

ALASKA LEGISLATURE

1484

HOUSE and SENATE FINANCE COMMITTEE FILES, 1995-1996

ALASKA DEPARTMENT OF EDUCATION
 FY97 FOUNDATION PROGRAM PROJECTED ENTITLEMENTS
 Fiscal Analysis for WORKING DRAFT(R) of CS for SB70

	FY97 Proj. Foundation Existing Law	Sectional Analysis Total FY97 Impact	Revised FY97 State Aid	Additional Required Local
ADAK	0	0	0	0
ALASKA GATEWAY	5,055,414	357,731	5,413,145	0
ALEUTIAN REGION	518,430	50,345	568,775	0
ALEUTIANS EAST	3,743,146	22,602	3,765,748	0
ANCHORAGE	181,242,955	12,670,318	193,913,273	0
ANNETTE ISLANDS	1,833,348	464,957	2,298,305	0
BERING STRAIT	16,969,751	1,058,301	18,028,052	0
BRISTOL BAY	1,873,234	(61,916)	1,811,318	0
CHATHAM	2,735,032	220,612	2,955,644	0
CHUGACH	1,716,700	140,720	1,857,420	0
COPPER RIVER	5,370,508	557,442	5,927,950	0
CORDOVA	2,684,679	302,235	2,986,914	164,985
CRAIG	2,335,826	389,487	2,725,313	98,072
DELTA/GREELY	4,656,600	869,500	5,526,100	0
DENALI	3,021,537	175,618	3,197,155	158,757
DILLINGHAM	3,839,005	343,387	4,182,392	0
FAIRBANKS	66,371,184	4,093,898	70,465,082	0
GALENA	1,537,153	181,522	1,718,675	0
HAINES	2,266,876	113,053	2,379,929	0
HOONAH	1,963,241	281,965	2,245,206	0
HYDABURG	977,873	175,443	1,153,316	0
IDITAROD	5,484,033	188,823	5,672,856	0
JUNEAU	21,690,837	1,581,167	23,272,004	0
KAKE	1,265,711	244,090	1,509,801	0
KASHUNAMIUT	1,980,254	396,505	2,376,759	0
KENAI	44,204,560	2,549,498	46,754,058	0
KETCHIKAN	9,754,055	636,760	10,390,815	0
KLAWOCK	1,506,757	202,275	1,709,032	0
KODIAK	13,742,896	320,438	14,063,334	711,031
KUSPUK	5,426,635	338,949	5,765,584	0
LAKE AND PENINSUI	6,789,934	113,293	6,903,227	0
LOWER KUSKOKWIN	38,314,637	2,076,675	40,391,306	0
LOWER YUKON	13,631,415	1,093,576	14,724,991	0
MAT-SU	56,163,766	5,688,396	61,852,162	0
NENANA	1,528,611	253,825	1,782,436	31,111
NOME	4,589,588	660,046	5,249,634	0
NORTH SLOPE	11,289,387	(49,371,170)	(38,081,783)	29,367,708
NORTHWEST ARCTIC	17,567,167	366,872	17,934,039	0
PELICAN	569,066	64,816	633,882	21,662
PETERSBURG	3,227,769	478,953	3,706,722	0
PRIBILOF	2,011,494	183,982	2,195,476	0
SITKA	6,665,635	585,620	7,251,255	0
SKAGWAY	739,163	107,246	846,409	0
SOUTHEAST	3,517,813	282,165	3,799,978	0
SOUTHWEST	6,759,298	390,755	7,150,053	0
ST. MARY'S	1,399,655	159,537	1,559,192	5,277
TANANA	1,178,033	165,828	1,343,861	0
UNALASKA	1,637,671	(327,307)	1,310,364	252,070
VALDEZ	3,419,496	(2,464,829)	954,667	1,129,459
WRANGELL	2,625,110	386,089	3,011,199	0
YAKJTAT	1,296,188	219,541	1,515,729	0
YUKON FLATS	5,537,929	461,089	5,999,018	0
YUKON/KOYUKUK	7,072,085	417,517	7,489,602	0
YUPIIT	4,266,823	235,361	4,502,184	0
STATE CCS	3,918,213	0	3,918,213	0
Mt. EDGECUMBE	1,685,430	610	1,686,040	0
Other	5,386,260	0	5,386,260	0
TOTALS	\$628,555,860	(\$8,905,789)	\$619,650,071	\$31,940,152

ALASKA DEPARTMENT OF EDUCATION
 PROJECTED FY97 FOUNDATION PROGRAM
 Fiscal Analysis for WORKING DRAFT(R) of CS for SB70

	A	B	C	D	E	
	Required Local 0.0045	Supp. Eq. Aid Req. Local	recapture over 4.5 mills	Total Req. Local Work Draft (R)	Est. Budgeted FY96 Local	Column E Less Column D
ADAK	0	0	0	0	0	0
ALASKA GATEWAY	0	0	0	0	0	0
ALEUTIAN REGION	0	0	0	0	0	0
ALEUTIANS EAST	399,578	130,926	0	530,504	880,000	349,496
ANCHORAGE	58,123,600	17,931,525	0	76,055,125	77,372,642	1,317,517
ANNETTE ISLANDS	0	0	0	0	0	0
BERING STRAIT	0	0	0	0	0	0
BRISTOL BAY	767,216	152,492	0	919,708	1,191,619	271,911
CHATHAM	0	0	0	0	0	0
CHUGACH	0	0	0	0	0	0
COPPER RIVER	0	0	0	0	0	0
CORDOVA	819,897	229,588	0	1,049,485	884,500	(164,985)
CRAIG	318,503	117,098	0	435,601	337,529	(98,072)
DELTA/GREELY	0	0	0	0	0	0
DENALI	339,639	121,019	0	460,658	301,901	(158,757)
DILLINGHAM	594,749	187,912	0	782,661	843,500	60,839
FAIRBANKS	16,394,200	5,433,911	0	21,828,111	26,630,000	4,801,889
GALENA	81,612	33,365	0	114,977	256,859	141,882
HAINES	613,428	175,466	0	788,894	1,023,227	234,333
HOONAH	108,477	47,653	0	156,130	581,383	425,253
HYDABURG	26,011	12,546	0	38,557	191,967	153,410
IDITAROD	0	0	0	0	0	0
JUNEAU	8,642,002	2,385,083	0	11,027,085	13,561,100	2,534,015
KAKE	79,541	34,725	0	114,266	287,848	173,582
KASHUNAMIUT	0	0	0	0	0	0
KENAI	16,374,383	4,500,918	0	20,875,301	27,513,887	6,638,586
KETCHIKAN	4,647,297	1,240,852	0	5,888,149	7,087,465	1,199,316
KLAWOCK	70,266	32,223	0	102,489	126,852	24,363
KODIAK	3,956,407	1,140,714	0	5,097,121	4,386,090	(711,031)
KUSPUK	0	0	0	0	0	0
LAKE AND PENINSULA	307,609	123,710	0	431,319	1,095,500	664,181
LOWER KUSKOKWIM	0	0	0	0	0	0
LOWER YUKON	0	0	0	0	0	0
MAT-SU	9,993,577	3,624,132	0	13,617,709	17,993,032	4,375,323
NENANA	72,925	31,556	0	104,481	73,370	(31,111)
NOME	679,721	234,176	0	913,897	1,265,196	351,299
NORTH SLOPE	17,158,690	1,422,449	38,151,569	56,732,708	27,365,000	(29,367,708)
NORTHWEST ARCTIC	1,245,728	486,370	0	1,732,098	2,534,920	802,822
PELICAN	63,894	18,644	0	82,538	60,876	(21,662)
PETERSBURG	923,881	289,617	0	1,213,498	1,700,450	486,952
PRIBILOF	0	0	0	0	0	0
SITKA	2,350,786	722,054	0	3,072,842	4,213,520	1,140,678
SKAGWAY	419,476	75,392	0	494,868	557,940	63,072
SOUTHEAST	0	0	0	0	0	0
SOUTHWEST	0	0	0	0	0	0
ST. MARY'S	20,445	10,166	0	30,611	25,334	(5,277)
TANANA	26,744	12,751	0	39,495	128,000	88,505
UNALASKA	1,609,658	231,359	0	1,841,017	1,588,927	(252,090)
VALDEZ	4,427,022	599,157	0	5,026,179	3,896,720	(1,129,459)
WRANGELL	611,684	201,630	0	813,314	1,212,214	398,900
YAKUTAT	134,208	49,382	0	183,590	292,312	108,722
YUKON FLATS	0	0	0	0	0	0
YUKON KOYUKUK	0	0	0	0	0	0
YUPIIT	0	0	0	0	0	0
TOTALS	\$152,402,856	\$42,040,561	\$38,151,569	\$232,594,986	\$227,461,680	(\$5,133,306)

Suppequal

	A	B	C	D	E	F	G	H	I	
1	ALASKA DEPARTMENT OF EDUCATION									
2	PROJECTED FY97 FOUNDATION PROGRAM Fiscal Analysis for WORKING DRAFT(R) of CS for SB70							State Share	Local Share	
3						Column F	Column F	Section (1)(A)	Section (1)(B)	
4		1995 FULL VALUE	FY95	Vi	VS/(Vs+Vi)	'Vs	'2.5 Mills	Column G		
5		DETERMINATION	ADM					X ADM		
6										
7	ADAK		0.00	0	1.0000	350.681	877	0	0	
8	ALASKA GATEWAY		536.15	0	1.0000	350.681	877	470,204	0	
9	ALEUTIAN REGION		18.00	0	1.0000	350.681	877	15,786	0	
10	ALEUTIANS EAST	88,795,230	365.00	243,275	0.5904	207,042	518	189,070	130,926	
11	ANCHORAGE	12,916,355,450	45,895.60	281,429	0.5548	194,558	486	22,305,262	17,931,525	
12	ANNETTE ISLANDS		420.00	0	1.0000	350.681	877	368,340	0	
13	BERING STRAIT		1,600.70	0	1.0000	350.681	877	1,403,814	0	
14	BRISTOL BAY	170,492,500	271.00	629,124	0.3579	125,509	314	85,094	152,492	
15	CHATHAM		325.85	0	1.0000	350.681	877	285,770	0	
16	CHUGACH		133.00	0	1.0000	350.681	877	116,641	0	
17	COPPER RIVER		623.25	0	1.0000	350.681	877	546,590	0	
18	CORDOVA	182,199,290	528.15	344,976	0.5041	176,778	442	233,442	229,588	
19	CRAIG	70,778,400	396.00	178,733	0.6624	232,291	581	230,076	117,098	
20	DELTA/GREELY		974.00	0	1.0000	350.681	877	854,198	0	
21	DENALI	75,475,300	384.55	196,269	0.6412	224,857	562	216,117	121,019	
22	DILLINGHAM	132,166,500	496.20	266,357	0.5683	199,292	498	247,106	187,912	
23	FAIRBANKS	3,643,155,460	15,406.50	236,469	0.5973	209,462	524	8,073,006	5,433,911	
24	GALENA	18,136,000	144.00	125,944	0.7358	258,031	645	92,880	33,365	
25	HAINES	136,317,300	413.15	329,946	0.5152	180,671	452	186,744	175,466	
26	HOONAH	24,106,000	259.40	92,930	0.7905	277,213	693	179,764	47,653	
27	HYDABURG	5,780,300	107.50	53,770	0.8671	304,075	760	81,700	12,546	
28	IDITAROD		417.85	0	1.0000	350.681	877	366,454	0	
29	JUNEAU	1,920,444,800	5,399.75	355,654	0.4965	174,113	435	2,348,891	2,385,083	
30	KAKE	17,675,800	185.00	95,545	0.7859	275,600	689	127,465	34,725	
31	KASHUNAMIUT		229.90	0	1.0000	350.681	877	201,622	0	
32	KENAI	3,638,751,680	10,144.00	358,710	0.4943	173,342	433	4,392,352	4,500,918	
33	KETCHIKAN	1,032,732,700	2,728.93	378,439	0.4810	168,678	422	1,151,608	1,240,852	
34	KLAWOCK	15,614,600	206.95	75,451	0.8229	288,575	721	149,211	32,223	
35	KODIAK	879,201,500	2,711.45	324,255	0.5196	182,214	456	1,236,421	1,140,714	
36	KUSPUK		449.85	0	1.0000	350.681	877	394,518	0	
37	LAKE AND PENINSULA	68,357,600	507.63	134,660	0.7225	253,367	633	321,330	123,710	
38	LOWER KUSKOKWIM		3,051.05	0	1.0000	350.681	877	2,675,771	0	
39	LOWER YUKON		1,620.65	0	1.0000	350.681	877	1,421,310	0	
40	MAT-SU	2,220,794,840	11,894.00	186,716	0.6526	228,854	572	6,803,368	3,624,132	
41	NENANA	16,205,500	162.91	99,475	0.7790	273,180	683	111,268	31,556	
42	NOME	151,049,200	701.75	215,246	0.6197	217,317	543	381,050	234,176	
43	NORTH SLOPE	12,291,138,560	1,702.10	7,221,179	0.0463	16,237	41	69,786	1,422,449	
44	NORTHWEST ARCTIC	276,828,500	1,872.80	147,815	0.7035	246,704	617	1,155,518	486,370	
45	PELICAN	14,198,600	44.85	316,580	0.5256	184,318	461	20,676	18,644	
46	PETERSBURG	205,306,900	758.75	270,586	0.5645	197,959	495	375,581	289,617	
47	PRIIBILOF		182.00	0	1.0000	350.681	877	159,614	0	
48	SITKA	522,397,400	1,838.68	284,115	0.5524	193,716	484	889,921	722,054	
49	SKAGWAY	93,216,800	127.20	732,836	0.3237	113,515	284	36,125	75,392	
50	SOUTHEAST		381.95	0	1.0000	350.681	877	334,970	0	
51	SOUTHWEST		568.30	0	1.0000	350.681	877	498,399	0	
52	ST MARY'S	4,543,400	108.50	41,875	0.8933	313,263	783	84,956	10,166	
53	TANANA	5,943,100	102.25	58,123	0.8578	300,814	752	76,892	12,751	
54	UNALASKA	357,701,700	356.10	1,004,498	0.2588	90,756	227	80,835	231,359	
55	VALDEZ	983,782,720	902.75	1,089,762	0.2435	85,391	213	192,286	599,157	
56	WRANGELL	135,929,800	566.85	239,799	0.5939	208,269	521	295,329	201,630	
57	YAKUTAT	29,824,000	167.00	178,587	0.6626	232,361	581	97,027	49,382	
58	YUKON FLATS		0	405.15	0	1.0000	350.681	877	355,317	
59	YUKON/KOYUKUK		0	590.10	0	1.0000	350.681	877	517,518	
60	YUPIIT		0	367.00	0	1.0000	350.681	877	321,859	
61										
62	TOTALS	42,345,427,400	120,752.00					63,826,854	42,040,561	
63				Vs	350.681					

Alaska State Legislature

Chairman.
Judiciary Committee

Vice Chairman.
Transportation Committee

Member.
Resources Committee
Western Legislative Forestry Task Force



Senator Robin L. Taylor

State Capitol
Juneau, Alaska 99801-1152
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Overview of SB70 Version W

Sec. 1 Designates the public school foundation account to receive municipal contributions generated over and above basic need by the 4.5 mill equivalency local contribution required by section 3.

Sec. 2 Deducts 100 percent of the eligible federal impact aid from basic need in determining the amount of state aid. Eligible federal impact aid thus becomes a local contribution in lieu of taxes in rural educational attendance areas.

Sec. 3. Before the state would be required to contribute to local education costs, the locality must contribute a minimum of 4.5 mills. This is a change from the 4 mills or 35% of basic need required by current law. This section provides that a school district's local contribution shall be that district's basic need if the 4.5 mill equivalency generates an amount equal to or greater than that basic need. This section also allows a community to contribute up to 2.5 additional mills in local support in order to attract additional state aid in the form of supplemental equalization.

Sec. 4. Provides that any amount generated by the 4.5 mill equivalency over and above basic need be paid into the public school foundation account for distribution to poorer school districts.

Sec. 5. Changes from eight to 10 the number of students required to establish a funding community.

Sec. 6. Reduces the trigger on the hold harmless provision from the current 10% decrease in instructional units to a 5% decrease.

SB70 Version W Overview
Page Two

Sec. 7. This is a housekeeping provision, cleaning up the formula for determining unit count. It reflects the change from 8 to 10 students made in Section 5.

Sec. 8. This is the single site fix provided in the original version of SB70.

Sec. 10. This provision removes gifted and talented children from the current special education funding formula. A new formula for these children is provided in Section 12 of this committee substitute.

Sec. 11. Currently, instructional units for bilingual education vary depending on the student's language dominance. (The amount of variance is determined by regulation.) Therefore, some bilingual students may generate more instructional units than others. Under this provision, all bilingual students would generate the same number of instructional units. For those students whose "language dominance category weight" is currently .5, the instructional unit count would remain the same. Those who currently have a category weight greater than .5 would generate less money. Those who currently have a category weight less than .5 would generate more money under this provision. At best this change should result in a saving to the state. At least it should be revenue neutral.

SB70 Version W Overview
Page Three

Sec. 12. This section provides a new formula for funding gifted and talented instructional units. Currently, gifted and talented students generate .25 instructional units. Under this provision, the number of units for gifted children would be determined by taking 4.5% of the total elementary and secondary enrollment and multiplying that number by a "supplemental revenue weighting factor" determined by the department.

Sec. 13. This is the formula determining how much supplemental state aid a district will receive in matching funds for the 2.5 mill contribution established in Section 4. It is based on ADM rather than instructional units. It also provides the formula for computing supplemental equalization aid to REAAs.

Sec. 14. Changes the date student counts must be submitted from the current October 15 to November 20. This provision is from the original bill.

Sec. 15. Allows flexibility in when student counts take place. It is from the original bill.

Sec. 16. Is a sort of mini-hold harmless provision. It gives the commissioner the discretion for "good cause" to allow a school district to use counts from the previous year.

Sec. 17. Provides for the promulgation of regulations.

Secs. 18-19. Establish effective dates.

LEGAL SERVICES

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

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

130 Seward Street, Suite 409
Juneau, Alaska 99801-2105

MEMORANDUM

April 13, 1996

SUBJECT: Sections 11 and 12, CSSB 70()
(Work Order No. 9-LS0652\W)

TO: Senator Robin Taylor
Attn: Joe Ambrose

FROM: Pamela Finley *PF*
Revisor of Statutes

You have asked for an explanation of sections 11 and 12 of CSSB 70(), version W, dated April 12, 1996.

Section 11. Currently instructional units for bilingual education vary depending on the student's language dominance. (The amount of variance is determined by regulation.) Therefore some bilingual students may generate more instructional units than others. If bill section 11 became law, all bilingual students would generate the same amount of instructional units. For those students whose "language dominance category weight" is currently .5, the instructional units would remain the same under sec. 11. Those who currently have a category weight greater than .5 would generate less money under sec. 11; those who currently have a category weight under .5 would generate more money under sec. 11.

Section 12. Currently gifted children generate .025 instructional units. See AS 14.-17.045(a), amended in bill sec. 9. Under bill sec. 12, the amount of instructional units for gifted children would be determined by multiplying .045 by the total elementary and secondary enrollment in the funding community and then multiplying that number by a "supplemental revenue weighting factor" specified by the department in regulations. I do not know what the net effect of this would be, and in fact the net effect would depend on the "supplemental revenue weighting factor" adopted by the department. However, it appears that the supplemental money for gifted students would no longer depend on how many gifted students were actually in a funding community. Instead, the "supplemental factor" would be multiplied by 4 1/2 percent of total enrollment.

Please let me know if I can be of further assistance.

P::lmb
96-078.lmb

9-LS0652R ✓
Ford
4/21/95

Post-It™ brand fax transmittal memo 7671		# of pages ▶ 6
To Karen	From Jerry	
Co.	Co. Sen. Fin. Committee	
Dept. Education	Phone # 4935	
Fax # 4156	Fax # 2187	

CS FOR SENATE BILL NO. 70(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - FIRST SESSION

BY THE SENATE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): SENATOR PHILLIPS

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to state and local aid for education; and providing for an
2 effective date."

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

4 * Section 1. AS 14.17.010(a) is amended to read:

5 (a) The public school foundation account is established. The account consists
6 of municipal contributions made under AS 14.17.025(i) and appropriations for
7 distribution to school districts, the state boarding school, and for centralized
8 correspondence study programs under this chapter.

9 * Sec. 2. AS 14.17.021(a) is amended to read:

10 (a) The amount of state foundation aid for which a school district may qualify
11 in a fiscal year is calculated by subtracting from the basic need defined in (b) of this
12 section the required local contributions under AS 14.17.025(a) and 100 [90] percent
13 of eligible federal impact aid for that fiscal year. In a rural educational attendance
14 area, the reduction of eligible federal impact aid is in lieu of a contribution of

1 funds from local taxes. The department may make adjustments to a district's state
2 foundation aid for a fiscal year to correct underpayments made in previous fiscal years.

3 * Sec. 3. AS 14.17.025(a) is amended to read:

4 (a) Local contributions to a city or borough school district

5 (1) shall be INCLUDE AT LEAST THE LESSER OF

6 (1)] the equivalent of a five [FOUR] mill tax levy on the full and true
7 value of the taxable real and personal property in the district as of January 1 of the
8 second preceding fiscal year, as determined by the Department of Community and
9 Regional Affairs under AS 14.17.140 and AS 29.45.110; or

10 (2) if the amount determined under (1) of this subsection is greater
11 than the district's basic need for the current fiscal year as determined under
12 AS 14.17.021(b), shall be [35 PERCENT OF] the district's basic need for the current
13 [PRECEDING] fiscal year, as determined under AS 14.17.021(b).

14 * Sec. 4. AS 14.17.025 is amended by adding new subsections to read:

15 (i) A city or borough school district that is required to make a local
16 contribution under (a)(2) of this section shall also pay into the public school foundation
17 account an amount determined by subtracting the amount under (a)(2) of this section
18 from the amount under (a)(1) of this section in that district.

19 (j) In addition to the amount contributed under (a) of this section, a city or
20 borough school district shall make a local contribution that is equal to the amount
21 determined under AS 14.17.065(a)(1)(B).

22 * Sec. 5. AS 14.17.031(a) is amended to read:

23 (a) The department shall adopt regulations defining funding communities
24 within each district that reflect geographic and attendance area factors, and that
25 include at least 10 students in average daily membership. For the purpose of
26 determining instructional units, students are counted in the district and the funding
27 community from which they receive educational services. The total number of
28 instructional units in a school district is the sum of the following units for each
29 funding community within the district, as determined by the department:

30 (1) the number of units for elementary and secondary students
31 determined under AS 14.17.041(a) or (b);

1 (2) the number of units for vocational education determined under
2 AS 14.17.043;

3 (3) the number of units for special education determined under
4 AS 14.17.045; and

5 (4) the number of units for bilingual education determined under
6 AS 14.17.047.

7 * Sec. 6. AS 14.17.031(b) is amended to read:

8 (b) If the total elementary and secondary instructional units that a school
9 district is eligible to receive under (a) of this section decrease by five [10] percent or
10 more from one fiscal year to the next, the school district may use the last fiscal year
11 before the reduction as a base fiscal year and offset its reduction according to the
12 following schedule: (1) for the first fiscal year after the base fiscal year, the school
13 district is eligible to receive the total elementary and secondary instructional units
14 determined under (a)(1) of this section plus 75 percent of the difference in total
15 elementary and secondary instructional units between the base fiscal year and the first
16 fiscal year after the base fiscal year; (2) for the second fiscal year after the base fiscal
17 year, the school district is eligible to receive the total elementary and secondary
18 instructional units determined under (a)(1) of this section plus 50 percent of the
19 difference in total elementary and secondary instructional units between the base fiscal
20 year and the second fiscal year after the base fiscal year; (3) for the third fiscal year
21 after the base fiscal year, the school district is eligible to receive the total elementary
22 and secondary instructional units determined under (a)(1) of this section plus 25
23 percent of the difference in total elementary and secondary instructional units between
24 the base fiscal year and the third fiscal year after the base fiscal year. The schedule
25 established in this subsection is available to a school district for the three fiscal years
26 following the base fiscal year only if the total elementary and secondary instructional
27 units received by the school district under (a)(1) of this section for each fiscal year are
28 less than the total elementary and secondary instructional units received by the school
29 district in the base fiscal year. This subsection does not apply to a decrease in total
30 elementary and secondary instructional units resulting from a loss of enrollment that
31 occurs as a result of a boundary change under AS 29.

1 * Sec. 7. AS 14.17.041(a) is amended to read:

2 (a) For funding communities that have an average daily membership of less
 3 than 200 in grades K-6 or less than 200 in grades 7-12, combined elementary and
 4 secondary instructional units are determined under the following table:

5	ADM	No. Instructional Units
6	[1 - 10	2]
7	<u>10</u> [11] - 20	2 + ((ADM-10)/5)
8	21 - 60	4 + ((ADM-20)/8)
9	61 - 120	9 + ((ADM-60)/12) ³
10	121 - 525	14 + ((ADM-120)/15).

11 * Sec. 8. AS 14.17.041 is amended by adding a new subsection to read:

12 (e) A district with an ADM of 900 or less that consists of one funding
 13 community shall increase the elementary and secondary instructional units received
 14 under (a) or (b) of this section by multiplying the instructional units by a factor
 15 determined under the following table:

16	District ADM	Factor
17	1 - 250	1.12
18	251 - 525	1.08
19	526 - 900	1.06.

20 * Sec. 9. AS 14.17 is amended by adding a new section to read:

21 Sec. 14.17.065. SUPPLEMENTAL EQUALIZATION AID. (a) In addition
 22 to state foundation aid for which a district may qualify under AS 14.17.021, a school
 23 district is eligible to receive supplemental equalization funds as follows:

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

26 (A) state share under the following formula:

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

28 (B) local share under the following formula:

29 funding = $V_s \times 2.5 \text{ mills} \times \text{District ADM}$ - the amount
 30 determined under (A) of this paragraph;

31 (2) in a regional educational attendance area, supplemental equalization

1 aid is equal to the amount determined under the formula provided under (1)(A) of this
2 subsection in that regional educational attendance area.

3 (b) In this section,

4 (1) "Vi" means the amount determined by dividing the full and true
5 value of the taxable real and personal property in the district as calculated under
6 AS 14.17.140 and AS 29.45.110 by the District ADM for the same fiscal year for
7 which the valuation of real and personal property was made;

8 (2) "Ys" means the amount determined by dividing the sum of the
9 property valuations of all districts in the state by the total ADM of all districts in the
10 state.

11 * Sec. 10. AS 14.17.080 is amended to read:

12 Sec. 14.17.080. STUDENT COUNT ESTIMATES. Each district shall prepare
13 and submit to the department, by November 20 [OCTOBER 15] of each fiscal year,
14 in the manner and on forms prescribed by the department, an estimate of its average
15 daily membership and other student count data for the succeeding fiscal year, upon
16 which computations can be made of the amount of estimated state foundation aid for
17 which the district will be eligible under AS 14.17.021 in that fiscal year. In making
18 this estimate for the succeeding fiscal year, the district shall consider its average daily
19 membership in the current fiscal year, other student count data, the pattern of growth
20 or decline in preceding years, and other pertinent information available to the district.
21 The preliminary reports required by this section are the basis for estimating the need
22 for state foundation aid for the next fiscal year.

23 * Sec. 11. AS 14.17.160(b) is amended to read:

24 (b) Upon written request and for good cause shown, the commissioner may
25 permit a district to use a 20-school-day counting period from the same school year
26 other than the periods set out in (a) of this section. However, the counting period must
27 be 20 consecutive school days.

28 * Sec. 12. AS 14.17.160 is amended by adding new subsections to read:

29 (c) Upon written request, and for good cause shown, the commissioner may
30 permit a district to use, for purposes of reporting its average daily membership, the
31 October or February counting period report described in (a) of this section, or the

1 report for another period authorized under (b) of this section, from the immediately
2 preceding school year. The report must accompany a request under this subsection,
3 and is in addition to the October report for the current school year required by (a) of
4 this section.

5 (d) For purposes of this section, "good cause" includes reduction in student
6 enrollment.

7 * Sec. 13. TRANSITION: REGULATIONS. The Department of Education may
8 immediately proceed to adopt regulations necessary to implement this Act. The regulations
9 take effect under the Administrative Procedure Act, but not before July 1, 1995.

10 * Sec. 14. Section 13 of this Act takes effect immediately under AS 01.10.070(c).

11 * Sec. 15. Except as provided in sec. 14 of this Act, this Act takes effect July 1, 1995.

FISCAL NOTE

STATE OF ALASKA
1995 LEGISLATIVE SESSION

BILL NO. SB70

Revision Date: 5/3/95 Dept. Affected: Revenue
 Title: Public School Foundation Program BRU: Revenue Operations
 Component: Oil and Gas Audit

Sponsor: Sen Phillips
 Requester: (S)FIN **COMPONENT SERIAL NO.** 115

Expenditures/Revenues (Thousands of Dollars)

OPERATING EXPENDITURES	FY 96	FY 97	FY 98	FY 99	FY 00	FY 01
PERSONAL SERVICES	0.0	0.0	0.0	0.0	0.0	0.0
TRAVEL	0.0	0.0	0.0	0.0	0.0	0.0
CONTRACTUAL	0.0	0.0	0.0	0.0	0.0	0.0
SUPPLIES	0.0	0.0	0.0	0.0	0.0	0.0
EQUIPMENT	0.0	0.0	0.0	0.0	0.0	0.0
LAND & STRUCTURES	0.0	0.0	0.0	0.0	0.0	0.0
GRANTS, CLAIMS	0.0	0.0	0.0	0.0	0.0	0.0
MISCELLANEOUS	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0
CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
CHANGE IN REVENUES ()	1,500.0	1,500.0	1,500.0	1,500.0	1,500.0	1,500.0

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL						

Estimate of any current year (FY95) cost: \$ 0.0

POSITIONS

FULL-TIME					
PART-TIME					
TEMPORARY					

ANALYSIS: (Attach a separate page if necessary)

See attached.

New

Prepared by: Bob Baratko Phone: 465-2312
 Division: Administrative Services Date: 5/3/95
 Approved by Commissioner: Deborah Vogt Date: 5/3/95
 Agency: Department of Revenue

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This analysis is based on the draft comparison provided with SB 70, the current law and utilizing the numbers shown under "Additional Local Revenue Required to meet 5 mills & local share of Supplemental Equalization Aid". The following table represents the estimated impact to State Property Tax revenues. The year used for the estimate is the latest for which we have a certified Assessment Roll.

Municipality	1994 Total Property Assessment	As 43.56 Portion	AS 43.56%
North Slope Borough	\$12,270,439,020	\$12,070,601,290	98.37%
Municipality of Anch.	10,924,042,274	61,421,230	.5623%
City of Valdez	961,426,918	812,643,310	84.525%
City of Cordova	103,422,408	3,778,180	3.653%

Municipality	Additional Local Revenue Required	State Revenue Loss based on AS 43.56 %
North Slope Borough	\$34,889,955	\$ 0**
Municipality of Anch.	4,119,756	3,165
City of Valdez	1,765,104	1,491,954
City of Cordova	433,844	15,848
	<u>\$41,208,659</u>	<u>\$1,510,977</u>

**The State Revenue Loss based on the AS 43.56% for the North Slope Borough would have been \$34,321,249, however the Borough is already at the 30 mill limitation provided for in Title 29. Since no additional property tax revenue is available, the Borough operating budget must be reduced by over 50% to cover the additional educational funding.

Adopted *us*
 WORK DRAFT
 9-LS0652NO ✓
 Ford
 4/19/95
 4-21-95
 Amend.
 Pg. 4
 Adopted
 4-21-95

CS FOR SENATE BILL NO. 70()
 IN THE LEGISLATURE OF THE STATE OF ALASKA
 NINETEENTH LEGISLATURE - FIRST SESSION

BY

Offered:
 Referred:

Sponsor(s): SENATOR PHILLIPS

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to state and local aid for education; and providing for an
 2 effective date."

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

4 * Section 1. AS 14.17.010(a) is amended to read:

5 (a) The public school foundation account is established. The account consists
 6 of municipal contributions made under AS 14.17.025(i) and appropriations for
 7 distribution to school districts, the state boarding school, and for centralized
 8 correspondence study programs under this chapter.

9 * Sec. 2. AS 14.17.021(a) is amended to read:

10 (a) The amount of state foundation aid for which a school district may qualify
 11 in a fiscal year is calculated by subtracting from the basic need defined in (b) of this
 12 section the required local contributions under AS 14.17.025(a) and 100 [90] percent
 13 of eligible federal impact aid for that fiscal year. In a rural educational attendance
 14 area, the reduction of eligible federal impact aid is in lieu of a contribution of

1 funds from local taxes. The department may make adjustments to a district's state
2 foundation aid for a fiscal year to correct underpayments made in previous fiscal years.

3 * Sec. 3. AS 14.17.025(a) is amended to read:

4 (a) Local contributions to a city or borough school district

5 (1) shall be [INCLUDE AT LEAST THE LESSER OF

6 (1)] the equivalent of a five [FOUR] mill tax levy on the full and true
7 value of the taxable real and personal property in the district as of January 1 of the
8 second preceding fiscal year, as determined by the Department of Community and
9 Regional Affairs under AS 14.17.140 and AS 29.45.110; or

10 (2) if the amount determined under (1) of this subsection is greater
11 than the district's basic need for the current fiscal year as determined under
12 AS 14.17.021(b). shall be [35 PERCENT OF] the district's basic need for the current
13 [PRECEDING] fiscal year, as determined under AS 14.17.021(b).

14 * Sec. 4. AS 14.17.025 is amended by adding new subsections to read:

15 (i) A city or borough school district that is required to make a local
16 contribution under (a)(2) of this section shall also pay into the public school foundation
17 account an amount determined by subtracting the amount under (a)(2) of this section
18 from the amount under (a)(1) of this section in that district.

19 (j) In addition to the amount contributed under (a) of this section, a city or
20 borough school district shall make a local contribution that is equal to the amount
21 determined under AS 14.17.065(a)(1)(B).

22 * Sec. 5. AS 14.17.031(a) is amended to read:

23 (a) The department shall adopt regulations defining funding communities
24 within each district that reflect geographic and attendance area factors, and that
25 include at least 10 students in average daily membership. For the purpose of
26 determining instructional units, students are counted in the district and the funding
27 community from which they receive educational services. The total number of
28 instructional units in a school district is the sum of the following units for each
29 funding community within the district, as determined by the department:

30 (1) the number of units for elementary and secondary students
31 determined under AS 14.17.041(a) or (b);

1 (2) the number of units for vocational education determined under
2 AS 14.17.043;

3 (3) the number of units for special education determined under
4 AS 14.17.045; and

5 (4) the number of units for bilingual education determined under
6 AS 14.17.047.

7 * Sec. 6. AS 14.17.031(b) is amended to read:

8 (b) If the total elementary and secondary instructional units that a school
9 district is eligible to receive under (a) of this section decrease by five [10] percent or
10 more from one fiscal year to the next, the school district may use the last fiscal year
11 before the reduction as a base fiscal year and offset its reduction according to the
12 following schedule: (1) for the first fiscal year after the base fiscal year, the school
13 district is eligible to receive the total elementary and secondary instructional units
14 determined under (a)(1) of this section plus 75 percent of the difference in total
15 elementary and secondary instructional units between the base fiscal year and the first
16 fiscal year after the base fiscal year; (2) for the second fiscal year after the base fiscal
17 year, the school district is eligible to receive the total elementary and secondary
18 instructional units determined under (a)(1) of this section plus 50 percent of the
19 difference in total elementary and secondary instructional units between the base fiscal
20 year and the second fiscal year after the base fiscal year; (3) for the third fiscal year
21 after the base fiscal year, the school district is eligible to receive the total elementary
22 and secondary instructional units determined under (a)(1) of this section plus 25
23 percent of the difference in total elementary and secondary instructional units between
24 the base fiscal year and the third fiscal year after the base fiscal year. The schedule
25 established in this subsection is available to a school district for the three fiscal years
26 following the base fiscal year only if the total elementary and secondary instructional
27 units received by the school district under (a)(1) of this section for each fiscal year are
28 less than the total elementary and secondary instructional units received by the school
29 district in the base fiscal year. This subsection does not apply to a decrease in total
30 elementary and secondary instructional units resulting from a loss of enrollment that
31 occurs as a result of a boundary change under AS 29.

* Sec. 7. AS 14.17.041(a) is amended to read:

(a) For funding communities that have an average daily membership of less than 200 in grades K-6 or less than 200 in grades 7-12, combined elementary and secondary instructional units are determined under the following table:

ADM	No. Instructional Units
[1 - 10	2]
<u>10</u> [11] - 20	2 + ((ADM-10)/5)
21 - 60	4 + ((ADM-20)/8)
61 - 120	9 + ((ADM-60)/12)
121 - 525	14 + ((ADM-120)/15).

* Sec. 8. AS 14.17.041 is amended by adding a new subsection to read:

(e) A district with an ADM of 900 or less that consists of one funding community shall increase the elementary and secondary instructional units received under (a) or (b) of this section by multiplying the instructional units by a ~~percentage~~ ^{factor} determined under the following table:

District ADM	Percentage ^{Factor}
1 - 250	1.12
251 - 525	1.08
526 - 900	1.06.

Amended + Adopted 4-21-95

Factor Amended delete Adopted 4-21-95

* Sec. 9. AS 14.17 is amended by adding a new section to read:

Sec. 14.17.065. SUPPLEMENTAL EQUALIZATION AID. (1) In addition to state foundation aid for which a district may qualify under AS 14.17.021, a school district is eligible to receive supplemental equalization funds as follows:

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

(A) state share under the following formula:

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

(B) local share under the following formula:

funding = $V_s \times 2.5 \text{ mills} \times \text{District ADM}$ - the amount determined under (A) of this paragraph;

(2) in a regional educational attendance area, supplemental equalization

1 aid is equal to the amount determined under the formula provided under (1)(A) of this
2 subsection in that regional educational attendance area.

3 (b) In this section,

4 (1) "Vi" means the amount determined by dividing the full and true
5 value of the taxable real and personal property in the district as calculated under
6 AS 14.17.140 and AS 29.45.110 by the District ADM for the same fiscal year for
7 which the valuation of real and personal property was made;

8 (2) "Vs" means the amount determined by dividing the sum of the
9 property valuations of all districts in the state by the total ADM of all districts in the
10 state.

11 * Sec. 10. AS 14.17.080 is amended to read:

12 Sec. 14.17.080. STUDENT COUNT ESTIMATES. Each district shall prepare
13 and submit to the department, by November 20 [OCTOBER 15] of each fiscal year,
14 in the manner and on forms prescribed by the department, an estimate of its average
15 daily membership and other student count data for the succeeding fiscal year, upon
16 which computations can be made of the amount of estimated state foundation aid for
17 which the district will be eligible under AS 14.17.021 in that fiscal year. In making
18 this estimate for the succeeding fiscal year, the district shall consider its average daily
19 membership in the current fiscal year, other student count data, the pattern of growth
20 or decline in preceding years, and other pertinent information available to the district.
21 The preliminary reports required by this section are the basis for estimating the need
22 for state foundation aid for the next fiscal year.

23 * Sec. 11. AS 14.17.160(b) is amended to read:

24 (b) Upon written request and for good cause shown, the commissioner may
25 permit a district to use a 20-school-day counting period from the same school year
26 other than the periods set out in (a) of this section. However, the counting period must
27 be 20 consecutive school days.

28 * Sec. 12. AS 14.17.160 is amended by adding new subsections to read:

29 (c) Upon written request, and for good cause shown, the commissioner may
30 permit a district to use, for purposes of reporting its average daily membership, the
31 October or February counting period report described in (a) of this section, or the

1 report for another period authorized under (b) of this section, from the immediately
2 preceding school year. The report must accompany a request under this subsection,
3 and is in addition to the October report for the current school year required by (a) of
4 this section.

5 (d) For purposes of this section, "good cause" includes reduction in student
6 enrollment.

7 * Sec. 13. TRANSITION: REGULATIONS. The Department of Education may
8 immediately proceed to adopt regulations necessary to implement this Act. The regulations
9 take effect under the Administrative Procedure Act, but not before July 1, 1995.

10 * Sec. 14. Section 13 of this Act takes effect immediately under AS 01.10.070(c).

11 * Sec. 15. Except as provided in sec. 14 of this Act, this Act takes effect July 1, 1995.

Suppequal 2 a

	A	B	C	D	E	F	G	H	I
1	ALASKA DEPARTMENT OF EDUCATION								
2	PROJECTED FY96 FOUNDATION PROGRAM								
3	Fiscal Analysis for WORKING DRAFT (M) of CS, for SB70, State Share Local Share								
4	Fiscal Analysis for CSSB70	1994 FULL VALUE	FY94	VS	VS(Vs-VI)	Column F	Column G	Section (1)(A)	Section (1)(B)
5	Section 9	DETERMINATION	ADM			Va	2.5 Mills	Column H	ADM
6									
7	ADAK		495.20	0	1.0000	344,485	861	426,367	0
8	ALASKA GATEWAY		525.55	0	1.0000	344,485	361	452,499	0
9	ALEUTIAN REGION		16.00	0	1.0000	344,485	861	13,776	0
10	ALEUTIANS EAST	89,105,700	369.00	241,479	0.5879	202,523	508	186,714	131,073
11	ANCHORAGE	12,295,989,030	45,645.36	269,381	0.5612	193,325	483	22,046,709	17,263,646
12	ANNETTE ISLANDS		407.00	0	1.0000	344,485	861	350,427	0
13	BERING STRAIT		1,539.15	0	1.0000	344,485	861	1,325,208	0
14	BRISTOL BAY	176,782,300	271.60	650,929	0.3461	119,226	298	80,937	152,988
15	CHATHAM		323.55	0	1.0000	344,485	861	281,160	0
16	CHUGACH		122.75	0	1.0000	344,485	861	105,688	0
17	COPPER RIVER		598.25	0	1.0000	344,485	861	515,093	0
18	CORDOVA	185,337,580	511.15	362,589	0.4872	167,833	420	214,683	225,526
19	CRAIG	63,685,300	367.00	173,475	0.6651	229,117	573	210,291	105,774
20	DELTA/GREELY		989.70	0	1.0000	344,485	861	852,132	0
21	DENALI	75,475,300	379.65	198,802	0.6341	218,438	546	207,288	119,670
22	DILLINGHAM	131,012,300	494.45	264,966	0.5852	194,703	487	240,797	185,030
23	FAIRBANKS	3,452,917,970	15,408.00	224,099	0.6059	208,723	522	9,042,976	5,226,586
24	GALENA	19,833,700	133.10	149,014	0.6980	240,451	601	79,993	34,634
25	HAINES	130,714,100	408.05	319,552	0.5188	178,719	447	162,845	169,434
26	HOONAH	24,179,400	267.00	80,560	0.7918	272,763	682	182,094	47,850
27	HYDABURG	5,782,300	109.20	52,951	0.8668	298,600	747	81,572	12,472
28	IDITAROD		398.95	0	1.0000	344,485	861	343,498	0
29	JUNEAU	1,765,984,100	5,394.46	327,371	0.5127	176,617	442	2,384,547	2,261,421
30	KAKE	17,315,300	175.25	98,803	0.7771	267,699	668	117,242	33,685
31	KASHUNAMIUT		207.60	0	1.0000	344,485	861	178,744	0
32	KENAI	3,540,628,280	9,846.05	369,599	0.4893	168,557	421	4,145,187	4,334,354
33	KETCHIKAN	985,541,900	2,735.38	360,294	0.4888	168,384	421	1,151,595	1,204,143
34	KLAWOCK	14,832,300	210.00	70,630	0.8299	285,888	715	180,150	30,705
35	KODIAK	858,852,600	2,747.82	312,558	0.5243	180,613	452	1,242,015	1,124,442
36	KUSPUK		451.20	0	1.0000	344,485	861	388,483	0
37	LAKE AND PENINSULA	69,227,800	497.40	139,179	0.7122	245,342	613	304,906	123,461
38	LOWER KUSKOKWIM		2,963.73	0	1.0000	344,485	861	2,551,772	0
39	LOWER YUKON		1,585.25	0	1.0000	344,485	861	1,364,900	0
40	MAT-SU	2,150,675,790	11,336.70	189,709	0.6449	222,168	555	6,291,869	3,471,439
41	NENANA	16,274,400	184.95	87,994	0.7965	274,382	686	126,876	32,405
42	NCME	132,968,700	711.75	186,819	0.6484	223,364	559	397,157	215,811
43	NORTH SLOPE	12,293,043,490	1,623.05	7,574,039	0.0435	14,985	37	60,053	1,337,738
44	NORTHWEST ARCTIC	292,240,600	1,804.25	161,973	0.6802	234,319	586	1,057,291	486,552
45	PELICAN	13,968,900	45.00	310,420	0.5260	181,199	453	20,385	18,370
46	PETERSBURG	202,055,700	711.10	284,145	0.5480	188,778	472	335,639	276,769
47	PRIIBILOF		168.00	0	1.0000	344,485	861	144,648	0
48	SITKA	528,278,800	1,873.38	281,992	0.5499	189,432	474	887,982	725,396
49	SKAGWAY	90,198,400	143.00	630,758	0.3532	121,672	304	43,472	79,681
50	SOUTHEAST		413.75	0	1.0000	344,485	861	356,239	0
51	SOUTHWEST		554.25	0	1.0000	344,485	861	477,209	0
52	ST. MARY'S	4,533,500	94.60	47,923	0.8779	302,423	756	71,518	9,953
53	TANANA	11,232,800	101.00	111,216	0.7560	260,396	651	65,751	21,231
54	UNALASKA	358,385,300	358.60	999,401	0.2563	88,292	221	79,251	229,580
55	VALDEZ	1,052,513,810	896.90	1,173,502	0.2269	78,164	195	174,896	597,525
56	WRANGELL	148,130,400	541.20	273,707	0.5572	181,947	480	259,776	206,312
57	YAKUTAT	27,801,100	150.00	185,341	0.6502	223,984	560	84,000	45,182
58	YUKON FLATS		388.80	0	1.0000	344,485	861	343,453	0
59	YUKONKYOYUKUK		598.80	0	1.0000	344,485	861	515,567	0
60	YUPIIT		308.00	0	1.0000	344,485	861	315,128	0
61									
62	TOTALS	41,225,488,960	110,672.97					62,510,245	40,550,823
63			VS	344,485					

ALASKA DEPARTMENT OF EDUCATION
PROJECTED FY96 FOUNDATION PROGRAM
Fiscal Analysis for WORKING DRAFT(M) of CS for SB70

	A	B	C	D	
	Required Local at 5 Mills	Supp. Eq. Aid Req. Local	Total Req. Local Work Draft (M)	Est. Budgeted FY96 Local	Column D Less Column C
ADAK	0	0	0	0	0
ALASKA GATEWAY	0	0	0	0	0
ALEUTIAN REGION	0	0	0	0	0
ALEUTIANS EAST	445,529	131,073	576,602	965,870	389,068
ANCHORAGE	81,479,945	17,263,946	78,743,591	71,623,835	-4,119,756
ANNETTE ISLANDS	0	0	0	0	0
BERING STRAIT	0	0	0	0	0
BRISTOL BAY	883,962	152,968	1,036,930	1,168,421	131,491
CHATHAM	0	0	0	0	0
CHUGACH	0	0	0	0	0
COPPER RIVER	0	0	0	0	0
CORDOVA	926,688	225,526	1,152,214	718,370	-433,844
CRAIG	318,327	105,774	424,101	359,286	-64,815
DELTA/GREELY	0	0	0	0	0
DENALI	377,377	119,670	497,047	358,011	-139,036
DILLINGHAM	655,062	185,030	840,092	372,054	31,962
FAIRBANKS	17,264,590	5,225,586	22,491,176	25,630,000	3,138,624
GALENA	99,169	34,624	133,303	125,925	-7,878
HAINES	853,571	169,434	323,005	1,058,311	235,306
HCCNAH	120,897	47,850	168,747	590,348	421,601
HYDABURG	28,912	12,472	41,384	89,211	47,827
IDITAROD	0	0	0	0	0
JUNEAU	8,829,921	2,251,421	11,091,342	12,859,032	1,767,690
KAKE	86,577	33,885	120,262	258,585	138,323
KASHUNAMIUT	0	0	0	0	0
KENAI	17,703,141	4,334,354	22,037,495	26,671,537	4,634,142
KETCHIKAN	4,927,710	1,204,148	6,131,858	6,652,147	520,289
KLAWOCK	74,162	30,705	104,867	221,352	116,485
KODIAK	4,294,262	1,124,442	5,418,705	3,688,900	-1,729,805
KUSPUK	0	0	0	0	0
LAKE AND PENINSULA	346,139	123,461	469,600	306,000	435,400
LOWER KUSKOKWIM	0	0	0	0	0
LOWER YUKON	0	0	0	0	0
MAT-SU	10,753,379	3,471,439	14,224,818	15,538,065	1,313,247
NENANA	31,372	32,405	113,777	68,786	-44,991
NOME	564,844	215,811	980,655	1,265,196	384,541
NORTH SLOPE	61,465,217	1,337,738	62,802,955	27,913,000	-34,889,955
NORTHWEST ARCTIC	1,461,203	496,552	1,957,755	2,179,920	222,165
PELICAN	69,845	18,370	88,215	66,679	-21,536
PETERSBURG	1,010,279	276,769	1,287,048	1,448,406	161,358
PRIBILOF	0	0	0	0	0
SITKA	2,641,394	725,396	3,366,790	3,788,524	421,734
SKAGWAY	450,992	73,681	530,673	494,574	-36,099
SOUTHEAST	0	0	0	0	0
SOUTHWEST	0	0	0	0	0
ST. MARY'S	22,668	9,953	32,621	22,753	-9,868
TANANA	56,164	21,231	77,395	109,000	31,605
UNALASKA	1,791,927	229,580	2,021,507	1,441,736	-579,771
VALDEZ	5,262,568	597,525	5,860,094	4,074,990	-1,785,104
WRANGELL	740,652	206,312	946,964	1,135,168	188,204
YAKUTAT	139,006	45,182	184,188	187,982	3,794
YUKON FLATS	0	0	0	0	0
YUKON/KOYUKUK	0	0	0	0	0
YUPIIT	0	0	0	0	0
TOTALS	206,127,453	40,550,823	246,678,276	217,550,874	-29,127,402

FISCAL ANALYSIS - CS SB70

ALASKA DEPARTMENT OF EDUCATION
 PROJECTED FY96 FOUNDATION PROGRAM
 Fiscal Analysis for WORKING DRAFT(M) of CS for SB70

	Section 2	Section 3	Section 4	Section 5 & 7	Section 6	Section 8	Section 9	Section 10	Total FY96 Impact
ADAK	0	0	0	0	0	0	426,367	0	426,367
ALASKA GATEWAY	(43,549)	0	0	0	0	0	452,499	54,290	463,240
ALEUTIAN REGION	(6,524)	0	0	0	0	34,160	13,776	103,090	144,502
ALEUTIANS EAST	(154,484)	(137,549)	0	0	0	0	186,714	0	(105,319)
ANCHORAGE	(3,870,988)	(13,707,323)	0	0	0	0	22,046,709	0	4,468,398
ANNETTE ISLANDS	(116,312)	0	0	0	0	170,800	350,427	0	404,915
BERING STRAIT	(395,414)	0	0	0	0	0	1,325,208	0	929,794
BRISTOL BAY	(94,387)	(214,284)	0	0	0	0	80,937	0	(227,734)
CHATHAM	(74,568)	0	0	(100,650)	0	0	281,160	75,640	181,582
CHUGACH	(14,329)	0	0	0	0	0	105,688	0	91,359
COPPER RIVER	(9,222)	0	0	0	0	0	515,093	43,310	549,181
CORDOVA	(2,178)	(185,338)	0	0	0	165,310	214,683	17,690	210,167
CRAIG	(6,916)	(66,712)	0	0	0	158,600	210,291	45,750	341,013
DELTA/GREELY	(102,561)	0	0	(107,970)	0	0	852,132	114,070	755,671
DENALI	(7,617)	(79,933)	0	0	0	0	207,289	0	119,739
DILLINGHAM	(162,017)	(182,887)	0	0	0	242,170	240,797	1,830	139,893
FAIRBANKS	(2,961,648)	(4,367,694)	0	0	0	0	8,042,976	0	713,634
GALENA	(155,982)	(70,898)	0	0	0	179,950	79,993	0	33,063
HAINES	(7,237)	(133,132)	0	0	0	0	182,845	0	42,476
HOONAH	(37,849)	(34,271)	0	0	0	128,100	182,094	0	238,074
HYDABURG	(4,495)	(6,920)	0	0	0	98,210	81,572	0	168,367
IDITAROD	(66,458)	0	0	(129,930)	0	0	343,496	0	147,108
JUNEAU	(7,142)	(1,768,384)	0	0	0	0	2,384,347	226,310	835,131
KAKE	(72,297)	(36,771)	0	0	0	134,810	117,242	29,280	172,264
KASHUNAMIUT	(31,079)	0	0	0	0	215,940	178,744	0	363,605
KENAI	(33,125)	(3,551,983)	0	0	0	0	4,145,187	0	560,079
KETCHIKAN	(3,995)	(986,914)	0	0	0	0	1,151,595	0	160,686
KLAWOCK	(73,105)	(33,785)	0	0	0	155,550	150,150	0	198,810
KODIAK	(200,298)	(935,380)	0	0	0	0	1,242,015	0	106,337
KUSPUK	(63,595)	0	0	0	0	0	388,483	0	324,888
LAKE AND PENINSUL	(286,577)	(150,258)	0	0	0	0	304,906	94,550	(37,379)
LOWER KUSKOKWIM	(526,404)	0	0	0	0	0	2,551,772	0	2,025,368
LOWER YUKON	(375,067)	0	0	0	0	0	1,364,900	0	989,833
MAT-SU	(6,988)	(2,152,762)	0	0	0	0	6,291,869	0	4,132,119
NENANA	(496)	(16,435)	0	0	0	157,990	126,876	0	267,935

ALASKA DEPARTMENT OF EDUCATION
 PROJECTED FY96 FOUNDATION PROGRAM
 Fiscal Analysis for WORKING DRAFT(M) of CS for SB70

	Section 2	Section 3	Section 4	Section 5 & 7	Section 6	Section 8	Section 9	Section 10	Total FY96 Impact
NOME	(16,790)	(137,669)	0	0	0	253,760	397,157	48,190	545,648
NORTH SLOPE	0	(10,671,462)	(45,394,767)	0	0	0	60,053	0	(56,006,176)
NORTHWEST ARCTIC	(1,065,568)	(601,741)	0	0	0	0	1,057,291	0	(610,018)
PELICAN	0	(13,969)	0	0	0	57,340	20,385	0	63,756
PETERSBURG	(7,014)	(204,335)	0	0	0	208,010	335,639	0	332,300
PRIBILOF	(42,620)	0	0	0	0	0	144,648	0	102,028
SITKA	(70,264)	(551,076)	0	0	0	0	887,982	56,730	323,372
SKAGWAY	0	(90,198)	0	0	0	112,850	43,472	0	66,124
SOUTHEAST	(52,753)	0	0	(105,530)	0	0	356,239	582,550	780,506
SOUTHWEST	(123,190)	0	0	0	0	0	477,209	0	354,019
ST. MARY'S	(39,641)	(29,686)	0	0	155,550	123,830	71,518	0	281,571
TANANA	(69,144)	(30,158)	0	0	0	118,340	65,751	7,930	92,719
UNALASKA	(44)	(776,418)	0	0	0	189,710	79,251	0	(507,501)
VALDEZ	0	(3,408,375)	(58,659)	0	0	0	174,896	0	(3,292,138)
WRANGELL	(756)	(148,374)	0	0	0	159,820	259,776	610	271,076
YAKUTAT	(20,010)	(33,756)	0	0	0	132,370	84,000	26,230	188,834
YUKON FLATS	(72,325)	0	0	0	0	0	343,453	0	271,128
YUKON/KOYUKUK	(114,443)	0	0	0	0	0	515,567	0	401,124
YUPIIT	(98,991)	0	0	0	0	0	315,126	0	216,135
STATE CCS	0	0	0	0	0	0	0	0	0
Mt. EDGE CUMBE	0	0	0	0	0	0	0	50,020	50,020
TOTALS	(\$11,767,456)	(\$45,516,830)	(\$45,453,426)	(\$444,080)	\$155,550	\$3,197,620	\$62,510,245	\$1,578,070	(\$35,740,307)

Section 2 - Amends AS 14.17.021(a), changes the Impact Aid deduct from 90% to 100%.

Section 3 - Amends AS 14.17.025(a), requires all municipal school districts to contribute the equivalent of 5 mills.

Under the new requirements of section 2, North Slope and Valdez school districts are not entitled to foundation funding.

Section 4 - Amends AS 14.17.025 to recapture required local revenue in excess of basic need.

Section 5 - Amends AS 14.17.031(a), sets the minimum size of a funding community at 10 ADM.

Section 6 - Amends AS 14.17.031(b), changes the hold harmless provision from a decrease of 10% to 5% of K-12 units.

Section 7 - Amends AS 14.17.041(a), eliminated instructional units for funding communities less than 10 ADM.

Section 8 - Amends AS 14.17.041, adds a new table for single site school district units with less than 900 ADM.

Section 9 - Amends AS 14.17, adds a new section AS 14.17.065, entitled "Supplemental Equalization Aid".

Section 10 - Amends AS 14.17.160, adds subsection (c) that allows a district to utilize prior year student count data if approved by the Commissioner of Education.

ALASKA DEPARTMENT OF EDUCATION
 PROJECTED FY96 FOUNDATION PROGRAM
 Fiscal Analysis for WORKING DRAFT(M) of CS for SB70

	A	B	C	D	
	Required Local at 5 Mills	Supp. Eq. Aid Req. Local	Total Req. Local Work Draft (M)	Est. Budgeted FY96 Local	Column D Less Column C
ADAK	0	0	0	0	0
ALASKA GATEWAY	0	0	0	0	0
ALEUTIAN REGION	0	0	0	0	0
ALEUTIANS EAST	445,529	131,073	576,602	965,670	389,068
ANCHORAGE	61,479,945	17,263,646	78,743,591	74,623,835	-4,119,756
ANNETTE ISLANDS	0	0	0	0	0
BERING STRAIT	0	0	0	0	0
BRISTOL BAY	883,962	152,968	1,036,930	1,168,421	131,491
CHATHAM	0	0	0	0	0
CHUGACH	0	0	0	0	0
COPPER RIVER	0	0	0	0	0
CORDOVA	926,688	225,526	1,152,214	718,370	-433,844
CRAIG	318,327	105,774	424,101	359,286	-64,815
DELTA/GREELY	0	0	0	0	0
DENALI	377,377	119,670	497,047	358,011	-139,036
DILLINGHAM	655,062	185,030	840,092	872,054	31,962
FAIRBANKS	17,264,590	5,226,586	22,491,176	25,630,000	3,138,824
GALENA	99,169	34,634	133,803	125,925	-7,878
HAINES	653,571	169,434	823,005	1,058,311	235,306
HOONAH	120,887	47,850	168,747	590,348	421,601
HYDABURG	28,912	12,472	41,384	89,211	47,827
IDITAROD	0	0	0	0	0
JUNEAU	8,829,921	2,261,421	11,091,342	12,859,032	1,767,690
KAKE	86,577	33,685	120,262	258,585	138,323
KASHUNAMIUT	0	0	0	0	0
KENAI	17,703,141	4,334,354	22,037,495	26,671,637	4,634,142
KETCHIKAN	4,927,710	1,204,148	6,131,858	6,652,147	520,289
KLAWOCK	74,162	30,705	104,867	221,352	116,485
KODIAK	4,294,263	1,124,442	5,418,705	3,688,900	-1,729,805
KUSPUK	0	0	0	0	0
LAKE AND PENINSULA	346,139	123,461	469,600	905,000	435,400
LOWER KUSKOKWIM	0	0	0	0	0
LOWER YUKON	0	0	0	0	0
MAT-SU	10,753,379	3,471,439	14,224,818	15,538,065	1,313,247
NENANA	81,372	32,405	113,777	68,786	-44,991
NOME	664,844	215,811	880,655	1,265,196	384,541
NORTH SLOPE	61,465,217	1,337,738	62,802,955	27,913,000	-34,889,955
NORTHWEST ARCTIC	1,461,203	496,552	1,957,755	2,179,920	222,165
PELICAN	69,845	18,370	88,215	66,679	-21,536
PETERSBURG	1,010,279	276,769	1,287,048	1,448,406	161,358
PRIBILOF	0	0	0	0	0
SITKA	2,641,394	725,396	3,366,790	3,788,524	421,734
SKAGWAY	450,992	79,681	530,673	494,574	-36,099
SOUTHEAST	0	0	0	0	0
SOUTHWEST	0	0	0	0	0
ST. MARY'S	22,668	9,953	32,621	22,753	-9,868
TANANA	56,164	21,231	77,395	109,000	31,605
UNALASKA	1,791,927	229,580	2,021,507	1,441,736	-579,771
VALDEZ	5,262,569	597,525	5,860,094	4,074,990	-1,785,104
WRANGELL	740,652	206,312	946,964	1,135,168	188,204
YAKUTAT	139,006	45,182	184,188	187,982	3,794
YUKON FLATS	0	0	0	0	0
YUKON/KOYUKUK	0	0	0	0	0
YUPIIT	0	0	0	0	0
TOTALS	206,127,453	40,550,823	246,678,276	217,550,874	-29,127,402

Supplement

	A	B	C	D	E	F	G	H	I
1	ALASKA DEPARTMENT OF EDUCATION								
2	PROJECTED FY96 FOUNDATION PROGRAM		Fiscal Analysis for WORKING DRAFT (M) of CS for SB70				State Share	Local Share	
3		1994 FULL VALUE DETERMINATION	FY94 ADM	V _i	VS/(VS _i V _i)	Column F Vs	Column G VS/MS	Section (1)(A) Column H ADM	Section (1)(B)
4	Fiscal Analysis for CSSB70 Section 9								
5									
6									
7	ADAK		495.20	0	1.0000	344,485	861	426,367	0
8	ALASKA GATEWAY		525.55	0	1.0000	344,485	861	452,499	0
9	ALEUTIAN REGION		16.00	0	1.0000	344,485	861	13,776	0
10	ALEUTIANS EAST	89,105,700	369.00	241,479	0.5879	202,523	506	186,714	131,073
11	ANCHORAGE	12,295,989,030	45,645.36	269,381	0.5612	193,325	483	22,046,709	17,263,646
12	ANNETTE ISLANDS		407.00	0	1.0000	344,485	861	350,427	0
13	BERING STRAIT		1,539.15	0	1.0000	344,485	861	1,325,208	0
14	BRISTOL BAY	176,792,300	271.60	650,929	0.3461	119,226	298	80,937	152,968
15	CHATHAM		326.55	0	1.0000	344,485	861	281,160	0
16	CHUGACH		122.75	0	1.0000	344,485	861	105,688	0
17	COPPER RIVER		598.25	0	1.0000	344,485	861	515,093	0
18	CORDOVA	185,337,580	511.15	362,589	0.4872	167,833	420	214,683	225,526
19	CRAIG	63,665,300	367.00	173,475	0.6651	229,117	573	210,291	105,774
20	DELTA/GREELY		989.70	0	1.0000	344,485	861	852,132	0
21	DENALI	75,475,300	379.65	198,802	0.6341	218,438	546	207,289	119,670
22	DILLINGHAM	131,012,300	494.45	264,966	0.5652	194,703	487	240,797	185,030
23	FAIRBANKS	3,452,917,970	15,408.00	224,099	0.6059	208,723	522	8,042,976	5,226,586
24	GALENA	19,833,700	133.10	149,014	0.6060	240,451	601	79,993	34,634
25	HAINES	130,714,100	409.05	319,555	0.5188	178,719	447	182,845	169,434
26	HOONAH	24,179,400	267.00	90,560	0.7918	272,763	682	182,094	47,850
27	HYDABURG	5,782,300	109.20	52,951	0.8668	298,600	747	81,572	12,472
28	IDITAROD		398.95	0	1.0000	344,485	861	343,496	0
29	JUNEAU	1,765,984,100	5,394.45	327,371	0.5127	176,617	442	2,384,347	2,261,421
30	KAKE	17,315,300	175.25	98,803	0.7771	267,699	669	117,242	33,685
31	KASHUNAMIUT		207.60	0	1.0000	344,485	861	178,744	0
32	KENAI	3,540,628,280	9,846.05	359,599	0.4893	168,557	421	4,145,187	4,334,354
33	KETCHIKAN	985,541,900	2,735.38	360,294	0.4888	168,384	421	1,151,595	1,204,148
34	KLAWOCK	14,832,300	210.00	70,630	0.8299	285,888	715	150,150	30,705
35	KODIAK	858,852,600	2,747.82	312,558	0.5243	180,613	452	1,242,015	1,124,442
36	KUSPUK		451.20	0	1.0000	344,485	861	388,483	0
37	LAKE AND PENINSULA	69,227,800	497.40	139,179	0.7122	245,342	613	304,906	123,461
38	LOWER KUSKOKWIM		2,963.73	0	1.0000	344,485	861	2,551,772	0
39	LOWER YUKON		1,585.25	0	1.0000	344,485	861	1,364,900	0
40	MAT-SU	2,150,675,790	11,336.70	189,709	0.6449	222,158	555	6,291,869	3,471,439
41	NENANA	16,274,400	184.95	87,994	0.7965	274,382	686	126,876	32,405
42	NOME	132,968,700	711.75	186,819	0.6484	223,364	558	397,157	215,811
43	NORTH SLOPE	12,293,043,490	1,623.05	7,574,039	0.0435	14,985	37	60,053	1,337,738
44	NORTHWEST ARCTIC	292,240,600	1,804.25	161,973	0.6802	234,319	586	1,057,291	496,552
45	PELICAN	13,968,900	45.00	310,420	0.5260	181,199	453	20,385	18,370
46	PETERSBURG	202,055,700	711.10	284,145	0.5480	188,778	472	335,639	276,769
47	PRIBILOF		168.00	0	1.0000	344,485	861	144,648	0
48	SITKA	528,278,800	1,873.38	281,992	0.5499	189,432	474	887,982	725,396
49	SKAGWAY	90,199,400	143.00	630,758	0.3532	121,672	304	43,472	79,681
50	SOUTHEAST		413.75	0	1.0000	344,485	861	356,239	0
51	SOUTHWEST		554.25	0	1.0000	344,485	861	477,209	0
52	ST. MARY'S	4,533,500	94.60	47,923	0.8779	302,423	756	71,518	9,953
53	TANANA	11,232,800	101.00	111,216	0.7559	260,396	651	65,751	21,231
54	UNALASKA	358,385,300	358.60	999,401	0.2563	88,292	221	79,251	229,580
55	VALDEZ	1,052,513,810	896.90	1,173,502	0.2269	78,164	195	174,896	597,525
56	WRANGELL	148,130,400	541.20	273,707	0.5572	191,947	480	259,776	206,312
57	YAKUTAT	27,801,100	150.00	185,341	0.6502	223,984	560	84,000	45,182
58	YUKON FLATS		398.90	0	1.0000	344,485	861	343,453	0
59	YUKON/KOYUKUK		598.80	0	1.0000	344,485	861	515,567	0
60	YUPIIT		366.00	0	1.0000	344,485	861	315,126	0
61									
62	TOTALS	41,225,488,950	119,672.97					62,510,245	40,550,823
63				VS	344,485				



ALASKA STATE LEGISLATURE

SENATOR RANDY PHILLIPS

SENATE DISTRICT L

SESSION

State Capitol
Juneau, AK 99801
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CHAIR

Administrative Regulation
Review Committee

VICE-CHAIR

Community & Regional Affairs
State Affairs

MEMBER

Alaska Commission on
Postsecondary Education

SB 70 Sponsor Statement

I introduced Senate Bill 70, "An Act relating to the public school foundation program," to make a number of changes to the public school foundation system. The funding system for education in Alaska has not been changed since 1987.

By far the largest single portion of the state general fund operating budget is the school foundation program that provides the basic state support for K-12 education. For FY 96 the projected state general fund contribution to the foundation program is approximately \$617 million, with total state spending on education at over \$800 million. Even at this level of expenditure, averaging over \$7,900 in foundation funding per student, plus local expenditures, class sizes in many of our schools are far beyond acceptable levels. Under the current formula, actual foundation funding ranges from \$3,492 per student in Ketchikan to \$26,052 per student in the Aleutian Region School District.

Senate Bill 70 makes several changes to the current foundation formula: SB70 changes the instructional unit calculation for large elementary schools to help fund reduced class sizes. It requires more local effort from certain school districts that currently have low millage rates for school support, thus increasing taxpayer equity throughout the state. SB70 changes funding levels for very small schools, those with less than 16 students, to encourage consolidation or alternate service delivery (there are currently 39 schools in Alaska

with between 4 and 16 students). SB70 allows for the Department of Education to update the area cost differentials to more accurately reflect the actual costs of doing business in various regions of the state. SB70 also makes some minor changes to the laws to improve the administration of the foundation formula.

SR 70

Department of Education			
Foundation Program			
SCHOOL DISTRICT	Funding Community	Project # FY96 ADM	
ADAK	ADAK	-	
KENAI PENINSULA	BELUGA	-	
SOUTHEAST ISLAND	MEYER CHUCK	5.0	1
CHATHAM	ELFIN COVE	6.0	2
IDITAROD	TELIDA	6.0	3
DELTA/GREELY	HEALY LAKE	8.0	4
ALASKA GATEWAY	ALCAN BORDER	10.0	5
CHUGACH	ICY BAY	10.0	6
HAINES	MOSQUITO LAKE	10.0	7
LAKE & PENINSULA	PEJRO BAY	10.0	8
LOWER KUSKOKWIM	PLATINUM	10.0	9
YUKON/KOYUKUK	BETTLES	10.0	10
KODIAK ISLAND	KARLUK	10.9	11
MAT-SU	BERYOZAVA	11.0	12
SOUTHEAST ISLAND	POLK INLET	11.0	13
ALEUTIAN EAST	NELSON LAGOON	12.0	14
CHATHAM	HOBART BAY	12.0	15
CHUGACH	TWO MOON BAY	12.0	16
IDITAROD	LAKE MINCHUMINA	12.0	17
SITKA	FALSE PASS	12.0	18
BRISTOL BAY	SOUTH NAKNEK	13.0	19
IDITAROD	LIME VILLAGE	13.0	20
LAKE & PENINSULA	IGIUGIG	13.0	21
SITKA	CORNER BAY	13.0	22
SOUTHEAST ISLAND	WHALE PASS	13.0	23
KODIAK ISLAND	DANGER BAY	13.8	24
CHATHAM	TENAKEE SPRINGS	14.0	25
COPPER RIVER	CHISTOCHINA	14.0	26
LAKE & PENINSULA	IVANOF BAY	14.0	27
YUKON FLATS	BIRCH CREEK	14.0	28
YUKON/KOYUKUK	HUGHES	14.0	29
KODIAK ISLAND	BIG SANDY LAKE	14.3	30
LOWER KUSKOKWIM	OSCARVILLE	14.5	31
KUSPUK	STONY RIVER	15.0	32
SOUTHEAST ISLAND	CRAIK	15.0	33
SOUTHEAST ISLAND	JR GILDERSLEEVE	15.0	34
YUKON FLATS	CENTRAL	15.0	35
ALASKA GATEWAY	TANACROSS	16.0	36
KUSPUK	RED DEVIL	17.0	37
MAT-SU	SKWENTNA	17.0	38
SOUTHEAST ISLAND	PORT PROTECTION	17.0	39
SOUTHWEST REGION	CLARKS POINT	17.0	40
ALEUTIAN REGION	ATKA	18.0	41
CHUGACH	CHENEGA BAY	18.0	42
COPPER RIVER	LOTTIE SPARKS	18.0	43

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ALASKA DEPARTMENT OF EDUCATION
 FY96 FOUNDATION PROGRAM PROJECTED ENTITLEMENTS
 Fiscal Analysis for WORKING DRAFT(M) of CS for SB70

	A	B	C	D	E (C+D)
	FY95 Actual Foundation Existing Law	FY96 Proj. Foundation Existing Law	FY96 prorate at \$59,935	Est. Budgeted FY96 Local	Existing Law Est. FY96 State & Local Resources
ADAK	0	0	0	0	0
ALASKA GATEWAY	4,916,797	4,887,002	4,794,837	0	4,794,837
ALEUTIAN REGION	563,747	468,929	459,717	0	459,717
ALEUTIANS EAST	3,577,702	3,668,008	3,594,363	965,670	4,560,033
ANCHORAGE	192,474,268	193,378,262	189,230,087	74,623,835	263,853,922
ANNETTE ISLANDS	1,373,918	1,590,831	1,544,780	0	1,544,780
BERING STRAIT	14,408,678	16,029,589	15,687,596	0	15,687,596
BRISTOL BAY	1,522,798	1,607,266	1,564,240	1,160,421	2,732,661
CHATHAM	2,628,517	2,570,427	2,513,833	0	2,513,833
CHUGACH	1,577,779	1,702,254	1,870,283	0	1,870,283
COPPER RIVER	5,227,578	5,083,704	4,993,499	0	4,993,499
CORDOVA	2,581,326	2,626,337	2,468,944	718,370	3,187,314
CRAIG	2,275,901	2,238,425	2,194,685	359,286	2,553,971
DELTA/GREELY	5,646,127	5,345,312	5,235,873	0	5,235,873
DENALI	3,046,313	3,165,755	3,104,794	358,011	3,462,805
DILLINGHAM	2,844,758	3,181,710	3,113,390	872,054	3,985,444
FAIRBANKS	72,659,491	73,441,843	72,003,603	25,630,000	97,633,603
GALENA	1,386,517	1,633,032	1,599,570	125,925	1,725,495
HAINES	2,055,774	2,148,434	2,101,627	1,058,311	3,159,938
HOONAH	1,861,376	2,033,340	1,995,447	590,348	2,585,795
HYDABURG	977,491	977,600	960,049	89,211	1,049,260
IDITAROD	5,193,156	5,383,540	5,279,106	0	5,279,106
JUNEAU	22,481,943	21,620,872	21,119,896	12,859,032	33,978,928
KAKE	1,285,536	1,234,626	1,210,504	258,585	1,469,089
KASHUNAMIUT	1,728,969	1,992,534	1,952,863	0	1,952,863
KENAI	44,172,161	45,572,050	43,946,981	26,671,637	70,618,618
KETCHIKAN	9,624,799	9,538,838	9,303,977	6,652,147	15,955,524
KLAWOCK	1,520,331	1,538,094	1,508,881	221,352	1,730,233
KODIAK	14,064,184	13,980,967	13,682,767	3,688,900	17,371,667
KUSPUK	4,759,302	5,153,104	5,053,143	0	5,053,143
LAKE AND PENINSUL	6,741,477	6,628,909	6,503,664	905,000	7,408,664
LOWER KUSKOKWIM	32,863,714	34,598,211	33,911,446	0	33,911,446
LOWER YUKON	11,558,409	13,909,963	13,608,174	0	13,608,174
MAT-SU	55,397,110	59,695,528	58,502,962	15,538,065	74,041,027

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ALASKA DEPARTMENT OF EDUCATION
 FY96 FOUNDATION PROGRAM PROJECTED ENTITLEMENTS
 Fiscal Analysis for WORKING DRAFT(M) of CS for SB70

	A	B	C	D	E (C+D)
	FY95 Actual Foundation Existing Law	FY96 Proj. Foundation Existing Law	FY96 prorata at \$59,935	Est. Budgeted FY96 Local	Existing Law Est. FY96 State & Local Resources
NENANA	1,497,731	1,579,050	1,550,295	68,786	1,619,081
NOME	4,724,803	4,436,072	4,349,008	1,265,196	5,614,204
NORTH SLOPE	10,210,584	10,143,860	9,863,286	27,913,000	37,776,286
NORTHWEST ARCTIC	16,266,410	16,430,911	16,102,028	2,179,920	18,281,948
PELICAN	544,061	553,514	542,875	66,679	609,554
PETERSBURG	3,196,745	3,205,611	3,135,374	1,448,406	4,583,780
PRIBILOF	1,821,050	1,783,135	1,745,306	0	1,745,306
SITKA	6,923,549	6,824,882	6,667,241	3,788,524	10,455,765
SKAGWAY	696,726	706,706	688,069	484,574	1,182,643
SOUTHEAST	4,191,007	4,025,197	3,946,632	0	3,946,632
SOUTHWEST	6,041,928	6,570,578	6,436,505	0	6,436,505
ST. MARY'S	1,212,187	1,015,273	995,475	22,753	1,018,228
TANANA	1,130,861	1,110,997	1,089,495	109,000	1,198,495
UNALASKA	1,680,423	1,749,247	1,700,971	1,441,736	3,142,707
VALDEZ	3,289,736	3,388,504	3,287,649	4,074,990	7,372,639
WRANGELL	2,638,591	2,616,924	2,560,284	1,135,168	3,695,452
YAKUTAT	1,290,931	1,239,920	1,215,915	187,982	1,403,897
YUKON FLATS	5,618,605	5,648,541	5,538,558	0	5,538,558
YUKON/KOYUKUK	6,884,158	6,987,850	6,847,866	0	6,847,866
YUPIIT	3,769,090	4,078,749	3,991,983	0	3,991,983
STATE CCS	3,573,655	3,808,383	3,741,892	0	3,741,892
MI. EDGE CUMBE	1,810,784	1,586,000	1,558,310	0	1,558,310
Other	3,359,332	5,386,260	5,358,011	0	5,358,011
TOTALS	627,472,902	643,401,660	629,338,009	217,550,874	846,888,883

ALASKA DEPARTMENT OF EDUCATION
 FY96 FOUNDATION PROGRAM PROJECTED ENTITLEMENTS
 Fiscal Analysis for WORKING DRAFT(M) of CS for SB70

	F	G	H	I	J	K	L
	CSSB70 Supp. Eq. Aid	Basic Foundation CSSB70 FY96 at \$61,000	(F+G) Basic Foundation CSSB70 FY96 Supp. Eq. Aid	Req. Local at 5 mills	local share of Supp. Eq. Aid	Recapture of 5 mills over Basic Need	Current Local Over Total Req. Local to meet 5 mills & local share of Supp. Eq. Aid
ADAK	426,367	0	426,367	0	0	0	0
ALASKA GATEWAY	452,499	4,897,743	5,350,242	0	0	0	0
ALEUTIAN REGION	13,776	599,655	613,431	0	0	0	0
ALEUTIANS EAST	186,714	3,424,418	3,611,132	445,529	131,073	0	389,068
ANCHORAGE	22,046,709	177,211,285	199,257,994	61,479,945	17,263,646	0	0
ANNETTE ISLANDS	350,427	1,645,319	1,995,746	0	0	0	0
BERING STRAIT	1,325,208	15,634,175	16,959,383	0	0	0	0
BRISTOL BAY	80,937	1,336,086	1,417,023	883,962	152,968	0	131,491
CHATHAM	281,160	2,470,849	2,752,009	0	0	0	0
CHUGACH	105,688	1,688,535	1,794,223	0	0	0	0
COPPER RIVER	515,093	5,117,792	5,632,885	0	0	0	0
CORDOVA	214,683	2,521,821	2,735,504	926,688	225,526	0	0
CRAIG	210,291	2,372,193	2,582,484	318,327	105,774	0	0
DELTA/GREELY	852,132	5,248,851	6,100,983	0	0	0	0
DENALI	207,289	3,082,662	3,289,951	377,377	119,670	0	0
DILLINGHAM	240,797	3,132,070	3,372,867	655,062	185,030	0	31,962
FAIRBANKS	8,042,976	67,027,277	75,070,253	17,264,590	5,226,586	0	3,138,824
GALENA	79,993	1,637,166	1,717,159	99,169	34,634	0	0
HAINES	182,845	2,010,482	2,193,327	653,571	169,434	0	235,306
HOONAH	182,094	2,089,412	2,281,506	120,897	47,850	0	421,601
HYDABURG	81,572	1,065,532	1,147,104	28,912	12,472	0	47,827
IDITAROD	343,486	5,187,152	5,530,648	0	0	0	0
JUNEAU	2,384,347	20,073,445	22,457,792	8,829,921	2,261,421	0	1,767,690
KAKE	117,242	1,309,103	1,426,345	86,577	33,685	0	138,323
KASHUNAMIUT	178,744	2,177,395	2,356,139	0	0	0	0
KENAI	4,145,167	41,364,507	45,509,694	17,703,141	4,334,354	0	4,634,142
KETCHIKAN	1,151,595	8,549,301	9,700,896	4,927,710	1,204,148	0	520,289
KLAWOCK	150,150	1,605,706	1,755,856	74,162	30,705	0	116,485
KODIAK	1,242,015	12,908,396	14,150,411	4,294,263	1,124,442	0	0
KUSPUK	388,483	5,089,509	5,477,992	0	0	0	0
LAKE AND PENINSUL	304,908	6,368,654	6,673,560	346,139	123,461	0	435,400
LOWER KUSKOKWIM	2,551,772	34,071,197	36,622,969	0	0	0	0
LOWER YUKON	1,364,900	13,741,076	15,105,976	0	0	0	0
MAT-SU	6,291,869	57,525,664	63,817,533	10,753,379	3,471,439	0	1,313,247

ALASKA DEPARTMENT OF EDUCATION
 FY96 FOUNDATION PROGRAM PROJECTED ENTITLEMENTS
 Fiscal Analysis for WORKING DRAFT(M) of CS for SB70

	F	G	H	I	J	K	L
	CSSB70 Supp. Eq. Aid	Basic Foundation CSSB70 FY96 at \$51,000	(F+G) Basic Foundation CSSB70 FY96 Supp. Eq. Aid	Req. Local at 5 mills	local share of Supp. Eq. Aid	Recapture of 5 mills over Basic Need	Current Local Over Total Req. Local to meet 5 mills & local share of Supp. Eq. Aid
NENANA	126,876	1,720,270	1,847,146	81,372	32,405	0	0
NOME	387,157	4,691,133	5,088,290	664,844	215,811	0	384,541
NORTH SLOPE	60,053	1,337,738	1,397,791	61,465,217	1,337,738	-45,394,767	0
NORTHWEST ARCTIC	1,057,291	15,073,102	16,130,393	1,461,203	496,552	0	222,165
PELICAN	20,385	596,885	617,270	69,845	18,370	0	0
PETERSBURG	335,639	3,204,551	3,540,190	1,010,279	276,769	0	161,358
PRIBILOF	144,648	1,740,515	1,885,163	0	0	0	0
SITKA	887,982	8,282,459	7,170,441	2,641,384	725,396	0	421,734
SKAGWAY	43,472	729,358	772,830	450,992	79,681	0	0
SOUTHEAST	356,239	4,134,094	4,490,333	0	0	0	0
SOUTHWEST	477,209	6,412,008	6,889,217	0	0	0	0
ST. MARY'S	71,518	1,250,478	1,321,996	22,668	9,953	0	0
TANANA	65,751	1,156,890	1,222,641	56,164	21,231	0	31,605
UNALASKA	79,251	1,162,498	1,241,749	1,791,927	229,580	0	0
VALDEZ	174,896	597,525	772,421	5,262,569	597,525	-58,659	0
WRANGELL	269,778	2,627,868	2,887,644	740,652	206,312	0	188,204
YAKUTAT	84,000	1,350,708	1,434,708	139,006	45,182	0	3,794
YUKON FLATS	343,453	5,574,995	5,918,449	0	0	0	0
YUKON/KOYUKUK	515,567	6,873,407	7,388,974	0	0	0	0
YUPIIT	315,126	3,979,758	4,294,884	0	0	0	0
STATE CCS	0	3,808,383	3,808,383	0	0	0	0
Mt. EDGE CUMBE	0	1,697,020	1,697,020	0	0	0	0
Other	0	5,386,260	5,386,260	0	0	0	0
TOTALS	62,510,245	595,582,332	658,092,577	206,127,453	40,550,823	-45,453,426	14,735,056

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ALASKA DEPARTMENT OF EDUCATION
 FY96 FOUNDATION PROGRAM PROJECTED ENTITLEMENTS
 Fiscal Analysis for WORKING DRAFT (M) of CS for SB70

Informational Column

Additional Local
 Revenue Required
 to meet 5 mills &
 local share of
 Supp. Eq. Aid

	M (H+I+J+K+L) CS SB70 Est. FY96 State & Local Resources	N (I+J+K+L-D) Change In Local	O (H-C) Change In State	P (N+O)	
ADAK	426,367	0	426,367	426,367	0
ALASKA GATEWAY	5,350,242	0	555,405	555,405	0
ALEUTIAN REGION	613,431	0	153,714	153,714	0
ALEUTIANS EAST	4,576,802	0	16,700	16,700	0
ANCHORAGE	278,001,585	4,119,756	10,027,907	14,147,663	4,119,756
ANNETTE ISLANDS	1,995,746	0	450,966	450,966	0
BERING STRAIT	16,959,383	0	1,271,787	1,271,787	0
BRISTOL BAY	2,585,444	0	-147,217	-147,217	0
CHATHAM	2,752,009	0	238,176	238,176	0
CHUGACH	1,794,223	0	123,940	123,940	0
COPPER RIVER	5,632,885	0	639,386	639,386	0
CORDOVA	3,888,718	433,844	287,500	701,404	433,844
CRAIG	3,006,585	64,815	387,799	452,614	64,815
DELTA GREELY	6,100,983	0	865,110	865,110	0
DENALI	3,786,998	139,036	185,157	324,193	139,036
DILLINGHAM	4,244,921	0	259,477	259,477	0
FAIRBANKS	100,700,253	0	3,066,650	3,066,650	0
GALENA	1,850,962	7,878	117,589	125,467	7,878
HAINES	3,251,638	0	91,700	91,700	0
HOONAH	2,871,854	0	286,059	286,059	0
HYDABURG	1,236,315	0	187,055	187,055	0
IDITAROD	5,530,648	0	251,542	251,542	0
JUNEAU	35,316,824	0	1,337,896	1,337,896	0
KAKE	1,584,930	0	215,841	215,841	0
KASHUNAMIUT	2,358,139	0	403,276	403,276	0
KENAI	72,181,331	0	1,562,713	1,562,713	0
KETCHIKAN	16,353,043	0	397,519	397,519	0
KLAWOCK	1,977,208	0	246,975	246,975	0
KODIAK	19,569,116	1,729,805	467,644	2,197,449	1,729,805
KUSPUK	5,477,992	0	424,849	424,849	0
LAKE AND PENINSU	7,578,560	0	169,896	169,896	0
LOWER KUSKOKWI	36,622,969	0	2,711,523	2,711,523	0
LOWER YUKON	15,105,976	0	1,497,802	1,497,802	0
MAT-SU	79,355,598	0	5,314,571	5,314,571	0

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ALASKA DEPARTMENT OF EDUCATION
 FY96 FOUNDATION PROGRAM PROJECTED ENTITLEMENTS
 Fiscal Analysis for WORKING DRAFT(M) of CS for SB70

	M (H+I+J+K+L)	N (I+J+K+L-D)	O (H-C)	P	Informational Column Additional Local Revenue Required to meet 5 mills & local share of Supp. Eq. Aid
	CS SB70 Est. FY96 State & Local Resources	Change In Local	Change In State	(N+O)	
NENANA	1,900,923	44,991	296,851	341,842	44,991
NOME	6,353,486	0	739,282	739,282	0
NORTH SLOPE	18,805,979	-10,504,812	-8,465,495	-18,970,307	34,889,955
NORTHWEST ARCT	18,310,313	0	28,365	28,365	0
PELICAN	705,485	21,536	74,395	95,931	21,536
PETERSBURG	4,988,596	0	404,816	404,816	0
PRIBILOF	1,885,163	0	139,857	139,857	0
SITKA	10,958,965	0	503,200	503,200	0
SKAGWAY	1,303,503	36,039	84,761	120,860	36,039
SOUTHEAST	4,498,333	0	543,701	543,701	0
SOUTHWEST	6,888,217	0	452,712	452,712	0
ST. MARY'S	1,354,617	9,868	326,521	336,389	9,868
TANANA	1,331,641	0	133,146	133,146	0
UNALASKA	3,263,258	579,771	-459,222	120,549	579,771
VALDEZ	6,573,856	1,726,445	-2,525,228	-798,783	1,785,104
WRANGELL	4,022,812	0	327,360	327,360	0
YAKUTAT	1,622,690	0	218,793	218,793	0
YUKON FLATS	5,918,449	0	379,891	379,891	0
YUKON/KOYUKUK	7,388,974	0	541,108	541,108	0
YUPIIT	4,294,884	0	302,801	302,901	0
STATE CCS	3,808,383	0	66,490	66,490	0
Mt. EDGE CUMBE	1,697,020	0	138,710	138,710	0
Other	5,386,250	0	28,249	28,249	0
TOTALS	874,052,483	-1,590,968	28,754,567	27,163,599	43,862,458

SENATE FINANCE
COMMITTEE

Amendment Number: CS-1
Bill Number: SB 70
Sponsor: CS Date: 4/7/95
Logged In By: [Signature]

CS FOR SENATE BILL NO. 70()

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - FIRST SESSION

BY

Offered:
Referred:

Sponsor(s): SENATOR PHILLIPS

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to state aid for education; and providing for an effective date."

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

3 * Section 1. AS 14.11.008(b) is amended to read:

4 (b) The required participating share for a municipal school district is based on
5 the district's full value per ADM, which is calculated by dividing the full and true
6 value of the taxable real and personal property in the district, calculated as described
7 in AS 14.17.025(a) [AS 14.17.025(a)(1)], by the district average daily membership
8 (ADM) as defined in AS 14.17.250, for the same fiscal year for which the valuation
9 was made. The municipal district's full value per ADM determines the district's
10 required participating share, as follows:

	Full Value Per ADM	District Participating Share
11	\$1 - 5100,000	5 percent
12	100,001 - 200,000	10 percent
13	200,001 - 600,000	30 percent
14	over 600,000	35 percent.

1 * Sec. 2. AS 14.17.025(a) is amended to read:

2 (a) Local contributions to a city or borough school district shall be [INCLUDE
3 AT LEAST THE LESSER OF

4 (1)] the equivalent of a four mill tax levy on the full and true value of
5 the taxable real and personal property in the district as of January 1 of the second
6 preceding fiscal year, as determined by the Department of Community and Regional
7 Affairs under AS 14.17.140 and AS 29.45.110 [; OR

8 (2) 35 PERCENT OF THE DISTRICT'S BASIC NEED FOR THE
9 PRECEDING FISCAL YEAR, AS DETERMINED UNDER AS 14.17.021(b)].

10 * Sec. 3. AS 14.17.031(a) is amended to read:

11 (a) The department shall adopt regulations defining funding communities
12 within each district that reflect geographic and attendance area factors, and that
13 include at least 10 students in average daily membership. For the purpose of
14 determining instructional units, students are counted in the district and the funding
15 community from which they receive educational services. The total number of
16 instructional units in a school district is the sum of the following units for each
17 funding community within the district, as determined by the department:

18 (1) the number of units for elementary and secondary students
19 determined under AS 14.17.041(a) or (b);

20 (2) the number of units for vocational education determined under
21 AS 14.17.043;

22 (3) the number of units for special education determined under
23 AS 14.17.045; and

24 (4) the number of units for bilingual education determined under
25 AS 14.17.047.

26 * Sec. 4. AS 14.17.031(b) is amended to read:

27 (b) If the total elementary and secondary instructional units that a school
28 district is eligible to receive under (a) of this section decrease by five [10] percent or
29 more from one fiscal year to the next, the school district may use the last fiscal year
30 before the reduction as a base fiscal year and offset its reduction according to the
31 following schedule: (1) for the first fiscal year after the base fiscal year, the school

1 district is eligible to receive the total elementary and secondary instructional units
2 determined under (a)(1) of this section plus 75 percent of the difference in total
3 elementary and secondary instructional units between the base fiscal year and the first
4 fiscal year after the base fiscal year; (2) for the second fiscal year after the base fiscal
5 year, the school district is eligible to receive the total elementary and secondary
6 instructional units determined under (a)(1) of this section plus 50 percent of the
7 difference in total elementary and secondary instructional units between the base fiscal
8 year and the second fiscal year after the base fiscal year; (3) for the third fiscal year
9 after the base fiscal year, the school district is eligible to receive the total elementary
10 and secondary instructional units determined under (a)(1) of this section plus 25
11 percent of the difference in total elementary and secondary instructional units between
12 the base fiscal year and the third fiscal year after the base fiscal year. The schedule
13 established in this subsection is available to a school district for the three fiscal years
14 following the base fiscal year only if the total elementary and secondary instructional
15 units received by the school district under (a)(1) of this section for each fiscal year are
16 less than the total elementary and secondary instructional units received by the school
17 district in the base fiscal year. This subsection does not apply to a decrease in total
18 elementary and secondary instructional units resulting from a loss of enrollment that
19 occurs as a result of a boundary change under AS 29.

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

21 (b) For funding communities that are not included under (a) of this section,

22 (1) instructional units for elementary students are determined by the
23 formula: units = 15 + ((ADM-200)/16) [15 + ((ADM-200)/17)], where ADM is the
24 number of students in average daily membership in grades kindergarten through 6;

25 (2) instructional units for secondary students are determined by the
26 formula: units = 18 + ((ADM-200)/13), where ADM is the number of students in
27 average daily membership in grades 7 through 12.

28 * Sec. 6. AS 14.17.041 is amended by adding a new subsection to read:

29 (c) A district with an ADM of 900 or less that consists of one funding
30 community shall increase the elementary and secondary instructional units received
31 under (a) or (b) of this section by multiplying the instructional units by a percentage

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determined under the following table:

District ADM	Percentage
1 - 250	1.12
251 - 525	1.08
526 - 900	1.06.

* Sec. 7. AS 14.17 is amended by adding a new section to read:

Sec. 14.17.065. SUPPLEMENTAL EQUALIZATION AID. (a) In addition to state foundation aid for which a district may qualify under AS 14.17.021, a school district is eligible to receive supplemental equalization funds as follows:

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

(A) state share under the following formula:

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

(B) local share under the following formula:

$$\text{funding} = V_s \times 2.5 \text{ mills} \times \text{District ADM} - \text{the amount determined under (A) of this paragraph};$$

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

(b) In this section,

(1) "Vi" means the amount determined by dividing the full and true value of the taxable real and personal property in the district as calculated under AS 14.17.140 and AS 29.45.110 by the District ADM for the same fiscal year for which the valuation of real and personal property was made;

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

* Sec. 8. AS 14.17.080 is amended to read:

Sec. 14.17.080. STUDENT COUNT ESTIMATES. Each district shall prepare and submit to the department, by November 20 [OCTOBER 15] of each fiscal year, in the manner and on forms prescribed by ~~the~~ department, an estimate of its average

1 daily membership and other student count data for the succeeding fiscal year, upon
2 which computations can be made of the amount of estimated state foundation aid for
3 which the district will be eligible under AS 14.17.021 in that fiscal year. In making
4 this estimate ~~for the succeeding fiscal year.~~ the district shall consider its average daily
5 membership in the current fiscal year. other student count data, the pattern of growth
6 or decline in preceding years, and other pertinent information available to the district.
7 The preliminary reports required by this section are the basis for estimating the need
8 for state foundation aid for the next fiscal year.

9 * Sec. 9. AS 14.17.160(b) is amended to read:

10 (b) Upon written request and for good cause shown, the commissioner may
11 permit a district to use a 20-school-day counting period from the same school year
12 other than the periods set out in (a) of this section. However, the counting period must
13 be 20 consecutive school days.

14 * Sec. 10. AS 14.17.160 is amended by adding new subsections to read:

15 (c) Upon written request, and for good cause shown, the commissioner may
16 permit a district to use, for purposes of reporting its average daily membership, the
17 October or February counting period report described in (a) of this section, or the
18 report for another period authorized under (b) of this section, from the immediately
19 preceding school year. The report must accompany a request under this subsection,
20 and is in addition to the October report for the current school year required by (a) of
21 this section.

22 (d) For purposes of this section, "good cause" includes reduction in student
23 enrollment.

24 * Sec. 11. TRANSITION: REGULATIONS. The Department of Education may
25 immediately proceed to adopt regulations necessary to implement this Act. The regulations
26 take effect under the Administrative Procedure Act, but not before July 1, 1995.

27 * Sec. 12. Sections 1, 2, and 7 of this Act take effect July 1, 1996.

28 * Sec. 13. Section 11 of this Act takes effect immediately under AS 01.10.070(c).

29 * Sec. 14. Sections 3 - 6 and 8 - 10 of this Act take effect July 1, 1995.

ALASKA DEPARTMENT OF EDUCATION
 PROJECTED FY96 FOUNDATION PROGRAM
 Fiscal Analysis for CSSB70

	Section 3	Section 4	Section 5	Section 6	Section 10	Sub Total FY96 Impact	Section 2	Section 7	Total FY97 Impact
ADAK	0	0	0	0	0	0	0	0	0
ALASKA GATEWAY	0	0	0	0	54,290	54,290	0	460,635	514,925
ALEUTIAN REGION	0	0	0	34,160	103,090	137,250	0	15,498	152,748
ALEUTIANS EAST	0	0	0	0	0	0	0	187,726	187,726
ANCHORAGE	0	0	5,848,070	0	0	5,848,070	0	22,625,169	28,473,239
ANNETTE ISLANDS	0	0	0	170,800	0	170,800	0	361,620	532,420
BERING STRAIT	0	0	0	0	0	0	0	1,458,534	1,458,534
BRISTOL BAY	0	0	0	0	0	0	0	83,142	83,142
CHATHAM	(100,650)	0	0	0	75,640	(25,010)	0	282,408	257,398
CHUGACH	0	0	0	0	0	0	0	116,235	116,235
COPPER RIVER	0	0	0	0	43,310	43,310	0	528,654	571,964
CORDOVA	0	0	27,450	167,100	17,690	212,280	0	0	212,280
CRAIG	0	0	0	158,600	45,750	204,350	0	0	204,350
DELTA/GREELY	(107,970)	0	86,010	0	114,070	92,110	0	836,031	928,141
DENALI	0	0	0	0	0	0	0	0	0
DILLINGHAM	0	0	29,200	244,610	1,830	275,720	0	245,351	521,071
FAIRBANKS	0	0	1,936,140	0	0	1,936,140	0	8,296,407	10,232,547
GALENA	0	0	0	179,950	0	179,950	0	0	179,950
HAINES	0	0	0	0	0	0	0	188,634	188,634
HOONAH	0	0	0	128,100	0	128,100	0	187,550	315,650
HYDABURG	0	0	0	98,210	0	98,210	0	80,676	178,886
IDITAROD	(129,930)	0	0	0	0	(129,930)	0	378,840	248,910
JUNEAU	0	0	649,650	0	226,310	875,960	0	2,384,148	3,260,108
KAKE	0	0	0	134,200	29,200	163,400	0	119,082	282,562
KASHUNAMIUT	0	0	0	215,940	0	215,940	0	208,362	424,302
KENAI	0	0	692,960	0	0	692,960	0	4,403,239	5,096,199
KETCHIKAN	0	0	276,330	0	0	276,330	0	1,149,962	1,426,292
KLAWOCK	0	0	0	155,550	0	155,550	0	157,300	312,850
KODIAK	0	0	278,770	0	0	278,770	0	0	278,770
KUSPUK	0	0	0	0	0	0	0	402,087	402,087
LAKE AND PENINSUL	0	0	0	0	94,550	94,550	0	305,274	399,824
LOWER KUSKOKWIM	0	0	167,750	0	0	167,750	0	2,798,250	2,966,000
LOWER YUKON	0	0	0	0	0	0	0	1,382,422	1,382,422
MAT-SU	0	0	890,600	0	0	890,600	0	7,059,600	7,950,200

ALASKA DEPARTMENT OF EDUCATION
 PROJECTED FY96 FOUNDATION PROGRAM
 Fiscal Analysis for CSSB70

	Section 3	Section 4	Section 5	Section 6	Section 10	Sub Total FY96 Impact	Section 2	Section 7	Total FY97 Impact
NENANA	0	0	0	157,990	0	157,990	0	0	157,990
NOME	0	0	61,610	258,640	48,190	368,440	0	387,252	755,692
NORTH SLOPE	0	0	151,890	0	0	151,890	(10,295,750)	0	(10,143,860)
NORTHWEST ARCTIC	0	0	84,790	0	0	84,790	0	1,108,126	1,192,916
PELICAN	0	0	0	57,340	0	57,340	0	0	57,340
PETERSBURG	0	0	55,510	211,060	0	266,570	0	362,496	629,066
PRIBILOF	0	0	0	0	0	0	0	163,590	163,590
SITKA	0	0	176,800	0	56,730	233,630	0	862,680	1,096,310
SKAGWAY	0	0	0	112,850	0	112,850	0	39,520	152,370
SOUTHEAST	(105,530)	0	0	0	582,550	477,020	0	328,041	805,061
SOUTHWEST	0	0	0	0	0	0	0	545,013	545,013
ST. MARY'S	0	155,550	0	123,830	0	279,380	0	0	279,380
TANANA	0	0	0	118,340	7,930	126,270	0	65,751	192,021
UNALASKA	0	0	0	189,710	0	189,710	(418,029)	0	(228,319)
VALDEZ	0	0	81,130	0	0	81,130	(2,439,748)	0	(2,358,618)
WRANGELL	0	0	27,450	161,040	610	189,100	0	272,160	461,260
YAKUTAT	0	0	0	132,370	26,230	158,600	0	90,160	248,760
YUKON FLATS	0	0	0	0	0	0	0	355,593	355,593
YUKON/KOYUKUK	0	0	0	0	0	0	0	527,793	527,793
YUPIIT	0	0	0	0	0	0	0	319,431	319,431
STATE CCS	0	0	201,026	0	0	201,026	0	0	201,026
Mt. EDGE CUMBE	0	0	0	0	50,020	50,020	0	0	50,020
TOTALS	(\$444,080)	\$155,550	\$11,723,316	\$3,210,430	\$1,578,070	\$16,223,286	(\$18,153,527)	\$62,130,442	\$65,200,201

Section 3 - Amends AS 14.17.031(a), sets the minimum size of a funding community at 10 ADM.

Section 4 - Amends AS 14.17.031(b), changes the hold harmless provision from a decrease of 10% to 5% of K-12 units.

Section 5 - Amends AS 14.17.041(b), changes the divisor for the elementary table from 17 to 16.

Section 6 - Amends AS 14.17.041, adds a new table for single site school district units with less than 900 ADM.

Section 10 - Amends AS 14.17.160, adds subsection (c) that allows a district to utilize prior year student count data if approved by the Commissioner of Education.

Section 2 - Amends AS 14.17.025(a), requires all municipal school districts to contribute the equivalent of 4 mills.
 Under the new requirements of section 2, North Slope Borough School District is not entitled to foundation funding.

Section 7 - Amends AS 14.17, adds a new section AS 14.17.065, entitled "Supplemental Equalization Aid".

ALASKA DEPARTMENT OF EDUCATION
 FY98 FOUNDATION PROGRAM ENTITLEMENTS

CSS870.XLS

BASIC NEED	REQUIRED	Basic Need
\$61,000	LOCAL	Less Req. Local

	\$0	0	0
ADAK	\$0	0	0
ALASKA GATEWAY	5,333,230	0	5,333,230
ALEUTIAN REGION	664,900	0	664,900
ALEUTIANS EAST	4,218,150	356,423	3,861,727
ANCHORAGE	243,443,070	49,183,956	194,259,114
ANNETTE ISLANDS	2,808,440	0	2,808,440
BERING STRAIT	19,588,320	0	19,588,320
BRISTOL BAY	2,464,400	707,169	1,757,231
CHATHAM	3,216,530	0	3,216,530
CHUGACH	1,831,830	0	1,831,830
COPPER RIVER	5,210,010	0	5,210,010
CORDOVA	3,498,960	741,350	2,757,610
CRAIG	2,709,620	254,661	2,454,959
DELTA/GREELY	6,360,470	0	6,360,470
DENALI	3,491,640	301,901	3,189,739
DILLINGHAM	4,188,870	524,049	3,664,821
FAIRBANKS	84,314,200	13,811,672	70,502,528
GALENA	2,086,570	79,335	2,017,235
HAINES	2,680,950	522,856	2,158,094
HOONAH	2,298,480	96,718	2,201,762
HYDABURG	1,103,490	23,129	1,080,361
IDITAROD	5,851,730	0	5,851,730
JUNEAU	29,569,750	7,063,936	22,505,814
KAKE	1,545,740	69,261	1,476,479
KASHUNAMIUT	2,488,190	0	2,488,190
KENAI	59,839,170	14,162,513	45,676,657
KETCHIKAN	13,762,820	3,942,168	9,820,652
KLAWOCK	1,828,780	59,329	1,769,451
KODIAK	17,345,350	3,435,410	13,909,940
KUSPUK	5,725,460	0	5,725,460
LAKE AND PENINSULA	7,325,490	276,911	7,048,579
LOWER KUSKOKWIM	39,502,990	0	39,502,990
LOWER YUKON	17,491,750	0	17,491,750
MAT-SU	69,184,980	8,602,703	60,582,277
NENANA	1,804,990	65,098	1,739,892
NOME	5,457,060	531,875	4,925,185
NORTH SLOPE	16,222,340	49,172,174	(32,949,834)
NORTHWEST ARCTIC	18,922,200	1,168,962	17,753,238
PELICAN	666,730	55,876	610,854
PETERSBURG	4,289,520	808,223	3,481,297
PRISILOF	2,166,720	0	2,166,720
SITKA	9,262,240	2,113,115	7,149,125
SKAGWAY	1,180,350	360,794	819,556
SOUTHEAST	4,661,620	0	4,661,620
SOUTHWEST	7,643,910	0	7,643,910
ST. MARY'S	1,413,370	18,134	1,395,236
TANANA	1,357,860	44,931	1,312,929
UNALASKA	2,954,840	1,433,541	1,521,299
VALDEZ	5,285,040	4,210,055	1,074,985
WRANGELL	3,398,920	592,522	2,806,398
YAKUTAT	1,533,540	111,204	1,422,336
YUKON FLATS	6,298,250	0	6,298,250
YUKON/KOYUKUK	8,017,840	0	8,017,840
YUPIIT	4,969,670	0	4,969,670
STATE CCS	4,009,408	0	4,009,408
ML EDGE CUMBE	1,697,020	0	1,697,020
TOTALS	\$786,197,768	\$164,901,954	

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	A	B	C	D	E	F	G	H
1	ALASKA DEPARTMENT OF EDUCATION							
2	PROJECTED FY96 FOUNDATION PROGRAM							
3								
4	Fiscal Analysis for CSSB70	Proj. FY96	1994 FULL VALUE	FY94	VI	VS/(Vs+Vi)	Column F	Column G
5	Section 7	ADM	DETERMINATION	ADM			*Vs	*2.5 Mills
6								
7	ADAK	0.00		495.20	0	1.0000	344,485	861
8	ALASKA GATEWAY	535.00		525.55	0	1.0000	344,485	861
9	ALEUTIAN REGION	18.00		16.00	0	1.0000	344,485	861
10	ALEUTIANS EAST	371.00	89,105,700	369.00	241,479	0.5879	202,523	506
11	ANCHORAGE	46,843.00	12,295,989,030	45,645.36	269,381	0.5612	193,325	483
12	ANNETTE ISLANDS	420.00		407.00	0	1.0000	344,485	861
13	BERING STRAIT	1,694.00		1,539.15	0	1.0000	344,485	861
14	BRISTOL BAY	279.00	176,792,300	271.60	650,929	0.3461	119,226	298
15	CHATHAM	328.00		326.55	0	1.0000	344,485	861
16	CHUGACH	135.00		122.75	0	1.0000	344,485	861
17	COPPER RIVER	614.00		598.25	0	1.0000	344,485	861
18	CORDOVA	525.00	185,337,580	511.15	302,589	0.4872	167,833	420
19	CRAIG	385.00	63,665,300	367.00	173,475	0.6561	229,117	573
20	DELTA/GREELY	971.00		989.70	0	1.0000	344,485	861
21	DENALI	405.00	75,475,300	379.65	198,802	0.6341	218,438	546
22	DILLINGHAM	503.80	131,012,300	494.75	264,966	0.5952	194,703	487
23	FAIRBANKS	15,893.50	3,452,917,970	15,608.00	224,199	0.6059	208,723	522
24	GALENA	194.00	19,833,700	193.10	149,014	0.6980	240,451	601
25	HAINES	422.00	130,714,100	409.05	219,555	0.5188	178,719	447
26	HOONAH	275.00	24,179,400	267.00	90,560	0.7918	272,763	682
27	HYDABURG	108.00	5,782,300	109.20	52,951	0.8668	298,600	747
28	IDITAROD	440.00		398.95	0	1.0000	344,485	861
29	JUNEAU	5,394.00	1,765,984,100	5,394.40	323,371	0.5127	176,617	442
30	KAKE	178.00	17,315,300	175.25	98,803	0.7771	267,699	669
31	KASHUNAMIUT	292.00		207.80	0	1.0000	344,485	861
32	KENAI	10,459.00	3,540,628,280	9,846.05	359,599	0.4893	168,557	421
33	KETCHIKAN	2,731.50	985,541,900	2,735.38	360,294	0.4888	168,384	421
34	KLAWOCK	220.00	14,833,300	210.00	70,630	0.8299	285,888	715
35	KODIAK	2,737.86	858,852,600	2,747.82	312,558	0.5243	180,613	452
36	KUSPUK	467.00		451.20	0	1.0000	344,485	861
37	LAKE AND PENINSULA	498.00	69,227,800	497.40	139,179	0.7122	245,342	613
38	LOWER KUSKOKWIM	3,250.00		2,963.73	0	1.0000	344,485	861
39	LOWER YUKON	1,605.60		1,585.25	0	1.0000	344,485	861
40	MAI-SU	12,700.00	2,150,675,790	11,336.70	189,709	0.6449	222,158	555
41	NENANA	180.00	16,274,400	184.95	87,994	0.7965	274,382	686
42	NOME	694.00	132,968,700	711.75	186,819	0.6484	223,364	558
43	NORTH SLOPE	1,768.00	12,293,043,490	1,623.05	7,574,039	0.0435	14,985	37
44	NORTHWEST ARCTIC	1,891.00	292,240,600	1,804.25	161,973	0.6802	234,319	586
45	PELICAN	46.00	13,968,900	45.00	310,420	0.5260	181,199	453
46	PETERSBURG	768.00	202,055,700	711.10	284,145	0.5480	189,778	472
47	PRIBILOF	190.00		168.00	0	1.0000	344,485	861
48	SITKA	1,820.00	528,278,800	1,873.38	281,992	0.5499	189,432	474
49	SKAGWAY	130.00	90,198,400	143.00	630,758	0.3532	121,672	304
50	SOUTHEAST	381.00		413.75	0	1.0000	344,485	861
51	SOUTHWEST	633.00		554.25	0	1.0000	344,485	861
52	ST. MARY'S	85.00	4,533,500	94.60	47,923	0.8779	302,423	756
53	TANANA	101.00	11,232,800	101.00	111,216	0.7559	260,396	651
54	UNALASKA	370.00	358,385,300	358.60	999,401	0.2563	88,292	221
55	VALDEZ	925.00	1,052,513,810	896.90	1,173,502	0.2269	78,164	195
56	WRANGELL	567.00	148,130,400	541.20	273,707	0.5572	191,947	480
57	YAKUTAT	161.00	27,801,100	150.00	185,341	0.6502	223,984	560
58	YUKON FLATS	413.00		398.90	0	1.0000	344,485	861
59	YUKON/KOYUKUK	613.00		598.80	0	1.0000	344,485	861
60	YUPIIT	371.00		366.00	0	1.0000	344,485	861
61								
62	TOTALS	123,969.26	41,225,488,950	119,672.97				
63					Vs	344,485		

Suppeqaul

	I	J	K	L	M	N	O
1							
2		State Share	Local Share				
3		Section (1)(a)	Section (1)(b)	Local Over	C/B	REAA	Total
4		Column H		4 Mill	Supp. Eq.	Supp. Eq.	Supp. Eq.
5		ADM		Minimum	Aid	Aid	Aid
6							
7	ADAK	0	0	0	0	0	0
8	ALASKA GATEWAY	460,635	0	0	0	460,635	460,635
9	ALEUTIAN REGION	15,498	0	0	0	15,498	15,498
10	ALEUTIANS EAST	187,726	131,784	609,247	187,726	0	187,726
11	ANCHORAGE	22,625,169	17,716,608	25,439,879	22,625,169	0	22,625,169
12	ANNETTE ISLANDS	361,620	0	0	0	361,620	361,620
13	BERING STRAIT	1,458,534	0	0	0	1,458,534	1,458,534
14	BRISTOL BAY	83,142	157,136	461,252	83,142	0	83,142
15	CHATHAM	282,408	0	0	0	282,408	282,408
16	CHUGACH	116,235	0	0	0	116,235	116,235
17	COPPER RIVER	528,654	0	0	0	528,654	528,654
18	CORDOVA	220,500	231,637	-22,980	0	0	0
19	CRAIG	220,605	110,962	104,625	0	0	0
20	DELTA/GREELY	836,031	0	0	0	836,031	836,031
21	DENALI	221,130	127,661	56,110	0	0	0
22	DILLINGHAM	245,351	188,528	348,005	245,351	0	245,351
23	FAIRBANKS	8,296,407	5,391,274	11,818,328	8,296,407	0	8,296,407
24	GALENA	116,594	50,481	46,590	0	0	0
25	HAINES	188,634	174,798	535,455	188,634	0	188,634
26	HOONAH	187,550	49,283	493,630	187,550	0	187,550
27	HYDABURG	80,676	12,325	86,082	80,676	0	80,676
28	IDITAROD	378,840	0	0	0	378,840	378,840
29	JUNEAU	2,384,148	2,261,239	5,795,096	2,384,148	0	2,384,148
30	KAKE	119,082	34,214	189,324	119,082	0	119,082
31	KASHUNAMIUT	208,362	0	0	0	208,362	208,362
32	KENAI	4,403,239	4,604,183	12,509,124	4,403,239	0	4,403,239
33	KETCHIKAN	1,149,962	1,202,440	2,709,978	1,149,962	0	1,149,962
34	KLAWOCK	157,300	32,167	162,023	157,300	0	157,300
35	KODIAK	1,237,513	1,120,366	253,490	0	0	0
36	KUSPUK	402,087	0	0	0	402,087	402,087
37	LAKE AND PENINSUL	305,274	123,610	628,089	305,274	0	305,274
38	LOWER Kuskokwim	2,798,250	0	0	0	2,798,250	2,798,250
39	LOWER YUKON	1,382,422	0	0	0	1,382,422	1,382,422
40	MAT-SU	7,059,600	3,895,023	6,935,362	7,059,600	0	7,059,600
41	NENANA	123,480	31,538	3,688	0	0	0
42	NOME	387,252	210,429	733,321	387,252	0	387,252
43	NORTH SLOPE	65,416	1,457,208	-21,259,174	0	0	0
44	NORTHWEST ARCTIC	1,108,126	520,427	1,010,958	1,108,126	0	1,108,126
45	PELICAN	20,838	18,778	10,803	0	0	0
46	PETERSBURG	362,496	298,915	640,183	362,496	0	362,496
47	PRIBILOF	163,590	0	0	0	163,590	163,590
48	SITKA	862,680	704,727	1,675,409	862,680	0	862,680
49	SKAGWAY	39,520	72,438	133,780	39,520	0	39,520
50	SOUTHEAST	328,041	0	0	0	328,041	328,041
51	SOUTHWEST	545,013	0	0	0	545,013	545,013
52	ST. MARY'S	64,260	8,943	4,619	0	0	0
53	TANANA	65,751	21,231	64,069	65,751	0	65,751
54	UNALASKA	81,770	236,879	8,195	0	0	0
55	VALDEZ	180,375	616,247	-135,065	0	0	0
56	WRANGELL	272,160	216,147	542,646	272,160	0	272,160
57	YAKUTAT	90,160	48,495	76,778	90,160	0	90,160
58	YUKON FLATS	355,593	0	0	0	355,593	355,593
59	YUKON/KOYUKUK	527,793	0	0	0	527,793	527,793
60	YUPIIT	319,431	0	0	0	319,431	319,431
61							
62	TOTALS	64,682,923	42,078,124	52,648,920	50,661,405	11,469,037	62,130,442
63							



ALASKA STATE LEGISLATURE

SENATOR RANDY PHILLIPS
SENATE DISTRICT L

SESSION
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Sectional Analysis

SB 70

Sections 1 & 2.

Replaces the area cost differential in the school foundation formula, which is defined in statute, with the school price index which will be defined in regulation.

Section 3.

Increases the required local match from the lesser of 4 mills or 35% to the lesser of 4 mills or 50%.

Section 4.

Requires the Department of Education to define funding communities to include no less than 16 students in average daily membership (ADM).

Section 5.

Provides that a school district which experiences a decrease in instructional units of 5% or more in one year may use the previous year's count. Current law provides a 10% reduction.

Section 6.

Changes from seventeen (17) to sixteen (16), the divisor in the elementary school formula for schools with more than 525 ADM.

Section 7.

Provides additional funding for single site schools with an ADM of 900 or less.

Section 8.

Defines the School Price Index that is to be developed by the Department of Education.

Section 9.

Postpones the districts submittal of the student count estimate from October 15 to November 20th. It is the expectation that districts will then be able to use current data to make estimations for the succeeding fiscal year.

Section 10.

Allows the commissioner, upon written request, to permit a district to use a 20 day counting period from the same year.

Section 11.

Adds a new subsection to allow the commissioner, upon written request, for good cause to allow some flexibility in the district student counting period.

Section 12.

Provides that geographical differences for child care facility grants are to be based on the school price index instead of the area cost differential.

Section 13.

Repeals the area cost differential.

Section 14.

Allows for the Department to adopt regulations to implement the act.

Section 15.

Provides that all the sections (1,2,12 and 13) referring to the school price index or the area cost differential take effect July 1, 1996.

Section 16.

Immediate effective date for section 14.

Section 10.

Effective date of July 1, 1995 for the remainder of the act.

**DIVISION OF LEGAL SERVICES
LEGISLATIVE AFFAIRS AGENCY
STATE OF ALASKA**

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

130 Seward Street, Suite 409
Juneau, Alaska 99801-2105

MEMORANDUM

April 22, 1995

SUBJECT: Sectional Summary of CSSB 70(FIN).
(Work Order No. 9-LS0652R)

TO: Senator Robin Taylor
Attn: Joe

FROM: Michael F. Ford *M.F.*
Legislative Counsel

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

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

Section 1. Provides that the public school foundation account includes municipal contributions made under AS 14.17.025(i).

Section 2. Provides that state foundation aid is calculated by subtracting 100 percent of federal impact aid. Provides that in an REAA, the reduction in federal impact aid is in lieu of a contribution of funds from local taxes.

Section 3. Makes the contribution required from a municipality for operation of a city or borough school district the equivalent of a five mill tax levy on real and personal property or, if the amount generated by the five mill levy is greater than the district's basic need (as determined under AS 14.17.021(b)), the required contribution is the district's basic need calculated under AS 14.17.021(b).

Section 4. Adds a new subsection (i), that requires that a city or borough school district contribute an amount equal to the funds in excess of basic need generated by the five mill tax levy. Adds a new subsection (j) that requires a municipality that is a school district to make local contributions equal to the amount determined under AS 14.17.065(a)(1)(B), in sec. 9.

Section 5. Requires that a funding community within each school district consist of at least 10 students.

Senator Robin Taylor
April 22, 1995
Page 2

Section 6. Changes a provision intended to reduce the impact of a reduction in state funding. If a district's instructional units decrease by five percent or more, the district is entitled to use the previous year as a base year and offset the reduction by the percentages set out in this section.

Section 7. Technical amendment to conform to sec. 5.

Section 8. Provides that a district with an average daily membership of 900 or less and that consists of one funding community is entitled to receive additional state funds as set out in this section.

Section 9. Provides for supplemental state funds for operation of a school district in addition to the funds provided under the foundation program. The additional funding is calculated under a formula set out under (a) of this section.

Section 10. Changes the deadlines for submission of student count estimates and clarifies what fiscal year applies to the estimates.

Section 11. Authorizes the commissioner of education to allow a district to use a different counting period in the same school year for purposes of determining average daily membership.

Section 12. Allows the commissioner of education to allow a district to use a different counting period from the preceding school year for purposes of determining average daily membership in the district.

Section 13. Allows the Department of Education to immediately adopt regulations to implement this Act.

Section 14. Effective date for sec. 13.

Section 15. Effective date for all sections, except for sec. 14.

MFF:klb
95-287.klb

From Joe Ambrose
x4906

narrative for CSSB 70 (0652\MO 4/18/95)

SENATOR TAYLOR'S OFFICE

Section 1 designates the public school foundation account to receive municipal contributions generated over and above basic need by the required 5 mill equivalency local contribution.

Section 2 deducts 100 percent of the eligible federal impact aid from basic need in determining the amount of state aid. Eligible federal impact aid thus becomes a contribution in lieu of local taxes in rural educational attendance areas.

Section 3 requires the equivalent of a five mill tax levy as the local contribution by a city or borough school district. It caps the local contribution from funds generated by the equivalent of a five mill levy at no more than the district's basic need for the current fiscal year.

Section 4 "recaptures" revenue generated by the five mill equivalency over a district's basic need and places it in the public school foundation account. This section also requires an additional local contribution that is equivalent to 2.5 mills and is calculated on a formula using district property value and district ADM.

Section 5 defines a funding community as having at least 10 students in average daily membership.

Section 6 reduces the "trigger" on the hold harmless provision from the current 10 percent to a five percent decrease in instructional units.

Section 7 is a housekeeping provision, cleaning up the formula for determining unit count. It reflects the change made by section 5.

Section 8 is the "single site" fix provided in the original bill.

Section 9 is the formula determining how much supplemental state aid a district will receive in matching funds for the 2.5 mill equivalent local contribution required in Section 4. It is based on ADM rather than instructional units. It also provides the formula for computing supplemental equalization aid to REAAs.

Section 10 changes the reporting requirements for student count estimates. It is from the original bill.

Section 11 allows flexibility in when student counts take place. It is from the original bill.

Narrative for CSSB 20 (0652\M 4/18/95)
Page Two

Section 12 is a sort of mini-hold harmless provision. It gives the commissioner the discretion, for "good cause", to allow a school district to use counts from the previous year.

Section 13 provides for the promulgation of regulations .

Sections 14 & 15 establish effective dates.

A M E N D M E N T

OFFERED IN THE SENATE

TO: SB 70

BY SENATOR PHILLIPS
SENATE FINANCE
COMMITTEE

Amendment Number: 1

Bill Number: SB 70

Sponsor: R. PHILLIPS Date: 3/1/95

Logged In By: LES

1 Page 1, after line 8:

2 Insert a new bill section to read:

3 **** Sec. 2. AS 14.17.022 is amended to read:**

4 Sec. 14.17.022. MONEY FOR CENTRALIZED CORRESPONDENCE
5 STUDY. Money for providing centralized correspondence study programs for
6 students not enrolled in an approved school district correspondence study program
7 includes an allocation from the public school foundation account in an amount
8 calculated by multiplying the instructional unit value in AS 14.17.056 by the total
9 number of instructional units, as determined by applying the number of
10 correspondence students to the formula [FOR ELEMENTARY SCHOOLS] in
11 AS 14.17.041(b) [AS 14.17.041(b)(1)], then multiplying that product by 65 percent."

12 Renumber the following bill sections accordingly.

13 Page 6, line 15:

14 Delete "2, 12, and 13"

15 Insert "3, 13, and 14"

16 Page 6, line 16:

17 Delete "Section 14"

18 Insert "Section 15"

19 Page 6, line 17:

20 Delete "Sections 3 - 11"

21 Insert "Sections 2 and 4 - 12"

A M E N D M E N T

OFFERED IN THE SENATE

BY SENATOR PHILLIPS

TO: SB 70

SENATE FINANCE
COMMITTEE

Amendment Number: 1
Bill Number: SB 70
Sponsor: R. PHILLIPS Date: 3/1/95
Logged In By: LEF

Replaced

1 Page 1, line 1, after "to":

2 Insert "centralized correspondence study and

3 Page 1, after line 3:

4 Insert a new bill section to read:

5 *** Section 1. AS 14.16 is amended by adding a new section to read:

6 ARTICLE 2. CENTRALIZED CORRESPONDENCE STUDY.

7 Sec. 14.16.100. CENTRALIZED CORRESPONDENCE STUDY. (a) The
8 state centralized correspondence study program is a public school of the state. A
9 school term for a student enrolled in a centralized correspondence study program
10 operated by the department consists of a minimum of 180 days, unless the
11 commissioner approves a shorter term.

12 (b) The board shall establish the salaries and benefits to be paid centralized
13 correspondence study teachers employed by the department and shall establish
14 procedures for teacher evaluation and training.

15 (c) The following provisions apply with respect to the operation and
16 management of the state centralized correspondence study program as if it were a
17 school district:

18 (1) AS 14.17.080 (relating to student count estimates);

19 (2) AS 14.17.082 (relating to school operating fund balances);

20 (3) AS 14.17.160 - 14.17.200 (setting out the procedure for payment
21 of financial assistance and imposing general requirements and limits on money paid);

22 (4) AS 14.20.095 - 14.20.120 and 14.20.215 (relating to freedom of
23 speech and the employment of teachers);

24 (5) AS 23.40.070 - 23.40.260 (authorizing collective bargaining by

1 certificated employees) except with regard to teachers who are administrators and
 2 except that the board may delegate some or all of its responsibilities under those
 3 statutes."

4 Page 1, line 4:

5 Delete "Section 1."

6 Insert "Sec. 2."

7 Renumber the following bill sections accordingly.

8 Page 1, after line 8:

9 Insert a new bill section to read:

10 "* Sec. 3. AS 14.17.022 is amended to read:

11 Sec. 14.17.022. MONEY FOR CENTRALIZED CORRESPONDENCE
 12 STUDY. Money for providing centralized correspondence study programs for
 13 students not enrolled in an approved school district correspondence study program
 14 includes an allocation from the public school foundation account in an amount
 15 calculated by multiplying the instructional unit value in AS 14.17.056 by the total
 16 number of instructional units, as determined by applying the number of
 17 correspondence students to the formula [FOR ELEMENTARY SCHOOLS] in
 18 AS 14.17.041(b) [AS 14.17.041(b)(1)], then multiplying that product by 65 percent."

19 Renumber the following bill sections accordingly.

20 Page 6, line 15:

21 Delete "Sections 1, 2, 12, and 13"

22 Insert "Sections 2, 4, 14, and 15"

23 Page 6, line 16:

24 Delete "Section 14"

25 Insert "Section 16"

- 1 Page 6, line 17:
- 2 Delete "Sections 3 - 11"
- 3 Insert "Sections 5 - 13"

FISCAL NOTE

No. 1
 Bill Version: SB 70
 (S) Publish Date: 2-20-95

STATE OF ALASKA
 1995 LEGISLATIVE SESSION

Revision Date: _____ Department Affected: Education
 Title: An Act relating to the public school foundation program: BRU: K-12
and providing for an effective date. Component: Foundation Program
 Sponsor: Senator Phillips
 Requester: Senator Phillips COMPONENT SERIAL NO. 141

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 96	FY 97	FY 98	FY 99	FY 00	FY 01
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS	9,261.8	9,493.3	9,730.6	9,973.9	10,223.2	10,478.8
MISCELLANEOUS						
TOTAL OPERATING	9,261.8	9,493.3	9,730.6	9,973.9	10,223.2	10,478.8

CAPITAL						
---------	--	--	--	--	--	--

REVENUE FUND: SOURCE:						
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FUNDING: (Thousands of Dollars)

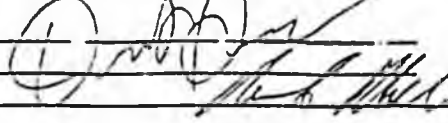
1002 Federal Receipts						
1003 GF Match						
1004 GF	9,261.8	9,493.3	9,730.6	9,973.9	10,223.2	10,478.8
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other:						
TOTAL	9,261.8	9,493.3	9,730.6	9,973.9	10,223.2	10,478.8

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY95) impact: \$ -0-

ANALYSIS: (Attach a separate page if necessary.) Section 1 replaces the existing area cost differentials with the school price index. The effective date of sections 1, 2, 12 and 13 is July 1, 1996. All of these sections refer to the school price index. Since the school price index has not been developed, as of this date, the department has not addressed the fiscal impact on individual school districts. The Department of Education has not projected the fiscal impact of Section 12. This fiscal note reflects the increased general fund requirements to implement sections 3, 4, 5, 6 and 7. The department projects a 2.5% annual increase for fiscal years 1997 through 2001.

Prepared by: Eddy Jeans Phone: 465-8685
 Division: School Finance Date: February 17, 1995
 Approved by Commissioner:  Mike Maher
 Agency: Education Date: February 17, 1995

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ALASKA DEPARTMENT OF EDUCATION
 PROJECTED FY96 FOUNDATION PROGRAM
 Fiscal Analysis for SB70

	Section 3	Section 4	Section 5	Section 6	Section 7	Total
ADAK	-	-	-	-	-	-
ALASKA GATEWAY	-	(97,600)	-	-	-	(97,600)
ALEUTIAN REGION	-	-	77,470	-	34,160	111,630
ALEUTIANS EAST	-	(127,490)	-	-	-	(127,490)
ANCHORAGE	-	-	-	5,848,070	-	5,848,070
ANNETTE ISLANDS	-	-	-	-	170,800	170,800
BERING STRAIT	-	-	-	-	-	-
BRISTOL BAY	-	(134,200)	78,080	-	152,500	96,380
CHATHAM	-	(317,810)	220,210	-	-	(97,600)
CHUGACH	-	(178,730)	94,550	-	-	(84,180)
COPPER RIVER	-	(129,320)	-	-	-	(129,320)
CORDOVA	-	-	-	27,450	165,310	192,760
CRAIG	-	-	-	-	159,210	159,210
DELTA/GREELY	-	(107,970)	-	86,010	-	(21,960)
DENALI	-	-	-	-	-	-
DILLINGHAM	-	-	-	29,280	241,560	270,840
FAIRBANKS	-	-	-	1,936,140	-	1,936,140
GALENA	-	-	-	-	179,950	179,950
HAINES	-	(90,280)	-	2,440	176,900	89,060
HOONAH	-	-	-	-	128,710	128,710
HYDABURG	-	-	-	-	98,210	98,210
IDITAROD	-	(400,160)	-	-	-	(400,160)
JUNEAU	-	-	-	649,650	-	649,650
KAKE	-	-	-	-	134,200	134,200
KASHUNAMIUT	-	-	-	-	215,940	215,940
KENAI	-	-	-	692,960	-	692,960
KETCHIKAN	-	-	-	276,330	-	276,330
KLAWOCK	-	-	-	-	155,550	155,550
KODIAK	-	(297,680)	-	278,770	-	(18,910)
KUSPUK	-	(162,260)	-	-	-	(162,260)
LAKE AND PENINSULA	-	(348,920)	332,450	-	-	(16,470)
LOWER KUSKOKWIM	-	(300,120)	-	176,290	-	(123,830)

3/e

ALASKA DEPARTMENT OF EDUCATION
 PROJECTED FY96 FOUNDATION PROGRAM
 Fiscal Analysis for SB70

	Section 3	Section 4	Section 5	Section 6	Section 7	Total
LOWER YUKON	-	-	-	-	-	-
MAT-SU	-	(94,550)	-	893,040	-	798,490
NENANA	-	-	-	-	157,990	157,990
NOME	-	-	-	61,610	254,370	315,980
NORTH SLOPE	(2,313,852)	-	-	151,890	-	(2,161,962)
NORTHWEST ARCTIC	-	-	-	84,790	-	84,790
PELICAN	-	-	-	-	57,340	57,340
PETERSBURG	-	-	-	55,510	208,010	263,520
PRIBILOF	-	-	-	-	-	-
SITKA	-	(215,330)	-	182,390	-	(32,940)
SKAGWAY	-	-	-	-	112,850	112,850
SOUTHEAST	-	(562,420)	779,580	-	-	217,160
SOUTHWEST	-	-	-	-	-	-
ST. MARY'S	-	-	116,510	-	105,530	222,040
TANANA	-	-	-	-	118,340	118,340
UNALASKA	(435,266)	-	-	-	189,710	(245,556)
VALDEZ	(769,515)	-	-	81,130	-	(688,385)
WRANGELL	-	-	-	27,450	159,820	187,270
YAKUTAT	-	-	-	-	132,370	132,370
YUKON FLATS	-	(343,430)	-	-	-	(343,430)
YUKON/KOYUKUK	-	(261,690)	-	-	-	(261,690)
YUPIIT	-	-	-	-	-	-
STATE CCS	-	-	-	201,026	-	201,026
MI. EDGE CUMBE	-	-	-	-	-	-
TOTALS	(3,518,633)	(4,169,960)	1,698,950	11,742,226	3,509,330	9,261,813

Section 3 - Amends AS 14.17.025(a)(2), changes required local effort from 35% to 50% of basic need.

Section 4 - Amends AS 14.17.031(a), sets the minimum size of a funding community at 16 ADM.

Section 5 - Amends AS 14.17.031(b), changes the hold harmless provision from a decrease of 10% to 5% of K-12 units.

Section 6 - Amends AS 14.17.041(b), changes the divisor for the elementary table from 17 to 16.

Section 7 - Amends AS 14.17.041, adds a new table for single site school district units

2/3



ALASKA STATE LEGISLATURE

SENATOR RANDY PHILLIPS
SENATE DISTRICT L

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CHAIR
Administrative Regulation
Review Committee

VICE-CHAIR
Community & Regional Affairs
State Affairs
Legislative Budget & Audit Committee

MEMBER
Senate Finance Committee
Alaska Commission on
Postsecondary Education
Alaska Job Training Council

Memorandum

TO: Senator Rick Halford, Chair
Senate Finance Committee

Senator Steve Frank, Chair
Senate Finance Committee

FROM: Senator Randy Phillips *Rep*

DATE: February 21, 1995

RE: Senate Bill 70, "An Act relating to the public school
foundation program"

Senate Bill 70 has been referred to the Senate Finance Committee.

Please consider this as my formal request that Senate Bill 70 be scheduled before the Finance Committee for an early hearing.

If you have any questions or comments please feel free to call me at 4949.

HARRIETT J. EDWARDS
P.O. BOX 19429
THORNE BAY, ALASKA 99919
PHONE: (907) 828-3958
FAX: (907) 828-3395

February 22, 1995

FAX: 465-4979

The Honorable Randy Phillips
Alaska State Legislature
State Capitol
Juneau, Alaska 99801-1182

Dear Senator Phillips:

I recently had an opportunity to review Senate Bill No. 70. I was dismayed to see that you had revised AS 14.17.031(a) to require that funding communities have at least 16 students.

In the Southeast Island School District at least one-half of our schools would not meet that criteria and thus would be forced to close. What a discouraging message to send to small communities! This requirement virtually sounds a death knell for some communities by taking away the opportunity for the children to have the schooling experience and forcing their parents to relocate to somewhere else to provide a basic right to an education. I realize that correspondence schooling is available, but you would not be making this an option but rather a necessity if the family chose to remain in a community where they have established roots and built a home.

I am well aware of the problems with the state budget but I believe that there are many areas where reductions can be made that do not infringe on the education of our children regardless of the size of their community.

For the future of Alaska's small communities I urge you to amend Senate Bill No. 70 to delete the 16 student requirement.

Sincerely,


Harriett J. Edwards

cc: Senate Finance Committee Members
Frank, Halford, Zharoff, Rieger, Sharp, Donley

Against SB 70: Public School Foundation Program

Colleen Gilderleeve (Prince of Wales
Pouch B Ketchikan, Ak 99901 Island)

Family has been in Ak since 1953.

Always votes Republican.

Prince of Wales Island has 14 schools (all unincorporated), 4 of which have less than 16 students. They cannot afford the taxes to pay for the schools.

Feels small schools are a target for budget cuts. They want to do their share, but there must be some other alternative.

Such as: 'Taxing the transient, out-of-state employees
& Pay for it out of Perm. Fund.

SENATE COMMITTEE REPORT

First Committee of Reference

final
DATE: 2/6/95

FURTHER: Finance

Date of 5-Day Notice: 2/8/95
(in accordance with Uniform Rule 23)

DATE TURNED INTO OFFICE: 2-20-95

HESS Committee considered SB 70
Relating to (public school foundation program) efd.

Not attached

and recommends:

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

Senate Bill:
| | same title
| | new title
House Bill:
| | technical change
| | new: SCR" _____

SIGNING WITH RECOMMENDATIONS:	DP	DC	AM
<i>Mike Miller</i>			←
<i>Andy Salo</i>			
<i>Leah Green</i>			✓
Senator Green, Chair signed "do pass". Senators Miller and Salo signed "no recommendation". Senator Leman signed "need to amend to provide incentive for school districts to reduce personnel costs."			
CHAIR: <i>Leah Green</i>	✓		

NEW FISCAL NOTE(S):

Department	Date	Zero	Fiscal
<i>DOE</i>	<i>2/17/95</i>		<i>9,261.8</i>

PREVIOUS FISCAL NOTE(S):*

Department	Date	Zero	Fiscal

| | APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill

SB

71

SFIN

FILE

SENATE FINANCE COMMITTEE REPORT

DATE: 3/22/95

FURTHER:

DATE TURNED INTO OFFICE: 5-6-95

The Finance Committee considered SENATE BILL NO. 71

"An Act relating to deep freeze classics; and providing for an effective c

CS to follow

and recommends:

- be replaced with _____ CS SB 71 (FIN)
- adopt previous _____ CS _____ (_____)
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to the _____ Committee

Senate Bill:

same title

new title

House Bill:

same title

technical change

new: SCR# _____

SIGNING <u>DO PASS</u>	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>[Signature]</i>	✓				
<i>[Signature]</i>	✓	<i>[Signature]</i>	✓		
Co-Chair: <i>[Signature]</i>	✓				
Co-Chair: _____		<i>[Signature]</i>		✓	

NEW FISCAL NOTE(S):

Department Date Zero Fiscal

Department	Date	Zero	Fiscal

PREVIOUS FISCAL NOTE(S):*

Department Date Zero Fiscal

Department	Date	Zero	Fiscal
DOR	4/8/80		

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill

2124195
1505TA, FIN

#1

FISCAL NOTE

STATE OF ALASKA
1995 LEGISLATIVE SESSION

BILL NO. SB 71

Revision Date: _____ Dept. Affected: Revenue
 Title: Deep Freeze Classics BRU: Revenue Operations
 Component: Charitable Gaming Division
 Sponsor: Senator Lincoln
 Requester: State Affairs COMPONENT SERIAL NO. 1883

Expenditures/Revenues (Thousands of Dollars)

OPERATING EXPENDITURES	FY 96	FY 97	FY 98	FY 99	FY 00	FY 01
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
----------------------	--	--	--	--	--	--

CHANGE IN REVENUES ()						
------------------------	--	--	--	--	--	--

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY95) cost: \$ 0.0

POSITIONS

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

This bill will not fiscally impact the Department of Revenue.

Prepared by: Jeff Prather, Acting Director Phone: 465-2278
 Division: Charitable Gaming Division Date: 2/8/95
 Approved by: _____ Date: 2/8/95
 Commissioner: Wilson L. Condon
 Agency: Department of Revenue

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Adopted
5/6/95

9-LS0098A.2
Luckhaupt
3/25/95

A M E N D M E N T

OFFERED IN THE SENATE

BY SENATOR SHARP

TO: SB 71

1 Page 1, line 1, following "classics;":

2 Insert "relating to mercury classics;"

3 Page 2, following line 7:

4 Insert a new bill section to read:

5 "* Sec. 4. AS 05.15.690(26) is amended to read:

6 (26) "mercury classic" means a game of chance where a prize of
7 money is awarded for the closest guess of the time the temperature reaches a certain
8 degree and is limited to the mercury classic operated and administered by the Greater
9 Fairbanks Chamber of Commerce or jointly, in the discretion of the Greater
10 Fairbanks Chamber of Commerce, by the Greater Fairbanks Chamber of
11 Commerce and the Fairbanks Convention and Visitors' Bureau."

12 Renumber the following bill sections accordingly.

5/6/95
Phoned to
Legal
8:00pm

Adopted 5/6/95

9-LS0098\C
Luckhaupt
5/1/95

CS FOR SENATE BILL NO. 71()
IN THE LEGISLATURE OF THE STATE OF ALASKA
NINETEENTH LEGISLATURE - FIRST SESSION

BY

Offered:
Referred:

Sponsor(s): SENATOR LINCOLN

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to deep freeze classics and snow machine classics; and
2 providing for an effective date."

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

4 * Section 1. AS 05.15.100(a) is amended to read:

5 (a) The department may issue a permit to a municipality or qualified
6 organization. The permit gives the municipality or qualified organization the privilege
7 of conducting bingo, raffles and lotteries, pull-tab games, ice classics, rain classics,
8 goose classics, mercury classics, deep freeze classics, canned salmon classics, salmon
9 classics, king salmon classics, dog mushers' contests, snow machine classics, fish
10 derbies, and contests of skill.

11 * Sec. 2. AS 05.15.115(c) is amended to read:

12 (c) A permittee may not contract with more than one operator at a time to
13 conduct the same type of activity. For the purposes of this subsection, bingo games,
14 raffles, lotteries, pull-tab games, ice classics, rain classics, goose classics, mercury

1 classics, deep freeze classics, canned salmon classics, salmon classics, king salmon
2 classics, dog mushers' contests, snow machine classics, fish derbies, contests of skill,
3 and all activities permitted under AS 05.15.100(b) are each a different type of activity.

4 * Sec. 3. AS 05.15.180(b) is amended to read:

5 (b) With the exception of raffles, lotteries, bingo games, pull-tab games, rain
6 classics, goose classics, mercury classics, deep freeze classics, snow machine classics,
7 canned salmon classics, salmon classics, king salmon classics, and other activities
8 authorized under AS 05.15.100(b), an activity may not be licensed under this chapter
9 unless it existed in the state in substantially the same form and was conducted in
10 substantially the same manner before January 1, 1959. A snow machine classic may
11 not be licensed under this chapter unless it has been in existence for at least five
12 years before the licensing.

13 * Sec. 4. AS 05.15.690 is amended by adding new paragraphs to read:

14 (42) "deep freeze classic" means a game of chance where a prize of
15 money is awarded to the closest guess of the date, time, and temperature of the lowest
16 temperature recorded at a specific location in the Delta Junction area on the coldest
17 day during December through February, inclusive, and is limited to the deep freeze
18 classic operated and administered by the Delta Chamber of Commerce;

19 (43) "snow machine classic" means a (A) contest in which prizes are
20 awarded for the correct guess of the racing time of a snow machine or of the snow
21 machine's position in the race, including prizes to the race contestants; or (B) game of
22 chance where a prize of money is awarded for the closest guess or guesses of at least
23 three elements of uncertainty about a snow machine race that cannot be determined
24 before the commencement of the race; in this paragraph, "race" includes a race solely
25 among snow machines or a race among teams consisting of a combination of a person
26 involved in a contest of skill and a snow machine.

27 * Sec. 5. This Act takes effect immediately under AS 01.10.070(c).

SENATE COMMITTEE REPORT
First Committee of Referral

DATE: 2/6/95

FURTHER: Finance

Imp Date of 5-Day Notice: 3/16/95
 (in accordance with Uniform Rule 23)

DATE TURNED INTO OFFICE: 3-22-94

State Affairs Committee considered SENATE BILL NO. 71

"An Act relating to deep freeze classics and providing for an effective date."

6/24

and recommends:

be replaced with _____ CS _____ (_____)

adopt previous _____ CS _____ (_____)

attached amendment(s)

adopt Letter of Intent by _____ Committee

further referral to the _____ Committee

Senate Bill:

same title

new title

House Bill:

technical change

new: SCR" _____

SIGNING <u>DO PASS</u>	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>Steve Duncan</i>	<input checked="" type="checkbox"/>	<i>Low A. Feman</i>	<input checked="" type="checkbox"/>		
		<i>Paul E. [unclear]</i>	<input checked="" type="checkbox"/>		
		<i>Debra [unclear]</i>	<input checked="" type="checkbox"/>		
CHAIR:		<i>Bob [unclear]</i>	<input checked="" type="checkbox"/>		

NEW FISCAL NOTE(S):

Department Date Zero Fiscal

<i>REVENUE</i>	<i>2/8</i>	<input checked="" type="checkbox"/>	

PREVIOUS FISCAL NOTE(S):*

Department Date Zero Fiscal

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill

SB

76

SFIN

FILE

FISCAL NOTE

STATE OF ALASKA
1996 LEGISLATIVE SESSION

BILL NO. SB76

Revision Date: 3/1/96 Dept. Affected: Alaska Judicial Council

Title: Non-Union State Salary Increase BRU: _____

Sponsor: Rules by Request Components: _____

Requestor: (S) FIN **COMPONENT SERIAL NO.** 0771

EXPENDITURES/REVENUES (Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	28.8					
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS & CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	28.8					

CAPITAL EXPENDITURES						
-----------------------------	--	--	--	--	--	--

CHANGE IN REVENUES ()						
-------------------------------	--	--	--	--	--	--

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	28.8					
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL	28.8					

POSITIONS

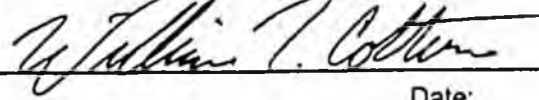
FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY 96) cost: \$ None

New
1996

ANALYSIS: (Attach a separate page if necessary)
 Based on 6.2% salary increase.

Prepared by: William T. Cotton, Executive Director Phone: 279-2526
 Agency: Alaska Judicial Council Date: 3/4/96

Approved by: William T. Cotton, Executive Director 
 Agency: Alaska Judicial Council Date: 3/4/96

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FISCAL NOTE

No. 3

STATE OF ALASKA
1995 LEGISLATIVE SESSION

NO.
BILL VER:
PUBLISH

Bill Version: SB 76
(S) Publish Date: 2/27/95

Revision Date: _____
Title: "An act relating to salaries for officers and employees of the state who are not members..."
Sponsor: Senate Rules Committee
Requestor: Senate Labor & Commerce

Department Affected: Legislature
BRU: All
Component: All

COMPONENT SERIAL NO:

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 96	FY 97	FY 98	FY 99	FY 00	FY 01
PERSONAL SERVICES	1,415.5	1,415.5	1,415.5	1,415.5	1,415.5	1,415.5
TRAVEL	0	0	0	0	0	0
CONTRACTUAL	0	0	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	1,415.5	1,415.5	1,415.5	1,415.5	1,415.5	1,415.5

CAPITAL	0	0	0	0	0	0
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REVENUE FUND SOURCE	0	0	0	0	0	0
---------------------	---	---	---	---	---	---

FUNDING: (Thousands of Dollars)

GENERAL FUND	1,415.5	1,415.5	1,415.5	1,415.5	1,415.5	1,415.5
FEDERAL FUNDS						
OTHER FUND SOURCE						
TOTAL	1,415.5	1,415.5	1,415.5	1,415.5	1,415.5	1,415.5

POSITIONS:

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

Estimate of current year impact: _____

ANALYSIS: (Attach a separate page if necessary)

Sec. 1 of SB 76 establishes a monthly basic salary schedule for classified and partially exempt employees in the executive branch who are not members of a collective bargaining unit. The new salary schedule represents a 6.2% increase.

Sec. 2 of SB 76 extends the new salary schedule to employees of the Legislative Branch of Government.

Prepared By: Karla Schofield, Deputy Director
Division: Administrative Services

Phone: 465-3852
Date: 2/21/95

Approved By: Pamela A. Varni, Executive Director
Agency: Legislative Affairs Agency

Date: 2/21/95

Distribution (by preparer): Leg. Finance, Legislative Sponsor, Requestor, OMB, Gov. , & Impacted Agency(ies).

FISCAL NOTE

No. 2

Bill Version: SB 76

BILL (S) Publish Date: 2/27/95

STATE OF ALASKA
1995 LEGISLATIVE SESSION

Revision Date: _____ Dept. Affected: Alaska Court System
 Title: An Act relating to salaries for officers BRU: Trial Courts
and employees of the state Components: _____
 Sponsor: Rules by request
 Requestor: _____ COMPONENT SERIAL NO. 768

EXPENDITURES/REVENUES (Thousands of Dollars)

OPERATING EXPENDITURES	FY 96	FY 97	FY 98	FY 99	FY 00	FY 01
PERSONAL SERVICES	1,450	1,415.0	1,415.0	1,415.0	1,415.0	1,415.0
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS & CLAIMS						
TOTAL OPERATING	1,415.0	1,415.0	1,415.0	1,415.0	1,415.0	1,415.0

CAPITAL EXPENDITURES						
----------------------	--	--	--	--	--	--

CHANGE IN REVENUES ()						
------------------------	--	--	--	--	--	--

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	1,415.0	1,415.0	1,415.0	1,415.0	1,415.0	1,415.0
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL	1,415.0	1,415.0	1,415.0	1,415.0	1,415.0	1,415.0

POSITIONS

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY 95) cost: \$ None

ANALYSIS: (Attach a separate page if necessary)

Based on a 8.2% increase in salaries for employees of the Alaska Court System who are not covered by collective bargaining.

Prepared by: C. S. Christensen III, Staff Counsel Phone: 264-8228
 Agency: Alaska Court System Date: 02/15/95

Approved by: Arthur H. Snowden, II, Administrative Director Date: 02/15/95
 Agency: Alaska Court System

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FISCAL NOTE

No. L

Bill Version: SB 76

*) Publish Date: 2/27/95

STATE OF ALASKA
1995 LEGISLATIVE SESSION

Revision Date: _____

Department Affected: Statewide

Title: "An Act relating to salaries for officers and employees who are not members...collective bargaining..."

BRU: Statewide

Sponsor: The Senate Rules Committee by Request

Component: Statewide

Requestor: Senator Kelly

COMPONENT SERIAL NO. Statewide

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 96	FY 97	FY 98	FY 99	FY 00	FY 01
PERSONAL	6,051.2	6,164.7	6,280.3	6,398.0	6,518.0	6,640.2
TRAVEL	0.0	0.0	0.0	0.0	0.0	0.0
CONTRACTUAL	0.0	0.0	0.0	0.0	0.0	0.0
SUPPLIES	0.0	0.0	0.0	0.0	0.0	0.0
EQUIPMENT	0.0	0.0	0.0	0.0	0.0	0.0
LAND &	0.0	0.0	0.0	0.0	0.0	0.0
GRANTS, CLAIMS	0.0	0.0	0.0	0.0	0.0	0.0
MISCELLANEOUS	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	6,051.2	6,164.7	6,280.3	6,398.0	6,518.0	6,640.2
CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
CHANGE IN REVENUES	0.0	0.0	0.0	0.0	0.0	0.0

FUNDING SOURCE: (Thousands of Dollars)

1002 Federal Receipts	691.7	704.7	717.9	731.3	745.1	759.0
1003 GF Match	110.5	112.6	114.7	116.9	119.1	121.3
1004 GF	2,735.5	2,786.8	2,839.1	2,892.3	2,946.5	3,001.8
1005 GF/Program	292.3	297.8	303.4	309.0	314.8	320.7
1006 GF/MHTIA	101.2	103.1	105.0	107.0	109.0	111.0
OTHER	2120.0	2159.7	2200.2	2241.5	2283.5	2326.4
TOTAL	6,051.2	6,164.7	6,280.3	6,398.0	6,518.0	6,640.2

Estimate of any current year (FY 95) cost: \$ 0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary.)
See Attached.

Prepared by: Don Wanie
Division: Finance

Phone: 465-2240
Date: _____

Approved by Commissioner: Mark Boyer
Agency: Department of Administration

Date: 2/14/95

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Backup for SB 76
 An Act relating to salaries for officers and employees...
 (Executive Branch Only)

BU	Fiscal Year	Projected Salary/Benefits Without SB76	Projected Salary/Benefits With SB76	Projected Net Cost of SB76
EE	96	4,042,476	4,293,534	251,058
EE	97	4,118,273	4,374,038	255,765
EE	98	4,195,490	4,456,051	260,561
EE	99	4,274,156	4,539,602	265,446
EE	00	4,354,296	4,624,720	270,424
EE	01	4,435,939	4,711,433	275,494
EE	Tot	25,420,632	26,999,380	1,578,748
XE	96	93,392,205	99,192,328	5,800,123
XE	97	95,143,309	101,052,184	5,908,875
XE	98	96,927,246	102,946,912	6,019,667
XE	99	98,744,632	104,877,167	6,132,535
XE	00	100,596,093	106,843,614	6,247,520
XE	01	102,482,270	108,846,932	6,364,661
XE	Tot	587,285,755	623,759,137	36,473,382
Tot	96	97,434,681	103,485,862	6,051,181
Tot	97	99,261,582	105,426,222	6,164,641
Tot	98	101,122,736	107,402,964	6,280,228
Tot	99	103,018,788	109,416,769	6,397,982
Tot	00	104,950,390	111,468,334	6,517,944
Tot	01	106,918,210	113,558,365	6,640,155
Tot		612,706,386	650,758,517	38,052,130

EE = Employees excluded from collective bargaining
 XE = Exempt and partially exempt employees

Backup for SB 76

An Act relating to salaries for officers and employees...
(Executive Branch Only)

Notes and Related Information

	EE	XE
Calendar Year End (CYE) 1994 Actuals	3,102,058	71,665,980
Projected Salary/Benefits Costs for FY95	3,968,075	91,673,330
Merit Increase Percent	0.0375000	
SB76 Salary Increase Factor	0.0621050	
Benefit Cost Factor	0.2698000	

CalendarYear End 1994 actuals are actual salary costs for the year ending 12/15/1994

Projected Salary/Benefit Costs for FY95 = CYE1994 Actuals * 1/4 Merit Increase Percent * Benefit Factor

Backup for SB 76
 An Act relating to salaries for officers and employees...
 (Executive Branch Only)

	Fund Source Ratio	FY96	FY97	FY98	FY99	FY00	FY01
1002 Federal Receipts	0.1143	691,651	704,620	717,831	731,290	745,002	758,971
1003 GF Match	0.0183	110,482	112,554	114,664	116,814	119,004	121,235
1004 GF	0.4521	2,735,461	2,786,751	2,839,003	2,892,234	2,946,463	3,001,709
1005 GF/Program Receipts	0.0483	292,250	297,730	303,312	308,999	314,793	320,695
1006 GF/MHTIA	0.0167	101,143	103,039	104,971	106,940	108,945	110,987
All Others*	0.3504	2,120,194	2,159,948	2,200,447	2,241,705	2,283,737	2,326,557
Totals		6,051,181	6,164,641	6,280,228	6,397,982	6,517,944	6,640,155
Expenditures	1.0000	6,051,181	6,164,641	6,280,228	6,397,982	6,517,944	6,640,155
Check Figure (sb/zero)		0	0	0	0	0	0

Fund Source Ratio is FY96 Fund Source / FY96 Expenditures and is constant for each year

* See next page for detail of all others (some rounding has occurred)

Backup for SB 76
 An Act relating to salaries for officers and employees...
 (Executive Branch Only)

Fund Name	Fund Source Ratio	FY96	FY97	FY98	FY99	FY00	FY01
1007 Inter-Agency Receipts	0.1036	626,847	638,600	650,574	662,772	675,199	687,859
1011 Adv College Tuition Pymnt	0.0000	224	228	232	237	241	246
1016 Fed Incentive Payments	0.0003	1,912	1,948	1,984	2,022	2,059	2,098
1017 Benefits Systems Reciepts	0.0004	2,213	2,254	2,297	2,340	2,384	2,428
1018 Exxon Valdez Settlement	0.0182	110,308	112,376	114,483	116,630	118,817	121,045
1022 State Corp Receipts	0.1655	1,001,743	1,020,526	1,039,661	1,059,154	1,079,013	1,099,245
1024 Fish and Game Fund	0.0020	12,088	12,315	12,546	12,781	13,020	13,265
1025 Sci/Tech Endowment Income	0.0086	51,744	52,714	53,703	54,710	55,735	56,780
1026 Highway Working Capital	0.0014	8,742	8,906	9,073	9,243	9,416	9,593
1027 International Airport	0.0075	45,256	46,105	46,969	47,850	48,747	49,661
1029 Public Employees Retire	0.0003	1,514	1,542	1,571	1,601	1,631	1,661
1034 Teachers Retirement	0.0003	1,514	1,542	1,571	1,601	1,631	1,661
1036 Comm Fishing Loan Fund	0.0007	4,360	4,442	4,525	4,610	4,696	4,784
1040 Real Estate Surety Fund	0.0001	365	372	379	386	393	401
1042 Judicial Retirement Sys	0.0001	349	356	362	369	376	383
1043 Public Law 81-874	0.0002	1,242	1,265	1,289	1,313	1,338	1,363
1045 National Guard Ret Sys	0.0000	233	237	242	246	251	256
1048 University Receipts	0.0001	894	911	928	945	963	981
1050 Permanent Fund Div Fund	0.0009	5,655	5,761	5,869	5,979	6,091	6,205
1051 Rural Dev Initiative Fund	0.0006	3,492	3,557	3,624	3,692	3,761	3,832
1052 Oil/Hazard Response Fund	0.0014	8,503	8,662	8,825	8,990	9,159	9,331
1053 Investment Loss Trust Fund	0.0000	224	228	232	237	241	246
1055 IAR/Oil & Hazardous Waste	0.0037	22,624	23,048	23,480	23,921	24,369	24,826
1061 Capital Impr Proj Recpts	0.0218	131,772	134,243	136,760	139,324	141,936	144,598
1062 Power Project Loan Fund	0.0031	19,052	19,409	19,773	20,144	20,522	20,906
1066 Public School Fund	0.0003	1,957	1,994	2,031	2,069	2,108	2,147
1070 Fish Enhance Loan Fund	0.0003	1,869	1,904	1,940	1,976	2,013	2,051
1074 Bulk Fuel Rev Loan Fund	0.0004	2,700	2,751	2,802	2,855	2,908	2,963
1076 Marine Hwy System Fund	0.0046	27,867	28,390	28,922	29,464	30,017	30,579