

SCOMM

125:36

22-LS0799\C
Ford
4/10/01

Adopted by the Committee
April 11, 2001

CS FOR HOUSE BILL NO. 211()

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SECOND LEGISLATURE - FIRST SESSION

BY

Offered:
Referred:

Sponsor(s): REPRESENTATIVE GUESS

A BILL

FOR AN ACT ENTITLED

1 "An Act requiring an annual inflation adjustment of the base student allocation used in
2 the formula for state funding of public education; and providing for an effective date."

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

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

5 **Sec. 14.17.470. Base student allocation.** The base student allocation is
6 \$3,940. However, the department shall annually increase the base student
7 allocation to the extent of increases during the second preceding calendar year in
8 the consumer price index for all urban consumers for the Anchorage
9 Metropolitan Area compiled by the Bureau of Labor Statistics, United States
10 Department of Labor. The index for January 1999 is the reference base index.

11 * Sec. 2. This Act takes effect July 1, 2001.

**BILL ANALYSIS
HB 211**

Title: "An Act requiring an annual inflation adjustment of the base student allocation used in the formula for state funding of public education; and providing for an effective date."

Sponsor: Representative Guess

- Overview:**
- 1) HB 211 amends AS 14.17.470 to increase the Base Student Allocation for inflation.
 - 2) AS 14.17 is the Foundation Formula. AS 14.17.470 is the Base Student Allocation.
 - 3) The increase would be based on the Consumer Price Index (CPI) for all urban consumers for the Anchorage Metropolitan Area as compiled by the U.S. Department of Labor.
 - 4) The increase would be on the preceding fiscal year's CPI.
 - 5) The index for January 2000 is the reference base index.
 - 6) Letters of support from the Anchorage School District, Kake City School District, and the Wrangell Public School Board are the Bill Backup.

Fiscal Note:

- 1) Eddy Jeans, School Finance Manager for DoE, prepared the fiscal note. He is prepared to answer questions about the bill.
- 2) The estimated cost for 2002 is \$7,211,200, or a .9% increase in funding.
- 3) The new Base Student Allocation would be \$3,976 per student, rather than the statutory \$3,930.
- 4) The out-years' cost is indeterminate.
- 5) The second page of the Fiscal Note shows how much more money each school district would receive if this bill passes in current form.

Available In Person:

Representative Guess

Eddie Jeans

Carl Rose

Darrel Hargraves

Bill Sponsor

School Finance Manager, DoE

AASB

Available Via Teleconference:

Dave Jones

John Holst

Finance Director, Kodiak School District (Kodiak LIO)

Superintendent, Sitka School District (Sitka LIO)

*Other
studies*

OLD BILL ANALYSIS

Title 14. EDUCATION, LIBRARIES, AND MUSEUMS

Chapter 14.17 FINANCING OF PUBLIC SCHOOLS

Sec. 14.17.470. Base student allocation.

The base student allocation is \$3,940.

ALASKA STATE LEGISLATURE



REPRESENTATIVE GRETCHEN GUESS

Memorandum

Date: March 27, 2001

To: Representative Con Bunde
Chairman, Special Committee on Education

From: Representative Gretchen Guess *ag880*

Re: Hearing Request

Please consider this a formal request for a hearing of House Bill 211, "An Act requiring an annual inflation adjustment of the base student allocation used in the formula for state funding of public education; and providing for an effective date."

If you have any questions regarding HB 211 please feel free to contact me or my aide Bree Simpson at 2435. Thank you very much for your consideration.

[REDACTED]

FURTHER REFERRALS: HES Finance

HB 211

FOUNDATION FORMULA INCREASE

☐ attach amendments
☐ add new referral to _____ Committee
☐ Letter of Intent _____ Committee

List of Abbrev. For Depts.:
ADM
CED
COR
CRT
EED
DEC
DFG
GOV
HSS
LAA
LAW
LWF
MVA
DNR
DPS
REV
DOT
UA

[illegible][illegible]

<u>Signing with recommendations</u>	Printed Last Name	DP	DNP	NR	AM
Brian Porter	Porter			✓	
Roger Wilson	Wilson	✓			
Frank Johnson	GUESS	✓			
~~John Doe~~	STEVENS	X			
~~John Doe~~	Joule	✓			
Chair: O Bunder				✓	
Chair:					

22-LS0799\C

Ford

4/10/01

*adopted 4/11/01***CS FOR HOUSE BILL NO. 211()****IN THE LEGISLATURE OF THE STATE OF ALASKA****TWENTY-SECOND LEGISLATURE - FIRST SESSION****BY****Offered:****Referred:****Sponsor(s): REPRESENTATIVE GUESS****A BILL****FOR AN ACT ENTITLED**

1 "An Act requiring an annual inflation adjustment of the base student allocation used in
2 the formula for state funding of public education; and providing for an effective date."

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8 the consumer price index for all urban consumers for the Anchorage
9 Metropolitan Area compiled by the Bureau of Labor Statistics, United States
10 Department of Labor. The index for January 1999 is the reference base index.

11 * Sec. 2. This Act takes effect July 1, 2001.

Amendment # 1

HOUSE SPECIAL COMMITTEE ON EDUCATION
To: HB 211

BY Representative Guess

- 1 Page 1, line 6, Delete [\$3,940], Insert \$4010**
- 2 Page 1, line 10, Delete [1999], Insert 2000**
- 3 Page 1, line 11, Delete [2001], Insert 2002**

ALASKA STATE LEGISLATURE



REPRESENTATIVE GRETCHEN GUESS

Sponsor Statement

CS House Bill 211 (version c) as amended

"An Act requiring an annual inflation adjustment of the base student allocation used in the formula for state funding of public education; and providing for an effective date."

House Bill 211 would help ease the burden of financing schools by adjusting the foundation formula to account for inflation. Currently, the foundation formula statute does not have an inflation adjustment for the base student allocation of \$4,010.

The Consumer Price Index (CPI) for Anchorage has risen approximately 27 percent from 1990 to 2000. However, between 1990 and 2000 the legislature increased the base foundation formula (\$4,010) only approximately 7 percent.

HB 211 would place an inflationary adjustment in Alaska Statute 14.17.470 based on the CPI for the Anchorage area compiled by the Bureau of Labor Statistics, U.S. Department of Labor.

Inflation has eroded many of our district's budgets for years. This bill would ensure our schools would at least keep up with inflation now and in the future.

Thank you for your consideration.

ALASKA STATE LEGISLATURE



REPRESENTATIVE GRETCHEN GUESS

Sponsor Statement

House Bill 211

"An Act requiring an annual inflation adjustment of the base student allocation used in the formula for state funding of public education; and providing for an effective date."

House Bill 211 would help ease the burden of financing schools by adjusting the foundation formula to account for inflation. Currently, the foundation formula statute does not have an inflation adjustment for the base student allocation of \$3,940.

The Consumer Price Index (CPI) for Anchorage has risen approximately 30 percent from 1990 to 1999. However, between 1990 and 1999 the legislature increased the base foundation formula (\$3,940) only approximately 5 percent.

HB 211 would place an inflationary adjustment in Alaska Statute 14.17.470 based on the CPI for the Anchorage area compiled by the Bureau of Labor Statistics, U.S. Department of Labor.

Inflation has eroded many of our district's budgets for years. This bill would ensure our schools would at least keep up with inflation now and in the future.

Thank you for your consideration.

FISCAL NOTE

STATE OF ALASKA
2002 LEGISLATIVE SESSION

Fiscal Note Number: _____
Bill Version: CSHB 211 (EDU)
() Publish Date: _____

Revision Date/Time (Note if correction): _____ Dept. Affected: Education & Early Development
Title: "An Act requiring an annual inflation adjustment
of the base student allocation used in the formula for state ..." BRU: K-12 Support
Sponsor: Representative Guess Component: Foundation Program
Requester: House Special Committee on Education Component Number: 141

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims	13,687.6	*	*	*	*	*
Miscellaneous						
TOTAL OPERATING	13,687.6	*	*	*	*	*

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

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

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	13,687.6	*	*	*	*	*
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
TOTAL	13,687.6	*	*	*	*	*

Estimate of any current year (FY2002) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2003 budget proposal: ☐

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

The Department of Education & Early Development would change the base student allocation from \$4,010 to the extent of the change in the CPI for the Anchorage Metropolitan Area for the fiscal year 2003. The department would change the base allocation each year accordingly with the fluctuation of the CPI.

Attached is an analysis that demonstrates the increase to the base student allocation utilizing the Consumer Price Index for all Urban-Consumers in the Anchorage Metropolitan Area (CPI).

For purposes of this fiscal note, the FY 2003 change would be 1.7% increase, changing the base student allocation from \$4,010 to \$4,078.

Prepared by: Eddy Jeans, School Finance Manager Phone 465-8679
Division: Education & Early Development Date/Time 02/04/02
Approved by: Ed McLain, Deputy Commissioner Date 2/4/02
Agency: Education & Early Development

For distribution information, call the Governor's Legislative Office

School District	CPI-U Base Allocation Increase		
	Basic Need	Floor	TOTAL
Alaska Gateway	81,569	-	81,569
Aleutian Region	19,124	(7,650)	11,474
Aleutians East Borough	65,699	-	65,699
Anchorage	4,616,934	-	4,616,934
Annette Island	37,403	-	37,403
Bering Strait	359,409	-	359,409
Bristol Bay Borough	38,901	-	38,901
Chatham	37,838	-	37,838
Chugach	21,850	-	21,850
Copper River	96,900	-	96,900
Cordova	56,115	(22,446)	33,669
Craig	69,741	-	69,741
Delta/Greely	91,522	(36,609)	54,913
Denali Borough	50,097	-	50,097
Dillingham	75,748	(30,300)	45,448
Fairbanks N. Star Borough	1,496,663	-	1,496,663
Galena	237,246	(94,898)	142,348
Haines Borough	46,528	(1,904)	44,624
Hoonah	30,395	(12,158)	18,237
Hydaburg	13,466	-	13,466
Iditarod Area	86,250	(34,500)	51,750
Juneau Borough	521,041	-	521,041
Kake	22,300	-	22,300
Kashunamiut	54,881	-	54,881
Kenai Peninsula Borough	997,794	-	997,794
Ketchikan Gateway Borough	237,301	-	237,301
Klawock	23,853	(1,521)	22,332
Kodiak Island Borough	320,640	-	320,640
Kuspuk	94,320	(37,728)	56,592
Lake & Peninsula Borough	105,701	-	105,701
Lower Kuskokwim	677,577	(271,031)	406,546
Lower Yukon	332,129	-	332,129
Mat-Su Borough	1,326,391	-	1,326,391
Nenana	112,780	-	112,780
Nome	94,992	(37,997)	56,995
North Slope Borough	342,764	-	342,764
Northwest Arctic Borough	397,960	-	397,960
Pelican	4,508	(1,803)	2,705
Petersburg	71,667	-	71,667
Pribilof	28,304	(11,321)	16,983
Sitka Borough	156,990	-	156,990
Skagway	18,996	(7,598)	11,398
Southeast Island	39,563	-	39,563
Southwest Region	149,188	-	149,188
St. Mary's	29,039	(11,616)	17,423
Tanana	13,002	(5,241)	7,861
Unalaska	52,324	(20,930)	31,394
Valdez	101,693	(40,677)	61,016
Wrangell	52,054	-	52,054
Yakutat	19,320	-	19,320
Yukon Flats	76,884	-	76,884
Yukon/Koyukuk	101,620	-	101,620
Yupit	88,006	(35,203)	52,803
Alyeska Central School *	82,688	-	82,688
Mt. Edgecumbe High School	32,942	-	32,942
TOTAL	14,410,710	(723,131)	13,687,579

P:\2002 Legislation\HB211\FN_HB_211_CPI-U_page2.xls\CPI-U Base Allocation Increase



Anchorage Municipality Consumer Price Index 1984-present for All Urban Consumers (CPI-U)

Source: U.S. Dept. of Labor, Bureau of Labor Statistics (BLS).

7/8/02
4/8/01
1/2/01

Link to (BLS) [Inflation Calculator](#) - Calculation of National Inflation Rate Only

Best results if printed in landscape mode.

Year	1st Half (Jan-Jun)	Percent Change	2nd Half (Jul-Dec)	Percent Change	Annual Average
2001	154.4	2.9%			
2000	150.0	0.9%	151.9	2.4%	150.9
1999	148.6	1.3%	148.3	0.9%	148.4
1998	146.7	1.8%	147.0	1.1%	146.9
1997	144.1	1.6%	145.4	1.2%	144.8
1996	141.8	2.6%	143.7	3.0%	142.7
1995	138.2	2.9%	139.5	2.7%	138.9
1994	134.3	2.1%	135.8	2.3%	135.0
1993	131.5	3.3%	132.8	2.9%	132.2
1992	127.3	3.2%	129.1	3.5%	128.2
1991	123.3	5.5%	124.7	3.6%	124.0
1990	116.9	5.4%	120.4	7.0%	118.6
1989	110.9	2.3%	112.5	3.3%	111.7
1988	108.4	0.1%	108.9	0.7%	108.6
1987	108.3	0.0%	108.1	0.7%	108.2
1986	108.3	3.4%	107.4	0.5%	107.8
1985	104.7	1.9%	106.9	2.9%	105.8
1984	102.7		103.9		103.3

Base: 1982-84=100

Last Update: 8/21/01

The [Cost of Living in Alaska](#) is the complete article published in the June, 2001, issue of *Alaska Economic Trends*. The publication can be viewed and printed using Adobe® Acrobat® Reader. [Download FREE](#) Adobe® Acrobat® Reader software.

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FISCAL NOTE

STATE OF ALASKA
2001 LEGISLATIVE SESSION

Fiscal Note Number: _____
Bill Version: CS HB 211(EDU)
() Publish Date: _____

Revision Date/Time (Note if correction): _____ Dept. Affected: Education & Early Development
Title: "An act requiring an annual inflation adjustment
of the base student allocation used in the formula for state..." BRU: K-12 Support
Sponsor: Representative Gretchen Guess Component: Foundation Program
Requester: House Special Committee on Education Component Number: 141

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims	7,812.5	*	*	*	*	*
Miscellaneous						
TOTAL OPERATING	7,812.5	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	7,812.5	*	*	*	*	*
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
TOTAL	7,812.5	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2001) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2002 budget proposal: ☐

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

Attached is an analysis that demonstrates the increase to the base student allocation utilizing the Consumer Price Index for all Urban-Consumers for the Anchorage Metropolitan Area (CPI).

The Department of Education and Early Development would change the base student allocation from \$3,940 to the extent of the change in the CPI for the Anchorage Metropolitan Area for the second preceding fiscal year. The index for January 1999 is the base reference.

For the purposes of this fiscal note, the FY 2002 change would be a 1% increase, making the new base student allocation \$3,979.

Prepared by: Eddy Jeans, School Finance Manager Phone 465-8679
Division: Education Support Services Date/Time 04/11/01
Approved by: Bruce Johnson, Deputy Commissioner of Education Date 4/11/01
Agency: Education and Early Development

For distribution information, call the Governor's Legislative Office

School District	District Adjusted ADM	FY 02 Entitlement	1. % CPI Entitlement \$3,979	Difference
Alaska Gateway	1172.57	4,720,721	4,766,451	45,730
Aleutian Region	310.25	1,170,144	1,177,404	7,260
Aleutians East	946.76	2,822,075	2,858,999	36,924
Anchorage	67080.62	193,595,132	196,211,276	2,616,144
Annette Island	616.62	867,075	891,123	24,048
Bering Strait	5374.67	15,583,586	15,793,198	209,612
Bristol Bay	597.46	1,340,580	1,363,881	23,301
Chatham	617.88	2,148,172	2,172,270	24,098
Chugach	314.78	1,698,865	1,706,231	7,366
Copper River	1379.03	5,324,548	5,362,346	37,798
Cordova	832.94	2,638,380	2,657,871	19,491
Craig	905.8	3,013,383	3,048,709	35,326
Delta/Greely	1032.16	4,246,748	4,287,003	40,255
Denali	736.62	2,422,605	2,451,333	28,728
Dillingham	1153.2	3,870,502	3,897,487	26,985
Fairbanks	22082.69	63,086,196	63,947,421	861,225
Galena	3213.05	14,450,362	14,525,547	75,185
Haines	693.76	1,931,769	1,958,826	27,057
Hoonah	481.46	1,737,765	1,749,031	11,266
Hydaburg	224.02	909,539	918,276	8,737
Iditarod Area	1397.03	5,765,716	5,798,407	32,691
Juneau	7825.09	20,427,809	20,732,987	305,178
Kake	326.91	1,140,552	1,153,302	12,750
Kashunamiut	781.14	2,037,788	2,068,252	30,464
Kenai Peninsula	14826.33	41,665,482	42,243,709	578,227
Ketchikan Gateway	3543.7	9,550,271	9,688,475	138,204
Klawock	431.54	1,636,402	1,646,500	10,098
Kodiak Island	4639.24	13,523,703	13,704,633	180,930
Kuspuk	1495.95	4,679,476	4,714,482	35,006
Lake & Peninsula	1633.22	5,959,944	5,998,161	38,217
Lower Kuskokwim	9891.38	35,139,517	35,370,976	231,459
Lower Yukon	5233.56	14,605,616	14,809,725	204,109
Mat-Su	18876.41	61,647,537	62,383,717	736,180
Nenana	1550.06	6,063,818	6,124,271	60,453
Nome	1444.62	4,929,994	4,971,552	41,558
North Slope	5207.59	9,885,875	10,088,971	203,096
Northwest Arctic	5984.44	20,358,082	20,591,475	233,393
Pelican	68.82	420,585	422,195	1,610
Petersburg	1022.16	3,025,635	3,065,500	39,865
Pribilof	424.44	1,064,937	1,081,490	16,553
Sitka	2285.3	6,400,649	6,489,776	89,127
Skagway	309.09	886,624	893,856	7,232
Southeast Island	691.71	2,941,152	2,957,338	16,186
Southwest Region	2211.33	5,979,493	6,065,735	86,242
St. Mary's	419.25	1,747,266	1,757,077	9,811
Tanana	331.94	1,280,078	1,293,023	12,945
Unalaska	734.65	2,023,121	2,040,327	17,206
Valdez	1439.12	3,672,455	3,728,580	56,125
Wrangell	749.87	2,364,305	2,393,550	29,245
Yakutat	369.84	1,448,203	1,461,332	13,129
Yukon Flats	1145.11	4,087,475	4,114,271	26,796
Yukon/Koyukuk	1577.72	5,492,033	5,553,564	61,531
Yupit	1223.78	3,831,544	3,860,181	28,637
ACS	1096.8	4,338,941	4,381,716	42,775
Mt. Edgecumbe	484.44	1,321,400	1,340,293	18,893
Other		26,096,100	26,096,100	-
TOTALS:	211,440	665,017,725	672,830,182	7,812,457



Anchorage Municipality Consumer Price Index 1984-present for All Urban Consumers (CPI-U)

Source: U.S. Dept. of Labor, Bureau of Labor Statistics (BLS).

7/8/01
4/3/01
1/2/01

Link to (BLS) [Inflation Calculator](#) - Calculation of National Inflation Rate Only

Best results if printed in landscape mode.

Year	1st Half (Jan-Jun)	Percent Change	2nd Half (Jul-Dec)	Percent Change	Annual Average	Percent Change
2000	150.0	0.9%	151.9	2.4%	150.9	1.7%
1999	148.6	1.3%	148.3	0.9%	148.4	1.0%
1998	146.7	1.8%	147.0	1.1%	146.9	1.5%
1997	144.1	1.6%	145.4	1.2%	144.8	1.5%
1996	141.8	2.6%	143.7	3.0%	142.7	2.7%
1995	138.2	2.9%	139.5	2.7%	138.9	2.9%
1994	134.3	2.1%	135.8	2.3%	135.0	2.1%
1993	131.5	3.3%	132.8	2.9%	132.2	3.1%
1992	127.3	3.2%	129.1	3.5%	128.2	3.4%
1991	123.3	5.5%	124.7	3.6%	124.0	4.6%
1990	116.9	5.4%	120.4	7.0%	118.6	6.2%
1989	110.9	2.3%	112.5	3.3%	111.7	2.9%
1988	108.4	0.1%	108.9	0.7%	108.6	0.4%
1987	108.3	0.0%	108.1	0.7%	108.2	0.4%
1986	108.3	3.4%	107.4	0.5%	107.8	1.9%
1985	104.7	1.9%	106.9	2.9%	105.8	2.4%
1984	102.7		103.9		103.3	

Base: 1982-84=100

Last Update: 2/26/01

The Cost of Living in Alaska is the complete article published in the June, 2000, issue of *Alaska Economic Trends*. The publication can be viewed and printed using Adobe® Acrobat® Reader. Download FREE Adobe® Acrobat® Reader software.

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FISCAL NOTE

**STATE OF ALASKA
2001 LEGISLATIVE SESSION**

Fiscal Note Number: _____
Bill Version: HB 211
() Publish Date: _____

Revision Date/Time (Note if correction): _____

Dept. Affected: Education & Early Development

Title: "An act requiring an annual inflation adjustment
of the base student allocation used in the formula for state..."

BRU: K-12 Support

Component: Foundation Program

Sponsor: Representative Gretchen Guess

Requester: House Special Committee on Education

Component Number: 141

Expenditures/Revenues

(Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims	7,211.2	*	*	*	*	*
Miscellaneous						
TOTAL OPERATING	7,211.2	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	7,211.2	*	*	*	*	*
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
TOTAL	7,211.2	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2001) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2002 budget proposal: ☐

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

Attached is an analysis that demonstrates the increase to the base student allocation utilizing the Consumer Price Index for all Urban-Consumers for the Anchorage Metropolitan Area (CPI-U).

The Department of Education and Early Development would change the base student allocation from \$3,940 to the extent of the change in the CPI-U for the Anchorage Metropolitan Area for the preceding fiscal year. The index for January 2000 is the base reference.

For the purposes of this fiscal note, the FY 2002 change would be a .9% increase, making the new base student allocation \$3,976.

Prepared by: Eddy Jeans, School Finance Manager

Division: Education Support Services

Phone 465-8679

Date/Time 4/10/01 12:00 AM

Approved by: Bruce Johnson, Deputy Commissioner of Education

Agency: Education and Early Development

Date 4/10/01

For distribution information, call the Governor's Legislative Office

School District	District Adjusted ADM	FY 02 Entitlement	.9% CPI Entitlement \$3,976	Difference
Alaska Gateway	1172.57	4,720,721	4,762,933	42,212
Aleutian Region	310.25	1,170,144	1,176,846	6,702
Aleutians East	946.76	2,822,075	2,856,159	34,084
Anchorage	67080.62	193,595,132	196,010,034	2,414,902
Annette Island	616.62	867,075	889,273	22,198
Bering Strait	5374.67	15,583,586	15,777,074	193,488
Bristol Bay	597.46	1,340,580	1,362,089	21,509
Chatham	617.88	2,148,172	2,170,416	22,244
Chugach	314.78	1,698,865	1,705,664	6,799
Copper River	1379.03	5,324,548	5,358,209	33,661
Cordova	832.94	2,638,380	2,656,371	17,991
Craig	905.8	3,013,383	3,045,992	32,609
Delta/Grady	1032.16	4,246,748	4,283,906	37,158
Donali	736.62	2,422,605	2,449,123	26,518
Dillingham	1153.2	3,870,502	3,895,411	24,909
Fairbanks	22082.69	63,086,196	63,881,172	794,976
Galena	3213.05	14,450,362	14,519,764	69,402
Haines	693.76	1,931,769	1,956,745	24,976
Hoonah	481.46	1,737,765	1,748,165	10,400
Hydaburg	224.02	909,539	917,604	8,065
Iditarod Area	1397.03	5,765,716	5,795,892	30,176
Juneau	7825.09	20,427,809	20,709,512	281,703
Kake	326.91	1,140,552	1,152,321	11,769
Kashunemut	781.14	2,037,788	2,065,909	28,121
Kenai Peninsula	14826.33	41,665,482	42,199,230	533,748
Ketchikan Gateway	3543.7	9,550,271	9,677,844	127,573
Klawock	431.54	1,636,402	1,645,723	9,321
Kodiak Island	4639.24	13,523,703	13,690,715	167,012
Kuspuk	1495.95	4,679,476	4,711,789	32,313
Lake & Peninsula	1633.22	5,959,944	5,995,222	35,278
Lower Kuskokwim	9891.38	35,139,517	35,353,171	213,654
Lower Yukon	5233.56	14,605,616	14,794,025	188,409
Mat-Su	18876.41	61,647,537	62,327,088	679,551
Nemna	1550.06	6,063,818	6,119,621	55,803
Nome	1444.62	4,929,994	4,968,952	38,958
North Slope	5207.59	9,885,875	10,073,348	187,473
Northwest Arctic	5984.44	20,358,082	20,573,521	215,439
Pelican	68.82	420,585	422,071	1,486
Petersburg	1022.16	3,025,635	3,062,433	36,798
Pribilof	424.44	1,064,937	1,080,216	15,279
Sitka	2285.3	6,400,649	6,482,920	82,271
Skagway	309.09	886,624	893,300	6,676
Southeast Island	691.71	2,941,152	2,956,093	14,941
Southwest Region	2211.33	5,979,493	6,059,101	79,608
St. Mary's	419.25	1,747,266	1,756,322	9,056
Tanana	331.94	1,280,078	1,292,027	11,949
Unalakleet	734.65	2,023,121	2,039,005	15,884
Valdez	1439.12	3,672,455	3,724,263	51,808
Wrangell	749.87	2,364,305	2,391,300	26,995
Yakutat	369.84	1,448,203	1,460,667	12,464
Yukon Flats	1145.11	4,087,475	4,112,209	24,734
Yukon/Koyukuk	1577.72	5,492,033	5,548,831	56,798
Yupit	1223.78	3,831,544	3,857,978	26,434
ACS	1096.8	4,338,941	4,378,426	39,485
Mt. Edgecumbe	484.44	1,321,400	1,338,839	17,439
		26096100	26096100	0
TOTALS:	211,440	638,921,625	646,132,834	7,211,209



Anchorage School District

4600 DeGarr Road
P.O. Box 195614
Anchorage, Alaska 99519-6614
(907) 742-4000

SCHOOL BOARD

Peggy Robinson
President

Dave Werdal
Vice President

Debbie Osslander
Clerk

Rita J. Holthouse
Treasurer

Tom Anderson

Harriet A. Drummond

John L. Floyd

SUPERINTENDENT

Carol Comeau

April 5, 2001

To The Honorable Gretchen Guess:

The Anchorage School District supports legislation that would inflation-proof the Alaska Education Funding Formula.

In 1998, the Alaska Legislature rewrote the Funding Formula without an automatic adjustment for inflation. As a result, increased costs are eroding the purchasing power of districts, resulting in reductions to essential programs and services.

The Consumer Price Index for Anchorage rose 30 percent from 1990 to 1999. In that same time, the Alaska Legislature increased the base Foundation Formula by only 5 percent.

The Anchorage School Board does not endorse the use of the phrase "fully funded" to describe the current legislative practice of approving education funding without considering adjustments for inflation.

Obtaining increased State funding - including provisions for automatic inflation-proofing of the Foundation Formula - is the top legislative priority of the Anchorage School District.

Sincerely,

Debbie Osslander

Debbie Osslander
Anchorage School Board

Carol Comeau

Carol Comeau
Superintendent

Cc: Sen. Bettye Davis



BILL BACKUP

Subject:

Support for HB 211

Date:

Tue, 10 Apr 2001 01:28:55 -0500

From:

"Eric Gebhart" <egebhart@hotmail.com>

To:

Representative_Gretchen_Guess@legis.state.ak.us,
Representative_Con_Bunde@legis.state.ak.us,
Representative_Joe_Green@legis.state.ak.us,
Representative_Brian_Porter@legis.state.ak.us,
Representative_Gary_Stevens@legis.state.ak.us,
Representative_Peggy_Wilson@legis.state.ak.us,
Representative_Reggie_Joule@legis.state.ak.us,
Representative_Albert_Kookesh@legis.state.ak.us,
Representative_Jeanette_James@legis.state.ak.us,
Representative_Ethan_Berkowitz@legis.state.ak.us

Dear Representatives,

As Superintendent of the Kake City School District, as a parent and as a resident of Alaska I am writing to urge you to support inflation proofing our state's education foundation formula by supporting HB 211. Rather than an expense, I believe that education funding needs to be looked at as an investment in Alaska's children and an investment in Alaska's future. Every year Alaska's schools are asked to do more, yet we are not give the resources to do it. The bi-partisan Task Force has shown, without a doubt, what has happened to the buying power of schools over the last 10 years. For the sake of our children this needs to be stopped and corrected. I believe HB 211 is a step towards this. I ask and encourage each of you to give your support to inflation proofing the foundation formula and giving students the resources they need to achieve.

Sincerely,

Eric Gebhart

Superintendent, Father, Citizen



**WRANGELL
PUBLIC SCHOOLS
DISTRICT OFFICE**

GATEWAY TO THE STIKINE

P.O. BOX 2319
WRANGELL, ALASKA 99829
Telephone (907) 874-2347
Fax # (907) 874-3137

April 10, 2001

Honorable Representative Gretchen Guess
State Capitol
Room 112
Juneau, AK 99801-1182
Fax #(907) 465-6615

Dear Representative Guess:

Attached is a resolution passed by Wrangell Public School Board supporting House Bill 211. The board was very appreciative that you are willing to weigh in on the topic of education. Inflation proofing the education foundation formula only makes sound common sense. If it had been done years ago, we would not be in the mess that we're in now.

Thank you again for supporting Alaska's youth.

Sincerely,

Larry "Woody" Wilson
Superintendent

Enclosure (1)
KG



**WRANGELL
PUBLIC SCHOOLS
DISTRICT OFFICE**

GATEWAY TO THE SITKINE

P.O. BOX 2319
WRANGELL, ALASKA 99829
Telephone (907) 874-2347
Fax # (907) 874-3137

Resolution 01-06

**A Resolution of the Wrangell Public School Board Supporting HB 211,
an Act Requiring an Annual Inflation Adjustment of the Base Student
Allocation Used in the Formula for State Funding of Public Education**

**Whereas, the Consumer Price Index (CPI) for Anchorage has risen
approximately 30 percent from 1990 to 1999; and**

**Whereas, between 1990 and 1999 the legislature increased the base
foundation formula only approximately 5 percent; and**

Whereas, this is an effective cut for education; and

**Whereas, sufficient funding for education is significant to the future of all
Alaskans;**

NOW, THEREFORE BE IT RESOLVED that the Wrangell Public School
Board respectfully requests and encourages the Alaska State Legislature to
pass House Bill 211.

WRANGELL SCHOOL BOARD

James R. Finetti
Board President

David R. Halla
Secretary-Treasurer

4-9-01
Date

4/9/01
Date