Alaska Association of School Business Officials (ALASBO)

Power Lunch

Dr. Lisa Skiles Parady
ACSA, Executive Director
Storm is Coming!

Just the beginning

More to Come (unless fiscal revenue plan)

Education is a target
State of Alaska Savings Tank

$2.5 B FY17
$5.8 B FY16
$10.1 B FY15
$12.8 B FY14

www.gov.alaska.gov/sustainable-alaska
Governor’s Plan

- Public Safety
- Education
- Transportation

No Action Plan

- Public Safety: 75% Reduction
- Education: 67% Reduction
- Transportation: 80% Reduction
PFD
An Alaskan born today will receive by age 18:

**No Plan**
(est. $2000 x 4 yrs, then $0)

**With Plan**
(est. $1000 x 18 yrs)

$8,000

$18,000

www.gov.alaska.gov/sustainable-alaska
<table>
<thead>
<tr>
<th></th>
<th>FY 2013</th>
<th>FY 2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Capital Budget</td>
<td>$2B</td>
<td>$0.096B</td>
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<tr>
<td>Operating Budget</td>
<td>$6B</td>
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<tr>
<td>Unrestricted General Fund Revenue</td>
<td>$7B</td>
<td>$1.2B</td>
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<tr>
<td>PFD Payout</td>
<td>$900</td>
<td>$1,000</td>
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</table>
• The Department of Education and Early Development has taken a reduction of 37%, totaling $21 million in departmental operating expenditures.
Governor Walker’s vetos:

• Cuts to education include the following:
  • He cut an amount equal to the $50 Base Student Allocation (BSA) of $12.7M, but did so by cutting half of it from K-12 Foundation ($6.35M) and half from Pupil Transportation ($6.35M)
  • He cut the $4.727M in one time funding that was outside the formula for state aid to school districts.
  • He cut both School Debt Reimbursement and Rural School Construction (REAA) by 25%, or $30.498.4M and $10.410M, respectively.
Additional cuts

• Additionally, the Governor cut $200K from the Parents as Teachers program, taking it back to the original amount amount of $500K that was in his initial budget.

• He cut the Online with Libraries (OWL) program $100K. Also, he cut the grant to the Mat-Su District for AK Middle College School transportation by $116.5K.
<table>
<thead>
<tr>
<th></th>
<th>FY2016</th>
<th>FY2017 (Governor Proposed)</th>
<th>FY2017 Conference Committee</th>
<th>FY2017 Conference Committee Less Vetoes</th>
<th>FY2017 Vetoes</th>
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<tbody>
<tr>
<td>Pupil Transportation</td>
<td>$ 79.2</td>
<td>$ 79.0</td>
<td>$ 79.0</td>
<td>$ 72.6</td>
<td>$ (6.4)</td>
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<tr>
<td>K-12 Formula</td>
<td>$ 1,181.2</td>
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<td>$ (11.1)</td>
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<td>REAA School Construction</td>
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<td>$ 41.6</td>
<td>$ 41.6</td>
<td>$ 31.2</td>
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<td>Total</td>
<td>$ 1,503.1</td>
<td>$ 1,515.0</td>
<td>$ 1,515.4</td>
<td>$ 1,456.5</td>
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<tr>
<td>Total</td>
<td>$</td>
<td>$1,479.5</td>
<td>$1,491.9</td>
<td>$1,493.4</td>
<td>$1,434.5</td>
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*Less Museums, Libraries, Student Loan Corporation & Performance Scholarship
• **Teal says Alaska is in the gravest fiscal situation it's ever been in. Teal's paper states:**

• 1. Expenditures have been cut by 44 percent ($3.5 billion) since FY13 and are at the same level as in FY07 (when there was a surplus of $900 million). Ballooning expenditures are not driving the fiscal crisis

• 2. FY17 revenue is about 16 percent of the average revenue available in FY07 through FY13; revenue covers less than 30 percent of FY17 expenditures

• 3. Without some combination of higher oil prices, further expenditure reductions, revenue enhancements, or use of permanent fund earnings, budget reserves will be insufficient to last through FY19.
Education Related Bills that Passed:

• HB 27 – Dept. of Health & Social Services Duties; CINA; Foster Care; Adoption
• HB 156 – School Accountability Measures; Federal Law
• SB 200 – Mandatory Physical Activity in Schools
• SCR 1 – Civics Education Task Force
• It’s a pretty short list. Links to the bills:
  • http://www.legis.state.ak.us/basis/passed_leg.asp?session=29&Sel=4
HB156

- Transmitted to Governor – has until today to sign
- Spoke with Jim Whitaker – COS
- Reminder:
  - Fix HB44 the bill repeals the “opt-in” provision for surveys and questionnaires and returns it to an “opt-out”
  - The 70/30 provision is repealed.
  - The bill allows DEED to bypass some of the more onerous provisions of the state procurement process as they solicit proposals for a new statewide assessment.
  - Finally, the bill changes the requirement for training of school personnel in restraint and seclusion. Current statute requires all personnel to be trained. This unintended consequence of last year’s HB44 is a costly unfunded, unnecessary mandate.
Advocacy – things to remember

• Advocacy is an ongoing process.
• Build relationships with your officials.
• Be prepared.
• Be courteous.
• Don’t be afraid to ask for help.
• Follow up with your representatives.
• Share your experiences with ACSA and Amy.
Advocacy –

• Joint Position Statements
Universal Questions

• Here is a way to frame universal questions for every candidate in Alaska:
  • 1 Do you support education
  • 2 What specific new revenue will you support with your vote?
ESSA

• See link Amy posted
AASA Resources

• Questions? Comments?
• Stay Engaged
• – AASA Policy Blog *The Leading Edge*
• – ASBOUSA Legislative Blogs: www.asbointl.org/network
• – AASA Advocacy on Twitter (@AASAhq)
• – ASBO on Twitter (@ASBOIntl and @ASBOUSA)
• – Weekly & Monthly Updates
• – AASA ESSA Resources (http://www.aasa.org/AASAEssa.aspx)
• – ASBO Legislative Resources (http://asbointl.org/resources/legislative-priorities)
ASBO International

• ASBO International Team
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• Elleka Yost  - eyost@aspointl.org
• Follow ASBO International on Twitter @ASBOIntl @ASBOUSA
Questions? Thoughts? Next Session?

Contact me at: Lparady@alaskaacsa.org or 907-903-1689
Thank you!

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