

SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 143

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SEVENTH LEGISLATURE - SECOND SESSION

BY REPRESENTATIVES PETERSEN, Tuck, Gara, Kawasaki, Kerttula

Introduced: 1/27/12

Referred: Education, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act providing an increase and an inflation adjustment to the base student
2 allocation used in the formula for state funding of public education; requiring a review
3 and recommendation for future adjustments to the base student allocation; and
4 providing for an effective date."

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

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

7 **Sec. 14.17.470. Base student allocation.** The base student allocation is
8 \$5,867.52 [\$5,680].

9 * **Sec. 2.** The uncodified law of the State of Alaska is amended by adding a new section to
10 read:

11 BASE STUDENT ALLOCATION; ADJUSTMENT; STUDY AND
12 RECOMMENDATIONS. The Department of Education and Early Development shall, for
13 fiscal years 2014 and 2015,

14 (1) annually adjust the base student allocation to reflect an inflation

1 adjustment based on the Consumer Price Index for all urban consumers for the Anchorage
2 metropolitan area compiled by the Bureau of Labor Statistics, United States Department of
3 Labor; the index for January 2010 is the reference base index;

4 (2) conduct a review of the actual changes in educational cost for each student
5 for each district; and

6 (3) on or before January 10, 2015, provide a recommendation to the Twenty-
7 Ninth Alaska State Legislature regarding the amount and adjustment of the base student
8 allocation beginning in fiscal year 2016.

9 * **Sec. 3.** This Act takes effect July 1, 2012.