

ALASKA LEGISLATURE COMMITTEE FILES 1987-1988 8672
5261 SHES SB 119 - SB 123 833

A M E N D M E N T

Offered in the SENATE

By Josephson

TO: SB 119

Page 2, lines 19 - 20:

Delete "by the Department of Community and Regional Affairs"

Page 2, lines 28 - 29:

Delete "by the Department of Community and Regional Affairs"

Page 10, line 1, following "is", through line 28:

Delete all material

Insert "repealed and reenacted to read:

Sec. 14.17.140. DETERMINATION OF FULL AND TRUE VALUE. To determine the amount of local effort under AS 14.17.025, the department shall use the full and true value of taxable real and personal property actually levied against in each district, as determined by the district assessor under AS 29.45.110."

Equal.

SB 119

Sen. Jospeson

Nancy Gross - UnAlaska

Floor on School

Faz in Transportation 20%

TRS 4 yrs. period

Define Basic Education

seperate Community Ed.

Hold harmless 5%

Relate to Tax Base

Harry Purdy - Superintendents

based on cost - multiplier

upper limit to 6 mill.

Larry Beans - St Marys School District

75-90 Reduction

Interest earnings - effective cash management

\$100,000
Study

Bob Winstien - Sup. Southeast

Area Differentials

Housing Category

Transportation

DCE

6 mill \$/Unit

2.4 m

Total 6.4 M

Governor's Public School Foundation Funding Proposal

HB 126/SB 119

3/30/87

Column explanations for attached data packet:

Data Sheets

Page 1 Projected FY88 average daily membership (ADM), instructional units, and area cost differential
 Total adjusted units = total units x area cost differential

Page 2 State, Local, and Federal Shares of Basic Need

<u>Column</u>	<u>Description</u>
B	Basic Need = Columns E + I + K
E	Required Local Effort = Lessor of Column D (35% of Basic Need) or production of 4 mill tax levy (.004 times Column S, page 5)
I	Deductible PL 874 = 90% times Column H times Column G
K	State Aid = Basic Need (B) minus Required Local Effort (E) minus Deductible PL 874 (I)
L	Basic Need per unit. This column is equal to \$60,000 for each district since every unit is worth \$60,000. Column L = (Columns M + N + O)
M	Required Local Effort per unit
N	Deductible PL 874 per unit
O	State Aid per unit

Page 3 Calculation of State Aid

<u>Column</u>	<u>Description</u>
B	Total Adjusted Units (Page 1) x \$60,000 Column B = (Columns E + I + K)
C	65% of Column B
D	35% of Column B
E	Production of 4 mill tax levy or 35% of Basic Need (from Column D), whichever is less
F	Column D minus Column E; Column F represents State Aid required in addition to Required Local Effort to make up 35% of Basic Need
G	FY 86 PL 81-874 revenue excluding amount received for special education students
H	Percentage of eligibility of PL 81-874 revenue which legally can be deducted in State Funding Plan (Column E/Column Q)
I	90% times Column H times Column G
J	Column C minus Column I; Column J represents State Aid required in addition to deductible PL 874 to make up 65% of Basic Need
K	Total State Aid Column K = (Columns F + J)

Page 4 Hold Harmless Calculations

<u>Column</u>	<u>Description</u>
AA	FY 87 average daily membership (ADM)
BB	FY 88 projected ADM submitted by district's
CC	FY 87 Total Revenue for Hold Harmless is equal to sum of 1) FY 87 state foundation aid including 80% distribution of Secondary Formula Account to city/borough school districts (Column GG), 2) deductible PL 874 revenue (Column I), and 3) FY 87 local contribution limited to amount of 35% of Basic Need or 4 mill levy, whichever is lessor (Column P, p.5).
DD	Percentage figure equal to FY 88 Basic Need (Column B) divided by Column CC adjusted for ADM (Column BB/Column AA)

Page 4 Hold Harmless Calculations (Continued)

- EE 90% of Column CC adjusted for ADM. FY 88 Basic Need is compared to this figure
- FF Column EE minus Column B. Positive numbers indicate amounts where there is possible eligibility for Hold Harmless assistance
- GG FY 87 State foundation aid including 80% distribution of Secondary Formula Account for cities/boroughs
- HH Percentage figure equal to FY 88 State Aid (Column K) divided by Column GG adjusted for ADM (Column BB/Column AA)
- II 90% of Column GG adjusted for ADM. FY 88 State Aid is compared to this figure
- JJ Column II minus Column K. Positive numbers indicate amounts where there is possible eligibility for Hold Harmless assistance
- KK Hold Harmless amounts equal to lessor of amounts in Column FF or Column JJ. Only positive amounts are listed

Page 5 Disparity Information

<u>Column</u>	<u>Description</u>
P	FY 87 local contribution (including "in-kind," earnings on investments, and state tuition payments) capped at 35% of Basic Need or 4 mill levy, whichever is lessor
Q	Estimated FY 88 local revenue (including "in-kind," earnings on investments, and state tuition payments) with a minimum value of 35% of Basic Need or 4 mill levy, whichever is lessor, and maximum value of 2 mills or \$12,600 per unit, whichever is greater, over the Required Local Effort
E	Required Local Effort (See description on p.2)
S	100% full and true value of assessed property prepared by DCRA
T	Production of 1 mill per unit
U	Production of 1.5 mills per unit
V	Production of 2.0 mills per unit

Local Property Wealth and Fiscal Equalization

Columns, T, U, and V provide relevant data for calculating disparity percentages under PL 81-874 requirements. With the proposed foundation funding plan equalized at \$60,000 per unit, a maximum of \$15,000 disparity (25%; 15,000/60,000) is permitted under Federal PL 874 requirements between the districts at the 5th and 95th percentiles. Anchorage is at one extreme with \$12,565 per unit with a 2 mill maximum leeway. An amendment will be proposed to revise the maximum contribution to the equivalent of a 2 mill tax levy or 21% of the unit value (12,600), whichever is greater, in addition to the required local effort.

	<u>Equalized Per Unit</u>	<u>1.5 Mills Per Unit</u>	<u>2.0 Mills Per Unit</u>
North Slope	60,000	162,814	197,086
Valdez	60,000	98,784	111,713
Anchorage	60,000	69,424	72,565
...
...
...
REAA	60,000	60,000	60,000

188-EFSS

STATE OF ALASKA-DEPARTMENT OF EDUCATION
 GOVERNOR'S PUBLIC SCHOOL FOUNDATION FUNDING PROPOSAL
 CALCULATIONS USE THE PROJECTED ADM AS PHONE SURVEY 2/18/87
 REVISED 3/30/87 HB126/58119

PAGE 1

REVISED

SCHOOL DISTRICT	FY88 PROJECTED ADM	K - 12	81/81	SPECIAL EDUCATION	VOC ED	TOTAL UNITS	AREA COST DIFF.	ADJUSTED UNITS
ADAK	600	45.51	1.00	4.83	1.00	52.34	1.27	66.47
ALASKA GATEWAY	523	62.14	1.00	5.54	1.00	69.68	1.19	82.92
ALEUTIAN REGION	90	18.93	0.00	1.00	1.00	20.93	1.31	27.42
ANCHORAGE	38874	2,609.46	40.24	396.22	32.94	3,078.86	1.00	3,078.86
ANNETTE ISLAND	432	34.80	1.00	4.21	1.00	41.01	1.03	42.24
BERING STRAIT	1251	156.81	11.69	12.74	2.19	183.43	1.39	254.96
BRISTOL BAY	231	23.40	1.00	2.22	1.00	27.62	1.27	35.08
CHATHAM	310	41.29	0.00	3.47	1.00	45.76	1.03	47.13
CHUGACH	132	22.04	0.00	1.00	1.00	24.04	1.14	27.41
COPPER RIVER	561	63.77	1.00	5.71	1.00	71.48	1.14	81.49
CORDOVA	431	34.73	0.00	3.86	1.00	39.59	1.11	43.95
CRAIG	219	20.60	0.00	1.84	1.00	23.44	1.03	24.14
DELTA GREELY	1027	74.10	0.00	8.91	1.53	84.54	1.16	98.07
DILLINGHAM	469	37.27	1.00	3.60	1.00	42.87	1.27	54.44
FAIRBANKS	13158	905.98	5.90	123.81	12.61	1,048.30	1.04	1,090.23
GALENA	172	17.47	0.00	1.14	1.00	19.61	1.30	25.49
HAINES	360	32.96	1.00	2.96	1.00	37.92	1.05	39.81
HOONAH	235	21.67	0.00	2.79	1.00	25.46	1.08	27.49
HYDABURG	108	13.00	1.00	1.65	1.00	16.65	1.03	17.15
IDITAROD	392	56.24	1.00	3.97	1.00	62.21	1.33	82.74
JUNEAU	4244	287.24	1.26	52.23	5.14	345.87	1.00	345.87
KAKE	178	17.87	0.00	3.37	1.00	22.24	1.03	22.90
KASHUNANUT	189	18.60	2.27	2.53	1.00	24.40	1.33	32.45
KENAI	8414	645.39	10.03	77.16	12.85	745.43	1.00	745.43
KETCHIKAN	2450	170.58	1.00	23.42	3.10	198.10	1.00	198.10
KING COVE	133	14.87	0.00	2.44	1.00	18.31	1.27	23.25
KLAHOCK	168	17.20	0.00	3.07	1.00	21.27	1.03	21.91
KODIAK	2319	192.25	1.93	29.55	2.35	226.08	1.09	246.43
KUSPUK	371	53.53	1.50	3.67	1.04	59.74	1.33	79.46
LAKE & PENINSULA	369	62.62	1.00	3.52	1.10	68.24	1.31	89.39
LOWER KUSKOKWIM	2682	288.96	54.95	28.21	3.06	375.18	1.42	532.76
LOWER YUKON	1343	148.81	6.80	17.98	2.46	176.05	1.35	237.66
MAT-SU	8940	639.69	1.10	65.40	9.83	716.02	1.00	716.02
MENANA	208	19.87	1.00	2.19	1.00	24.06	1.20	28.87
NOME	759	56.67	1.00	5.80	1.00	64.27	1.36	86.12
NORTH SLOPE	2371	120.05	5.30	9.20	2.00	136.55	1.45	197.99
NORTHWEST ARCTIC	1637	166.49	7.14	15.23	1.73	190.59	1.45	276.35
PELICAN	54	8.25	0.00	1.00	1.00	10.25	1.03	11.07
PETERSBURG	597	45.80	1.00	6.17	1.00	53.97	1.03	53.97
PRIBILOF	152	19.44	1.00	2.05	1.00	23.49	1.30	30.54
RATLBELT	346	39.66	0.00	2.12	1.00	42.78	1.23	52.62
SAND POINT	135	15.00	0.00	1.53	1.00	17.53	1.27	22.26
SITKA	1637	113.77	1.00	17.59	1.62	133.98	1.00	133.98
SKAGWAY	136	15.07	0.00	1.00	1.00	17.07	1.05	17.92
SOUTHEAST ISLAND	435	72.42	0.00	3.16	1.00	76.58	1.04	79.64
SOUTHWEST REGION	491	67.47	9.08	3.66	1.00	81.21	1.31	106.38
ST. MARY'S	125	14.33	1.00	1.11	1.00	17.44	1.30	22.68
TANANA	86	11.17	1.00	1.00	1.00	14.17	1.30	18.42
UNALASKA	170	17.33	1.00	1.09	1.00	20.42	1.27	25.94
VALDEZ	697	52.62	0.00	5.32	1.06	59.00	1.11	65.49
WRANGELL	497	38.89	0.00	6.52	1.00	46.41	1.00	46.41
YAKUTAT	147	15.80	0.00	1.72	1.00	18.52	1.08	20.00
YUKON FLATS	390	58.76	1.00	4.22	1.00	64.98	1.46	94.87
YUKON-KOYUKUK	556	77.95	1.00	5.57	1.15	85.67	1.34	114.80
YUPIIT	281	35.32	6.61	2.58	1.00	45.51	1.41	64.16

TOTALS 102,142 7,931.69 186.80 1,003.85 134.76 9,257.10 10,109.60

DEPARTMENT OF EDUCATION
GOVERNOR'S PUBLIC SCHOOL FOUNDATION FUNDING PROPOSAL
5/11/19/01/26 REVISED MARCH 30, 1987

SCHOOL DISTRICT	FY88 PROJECTED REQUIRED		DEDUCTIBLE PL87A	FY88 PROPOSED STATE AID		BASIC NEED REQ. LOCAL EFFORT PER UNIT		LOCAL PL87A DEDUCTIBLE PER UNIT		FY 88 STATE AID PER UNIT
	BASIC NEED 160,000	LOCAL EFFORT		PER UNIT	UNIT	PER UNIT	PER UNIT	PER UNIT		
ADAK	13,988,200		11,792,632	12,195,568	160,000	10	126,969	133,031		
ALASKA GATEWAY	14,975,200		1626,851	14,348,649	160,000	10	17,556	152,444		
ALEUTIAN REGION	11,645,200		1294,651	11,350,549	160,000	10	110,746	149,254		
ANCHORAGE	1184,731,600	164,656,060	1330,028	1119,745,512	160,000	121,030	1107	138,893		
ANNETTE ISLAND	12,534,400		11,406,836	11,127,564	160,000	10	133,306	126,694		
BERTING STRAIT	115,297,600		14,199,309	111,098,291	160,000	10	116,470	143,530		
BRISTOL BAY	12,104,600	1406,164	1259,254	11,439,392	160,000	111,578	17,390	141,031		
CHATHAM	12,827,800		1782,972	12,044,828	160,000	10	116,613	143,387		
CHUSKACH	11,644,600		1183,932	11,460,668	160,000	10	16,710	153,290		
COPPER RIVER	14,889,400		1398,113	14,491,287	160,000	10	14,885	155,115		
CORDOVA	12,637,000	1495,929	115,603	12,125,468	160,000	111,284	1355	148,361		
CRAIG	11,448,400	1149,219	132,973	11,266,208	160,000	16,181	11,366	152,453		
DELTA GREELY	15,884,200		11,042,286	14,841,914	160,000	10	110,628	149,372		
DILLINGHAM	13,286,400	1430,063	1354,651	12,481,686	160,000	17,900	16,515	154,586		
FALCONHEADS	155,413,800	118,907,656	132,127	146,474,017	160,000	117,343	129	142,628		
GALENA	11,529,400	180,428	1443,016	11,006,956	160,000	13,155	117,390	139,465		
HAINES	12,388,600	1390,446	146,164	11,951,950	160,000	19,809	11,160	149,032		
HOONAH	11,649,400	1116,950	1190,808	11,111,642	160,000	16,254	16,941	148,005		
HYDABURG	11,029,000	153,671	10	1975,329	160,000	13,130	10	156,870		
IDITAROD	14,944,400	16,755,969	1849,651	14,114,749	160,000	10	110,269	149,731		
JUNEAU	120,752,200	148,754	126,897	113,969,334	160,000	119,533	178	140,389		
KAKE	11,374,000	148,754	1209,395	11,115,851	160,000	12,129	19,144	148,727		
KASHANATIUT	11,947,000		1498,907	11,448,093	160,000	10	115,375	144,625		
KENAI	144,725,800	115,621,367	1190,124	128,914,309	160,000	120,956	1255	138,789		
KETCHIKAN	111,886,000	13,617,536	16,205	14,262,279	160,000	18,261	131	141,708		
KING COVE	11,395,000	197,566	1138,006	11,159,422	160,000	14,196	15,936	149,868		
KLUKOK	11,314,600	123,364	1210,198	11,081,031	160,000	11,066	19,594	149,340		
KODIAK	114,785,800	12,209,790	1146,719	112,429,261	160,000	18,967	1595	150,437		
KUSKOK	14,767,600		11,213,011	13,554,589	160,000	10	115,266	144,734		
LAKE & PENINSULA	15,363,400		11,036,848	14,386,552	160,000	10	111,599	148,401		
LOWER KUSKOKWIM	131,965,600		15,933,153	126,032,447	160,000	10	111,137	148,863		
LOWER YUKON	114,259,400		14,633,701	19,625,899	160,000	10	119,497	140,503		
MAT-SU	142,961,200	110,667,024	119,026	132,075,150	160,000	115,177	127	146,796		
NEENAH	11,732,200	172,398	16,566	11,477,936	160,000	12,508	1227	157,265		
NOYNE	15,167,200	1606,540	182,724	14,477,936	160,000	17,043	1961	151,996		
NORTH SLOPE	111,079,400	14,157,790	11,099,034	16,662,576	160,000	121,009	15,349	133,651		
NORTHEAST ARCTIC	116,581,000	1940,181	13,820,514	112,620,305	160,000	13,402	110,930	145,668		
PELICAN	1664,200	159,950	10	1604,250	160,000	15,416	10	154,587		
PETERSBURG	13,234,200	1541,422	18,155	12,688,623	160,000	110,032	1151	149,817		
PRIBILOF	11,832,400		1602,751	11,229,649	160,000	10	119,736	140,264		
RAILBELT	13,157,200		1116,468	13,040,732	160,000	10	12,213	157,787		
SAND POINT	11,335,600	1298,564	184,012	11,037,036	160,000	113,413	10	146,587		
SITKA	14,038,800	11,764,700	10	16,190,048	160,000	113,171	1627	146,202		
SKAGWAY	11,075,200	1236,146	10	11839,054	160,000	113,178	10	146,822		
SOUTHEAST ISLAND	11,778,400		1764,757	14,013,643	160,000	10	19,603	150,397		
SOUTHWEST REGION	16,382,800		11,742,370	14,640,430	160,000	10	116,379	143,621		
ST. MARY'S	11,360,800	117,805	162,613	11,280,382	160,000	1785	12,761	156,454		
TANANA	11,105,200	147,021	1186,793	1071,386	160,000	12,553	110,141	147,307		
UNALASKA	11,556,400	1382,258	1154,473	11,019,669	160,000	114,736	15,955	139,309		
VALDEZ	13,929,600	11,375,290	19,495	12,344,615	160,000	121,000	1145	138,855		
WARRELL	12,784,600	1434,682	12,037	12,347,881	160,000	19,366	144	150,590		
YAKUTAI	11,200,000	172,547	156,368	11,071,067	160,000	13,627	12,819	153,553		
YUKON FLATS	15,692,200		1703,866	14,988,334	160,000	10	17,419	152,581		
YUKON-COYUKUK	16,888,000		11,484,458	15,003,532	160,000	10	112,931	147,069		
YUPIK	13,849,600		11,043,126	12,806,474	160,000	10	116,258	143,742		

STATEWIDE							
TOTALS	1626,576,000	1135,935,290	138,734,365	1431,906,375	113,446	13,859	142,695
				AVERAGE	22.44	6.44	71.24
				PERCENTAGE			

STATE CORP STUDY -----))) 12,225,340
 VALDEZ CONTRACT -----))) 1600,000
 HOLD HARMLESS -----))) 12,462,189

TOTAL STATE AID 11,438,148,100

A	B	C	D	E	F	G	H	I	J	K
SCHOOL DISTRICT	FY88 PROJECTED BASIC NEED \$60,000	65% OF BASIC NEED	35% OF BASIC NEED	REQUIRED LOCAL EFFORT	35% BASIC NEED MINUS REQ. LOC. EFF	FY86 PL874 LESS SP. ED. PERCENTAGE	PL874 PERCENTAGE	DEDUCTIBLE PL874	65% BASIC NEEDED DEDUC. PL874	FY88 PROPOSED STATE AID
ADAK	\$3,988,200	\$2,592,330	\$1,395,870		\$1,395,870	\$1,991,814	100.00%	\$1,792,632	\$799,698	\$2,195,568
ALASKA GATEWAY	\$4,975,200	\$3,233,880	\$1,741,320		\$1,741,320	1696,167	100.00%	\$626,551	\$2,607,329	\$4,348,649
ALEUTIAN REGION	\$1,645,200	\$1,069,380	\$575,820		\$575,820	\$327,390	100.00%	\$294,651	\$774,729	\$1,350,549
ANCHORAGE	\$184,731,600	\$120,075,540	\$64,656,060	\$64,656,060	\$0	\$407,283	90.04%	\$330,028	\$119,745,512	\$119,745,512
ANNETTE ISLAND	\$2,534,400	\$1,647,360	\$887,040		\$887,040	\$1,563,151	100.00%	\$1,406,836	\$240,524	\$1,127,564
BERING STRAIT	\$15,297,600	\$9,943,440	\$5,354,160		\$5,354,160	\$4,665,899	100.00%	\$4,199,309	\$5,744,131	\$11,098,291
BRISTOL BAY	\$2,104,800	\$1,368,120	\$736,680	\$406,164	\$330,516	\$288,060	100.00%	\$259,254	\$1,108,866	\$1,439,382
CHATHAM	\$2,827,800	\$1,838,070	\$989,730		\$989,730	\$869,969	100.00%	\$782,972	\$1,055,098	\$2,044,828
CHUGACH	\$1,644,600	\$1,068,990	\$575,610		\$575,610	\$204,369	100.00%	\$183,932	\$885,058	\$1,460,668
COPPER RIVER	\$4,889,400	\$3,178,110	\$1,711,290		\$1,711,290	\$442,347	100.00%	\$398,113	\$2,779,997	\$4,491,287
CORDOVA	\$2,637,000	\$1,714,050	\$922,950	\$495,929	\$427,021	\$28,723	60.36%	\$15,603	\$1,698,447	\$2,125,468
CRAIG	\$1,448,400	\$941,460	\$506,940	\$149,219	\$357,721	\$36,636	100.00%	\$32,973	\$908,487	\$1,266,208
DELTA GREELY	\$5,884,200	\$3,824,730	\$2,059,470		\$2,059,470	\$1,158,096	100.00%	\$1,042,286	\$2,782,444	\$4,841,914
DILLINGHAM	\$3,266,400	\$2,123,160	\$1,143,240	\$430,063	\$713,177	\$394,056	100.00%	\$354,651	\$1,768,509	\$2,481,686
FAIRBANKS	\$63,413,800	\$42,518,970	\$22,894,830	\$18,907,656	\$3,987,174	\$49,181	72.58%	\$32,127	\$42,486,843	\$46,474,017
GALENA	\$1,329,400	\$894,110	\$535,290	\$80,428	\$454,862	\$539,956	91.16%	\$443,016	\$551,094	\$1,005,956
HAINES	\$2,318,600	\$1,552,590	\$836,010	\$390,486	\$445,524	\$52,737	97.26%	\$46,164	\$1,506,426	\$1,951,950
HOONAH	\$1,644,400	\$1,072,110	\$577,290	\$116,950	\$460,340	\$212,009	100.00%	\$190,808	\$881,302	\$1,341,642
HYDABURG	\$1,029,700	\$668,850	\$360,150	\$53,671	\$306,479	\$0	100.00%	\$0	\$668,850	\$975,329
IDITAROD	\$4,964,470	\$3,226,860	\$1,737,540		\$1,737,540	\$944,056	100.00%	\$849,651	\$2,377,209	\$4,114,749
JUNEAU	\$20,752,200	\$13,488,930	\$7,263,270	\$6,755,969	\$507,301	\$40,941	73.00%	\$26,897	\$13,462,033	\$13,969,334
KAKE	\$1,374,000	\$893,100	\$480,900	\$48,754	\$432,146	\$408,988	56.89%	\$209,395	\$683,705	\$1,115,851
KASHUNANUIT	\$1,947,000	\$1,265,550	\$681,450		\$681,450	\$554,341	100.00%	\$498,907	\$766,643	\$1,448,093
KENAI	\$44,725,800	\$29,071,770	\$15,654,030	\$15,621,367	\$32,663	\$247,448	85.37%	\$190,124	\$28,881,646	\$28,914,309
KETCHIKAN	\$11,886,000	\$7,725,900	\$4,160,100	\$3,617,536	\$542,564	\$10,429	66.11%	\$6,205	\$7,719,695	\$8,262,259
KING COVE	\$1,395,000	\$906,750	\$488,250	\$97,566	\$390,684	\$153,339	100.00%	\$138,006	\$768,744	\$1,159,428
KLAMOCK	\$1,314,600	\$854,490	\$460,110	\$23,364	\$436,746	\$294,169	79.39%	\$210,198	\$644,292	\$1,081,038
KODIAK	\$14,785,800	\$9,619,770	\$5,175,030	\$2,209,790	\$2,965,240	\$163,055	100.00%	\$146,749	\$9,464,021	\$12,429,261
KUSPUK	\$4,767,600	\$3,093,940	\$1,668,660		\$1,668,660	\$1,347,790	100.00%	\$1,213,011	\$1,885,929	\$3,554,589
KAKE & PENINSULA	\$5,363,400	\$3,486,210	\$1,877,190		\$1,877,190	\$1,152,053	100.00%	\$1,036,848	\$2,449,362	\$4,326,552
LOWER KUSKOKWIM	\$31,965,600	\$20,777,610	\$11,187,960		\$11,187,960	\$6,592,392	100.00%	\$5,933,153	\$14,844,487	\$26,032,447
LOWER YUKON	\$14,259,600	\$9,268,740	\$4,990,860		\$4,990,860	\$5,148,557	100.00%	\$4,633,701	\$4,635,039	\$9,625,899
MAT-SU	\$42,961,200	\$27,924,780	\$15,036,420	\$10,867,024	\$4,169,396	\$36,183	58.43%	\$19,026	\$27,905,754	\$32,075,150
NEENAH	\$1,732,200	\$1,125,930	\$606,270	\$72,398	\$533,872	\$7,295	100.00%	\$6,566	\$1,119,364	\$1,653,236
NOME	\$5,167,200	\$3,358,680	\$1,808,520	\$606,540	\$1,201,980	\$91,915	100.00%	\$82,724	\$3,275,956	\$4,477,936
NORTH SLOPE	\$11,879,400	\$7,721,610	\$4,157,790	\$4,157,790	\$0	\$3,951,590	29.78%	\$1,059,034	\$6,662,576	\$6,662,576
NORTHWEST ARCTIC	\$16,581,000	\$10,777,650	\$5,103,350	\$940,181	\$4,863,169	\$3,356,126	100.00%	\$3,020,514	\$7,757,136	\$12,620,305
PELICAN	\$664,200	\$431,730	\$232,470	\$59,950	\$172,520	\$0	100.00%	\$0	\$431,730	\$604,250
PETERSBURG	\$3,238,200	\$2,104,830	\$1,133,370	\$541,622	\$591,948	\$11,386	79.58%	\$8,155	\$2,096,675	\$2,688,623
PRIBILOF	\$1,832,400	\$1,191,060	\$641,340		\$641,340	\$669,724	100.00%	\$602,751	\$588,309	\$1,229,649
RAILBELT	\$3,157,200	\$2,052,180	\$1,105,020		\$1,105,020	\$129,409	100.00%	\$116,468	\$1,935,712	\$3,040,732
SAND POINT	\$1,315,600	\$868,140	\$467,460	\$298,566	\$168,896	\$0	100.00%	\$0	\$868,140	\$1,037,036
SITKA	\$8,038,800	\$5,225,220	\$2,813,580	\$1,764,700	\$1,048,880	\$162,226	57.54%	\$84,012	\$5,141,208	\$6,190,088
SKAGWAY	\$1,075,200	\$698,880	\$376,320	\$236,146	\$140,174	\$0	100.00%	\$0	\$698,880	\$839,054
SOUTHEAST ISLAND	\$4,778,400	\$3,105,960	\$1,672,440		\$1,672,440	\$849,730	100.00%	\$764,757	\$2,341,203	\$4,013,643
SOUTHWEST REGION	\$6,382,800	\$4,148,820	\$2,233,980		\$2,233,980	\$1,935,966	100.00%	\$1,742,370	\$2,406,450	\$4,640,430
ST. MARY'S	\$1,360,800	\$884,520	\$476,280	\$17,805	\$458,475	\$390,733	17.81%	\$62,613	\$821,907	\$1,280,382
TANANA	\$1,105,200	\$718,380	\$386,820	\$47,021	\$339,799	\$231,071	89.82%	\$186,793	\$531,587	\$871,386
UNALASKA	\$1,556,400	\$1,011,660	\$544,740	\$382,258	\$162,482	\$171,636	100.00%	\$154,473	\$857,187	\$1,019,669
VALDEZ	\$3,929,400	\$2,554,110	\$1,375,290	\$1,375,290	\$0	\$34,275	30.78%	\$9,495	\$2,544,615	\$2,544,615
WRANGELL	\$2,784,600	\$1,809,990	\$974,610	\$434,632	\$539,928	\$2,964	76.37%	\$2,037	\$1,867,953	\$2,347,881
YAKUTAT	\$1,200,000	\$780,000	\$420,000	\$72,547	\$347,453	\$62,652	100.00%	\$56,386	\$723,614	\$1,071,067
YUKON FLATS	\$5,692,200	\$3,699,930	\$1,992,270		\$1,992,270	\$782,074	100.00%	\$703,866	\$2,996,064	\$4,988,334
YUKON-KOYUKUK	\$6,888,000	\$4,477,200	\$2,410,800		\$2,410,800	\$1,649,449	100.00%	\$1,484,468	\$2,992,732	\$5,403,532
YUPIIT	\$3,849,600	\$2,502,240	\$1,347,360		\$1,347,360	\$1,159,029	100.00%	\$1,043,126	\$1,459,114	\$2,806,474
TOTALS	\$606,576,000	\$394,274,400	\$212,301,600	\$135,935,290	\$76,366,310	\$46,670,793		\$38,734,385	\$355,540,015	\$431,906,325

DEPARTMENT OF EDUCATION THIS RUN IS BASE ON THE REVISED AREA COST DIFF.
 GOVERNOR'S PUBLIC SCHOOL FOUNDATION FUNDING PROPOSAL
 SB119/HB126 REVISED MARCH 30, 1987

A	AA	BB	CC	DD	EE	FF	GG	HH	II	JJ	KK
SCHOOL DISTRICT	FY87 ADM FINAL	FY88 PROJECTED ADM	FY87 TOTAL REV. FOR HARMLESS	FY88 BASIC NEED/FY 87 TOTAL REV.	FY87 90% BASIC COMPARISON	SUM FY87 HOLD HARMLESS	FY87 STATE & INCLUDES 80% SFACCOUNT	FY88 STATE/ FY87 STATE	FY87 90% STATE COMPARISON	STATE FY87 HOLD HARMLESS	FY88 HOLD HARMLESS
ADAK	601.7	600	\$3,787,816	105.6	\$3,399,405	(1588,795)	\$1,995,186	110.4	\$1,790,594	(1404,974)	
ALASKA GATEWAY	510.6	523	\$4,254,162	114.2	\$3,921,727	(1,053,473)	\$3,627,611	117.0	\$3,344,137	(11,004,512)	
ALEUTIAN REGION	90.5	90	\$1,535,676	107.7	\$1,374,472	(1270,728)	\$1,261,025	109.4	\$1,110,751	(1239,798)	
ANCHORAGE	39732.1	38874	\$181,562,951	104.0	\$159,797,101	(124,934,499)	\$116,576,863	105.0	\$102,601,575	(17,143,937)	
ANNETTE ISLAND	421.1	432	\$2,815,876	87.7	\$2,599,887	865,487	\$1,409,040	78.0	\$1,300,962	\$173,398	165,437
BERING STRAIT	1223.8	1251	\$14,497,905	103.2	\$13,338,120	(1,959,480)	\$10,298,596	105.4	\$9,474,742	(1,623,549)	
BRISTOL BAY	233	231	\$2,212,932	95.9	\$1,974,543	(1130,257)	\$1,851,146	78.4	\$1,651,730	\$212,348	
CHATHAM	351.6	310	\$2,883,168	111.2	\$2,287,838	(1539,962)	\$2,100,196	110.4	\$1,666,538	(1378,290)	
CHUGACH	130	132	\$1,424,957	113.7	\$1,302,191	(1342,409)	\$1,261,025	115.9	\$1,134,106	(1326,562)	
COPPER RIVER	560.7	561	\$3,926,442	124.5	\$3,535,689	(1,353,711)	\$3,528,329	127.2	\$3,177,195	(1,314,092)	
CORDOVA	432.2	431	\$2,548,477	103.8	\$2,287,261	(1349,739)	\$2,036,945	104.6	\$1,828,161	(1297,307)	
CRAIG	231	219	\$1,515,733	100.8	\$1,293,294	(1155,106)	\$1,454,025	91.9	\$1,240,643	(125,565)	
DELTA GREELY	1018.7	1027	\$5,126,212	113.9	\$4,651,181	(1,233,019)	\$4,083,926	117.6	\$3,705,480	(1,136,434)	
DILLINGHAM	461.5	469	\$3,944,771	81.5	\$3,607,991	1341,591	\$3,395,120	71.9	\$3,105,266	1623,580	1341,591
FAIRBANKS	13116.8	13158	\$62,081,027	105.0	\$56,048,422	(19,365,378)	\$43,141,244	107.4	\$38,949,076	(17,524,941)	
GALENA	166.5	172	\$1,935,035	76.5	\$1,799,060	1269,660	\$1,411,591	69.0	\$1,312,398	\$306,442	1269,660
HAINES	351.7	360	\$2,375,613	98.2	\$2,188,509	(1200,111)	\$1,938,963	98.3	\$1,786,249	(1165,701)	
HODANAH	234.3	235	\$1,730,262	95.0	\$1,561,888	(1187,112)	\$1,444,679	92.6	\$1,304,096	(137,346)	
HYDABURG	107	108	\$830,740	122.7	\$754,654	(1274,466)	\$828,540	116.6	\$752,655	(1222,674)	
IDITAROD	383.8	392	\$5,386,074	90.2	\$4,951,034	(113,366)	\$4,536,423	88.8	\$4,170,010	\$55,261	
JUNEAU	4599.4	4244	\$21,444,712	104.9	\$17,808,893	(12,943,307)	\$14,661,846	103.3	\$12,176,020	(11,793,314)	
KAKE	196	178	\$1,537,036	98.4	\$1,256,292	(1117,708)	\$1,278,887	96.1	\$1,045,294	(170,557)	
KASHUNMIUT	172	189	\$1,835,395	96.5	\$1,815,120	(1131,880)	\$1,336,488	98.6	\$1,321,725	(1126,368)	
KENAI	8143.6	8414	\$45,287,112	95.6	\$42,111,742	(12,614,058)	\$29,475,621	94.9	\$27,408,896	(11,505,413)	
KETCHIKAN	2435.4	2450	\$11,126,948	106.2	\$10,074,288	(1,811,712)	\$7,503,207	109.5	\$6,793,369	(1,468,890)	
KING COVE	132.7	133	\$1,315,893	105.8	\$1,186,981	(1208,019)	\$1,164,887	99.3	\$1,050,769	(1108,659)	
KLAMOCK	162	168	\$1,343,439	94.4	\$1,253,876	(1460,724)	\$1,109,877	93.9	\$1,035,895	(145,153)	
KODIAK	2221.6	2319	\$13,534,997	104.7	\$12,715,562	(12,070,238)	\$11,194,652	106.4	\$10,516,906	(1,912,355)	
KUSPUK	350.85	371	\$5,184,290	87.0	\$4,933,831	1166,231	\$3,971,279	84.6	\$3,779,422	\$224,833	1166,231
LAKE & PENINSULA	354.4	369	\$5,410,983	95.2	\$5,070,506	(1292,894)	\$4,374,135	95.0	\$4,098,900	(1227,652)	
LOWER KUSKOKWIM	2564.39	2682	\$27,181,406	112.4	\$25,585,218	(16,330,382)	\$21,248,253	117.1	\$20,000,481	(16,031,966)	
LOWER YUKON	1314.1	1343	\$12,240,220	114.0	\$11,258,476	(13,001,124)	\$7,606,527	123.8	\$6,996,430	(12,629,469)	
MAT-SU	8680.9	8940	\$38,186,588	109.2	\$35,393,713	(17,567,487)	\$27,300,538	114.1	\$25,303,843	(16,771,307)	
MEMPHIS	123	208	\$1,168,235	87.7	\$1,777,997	145,797	\$1,113,668	87.8	\$1,694,949	\$41,713	141,713
MOPE	781.8	759	\$5,479,829	97.1	\$4,788,016	(1379,184)	\$5,097,450	90.5	\$4,453,912	(124,024)	
NORTH SLOPE	1151.3	1231	\$13,513,743	82.2	\$13,004,322	\$1,124,922	\$8,296,919	75.1	\$7,984,154	\$1,321,578	11,124,922
NORTHWEST ARCTIC	1550	1637	\$14,239,358	110.3	\$13,534,739	(13,066,261)	\$11,008,844	108.5	\$10,464,084	(12,156,221)	
PELICAN	54.4	54	\$562,367	119.0	\$502,409	(1161,791)	\$538,241	113.1	\$480,855	(1123,395)	
PETERSBURG	601	597	\$3,096,954	105.3	\$2,768,708	(1469,492)	\$2,547,377	106.3	\$2,277,381	(1411,242)	
PRIIBILOF	155.6	152	\$1,444,739	129.8	\$1,270,182	(1562,218)	\$841,988	149.5	\$740,256	(1489,393)	
RAILBELT	365.8	346	\$3,390,864	98.4	\$2,886,591	(1270,609)	\$3,274,396	98.2	\$2,787,444	(1253,288)	
SAND POINT	118.3	135	\$967,425	122.2	\$983,323	(1352,277)	\$851,916	106.7	\$874,960	(1162,076)	
SITKA	1610	1637	\$7,478,524	105.7	\$6,843,546	(1,195,254)	\$5,629,812	108.1	\$5,151,802	(1,038,286)	
SKAGWAY	137	136	\$698,163	155.1	\$423,760	(1451,440)	\$627,163	134.8	\$560,327	(1278,727)	
SOUTHEAST ISLAND	419.4	435	\$4,435,135	103.9	\$4,140,094	(1638,306)	\$3,670,378	105.4	\$3,426,212	(1587,431)	
SOUTHWEST REGION	472.1	491	\$5,751,835	106.7	\$5,383,893	(1998,907)	\$4,009,445	111.3	\$3,752,981	(1887,449)	
ST. MARY'S	101.2	125	\$1,451,953	75.9	\$1,614,078	1253,278	\$1,371,535	75.6	\$1,524,680	\$244,298	1244,298
TANANA	81	86	\$1,241,893	83.8	\$1,186,698	181,498	\$1,008,079	81.4	\$963,275	\$91,889	181,498
UNALASKA	159	170	\$1,387,667	104.9	\$1,335,302	(1221,098)	\$1,111,194	85.8	\$1,069,263	\$49,594	
VALDEZ	695	697	\$4,494,277	87.2	\$4,056,489	1127,089	\$3,109,492	81.6	\$2,806,597	\$261,982	1127,089
WRANGELL	494	497	\$2,543,130	108.8	\$2,302,717	(1441,883)	\$2,106,411	110.8	\$1,907,283	(1440,598)	
YAKUTAT	157	147	\$1,246,559	102.8	\$1,050,444	(1149,556)	\$1,134,896	100.8	\$956,348	(1114,719)	
YUKON FLATS	372	390	\$5,303,295	102.4	\$5,003,915	(1688,285)	\$4,599,429	103.4	\$4,339,783	(1648,551)	
YUKON-KOYUKUK	612.6	556	\$7,269,533	104.4	\$5,938,107	(1949,893)	\$5,785,085	102.9	\$4,725,525	(1678,007)	
UPIIT	294.6	281	\$4,433,987	91.0	\$3,806,366	(143,234)	\$3,390,861	86.8	\$2,910,892	\$104,418	
TOTALS	102,212.0	102,142	\$583,594,343		\$527,940,463		\$411,491,267		\$372,787,265		\$2,462,489

DEPARTMENT OF EDUCATION
 GOVERNOR'S PUBLIC SCHOOL FOUNDATION FUNDING PROPOSAL
 SB1119/HB126 REVISED MARCH 30, 1987

THIS RUN IS BASE ON THE REVISED AREA COST DIFF. PAGE 5

SCHOOL DISTRICT	FY87 LOCAL LIMITED TO 35% OR 4 MILLS	ESTIMATED FY88 LOCAL REV	REQUIRED LOCAL EFFORT	ONE HUNDRED PERCENT ASSESSED VALUE	1 MILL / UNIT	1.5 MILLS / UNIT	2 MILLS / UNIT
ADAK							
ALASKA GATEWAY							
ALEUTIAN REGION							
ANCHORAGE	\$64,656,060	\$71,812,314	\$64,656,060	\$19,343,356,800	6,283	7,424	12,565
ANNETTE ISLAND					0	0	0
BERING STRAIT					0	0	0
BRISTOL BAY	\$102,532	\$406,164	\$406,164	\$101,541,000	2,895	4,342	5,789
CHATNAM					0	0	0
CHUGACH					0	0	0
COPPER RIVER					0	0	0
COROONA	\$495,929	\$821,642	\$495,929	\$123,982,300	2,821	4,231	5,642
CRAIG	\$28,735	\$149,219	\$149,219	\$37,304,700	1,545	2,318	3,091
DELTA GREELY					0	0	0
DILLINGHAM	\$195,000	\$430,063	\$430,063	\$107,515,700	1,975	2,962	3,950
FAIRBANKS	\$18,907,656	\$26,049,962	\$18,907,656	\$4,726,913,900	4,336	6,504	8,671
GALENA	\$80,428	\$88,224	\$80,428	\$20,106,900	789	1,183	1,578
HAINES	\$390,486	\$401,474	\$390,486	\$97,621,600	2,452	3,678	4,904
HOONAH	\$94,775	\$116,950	\$116,950	\$29,237,500	1,064	1,595	2,127
HYDABURG	\$2,200	\$53,671	\$53,671	\$13,417,800	782	1,174	1,565
IDITAROD					0	0	0
JUNEAU	\$6,755,969	\$9,255,132	\$6,755,969	\$1,688,992,300	4,883	7,325	9,767
KAKE	\$48,754	\$85,703	\$48,754	\$12,188,400	532	798	1,064
KASHUNAMIUT					0	0	0
KENAI	\$15,621,367	\$18,298,125	\$15,621,367	\$3,905,341,700	5,239	7,859	10,478
KETCHIKAN	\$3,617,536	\$5,472,063	\$3,617,536	\$904,384,100	4,565	6,848	9,131
KING COVE	\$13,000	\$97,566	\$97,566	\$24,391,400	1,049	1,574	2,098
KLAWOCK	\$23,364	\$29,428	\$23,364	\$5,841,100	267	400	533
KODIAK	\$2,193,596	\$2,209,790	\$2,209,790	\$552,447,400	2,242	3,363	4,484
KUSLUK					0	0	0
LAKE & PENINSULA					0	0	0
LOWER KUSKOWIM					0	0	0
LOWER YUKON					0	0	0
MAT-SU	\$10,867,024	\$18,600,040	\$10,867,024	\$2,716,755,900	3,794	5,691	7,588
MENANA	\$48,001	\$72,398	\$72,398	\$18,099,500	627	940	1,254
HOME	\$299,655	\$606,540	\$606,540	\$151,635,000	1,761	2,641	3,521
NORTH SLOPE	\$4,157,790	\$13,962,700	\$4,157,790	\$13,570,786,300	68,543	102,814	137,086
NORTHWEST ARCTIC	\$210,000	\$940,181	\$940,181	\$235,045,250	851	1,276	1,701
PELICAN	\$24,126	\$59,950	\$59,950	\$14,987,400	1,354	2,031	2,708
PETERSBURG	\$541,422	\$680,323	\$541,422	\$135,355,400	2,508	3,762	5,016
PRIBILOF					0	0	0
RAILBELT					0	0	0
SAND POINT	\$105,509	\$298,564	\$298,564	\$74,641,100	3,353	5,030	6,706
SITKA	\$1,764,700	\$3,066,801	\$1,764,700	\$441,175,000	3,293	4,939	6,586
SKAGWAY	\$71,000	\$236,146	\$236,146	\$59,036,600	3,294	4,942	6,589
SOUTHEAST ISLAND					0	0	0
SOUTHWEST REGION					0	0	0
ST. MARY'S	\$17,805	\$100,000	\$17,805	\$4,451,200	196	294	393
TANANA	\$47,021	\$52,350	\$47,021	\$11,755,200	638	957	1,276
UNALASKA	\$122,000	\$382,258	\$382,258	\$95,564,500	3,684	5,526	7,368
VALDEZ	\$1,375,290	\$4,468,037	\$1,375,290	\$1,693,326,700	25,856	38,784	51,713
WRANGELL	\$434,682	\$569,192	\$434,682	\$108,670,500	2,342	3,512	4,683
YAKUTAT	\$55,277	\$72,547	\$72,547	\$18,136,700	907	1,360	1,814
YUKON FLATS					0	0	0
YUKON-KOYUKUM					0	0	0
YUPIIT					0	0	0
TOTALS	\$133,368,689	\$179,945,517	\$133,935,290	\$51,044,006,850			

COST DIFFERENTIALS APPLIED TO THE ALASKA PUBLIC ELEMENTARY AND SECONDARY FUNDING PROGRAM

(Narrative prepared by Nat Cole under
contract with the Department of Education)

HISTORY:

Cost differentials in public education funding in Alaska date back to early Territorial days. As early as 1920, there were differentials. The first differentials dealt with teacher salary ranges for three geographical areas of the state. Generally the three areas were southeastern as the base, south-central increased five to ten percent over the base, and the northern and western areas of the state ranged from twelve to twenty-five percent over the base. These differentials continued into statehood and were incorporated into both the first and second school foundation funding programs enacted after statehood. It is important to note that these salary differentials applied to the state's share of school support and established a minimum salary level but did not limit the upper level that school districts could pay employees.

In the first foundation program established in 1962, and effective for the 1963-64 school year, certificated salaries and an allocation of professional staff were the major drivers of the funding mechanism. An allotment per pupil in average daily membership (ADM) of \$140, \$150 and \$160, respectively, was also provided in each of the differential areas. The areas were defined by senate election districts with the Southeastern Senate District as base and the Southcentral Senate District lying east of 152 degree west longitude as the five percent and \$150 per ADM differential area, and the rest of the state as the ten percent and \$160 differential area.

The driver of the second school funding program was an instructional unit. The number of units were determined by applying various formulas to groups of students such as elementary, secondary, special education, vocational education, etc. The instructional unit was assigned a base value and adjusted by the five and ten percent differentials. This funding program also recognized an isolation cost factor for school districts not connected to Anchorage, Fairbanks or Ketchikan by road, railroad or ferry. An additional allowance of five percent was made to those school districts who qualified.

The area cost differentials were addressed by the legislature again in the mid-1970's and were changed to range from the base value of the instructional unit at 100% to differentials ranging up to 32.75% over the base value. The differentials adopted for school funding differentials were the same as the differentials being used for state employee pay resulting from a 1972 cost of living study. The study used the House of Representative election districts as geographical subdivisions. The isolation factor where applicable was applied over and above the area differential. By 1976, the schools in the unorganized areas of the state previously operated as a single school district directly by the state, had been divided into twenty-one Regional Educational Attendance Area School Districts governed by locally elected boards of education and funded through the state's formula funding program. Because of this change and for other reasons, the Department of Education entered into discussions with the Center for Northern Educational Research and the Institute of Social and Economic Research of the University of Alaska to do a cost of education differential study. Due to time and financial constraints, such a

study was not conducted. What was done was a compilation of existing studies and other existing information into a weighted composite following the Bureau of Labor weights assigned to budget proportions for an Anchorage intermediate income for a family of four.

Due to a lack of information about many places where school districts existed, the composite index could only be computed for 27 of the 52 school districts. However, there was legislation passed assigning differentials of 1.00-1.55 times the base instructional unit allotment. Whether the new index more accurately reflected the true cost of education differential in Alaska than the one it replaced, is still an unanswered question. There was political tampering with the index before it became law and additional tampering continued until 1983, when the foundation computation approach was suspended for a \$/ADM approach which lasted until SB 408 became law in 1986.

Area differentials in SB 408 have no factual basis. According to one line of thinking they were assigned to adjust for federal P.L. 81-874 payments which in the past had in part substituted for state aid to the Regional Educational Attendance Area School Districts under the authority of Section 5D2 of the Federal P.L. 81-874.

PRESENT STATUS:

Current statute governing public elementary and secondary funding in Alaska has the differentials established in SB 408 and they are being used to distribute aid to school districts for the 1986-87 school year. A new funding bill has been developed and submitted by the Governor to the House and Senate for legislative action. However, the area differentials in the new bill were not derived from a "cost of education study" because no study has been conducted in Alaska. Time and cost constraints are even greater now than there were in 1976-77. Since there is general agreement that area cost differences do exist in Alaska, some consideration must be given to cost differentials in any appropriate public school funding program with an equalization objective. Therefore, when I was faced with the issue in the development of the new funding bill, I cast around for viable proxies to use for the cost of education index.

I reviewed the University of Alaska Cooperative Extension Service quarterly reports on comparative food basket and other items priced at various places throughout the state. I also reviewed the 1976-77 ISERG report discussed earlier, as well as the differentials that were in effect when the foundation formula was suspended in 1983. I took the results of the "Alaska Geographic Differential Study" and the arbitrator's award based on that study conducted by The McDowell Group and Alaska Attitudes, Inc., April 1985, and compared the results with the 1983 differentials, the 1976-77 ISERG work and the June 1986 quarterly Cooperative Extension Service report. I had hoped for some weighted amalgamation, but while all three trended in the same directions, the increments of change were very different. Because of the inherent danger in tampering with data collected and used in research designed for one purpose to accomplish a different purpose and the potential erroneous conclusions that can be drawn from data from studies not designed to meet the objectives at hand, I decided to review the "Alaska Geographic Differential Study" more carefully as a potential proxy for the cost of education index.

On review of the study, I found it to be a more comprehensive study than any others I had seen on Alaska. The number of items and the geographical areas of the state surveyed were much more comprehensive than previous studies. As a result of this more in-depth look at the study, I decided to use it as proxy for the area differentials in the proposed funding program.

This brings us to the situation at hand. The Department of Education has requested that I take another look at the "Alaska Geographic Differential Study" to see if there are areas where changes might be warranted. This I have done and I would wish to make the following observations and comments.

I still find the "Alaska Geographic Differential Study" to be the most recent and comprehensive study available to be used as a proxy for education cost differentials. The study includes many of the items that one would like to see in a cost of education study, although the weighting factors may differ. Retail outlets were surveyed on local costs of goods. Food, clothing, housing, utilities, transportation, medical and personal cost items were included among many other items.

Salaries and benefits account for between a low of about 65% to a high of about 85% of the expenditures in the local school district's budgets. Therefore, it seems reasonable that a cost of living study using random samples drawn from the general population would accurately reflect the cost of education for the 65-85% of personnel costs in the districts. Other items included in the study such as utilities, transportation and fuel reflect other cost items in the school districts' budgets.

If policy makers accept this or any other study as a proxy, they should recognize that results and conclusions should be accepted without tampering or altering in any way, and data should not be manipulated if the school districts within the election district are adequately represented by samples from the same or similar communities in reasonable numbers to reflect each school district's weight in the composite number assigned to the election district.

Some changes were made by the arbitrator in a dispute between the state and the Alaska Public Employees' Association after a comprehensive due process hearing to adjudicate differences between the McDowell et al study and a study conducted by the Association. The arbitrator's findings generally followed the McDowell Group, but some election districts were divided into sub-areas with different indices. The arbitrator's report of findings were the differentials used in the Governor's public school funding proposal (SB 119 & HB 126).

There are 55 public school districts in Alaska and 19 election districts (1961 apportionment), some of which were subdivided by the arbitrator for a total of 24 geographical areas. Therefore, there have to be multiple school districts in some election districts. Additionally, there are multiple school sites called ("funding communities" for the purposes of the Governor's funding proposal) in some of the school districts. Because the differentials were assigned by election districts, funding communities may not have been represented or may have been under-represented in the 24 geographical area average cost indices assigned by the arbitrator. While it is not statistically defensible to assign different differentials to these districts under the scope of the study, it is possible to make some

logical determination about unique characteristics of the districts. In order to proceed, one needs to group all the school districts into those that are adequately represented (Represented) and those districts under or unrepresented (Nonrepresented) by data in the study. The groups are identified in Attachment A with the nonrepresented districts further divided into single funding community districts and multiple funding community districts.

An analysis of Attachment A shows the nonrepresented school districts in single funding communities, i.e. Hydaburg, to be some distance from the main thoroughfare(s) in the election district. In other words, these districts are remote from the represented school districts in the same election district or designated area in the arbitrator's award. Nonrepresented school districts with multiple funding communities are characterized by the majority, if not all, of their funding communities being remote within the election district or defined area. Additionally, the multiple funding community school districts are also scattered over large geographical areas. Logically one can argue that additional cost factors accrue to these remote and scattered school districts over and above the cost differentials assigned to the election district or area in which they are located.

Among the additional cost factors these districts face are increased communications, travel, shipping, etc. Additionally, dispersed districts have increased school board and administrative travel costs as well as intra-district delivery and communications costs.

RECOMMENDATIONS:

1. Based on my general knowledge of school operation costs and without the benefit of specific supporting data, I recommend that the non-represented single funding community school districts receive an additional three percent (3%) cost differential over and above their respective election district or area differential awarded by the arbitrator.
2. School districts that have funding communities scattered over large geographical areas that are either a distance of 40 or more miles away from the largest funding community or a funding community of over 500 ADM or are not connected to other funding communities by a year-round surface road should receive at least a three percent (3%) differential and more than three percent (3%) if the district has a dispersion factor of more than three percent as computed below.

My recommendation for the dispersed school district is that each such district receive the product of a scatter factor multiplied by a student ratio times six percent (6%).

$$\text{Scatter Factor} = \frac{\text{number of isolated funding communities}}{\text{total number of funding communities}}$$

$$\text{Student Ratio} = \frac{\text{number students in isolated funding communities}}{\text{total number of students in district}}$$

(Student ratio must exceed 20%)

$$\text{Scatter Factor} \times \text{Student Ratio} \times 6\% = \text{dispersion factor}$$

The percentages for each of the nonrepresented school districts are shown in Attachment A. Attachment B shows the original and revised area cost differentials. The cost analysis of the recommended changes to the differentials are contained in the data packet dated March 30, 1987, prepared and distributed by the Department of Education.

	BQ	BR	BS	BT	BU	BV
	SCHOOL DISTRICT	REPRESENTED	NOT REP. SINGLE FUNDING COMM.		NOT REP. MULTIPLE FUNDING COMM.	NON-REP. DISTRICTS % INCREASE
9	ADAK	X				
10	ALASKA GTWY				X	3
11	ALEUTIAN				X	4
12	ANCHORAGE	X				
13	ANNETTE		X			3
14	BERING ST.				X	5
15	BRISTOL BAY	X				
16	CHATAM				X	3
17	CHUGACH				X	3
18	COPPER RIVER				X	3
19	CORDOVA	X				
20	CRAIG		X			3
21	DELTA GR	X				
22	DILLINGHAM	X				
23	FAIRBANKS	X				
24	GALENA	X				
25	HAINES	X				
26	HOONAH		X			3
27	HYDABURG		X			3
28	IDITAROD				X	3
29	JUNEAU	X				
30	KAKE		X			3
31	KASHU		X			3
32	KENAI	X				
33	KETCHIKAN	X				
34	KING COVE	X				
35	KLAWOCK		X			3
36	KODIAK	X				
37	KUSPUK				X	3
38	LAKE & PENI				X	4
39	LOWER KUSK				X	4
40	LOWER YK				X	5
41	MAT-SU	X				
42	NENANA	X				
43	NOME	X				
44	NORTH SLOPE				X	3
45	NW ARCTIC				X	3
46	PELICAN		X			3
47	PETERSBURG	X				
48	PRIBILOF				X	3
49	RAILBELT				X	3
50	SAND POINT	X				
51	SITKA	X				
52	SKAGWAY	X				
53	SOUTHEAST IS				X	4
54	SOUTHWEST				X	4
55	ST MARYS	X				
56	TANANA	X				
57	UNALASKA	X				
58	VALDEZ	X				
59	WRANGELL	X				
60	YAKUTAT		X			3
61	YUKON FLATS				X	4
62	YUKON-KOYUKUK				X	4
	YUPIIT				X	3

DEPARTMENT OF EDUCATION
 GOVERNOR'S PUBLIC SCHOOL FOUNDATION FUNDING PROPOSAL
 SB119/MB126

	#1	#2	
A	ACTUAL	REVISED	CHANGE IN
SCHOOL DISTRICT	AREA COST DIFF.	AREA COST DIFF.	AREA COST DIFF.
ADAK	1.27	1.27	0.00
ALASKA GATEWAY	1.16	1.19	0.03
ALEUTIAN REGION	1.27	1.31	0.04
ANCHORAGE	1.00	1.00	0.00
ANNETTE ISLAND	1.00	1.03	0.03
BERING STRAIT	1.34	1.39	0.05
BRISTOL BAY	1.27	1.27	0.00
CHATHAM	1.00	1.03	0.03
CHUGACH	1.11	1.14	0.03
COPPER RIVER	1.11	1.14	0.03
CORDOVA	1.11	1.11	0.00
CRAIG	1.00	1.03	0.03
DELTA GREELY	1.16	1.16	0.00
DILLINGHAM	1.27	1.27	0.00
FAIRBANKS	1.04	1.04	0.00
GALENA	1.30	1.30	0.00
HAINES	1.05	1.05	0.00
HOONAH	1.05	1.08	0.03
HYDABURG	1.00	1.03	0.03
IDITAFLO	1.30	1.33	0.03
JUNEAU	1.00	1.00	0.00
KAKE	1.00	1.03	0.03
KASHUNMIUT	1.30	1.33	0.03
KENAI	1.00	1.00	0.00
KETCHIKAN	1.00	1.00	0.00
KING COVE	1.27	1.27	0.00
KLAMOCK	1.00	1.03	0.03
KODIAK	1.09	1.09	0.00
KUSPUK	1.30	1.33	0.03
LAKE & PENINSULA	1.27	1.31	0.04
LOWER KUSKOKWIM	1.38	1.42	0.04
LOWER YUKON	1.30	1.35	0.05
MAT-SU	1.00	1.00	0.00
NEENAH	1.20	1.20	0.00
NOME	1.34	1.34	0.00
NORTH SLOPE	1.42	1.45	0.03
NORTHWEST ARCTIC	1.42	1.45	0.03
PELICAN	1.05	1.08	0.03
PETERSBURG	1.00	1.00	0.00
PRIBILOF	1.27	1.30	0.03
RAILBELT	1.20	1.23	0.03
SAND POINT	1.27	1.27	0.00
SITKA	1.00	1.00	0.00
SKAGWAY	1.05	1.05	0.00
SOUTHEAST ISLAND	1.00	1.04	0.04
SOUTHWEST REGION	1.27	1.31	0.04
ST. MARY'S	1.30	1.30	0.00
TANANA	1.30	1.30	0.00
UNALASKA	1.27	1.27	0.00
VALDEZ	1.11	1.11	0.00
WRANSELL	1.00	1.00	0.00
YAKUTAT	1.05	1.08	0.03
YUKON FLATS	1.42	1.46	0.04
YUKON-KOYUKUK	1.30	1.34	0.04
YUPIIT	1.38	1.41	0.03

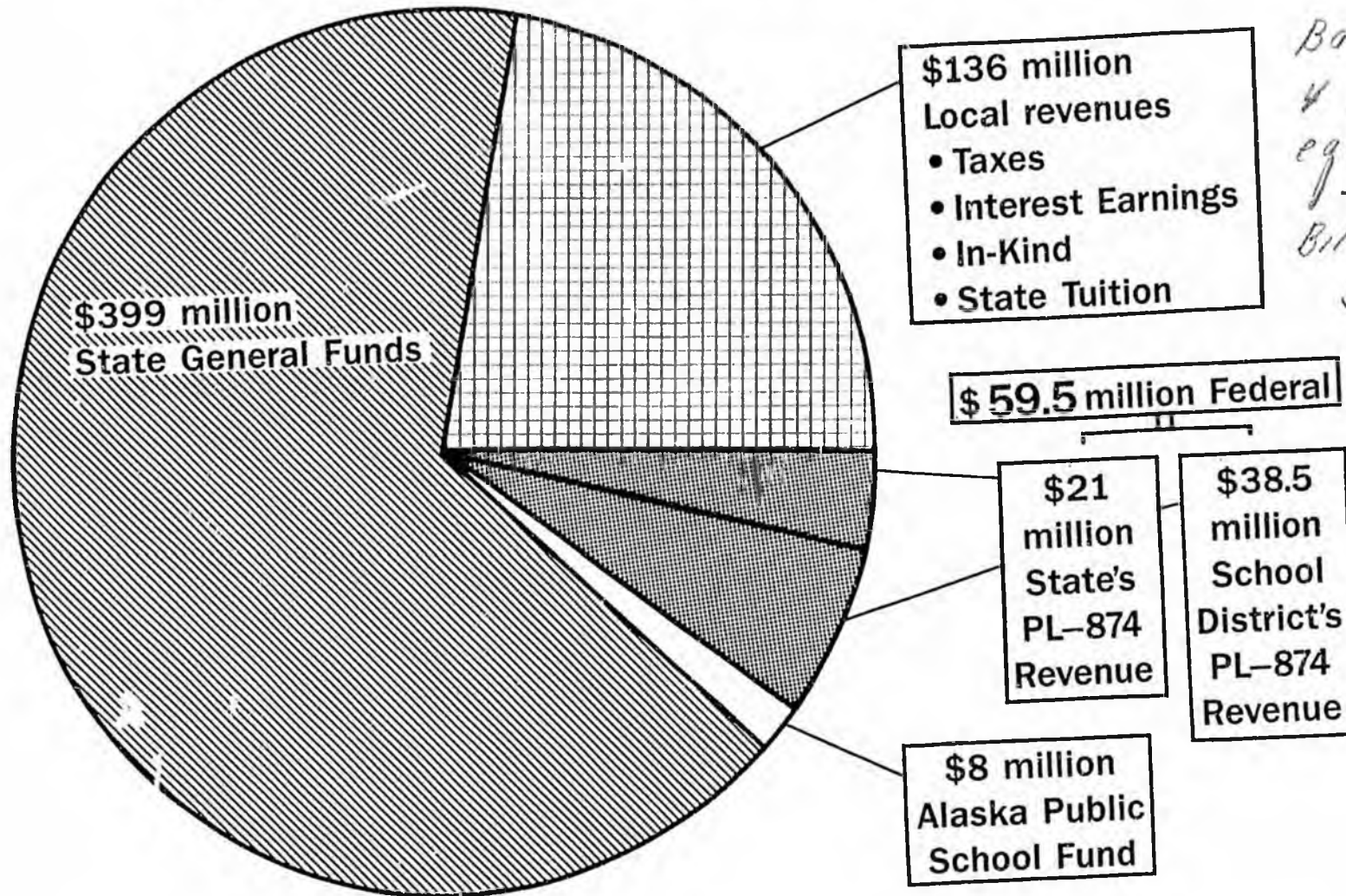
DEPARTMENT OF EDUCATION
GOVERNOR'S PUBLIC SCHOOL FOUNDATION FUNDING PROPOS
98119/98126
APRIL 2, 1987

SCHOOL DISTRICT	AMOUNT REQUIRED TO REACH 1 MILL				AMOUNT REQUIRED TO REACH 2 MILLS			AMOUNT REQUIRED TO REACH 3 MILLS		AMOUNT REQUIRED TO REACH 4 MILLS	
	A FY87 BUDGETED LOCAL REVENUES	B ONE HUNDRED PERCENT ASSESSED VALUE	C COLUMN A DIVIDED BY B TIMES 1,000	D COLUMN B AT 1 MILL	E COLUMN D MINUS COLUMN A	F COLUMN B AT 2 MILLS	G COLUMN F MINUS COLUMN A	H COLUMN B AT 3 MILLS	I COLUMN H MINUS COLUMN A	J COLUMN B AT 4 MILLS	K COLUMN J MINUS COLUMN A
ADAK	\$229,600		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ALASKA GATEWAY	\$0		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ALEUTIAN REGION	\$14,500		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ANCHORAGE	\$71,812,914	\$19,343,356,800	3.71	\$19,343,357	\$0	\$38,686,714	\$0	\$58,030,070	\$0	\$77,373,427	\$0
ANNETTE ISLAND	\$75,321		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
BERING STRAIT	\$130,000		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ERISTOL BAY	\$102,532	\$101,541,000	1.01	\$101,541	\$0	\$203,082	\$100,550	\$304,623	\$202,091	\$406,164	\$303,632
CHATHAM	\$30,000		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
CHUGACH	\$15,000		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
COPPER RIVER	\$19,090		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
CORDOVA	\$821,642	\$123,982,300	6.63	\$123,982	\$0	\$247,965	\$0	\$371,967	\$0	\$495,929	\$0
CRAIG	\$28,735	\$37,304,700	0.77	\$37,305	\$8,570	\$74,609	\$45,874	\$111,914	\$83,179	\$149,219	\$120,434
DELTA GREELY	\$103,454		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
DILLINGHAM	\$195,000	\$107,515,700	1.81	\$107,516	\$0	\$215,031	\$20,031	\$322,547	\$127,547	\$430,063	\$235,063
FAIRBANKS	\$26,049,962	\$4,726,913,900	5.51	\$4,726,914	\$0	\$9,453,828	\$0	\$14,180,742	\$0	\$18,907,656	\$0
GALENA	\$88,224	\$20,106,900	4.39	\$20,107	\$0	\$40,214	\$0	\$60,321	\$0	\$80,428	\$0
HAINES	\$401,474	\$97,621,600	4.11	\$97,622	\$0	\$195,243	\$0	\$292,865	\$0	\$390,486	\$0
HOONAH	\$94,775	\$29,237,500	3.24	\$29,238	\$0	\$58,475	\$0	\$87,713	\$0	\$116,950	\$22,175
HYDABURG	\$2,200	\$13,417,800	0.16	\$13,418	\$11,218	\$26,836	\$24,636	\$40,253	\$38,053	\$53,671	\$51,471
IDITAROD	\$135,000		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
JUNEAU	\$9,255,132	\$1,688,992,300	5.48	\$1,688,992	\$0	\$3,377,985	\$0	\$5,066,977	\$0	\$6,755,969	\$0
KAKE	\$85,703	\$12,188,400	7.03	\$12,188	\$0	\$24,377	\$0	\$36,565	\$0	\$48,754	\$0
KASHUNAMTUT	\$0		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
KENAI	\$18,298,125	\$3,905,341,700	4.69	\$3,905,342	\$0	\$7,810,683	\$0	\$11,716,025	\$0	\$15,621,367	\$0
KETCHIKAN	\$5,472,063	\$904,384,100	6.05	\$904,384	\$0	\$1,808,768	\$0	\$2,713,152	\$0	\$3,617,536	\$0
KING COVE	\$13,000	\$24,391,400	0.53	\$24,391	\$11,391	\$48,783	\$35,783	\$73,174	\$60,174	\$97,566	\$84,566
KLADOCK	\$29,428	\$5,841,100	5.04	\$5,841	\$0	\$11,682	\$0	\$17,523	\$0	\$23,364	\$0
KOOTAK	\$2,193,596	\$552,447,400	3.97	\$552,447	\$0	\$1,104,895	\$0	\$1,657,742	\$0	\$2,209,790	\$16,194
KUSPUK	\$163,496		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
LAKE & PENINSULA	\$140,000		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
LOWER KUSKOKWIM	\$395,598		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
LOWER YUKON	\$600,000		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
MAT-SU	\$19,147,502	\$2,716,755,900	7.05	\$2,716,756	\$0	\$5,433,512	\$0	\$8,150,268	\$0	\$10,867,024	\$0
MENANA	\$48,001	\$18,099,500	2.65	\$18,100	\$0	\$36,199	\$0	\$54,299	\$6,298	\$72,398	\$24,397
NOME	\$299,655	\$151,635,000	1.98	\$151,635	\$0	\$303,270	\$3,615	\$454,905	\$155,250	\$606,540	\$306,885
NORTH SLOPE	\$13,962,700	\$13,570,786,300	1.03	\$13,570,786	\$0	\$27,141,573	\$0	\$40,712,359	\$0	\$54,283,145	\$0
NORTHWEST ARCTIC	\$210,000	\$235,045,250	0.89	\$235,045	\$25,045	\$470,091	\$260,091	\$705,136	\$495,136	\$940,181	\$730,181
PELICAN	\$24,126	\$14,987,400	1.61	\$14,987	\$0	\$29,975	\$5,869	\$44,962	\$21,836	\$59,950	\$35,824
PETERSBURG	\$680,323	\$135,355,400	5.03	\$135,355	\$0	\$270,711	\$0	\$406,066	\$0	\$541,422	\$0
PRIBILOF	\$20,000		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
RAILBELT	\$50,000		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
SAND POINT	\$105,509	\$74,641,100	1.41	\$74,641	\$0	\$149,282	\$43,773	\$223,923	\$118,414	\$298,564	\$193,055
SITKA	\$3,066,801	\$441,175,000	6.95	\$441,175	\$0	\$882,350	\$0	\$1,323,525	\$0	\$1,764,700	\$0
SKAGWAY	\$71,000	\$59,036,600	1.20	\$59,037	\$0	\$118,073	\$47,073	\$177,110	\$106,110	\$236,146	\$165,146
SOUTHEAST ISLAND	\$100,000		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
SOUTHWEST REGION	\$250,000		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ST. MARY'S	\$100,000	\$4,451,200	22.47	\$4,451	\$0	\$8,902	\$0	\$13,354	\$0	\$17,805	\$0
TANANA	\$52,350	\$11,755,200	4.45	\$11,755	\$0	\$23,510	\$0	\$35,266	\$0	\$47,021	\$0
UNALASKA	\$122,000	\$95,564,500	1.28	\$95,565	\$0	\$191,129	\$69,129	\$286,694	\$164,694	\$382,258	\$260,258
VALDEZ	\$4,468,037	\$1,693,326,700	2.64	\$1,693,327	\$0	\$3,386,653	\$0	\$5,079,580	\$0	\$6,773,307	\$0
WRENGELL	\$569,192	\$108,670,500	5.24	\$108,671	\$0	\$217,341	\$0	\$326,012	\$0	\$434,682	\$0
YAKUTAT	\$55,277	\$18,136,700	3.05	\$18,137	\$0	\$36,273	\$0	\$54,410	\$0	\$72,547	\$17,270
YUKON FLATS	\$30,000		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
YUKON-KOYUKUK	\$105,000		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
YUPIIT	\$52,466		0.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

TOTALS \$180,634,903 \$51,644,006,850 \$51,044,008 \$56,224 \$102,088,014 \$656,434 \$153,132,022 \$1,577,782 \$204,176,029 \$2,566,601

NOTE: ANCHORAGE, NORTH SLOPE AND VALDEZ HAVE BEEN EXCLUDED FROM THESE CALCULATIONS BECAUSE THEY MEET THE 35% REQUIREMENT OF BASIC NEED.

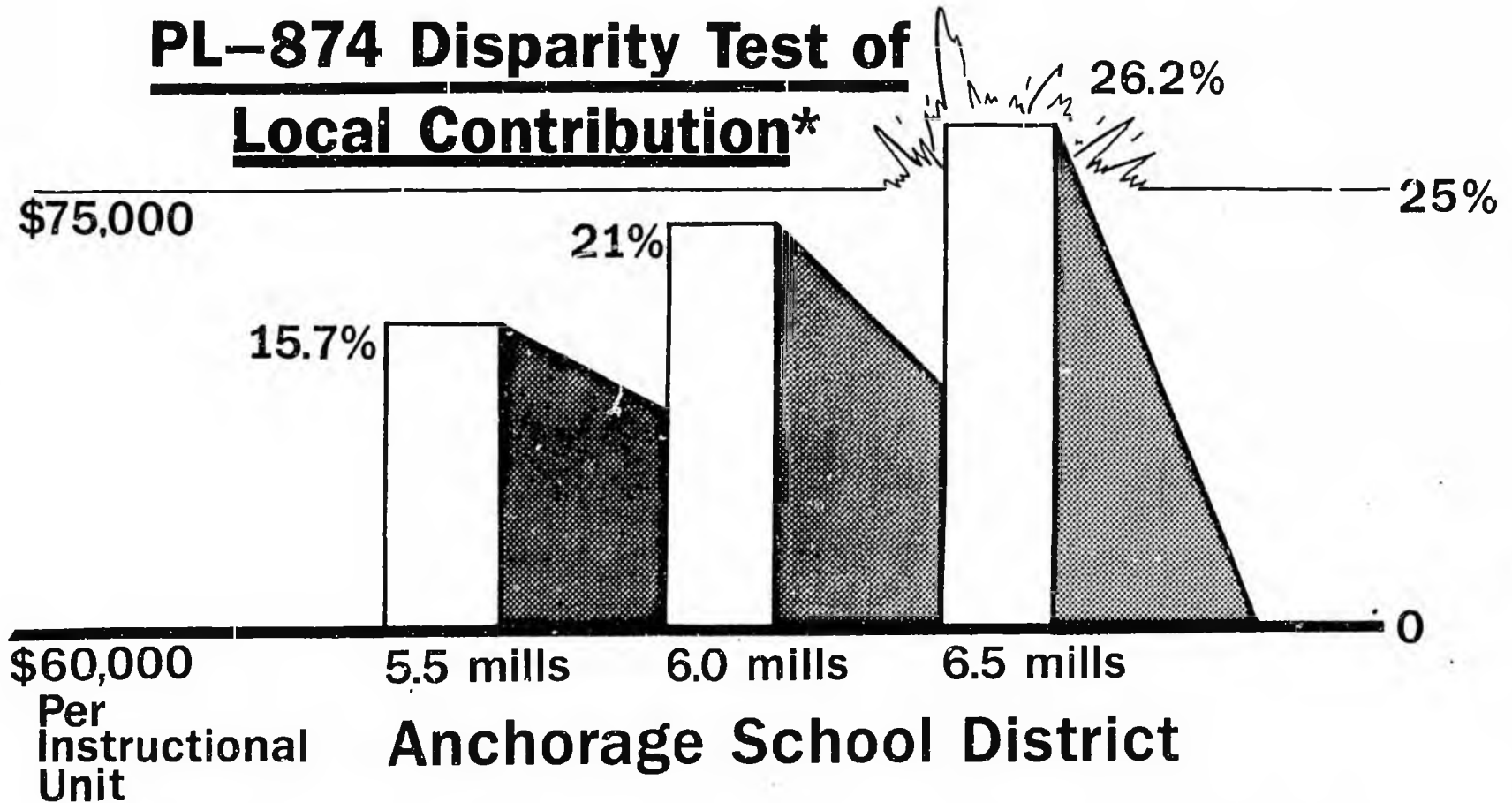
FY 88 Foundation Revenue Sources



*Based on
4 Mill tax
equivalency
Bill proposed
5 1/2 Mill MAX*

\$602.5 MILLION

PL-874 Disparity Test of Local Contribution*



\$75,000
\$60,000
Per Instructional Unit

↓
Approx 10,000 Inst Unit

- *Local Taxes
- *In-Kind Services
- *Interest Earnings
- *State Tuition

Introduced: 2/10/87
Referred: Health, Education and Social
Services and Finance

wol:57s



BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE SENATE

2

SENATE BILL NO. 119

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIFTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

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

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

9 * Section 1. AS 14.17.010 is amended to read:

10 Sec. 14.17.010. PUBLIC SCHOOL FOUNDATION ACCOUNT. (a) The public
11 school foundation account is established. The account consists of
12 appropriations for distribution to districts and [OR] for centralized
13 correspondence study programs under this chapter.

14 (b) The money of the account may be used only in aid of public
15 schools, including community school programs, and [OR] for centralized
16 correspondence study programs as provided by this chapter.

17 * Sec. 2. AS 14.17.021 is repealed and reenacted to read:

18 Sec. 14.17.021. STATE FOUNDATION AID. (a) The amount of state
19 foundation aid for which each school district may qualify in any
20 fiscal year is calculated by subtracting from the basic need defined
21 in (b) of this section the required local effort under AS 14.17.025(a)
22 and 90 percent of the amount of federal aid received by the district
23 during the preceding fiscal year under secs. 2, 3, and 4 of P.L. 81-
24 874 (20 U.S.C. 237 -- 239), as amended, to the extent permitted by
25 that Act and regulations adopted under it.

26 (b) The basic need of each school district is determined by
27 multiplying the area cost differential of the district under AS 14.-
28 17.051 by the number of instructional units in the district under
29 AS 14.17.031 and then by the instructional unit value in AS 14.17.056.

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

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

12 * Sec. 4. AS 14.17 is amended by adding a new section to read:

13 Sec. 14.17.025. LOCAL EFFORT. (a) Each city or borough that is
14 a school district is required to appropriate and contribute to the
15 school operating fund of the district for each fiscal year, in accor-
16 dance with AS 14.14.060 and AS 14.14.065, at least the lesser of

17 *to read*
18 ~~the equivalent of a four mill tax levy on the full and~~
19 true value of the taxable real and personal property in ~~the district~~
20 as of January 1 of the second preceding fiscal year, as determined by
21 the Department of Community and Regional Affairs under AS 29.45.110
22 and AS 14.17.140; or

23 (2) 35 percent of the district's basic need for the preced-
24 ing fiscal year, as determined under AS 14.17.021(b).

25 (b) A city or borough may not contribute more to the school
26 operating fund of the district in any fiscal year than the equivalent
27 of a 5.5 mill tax levy on the full and true value of the taxable real
28 and personal property in the district as of January 1 of the second
29 preceding fiscal year, as determined by the Department of Community
and Regional Affairs under AS 29.45.110 and AS 14.17.140.

6.0
Max \$100,000/Unit

1 (c) Interest earnings that a district is allowed to keep and
2 spend on school operations, state tuition payments, and in-kind con-
3 tributions by the city or borough, may be counted toward the local
4 effort requirement in (a) of this section, and must be counted under
5 the contribution limit in (b) of this section, in accordance with
6 regulations adopted by the department.

7 (d) No local contribution is required in regional educational
8 attendance areas. Interest earnings and other local revenue in such
9 districts are not considered local revenues for current operating
10 expenditures, and are subject to regulation and disposition by the de-
11 partment.

12 (e) No state foundation aid payments may be made to a city or
13 borough school district in which the requirements of (a) of this
14 section have not been met.

15 * Sec. 5. AS 14.17.031 is repealed and reenacted to read:

16 Sec. 14.17.031. ALLOWABLE INSTRUCTIONAL UNITS. (a) The depart-
17 ment shall adopt regulations defining funding communities within each
18 district which reflect geographic and attendance area factors. For
19 the purpose of determining instructional units, students are counted
20 in the district and the funding community from which they receive
21 educational services. The total number of instructional units in each
22 school district is the sum of the following units for each funding
23 community within the district, as determined by the department:

24 (1) the number of units for elementary and secondary stu-
25 dents determined under AS 14.17.041(a) or (b);

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

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

1 (4) the number of units for bilingual education determined
2 under AS 14.17.047.

3 (b) For purposes of (a)(1) of this section, in fiscal years
4 beginning after July 1, 1987, 90 percent of the district's total
5 elementary and secondary instructional units for the preceding fiscal
6 year is used if that number is greater than the district's total under
7 (a)(1) of this section for the current fiscal year.

8 * Sec. 6. AS 14.17.041 is repealed and reenacted to read:

9 Sec. 14.17.041. ELEMENTARY AND SECONDARY INSTRUCTIONAL UNITS.

10 (a) For funding communities that do not have an average daily mem-
11 bership of at least 200 in grades K-6 and at least 200 in grades 7-12,
12 combined elementary and secondary instructional units are determined
13 under the following table:

<u>ADM</u>	<u>Units</u>
1 - 10	2
11 - 20	2 + <u>(ADM-10)</u>
	5
21 - 60	4 + <u>(ADM-20)</u>
	5
61 - 120	9 + <u>(ADM-60)</u>
	12
121 - 525	14 + <u>(ADM-120)</u>
	15

24 (b) For other funding communities,
25 (1) instructional units for elementary students are de-
26 termined by the formula:

27
$$\text{units} = 15 + \frac{\text{ADM} - 200}{17}$$

28
29 where ADM is the number of students in average daily

1 membership in grades kindergarten through 6;

2 (2) instructional units for secondary students are de-
3 termined by the formula:

4
$$\text{units} = 18 + \frac{\text{ADM} - 200}{13},$$

5

6 where ADM is the number of students in average daily member-
7 ship in grades 7 through 12.

8 (c) Kindergarten students who attend school less than four hours
9 a day are counted as 0.5 ADM under (a) and (b) of this section.

10 (d) District correspondence or other students who do not regu-
11 larly attend school on a daily basis are counted in the appropriate
12 grade level of the funding community with the highest ADM in the
13 district.

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

15 Sec. 14.17.043. VOCATIONAL EDUCATION INSTRUCTIONAL UNITS.
16 Vocational education instructional units for high-cost vocational
17 education courses, approved by the department, are calculated as the
18 sum, for all such courses in the funding community, of the products
19 obtained by multiplying 0.05 by the ADM full-time equivalent of the
20 course, and then by the cost weighting factor for the course de-
21 termined under department regulations. Any funding community in which
22 a high-cost vocational education course, approved by the department,
23 is operated receives a minimum of 0.10 instructional units for voca-
24 tional education, and each district in which such a course is operated
25 receives a minimum of 1.00 such units.

26 * Sec. 8. AS 14.17 is amended by adding a new section to read:

27 Sec. 14.17.045. SPECIAL EDUCATION INSTRUCTIONAL UNITS. Each
28 exceptional child, as defined in AS 14.30.350, who is enrolled in a
29 special education program, approved by the department, on the last day

Jay
Amend.

1 of the counting period for which a determination is being made, gener-
2 ates 0.025 instructional units if the child receives gifted services,
3 0.056 instructional units if the child receives resource services, 0.1
4 instructional units if the child receives self-contained services, or
5 0.333 instructional units if the child receives intensive or hospi-
6 tal/homebound services, as those categories of service are defined by
7 the department by regulation, in the funding community in which the
8 child is served. A child may be counted in one special education
9 category only. Any funding community in which a special education
10 program, approved by the department, is operated receives a minimum of
11 0.25 instructional units for special education, and any district in
12 which such a program is operated receives a minimum of 1.00 such
13 units.

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

15 Sec. 14.17.047. BILINGUAL EDUCATION INSTRUCTIONAL UNITS. Each
16 student for whom an appropriate bilingual program must be provided
17 under regulations adopted by the department, and who is enrolled in a
18 bilingual program, approved by the department, as of the last day of
19 the counting period for which a determination is being made, gener-
20 ates, in the funding community in which the student is served, the
21 number of bilingual education instructional units that is the product
22 obtained by multiplying 0.042 by the student's language dominance
23 category weight under department regulations. Any funding community
24 in which a bilingual program, approved by the department, is operated
25 receives a minimum of 0.10 instructional units for bilingual educa-
26 tion, and each district in which such a program is operated receives a
27 minimum of 1.00 such units.

28 * Sec. 10. AS 14.17.051 is repealed and reenacted to read:

29 Sec. 14.17.051. AREA COST DIFFERENTIAL. The area cost

1 differential for each school district is as follows:

2	<u>School District</u>	<u>Area Cost Differential</u>
3	Adak	1.27
4	Alaska Gateway	1.16
5	Aleutian Region	1.27
6	Anchorage	1.00
7	Annette Island	1.00
8	Bering Strait	1.34
9	Bristol Bay	1.27
10	Chatham	1.00
11	Chugach	1.11
12	Copper River	1.11
13	Cordova	1.11
14	Craig	1.00
15	Delta Greely	1.16
16	Dillingham	1.27
17	Fairbanks	1.04
18	Galena	1.30
19	Haines	1.05
20	Hoonah	1.05
21	Hydaburg	1.00
22	Iditarod	1.30
23	Juneau	1.00
24	Kake	1.00
25	Kashunamuit	1.30
26	Kenai	1.00
27	Ketchikan	1.00
28	King Cove	1.27
29	Klawock	1.00

1	Kodiak	1.09
2	Kuspuk	1.30
3	Lake & Peninsula	1.27
4	Lower Kuskokwim	1.38
5	Lower Yukon	1.30
6	Matanuska-Susitna	1.00
7	Nenana	1.20
8	Nome	1.34
9	North Slope	1.42
10	Northwest Arctic	1.42
11	Pelican	1.05
12	Petersburg	1.00
13	Pribilof	1.27
14	Railbelt	1.20
15	Sand Point	1.27
16	Sitka	1.00
17	Skagway	1.05
18	Southeast Island	1.00
19	Southwest Region	1.27
20	St. Mary's	1.30
21	Tanana	1.30
22	Unalaska	1.27
23	Valdez	1.11
24	Wrangell	1.00
25	Yakutat	1.05
26	Yukon Flats	1.42
27	Yukon-Koyukuk	1.30
28	Yupiit	1.30
29	* Sec. 11. AS 14.17.056 is amended to read:	

1 Sec. 14.17.056. [BASE] INSTRUCTIONAL UNIT VALUE. The [BASE]
2 instructional unit value [FOR FISCAL YEARS BEGINNING ON OR AFTER
3 JULY 1, 1986,] is \$60,000 [\$42,184].

4 * Sec. 12. AS 14.17.080 is repealed and reenacted to read:

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

18 * Sec. 13. AS 14.17.082 is repealed and reenacted to read:

19 Sec. 14.17.082. FUND BALANCE IN SCHOOL OPERATING FUND. (a) A
20 district may not accumulate in any fiscal year an unreserved portion
21 of its year-end fund balance in its school operating fund, as defined
22 by department regulations, which is greater than five percent of its
23 expenditures for that fiscal year.

24 (b) The department shall review the annual audit of each dis-
25 trict for the preceding fiscal year to ascertain its year-end operat-
26 ing fund balance. Any amount by which the unreserved portion of that
27 balance exceeds the amount permitted in (a) of this section must be
28 deducted from the state foundation aid that would otherwise be paid to
29 the district in the current fiscal year.

1 * Sec. 14. AS 14.17.140 is amended to read:

2 Sec. 14.17.140. DETERMINATION OF FULL AND TRUE VALUE BY DEPART-
3 MENT OF COMMUNITY AND REGIONAL AFFAIRS. (a) To determine the amount
4 of local effort under AS 14.17.025 and to aid the department and the
5 legislature in planning, [EQUALIZED PERCENTAGE TO BE APPLIED TO BASIC
6 NEED UNDER AS 14.17.021,] the Department of Community and Regional
7 Affairs, in consultation with the assessor for each district, shall
8 determine the full value of the taxable real and personal property in
9 each district, as defined in AS 14.17.250. Exemptions granted under
10 ch. 129, SLA 1957, known as the Alaska Industrial Incentive Act
11 (AS 43.25), must [SHALL] be honored. If there is no local assessor or
12 current local assessment for a district, then the Department of Commu-
13 nity and Regional Affairs shall make the determination of full value
14 from information available. In making the determination, the Depart-
15 ment of Community and Regional Affairs shall be guided by AS 29.45.-
16 110. The determination of full value must [SHALL] be made by [BEFORE]
17 October 1 and sent by certified mail, return receipt requested, on or
18 before that date to the president of the school board in each dis-
19 trict. Duplicate copies must [SHALL] be sent to the commissioner.
20 The governing body of a [THE] borough or city that [WHICH] is a school
21 [THE] district may obtain judicial review of the determination. The
22 superior court may modify the determination of the Department of
23 Community and Regional Affairs only upon a finding of abuse of [OR]
24 discretion or upon a finding that there is no substantial evidence to
25 support the determination.

26 (b) Motor vehicles subject to the motor vehicle registration tax
27 under AS 28.10.431 must [AS 28.10.255 SHALL] be treated as taxable
28 property under [FOR PURPOSES OF (A) OF] this section.

29 * Sec. 15. AS 14.17.160 is repealed and reenacted to read:

1 Sec. 14.17.160. STUDENT COUNTING PERIODS. Within two weeks
2 after the end of the 20-school-day period ending the fourth Friday in
3 October. each district shall transmit a report to the department
4 which, in accordance with regulations adopted by the department,
5 reports its average daily membership for that counting period, and
6 other student count information that will aid the department in making
7 a determination of its state foundation aid. If it makes the district
8 eligible for more state foundation aid, a district may transmit,
9 within two weeks after the 20-school-day period ending the second
10 Friday in February, a similar report for that counting period. The
11 department may make any necessary corrections in the report submitted,
12 and shall notify the district of any changes made. The commissioner
13 shall notify the governor of any additional appropriations the commis-
14 sioner estimates to be necessary to fully fund the public school
15 foundation program for the current fiscal year.

16 * Sec. 16. AS 14.17.170 is repealed and reenacted to read:

17 Sec. 14.17.170. DISTRIBUTION OF STATE FOUNDATION AID. (a) The
18 department shall determine the state foundation aid for each school
19 district in any fiscal year on the basis of the district's data re-
20 ported under AS 14.17.160 for the counting period that makes the
21 district eligible for the greatest number of instructional units. On
22 or before the 15th day of each of the first nine months of each fiscal
23 year, one-twelfth of each district's state foundation aid will be
24 distributed on the basis of the data reported for the preceding fiscal
25 year. On or before the 15th day of each of the last three months of
26 each fiscal year, one-twelfth of the balance of each district's state
27 foundation aid will be distributed, after the balance has been recom-
28 puted on the basis of student count and other data reported for the
29 current fiscal year.

1 (b) If a district receives more state aid money than it is
2 entitled to receive under this chapter, it shall immediately remit the
3 amount of overpayment to the commissioner, to be returned to the
4 public school foundation account. Upon an adequate showing of a cash
5 flow shortfall, and in the discretion of the commissioner, the depart-
6 ment may make advance payments to a school district. The total of
7 advance payments is not to exceed the amount of state foundation aid
8 for which the district is eligible for the fiscal year.

9 * Sec. 17. AS 14.17.190 is amended to read:

10 Sec. 14.17.190. RESTRICTIONS GOVERNING RECEIPT AND EXPENDITURE
11 OF MONEY FROM PUBLIC SCHOOL FOUNDATION ACCOUNT. (a) The public
12 school foundation money distributed to a district during a year must
13 [SHALL] be received, held, and expended by the district subject to the
14 provisions of law and regulations of [PROMULGATED BY] the department.

15 (b) Each district shall maintain complete financial records of
16 the receipt and disbursement of public school foundation money, [AND]
17 money acquired from local effort, and any other money received by the
18 district. The records must be in the form required by the department
19 [COMMISSIONER] and are subject to audit by the department [COMMISSION-
20 ER OR THE BOARD] at any time.

21 * Sec. 18. AS 14.17.200 is amended to read:

22 Sec. 14.17.200. REGULATIONS. The department shall adopt [PRO-
23 MULGATE] regulations to implement this chapter.

24 * Sec. 19. AS 14.17.220 is amended to read:

25 Sec. 14.17.220. PURPOSE. It is the intention of the legisla-
26 ture, in enacting this public school foundation program, to assure an
27 adequate level of educational opportunities for those in attendance in
28 the public schools of the state. Except for the limitations of
29 AS 14.17.025, this [THIS] chapter may [SHALL] not be interpreted as

1 preventing a public school district from providing educational ser-
2 vices and facilities beyond those assured by the foundation program.

3 * Sec. 20. AS 14.17.225 is repealed and reenacted to read:

4 Sec. 14.17.225. CONSTRUCTION AND IMPLEMENTATION OF CHAPTER. (a)
5 This chapter does not create a debt of the state. Each district shall
6 establish, maintain, and operate under a balanced budget. The state
7 is not responsible for the debts of any school district.

8 (b) Money to carry out the provisions of AS 14.17.010 -- 14.-
9 17.190 may be appropriated annually by the legislature into the public
10 school foundation account. If amounts in the account are insufficient
11 to meet the allocations authorized under AS 14.17.010 -- 14.17.190,
12 the instructional unit value in AS 14.17.056 must be reduced by the
13 department as required.

14 * Sec. 21. AS 14.17.250(1) is amended to read:

15 (1) "ADM full-time equivalent" means the [QUOTIENT OF THE]
16 aggregate class periods of pupil membership [PER DAY] in specified
17 classes for the student counting period for which a determination is
18 being made, divided by the total number of all class periods in the
19 student counting period [SCHOOL DAY];

20 * Sec. 22. AS 14.17.250(2) is amended to read:

21 (2) "average daily membership" or "ADM" means the aggregate
22 days of membership of pupils divided by the actual number of days in
23 session for the counting period for which a determination is being
24 made [SCHOOL TERM];

25 * Sec. 23. AS 14.17.250(11) is amended to read:

26 (11) "taxable real and personal property" means all real and
27 personal property taxable under the laws of the state[, BUT DOES NOT
28 INCLUDE HOUSEHOLD GOODS AND PERSONAL EFFECTS];

29 * Sec. 24. TRANSITION. (a) For the purpose of calculating the

1 required local effort under AS 14.17.025(a)(2) for fiscal year 1988, and
2 for the purpose of (c)(7) of this section, each district's basic need for
3 the preceding fiscal year is as determined by the department based on its
4 projections of student count data for fiscal year 1988 and the allowable
5 instructional units and instructional unit value as contained in this Act.

6 (b) In fiscal years 1988, 1989, and 1990, a district may receive
7 state aid, in addition to its state foundation aid under AS 14.17.021(a),
8 in the lesser amount of

9 (1) $(p \times \text{sum87} \times \text{current ADM} / \text{ADM87}) - \text{current need}$; or

10 (2) $(p \times \text{state87} \times \text{current ADM} / \text{ADM87}) - \text{current state}$.

11 (c) In (b) of this section

12 (1) "ADM87" means the average daily membership of the district
13 in the student counting period used for funding for fiscal year 1987;

14 (2) "current ADM" means the average daily membership of the
15 district in the student counting period used for funding for the current
16 fiscal year;

17 (3) "current need" means the basic need of the district under
18 AS 14.17.021(b), as amended by sec. 2 of this Act, for the current fiscal
19 year;

20 (4) "current state" means the state foundation aid to the dis-
21 trict under AS 14.17.021(a), as amended by sec. 2 of this Act, for the
22 current fiscal year;

23 (5) "p" means the transition percentage, which is 90 percent in
24 fiscal year 1988, 80 percent in fiscal year 1989, and 70 percent in fiscal
25 year 1990;

26 (6) "state87" means the state aid received by the district for
27 fiscal year 1987 under AS 14.17.021, as it read before July 1, 1987;

28 (7) "sum87" means the sum of

29 (A) state aid received by the district under AS 14.17.021,

1 as it read before July 1, 1987, for fiscal year 1987;

2 (B) 90 percent of that portion of the federal impact aid
3 received by the district in fiscal year 1987 under secs. 2 -- 4 of P.L.
4 81-874 (20 U.S.C. 237 -- 239), as amended, to the extent that that money
5 could be considered as local resources under that Act and the regulations
6 adopted under it; and

7 (C) for city or borough school districts, the total of

8 (i) the district's revenue from earnings in the
9 district's operating fund in fiscal year 1987;

10 (ii) state tuition payments to the district in fiscal
11 year 1987; and

12 (iii) any city or borough appropriations or in-kind
13 contributions for fiscal year 1987.

14 (d) The amount determined under (c)(7)(C) of this may not
15 exceed the lesser of

16 (1) the equivalent of a four mill tax levy on the full and true
17 value of taxable real and personal property in the district as of January
18 1, 1986, as determined by the Department of Community and Regional Affairs
19 under AS 14.17.170; or

20 (2) 35 percent of the district's basic need as determined under
21 (a) of this section.

22 * Sec. 25. AS 14.17.023, 14.17.027, 14.17.061, 14.17.090, 14.17.150,
23 14.17.180, 14.17.205, 14.17.250(5), 14.17.250(7), 14.17.250(10), and 14.-
24 17.250(12) are repealed.

25 * Sec. 26. Sections 4, 13, and 24 of this Act take effect immediately
26 under AS 01.10.070(c).

27 * Sec. 27. Sections 1 -- 3, 5 -- 12, 14 -- 23, and 25 of this Act take
28 effect July 1, 1987.

wo1157sB
Levy
4/7/87

Original sponsor: Rules/Governor

1 IN THE SENATE

BY THE HEALTH, EDUCATION AND
SOCIAL SERVICES COMMITTEE

2 CS FOR SENATE BILL NO. 119 (HESS)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

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

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

9 * Section 1. AS 14.17.010 is amended to read:

10 Sec. 14.17.010. PUBLIC SCHOOL FOUNDATION ACCOUNT. (a) The
11 public school foundation account is established. The account consists
12 of appropriations for distribution to districts and [OR] for central-
13 ized correspondence study programs under this chapter.

14 (b) The money of the account may be used only in aid of public
15 schools, including community school programs, and [OR] for centralized
16 correspondence study programs as provided by this chapter.

17 * Sec. 2. AS 14.17.021 is repealed and reenacted to read:

18 Sec. 14.17.021. STATE FOUNDATION AID. (a) The amount of state
19 foundation aid for which a school district may qualify in a fiscal
20 year is calculated by subtracting from the basic need defined in (b)
21 of this section the required local effort under AS 14.17.025(a) and
22 90 percent of the amount of federal aid received by the district as of
23 March 1 of that fiscal year as payment for its entitlement for the
24 application submitted during the preceding fiscal year, including
25 advance payments and adjustments received since March 1 of the preced-
26 ing fiscal year from prior year applications, under secs. 2, 3, and 4
27 of P.L. 81-874 (20 U.S.C. 237 - 239), as amended, to the extent per-
28 mitted by that Act and regulations adopted under it.

29 (b) The basic need of a school district is determined by

1 multiplying the area cost differential of the district under AS 14.-
2 17.051 by the number of instructional units in the district under
3 AS 14.17.031 and then multiplying that product by the instructional
4 unit value in AS 14.17.056.

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

6 Sec. 14.17.022. MONEY [FUNDS] FOR CENTRALIZED CORRESPONDENCE
7 STUDY. Money [FUNDS] for providing centralized correspondence study
8 programs for students not enrolled in an approved school district
9 correspondence study program includes [SHALL INCLUDE] an allocation
10 [APPROPRIATION] from the public school foundation account in an amount
11 calculated by multiplying the [BASE] instructional unit value in
12 AS 14.17.056 by the total number of instructional units, as determined
13 by applying the number of correspondence students to the formula for
14 elementary schools in AS 14.17.041(b)(1), then multiplying that prod-
15 uct by 65 percent [AS 14.17.041(a)].

16 * Sec. 4. AS 14.17 is amended by adding a new section to read:

17 Sec. 14.17.025. LOCAL EFFORT. (a) A city or borough that is a
18 school district shall appropriate and contribute to the school op-
19 erating fund of the district for each fiscal year, under AS 14.14.060
20 and 14.14.065, at least the lesser of

21 (1) the equivalent of a four mill tax levy on the full and
22 true value of the taxable real and personal property in the district
23 as of January 1 of the second preceding fiscal year, as determined by
24 the Department of Community and Regional Affairs under AS 14.17.140
25 and AS 29.45.110; or

26 (2) 35 percent of the district's basic need for the preced-
27 ing fiscal year, as determined under AS 14.17.021(b).

28 (b) In addition to the required contribution under (a) of this
29 section a city or borough may contribute to the school operating fund

1 of the district for any fiscal year no more than the greater of:

2 (1) the equivalent of a 2.0 mill tax levy on the full and
3 true value of the taxable real and personal property in the district
4 as of January 1 of the second preceding fiscal year, as determined by
5 the Department of Community and Regional Affairs under AS 14.17.140
6 and AS 29.45.110; or

7 (2) the product of

8 (A) 21 percent of the instructional unit value in
9 AS 14.17.056;

10 (B) the number of instructional units approved for the
11 district for the fiscal year; and

12 (C) the area cost differential of the district under
13 AS 14.17.051.

14 (c) Interest earnings that a district is allowed to keep and
15 spend on school operations, state tuition payments, and in-kind con-
16 tributions by the city or borough may be counted toward the local
17 effort requirement in (a) of this section, and shall be counted under
18 the contribution limit in (b) of this section, under regulations
19 adopted by the department. Payments received under P.L. 81-874 (20
20 U.S.C. 237-239), as amended, may not be counted under (a) or (b) of
21 this section.

22 (d) A local contribution is not required in a regional educa-
23 tional attendance area. Interest earnings and other local revenue in
24 a regional educational attendance area are not considered local reve-
25 nue for current operating expenditures, and are subject to regulation
26 and disposition by the department.

27 (e) A state foundation aid payment may not be made to a city or
28 borough school district in which the requirements of (a) of this
29 section have not been met.

1 * Sec. 5. AS 14.17.031 is repealed and reenacted to read:

2 Sec. 14.17.031. ALLOWABLE INSTRUCTIONAL UNITS. (a) The depart-
3 ment shall adopt regulations defining funding communities within each
4 district which reflect geographic and attendance area factors. For
5 the purpose of determining instructional units, students are counted
6 in the district and the funding community from which they receive
7 educational services. The total number of instructional units in a
8 school district is the sum of the following units for each funding
9 community within the district, as determined by the department:

10 (1) the number of units for elementary and secondary stu-
11 dents determined under AS 14.17.041(a) or (b);

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

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

16 (4) the number of units for bilingual education determined
17 under AS 14.17.047.

18 (b) For purposes of (a)(1) of this section, in fiscal years
19 beginning after July 1, 1987, 90 percent of the district's total
20 elementary and secondary instructional units for the preceding fiscal
21 year is used if that number is greater than the district's total under
22 (a)(1) of this section for the current fiscal year.

23 * Sec. 6. AS 14.17.041 is repealed and reenacted to read:

24 Sec. 14.17.041. ELEMENTARY AND SECONDARY INSTRUCTIONAL UNITS.

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

29 ADM

 Units

1	1 - 10	2
2	11 - 20	2 + ((ADM-10)/5)
3		
4	21 - 60	4 + ((ADM-20)/8)
5		
6	61 - 120	9 + ((ADM-60)/12)
7		
8	121 - 525	14 + ((ADM-120)/15)

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

11 (1) instructional units for elementary students are de-
12 termined by the formula:

13 units = $15 + ((ADM-200)/17)$, where ADM is the number of
14 students in average daily membership in grades kindergarten through 6;

15 (2) instructional units for secondary students are de-
16 termined by the formula:

17 units = $18 + ((ADM-200)/13)$, where ADM is the number of
18 students in average daily membership in grades 7 through 12.

19 (c) Kindergarten students who attend school less than four hours
20 a day are counted as 0.5 ADM under (a) and (b) of this section.

21 (d) District correspondence or other students who do not regu-
22 larly attend school on a daily basis are counted in the appropriate
23 grade level of the funding community with the highest ADM in the
24 district.

25 * Sec. 7. AS 14.17 is amended by adding new sections to read:

26 Sec. 14.17.043. VOCATIONAL EDUCATION INSTRUCTIONAL UNITS. Voca-
27 tional education instructional units for vocational education courses
28 approved by the department are calculated as the sum, for all of those
29 courses in the funding community, of the products obtained by

1 multiplying 0.05 by the ADM full-time equivalent of the course, and
2 then by the cost weighting factor for the course determined under
3 department regulations. A funding community in which a vocational
4 education course approved by the department is operated receives a
5 minimum of 0.10 instructional units for vocational education, or each
6 district in which a vocational education course is operated receives a
7 minimum of 1.00 instructional units, whichever is greater.

8 Sec. 14.17.045. SPECIAL EDUCATION INSTRUCTIONAL UNITS. (a) An
9 exceptional child, as defined in AS 14.30.350, who is enrolled in a
10 special education program, approved by the department, on the last day
11 of the counting period for which a determination is being made, gener-
12 ates 0.025 instructional units if the child receives gifted services,
13 0.056 instructional units if the child receives resource services, 0.1
14 instructional units if the child receives self-contained services, or
15 0.333 instructional units if the child receives intensive or hospital/
16 homebound services, as those categories of service are defined by
17 the department by regulation, in the funding community in which the
18 child is served. A child may be counted in one special education
19 category only.

20 (b) Notwithstanding (a) of this section, in a district that
21 offers a special education program each funding community receives a
22 minimum of 0.25 instructional units for special education or the
23 district receives a minimum of 1.00 instructional units for special
24 education, whichever is greater.

25 Sec. 14.17.047. BILINGUAL EDUCATION INSTRUCTIONAL UNITS. A
26 student for whom an appropriate bilingual program must be provided
27 under regulations adopted by the department, and who is enrolled in a
28 bilingual program, approved by the department, as of the last day of
29 the counting period for which a determination is being made,

1 generates, in the funding community in which the student is served,
 2 the number of bilingual education instructional units that is the
 3 product obtained by multiplying 0.042 by the student's language domi-
 4 nance category weight under department regulations. A funding commu-
 5 nity in which a bilingual program approved by the department is oper-
 6 ated receives a minimum of 0.10 instructional units for bilingual
 7 education, and a district in which a bilingual program is operated
 8 receives a minimum of 1.00 instructional units.

9 * Sec. 8. AS 14.17.051 is repealed and reenacted to read:

10 Sec. 14.17.051. AREA COST DIFFERENTIAL. The area cost differen-
 11 tial for a school district is as follows:

School District	Area Cost Differential
Adak	1.27
Alaska Gateway	1.16
Aleutian Region	1.27
Anchorage	1.00
Annette Island	1.00
Bering Strait	1.34
Bristol Bay	1.27
Chatham	1.00
Chugach	1.11
Copper River	1.11
Cordova	1.11
Craig	1.00
Delta/Greely	1.16
Dillingham	1.27
Fairbanks	1.04
Galena	1.30
Haines	1.05

1	Hoonah	1.05
2	Hydaburg	1.00
3	Iditarod	1.30
4	Juneau	1.00
5	Kake	1.00
6	Kashunamiut	1.30
7	Kenai	1.00
8	Ketchikan	1.00
9	King Cove	1.27
10	Klawock	1.00
11	Kodiak	1.09
12	Kuspuk	1.30
13	Lake & Peninsula	1.27
14	Lower Kuskokwim	1.38
15	Lower Yukon	1.30
16	Matanuska-Susitna	1.00
17	Nenana	1.20
18	Nome	1.34
19	North Slope	1.42
20	Northwest Arctic	1.42
21	Pelican	1.05
22	Petersburg	1.00
23	Pribilof	1.27
24	Railbelt	1.20
25	Sand Point	1.27
26	Sitka	1.00
27	Skagway	1.05
28	Southeast Island	1.00
29	Southwest Region	1.27

1	St. Mary's	1.30
2	Tanana	1.30
3	Unalaska	1.27
4	Valdez	1.11
5	Wrangell	1.00
6	Yakutat	1.05
7	Yukon Flats	1.42
8	Yukon-Koyukuk	1.30
9	Yupiit	1.30

10 * Sec. 9. AS 14.17.056 is amended to read:

11 Sec. 14.17.056. [BASE] INSTRUCTIONAL UNIT VALUE. The [BASE]
12 instructional unit value [FOR FISCAL YEARS BEGINNING ON OR AFTER
13 JULY 1, 1986,] is \$60,000 [\$42,184].

14 * Sec. 10. AS 14.17.080 is repealed and reenacted to read:

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

28 * Sec. 11. AS 14.17.082 is repealed and reenacted to read:

29 Sec. 14.17.082. FUND BALANCE IN SCHOOL OPERATING FUND. (a) A

1 district may not accumulate in a fiscal year an unreserved portion of
2 its year-end fund balance in its school operating fund, as defined by
3 department regulations, that is greater than five percent of its
4 expenditures for that fiscal year.

5 (b) The department shall review the annual audit of each dis-
6 trict for the preceding fiscal year to ascertain its year-end operat-
7 ing fund balance. The amount by which the unreserved portion of that
8 balance exceeds the amount permitted in (a) of this section shall be
9 deducted from the state foundation aid that would otherwise be paid to
10 the district in the current fiscal year.

11 * Sec. 12. AS 14.17.140 is amended to read:

12 Sec. 14.17.140. DETERMINATION OF FULL AND TRUE VALUE BY DEPART-
13 MENT OF COMMUNITY AND REGIONAL AFFAIRS. (a) To determine the amount
14 of local effort under AS 14.17.025 and to aid the department and the
15 legislature in planning, [EQUALIZED PERCENTAGE TO BE APPLIED TO BASIC
16 NEED UNDER AS 14.17.021] the Department of Community and Regional
17 Affairs, in consultation with the assessor for each district, shall
18 determine the full value of the taxable real and personal property in
19 each city or borough district. [EXEMPTIONS GRANTED UNDER CH. 129, SLA
20 1957, KNOWN AS THE ALASKA INDUSTRIAL INCENTIVE ACT (AS 43.25), SHALL
21 BE HONORED.] If there is no local assessor or current local assess-
22 ment for a district, then the Department of Community and Regional
23 Affairs shall make the determination of full value from information
24 available. In making the determination, the Department of Community
25 and Regional Affairs shall be guided by AS 29.45.110. The determina-
26 tion of full value shall be made by [BEFORE] October 1 and sent by
27 certified mail, return receipt requested, on or before that date to
28 the president of the school board in each district. Duplicate copies
29 shall be sent to the commissioner. The governing body of a [THE]

1 borough or city that [WHICH] is a school [THE] district may obtain
2 judicial review of the determination. The superior court may modify
3 the determination of the Department of Community and Regional Affairs
4 only upon a finding of abuse of [OR] discretion or upon a finding that
5 there is no substantial evidence to support the determination.

6 (b) Motor vehicles subject to the motor vehicle registration tax
7 under AS 28.10.431 [AS 28.10.255] shall be treated as taxable property
8 under [FOR PURPOSES OF (a) OF] this section.

9 * Sec. 13. AS 14.17.160 is repealed and reenacted to read:

10 Sec. 14.17.160. STUDENT COUNTING PERIODS. (a) Within two weeks
11 after the end of the 20-school-day period ending the fourth Friday in
12 October, each district shall transmit a report to the department that,
13 under regulations adopted by the department, reports its average daily
14 membership for that counting period, and other student count informa-
15 tion that will aid the department in making a determination of its
16 state foundation aid. If it makes the district eligible for more
17 state foundation aid, a district may transmit, within two weeks after
18 the 20-school-day period ending the second Friday in February, a
19 similar report for that counting period. The department may make
20 necessary corrections in the report submitted, and shall notify the
21 district of changes made. The commissioner shall notify the governor
22 of additional appropriations the commissioner estimates to be neces-
23 sary to fully fund the public school foundation program for the cur-
24 rent fiscal year.

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

29 * Sec. 14. AS 14.17.170 is repealed and reenacted to read:

1 Sec. 14.17.170. DISTRIBUTION OF STATE FOUNDATION AID. (a) The
2 department shall determine the state foundation aid for each school
3 district in a fiscal year on the basis of the district's data reported
4 under AS 14.17.160 for the counting period that makes the district
5 eligible for the greatest number of instructional units. On or before
6 the 15th day of each of the first nine months of each fiscal year,
7 1/12 of each district's state foundation aid shall be distributed on
8 the basis of the data reported for the preceding fiscal year. On or
9 before the 15th day of each of the last three months of each fiscal
10 year, 1/3 of the balance of each district's state foundation aid shall
11 be distributed, after the balance has been recomputed on the basis of
12 student count and other data reported for the current fiscal year.

13 (b) If a district receives more state aid money than it is
14 entitled to receive under this chapter, it shall immediately remit the
15 amount of overpayment to the commissioner, to be returned to the
16 public school foundation account. Upon an adequate showing of a cash
17 flow shortfall, and in the discretion of the commissioner, the depart-
18 ment may make advance payments to a school district. The total of
19 advance payments may not exceed the amount of state foundation aid for
20 which the district is eligible for the fiscal year.

21 * Sec. 15. AS 14.17.190(b) is amended to read:

22 (b) Each district shall maintain complete financial records of
23 the receipt and disbursement of public school foundation money, [AND]
24 money acquired from local effort, and other money received by the
25 district. The records must be in the form required by the department
26 [COMMISSIONER] and are subject to audit by the department [COMMIS-
27 SIONER OR THE BOARD] at any time.

28 * Sec. 16. AS 14.17.220 is amended to read:

29 Sec. 14.17.220. PURPOSE. It is the intention of the legisla-

1 ture, in enacting this public school foundation program, to assure
2 an adequate level of educational opportunities for those in atten-
3 dance in the public schools of the state. Except for the limita-
4 tions of AS 14.17.025, this [THIS] chapter may [SHALL] not be inter-
5 preted as preventing a public school district from providing educa-
6 tional services and facilities beyond those assured by the foundation
7 program.

8 * Sec. 17 AS 14.17.225 is repealed and reenacted to read:

9 Sec. 14.17.225. CONSTRUCTION AND IMPLEMENTATION OF CHAPTER. (a)
10 This chapter does not create a debt of the state. Each district shall
11 establish, maintain, and operate under a balanced budget. The state
12 is not responsible for the debts of a school district.

13 (b) Money to carry out the provisions of AS 14.17.010 - 14.-
14 17.190 may be appropriated annually by the legislature into the public
15 school foundation account. If amounts in the account are insufficient
16 to meet the allocations authorized under AS 14.17.010 - 14.17.190 for
17 a fiscal year, the instructional unit value in AS 14.17.056 shall be
18 reduced by the department as necessary to make the funds available
19 sufficient to meet the allocations for that fiscal year.

20 * Sec. 18. AS 14.17.250(1) is amended to read:

21 (1) "ADM full-time equivalent" means the [QUOTIENT OF THE]
22 aggregate class periods of pupil membership [PER DAY] in specified
23 classes for the student counting period for which a determination is
24 being made, divided by the total number of all class periods in the
25 student counting period [SCHOOL DAY];

26 * Sec. 19. AS 14.17.250(2) is amended to read:

27 (2) "average daily membership" or "ADM" means the aggregate
28 days of membership of pupils divided by the actual number of days in
29 session for the counting period for which a determination is being

1 made [SCHOOL TERM];

2 * Sec. 20. AS 14.17.250(11) is amended to read:

3 (11) "taxable real and personal property" means all real and
4 personal property taxable under the laws of the state [, BUT DOES NOT
5 INCLUDE HOUSEHOLD GOODS AND PERSONAL EFFECTS];

6 * Sec. 21. TRANSITION. (a) For the purpose of calculating the re-
7 quired local effort under AS 14.17.025(a)(2) for fiscal year 1988, and for
8 the purpose of (d)(2) of this section, each district's basic need for the
9 preceding fiscal year is as determined by the department based on its
10 projections of student count data for fiscal year 1988 and the allowable
11 instructional units and instructional unit value as contained in this Act.

12 (b) In fiscal years 1988, 1989, and 1990, a district may receive
13 state aid, in addition to its state foundation aid under AS 14.17.021(a),
14 in the lesser amount of

15 (1) $(p \times \text{sum87} \times \text{current ADM/ADM87}) - \text{current need}$; or

16 (2) $(p \times \text{state87} \times \text{current ADM/ADM87}) - \text{current state}$.

17 (c) In (b) of this section

18 (1) "ADM87" means the average daily membership of the district
19 in the student counting period used for funding for fiscal year 1987;

20 (2) "current ADM" means the average daily membership of the
21 district in the student counting period used for funding for the current
22 fiscal year;

23 (3) "current need" means the basic need of the district under
24 AS 14.17.021(b), as amended by sec. 2 of this Act, for the current fiscal
25 year;

26 (4) "current state" means the state foundation aid to the dis-
27 trict under AS 14.17.021(a), as amended by sec. 2 of this Act, for the
28 current fiscal year;

29 (5) "p" means the transition percentage, which is 90 percent in

1 fiscal year 1988, 80 percent in fiscal year 1989, and 70 percent in fiscal
2 year 1990;

3 (6) "state87" means the state aid received by the district for
4 fiscal year 1987 under AS 14.17.021, as it read before July 1, 1987;

5 (7) "sum87" means the sum of

6 (A) state aid received by the district under AS 14.17.021,
7 as it read before July 1, 1987, for fiscal year 1987;

8 (B) 90 percent of that portion of the federal impact aid
9 received by the district in fiscal year 1987 under secs. 2 - 4 of P.L.
10 81-874 (20 U.S.C. 237 - 239), as amended, to the extent that that
11 money could be considered as local resources under that Act and the
12 regulations adopted under it; and

13 (C) for city or borough school districts, the total of

14 (i) the district's revenue from earnings in the dis-
15 trict's operating fund in fiscal year 1987;

16 (ii) state tuition payments to the district in fiscal
17 year 1987; and

18 (iii) city or borough appropriations or in-kind contri-
19 butions for fiscal year 1987.

20 (d) The amount determined under (c)(7)(C) of this section may not
21 exceed the lesser of

22 (1) the equivalent of a four-mill tax levy on the full and true
23 value of taxable real and personal property in the district as of January
24 1, 1986, as determined by the Department of Community and Regional Affairs
25 under AS 14.17.170; or

26 (2) 35 percent of the district's basic need as determined under
27 (a) of this section.

28 (e) Notwithstanding AS 14.17.021(a), in fiscal year 1988 amounts
29 received by a district under P.L. 81-874 (20 U.S.C. 237 - 239), as amended,

1 between March 1, 1987, and July 1, 1987, based upon applications submitted
2 before or during fiscal year 1986 may not be subtracted from the district's
3 basic need under AS 14.17.021(b).

4 * Sec. 22. AS 14.17.023, 14.17.027, 14.17.061, 14.17.090, 14.17.150,
5 14.17.180, 14.17.205, 14.17.250(5), 14.17.250(7), 14.17.250(10), and 14.-
6 17.250(12) are repealed.

7 * Sec. 23. Sections 4 and 21 of this Act take effect immediately under
8 AS 01.10.070(c).

9 * Sec. 24. Sections 1 - 3, 5 - 10, 12 - 20, and 22 of this Act take
10 effect July 1, 1987.

11 * Sec. 25. Section 11 of this Act takes effect July 1, 1988.

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Introduced: 3/19/87
Referred: Health, Education & Social Services
& Finance

5-0859A

Funding Information

General Fund	\$399,442,400
Other Funds	28,644,100
	<u>\$428,086,500</u>

1 IN THE SENATE

BY FISCHER, KERTTULA, JONES,
UEHLING, COGHILL AND ABCOOD

2 SENATE BILL NO. 197

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a special appropriation to the Depart-
7 ment of Education for the foundation program; and
8 providing for an effective date."

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

10 * Section 1. The sum of \$428,086,500 is appropriated to the Department
11 of Education for the foundation program (AS 14.17) for the fiscal year
12 ending June 30, 1988, from the following sources: \$399,442,400 from the
13 general fund; \$8,000,000 from the public school fund (AS 37.14.110); and
14 \$20,644,100 from federal funds.

15 * Sec. 2. This Act takes effect July 1, 1987.

DEPARTMENT OF EDUCATION
GOVERNOR'S PUBLIC SCHOOL FOUNDATION FUNDING PROPOSAL
SB119/HB126

ADM
95

A	#1 ACTUAL	#2 REVISED	CHANGE IN
SCHOOL DISTRICT	AREA COST DIFF.	AREA COST DIFF.	AREA COST DIFF.

Current

ADAK	1.27	1.27	0.00
ALASKA GATEWAY	1.16	1.19	0.03
ALEUTIAN REGION	1.27	1.31	0.04
ANCHORAGE	1.00	1.00	0.00
ANNETTE ISLAND	1.00	1.03	0.03
BERING STRAIT	1.34	1.39	0.05
BRISTOL BAY	1.27	1.27	0.00
CHATHAM	1.00	1.03	0.03
CHUGACH	1.11	1.14	0.03
COPPER RIVER	1.11	1.14	0.03
CORDOVA	1.11	1.11	0.00
CRAIG	1.00	1.03	0.03
DELTA GREELY	1.16	1.16	0.00
DILLINGHAM	1.27	1.27	0.00
FAIRBANKS	1.04	1.04	0.00
GALENA	1.30	1.30	0.00
HAINES	1.05	1.05	0.00
HOOKAH	1.05	1.08	0.03
HYDABURG	1.00	1.03	0.03
IDITAROD	1.30	1.33	0.03
JUNEAU	1.00	1.00	0.00
KAKE	1.00	1.03	0.03
KASHUNAMIUT	1.30	1.33	0.03
KENAI	1.00	1.00	0.00
KETCHIKAN	1.00	1.00	0.00
KING COVE	1.27	1.27	0.00
KLAWOCK	1.00	1.03	0.03
KODIAK	1.09	1.09	0.00
KUSPUK	1.30	1.33	0.03
LAKE & PENINSULA	1.27	1.31	0.04
LOWER KUSKOKWIM	1.38	1.42	0.04
LOWER YUKON	1.30	1.35	0.05
MAT-SU	1.00	1.00	0.00
→ NEMANA	1.20	1.20	0.00
NOME	1.34	1.34	0.00
NORTH SLOPE	1.42	1.45	0.03
NORTHWEST ARCTIC	1.42	1.45	0.03
PELICAN	1.05	1.08	0.03
PETERSBURG	1.00	1.00	0.00
PRIBILOF	1.27	1.30	0.03
RAILBELT	1.20	1.23	0.03
SAND POINT	1.27	1.27	0.00
SITKA	1.00	1.00	0.00
2070 — SKAGWAY	1.05	1.05	0.00
SOUTHEAST ISLAND	1.00	1.04	0.04
SOUTHWEST REGION	1.27	1.31	0.04
ST. MARY'S	1.30	1.30	0.00
TANANA	1.30	1.30	0.00
UNALASKA	1.27	1.27	0.00
VALDEZ	1.11	1.11	0.00
WRANGELL	1.00	1.00	0.00
YAKUTAT	1.05	1.08	0.03
→ YUKON FLATS	1.42	1.46	0.04
→ YUKON-KOYUKUK	1.30	1.34	0.04
YUPIIT	1.38	1.41	0.03

GOVERNOR'S PUBLIC SCHOOL FOUNDATION FUNDING PROPOSAL

PREPARED 2/19/87

SB119/HB126

BASIC NEED = INSTRUCTIONAL UNITS X AREA COST DIFFERENTIAL X \$60,000

STATE FOUNDATION AID = BASIC NEED - REQUIRED LOCAL EFFORT - 90% ELIGIBLE PL. 374

SCHOOL DISTRICT	FY88 PROJECTED ADM	EST. FY88 UNITS	AREA COST DIFF.	TOTAL ADJUSTED UNITS	FY88 PROJECTED BASIC NEED \$60,000	REQUIRED LOCAL EFFORT	DEDUCTIBLE PL874 ALL DIST.	FY88 PROPOSE STATE AID
ADAK	600	52.21	1.27	66.31	\$3,978,600		\$1,792,633	\$2,185,967
ALASKA GATEWAY	523	69.62	1.16	80.76	\$4,845,600		\$626,475	\$4,219,125
ALEUTIAN REGION	90	21.21	1.27	26.94	\$1,616,400		\$294,602	\$1,321,798
ANCHORAGE	38,874	3,072.29	1.00	3072.29	\$184,337,400	\$64,518,090	\$253,739	\$119,565,571
ANNETTE ISLAND	432	39.90	1.00	39.9	\$2,394,000		\$1,406,836	\$987,164
BERING STRAIT	1,264	183.92	1.34	246.45	\$14,787,000		\$4,199,309	\$10,588,291
BRISTOL BAY	216	25.75	1.27	32.7	\$1,962,000	\$406,164	\$250,914	\$1,297,522
CHATHAM	310	46.09	1.00	46.09	\$2,765,400		\$782,848	\$1,982,552
CHUGACH	139	24.58	1.11	27.28	\$1,636,800		\$182,156	\$1,454,644
COPPER RIVER	541	66.96	1.11	74.33	\$4,459,800		\$397,942	\$4,061,858
CORDOVA	430	39.52	1.11	43.87	\$2,632,200	\$495,929	\$13,925	\$2,122,346
CRAIG	239	24.75	1.00	24.75	\$1,485,000	\$149,219	\$24,325	\$1,311,456
DELTA GREELY	969	80.68	1.16	93.59	\$5,615,400		\$1,042,286	\$4,572,514
DILLINGHAM	469	42.54	1.27	54.03	\$3,241,800	\$430,063	\$298,915	\$2,512,222
FAIRBANKS	13,158	1,042.91	1.04	1084.63	\$65,077,800	\$18,907,656	\$0	\$46,170,144
GALENA	172	19.60	1.30	25.48	\$1,528,800	\$80,428	\$443,002	\$1,005,370
HAINES	370	37.52	1.05	39.4	\$2,364,000	\$390,486	\$34,060	\$1,939,454
HOONAH	239	25.77	1.05	27.06	\$1,623,600	\$116,950	\$190,808	\$1,315,842
HYDABURG	108	15.74	1.00	15.74	\$944,400	\$53,671	\$0	\$890,729
IDITAROD	348	57.91	1.30	75.28	\$4,516,800		\$849,587	\$3,667,213
JUNEAU	4,485	357.15	1.00	357.15	\$21,429,000	\$6,755,969	\$20,604	\$14,652,427
KAKE	188	22.90	1.00	22.9	\$1,374,000	\$48,754	\$267,522	\$1,057,724
KASHUNAMIUT	169	22.86	1.30	29.72	\$1,783,200		\$498,907	\$1,284,293
KENAI	8,414	744.08	1.00	744.08	\$44,644,800	\$15,621,367	\$112,951	\$28,910,482
KETCHIKAN	2,450	198.10	1.00	198.1	\$11,886,000	\$3,617,536	\$5,273	\$8,263,191
KING COVE	133	18.30	1.27	23.24	\$1,394,400	\$97,566	\$138,005	\$1,159,429
KLAWOCK	168	21.27	1.00	21.27	\$1,276,200	\$23,364	\$210,187	\$1,042,649
KODIAK	2,316	219.08	1.09	238.8	\$14,328,000	\$2,209,790	\$137,297	\$11,980,313
KUSPUK	361	58.80	1.30	76.44	\$4,586,400		\$1,212,998	\$3,373,402
LAKE & PENINSULA	369	71.40	1.27	90.68	\$5,440,800		\$1,036,848	\$4,403,352
LOWER KUSKOKWIM	2,521	341.73	1.38	471.59	\$28,295,400		\$5,930,988	\$22,363,812
LOWER YUKON	1,343	172.11	1.30	223.74	\$13,424,400		\$4,633,701	\$8,790,699
MAT-SU	8,950	714.16	1.00	714.16	\$42,849,600	\$10,867,024	\$18,221	\$31,964,355
NENANA	124	18.46	1.20	22.15	\$1,329,000	\$72,398	\$4,884	\$1,251,718
NOME	750	63.70	1.34	85.36	\$5,121,600	\$606,540	\$73,912	\$4,441,148
NORTH SLOPE	1,231	131.74	1.42	187.07	\$11,224,200	\$3,928,470	\$1,084,356	\$6,211,374
NORTHWEST ARCTIC	1,632	182.17	1.42	258.68	\$15,520,800	\$940,181	\$3,018,789	\$11,562,430
PELICAN	54	10.25	1.05	10.76	\$645,600	\$59,950	\$0	\$585,650
PETERSBURG	597	53.97	1.00	53.97	\$3,238,200	\$541,422	\$6,094	\$2,690,684
PRIBILOF	152	22.55	1.27	28.64	\$1,718,400		\$602,752	\$1,115,648
RAILBELT	361	46.27	1.20	55.52	\$3,331,200		\$0	\$3,331,200
SAND POINT	135	17.53	1.27	22.26	\$1,335,600	\$298,564	\$0	\$1,037,036
SITKA	1,581	131.51	1.00	131.51	\$7,890,600	\$1,764,700	\$78,605	\$6,047,295
SKAGWAY	136	17.07	1.05	17.92	\$1,075,200	\$236,146	\$0	\$839,054
SOUTHEAST ISLAND	435	77.33	1.00	77.33	\$4,639,800		\$764,212	\$3,875,588
SOUTHWEST REGION	504	84.09	1.27	106.79	\$6,407,400		\$1,645,217	\$4,762,783
ST. MARY'S	108	15.12	1.30	19.66	\$1,179,600	\$17,805	\$255,762	\$905,433
TANANA	88	13.33	1.30	17.33	\$1,039,800	\$47,021	\$186,392	\$806,387
UNALASKA	170	20.42	1.27	25.93	\$1,555,800	\$382,258	\$168,433	\$1,005,109
VALDEZ	758	84.73	1.11	94.05	\$5,643,000	\$1,975,050	\$10,065	\$3,657,885
WRANGELL	497	46.41	1.00	46.41	\$2,784,600	\$434,682	\$1,573	\$2,348,345
YAKUTAT	160	21.23	1.05	22.29	\$1,337,400	\$72,547	\$56,387	\$1,208,466
YUKON FLATS	373	64.09	1.42	91.01	\$5,460,600		\$703,867	\$4,756,133
YUKON-KOYUKUK	633	90.87	1.30	118.13	\$7,087,800		\$1,454,300	\$5,634,100
YUPIIT	294	47.10	1.30	61.23	\$3,673,800		\$1,043,126	\$2,630,674
TOTALS	102,131.0	9,211.35		9,962.75	\$597,765,000	\$136,167,760	\$38,474,590	\$423,121,450

NOTE: ANCHORAGE, NORTH SLOPE AND VALDEZ LOCAL EFFORT IS 35% OF BASIC NEED.
ALL OTHER LOCAL EFFORTS ARE BASED ON 4 MILLS.

15.5% Max.

No districts don't meet 4 mill eq-iv.

STATE OF ALASKA-DEPARTMENT OF EDUCATION
 GOVERNOR'S PUBLIC SCHOOL FOUNDATION FUNDING PROPOSAL
 CALCULATIONS USE THE PROJECTED ADM AS PHONE SURVEY 2/18/87
 PREPARED 3/02/87 HB126/SB119

SCHOOL DISTRICT	FY88 PROJECTED ADM	K - 12	Bi/Bi	SPECIAL EDUCATION	VOC ED	TOTAL UNITS	AREA COST DIFF.	ADJUSTED UNITS
ADAK	600	45.51	1.00	4.83	1.00	52.34	1.27	66.47
ALASKA GATEWAY	523	62.14	1.00	5.54	1.00	69.68	1.16	80.83
ALEUTIAN REGION	90	18.93	0.00	1.00	1.00	20.93	1.27	26.58
ANCHORAGE	38874	2,609.46	40.24	396.22	32.94	3,078.86	1.00	3,078.86
ANNETTE ISLAND	432	34.80	1.00	4.21	1.00	41.01	1.00	41.01
BERING STRAIT	1251	156.81	11.69	12.74	2.19	183.43	1.34	245.79
BRISTOL BAY	231	23.40	1.00	2.22	1.00	27.62	1.27	35.08
CHATHAM	310	41.29	0.00	3.47	1.00	45.76	1.00	45.76
CHUGACH	132	22.04	0.00	1.00	1.00	24.04	1.11	26.69
COPPER RIVER	561	63.77	1.00	5.71	1.00	71.48	1.11	79.35
CORDOVA	431	34.73	0.00	3.86	1.00	39.59	1.11	43.95
CRAIG	219	20.60	0.00	1.84	1.00	23.44	1.00	23.44
DELTA GREELY	1027	74.10	0.00	8.91	1.53	84.54	1.16	98.07
DILLINGHAM	469	37.27	1.00	3.60	1.00	42.87	1.27	54.44
FAIRBANKS	13158	905.98	5.90	123.81	12.61	1,048.30	1.04	1,090.23
GALENA	172	17.47	0.00	1.14	1.00	19.61	1.30	25.49
HAINES	360	32.96	1.00	2.96	1.00	37.92	1.05	39.81
HOONAH	235	21.67	0.00	2.79	1.00	25.46	1.05	26.73
HYDABURG	108	13.00	1.00	1.65	1.00	16.65	1.00	16.65
IDITAROD	392	56.24	1.00	3.97	1.00	62.21	1.30	80.88
JUNEAU	4244	287.24	1.26	52.23	5.14	345.87	1.00	345.87
KAKE	178	17.87	0.00	3.37	1.00	22.24	1.00	22.24
KASHUNAMIUT	189	18.60	2.27	2.53	1.00	24.40	1.30	31.72
KENAI	8414	645.39	10.03	77.16	12.85	745.43	1.00	745.43
KETCHIKAN	2450	170.58	1.00	23.42	3.10	198.10	1.00	198.10
KING COVE	133	14.87	0.00	2.44	1.00	18.31	1.27	23.25
KLAWOCK	168	17.20	0.00	3.07	1.00	21.27	1.00	21.27
KODIAK	2319	192.25	1.93	29.55	2.35	226.08	1.09	246.43
KUSPUK	371	53.53	1.50	3.67	1.04	59.74	1.30	77.67
LAKE & PENINSULA	369	62.62	1.00	3.52	1.10	68.24	1.27	86.66
LOWER KUSKOKWIM	2682	288.96	54.95	28.21	3.06	375.18	1.38	517.75
LOWER YUKON	1343	148.81	6.80	17.98	2.46	176.05	1.30	228.86
MAT-SU	8940	639.69	1.10	65.40	9.83	716.02	1.00	716.02
NENANA	208	19.87	1.00	2.19	1.00	24.06	1.20	28.87
NOME	759	56.47	1.00	5.80	1.00	64.27	1.34	86.12
NORTH SLOPE	1231	120.05	5.30	9.20	2.00	136.55	1.42	193.90
NORTHWEST ARCTIC	1637	166.49	7.14	15.23	1.73	190.59	1.42	270.63
PELICAN	54	8.25	0.00	1.00	1.00	10.25	1.05	10.76
PETERSBURG	597	45.80	1.00	6.17	1.00	53.97	1.00	53.97
PRIBILOF	152	19.44	1.00	2.05	1.00	23.49	1.27	29.83
RAILBELT	346	39.66	0.00	2.12	1.00	42.78	1.20	51.33
SAND POINT	135	15.00	0.00	1.53	1.00	17.53	1.27	22.26
SITKA	1637	113.77	1.00	17.59	1.62	133.98	1.00	133.98
SKAGWAY	136	15.07	0.00	1.00	1.00	17.07	1.05	17.92
SOUTHEAST ISLAND	435	72.42	0.00	3.16	1.00	76.58	1.00	76.58
SOUTHWEST REGION	491	67.47	9.08	3.66	1.00	81.21	1.27	103.13
ST. MARY'S	125	14.33	1.00	1.11	1.00	17.44	1.30	22.68
TANANA	86	11.17	1.00	1.00	1.00	14.17	1.30	18.42
UNALASKA	170	17.33	1.00	1.09	1.00	20.42	1.27	25.94
VALDEZ	760	57.47	0.00	26.32	1.06	84.85	1.11	94.18
WRANGELL	497	38.89	0.00	6.52	1.00	46.41	1.00	46.41
YAKUTAT	147	15.80	0.00	1.72	1.00	18.52	1.05	19.45
YUKON FLATS	390	58.76	1.00	4.22	1.00	64.98	1.42	92.27
YUKON-KOYUKUK	556	77.95	1.00	5.57	1.15	85.67	1.30	111.37
YUPIIT	281	35.32	6.61	2.58	1.00	45.51	1.30	59.16
TOTALS	102,205	7,936.54	186.80	1,024.85	134.76	9,282.95		10,056.54

VOCATIONAL EDUCATION FUNDING

Weighting
Factor

.8

Category 4 contains three programs: Graphics, Secretarial & Word Processing and Construction Trades. Equipment, utilities, maintenance, student supplies and instructional materials make these the most costly vocational programs to operate.

.6

Category 3 contains nine programs: Agricultural Production, Welding, Industrial Education, Woodworking, Automobile Mechanics, Electrical Technician, Drafting, Fisheries and Diesel Engine Mechanics. The extra costs for these programs average 75% of Category 4 programs.

.4

Category 2 contains seven programs: Aircraft Mechanics, Communication Technologies, Commercial Photography, Agriculture Mechanics, Accounting & Related, Small Engine Mechanic and Automotive Body Repair. The extra costs for these programs average 50% of those programs in Category 4.

.2

Category 1 contains 16 programs: Health, Consumer & Homemaking, Horticulture, Commercial Art, Clothing & Textiles, General Marketing, Food Production, Renewable & Natural Resources, Forestry, Agriculture Services & Supplies, Transportation & Travel, Wildlife Management, Business Management, Child Care Management and Surveying. The extra costs for these programs average 25% of those programs in Category 4.

Note: The extra costs for the vocational programs were taken from the raw data collected for the Resource Cost Model. An amortization schedule of 7 years was used for the equipment.

A	B	C	D	E	F	G	H	I	J	K
SCHOOL DISTRICT	FY88 PROJECTED BASIC NEED \$60,000	65% OF BASIC NEED	35% OF BASIC NEED	REQUIRED LOCAL EFFORT	35% BASIC NEED MINUS REQ. LOC. EFF	FY86 C&B PL874 LESS SP. ED.	C&B PL874 PERCENTAGE	DEDUCTIBLE PL874	65% BASIC NEED LESS DEDUC. PL874	FY88 PROPOSED STATE AID
ADAK	\$3,988,079	\$2,592,252	\$1,395,828		\$1,395,828	\$1,991,814	100.00%	\$1,792,633	\$799,619	\$2,195,447
ALASKA GATEWAY	\$4,849,867	\$3,152,414	\$1,697,454		\$1,697,454	\$696,083	100.00%	\$626,475	\$2,525,939	\$4,223,393
ALEUTIAN REGION	\$1,594,866	\$1,036,663	\$558,203		\$558,203	\$327,336	100.00%	\$294,602	\$742,061	\$1,300,264
ANCHORAGE	\$184,731,660	\$120,075,579	\$64,656,081	\$64,656,081	\$0	\$313,816	90.04%	\$254,290	\$119,821,289	\$119,821,289
ANNETTE ISLAND	\$2,460,600	\$1,599,390	\$861,210		\$861,210	\$1,563,151	100.00%	\$1,406,836	\$192,554	\$1,053,764
BERING STRAIT	\$14,747,611	\$9,585,947	\$5,161,664		\$5,161,664	\$4,665,899	100.00%	\$4,199,309	\$5,386,638	\$10,548,302
BRISTOL BAY	\$2,104,644	\$1,368,019	\$736,625	\$406,164	\$330,461	\$287,682	100.00%	\$258,914	\$1,109,105	\$1,439,566
CHATHAM	\$2,745,720	\$1,784,718	\$961,002		\$961,002	\$869,831	100.00%	\$782,848	\$1,001,870	\$1,962,872
CHUGACH	\$1,601,197	\$1,040,778	\$560,419		\$560,419	\$202,395	100.00%	\$182,156	\$858,622	\$1,419,041
COPPER RIVER	\$4,760,768	\$3,094,499	\$1,666,269		\$1,666,269	\$442,158	100.00%	\$397,942	\$2,696,557	\$4,362,826
CORDOVA	\$2,636,894	\$1,713,981	\$922,913	\$495,929	\$426,984	\$21,274	72.73%	\$13,925	\$1,700,056	\$2,127,040
CRAIG	\$1,406,600	\$914,160	\$492,240	\$149,219	\$343,021	\$27,028	100.00%	\$24,325	\$889,835	\$1,232,856
DELTA GREELY	\$5,883,904	\$3,824,590	\$2,059,394		\$2,059,394	\$1,158,096	100.00%	\$1,042,266	\$2,782,304	\$4,861,698
DILLINGHAM	\$3,266,465	\$2,123,203	\$1,143,263	\$430,063	\$713,200	\$332,128	100.00%	\$298,915	\$1,824,288	\$2,537,488
FAIRBANKS	\$65,413,858	\$42,519,007	\$22,894,850	\$18,907,656	\$3,987,194	\$0	72.73%	\$0	\$42,519,007	\$46,506,201
GALENA	\$1,529,346	\$994,075	\$535,271	\$80,428	\$454,843	\$539,956	91.16%	\$443,016	\$551,059	\$1,005,902
HAINES	\$2,388,834	\$1,552,742	\$836,092	\$390,486	\$445,606	\$38,911	97.26%	\$34,061	\$1,518,681	\$1,964,287
HOONAH	\$1,603,791	\$1,042,464	\$561,327	\$116,950	\$444,377	\$212,009	100.00%	\$190,808	\$851,656	\$1,296,033
HYDABURG	\$999,000	\$649,350	\$349,650	\$53,671	\$295,979	\$0	100.00%	\$0	\$649,350	\$945,329
IDITAROD	\$4,852,536	\$3,154,148	\$1,698,388		\$1,698,388	\$943,986	100.00%	\$849,587	\$2,304,561	\$4,002,949
JUNEAU	\$20,752,440	\$13,489,086	\$7,263,354	\$6,755,969	\$507,385	\$31,360	73.00%	\$20,603	\$13,468,483	\$13,975,868
KAKE	\$1,334,220	\$867,243	\$466,977	\$48,754	\$418,223	\$408,699	72.73%	\$267,515	\$599,728	\$1,017,951
KASHUNAMIUT	\$1,903,200	\$1,237,080	\$666,120		\$666,120	\$554,341	100.00%	\$498,907	\$738,173	\$1,404,293
KENAI	\$44,725,740	\$29,071,731	\$15,654,009	\$15,621,367	\$32,642	\$147,009	85.37%	\$112,953	\$28,958,778	\$28,991,420
KETCHIKAN	\$11,886,240	\$7,726,056	\$4,160,184	\$3,617,536	\$542,648	\$8,055	72.73%	\$5,272	\$7,720,784	\$8,263,432
KING COVE	\$1,394,993	\$906,746	\$488,248	\$97,566	\$390,682	\$153,339	100.00%	\$138,005	\$768,741	\$1,159,423
KLAMOCK	\$1,276,200	\$829,530	\$446,670	\$23,364	\$423,306	\$294,169	79.39%	\$210,197	\$619,333	\$1,042,639
KODIAK	\$14,785,800	\$9,610,770	\$5,175,030	\$2,209,790	\$2,965,240	\$152,552	100.00%	\$137,297	\$9,473,473	\$12,438,713
KUSPUK	\$4,659,954	\$3,028,970	\$1,630,984		\$1,630,984	\$1,347,775	100.00%	\$1,212,998	\$1,815,972	\$3,446,956
LAKE & PENINSULA	\$5,199,659	\$3,379,779	\$1,819,881		\$1,819,881	\$1,152,053	100.00%	\$1,036,848	\$2,342,931	\$4,162,812
LOWER KUSKOKWIM	\$1,065,000	\$20,192,250	\$10,872,750		\$10,872,750	\$6,589,987	100.00%	\$5,930,988	\$14,261,262	\$25,134,012
LOWER YUKON	\$13,731,744	\$8,925,634	\$4,806,110		\$4,806,110	\$5,148,557	100.00%	\$4,633,701	\$4,291,933	\$9,098,043
MAT-SU	\$42,961,380	\$27,924,897	\$15,036,483	\$10,867,024	\$4,169,459	\$27,837	72.73%	\$18,221	\$27,906,676	\$32,076,135
MEMANA	\$1,732,104	\$1,125,868	\$606,236	\$72,398	\$533,838	\$5,427	100.00%	\$4,884	\$1,120,984	\$1,654,822
NOME	\$5,167,388	\$3,358,802	\$1,808,506	\$606,540	\$1,202,066	\$82,124	100.00%	\$73,912	\$3,284,890	\$4,486,936
NORTH SLOPE	\$11,633,890	\$7,562,028	\$4,071,861	\$4,071,861	\$0	\$3,951,590	29.16%	\$1,037,126	\$6,524,902	\$6,524,902
NORTHWEST ARCTIC	\$16,238,012	\$10,554,708	\$5,683,304	\$940,181	\$4,743,123	\$3,354,210	100.00%	\$3,018,789	\$7,535,919	\$12,279,042
PELICAN	\$645,750	\$419,738	\$226,013	\$59,950	\$166,063	\$0	100.00%	\$0	\$419,738	\$585,801
PETERSBURG	\$3,238,260	\$2,104,869	\$1,133,391	\$541,422	\$591,969	\$8,508	79.58%	\$6,094	\$2,098,775	\$2,690,744
PRIBILOF	\$1,789,938	\$1,163,460	\$626,478		\$626,478	\$669,724	100.00%	\$602,752	\$560,708	\$1,187,186
RAILBELT	\$3,080,016	\$2,002,010	\$1,078,006		\$1,078,006	\$0	100.00%	\$0	\$2,002,010	\$3,080,016
SAND POINT	\$1,335,786	\$868,261	\$467,525	\$298,564	\$168,961	\$0	100.00%	\$0	\$868,261	\$1,037,222
SITKA	\$8,038,800	\$5,225,220	\$2,913,580	\$1,764,700	\$1,048,880	\$120,086	72.73%	\$78,601	\$5,146,619	\$6,195,499
SKAGWAY	\$1,075,221	\$698,894	\$376,327	\$236,166	\$140,181	\$0	100.00%	\$0	\$698,894	\$839,075
SOUTHEAST ISLAND	\$4,594,620	\$2,986,503	\$1,608,117		\$1,608,117	\$849,124	100.00%	\$764,212	\$2,222,291	\$3,830,408
SOUTHWEST REGION	\$6,187,973	\$4,022,183	\$2,185,791		\$2,185,791	\$1,828,019	100.00%	\$1,645,217	\$2,376,966	\$4,542,757
ST. MARY'S	\$1,360,554	\$884,360	\$476,194	\$17,805	\$458,389	\$390,733	72.73%	\$255,752	\$628,608	\$1,086,997
TANANA	\$1,105,026	\$718,267	\$386,759	\$47,021	\$339,738	\$230,575	89.82%	\$186,392	\$531,875	\$871,613
UNALASKA	\$1,556,233	\$1,011,551	\$544,681	\$382,258	\$162,423	\$187,148	100.00%	\$168,433	\$843,118	\$1,005,541
VALDEZ	\$5,651,077	\$3,673,200	\$1,977,377	\$1,977,877	\$0	\$25,301	44.27%	\$10,080	\$3,663,120	\$3,663,120
WRANGELL	\$2,784,420	\$1,809,873	\$974,547	\$434,682	\$539,865	\$2,289	76.37%	\$1,573	\$1,808,300	\$2,348,165
YAKUTAT	\$1,166,760	\$758,394	\$408,366	\$72,547	\$335,819	\$62,652	100.00%	\$56,387	\$702,007	\$1,037,826
YUKON FLATS	\$5,536,126	\$3,598,482	\$1,937,644		\$1,937,644	\$782,074	100.00%	\$703,867	\$2,894,615	\$4,832,259
YUKON-KOYUKUK	\$6,682,260	\$4,343,469	\$2,338,791		\$2,338,791	\$1,615,889	100.00%	\$1,454,300	\$2,889,169	\$5,227,960
YUPIIT	\$3,549,546	\$2,307,205	\$1,242,341		\$1,242,341	\$1,159,029	100.00%	\$1,043,126	\$1,264,079	\$2,506,420

TOTALS \$603,392,451 \$392,203,093 \$211,187,358 \$136,451,969 \$74,735,389 \$45,973,788 \$38,427,930 \$353,777,166 \$428,512,555

DEPARTMENT OF EDUCATION
GOVERNOR'S PUBLIC SCHOOL FOUNDATION FUNDING PROPOSAL
SB119/HB126 MARCH 2, 1987

A	B	E	I	K	L	M	N	O
SCHOOL DISTRICT	FY88 PROJECTED BASIC NEED \$60,000	REQUIRED LOCAL EFFORT	DEDUCTIBLE PL874	FY88 PROPOSED STATE AID	BASIC NEED PER UNIT	REQ. LOCAL EFFORT PER UNIT	PL874 DEDUCTIBLE PER UNIT	FY 88 STATE AID PER UNIT
ADAK	\$3,988,079		\$1,792,633	\$2,195,447	\$60,000	\$0	\$26,970	\$33,030
ALASKA GATEWAY	\$4,849,867		\$626,475	\$4,223,393	\$60,000	\$0	\$7,750	\$52,250
ALEUTIAN REGION	\$1,594,866		\$294,602	\$1,300,264	\$60,000	\$0	\$11,083	\$48,917
ANCHORAGE	\$184,731,660	\$64,656,081	\$254,290	\$119,821,289	\$60,000	\$21,000	\$83	\$38,917
ANNETTE ISLAND	\$2,460,600		\$1,406,836	\$1,053,764	\$60,000	\$0	\$34,305	\$25,695
BERING STRAIT	\$14,747,611		\$4,199,309	\$10,548,302	\$60,000	\$0	\$17,085	\$42,915
BRISTOL BAY	\$2,104,644	\$406,164	\$258,914	\$1,439,566	\$60,000	\$11,579	\$7,381	\$41,040
CHATHAM	\$2,745,720		\$782,848	\$1,962,872	\$60,000	\$0	\$17,107	\$42,893
CHUGACH	\$1,601,197		\$182,156	\$1,419,041	\$60,000	\$0	\$6,826	\$53,174
COPPER RIVER	\$4,760,768		\$397,942	\$4,362,826	\$60,000	\$0	\$5,015	\$54,985
CORDOVA	\$2,636,894	\$495,929	\$13,925	\$2,127,040	\$60,000	\$11,284	\$317	\$48,399
CRAIG	\$1,406,400	\$169,219	\$24,325	\$1,232,856	\$60,000	\$6,366	\$1,038	\$52,596
DELTA GREELY	\$5,883,984		\$1,042,286	\$4,841,698	\$60,000	\$0	\$10,628	\$49,372
DILLINGHAM	\$3,266,465	\$430,063	\$298,915	\$2,537,488	\$60,000	\$7,900	\$5,491	\$46,610
FAIRBANKS	\$65,413,858	\$18,907,656	\$0	\$46,506,201	\$60,000	\$17,343	\$0	\$42,657
GALENA	\$1,529,346	\$80,428	\$443,016	\$1,005,902	\$60,000	\$3,155	\$17,381	\$39,464
HAINES	\$2,388,834	\$390,486	\$34,061	\$1,964,287	\$60,000	\$9,808	\$856	\$49,337
HOONAH	\$1,603,791	\$116,950	\$190,808	\$1,296,033	\$60,000	\$4,375	\$7,138	\$48,486
HYDABURG	\$999,000	\$53,671	\$0	\$945,329	\$60,000	\$3,223	\$0	\$56,777
IDITAROD	\$6,852,536		\$849,587	\$4,002,949	\$60,000	\$0	\$10,505	\$49,495
JUNEAU	\$20,752,440	\$6,755,969	\$20,603	\$13,975,868	\$60,000	\$19,533	\$60	\$40,407
KAKE	\$1,334,220	\$48,754	\$267,515	\$1,017,951	\$60,000	\$2,192	\$12,030	\$45,777
KASHUNAHUOT	\$1,903,200		\$498,907	\$1,404,293	\$60,000	\$0	\$15,728	\$44,272
KENAI	\$44,725,740	\$15,621,367	\$112,953	\$28,991,420	\$60,000	\$20,956	\$152	\$38,892
KETCHIKAN	\$11,886,240	\$3,617,536	\$5,272	\$8,263,432	\$60,000	\$18,261	\$27	\$41,713
KING COVE	\$1,394,993	\$97,566	\$138,005	\$1,159,423	\$60,000	\$4,196	\$5,936	\$49,868
KLAWOCK	\$1,276,200	\$23,364	\$210,197	\$1,042,639	\$60,000	\$1,098	\$9,882	\$49,019
KODIAK	\$14,785,800	\$2,209,790	\$137,297	\$12,438,713	\$60,000	\$8,967	\$557	\$50,476
KUSLUK	\$4,659,954		\$1,212,998	\$3,446,956	\$60,000	\$0	\$15,618	\$44,382
LAKE & PENINSULA	\$5,199,659		\$1,036,848	\$4,162,811	\$60,000	\$0	\$11,964	\$48,036
LOWER KUSKOKWIM	\$31,065,000		\$5,930,988	\$25,134,012	\$60,000	\$0	\$11,455	\$48,545
LOWER YUKON	\$13,731,744		\$4,633,701	\$9,098,043	\$60,000	\$0	\$20,247	\$39,753
MAT-SU	\$42,961,380	\$10,867,024	\$18,221	\$32,076,135	\$60,000	\$15,177	\$25	\$44,798
NENANA	\$1,732,104	\$72,398	\$4,884	\$1,654,822	\$60,000	\$2,508	\$169	\$57,323
NOME	\$5,167,388	\$606,560	\$73,912	\$4,486,936	\$60,000	\$7,043	\$858	\$52,099
NORTH SLOPE	\$11,633,890	\$4,071,861	\$1,037,126	\$6,524,902	\$60,000	\$21,000	\$5,349	\$33,651
NORTHWEST ARCTIC	\$16,238,012	\$940,181	\$3,018,789	\$12,279,042	\$60,000	\$3,474	\$11,155	\$45,371
PELICAN	\$645,750	\$59,950	\$0	\$585,801	\$60,000	\$5,570	\$0	\$54,430
PETERSBURG	\$3,238,260	\$541,422	\$6,094	\$2,690,744	\$60,000	\$10,032	\$113	\$49,855
PRIBILOF	\$1,789,938		\$602,752	\$1,187,186	\$60,000	\$0	\$20,205	\$39,795
RAILBELT	\$3,080,016		\$0	\$3,080,016	\$60,000	\$0	\$0	\$60,000
SAND POINT	\$1,335,786	\$298,564	\$0	\$1,037,222	\$60,000	\$13,411	\$0	\$46,589
SITKA	\$8,038,800	\$1,764,700	\$78,601	\$6,195,499	\$60,000	\$13,171	\$587	\$46,242
SKAGWAY	\$1,075,221	\$236,146	\$0	\$839,075	\$60,000	\$13,178	\$0	\$46,822
SOUTHEAST ISLAND	\$4,594,620		\$764,212	\$3,830,408	\$60,000	\$0	\$9,980	\$50,020
SOUTHWEST REGION	\$6,187,973		\$1,645,217	\$4,542,757	\$60,000	\$0	\$15,952	\$44,048
ST. MARY'S	\$1,360,554	\$17,805	\$255,752	\$1,094,797	\$60,000	\$785	\$11,279	\$47,936
TANANA	\$1,105,026	\$47,021	\$186,392	\$871,613	\$60,000	\$2,553	\$10,121	\$47,326
UNALASKA	\$1,556,233	\$382,258	\$168,433	\$1,005,541	\$60,000	\$14,738	\$6,494	\$38,768
VALDEZ	\$5,101,077	\$1,977,877	\$10,080	\$3,663,120	\$60,000	\$21,000	\$107	\$38,893
WRANGELL	\$1,442,000	\$434,682	\$1,573	\$2,348,165	\$60,000	\$9,367	\$34	\$50,599
YAKUTAT	\$1,007,760	\$72,547	\$56,387	\$1,037,826	\$60,000	\$3,731	\$2,900	\$53,370
YUKON FLATS	\$5,536,126		\$703,867	\$4,832,259	\$60,000	\$0	\$7,628	\$52,372
YUKON-KOYUKUK	\$6,682,260		\$1,454,300	\$5,227,960	\$60,000	\$0	\$13,058	\$46,942
YUPIIT	\$3,549,546		\$1,043,126	\$2,506,420	\$60,000	\$0	\$17,633	\$42,367
TOTALS	\$603,392,451	\$136,451,969	\$38,427,930	\$428,512,555				

	A	AA	BB	CC	DD	EE	FF	GG	HH	II	JJ	KK
SCHOOL DISTRICT	FY87 ADM 1ST COUNT	FY88 PROJECTED ADM	FY87 TOTAL REV. FOR HARMLESS	FY88 BASIC NEED/FY 87 TOTAL REV.	FY87 90% BASIC COMPARISON	SUM FY87 HOLD HARMLESS	FY87 STATE INCLUDES 80% SFACCOUNT	FY88 STATE/ FY87 STATE	FY87 90% STATE COMPARISON	STATE FY87 HOLD HARMLESS	FY88 HOLD HARMLESS	
ADAK	601.9	600	\$3,791,473	105.5	\$3,401,554	(\$586,525)	\$1,998,840	110.2	\$1,793,277	(\$402,170)		
ALASKA GATEWAY	511.4	523	\$4,260,730	111.3	\$3,921,638	(\$928,229)	\$3,634,255	113.6	\$3,345,021	(\$878,371)		
ALEUTIAN REGION	90.6	90	\$1,537,900	104.4	\$1,374,944	(\$219,922)	\$1,243,298	105.3	\$1,111,558	(\$188,706)		
ANCHORAGE	39748.1	38874	\$181,582,158	104.0	\$159,830,088	(\$24,901,572)	\$116,671,808	105.0	\$102,695,472	(\$17,125,817)		
ANNETTE ISLAND	416.3	432	\$2,852,887	83.1	\$2,664,431	\$203,831	\$1,446,051	70.2	\$1,350,528	\$296,764	\$203,831	
BERING STRAIT	1225.6	1251	\$14,516,767	99.5	\$13,335,858	(\$1,411,753)	\$10,317,458	100.2	\$9,478,154	(\$1,070,148)		
BRISTOL BAY	218.8	231	\$2,213,217	90.1	\$2,102,961	(\$1,683)	\$1,851,771	73.6	\$1,759,521	\$319,955		
CHATHAM	351.6	310	\$2,886,890	107.9	\$2,290,792	(\$454,928)	\$2,104,142	105.8	\$1,669,590	(\$293,282)		
CHUGACH	130.4	132	\$1,425,454	111.0	\$1,298,650	(\$302,547)	\$1,243,298	112.8	\$1,132,698	(\$286,343)		
COPPER RIVER	560.7	561	\$3,932,733	121.0	\$3,541,353	(\$1,219,414)	\$3,534,791	123.4	\$3,183,014	(\$1,179,812)		
CORDOVA	432.3	431	\$2,550,516	103.7	\$2,288,562	(\$348,332)	\$2,040,662	104.5	\$1,831,073	(\$295,967)		
CRAIG	216.8	219	\$1,463,434	95.1	\$1,330,456	(\$75,944)	\$1,410,374	86.5	\$1,282,217	\$49,361		
DELTA GREELY	1018.7	1027	\$5,089,698	114.7	\$4,618,050	(\$1,265,934)	\$4,047,412	118.7	\$3,672,350	(\$1,169,348)		
DILLINGHAM	461.5	469	\$3,895,235	82.5	\$3,562,684	\$296,219	\$3,401,320	73.4	\$3,110,936	\$573,449	\$296,219	
FAIRBANKS	12895	13158	\$62,210,699	103.0	\$57,131,566	(\$8,282,292)	\$43,303,043	105.3	\$39,767,607	(\$6,738,594)		
GALENA	166.6	172	\$1,937,616	76.5	\$1,800,378	\$271,032	\$1,414,172	68.9	\$1,314,009	\$308,106	\$271,032	
HAINES	351.8	360	\$2,367,048	98.6	\$2,179,999	(\$208,835)	\$1,942,501	98.8	\$1,789,000	(\$175,287)		
HOONAH	240	235	\$1,733,117	94.5	\$1,527,309	(\$76,482)	\$1,447,534	91.4	\$1,275,639	(\$20,394)		
HYDABURG	107	108	\$832,255	118.9	\$756,030	(\$242,970)	\$830,055	112.8	\$754,031	(\$191,298)		
ITITAROD	392.8	392	\$5,394,318	90.1	\$4,844,998	(\$7,538)	\$4,544,731	88.3	\$4,081,927	\$78,979		
JUNEAU	4609.1	4244	\$21,464,693	105.0	\$17,787,972	(\$2,964,468)	\$14,688,121	103.3	\$12,172,170	(\$1,803,698)		
KAKE	194	178	\$1,640,203	88.7	\$1,354,436	\$20,216	\$1,323,934	83.8	\$1,093,269	\$75,318	\$20,216	
KASHUNAMIUT	165.5	189	\$1,837,843	90.7	\$1,888,925	(\$14,275)	\$1,338,936	91.8	\$1,376,151	(\$28,142)		
KENAI	8178.3	8414	\$45,259,492	96.1	\$41,907,490	(\$2,818,250)	\$29,525,172	95.4	\$27,338,483	(\$1,652,937)		
KETCHIKAN	2473.8	2450	\$11,104,190	108.1	\$9,897,623	(\$1,988,617)	\$7,481,382	111.5	\$6,668,464	(\$1,594,968)		
KING COVE	132.7	133	\$1,318,021	105.6	\$1,188,901	(\$206,093)	\$1,167,016	99.1	\$1,052,689	(\$106,734)		
KLAWOCK	160.2	168	\$1,305,758	93.2	\$1,232,401	(\$43,799)	\$1,072,197	92.7	\$1,011,961	(\$30,678)		
KODIAK	2252.9	2319	\$13,495,005	106.4	\$12,501,853	(\$2,283,947)	\$11,164,112	108.2	\$10,342,500	(\$2,096,213)		
KUSPUK	350.3	371	\$5,069,133	86.8	\$4,831,811	\$171,857	\$3,856,135	84.4	\$3,675,602	\$228,646	\$171,857	
LAKE & PENINSULA	354.8	369	\$5,418,994	92.3	\$5,072,288	(\$127,371)	\$4,382,146	91.3	\$4,101,778	(\$61,034)		
LOWER KUSKOKWIM	2606	2682	\$27,218,156	110.9	\$25,210,739	(\$5,854,261)	\$21,287,168	114.7	\$19,717,178	(\$5,416,834)		
LOWER YUKON	1315.5	1343	\$12,208,253	110.2	\$11,217,115	(\$2,514,629)	\$7,574,552	117.7	\$6,959,605	(\$2,138,438)		
MAT-SU	8667.9	8940	\$38,234,742	108.9	\$35,491,496	(\$7,469,884)	\$27,349,497	113.7	\$25,387,239	(\$6,688,896)		
NENANA	123	208	\$1,168,545	87.7	\$1,778,468	\$46,364	\$1,115,660	87.7	\$1,697,980	\$43,158	\$43,158	
NOME	782.1	759	\$5,421,632	98.2	\$4,735,349	(\$432,039)	\$5,048,065	91.6	\$4,409,069	(\$77,867)		
NORTH SLOPE	1151.5	1231	\$13,226,326	82.3	\$12,725,529	\$1,091,639	\$8,117,300	75.2	\$7,809,949	\$1,285,047	\$1,091,639	
NORTHWEST ARCTIC	1547.4	1637	\$14,139,204	108.6	\$13,462,123	(\$2,775,889)	\$10,910,415	106.4	\$10,387,950	(\$1,891,092)		
PELICAN	54.5	54	\$563,349	115.7	\$502,363	(\$143,387)	\$539,223	109.6	\$480,848	(\$104,952)		
PETERSBURG	601	597	\$3,099,546	105.2	\$2,771,025	(\$467,235)	\$2,552,030	106.1	\$2,281,540	(\$409,204)		
PRIBILOF	155.6	152	\$1,446,282	126.7	\$1,271,538	(\$518,400)	\$843,530	144.1	\$741,612	(\$445,574)		
RAILBELT	366	346	\$3,280,393	99.3	\$2,791,023	(\$288,993)	\$3,280,393	99.3	\$2,791,023	(\$288,993)		
SAND POINT	118.5	135	\$958,985	122.3	\$983,263	(\$352,523)	\$853,476	106.7	\$875,083	(\$162,139)		
SITKA	1590	1637	\$7,325,141	106.6	\$6,787,503	(\$1,251,297)	\$5,481,840	109.8	\$5,079,494	(\$1,116,005)		
SKAGWAY	137	136	\$699,305	154.9	\$624,781	(\$450,440)	\$628,305	134.5	\$561,347	(\$277,728)		
SOUTHEAST ISLAND	416.4	435	\$4,399,997	100.0	\$4,136,885	(\$457,735)	\$3,635,785	100.8	\$3,418,371	(\$412,037)		
SOUTHWEST REGION	473.2	491	\$5,662,025	105.3	\$5,287,508	(\$900,465)	\$4,016,808	109.0	\$3,751,115	(\$791,642)		
ST. MARY'S	95.6	125	\$1,578,722	65.9	\$1,857,806	\$497,252	\$1,305,165	63.7	\$1,535,890	\$448,893	\$448,893	
TANANA	81	86	\$1,243,334	83.7	\$1,188,075	\$83,049	\$1,009,921	81.3	\$965,036	\$93,423	\$83,049	
UNALASKA	147	170	\$1,359,133	99.0	\$1,414,608	(\$141,625)	\$1,068,700	81.4	\$1,112,320	\$106,779		
VALDEZ	755.6	760	\$5,529,786	101.6	\$5,005,788	(\$645,288)	\$3,541,926	102.8	\$3,206,296	(\$456,824)		
WRANGELL	493.7	497	\$2,546,513	108.6	\$2,307,181	(\$477,239)	\$2,110,258	110.5	\$1,911,927	(\$436,238)		
YAKUTAT	157.5	147	\$1,248,635	100.1	\$1,048,853	(\$117,907)	\$1,136,971	97.8	\$955,056	(\$82,770)		
YUKON FLATS	373	390	\$5,311,719	99.7	\$4,998,427	(\$537,698)	\$4,607,852	100.3	\$4,336,075	(\$496,184)		
YUKON-KOYUKUK	612.9	556	\$7,192,547	102.4	\$5,872,370	(\$809,890)	\$5,738,297	100.4	\$4,685,012	(\$542,948)		
YUPIIT	295.4	281	\$4,440,198	84.0	\$3,801,375	\$251,829	\$3,397,072	77.6	\$2,908,326	\$401,906	\$251,829	
TOTALS	102,126.8	102,205	\$583,889,995		\$528,737,191		\$411,576,776		\$373,196,035		\$2,881,725	

A	P	Q	E	S	T	U	V
SCHOOL DISTRICT	FY87 LOCAL LIMITED TO 35% OR 4 MILLS	ESTIMATED FY88 LOCAL REV	REQUIRED LOCAL EFFORT	ONE HUNDRED PERCENT ASSESSED VALUE	1 MILL / UNIT	1.5 MILLS / UNIT	2 MILLS / UNIT
ADAK							
ALASKA GATEWAY							
ALEUTIAN REGION							
ANCHORAGE	\$64,656,060	\$71,812,314	\$64,656,081	\$19,343,356,800	6,283	9,424	12,565
ANNETTE ISLAND					0	0	0
BERING STRAIT					0	0	0
BRISTOL BAY	\$102,532	\$406,164	\$406,164	\$101,541,000	2,895	4,342	5,790
CHATHAM					0	0	0
CHUGACH					0	0	0
COPPER RIVER					0	0	0
CORDOVA	\$495,929	\$681,903	\$495,929	\$123,982,300	2,821	4,232	5,642
CRAIG	\$28,735	\$149,219	\$149,219	\$37,304,700	1,591	2,387	3,183
DELTA GREELY					0	0	0
DILLINGHAM	\$195,000	\$430,063	\$430,063	\$107,515,700	1,975	2,962	3,950
FAIRBANKS	\$18,907,656	\$25,998,026	\$18,907,656	\$4,726,913,900	4,336	6,504	8,671
GALENA	\$80,428	\$88,224	\$80,428	\$20,106,900	789	1,183	1,578
HAINES	\$390,486	\$401,474	\$390,486	\$97,621,600	2,452	3,678	4,904
HOONAH	\$94,775	\$116,950	\$116,950	\$29,237,500	1,094	1,641	2,188
HYDABURG	\$2,200	\$53,671	\$53,671	\$13,417,800	806	1,209	1,612
IDITAROD					0	0	0
JUNEAU	\$6,755,969	\$9,255,132	\$6,755,969	\$1,688,992,300	4,883	7,325	9,767
KAKE	\$48,754	\$67,036	\$48,754	\$12,188,400	548	822	1,096
KASHUNAMIUT					0	0	0
KENAI	\$15,621,367	\$18,298,125	\$15,621,367	\$3,905,341,700	5,239	7,859	10,478
KETCHIKAN	\$3,617,536	\$4,974,113	\$3,617,536	\$904,384,100	4,565	6,848	9,130
KING COVE	\$13,000	\$97,566	\$97,566	\$24,391,400	1,049	1,574	2,098
KLAMOCK	\$23,364	\$29,428	\$23,364	\$5,841,100	275	412	549
KODIAK	\$2,193,596	\$2,209,790	\$2,209,790	\$552,447,400	2,242	3,363	4,484
KUSPUK					0	0	0
LAKE & PENINSULA					0	0	0
LOWER KUSKOKWIM					0	0	0
LOWER YUKON					0	0	0
MAT-SU	\$10,867,024	\$14,942,157	\$10,867,024	\$2,716,755,900	3,794	5,691	7,588
NENANA	\$48,001	\$72,398	\$72,398	\$18,099,500	627	940	1,254
NOME	\$299,655	\$606,540	\$606,540	\$151,635,000	1,761	2,641	3,521
NORTH SLOPE	\$4,071,900	\$13,962,700	\$4,071,861	\$13,570,786,300	69,989	104,984	139,978
NORTHWEST ARCTIC	\$210,000	\$940,181	\$940,181	\$235,045,250	869	1,303	1,737
PELICAN	\$24,126	\$59,950	\$59,950	\$14,987,400	1,393	2,089	2,785
PETERSBURG	\$541,422	\$680,323	\$541,422	\$135,355,400	2,508	3,762	5,016
PRIBILOF					0	0	0
RAILBELT					0	0	0
SAND POINT	\$105,509	\$298,564	\$298,564	\$74,641,100	3,353	5,029	6,705
SITKA	\$1,764,700	\$2,426,453	\$1,764,700	\$441,175,000	3,293	4,939	6,586
SKAGWAY	\$71,000	\$236,146	\$236,146	\$59,036,600	3,294	4,942	6,589
SOUTHEAST ISLAND					0	0	0
SOUTHWEST REGION					0	0	0
ST. MARY'S	\$17,805	\$24,482	\$17,805	\$4,451,200	196	294	393
TANANA	\$47,021	\$52,350	\$47,021	\$11,755,200	638	957	1,277
UNALASKA	\$122,000	\$382,258	\$382,258	\$95,564,500	3,684	5,527	7,369
VALDEZ	\$1,977,780	\$4,468,037	\$1,977,877	\$1,693,326,700	17,979	26,968	35,958
WRANGELL	\$434,682	\$569,192	\$434,682	\$108,670,500	2,342	3,513	4,683
YAKUTAT	\$55,277	\$72,547	\$72,547	\$18,136,700	933	1,399	1,865
YUKON FLATS					0	0	0
YUKON-KOYUKUK					0	0	0
YUPIIT							
TOTALS	\$133,885,289	\$174,863,486	\$136,451,969	\$51,044,006,850			

BILL NO: SB 32

DATE: 1/21/87

TITLE: "An Act relating to marijuana; CONTACT: Maj. Walter J. Gilmour
and providing for an effective Acting Director
date.

The Division of Alaska State Troopers is neutral on this legislation.

Many individuals and groups in Alaska feel that the use of marijuana is harmful to public health and welfare. The purpose of this legislation is to recriminalize the possession of any amount of marijuana.

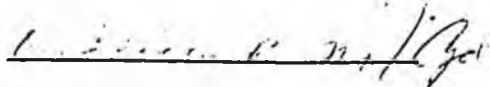
Presently the state law allows up to four ounces of marijuana for personal use. This is in direct conflict with the existing Federal law. This in effect encourages the violation of Federal law.

The existing conflict of Federal and State law is confusing in the mind of the public. The public expects consistency rather than diversity in the law. Such diversity tends to breed disrespect for the law in general, especially upon the impressionable minds of our youth.

Alaska's lenient attitude toward marijuana in effect creates a legal market for a substance that is illegally grown in other states.

Alaska's legalization of small amounts of marijuana directly contravenes the terms of the Single Narcotics Convention, the international treaty which outlaws marijuana and other controlled substances. The United States is one of numerous countries which are signators to the convention.

Recriminalizing marijuana would not, as some fear, result in wholesale arrest of individuals possessing small amounts of marijuana. The present drug enforcement philosophy of source interdiction recognizes the far greater cost-effectiveness of striking against high-level distributors, and sadly, there is no lack of high-level drug dealers in Alaska to occupy the enforcement efforts of narcotics officers.



William R. Nix
Acting Commissioner

DEPARTMENT OF
PUBLIC SAFETY
/
POSTOFFICE

Alaska State Legislature

SENATOR PAUL FISCHER, Chairman
SENATOR JOE JOSEPHSON, Vice Chairman
SENATOR LLOYD JONES
SENATOR JAY KERTULLA
SENATOR RICK HALFORD



P. O. BOX V
ROOM 508
STATE CAPITOL
(907) 455-3762

Senate Committee on Health, Education and Social Services

LETTER OF INTENT FOR SB-119

CONCERNING HERMON HUTCHENS SPECIAL SCHOOL

Under AS 14.17.045 SPECIAL EDUCATION INSTRUCTIONAL UNITS, it is our intent that an adequate amount be allocated from the monies appropriated for the statewide operations of schools to continue funding of the Hermon Hutchens special education program. This amount would be available to the State Department of Education to be applied to the school for the handicapped budget under the terms and conditions of a grant agreement to the Valdez City School District for the operation of the education program provided to the students of Hermon Hutchens Special School.

SB

122

Roxann

COMMITTEE BILL FILE WORK-UP ON:

Bill #: SB 102 Duncan

Sponsor: _____

Room #: _____ Phone #: 4767

- _____ 1 Receive Original Bill and Log In.
- _____ 2 Duplicate Work Copies for Committee File and Senator's File.
- _____ 3 File Original Bill in Special Locking File.
- _____ 4 Set-Up Weekly Schedule of Hearings (2 Weeks in Advance if possible).
- _____ 5 Notify Senate Secretary (5 Day Rule Applies - Allows Time to Get it Printed in Journal). A Copy of the Committee Agenda is Sufficient.
- _____ 6 Move Work File to "Active" File Drawer.
- _____ 7 Notify the Following Persons of the Hearing Date:

COMMITTEE MEMBERS:

___ Josephson 4781
 ___ Jones 3743
 ___ Kerttula 3771
 ___ Halford 4450

BILL SPONSOR(S):

___ _____
 ___ _____
 ___ _____

DEPARTMENT LIAISONS:

___ Administration	<u>Michael McMullin</u>	2200
___ Commerce & Econ Dev	<u>Becky Bear</u>	2504
___ Community & Reg Affairs	<u>Doug Griffin</u>	4750
___ Corrections	<u>Bill Ladwig</u>	3376
___ Education-Leg	<u>Steve Hole</u>	2800
___ Education-Budget	<u>Mary Hockela</u>	2800
___ Environ Conservation	<u>Mark Thorson</u>	2621
___ Fish & Game	<u>Roland Shanks</u>	4100
___ Health & Social Services	<u>Randall Burns</u>	3030
___ Labor	<u>Brian Braley</u>	2700
___ Law	<u>Dick Pegues</u>	3672
___ Military Affairs	<u>Dick Rountree</u>	4600
___ Natural Resources	<u>Sharon Barton</u>	2406
___ Post-Secondary Ed	<u>Kerry Romesbury</u>	2854
___ Public Safety	<u>Jos Mapranath</u>	4336
___ Revenue	<u>Royce Weller</u>	2300
___ Transportation	<u>Susan Fleischhauer</u>	3900
___ Court System	<u>Bob Fisher</u>	264-0545
___ Legislative Affairs	<u>Pam Stoops</u>	3852
___ U of A (FBKS)	<u>Brian Rogers</u>	474-7593
	<u>Bob Evans</u>	3500

GOVERNOR'S OFFICE:

Mike Nizich 3616
Candy Griffin 3500
 ___ Equal Emp Opp
 ___ Human Rights
Chris Callahan
 ___ Women's Com 561-4227

2/27

- _____ 8 Request Back-Up Information from Bill Sponsor As Soon As Possible.
- 12e Roxann St. Witness 9 Request Witness Roster of Persons the Sponsor Has Notified or Desires to Have Notified.
- Senator Fisher
4285 10 If First Committee of Referral, Request Fiscal Note from Pertinent Department Liaison(s) for each bill change (ie. SS, CS etc) - (5 Day Rule Applies).

- _____ 11 If Necessary, Prepare or Request Sectional Analysis from Legal (3867) when pertinent for each change (ie. SS, CS etc). This is Pretty Much a Judgement Call.
- _____ 12 Research and Prepare Back-Up Material as Necessary.
- _____ 13 Prepare Committee Files (8 Copies: 1 ea for: Committee Members, Committee Aide, Senate Pool Secretary).
- _____ 14 Prepare 10-15 Copies of All Documents to Hand Out to Public During the Hearing (ie. Bill, Short Synopsis, Others at Sponsor's Request).
- _____ 15 Distribute Committee Agenda (Schedule).
- _____ 16 If Requested, Provide Files As Soon As Possible On the Day of the Hearing. Otherwise, Provide the Files at the Beginning of the Hearing in the Committee Room.
- _____ 17 When the Bill Passes Out of Committee
Complete Green Cover Sheet Including
 — Date of 5-Day Notice
 — Date Turned Into the Senate Secretary's Office
 — Signatures & Recommendations
 — Attach a Copy of the Fiscal Note(s)
- _____ 18 Copy Green Cover Sheet to File.
- _____ 19 Turn in To Senate Secretary's Office.
- _____ 20 Maintain Completed Committee's Aide Copy in File to be Filed in Archives at the End of the Session.
- _____ 21 Make Sure That Each Senator Has Possession of His/Her Personal File to be Disposed of at the End of the Session.

SENATE COMMITTEE REPORT

FIRST COMMITTEE OF REFERRAL

Date of 2/26/87 5-DAY NOTICE
IN ACCORDANCE WITH UNIFORM RULE 23

FURTHER:

**FISCAL NOTE(S) ATTACHED HESS **
IN ACCORDANCE WITH AS 24.08.035
(see below)

2.11.87

DATE TURNED INTO OFFICE 2/27/87

Mr. President:

HESS

Committee considered SB 122

relating to the term of office of the student member of the Board of Regents of the University of Alaska; efd.

and recommended:

- replace with CS _____ same title
- attached amendment(s) and new title

do pass

do not pass

no recommendation

individual recommendations

further referral to _____

letter of intent adopted and attached

** Committee attached or adopted fiscal note(s)
 zero fiscal impact

MEMBERS SIGNING DO PASS

OTHER RECOMMENDATIONS

HESS RPT 3rd
FN Pub 3/2

Joe Green
J. Kutz

FOR IS

Paul A. Finch Do Pass.
Chairman signature and recommendation

Committee Backup Attached

STATE OF ALASKA
THE LEGISLATURE

POUCH Y STATE CAPITOL
JUNEAU, ALASKA 99811
907 465 3800

LEGISLATIVE AFFAIRS AGENCY

M E M O R A N D U M

February 13, 1987

SUBJECT: Sectional analysis of SB 122
TO: Senator Jim Duncan
FROM: Keith B. Levy *KBL*
Legislative Counsel

You have requested a sectional analysis of SB 122. As a preliminary matter, note that a sectional analysis or 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 amends AS 14.40.150(b) to provide that the term of office of the student member of the Board of Regents of the University of Alaska begins on June 1 of the year in which the student regent is appointed. Current law does not provide a beginning date for the term.

Section 2 is a transition section that provides that a successor to the current student regent must be appointed to a term of office to begin no sooner than June 1, 1987, and end May 31, 1989. The term of office of the current student regent will end when the successor is appointed.

Section 3 provides an immediate effective date.

KBL:mkr
m9/003

STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date : _____

REQUEST

Bill/Resolution No. : SB 122
 Title : Term of Student Member; Board of Regents
 Sponsor : Senator Jim Duncan
 Requestor : Senate HESS
 Date of Request : 2/27/87

FISCAL DETAIL

Agency Affected : Dept of Health, Education and Social Services
 BRU : _____

Components : _____

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	0	0	0	0	0

CAPITAL	0	0	0	0	0	0
---------	---	---	---	---	---	---

REVENUE	0	0	0	0	0	0
---------	---	---	---	---	---	---

FUNDING : (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL	0	0	0	0	0	0

POSITIONS :

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

ANALYSIS : Attach a separate page if necessary

Prepared by : Senate HESS Phone : 465-3762

Division : _____ Date : _____

Senator

Approved by ~~Commissioner~~ : Paul Fischer Date : 2/27/87

Agency : _____

Distribution (by Agency preparing fiscal note) :

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

SB

123

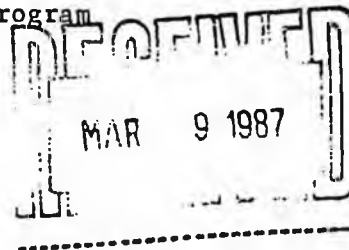


UNIVERSITY OF ALASKA—FAIRBANKS

Fairbanks, Alaska 99775

WAMI Medical Education Program

March 5, 1987



Senator Joe Josephson
Alaska State Legislature
Pouch V
Juneau, AK 99811

Dear Senator Josephson:

I met with Don Behrend today here in Fairbanks, along with Ray Bailey of the WAMI Program. The University will be submitting a formal set of numbers to you in the next two weeks but, in general terms, the enclosed figures represent a close approximation. It is quite possible that the University of Washington may reduce these figures, but probably not in an appreciable manner.

If SB 123 were to pass, it would probably cause less disruption to the Program in the next year if it remained in Fairbanks, thus giving UAA time to do its other restructuring, and for us to have more time to get all of the support faculty on line in Anchorage. My reading is that the long range plan of the University of Alaska is for WAMI to be in Anchorage.

For the data specifically, please refer to Chart #1. It shows that the WAMI Program is costing the State of Alaska \$1,807,564 this current year. If the Program were to remain in Fairbanks next year with 10 freshman students, the cost would be \$1,792,564. This small decrease is due to a reduction in the operating cost of the community clinical units. If the Program were to move to Anchorage in the next year, there would be about a \$50,000 increase in that cost for both moving and coordination, bringing the cost to \$1,842,564, or \$35,000 over the current fiscal year.

The Regents have at this point agreed to an altered and reduced program with only 5 freshman students being accepted and sent to Seattle. It is indeed difficult to compare costs, since the thrust and concept are totally different. This configuration would thus cost \$1,235,644, all of which would go out of State to the University of Washington.

Thus, for purposes of Line Item funding for SB 123, I would feel that either \$1,792,564 or \$1,842,564 should be allocated. The Post Secondary Education Commission would receive this amount of money and then redistribute it as follows:

- \$1,322,166 to the University of Washington for years medical student years 2, 3 and 4
- \$470,398 to the University of Alaska for the freshman year
- \$50,000 to a transition fund should you elect the Anchorage option.

Senator Joe Josephson

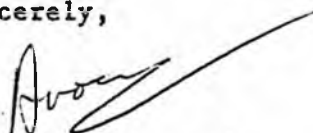
March 5, 1987

Page 2

I shall call you early next week to correlate this with you and your staff. I have a tentative meeting with Don Behrend and perhaps President O'Dowd on March 26 so that we could continue to work on this process. As you know, the more expeditiously this legislation can be accomplished, the more the integrity of the Program can be maintained by accepting new, high quality students for the Fall of 1987.

Thank you again for all of your help on this issue.

Sincerely,



Aron S. Wolf, M.D.

ASW/bm

c.c. Sen. Jan Faiks

Rep. Niilo Koponen

Rep. Johnny Ellis

Provost Don Behrend

Assoc. Prof. Bailey

WAMI BUDGET

Fiscal Year	Post Secondary Education Option 10 Freshman Students			University Option 5 Freshman Students
	FY87	FY88	FY88	FY88
Location of freshman students	Fairbanks	Fairbanks	Anchorage	Seattle
Number of Freshman students	10	10	10	5
Total number of students	48	48	48	43
State Appropriation				
To Univ. of Washington	1,337,166	1,322,166	1,322,166	1,235,644
To Univ. of Alaska	470,398	470,398	470,398	-0-
Moving Expenses	-0-	-0-	50,000	-0-
TOTAL BUDGET	1,807,564	1,792,564	1,842,564	1,235,644

STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE

REQUEST: _____

Bill Version: SB123
Publish Date: 2/12/87

Revision Date: _____

Agency Affected: Education
BRU: Postsecondary Commission

Title: Re: Agreements for Medical
Education

Sponsor: Josephson and Faiks
Requestor: Senate HESS

Components: General Admin.

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	N.A.	-0-	-0-	-0-	-0-	-0-
CAPITAL						
REVENUE						

FUNDING: (Thousands of Dollars)

GENERAL FUND	N.A.	-0-	-0-	-0-	-0-	-0-
FEDERAL FUNDS						
OTHER						
TOTAL		-0-	-0-	-0-	-0-	-0-

POSITIONS:

FULL-TIME	N.A.	-0-	-0-	-0-	-0-	-0-
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

Language is merely permissive. No staff or funding is required.

Prepared by: Kerry D. Romesburg  Phone: 465-2854
Division: _____ Date: _____

Approved by Commissioner: _____ Date: _____
Agency: _____

Distribution (by preparer):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)
- Senate Secretary



Alaska State Legislature

SENATE

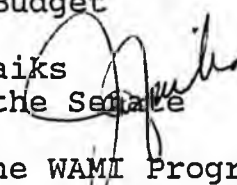
Office of the President

P.O. Box V
State Capitol
Juneau, Alaska 99811

April 30, 1987

MEMORANDUM

TO: Senator Paul Fischer, Chairman
Senate Finance Subcommittee on the Department
of Education Budget

FROM: Senator Jan Faiks 
President of the Senate

SUBJECT: Funding for the WAMI Program

As you are familiar due to your HESS Committee's work on Senate Bill 123 regarding the future of the WAMI program. As proposed, the program would move from the University of Alaska to the Postsecondary Education Commission.

To effect the change, as part of the Senate Finance Committee budget work, I request the transfer of \$1,255,800 from the University of Alaska Fairbanks currently budgeted in the Governor's Revised FY 88 budget to the Postsecondary Education Commission. In addition, I request the addition of \$536,200 in new general fund dollars which will ensure adequate funding for the 37 continuing students and 10 new students. This would bring the total dollar amount to \$1,792,564 for FY 88. This increased amount provides for 10 new students compared to the University's FY 88 budget amount which is for five new students.

Attached is further details on the requested funds. Should you require additional information, please let me know.

cc: Senator Don Bennett, Co-Chairman, Senate Finance
Committee
Senator John Binkley, Co-Chairman, Senate Finance
Committee
Senator Willie Hensley, Chairman, Senate Finance
Subcommittee on the University of Alaska

FY 88 SENATE OPERATING BUDGET REQUEST

DEPARTMENT: Education

COMPONENT: Postsecondary Education Commission BRU
New Component: WAMI

BRIEFLY DESCRIBE REQUESTED DELETION/ADDITION:

TRANSFER

1255.8 from UAF Contractual

TO

Postsecondary Education Commission and create a new component called WAMI; budget under contractual

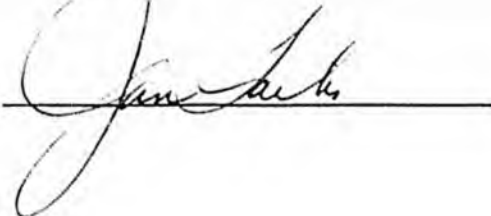
ADD

536.2 in new general fund dollars for a total budget of 1792.6.

CODE	EXPENDITURES BY OBJECT	AMOUNT
100	Personal Services	
200	Travel	
300	Contractual Services	1792.0
400	Commodities	
500	Equipment	
600	Lands, Buildings, Etc.	
700	Grants, Claims, Etc.	
800	Miscellaneous	
	Total	1792.0

No. of Positions: PFT
PPT/Seasonal

LEGISLATIVE MEMBER'S SIGNATURE



UNIVERSITY OF ALASKA

MEMORANDUM

TO: Jan Faiks
President, Alaska State Senate

FROM: Ray Bailey ^{RB}
Director, WAMI Medical Education Program

DATE: April 29, 1987

RE: SB 123 and WAMI Budget

The FY88 operating budget of the WAMI Program is planned at \$1,792,564. If SB 123 is successful, that amount would need to be placed in the Contractual Services category of the budget for the Commission on Post-secondary Education. The WAMI budget will fund 47 medical students, including 10 new students admitted to the first year class in Alaska. The budget can be broken down as follows:

FY88 WAMI BUDGET

Education of 10 new students in Alaska	470,398
Education of 37 Alaskan students in 2nd, 3rd and 4th years at University of Washington	1,101,617
Faculty support to University of Alaska	58,976
UW Administration of the WAMI Program	115,091
Community Clinical Units in Anchorage and Ketchikan	<u>46,482</u>
TOTAL BUDGET	1,792,564

A budget justification is on the next page

UNIVERSITY OF ALASKA

BUDGET JUSTIFICATION

FY88 WAMI Budget

470,398

Education of 10 first year students in Alaska. This amount would be paid to the University of Alaska to operate the first year program, probably in Fairbanks. This represents a 20% reduction from the FY84 budget.

1,101,617

Education of Alaskan WAMI students taking their 2nd, 3rd and 4th year curricula at UW and related community clinical sites. In FY88 there will be 10 second year, 15 third year, and 13 fourth year students.

58,976

Faculty support to University of Alaska. This amount is paid to UW to offset the costs of UW faculty travel and time while teaching in Alaska. These UW faculty supplement the local Alaskan faculty, and present special lectures and training not available in Alaska.

115,091

Administration of WAMI Program. This amount, paid to UW, is used to pay for administrative costs, such as student records, administrative travel and time in support of the program, an annual faculty retreat for all of WAMI, and so on.

46,482

Community Clinical Units. In addition to the first year program in Alaska, WAMI operates four community Clinical Units in Alaska, which provide 6 week rotations for 3rd and 4th year students. The funding is used to pay for student travel from UW to the clinical units, which are in Ketchikan (Family Medicine) and Anchorage (OB/GYN, Psychiatry and Family Medicine).

College of Natural Sciences



UNIVERSITY OF ALASKA—FAIRBANKS

Fairbanks, Alaska 99775

Department of Medical Sciences

and WAMI Program

April 24, 1987

Senator Paul Fischer
 Chair, Senate HESS Committee
 Room, 508, Capitol
 Juneau, AK 99811

Re: SB 123, Cost to Alaska of WAMI
 trained physicians

Dear Senator Fischer:

Thank you for your interest in the WAMI Program. During the HESS committee meeting on Wednesday, April 22, you asked about the total cost to Alaska for the WAMI physicians who have returned here to practice medicine. Only those students who entered the program before 1980 have had an opportunity to complete their training. Almost all students require seven or more years training before entering a practice (4 years medical school, plus 3 to 6 years residency and, in some cases, additional advanced training).

Thus far 143 students have entered the program. Of those, 42 have completed their residency training. Twenty-four graduates, or 57% of those free to do so, have returned to Alaska to practice. Another 23 doctors, trained in other WAMI states, have also chosen to practice in Alaska. Thus for every 10 physicians we train, 11 WAMI physicians come to Alaska to practice. We have two return rates: 57%, considering only Alaskan WAMIs; 110%, considering all WAMIs.

I would like to provide two answers to your request. The first is Alaska's ACTUAL cost for the WAMI physicians now in practice in Alaska. The second is the PROJECTED cost of future physicians from students currently enrolled (47), assuming the students, after they complete their training, will return at the same rate as prior students.

The attached Table I shows that students who entered the WAMI Program in the 70s are now back and practicing in Alaska. Considering the total cost to train all students who entered then, the cost to Alaska for the Alaskans who returned was \$167,255 per physician. Because other WAMIs also came to Alaska to practice, Alaska's actual cost per WAMI physician in Alaska was only \$85,407. Students who entered in the 1980s have not yet finished their training. But in projecting their cost to the State, and assuming the same rate of return, the cost per future physician will be \$267,777 for Alaskans only, and \$139,043 for all WAMI physicians.

Sincerely,

Raymond P. Bailey, Ph.D.

Director

WAMI Medical Education Program

RPB/bm
 Attachment