

State of Alaska

Office of Management and Budget

Association of Alaska School Boards

FY2021 Budget Overview

February 9, 2020

Neil Steininger, Director

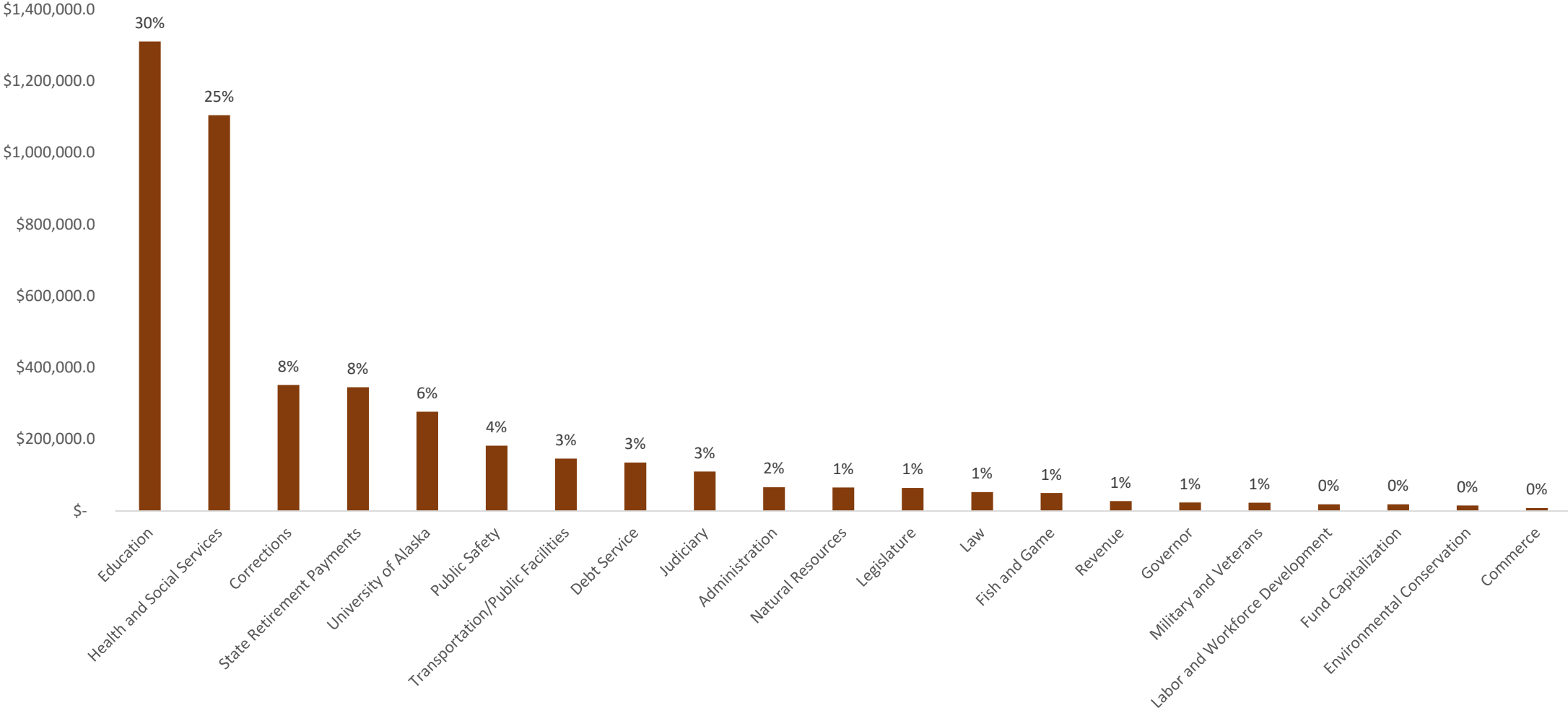


Office of Governor
MIKE DUNLEAVY

Annual Budget Cycle

- Late summer/early fall: Departments develop preliminary budgets for the next fiscal year
- September/October: Departments meet with OMB to present their budgets
- November/December: Governor and advisors make decisions
- December 15th: Governor's budget released
- Mid-January: Legislature convenes
- Regular session (and special sessions if necessary): Legislature reviews and adjusts Governor's proposed budget
- After budget passes: Governor has opportunity to veto

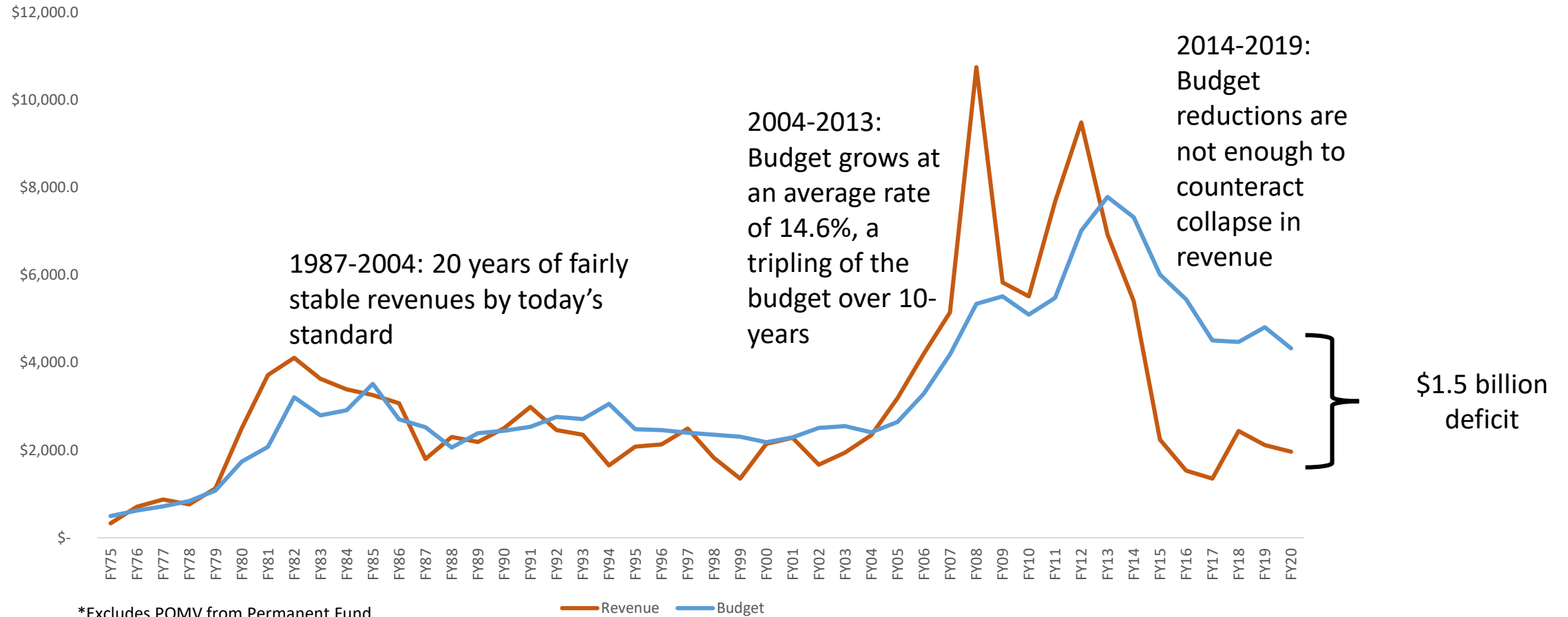
FY2021 Budget by Agency (UGF)



Dollars in thousands

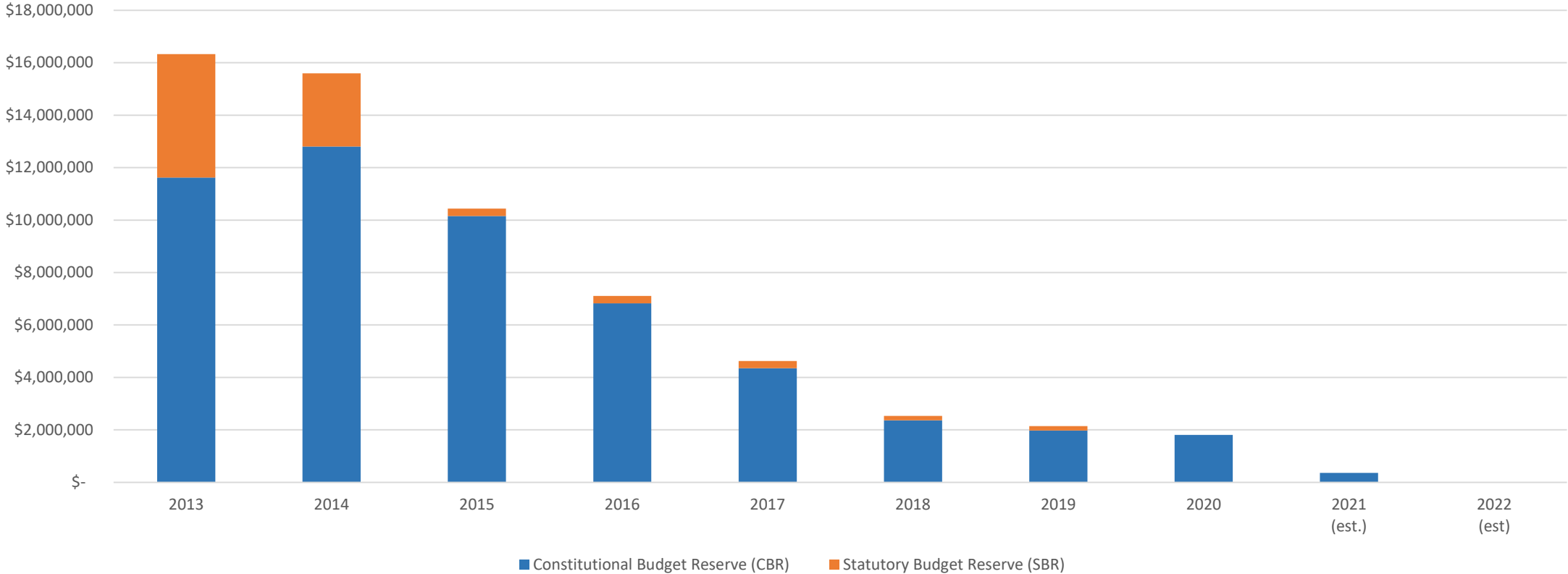
Alaska's Revenue & Expenditures: Look Back

Alaska Revenue and Expenditure History - FY1975-FY2020



Historical CBR/SBR Balances

Budget Reserve Balances at End of Fiscal Year
Statutory and Constitutional Budget Reserve



Over \$16 Billion in budget reserves have been spent.
\$542.4 million estimated remaining in the CBR at the end of FY2021.



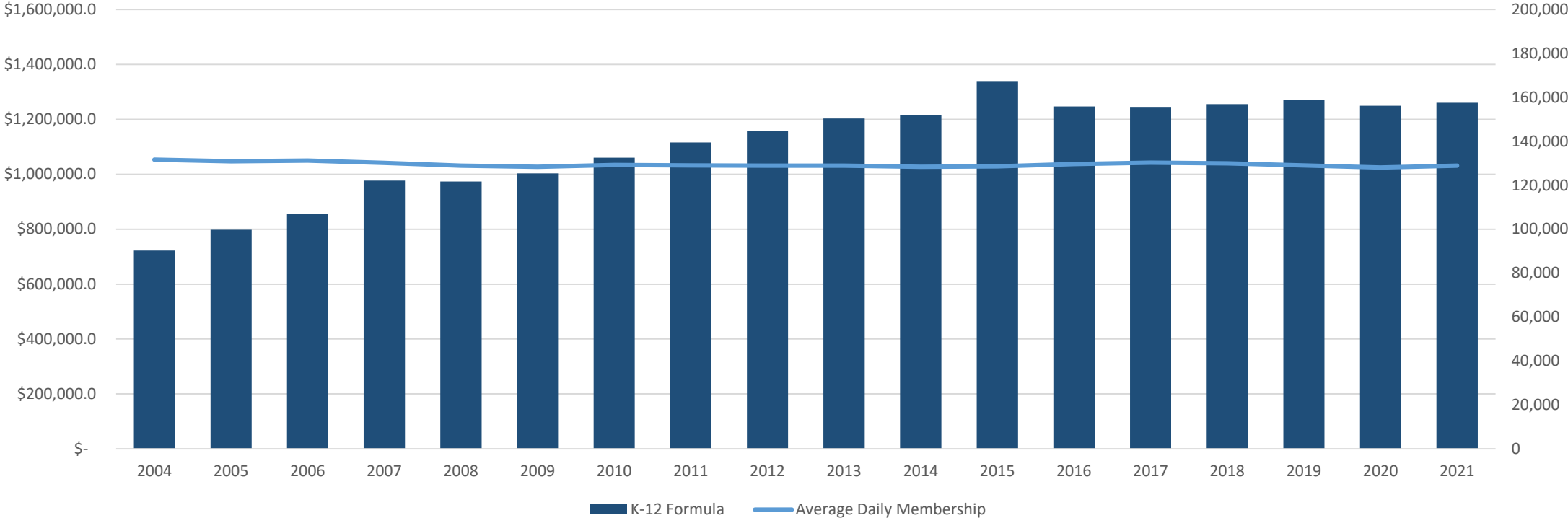
Budget Drivers

- K-12 Formula
 - \$1,310,883.4 UGF total (28% of all state UGF spending)
 - \$19,817.4 UGF increase
- Retirement
 - \$345,567.4 UGF total (8% of all state UGF spending)
 - \$37,631.3 UGF increase
- Debt
 - \$134,987.0 UGF total (3% of all state UGF spending)
 - \$12,233.7 UGF increase
- Medicaid
 - \$644,304.0 UGF total (14% of all state UGF spending)
 - Restore \$128,273.6 UGF
- State Employee Costs (Cost of Living Adjustments and Health Insurance)
 - \$9,661.5 UGF, \$18,782.9 All Funds increase
 - 28% of Agency Budget



Budget Drivers: Formula Programs – K-12 Foundation Formula

\$538 Million Growth Between FY2004-2021

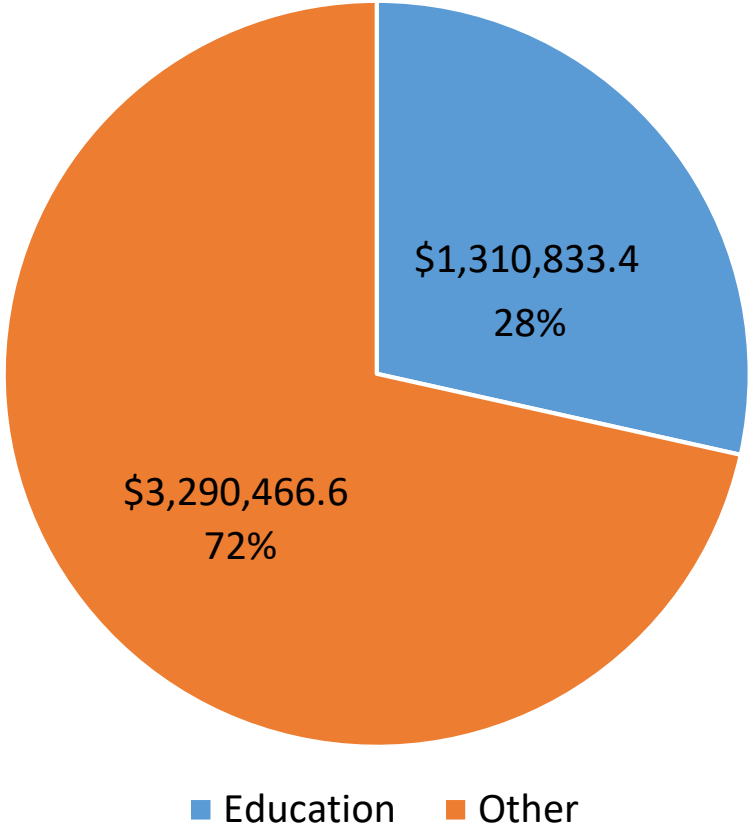


2012: Local contribution decreased from 4.0 mills to 2.65 mills.
 Base Student Allocation increases from \$4,169 to \$5,930 per student, 42%

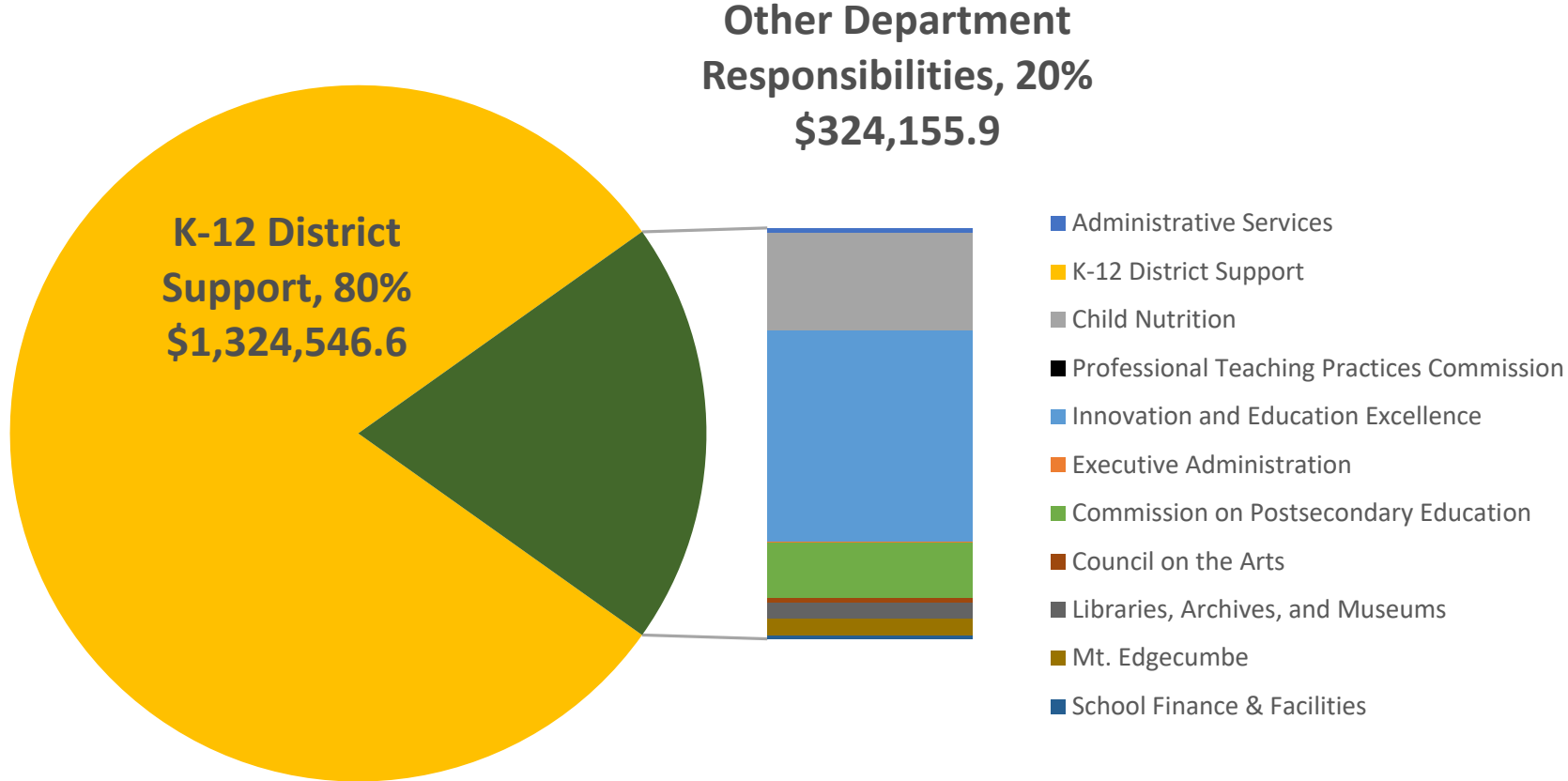


FY2021 Total State Budget

FY21 Governor's UGF Total Proposed Spending (Operating and Capital)

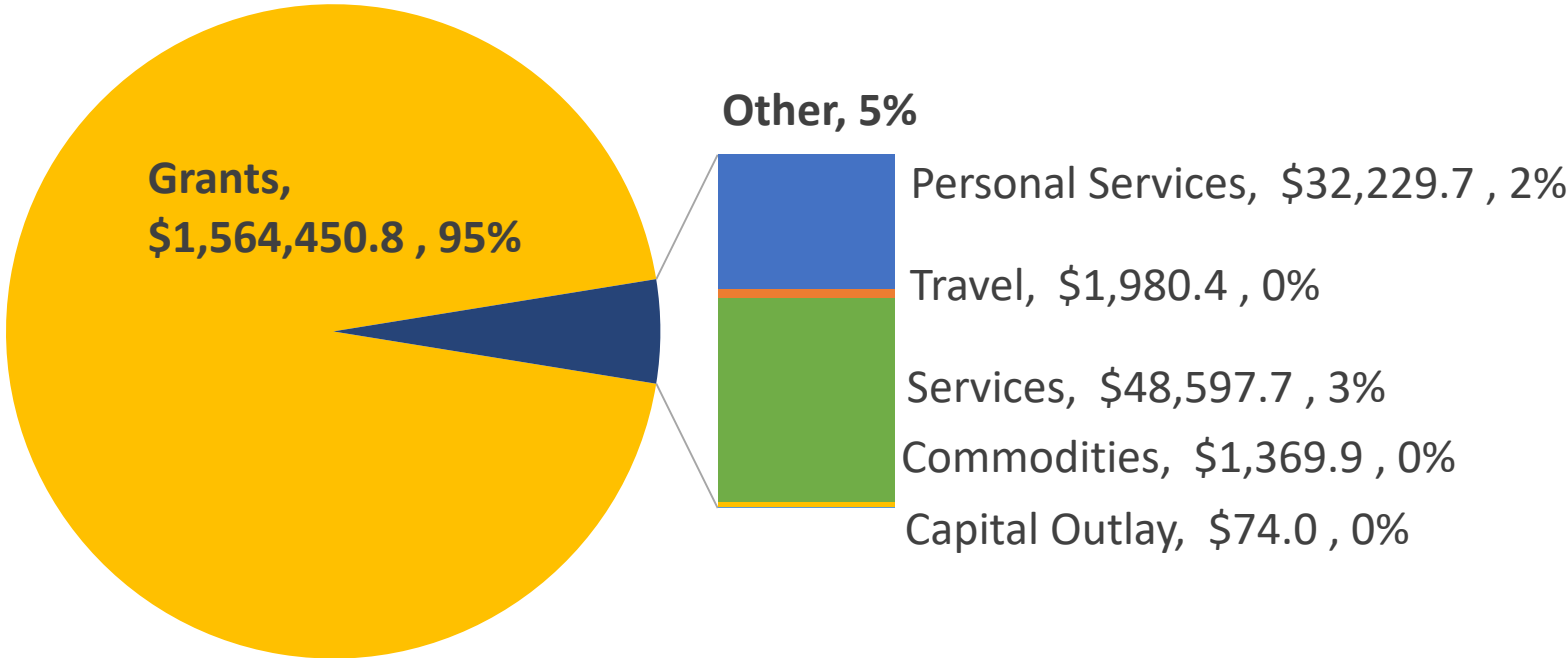


Department of Education and Early Development: FY2021 Budget



Dollars in thousands

Department of Education and Early Development: FY2021 Budget



- For every dollar in operational costs about \$18.50 goes out to grantees.
- Average distribution of \$5.8 million in grants per DEED employee.



Department of Education and Early Development: FY2021 Budget Highlights

- Foundation Program Fully Funded -- BSA \$5,930
- Additional foundation funding from dividend donations to the dividend raffle: \$488.2 Other
- \$3,945.9 Fed – Comprehensive Literacy State Development Grant (FY21-25)
- \$900.2 UGF – Addition of Two New Residential Programs
 - \$330.2, 20-bed program in the North Slope Borough School District approved by Department in Dec 2016
 - \$570.0, 50-bed program in the Lower Yukon School District approved by Department in Sept 2019

Connect with Us

Connect with OMB

(907) 465-4660

www.omb.Alaska.gov

Connect with Dept. of Education and Early Development

Teacher Certification: (907) 465-2831

Main Line: (907) 465-2800

education.alaska.gov

Questions



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