those which would be reinstated first should funds become available. Category B and C items are of intermediate reinstatement priority and category D items would be reinstated last. Category E items would not be reinstated.

RECOMMENDATION:

It is recommended that the School Board authorize the Administration to take the necessary operational steps to effect immediately the cost reductions totaling \$7,013,079 which are described in further detail in the attachment to this memorandum.

EED/MJG/dap

Attachments

Superintendent and School Board
Proposed Budget Reductions
1982-83

<u>Description</u>	<u>Amount</u>	<u>RP</u>	<u>Impact</u>
<u>First Reduction - September 1982</u>			
School Board Contingency Fund	\$ 65,000	B	Reduced contingency response
Superintendent's Management Account	<u>38,000</u>	C	Reduced contingency response
	103,000		
<u>Second Reduction - November 1982</u>			
<u>School Board</u>			
Extra Help	250	D	
Travel-Out-of-District	3,000	A	Limited inservice and recruiting
Office Supplies	<u>200</u>	D	
	3,450		
<u>Superintendent</u>			
Extra Help	550	D	
Insurance Other	500	D	
Contractual Services - Attorney	2,000	C	Reduced legal analysis ability
Travel-Out-of-District	2,000	A	Reduced travel
Reimbursable Expense	1,000	D	
Office Supplies	<u>500</u>	D	
	<u>6,550</u>		
	<u>10,000</u>		
Total Reductions	\$ <u>113,000</u>		

RP - Reinstatement Priority

Business Management Division
Proposed Budget Reductions
1982-83

<u>Description</u>	<u>Amount</u>	<u>RP</u>	<u>Impact</u>
<u>Second Reduction - November 1982</u>			
Fixed asset accounting system - defer	\$ 165,000	D	Deferred acquisition of mandated accounting system
Fidelity bond	1,000	D	
New equipment	6,000	D	Deferred purchase of equipment
Replacement equipment	2,000	D	Deferred purchase of equipment
Sick Leave Bank	71,200	D	Through careful management deferred or eliminated expenditures and cost controls on the other Business Management accounts for the remainder of the year the funds for this account will be provided.
Extra Help	5,000	D	Reduced clerical assistance
Internal Audit Budget - Defer replacement until 3/01/83	<u>15,800</u>	A	Reduction in functional area audits and internal audit response capability
	266,000		
<u>Third Reduction - December 1982</u>			
Internal Audit Budget - Defer replacement until 7/01/83	<u>20,100</u>	A	Reduced assistance in analysis for independent accountants
Total Reductions	<u>\$ 286,100</u>		

RP - Reinstatement Priority

Auxiliary Services Division
Proposed Budget Reductions
1982-83

<u>Description</u>	<u>Amount</u>	<u>RP</u>	<u>Impact</u>
<u>First Reduction - September 1982</u>			
Freeze 3 maintenance positions	\$ 136,000	A	Reduced level of building maintenance - affects repairs of heating, electrical, and ice rinks
<u>Second Reduction - November 1982</u>			
Defer or reduce selected major maintenance repair and remodeling projects	750,300	D	Deferred maintenance and remodeling (see list of projects in following attachment)
Facilities building rental	100,000	D	Will remain in condemned building until new facility is obtained
Mail delivery - reduce to one delivery per day and reduce supply delivery and truck transfer requests from once every 5 days to once every 7-10 days. Eliminate 3 positions.	90,000	D	Reduced mail delivery frequency and reduction in communication effectiveness and timelines
Freeze 15 Custodial positions - part of year	<u>222,000</u>	D	Reduced level and frequency of building cleaning - sweeping, vacuuming, and cleaning chalkboards would be done on a rotating basis
	1,162,300		
<u>Third Reduction - December 1982</u>			
Freeze 15 custodial positions part of year	<u>222,000</u>	A	Reduced level and frequency of building cleaning - sweeping, vacuuming, and cleaning chalkboards would be done on a rotating basis
Total Reductions	\$ <u>1,520,300</u>		

RP - Reinstatement Priority

School Management Division
Proposed Budget Reductions
1982-83

<u>Description</u>	<u>Amount</u>	<u>RP</u>	<u>Impact</u>
<u>First Reduction - September 1982</u>			
Music Teachers (18 FTE) and supplies	\$ 800,000	C	No elementary general music program. Reduced teacher planning time
<u>Second Reduction - November 1982</u>			
Unassigned additional (9.5 FTE) teaching positions	302,000	D	Larger classes and increased PTR
IEP Grades 3,6,8	20,000	D	Program will not be developed
Summer School (Special Education and Secondary)	20,000	B	Eliminate 1983 Summer School - approximately 600 students affected
School Activity Trips (Elementary)	10,000	C	Eliminate jamborees
Added duty (Librarians)	17,000	B	Library will close two days early; missed opportunity for children
No Assistant Coaches	20,000	B	Limits student participation in sports
School Activities (Elementary)	50,000	B	Fewer after school learning experiences for elementary students - approximately 5,000 students affected
Equipment (Elementary and Secondary)	100,000	B	Emergency needs will not be met
Supplies (Special Education and Special Services)	15,000	B	Emergency needs will not be met
Contracts and Addenda (Spec. Ed. and Spec. Services)	15,000	B	No inservice for staff and eliminate evaluations
Fine Arts Camp and High School Festival	30,000	B	Eliminate programs for secondary students - approximately 500 students affected

RP - Reinstatement Priority

School Management Division
Proposed Budget Reductions
1982-83

<u>Description</u>	<u>Amount</u>	<u>RP</u>	<u>Impact</u>
<u>Second Reduction - November 1982</u>			
Extra Help	10,000	B	Reduced clerical assistance and response to parents slowed
Ice Maintenance	30,000	B	Rough or unusable ice rinks - affects student and community activities
Special Education position - do not staff	<u>44,000</u>	A	Reduced psychological evaluation and counseling services - approximately 100 students affected
	683,000		
<u>Third Reduction - December 1982</u>			
Teaching Assistants - Para Professionals	100,000	A	Eliminate nurses aides, library aides, counseling aides, reduce special education aides; work transferred to certificated staff, individual service to students reduced
Student Travel	50,000	A	Elimination of student participation in ASAA Championship events out of Anchorage
Pupil Activity Expense	50,000	A	Elimination of supplemental funding for sports uniforms, equipment; affects student morale
School Activities - Elementary	60,000	A	Fewer after school activities for elementary students - approximately 5,000 students affected
After School Activities and Trips - Secondary	30,000	A	Eliminate some competitive, athletic and student learning experiences for secondary students
Field Trips - Secondary	<u>25,000</u>	A	Eliminate secondary field trips - approximately 3,000 students affected
	<u>315,000</u>		
Total Reductions	<u>\$ 1,798,000</u>		

RP - Reinstatement Priority

Planning and Development Division
Proposed Budget Reductions
1982-83

<u>Description</u>	<u>Amount</u>	<u>RP</u>	<u>Impact</u>
<u>Second Reduction - November 1982</u>			
Extra Help - Management Academy Alternative School Seminar Anchorage Writing Project, June Institute	\$ 3,139	A	Eliminates extra help except for work study students
Extra Help - Bilingual	2,000	B	Deletes inventory of Bilingual materials
Added Duty and Added Days Drug/Alcohol Training	19,000	A	Delays training
Science Revision	5,000	C	Delays junior high revisions
Library/Media Scope and Sequence	4,500	D	Delays development of support materials
Management Academy, Alternative School Seminar, Anchorage Writing Project, June Institute, In-service Manual Development	28,489	A	Eliminates addenda for partici- pation in June training. Eliminates development of in-service leader manuals
Bilingual/Addenda: Summer School and Curriculum Work	3,000	C	Reduces teachers at summer school and materials control
Substitutes - Bilingual Teachers	5,000	D	Delays secondary HILT standard- ization to 1983-84
Math Scope and Sequence Correlations	2,600	D	Eliminates correlations for new texts
Math in-service	5,600	D	Eliminates development of new packets
Management Academy, Alternative School Seminar, Anchorage Writing Project, June Institute	2,435	A	Eliminates clerical assistance with in-service leader manuals

RP - Reinstatement Priority

Planning and Development Division
Proposed Budget Reductions
1982-83

<u>Description</u>	<u>Amount</u>	<u>RP</u>	<u>Impact</u>
<u>Second Reduction - November 1982</u>			
<u>Contracted Services</u>			
Curtail Microfilming of Permanent Records	1,000	D	
Contracted services for CIP	1,000	D	
Multicultural Evaluation	2,000	A	Minimal program evaluation
Eliminate Follow-up Survey of 1982 Graduates	5,000	A	No data on 1982 graduates
Make spring competency test totally machine scorable	5,200	D	Test not revised to totally machine scorable
Bilingual Parent Committee	500	D	
Training Consultants/Career Ladder	5,000	D	Deletes Courses for Tutors
Evaluation of Program	5,000	A	Limited Program Evaluation
Peer Led Smoking Evaluation	2,000	A	Eliminates Pilot for drug/alcohol program
Math Scope and Sequence Correlations	400	D	
Math In-service preparation	1,600	D	
Outdoor Education Curriculum	5,000	D	Eliminates curriculum development
Management Academy Alternative School Seminar Anchorage Writing Project, June Institute	13,900	A	Reduces consultant services for Management Academy. Eliminates June teacher training institute. Reduces consultant services for state released time.

RP - Reinstatement Priority

Planning and Development Division
Proposed Budget Reductions
1982-83

<u>Description</u>	<u>Amount</u>	<u>RP</u>	<u>Impact</u>
<u>Second Reduction - November 1982</u>			
<u>Field Trips</u>			
Bilingual Language Experience Field Trips	2,000	D	Deletes all Field Trips
<u>Data Processing</u>			
Eliminate all special requests and unscheduled jobs except emergency requirements	50,000	D	Requests from schools and departments for special data processing, such as test data, labels, or data analysis, would be eliminated.
Postpone scoring and reporting of 82-83 standardized testing results after July 1, 1983	50,000	D	Test will not be scored until late summer
<u>Office Supplies</u> - Expendable	379	D	
<u>Teaching Supplies</u> - Expendable	633	D	
<u>Testing</u>			
Eliminate 8th Grade Cognitive Abilities Test	1,260	A	
Eliminate 12th Grade Tests of Achievement and Proficiency	1,260	A	
<u>Bilingual</u>			
Bilingual Instructional Materials	5,000	B	No new materials for pilot Learning Center
<u>New Equipment</u> - file cabinets, typewriters	1,073	D	
New Equipment	611	D	
Postpone Hire - P.E. Curriculum Specialist	<u>44,000</u>	D	Postpone all P.E. curriculum development and support in elementary and secondary schools
	284,579		

RP - Reinstatement Priority

Planning and Development Division
Proposed Budget Reductions
1982-83

<u>Description</u>	<u>Amount</u>	<u>RP</u>	<u>Impact</u>
<u>Third Reduction - December 1982</u>			
Clerical - Bilingual Tutors/ Secretaries	20,000	A	Deletes all Bilingual summer school
<u>Extra Help</u> - Bilingual	1,100	A	
<u>Added Days</u> - Staff Development	7,500	A	Eliminates addenda for June teacher training institute
Curriculum - film review	3,000	A	Eliminates support for film preview
Bilingual Summer School	2,000	A	Deletes summer school
<u>Substitute Teachers</u> Physical Education in-service	800	A	
Physical Education observations	3,000	A	Eliminates observations
Bilingual Teacher Substitutes	2,000	A	Totally defers HILT develop- ment to 1983-84
<u>Contracted Services</u> - Staff Development	4,500	A	Reduces consultant services for classified training and state released time
Peer Led Smoking Pilot	8,400	A	Eliminates pilot for drug/ alcohol program
Bilingual Parent Committee	150	A	
Career Ladder	1,500	A	
Data Processing	6,000	A	Computer membership reports will be reduced to 1 or 2 per month instead of weekly
Library/AV Supplies	2,500	A	Defer purchase of supplies
<u>Teaching Supplies</u> - Peer Led Smoking Pilot	1,750	A	
Bilingual Instructional Materials	1,000	A	
	<u>65,200</u>		
Total Reductions	<u>\$ 349,779</u>		

RP - Reinstatement Priority

Communications Division
Proposed Budget Reductions
1982-83

<u>Description</u>	<u>Amount</u>	<u>RP</u>	<u>Impact</u>
<u>Second Reduction - November 1982</u>			
<u>Communications and Media</u>			
Cancel Compugraphic lease/ purchase (Locke machine) est.	\$ 1,600	D	
Mileage	2,000	D	No impact due to reorganization
Extra Help	<u>8,500</u>	C	Limited impact due to reorganization
	12,100		
<u>Instructional Media</u>			
Clerical Salary	4,000	D	Savings from unfilled vacancy
Office supplies and library materials	<u>2,500</u>	B	Reduced instructional reference and support
	6,500		
<u>Library Resources</u>			
Clerical Salary	5,000	D	Savings from unfilled vacancy
Equipment repair	1,000	B	
Library of Congress card order	700	D	
Replacement equipment	<u>1,000</u>	B	
	7,700		
<u>Audio-Visual Services</u>			
Clerical Salary	5,000	D	Savings from unfilled vacancy
Instructional Television Materials	5,000	B	Deferred material acquisition
Postpone acquisition of films, cassettes, software, etc.	<u>15,000</u>	A	Deferred material acquisition. Reduction in A.V. instructional support
	25,000		

RP - Reinstatement Priority

Communications Division
Proposed Budget Reductions
1982-83

<u>Description</u>	<u>Amount</u>	<u>RP</u>	<u>Impact</u>
<u>Second Reduction - November 1982</u>			
<u>Publications</u>			
Clerical Salary	5,800	D	Savings from unfilled vacancy
Graphic Artist P-1	<u>17,700</u>	A	Eliminated graphic production and instructional support capability
	<u>23,500</u>		
	<u>\$ 74,800</u>		

RP - Reinstatement Priority

Personnel Department
Proposed Budget Reductions
1982-83

<u>Description</u>	<u>Amount</u>	<u>RP</u>	<u>Impact</u>
<u>Second Reduction - November 1982</u>			
Clerical - Delayed hiring.	\$ 1,550	B	
Substitute Teachers	1,500	D	
Advertising	1,000	B	
Out of District Travel	10,100	B	Reduction of recruiting capability
Reimbursable Expense (recruiting)	3,400	D	Reduction of recruiting capability
Replacement Equipment	600	D	
New Equipment	<u>1,950</u>	D	
	<u>\$ 20,100</u>		

RP - Reinstatement Priority

Vocational Education Department
 Proposed Budget Reductions
 1982-83

<u>Description</u>	<u>Amount</u>	<u>RP</u>	<u>Impact</u>
<u>Second Reduction - November 1982</u>			
Added Duty	\$ 3,000	C	No scope and sequence developed for Industrial Education and Home Economics
Contractual Services - Instruction	<u>5,000</u>	C	Reduction in amount of Voc. Ed. curriculum developed will affect students served
	<u>\$ 8,000</u>		

RP - Reinstatement Priority

District-Wide
Proposed Budget Reductions
1982-83

<u>Description</u>	<u>Amount</u>	<u>RP</u>	<u>Impact</u>
<u>First Reduction - September 1982</u>			
Certificated Retirement (TRS)	\$ 375,000	E	Rate reduced after budget was approved
Classified Retirement (PERS)	205,000	E	Rate reduced after budget was approved
Pending Negotiations	<u>98,000</u>	E	Contract negotiations complete after budget was approved
	678,000		
<u>Second Reduction - November 1982</u>			
Medical insurance - negotiated lower cost per employee	540,000	E	Rate reduced after budget was approved
Expected savings from normal District-wide employee turnover and unit cost controls	500,000	E	Limited impact - close cost control and review by managers will be necessary
Delayed certificated staff hiring	160,000	E	Increased PTR and class sizes. Reduced educational effectiveness
Restricted hiring practices - initiated 10/26/82	300,000	D	General reduction in level of District delivered services due to vacant positions
Electricity - controlled reduction	135,000	E	Limited impact - some rescheduling of custodial hours, reductions in lighting levels
Heat - controlled reduction	<u>110,000</u>	E	Limited impact - closer thermostat control and lower "off hour" heat levels
	1,745,000		

RP - Reinstatement Priority

District-Wide
Proposed Budget Reductions
1982-83

<u>Description</u>	<u>Amount</u>	<u>RP</u>	<u>Impact</u>
<u>Third Reduction - December 1982</u>			
* Electricity - close schools at least 2 hours earlier in evening	145,000	A	Reduced community and after school use of schools
* Electricity - turn off hockey rink lights at 5:00 p.m.	185,000	A	Elimination of evening use of hockey rinks thereby reducing community use
* Electricity - turn off school outside lighting at 5:00 p.m.	50,000	A	Potentially reduced safety and increased vandalism
Travel Out-of-District - further limit travel	<u>40,000</u>	A	Significant reduction in travel resulting in reduced administrative in-service
	<u>420,000</u>		
Total Reductions	<u>\$ 2,843,000</u>		

* Community Organizations Affected by Early Closure

Municipality/Community Schools	Boys Club
Anchorage Community College	Junior Achievement
University of Alaska	Private athletic groups
Municipality/Parks & Recreation	Various Non-profit service organizations
Concerts - benefit and commercial	i.e., Special Olympics, Crisis
Community Council meetings	Resolution Center, Anchorage Hockey Association, Campfire, etc.

District Programs Affected

Dances and social functions	Staff Development
P.T.A. meetings	Evening High School
Music Department programs	Athletic competition

Other Information

There are currently 18 Municipality of Anchorage Community Schools, each with a coordinator and assistant coordinator, using District facilities. These changes would represent a significant cutback in Community Education programs.

All 61 gymnasiums are in use through 10:00 or 11:00 p.m., full time, Monday through Saturday. An early building closure would significantly reduce available gym time for public use.

RP - Reinstatement Priority

Auxiliary Services Division
Proposed Budget Reductions
1982-83
Deferred Major Maintenance and Remodeling Projects

<u>Description</u>	<u>Amount</u>
<u>I. ELEMENTARY SCHOOLS:</u>	
<u>Airport Heights</u> Replace Roof	\$ 230,000
<u>Aurora</u> Curtain	5,000
<u>Birchwood</u> Exterior Painting - building	16,000
<u>Campbell</u> Exterior Painting - building	16,000
<u>Chester Valley</u> Ice rink	7,000
<u>Chugach</u> Replace chalkboards	4,000
<u>Government Hill</u> Blackout curtains	11,000
<u>Lake Otis</u> Chalkboards	3,500
<u>North Star</u> Exterior Painting - building	16,000
<u>Rabbit Creek</u> Replace clock & bell system	7,500
<u>Taku</u> Install basketball goals	2,500
<u>Ursa Major</u> Ventilators	8,000
<u>Ursa Minor</u> Upgrade heating system	8,000
<u>Gladys Wood</u> Replace window Shades	<u>4,000</u>
ELEMENTARY	338,500

Auxiliary Services Division
Proposed Budget Reductions
1982-83

<u>Description</u>	<u>Amount</u>
II. <u>SECONDARY SCHOOLS:</u>	
<u>Central</u>	
Replace telephone switch board	25,000
<u>Bartlett</u>	
Install lighting - Football field	65,000
Install Auto Hoist	7,000
<u>Career Center</u>	
Carpet	5,500
<u>Dimond</u>	
Install tile locker rooms in pool area	8,500
<u>West</u>	
Remodel Ladies Faculty restroom	11,800
Remodel band room	28,000
Upgrade heating system	<u>230,000</u>
SECONDARY	381,800
III. <u>ADMINISTRATION</u>	
Swimming Pools Study	<u>30,000</u>
ADMINISTRATION	<u>30,000</u>
TOTAL	<u>\$ 750,300</u>

HAINES BOROUGH SCHOOL DISTRICT

Impact Without Supplemental Funds

Because of new students to the 53 school district and the state assuming 17 BIA schools, the total percent of reduction could be as high as 12%.

Current allocation from DOE	
48 units x \$48,817 =	2,343,216
supplemental aid	18,412
subtotal	2,361,624
less 4%	<u>(94,465)</u>
total	2,267,158
additional less 8%	<u>(188,930)</u>
grand total of potential income from DOE	2,078,228
Local amount budgeted	2,235,726
48 units x \$46,289 + 17,800 supplemental aid	
total deficit	(157,498)

ATTN: GENE DAVIS
SUBJ: CEET

DATE: 19-Jan-83
TIME: 18:51

DEAR GENE:
IN ANSWER TO THE QUESTIONNAIRE REGARDING LOCAL IMPACT OF REVENUE SHORTFALL
(1982-83), WE SUBMIT THE FOLLOWING:

- 1. FINANCIAL
 - A. \$36,079,553
 - B. \$2,407,151
- 2. IMPACT OF SHORTFALL

PROGRAMS REDUCED PRIOR TO THE START OF SCHOOL AS A RESULT OF REDUCED
FOUNDATION FUNDING:

SCHOOL SUPPLIES	\$122,650
SCHOOL EQUIPMENT	369,047
ELEMENTARY SWIM PROGRAM	40,000
WAREHOUSE SPACE RENTAL	25,000
DISTRICTWIDE MEDIA CENTER	20,000
COMMUNITY SWIM PROGRAM	60,000
TEXTBOOKS	50,000
COMMUNITY SCHOOLS	25,000
ACTIVITY TRAVEL	60,000
COMMUNITY THEATER	15,000
DISTRICTWIDE TRAVEL	50,000
LIBRARY BOOKS	20,000
BILINGUAL PROGRAM	20,000
BOARDING HOME PROGRAM	10,000
SPECIAL SERVICES PROGRAM	20,000
CENTRAL OFFICE	48,000

70,954,617

FURTHER CUTS REQUIRED IF SUPPLEMENTAL IS NOT FORTHCOMING:

33.5 TEACHER AIDES	184,500
ELEMENTARY SWIM PROGRAM	12,423
COMMUNITY SCHOOL PROGRAM	30,000
ACTIVITY TRAVEL	215,000
AFTER SCHOOL ACTIVITY BUSES	26,355
COMMUNITY THEATER	30,000
REDUCTION OF SUPPLIES, EQUIPMENT, OR OTHER EXPENSES IN THE SCHOOLS	217,255

70,517,000

ALL OF THE PREVIOUS BUDGET REDUCTIONS AND THE ANTICIPATED FUTURE
REDUCTIONS AFFECT ALL 7,000 OF OUR STUDENTS AS WELL AS THE COMMUNITIES AS
A WHOLE. WE HAVE ATTEMPTED TO MAKE OUR REDUCTIONS IN AREAS THAT WOULD
LEAST AFFECT THE BASIC EDUCATION OF THE STUDENT. HOWEVER, THE MAGNITUDE
OF THE REDUCTION HAS FORCED US TO MAKE SOME REDUCTIONS AFFECTING THE
BASICS.

SINCERELY,

RICHARD SWARNER
EXECUTIVE DIRECTOR BUSINESS MANAGEMENT
LKW

CC: DR. FRED POMEROY
CC: KENAI PENINSULA

3-0249

KETCHIKAN GATEWAY BOROUGH
SCHOOL DISTRICT
1983 SHORTFALL - REVENUE
FOR YEAR ENDED JUNE 30, 1983

Entitlement per State Law	
Number of Instructional Units	196
Amount per Unit	<u>\$ 42,450</u>
Foundation Revenue:	<u>\$ 8,320,000</u>
Revenue per Revised Budget	<u>\$ 7,945,446</u>
11% Reduction in Entitlement	<u>915,222</u>
Foundation Revenue without Legislative Action:	<u>\$ 7,404,978</u>
Projected Shortfall:	<u>\$ 541,468</u>

KETCHIKAN GATEWAY BOROUGH
 SCHOOL DISTRICT
 1983 SHORTFALL - POSSIBLE BUDGET CUTS
 FOR YEAR ENDED JUNE 30, 1983

<p>Cost of Teacher Aide Program</p> <p style="padding-left: 40px;">February 1, 1983 to May 31, 1983 All Aides including Library, Special Education and High School Tutors</p>	<p>\$ 150,000</p>
<p>Cost of Nurses</p> <p style="padding-left: 40px;">February 1, 1983 to May 31, 1983</p>	<p>\$ 50,000</p>
<p>Cost of Elementary Guidance Counselor's</p> <p style="padding-left: 40px;">February 1, 1983 to May 31, 1983</p>	<p>\$ 50,000</p>
<p>Cost of Lunch Program</p> <p style="padding-left: 40px;">February 1, 1983 to May 31, 1983</p>	<p>\$ 50,000</p>
<p>Cost of Swimming Pools</p> <p style="padding-left: 40px;">February 1, 1983 to June 30, 1983 Assumes closure and draining of swimming pools</p>	<p>\$ 108,000</p>
<p>Cost of Community School Program</p> <p style="padding-left: 40px;">February 1, 1983 to June 30, 1983</p>	<p>\$ 11,000</p>
<p>Reduction in Maintenance Program</p> <p style="padding-left: 40px;">Effective February 1, 1983 Reduces Custodial Staff by 6; No purchases on supplies - will have to be bought in next year's budget.</p>	<p>\$ 98,000</p>

Reduction in Central Office Staff	\$ 15,000
Effective February 1, 1983	
Reduction in District-wide Administrator's Salaries at 10%	\$ 9,000
Effective February 1, 1983	
Cessation of All Purchases	\$ 176,000
Effective Immediately	
Total Cost of District Office	\$ <u>140,000</u>
February 1, 1983 to June 30, 1983	
Total Staff Salaries	\$ 60,000
Total Managerial Salaries	\$ 80,000
Cost of Certificated Salaries for One Month	\$ 600,000
Savings by Increasing Student-Teacher at Elementary School	\$ 115,000
February 1, 1983 to May 31, 1983	

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

2. IMPACT OF SHORTFALL

COMMENTS: Equipment purchases were reduced prior to the start of the school year for a total of \$156,012; supplies have been reduced during the school year for a total of \$29,647; grounds and building projects have been delayed for a total of \$34,450 on grounds and \$42,140 on building projects. An exact listing of cuts follows:

Equipment:

Palmer High School	\$ 11,158
Susitna Valley High School	4,348
Palmer Junior High School	10,426
Sherrod Elementary School	505
Swanson Elementary School	609
Talkeetna Elementary School	1,049
District Wide	40,667
Correspondence Study	282
Special Services	2,984
Operation & Maintenance	33,984
Computer	<u>50,000</u>
TOTAL	\$156,012

Supplies:

5% from each school	\$ 29,647
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Grounds:

Susitna Valley High School		
Construct permanent softball backstops	350	
Fence across east end of play field--post chair	500	
Grading, top soil, fertilize & seed lawn	<u>2,500</u>	3,350
Wasilla Junior High School		
Post & chair fence along sidewalk	750	
Install handrail on steps leading to parking	350	
Fertilizer & seed	<u>1,250</u>	2,350
Big Lake Elementary School		
Crushed gravel for area 130' x 190'	<u>1,850</u>	1,800

Grounds, Continued:

Sherrod Elementary School Playground improvement, backstops, clearing, etc.	<u>2,500</u>	2,500
Swanson Elementary School Fencing of playground Parking lot flood lights	10,000 <u>700</u>	10,700
Talkeetna Elementary School Install yard lights, south area Install poles in walking path Move portable from Trapper Creek for storage	200 50 <u>2,500</u>	2,750
Wasilla Elementary School Level play area, crushed gravel & sand Pave 18' x 24' for play area	550 <u>800</u>	1,350
Snowshoe Elementary School Playground grading, leveling, fertilizer and seed	<u>2,000</u>	2,000
Butte Elementary School Fertilizer & seed, seal ice rink	<u>1,650</u>	1,650
Mat-Su Pool Pole & cable fencing	<u>3,000</u>	3,000
Warehouse Pave rear ramps to back door	<u>3,000</u>	3,000
TOTAL		34,450

Building Projects:

Palmer High School Build storage shelves in PE area Install outlets above work tables in shop Replace inset lights with florescent Install additional outlets in Guidance area	1,400 250 650 <u>200</u>	2,500
--	-----------------------------------	-------

Building Projects, Continued:

Susitna Valley High School		
Interior painting	600	
Shelving in PE storage area	450	
Shelving in main office	900	
Overhaul air handling	<u>2,500</u>	4,450
Wasilla High School		
Install shelving in PE storage area	850	
Install new washer & dryer	1,500	
Cage off back ½ training room & add shelving	350	
Install new doorway in PE area	<u>1,500</u>	4,200
Palmer Junior High School		
Overhaul school clock system	<u>450</u>	450
Big Lake Elementary School		
Install electrical outlets in kitchen from emergency generator	250	
Paint for exterior & hockey hut fence	3,150	
Install hallway benches	<u>2,500</u>	5,900
Sherrod Elementary School		
Construct additional counter in office	950	
Construct storage shelves	350	
Construct Lost & Found storage	250	
Install hair dryers in dressing rooms	<u>1,500</u>	3,050
Swanson Elementary School		
Paint & repair ceiling in lower hall	250	
Insulate and cover upper half of Multi-Purpose Room	<u>650</u>	900
Talkeetna Elementary School		
Paint interior & exterior	<u>3,000</u>	3,000
Wasilla Elementary School		
Paint interior & exterior	<u>2,000</u>	2,000

Building Projects, Continued:

Willow Elementary School		
Replace front doors	2,500	
Carpet hallways--Main Building	3,350	
Shelving in Storage Room	300	
Replace flag pole	165	
Paint interior	<u>1,500</u>	7,815
Snowshoe Elementary School		
Paint interior hallway walls	450	
Benches in back entry-way	475	
Coat hooks & shelving for for students	<u>1,850</u>	2,775
Butte Elementary School		
Install 8 external outlets	<u>1,000</u>	1,000
Mat-Su Pool		
Signs purchased & installed	<u>250</u>	250
Warehouse		
Paint exterior & office area	250	
Install exterior sign	<u>100</u>	350
Administration Building		
Paint exterior of building	1,000	
Rewire electrical system	<u>2,500</u>	3,500
TOTAL		\$42,140

kf

AMENDMENT #1

TO: CSHB 73 (HESS)

Page 1, line 15. Add the following new section:

* Sec. 2. The sum of \$300,000 is appropriated from the general fund to the Department of Education for the Alaska School Activities Association for student participation in state level events.

Renumber subsequent sections.



ALASKA SCHOOL ACTIVITIES ASSOCIATION

650 INTERNATIONAL AIRPORT ROAD ANCHORAGE, ALASKA 99502

ED NASH
EXECUTIVE SECRETARY

907-272-9045

November 23, 1982

Representative Albert Adams
Chairman
House Finance
Legislative Information Office
1024 W. 6th Avenue
Anchorage, Alaska 99501

Dear Representative Adams:

Enclosed are the documents you requested concerning the FY'83 supplemental request for the Alaska School Activities Association and the FY'84 request submitted to the Department of Education.

Due to the fact that most of our clinics are held in the early part of the school year, we have decided to request only \$300,000 for FY'83 for the transportation funds only. We would not be able to properly spend clinic funds if they were granted. I understand there is currently \$45,000 for transportation in our budget, but there is some question as to how it is to be spent. This would give us a total of \$345,000 to aid schools with transportation costs to state level tournaments. The State Board of Education approved the \$300,000 request with a unanimous vote at its November 1982 meeting in Anchorage.

The FY'84 budget was also approved by the State Board of Education at the November 1982 meeting. As you can note in the documentation enclosed, we have had problems in getting this information to the proper places. It always seems to be passed once we get the materials to the proper places.

Thank you for looking into the situation. If I can clarify this for you, or if I can be of any help, please let me know. I will be waiting to hear from you.

Sincerely,

A handwritten signature in dark ink, appearing to be "Ed Nash", written over a circular stamp or mark.

Ed Nash
Executive Secretary

EN:jle

Enclosures

cc: Wayne Taylor, President
Jerry Foldenauer, Vice President

AMENDMENT #2

TO: CSHB 73 (HESS)

Page 1, line 15. Add the following new section:

* Sec. 2. The sum of \$27,300 is appropriated from the general fund to the Alaska Commission on Postsecondary Education for the purpose of installing computer terminals at the University of Alaska Anchorage, the University of Alaska Fairbanks, and the Anchorage Community College campuses.

Renumber subsequent sections.

STATE OF ALASKA

BILL SHEFFIELD, GOVERNOR

ALASKA COMMISSION ON POSTSECONDARY EDUCATION

POUCH FP
JUNEAU, ALASKA 99811
PHONE: (907) 465-2854

REC'D 1/14/83

M E M O R A N D U M

TO: The Honorable Terry Martin
Alaska State Representative

FROM: Kerry Romesburg, Executive Director
Alaska Commission on Postsecondary Education

DATE: January 14, 1983

As per your request, I have listed the costs associated with placing computer terminals on the Anchorage and Fairbanks campuses of the University of Alaska. I am assuming you would be considering three terminals, one at UAF, one at UAA, and one at ACC. The costs, as you can see, will be quite minimal, since this does not include any personnel. I am assuming the terminals will be openly accessible and will not require any on-site people.

100	Personal Services	-0-
200	Travel	-0-
300	Contractual	18,300
400	Commodities	-0-
500	Equipment	9,000
	TOTAL	<u>\$27,300</u>

Terminals cost approximately \$5,050 each, installation (depending upon wiring at site) will be a one-time charge of up to \$1,800, maintenance contract runs approximately \$55 per month per terminal (listed here for 4.5 months), data processing "hook-up" charge is \$2,000 per year per terminal (this money is inter-agency transfer from us to data processing division).

The advantages of having these terminals on campus are many. There is the immediate advantage of student access to the status of the loan. Now, communications is our major problem. Students simply can not get through, via phone, to inquire about their loans. This is by far our most frequently heard complaint.

Fiscally, we would have a second advantage. After the initial start-up costs, the terminals only cost \$3,000 to \$4,000 per year to maintain and operate. Our phone bills are currently running as much as \$10,000 per month for long distance calls alone (in fact, some months are considerably higher). Since we do accept collect calls, and since the majority of these are from Anchorage and Fairbanks, we believe terminals on location may save us as much as \$40,000 - \$50,000 per year in phone bills. If indeed the phone traffic is reduced as much as we anticipate, we would not need to request additional staff for our loan awards communication division. We are expecting the need for more staff by FY85. This would save a considerable amount, since a position (including salary, equipment, etc.) costs about \$55,000.

The Honorable Terry Martin
January 14, 1983
Page 2

Disadvantages could be invasion of privacy, damage to equipment, and misinterpretation of data. We think we have solved the privacy issue by password security. The other two problems are beyond our control.

In summary, the advantages seem many, and the disadvantages insignificant. I believe your idea has a great deal of merit.

~~FROM~~ ~~PESTINGER~~
Lindauer
- members don't
have copies

AMENDMENT #3

TO: CSHB 73 (HESS)

Page 1, Line 15 Add the following new section:

*Sec. 2. School districts which accept monies provided by this act shall not fund out-of-state travel during the period of February 15, 1983 to June 30, 1984.

Renumber subsequent sections.

PROPOSED LANGUAGE FOR A LETTER OF INTENT FOR CH HB 73 (FINANCE)

IT IS THE INTENT OF THE HOUSE FINANCE COMMITTEE THAT IN ADDITION TO THE \$ ~~25~~¹⁵ APPROPRIATED IN CS HB 73 (FINANCE) IN GENERAL FUNDS FOR PAYMENTS TO SCHOOL DISTRICTS UNDER THE PUBLIC SCHOOL FOUNDATION PROGRAM (AS 14.17), THAT \$ 7,901,600 BE ALLOCATED FROM THE FEDERAL BUDGET IMPACT FUND ESTABLISHED IN CHAPTER 125, SLA 1982, TO COVER THE COST OF TRANSFER OF ALASKAN BIA DAY SCHOOLS FROM THE FEDERAL GOVERNMENT TO THE STATE GOVERNMENT. BOTH AMOUNTS SHALL BE FOR PAYMENTS TO SCHOOL DISTRICTS UNDER THE PUBLIC SCHOOL FOUNDATION PROGRAM (AS 14.17).

Alaska State Legislature
House of Representatives

Al Adams
Chairman
Committee on Finance

WHILE IN SESSION
Pouch V
State Capitol
Juneau, Alaska 99811
(907) 465-3706
OUT OF SESSION
P.O. Box 333
Kotzebue, Alaska 99752
(907) 442-3320
1024 W. 6th
Anchorage, Alaska 99501
(907) 274-0615

Official Business

January 31, 1983

MEMORANDUM

TO: All House Finance Committee Members

FROM: Al Adams, Chair *APA*
House Finance Committee

SUBJ: CS HB 73 (HESS)

CS HB 73 (HESS) appropriates an additional \$22,380,600 for funding of the foundation formula in FY 83. The following estimates were used by House HESS to determine the amount of the supplemental appropriation:

Increase in enrollment	\$ 6,407,700
BIA school transfers	7,901,600
Tanana City School District ¹	855,400
50% of "shortfall"- reduction in fy '83 budget	7,215,900
<hr/>	
TOTAL	\$ 22,380,600

CS HB 73 (HESS) does not include the following amounts that were requested by DOE to be included in the supplemental:

"New secondary programs" ²	\$ 1,808,364
Special education increases ³	2,558,500
50% of "shortfall" - reduction in fy '83 budget	7,215,900

¹ Tanana City achieved school district status last year and is no longer part of an REAA. It is entitled to this increase because of its new status.

² The foundation statutes allow school districts to count junior high school students separately in order to generate more instructional units regardless of whether the children are really housed in a separate facility. This increases their total allotment under the formula. Thus, "new

secondary programs" does not mean new courses.

- 3 According to the figures provided to House HESS by DOE, special education children in the BIA schools are counted twice; once under BIA transfers and once under special education increases. Thus, the committee decided to back this amount out of the special ed. number. Please note that this number is slightly off due to the use of the wrong base number when making the calculation.

Original sponsors: Furnace, Uehling,
Pestinger, et al

Funding Information

General Fund	\$22,380,600
Other Funds	-0-
	<u>\$22,380,600</u>

1 IN THE HOUSE

BY THE HEALTH, EDUCATION AND
SOCIAL SERVICES COMMITTEE

2 CS FOR HOUSE BILL NO. 73 (HESS)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 THIRTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the
7 Department of Education for payments to school dis-
8 tricts under the public school foundation program
9 (AS 14.17); and providing for an effective date."

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

11 * Section 1. The sum of \$22,380,600 is appropriated from the general
12 fund to the Department of Education for payments to school districts under
13 the public school foundation program (AS 14.17) for the fiscal year ending
14 June 30, 1983.

15 * Sec. 2. This Act takes effect immediately in accordance with AS 01.-
16 10.070(c).

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Bill/Resolution No. CSHB 73
 Title An Act...Supplemental Appropriation to the Dept. of Education
 Requested by House HESS Date 1/25/83

II. FISCAL DETAIL
 Agency Affected Education
 Program Category Affected Elementary & Secondary
 BRU, Program, or Subprogram(s) Affected Foundation Support Districts
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.			22,380.6			
TOTAL						

FUNDING (Thousands of Dollars)

GENERAL FUND			22,380.6			
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS N/A

FULL TIME						
PART TIME						
TEMPORARY						

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

See Attached

IV. DATE January 26, 1983 PREPARED BY House HESS
 AGENCY Legislature
 PHONE 465-3777
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

Analysis of FY-83 Foundation Supplemental
Revised through CSHB 73

Fiscal Analysis

<u>Funded through CSHB 73</u>		<u>HB 73</u>
1. Enrollment Increases (estimate) <u>6,407.7</u> See Attachment A & A-1 Comparison figures of 1st qtr '82 and '83, enrollment vs. ADM .		same..... <u>\$6,407.7</u>
2. New Secondary Programs... <u>.00</u> See Attachment B This item has been deleted as per the letter of intent regarding the new fiscal note attached to CSHB 73.	 [<u>\$1,808,364</u>]
3. BIA School Transfers..... <u>7,901.6</u> See Attachment C & C-1 (C) is catagorized into the effected REAA's and C-1 is a list of the individual schools in transfer.		same..... <u>7,901.6</u>
4. New Tanana City School District.. <u>855.4</u> See Attachment D New District funded @65,797 per instructional unit (13).		same..... <u>855.4</u>
5. Speical Education Program Increases..... <u>.00</u> See Attachment E & E-1 Amount included in BIA transfer impacting 4 districts (deleted in CS)	 [<u>\$2,558,5</u>]
6. Funding of reduction of FY 83 shortfall with respect to Legislative Intent at 50% level..... <u>7,215.9</u> See Attachment F \$14,431.8 cut by 50%	 [<u>14,431.8</u>]
Total for CSHB 73	<u><u>\$22,380.6</u></u>	Total,HB 73 <u><u>\$33,746.700</u></u> Fiscal note total = \$33,963.4 (DOE)

Catagories included in the fiscal note to the Committee Substitute to HB 73:

1.	Enrollment Increases (estimate)	6,407.7
2.	BIA School Transfers	7,901.6
3.	New Tanana City School District	855.4
4.	Shortfall (reduction in FY 83 budget)	<u>7,215.9</u>
Total Request for CSHB 73.....		<u><u>22,380.6</u></u>

Catagories deleted from the fiscal note attached to the original HB 73 include an appropriation for 'New Secondary Programs' \$1,808.4, and 'Special Education Program Increases' \$2,558.5. Also deleted from the original request of \$33,964.4 was half of the amount requested to cover the reduction appearing in the final FY 83 budget.

7/11/2000

I.U. CHANGES RELATED TO ENROLLMENT & ADM INCREASES

COUNCIL DISTRICT	1	2	3	4	5	6				
							\$	LCS	LCS	LCS
								Increase	IU INIT	IU REV
1	ADAK	159,420.7								
2	ALASKA GATEWAY	10,890.7	4	4	-					
3	ALEUTIAN CHAIN	127,350								
4	ANNETTE ISLAND	47,148	0	3	3	132,444				
5	BERING STRAITS	17,107.22	3	3	-					
6	CHATHAM	458,460								
7	CHUGACH	101,880								
8	COPPER RIVER	-	5	6	1	50,940				
9	DELTA/GREELY	152,820	6	5	(1)	(50,940)				
10	IDITAROD	263,188	3	3	-					
11	KUSPUK	197,391.7	3	3	-					
12	LAKE & PENINSULA	131,594	3	3	-					
13	LOWER KUSKOKWIM	301,626								
14	LOWER YUKON	112,434.6								
15	NORTHWEST ARCTIC	131,594	4	4	-					
16	PRIBILOF	255,188	3	3	-					
17	RAILBELT	-	3	3	-					
18	SOUTHEAST ISLANDS	191,690.7	7	8	1	415,846				
19	SOUTHWEST REGION	65,797								
20	YUKON FLATS	65,797	3	3	-					
21	YUKON/KOYUKUK	328,985	6	6						
22										
23	<i>Subtotal</i>	<i>8,245,114</i>	<i>44</i>	<i>75</i>						
24										
25	CITY & BORO	10,992,460								
26	LEAF CSD	1,098,000								
27										
28	Statistical Total	19,290,974								
29										
30	Total	19,290,974								
31	- Anomalies	1,155,717				1,732,900				
32	- CS	276,784								
33	- BIA	790,100								
34	- SCC	1,909,400								
35	- TANANA	855,400								
36	Subtotal	7,293,073								
37	Demographic Adjustment 12%									
38	Net Estimate	6,407,700								
39										
40										

Junior Highs - New FY83

		TU	
Kusajob	Kolokay JH	4	263,188
Yupoo Flats	FV JH	4	263,188
Yupoo/Kay	Jay JH	4	263,188
Craig JH		4	193,394
Foka - alt JH		6	285,264
Kaka JH		6	275,076
Klowak SH		6	275,076
		<u>34</u>	<u>1,808,364</u>

COMPUTATION:

FY83 Revised (less category 1 TU) MIX TU = \$

FY82 Final (" " " ") TU & TU A = \$

Increase - 83 over 82 from Enroll/ADM = \$

Deduct - JH increases

Deduct - Tanana - new sch

Deduct BIA Enroll/ADM increases

Enrollment/ADM - related increases

Attachment C

BIA School TRANSFERS - FY1983

COLUMN - WRITE

	1	2	3	4	5	6
	ENR1	ADM	INSTR	SPE	BIR	TOTL
	1ST QTR	1ST QTR	ELEM.	ED	Bir/Bir	ILL & \$ Value
BERING STRAITS REAA						
Gambell	70	43	21	4	1	28
Golovin	18	14	3			1842.316
St. Michael	52	56	5			
Steklins	83	52	7			
CHATHAM REAA						
Klukwan	19	19	3			1375.38
LOWER KUSKOKWIM REAA						
Goodnews Bay	31	20	47	6	17	72
Kwethluk	49	65	3			1665.790
Kwillingok	43	43	4			
Mekorjuk	34	32	4			
Napakriak	55	55	5			
Napaskiak	74	73	6			
Nightmute	29	29	3			
Oscaville	13	12	2			
Quinhagak	89	85	7			
Tununak	64	63	6			
LOWER YUKON REAA						
Alakanuk	140	141	15	2	3	26
Scammon Bay	65	51	5			1345.946
SUB-TOTALS						
	946	906	86	(12)	33	121
						4700.584

11/1/2011

BIA Operating Instructional Costs Breakdown of the 17 Schools Transferring to State Operation and Management:

		<u>ADM</u>	<u>EDUC.</u> <u>FUNDS</u>	<u>FAC. MGMT.</u> <u>FUNDS</u>
1.	Alakanuk	140	440,589	212,300
2.	Gambell	99	337,348	259,200
3.	Golovin	21	77,364	102,600
4.	Goodnews Bay	29	148,375	151,800
5.	Kwethluk	91	336,246	189,400
6.	Kwigillingok	42	194,225	161,100
7.	Klukwan	16	46,510	55,100
8.	Mekoryuk	28	109,208	168,300
9.	Napakiak	50	212,108	178,600
10.	Napaskiak	67	234,315	148,200
11.	Nightmute	29	146,462	106,100
12.	Quinhagak	50	339,407	210,700
13.	Oscarville	15	70,835	85,200
14.	Scammon Bay	64	205,641	158,800
15.	St. Michael	60	203,832	214,300
16.	Stebbins	90	293,868	168,800
17.	Tununak	<u>54</u>	<u>241,720</u>	<u>155,300</u>
		945	\$3,638,053	\$2,725,800
			GRAND TOTAL	<u>\$6,363,853.00</u>

I U - SPED

Instructional Units = Special Education

	1	2	3	4	5	6
	FINAL	INIT	REV			CHANGE \$
	FY 82	FY 83	FY 83			INIT 83 To
						REV 83
1	ANCHORAGE	185	398	388		(424500)
2	BRISTOL BAY	1	2	2		-
3	CORDOVA	4	5	6		48817
4	CRAIG	2	2	1		(45846)
5	DILLINGHAM	4	4	4		-
6	FAIRBANKS	58	144	129		(713160)
7	GALENA	2	1	2		65797
8	HAINES	5	3	8		244085
9	HOONAH	3	3	3		-
10	HYDABURG	2	2	3		45846
11	JUNEAU	28	58	68		424500
12	KAKE	3	4	4		-
13	KENAI	36	90	94		183384
14	KETCHIKAN	19	27	27		-
15	KING COVE	2	1	2		63675
16	KLAWOCK	2	3	3		-
17	KODIAK	20	28	29		49242
18	MAT-SU	29	67	64		(132444)
19	NENANA	3	3	3		-
20	NOME	7	8	8		-
21	NORTH SLOPE	11	12	15		197391
22	PELICAN	0	1	1		-
23	PETERSBURG	6	9	8		(44148)
24	SANDPOINT	1	1	1		-
25	SITKA	13	22	24		88276
26	SKAGWAY	2	2	2		-
27	ST. MARY'S	3	2	4		131594
28	UNALASKA	2	3	3		-
29	VALDEZ	12	9	13		195268
30	WRANGELL	4	2	5		132444
31	YAKUTAT	2	3	3		-
32	TANANA			2		131594
33						
34	Sub-Total	471	919	929		641835
35						
36	CENT. CORRESP. SDY.					
37						
38						
39						
40						

	1	2	3	4	5	6
	FINAL	INIT	REV		CHANGE \$	
	FY82	FY83	FY83		INIT 83 70	
					REV 83	
1	ADAK	4	7	7	-	
2	ALASKA GATEWAY	5	7	8	50940	
3	ALEUTIAN CHAIN	2	1	2	63575	
4	ANNETTE ISLAND	4	5	5	-	
5	BERING STRAITS	6	12	13	65797	
6	CHATHAM	2	4	4	-	
7	CHUGACH	0	0	1	50940	
8	COPPER RIVER	5	3	6	152820	
9	DELTA/GREELY	11	8	18	509400	
10	IDITAROD	2	3	4	65797	
11	KUSPUK	2	2	3	65797	
12	LAKE & PENINSULA	3	2	3	65797	
13	LOWER KUSKOKWIM	18	27	28	65797	
14	LOWER YUKON	9	8	12	263188	
15	NORTHWEST ARCTIC	11	10	22	789564	
16	PRIBILOF	3	3	3	-	
17	RAILBELT	2	2	5	152820	
18	SOUTHEAST ISLANDS	4	2	4	91692	
19	SOUTHWEST REGION	5	3	6	197391	
20	YUKON FLATS	3	1	4	197391	
21	YUKON/KOYUKUK	5	9	7	(131594)	
22						
23	REAA SUB-TOTAL	107	119	165	2706212	
24						
25	CITY & BOROUGH	471	919	929	641835	
26						
27	STATEWIDE TOTAL	578	1033	1094	2348047	
28						
29						
30						
31						
32						
33						
34						
35						
36						
37						
38						
39						
40						

Deduct 12 units @ 65,487 ea for BIA
 Special education - derived
 included under transfer. Value = 2,562,208

MEMORANDUM

State of Alaska

TO: Ron Lehr, Director
Division of Budget & Management
Office of the Governor

DATE: December 20, 1982

FILE NO:

TELEPHONE NO:

465-2875

FROM: Marshall L. Lind
Commissioner
Department of Education

SUBJECT:

Request for Restoration
of Budget Request

The Department of Education requests consideration be given by the Governor to support full funding of the \$406,185.1 FY 83 departmental budget request for Financial Support BRU by restoring the \$14,431.8 reduction appearing in the final FY 83 budget. Distribution by component of the restored appropriation is as follows:

<u>Component</u>	<u>Amount</u>
Student ADM Support	\$7,779.1
Special Education Adjustment	2,650.8
Vocational Ed. Adjustment	1,297.6
Correspondence Study - DOE	96.6
Correspondence Study - Local	299.8
Bilingual Program Adjustment	604.7
Supplemental Equalization Aid	<u>1,703.2</u>

TOTAL

\$14,431.8 x 50% = 7,215.9

964206 /
PROJ. CONTROL #
005.00009

REVISED

DEPARTMENT OF EDUCATION
PRORATA PROJECTION SUMMARY

DISTRICT NAME	PROJ. ADM	INSTR. UNITS	INSTR. UNIT ALLOTMENT	BASIC NEED	SUPPLEMENTAL EQUALIZATION AID	PL874	PRELIMINARY COMPUTATION OF ENTITLEMENT	PRORATED ENTITLEMENT AT 0.964906410000
ANCHORAGE	34,797	2,627	42,450	111,516,150	6,922,194	0	118,438,344	114,281,917
CORDOVA	438	46	48,817	2,245,582	19,592	0	2,265,174	2,185,681
CRAIG	153	19	45,846	871,074	188,553	0	1,059,627	1,022,441
FAIRBANKS (N.STAR)	9,441	753	47,544	35,800,632	0	0	35,800,632	34,544,255
HAINES	389	52	48,817	2,538,484	0	0	2,538,484	2,449,522
HOONAH	239	27	47,544	1,283,688	246,083	0	1,529,771	1,478,088
HYDABURG	93	17	45,846	779,382	97,033	0	876,415	845,658
JUNEAU	4,258	372	42,450	15,791,400	67,245	0	15,858,645	15,302,108
KAKE	208	29	45,846	1,329,534	191,097	0	1,520,631	1,467,267
KETCHIKAN GATEWAY	2,368	195	42,450	8,277,750	0	0	8,277,750	7,987,851
KING COVE	121	16	63,675	1,018,800	147,916	0	1,166,716	1,125,777
KLAWOCK	152	23	45,846	1,054,458	104,967	0	1,159,425	1,118,737
KODIAK	2,143	216	49,242	10,636,272	1,458,909	0	12,095,181	11,670,718
NENANA	128	23	50,940	1,171,620	211,484	0	1,383,104	1,334,566
NOME	758	73	65,797	4,803,181	781,933	0	5,585,114	5,369,112
MATANUSKA-SUSITNA	5,562	454	44,148	20,043,192	0	0	20,043,192	19,339,804
PELICAN	52	13	47,544	618,072	47,089	0	665,161	641,818
PETERSBURG	574	50	44,148	2,207,400	182,683	0	2,390,083	2,306,206
SAND POINT	123	14	63,675	891,450	156,334	0	1,047,784	1,011,016
SITKA	1,608	139	44,148	6,136,572	0	0	6,136,572	5,921,218
SKAGWAY	177	18	45,846	825,228	153,820	0	979,048	944,690
UNALASKA	181	24	63,675	1,528,200	0	0	1,528,200	1,474,570
VALDEZ	863	87	48,817	4,247,079	0	0	4,247,079	4,098,664
WRANGELL	485	48	44,148	2,119,104	237,835	0	2,356,939	2,274,226
YAKUTAT	160	22	50,940	1,120,680	154,305	0	1,274,985	1,230,241
GALENA	142	19	65,797	1,250,143	209,543	0	1,459,686	1,408,460
NORTH SLOPE	1,022	147	65,797	9,672,159	0	0	9,672,159	9,332,728
BRISTOL BAY	211	28	65,797	1,842,316	269,436	0	2,111,752	2,037,643
DILLINGHAM	378	43	65,797	2,829,271	542,188	0	3,371,459	3,253,142
KENAI	6,756	591	45,846	27,094,986	0	0	27,094,986	26,144,126
TANANA	92	17	65,797	1,118,549	145,590	0	1,264,139	1,219,776
ST. MARY'S	112	24	65,797	1,579,128	142,425	0	1,721,553	1,661,138
NORTHWEST ARCTIC	1,500	208	65,797	13,685,776	2,338,940	1,639,750	14,384,966	13,680,144
BERING STRAIT	918	161	65,797	10,593,317	922,599	710,916	10,805,000	10,425,814
LOWER YUKON	1,392	186	65,797	12,238,242	1,883,179	1,790,533	12,330,888	11,898,155
LOWER KUSKOKWIM	2,416	372	65,797	24,476,484	2,937,126	2,142,535	25,271,075	24,334,222
KUSPUK	324	75	65,797	4,934,775	522,226	438,956	5,018,045	4,841,944
SOUTHWEST	532	99	65,797	6,513,903	765,932	739,531	6,540,304	6,310,781
LAKE & PENINSULA	363	80	65,797	5,263,760	514,314	499,163	5,278,911	5,093,655
ALEUTIAN	129	32	63,675	2,037,600	174,586	141,794	2,070,392	1,997,738
PRIBILOF	168	27	63,675	1,719,225	263,410	262,897	1,719,736	1,659,396
ADAK	594	54	59,430	3,209,220	849,039	708,631	3,349,628	3,232,078
IDITAROD	327	69	65,797	4,539,993	495,324	362,753	4,672,564	4,508,587
YUKON KOYUKUK	556	101	65,797	6,645,497	897,279	757,128	6,785,648	6,547,515
YUKON FLATS	316	69	65,797	4,539,993	496,906	364,798	4,672,101	4,508,140
RAILBELT	327	55	50,940	2,801,700	410,430	65,449	3,146,681	3,034,053
DELTA/GREELY	949	92	50,940	4,686,480	1,086,720	451,513	5,321,687	5,134,930
ALASKA GATEWAY	473	71	50,940	3,616,740	585,628	278,754	3,923,614	3,785,920
COPPER RIVER	582	71	50,940	3,616,740	679,966	197,564	4,099,142	3,955,200
CHATHAM	272	48	45,846	2,200,608	228,248	207,005	2,221,851	2,143,878

DEPARTMENT OF EDUCATION

REVISED

PRORATA PROJECTION SUMMARY

DISTRICT NAME	PROJ. ADM	INSTR. UNITS	INSTR. UNIT ALLOTMENT	BASIC NEED	SUPPLEMENTAL EQUALIZATION AID	FL874	PRELIMINARY COMPUTATION OF ENTITLEMENT	PRORATED ENTITLEMENT AT -0.9649064100000
SOUTHEAST	434	84	45,846	3,851,064	463,112	422,156	3,892,020	3,755,435
ANNETTE	336	43	44,148	1,898,364	372,695	573,066	1,697,993	1,638,404
CHUGACH	75	16	50,940	815,040	91,887	31,161	875,766	845,032
CENTRAL CORRESPOND	790	48	42,450	2,037,600	0	0	2,037,600	1,966,093
CITY/BOR. TOTAL:	74,184	6,226		284,241,536	12,678,254	0	296,919,790	286,499,808
R.E.A.A. TOTAL:	12,983	2,013		123,884,521	16,979,546	12,786,053	128,078,014	123,583,296
CENTRAL CORRES.:	790	48		2,037,600	0	0	2,037,600	1,966,093
GRAND TOTALS:	87,957	8,287		410,163,657	29,657,800	12,786,053	427,035,404	412,049,197

Introduced: 1/19/83
Referred: Health, Education &
Social Services & Finance

Funding Information
General Fund \$33,746,700
Other Funds -0-
\$33,746,700

BY FURNACE, UEHLING, PESTINGER, ABOOD,
ADAMS, COWDERY, FLOOD, FRITZ, FULLER,
GRUSSENDORF, HERRMANN, HURLBERT,
LACHER, LINDAUER, LISKA, MARTIN,
M.W.MILLER, PHILLIPS, RINGSTAD,
M.M.MILLER, MALONE, DUNCAN, ZHAROFF,
CLOCKSIN, VASKA, DAVIS, GOLL, KOPONEN,
LARSON, MCBRIDE, SZYMANSKI AND WENDTE

1 IN THE HOUSE

2

HOUSE BILL NO. 73

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

THIRTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6

For an Act entitled: "An Act making a supplemental appropriation to the

7

Department of Education for payments to school dis-

8

tricts under the public school foundation program

9

(AS 14.17); and providing for an effective date."

10

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

11

* Section 1. The sum of \$33,746,700 is appropriated from the general

12

fund to the Department of Education for payments to school districts under

13

the public school foundation program (AS 14.17) for the fiscal year ending

14

June 30, 1983.

15

* Sec. 2. This Act takes effect immediately in accordance with AS 01.-

16

10.070(c).

THE LEGISLATURE OF THE STATE OF ALASKA
THIRTEENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB-73

Title An Act...Supplemental appropriation to the Department of Education

Requested by House HESS Date 1/24/83

II. FISCAL DETAIL

Agency Affected Education

Program Category Affected Elementary & Secondary

BRU, Program, Or Subprogram(s) Affected Foundation Support Districts

(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 83	FY 84	FY 85	FY 86	FY 87	FY 88
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	33,746.7					
TOTAL						

FUNDING (Thousands of Dollars)

GENERAL FUND	33,746.7					
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS

N/A

FULL TIME						
PART TIME						
TEMPORARY						

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

See Attached

IV. DATE 1-27-83

PREPARED BY Steve Adle

AGENCY Department of Education

PHONE 455-2255

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

33-001 (Rev. 12/82)

Revised 1/24/83

Analysis of FY-83 Foundation Supplemental

FY-83 Request (estimate)	406,089.5
FY-83 Appropriation	391,753.3
FY-83 Shortfall	(14,431.8)

FY-83 Revised Reports Increases by Categories:

1. Enrollment Increases (estimate)	6,407.7
2. New Secondary Programs	1,808.4
3. BIA School Transfers	7,901.6
4. New Tanana City School District	855.4
5. Special Education Program Increases	2,558.5
Total Increases	19,531.6
Add Original Shortfall	<u>14,431.8</u>
Total Shortfall	33,964.4*

Out of seven Department supplemental requests transmitted to the Governor, the State Board of Education has prioritized the \$19,531.6 request first, and the \$14,431.8 portion of this supplemental sixth.

*For the record, a January 7, 1983, hearing officer's recommended decision on the way the Department calculates supplemental equalization aid under AS 14.17.023 has resulted in an additional shortfall of of \$1,106.2. We have been advised by the Attorney General to accept the hearing officer's recommended decision.

from the dept.

MEMORANDUM

State of Alaska

TO: Members, State Board of Education

DATE: December 30, 1982

FILE NO: 83-89

TELEPHONE NO: 465-2800

FROM: Office of the Commissioner

SUBJECT: FY 83 Foundation Support

ABSTRACT

Funds appropriated by the last legislature are insufficient to cover all school district foundation entitlements.

ISSUE

The legislature appropriated \$391,753.3 for FY 83 foundation support; recent final review of district entitlements indicate the total amount needed to fully fund the foundation program will be approximately \$425,500.0, leaving a projected shortfall of \$33,746.7. Much of the shortfall is a result of the legislature's decision to make the rescission through the budget process rather than through substantive legislation reducing the instructional unit value. In other words, if the legislature had reduced the Instructional Unit value by 3.6%, then the entitlements would be lower. As it is, however, the entitlements are in excess of the money appropriated to pay them.

BACKGROUND AND/OR PERTINENT INFORMATION

The last legislature appropriated funds for foundation support in an amount less than our request. The intent behind the reduction was 1) to appropriate less than the law required, and 2) for the department to request a supplemental appropriation to cover the BIA school transfer impact and new program and new school costs, so that districts would not be required to absorb those demands as well. When the 33 million dollar difference between the appropriation and entitlements is analyzed, it can be explained as follows:

1. Deliberate underappropriation: Our request minus appropriation	=	14,431.8
2. BIA Transfer Schools (estimated)	=	7,300.0
3. Enrollment Increases (estimated)	=	6,700.0
4. New programs, organizational changes, corrections to the initial report upon which our FY 83 request was based.	=	5,314.9
TOTAL	=	33,746.7

We have notified the Governor's office of the scope of the shortfall, and requested him to introduce a supplemental appropriation for \$19,314.9, and further, to consider a supplemental appropriation for the \$14,431.8 the legislature chose not to appropriate.

STATE OF ALASKA

DEPARTMENT OF EDUCATION

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND
GOVERNOR

POUCH F
STATE OFFICE BUILDING
JUNEAU, ALASKA 99811
PHONE:

June 11, 1982

MEMORANDUM NUMBER 82-37

TO: All Local School Boards & School Dist. Superintendents

FROM: Marshall L. Lind, Commissioner

SUBJECT: FY 83 Public School Foundation Program Appropriations

The Public School Foundation Program appropriation for the 1982-83 school year is well below the estimated level of district entitlements. It is the purpose of this memorandum to explain how the Department plans to implement the pro rata distribution of State aid as required by AS 14.17.225(b).

The appropriation for FY 83 is \$389,668,600. Current school district estimates of entitlements, less BIA school transfers, total \$418,539,500. The estimated State aid required for BIA schools is \$7,297,700. The shortfall in appropriation, not including BIA schools, is \$28,870,900. The shortfall, BIA schools included, is \$36,168,600.

Due to the size of the shortfall, we will pro rate entitlements beginning July 1, 1982 by reducing monthly payments for the first 7 months of FY 83 by 4%. Based on the revised foundations reports due at the end of the first nine weeks of school (AS 14.17.170), we will recompute entitlements, and the amount of pro rata reduction required for payments from February 1 through June 30, 1983.

We believe this plan best meets the following conditions affecting school districts:

- 1) Eliminates the extreme impacts of a total pro rata reduction during the last five months of the fiscal year.
- 2) Reduces the adverse impacts on cash flow to districts by limiting the percentage of initial reductions.
- 3) Permits districts time to make operating budget decisions which accommodate a lower amount of revenues, including the 55% requirement.



Alaska State Legislature

House of Representatives

Official Business

COMMITTEE ON FINANCE

3/3/82

Pouch V
State Capitol
Juneau, Alaska 99811

MEMORANDUM

TO: All School Superintendents
All School Board Presidents

FROM: Representative Albert P. Adams, Chairman
House Finance Committee *APA*

Representative Joe Montgomery, Vice-Chairman
House Finance Committee *JM*

Senator Terry Stimson, Chairman
Senate Finance Subcommittee on Education *T*

SUBJECT: FY 83 Education Budget

As the Legislature continues to work on an FY 83 operating budget, the projection for the state's revenues continues to fall. As a result, close scrutiny is required on all appropriations -- including education.

As we're sure all of you recall, SB 199 authorized an increase in the base instructional unit from \$38,590 in FY 82 to \$42,450 in FY 83. Any increase, of course, is contingent upon approval of sufficient funding which in turn, is dependent upon available revenues.

The Legislature is faced with difficult decisions and we wanted to take this opportunity to share our dilemma with you. The "fiscal fact of life" is that we are looking at over 50% less in revenues for next year than what we have for this current fiscal year. Because of this bleak picture, it is possible that funding for instructional units may be at a lower level than that authorized in SB 199. Every attempt is being made to preclude this action. However, we felt it important that you be advised of this possibility at the earliest possible date.

No decisions have yet been reached. It's tough being the ones who have to tighten the belt a few more notches but the state's financial picture dictates such. We would welcome each of your comments and suggestions on how we might accomplish this task.

CORRECTION

**THIS DOCUMENT
HAS BEEN REPHOTOGRAPHED
TO ASSURE LEGIBILITY**

STATE OF ALASKA

DEPARTMENT OF EDUCATION

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND
GOVERNOR

POUCH F
STATE OFFICE BUILDING
JUNEAU, ALASKA 99811
PHONE:

June 11, 1982

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The appropriation for FY 83 is \$389,668,600. Current school district estimates of entitlements, less BIA school transfers, total \$418,509,500. The estimated State aid required for BIA schools is \$7,297,700. The shortfall in appropriation, not including BIA schools, is \$28,870,900. The shortfall, BIA schools included, is \$36,168,600.

Due to the size of the shortfall, we will pro rate entitlements beginning July 1, 1982 by reducing monthly payments for the first 7 months of FY 83 by 4%. Based on the revised foundations reports due at the end of the first nine weeks of school (AS 14.17.170), we will recompute entitlements, and the amount of pro rata reduction required for payments from February 1 through June 30, 1983.

We believe this plan best meets the following conditions affecting school districts:

- 1) Eliminates the extreme impacts of a total pro rata reduction during the last five months of the fiscal year.
- 2) Reduces the adverse impacts on cash flow to districts by limiting the percentage of initial reductions.
- 3) Permits districts time to make operating budget decisions which accommodate a lower amount of revenues, including the 55% requirement.

- 4) Provides for a more accurate determination of the shortfall and pro rata amount when actual ADM and instructional unit counts become available in November.

Senate Bill 649, which proposed to change the system of State aid to an amount per pupil base, did not pass. Title 14, Chapter 17 of the statute continues in effect as now written; changes in instructional units, and supplemental equalization aid will occur when your revised foundation reports are received in November. As required by AS 14.17.170, the Governor will be advised of the additional appropriation necessary to fully fund the foundation program in FY 1983. Monthly payments will be adjusted as of February 1, 1983, to reflect the revised reports and recomputation of the percent of shortfall in appropriation which must be pro rated.

BIA schools will be included in payments made to the school districts affected. The legislative appropriation requires this by intent language, and stipulates that this amount be submitted for supplemental appropriation.

It is important districts recognize that this plan for pro rata reduction of State aid in FY 1983 can still result in a percentage reduction in the last five months of the year even more severe than the four percent initially applied. It is critical that early budget adjustments be made by districts to control expenditures from the start of the year. You should consider that the decrease in State aid revenues could be at least 8.5% over the full year, if a supplemental is not forthcoming.



Official Business

Alaska State Legislature

House of Representatives

COMMITTEE ON FINANCE

3/3/82

Pouch V
State Capitol
Juneau, Alaska 99811

MEMORANDUM

TO: All School Superintendents
All School Board Presidents

FROM: Representative Albert P. Adams, ^{APX} Chairman
House Finance Committee

Representative Joe Montgomery, ~~Vice-Chairman~~ ^{JM}
House Finance Committee

Senator Terry Stimson, Chairman
Senate Finance Subcommittee on Education ^{TS}

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The Legislature is faced with difficult decisions and we wanted to take this opportunity to share our dilemma with you. The "fiscal fact of life" is that we are looking at over 50% less in revenues for next year than what we have for this current fiscal year. Because of this bleak picture, it is possible that funding for instructional units may be at a lower level than that authorized in SB 199. Every attempt is being made to preclude this action. However, we felt it important that you be advised of this possibility at the earliest possible date.

No decisions have yet been reached. It's tough being the ones who have to tighten the belt a few more notches but the state's financial picture dictates such. We would welcome each of your comments and suggestions on how we might accomplish this task.

(2) "district" means a borough, city or regional educational attendance area. (§ 4 ch 40 SLA 1972; am § 11 ch 124 SLA 1975)

Chapter 17. Public School Foundation Program.

Article

- 1. State Aid to Local School Districts (§§ 14.17.010—14.17.075)
- 2. Preparation of Public School Foundation Budget (§§ 14.17.080—14.17.150)
- 3. Procedure for Payment of Public School Foundation Funds to Districts (§§ 14.17.160—14.17.190)
- 4. General Provisions (§§ 14.17.200—14.17.250)

Article 1. State Aid to Local School Districts.

Section

- 10. Public school foundation account
- 20. [Repealed]
- 21. Basic state aid
- 22. Funds for centralized correspondence study
- 23. Supplemental equalization aid
- 30. [Repealed]
- 31. Instructional units
- 40. [Repealed]

Section

- 41. Table of allowable instructional units
- 50. [Repealed]
- 51. Instructional unit allotment
- 56. Base instructional unit value
- 60. [Repealed]
- 61. Supplemental programs
- 70. [Repealed]
- 71. [Repealed]
- 75. [Repealed]

Collateral references. — 68 Am. Jur. 2d Schools, §§ 85-98.
79 C.J.S. Schools and School Districts, §§ 331-353, 376-413.

Right of school district to maintain action based on misapportionment of school money. 105 ALR 1273.

Determination of school attendance, enrollment, or pupil population for purpose of apportionment of funds. 80 ALR2d 953.

Sec. 14.17.010. Public school foundation account. (a) The public school foundation account is established. The account consists of appropriations for distribution to districts or for centralized correspondence study programs under this chapter.

(b) The money of the account may be used only in aid of public schools or for centralized correspondence study programs as provided by this chapter. (§ 1.08 ch 164 SLA 1962; am § 11 ch 95 SLA 1969; am § 2 ch 190 SLA 1975)

Revisor's notes. — AS 14.17 became operative and superseded earlier statutes on the transition schedule set out in former AS 14.17.230. The statutes superseded were listed in former AS

14.17.240.

Legislative history reports. — For report on ch. 190, SLA 1975 (HCS CSSB 367), see 1975 House Journal, p. 1277.

NOTES TO DECISIONS

Legislative decides what types of education are to be publicly supported. — In Alaska the power of deciding what types of education are to be publicly supported, either under the School

Foundation Act or by tax exemption, is vested with the legislature. *McKee v. Evans*, Sup. Ct. Op. No. 740 (File No. 1382), 490 P.2d 1226 (1971).

Sec. 14.17.020. State aid.

Repealed by § 1 ch 238 SLA 1970.

Editor's notes. — The repealed section derived from § 1.03, ch. 164, SLA 1962.

Sec. 14.17.021. Basic state aid. (a) The amount of basic state aid for which each district is eligible is calculated by multiplying the instructional unit allotment of the district as established under AS 14.17.051 by the number of allowable instructional units in the district as established under AS 14.17.041.

(b) If permitted under § 5(d)(2) of P.L. 81-874, as amended, (20 U.S.C. 240(d)) and the regulations adopted under it (45 C.F.R. 115.60 — 115.66), the amount of basic state aid to a district may be reduced by up to 80 percent of the entitlement of the district to federal financial assistance under P.L. 81-874, as amended, (20 U.S.C. 236 — 244), for the prior fiscal year. (§ 4 ch 238 SLA 1970; am §§ 1, 2 ch 81 SLA 1975; am §§ 1, 2 ch 173 SLA 1976; am §§ 2, 3 ch 90 SLA 1977; am §§ 3, 4 ch 26 SLA 1980)

Effect of amendments. — The 1980 amendment rewrote the section.

NOTES TO DECISIONS

That the legislature has seen fit to defegate certain educational functions to local boards in order that Alaska schools might be adapted to meet the varying conditions of different localities

does not diminish constitutionally mandated state control over education under Alaska Const., art. VII, § 1. *Macaulay v. Hildebrand*, Sup. Ct. Op. No. 741 (File No. 1550), 491 P.2d 120 (1971).

Sec. 14.17.022. Funds for centralized correspondence study. Funds for providing centralized correspondence study programs for students not enrolled in an approved school district correspondence study program shall include an appropriation from the public school foundation account in an amount calculated by multiplying the base instructional unit by the total number of instructional units as determined by applying the number of correspondence students to AS 14.17.041(a). (§ 3 ch 190 SLA 1975)

Legislative history reports. — For report on ch. 190, SLA 1975 (HCS CSSB 367), see 1975 House Journal, p. 1277.

Sec. 14.17.023. Supplemental equalization aid. (a) In addition to basic state aid under AS 14.17.021, each district is entitled to supplemental equalization aid, as determined in (b), (c) and (d) of this section.

(b) The amount of supplemental equalization aid for a district is calculated by multiplying the ADM of the district as reported for the prior fiscal year under AS 14.17.180 by the amount per ADM calculated in (c) of this section. This amount shall be reduced by the amount of the average local tax contributions per pupil in average daily membership for school operating costs in that district in the prior fiscal year or in the fiscal year ending June 30, 1979, whichever is higher.

(c) The amount per ADM of supplemental equalization aid is calculated as the amount equal to the average local tax contributions per pupil in average daily membership for school operating costs in the city and borough school districts in the prior fiscal year.

(d) The amount of supplemental equalization aid for each district determined in (b) of this section shall be adjusted by the district's instructional unit allotment established in AS 14.17.051. (§ 5 ch 26 SLA 1980)

Sec. 14.17.030. Required local effort.

Repealed by § 11 ch 95 SLA 1969.

Editor's notes. — The repealed section derived from § 1.07, ch. 164, SLA 1962, as amended by § 1, ch. 70, SLA 1963.

Sec. 14.17.031. Instructional units. (a) The total number of instructional units within each school district is the sum of

(1) the number of units for elementary schools and the number of units for secondary schools as determined from AS 14.17.041(a), (b), (c), or (d);

(2) the number of units for vocational education determined from AS 14.17.041(e) as approved by the department;

(3) the number of units from special education determined from AS 14.17.041(f) as approved by the department;

(4) if the district has five or more correspondence pupils enrolled in an approved district correspondence study program, the number of units for correspondence pupils determined by applying the number of correspondence pupils to AS 14.17.041(a); and

(5) the number of units for bilingual education determined from AS 14.17.041(g) as approved by the department.

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

(c) The commissioner shall authorize any school in a remote location to establish an associated secondary school when the sum of the average daily membership in grades five through eight is greater than 20. Notwithstanding AS 14.17.041, any school or school district operating a remote elementary school with 20 or fewer total average daily membership in grades five through eight may conduct a secondary program subject to approval of the commissioner and use the following table to calculate the number of allowable instructional units for the combined elementary and secondary program of the remote school:

ADM	No. Instructional Units
under 12	3
12—20	4
21—32	5

(d) If the instructional units which a school district is entitled to under (a) of this section decrease by 10 percent or more from one year to the next, the school district may use the last year before the reduction as a base year and offset its reduction according to the following schedule: (1) For the first year after the base year, the school district is entitled to the instructional units determined under (a)(1) of this section plus 75 percent of the difference in instructional units between the base year and the first year; (2) for the second year after the base year, the school district is entitled to the instructional units determined under (a)(1) of this section plus 50 percent of the difference in instructional units between the base year and the second year; (3) for the third year after the base year, the school district is entitled to the instructional units determined under (a)(1) of this section plus 25 percent of the difference in instructional units between the base year and the third year. The schedule established in this subsection is available to a school district for the three years following the base year only so long as the entitlement to instructional units under (a)(1) of this section for each year is less than the entitlement in the base year. This subsection does not apply to a decrease in instructional units resulting from a loss of enrollment which occurs as a result of a boundary change under AS 29.

(e) The commissioner may authorize a school district operating a school in a remote area to calculate the number of instructional units to which the remote school would be entitled if that school were a separate school district and to include that number of instructional units in the total number of instructional units for the district. (§ 4 ch 238 SLA 1970; am § 3 ch 81 SLA 1975; am § 4 ch 190 SLA 1975; am §§ 4 — 6 ch 90 SLA 1977; am § 1 ch 115 SLA 1978; am §§ 6 — 8 ch 26 SLA 1980)

Effect of amendments. — The 1978 amendment, added paragraph (5) of subsection (a).

The 1980 amendment inserted "elementary and" preceding "secondary schools" in subsection (b), substituted "(a)

(1) of this section" for "(a) of this section" wherever it appears in subsection (d), substituted "third year" for "second year" at the end of the first sentence in subsection (d), added the present last sentence in subsection (d) and added subsection (e). The addition of subsection (e) is retroactive to July 1, 1978.

Editor's notes. — Section 22, ch. 26, SLA 1980 provides: "The amendments

made to AS 14.17.031(d) by § 7 of this Act, substituting references to AS 14.17.031(a)(1) for references to AS 14.17.031(a), do not apply to a school district using a base year ending on or before June 30, 1980, for instructional unit computation under the schedule of instructional unit reductions set out in AS 14.17.031(d) for a period of three years following the base year."

Sec. 14.17.040. Basic need.

Repealed by § 1 ch 238 1970.

Editor's notes. — The repealed section derived from § 1.02, ch. 164, SLA 1962.

Sec. 14.17.041. Table of allowable instructional units.

(a) Elementary schools:

ADM	No. Instructional Units
under 32	3
32 — 46	4
47 — 62	5
63 — 80	6
81 and over	6 plus 1 for each 18 pupils in ADM or fraction of 18

(b) Repealed by § 20 ch 26 SLA 1980.

(c) Secondary schools:

ADM	No. Instructional Units
under 30	4
30 — 59	6
60 — 89	8
90 and over	10 plus 1 for each 18 pupils or fraction of 18

(d) Repealed by § 20 ch 26 SLA 1980.

(e) Vocational education schedule:

ADM	No. Instructional Units
Full-Time Equivalent	
5—10	1
11—25	2
26—40	3
41 and over	3 plus 1 for each 20 pupils or fraction of 20 pupils in Full-Time Equivalent ADM

(f) Special education schedule: