

**State of Alaska  
FY2016 Governor Amended Operating  
Budget**

**Department of Education and Early Development  
Boarding Home Grants  
Component Budget Summary**

**Component: Boarding Home Grants****Contribution to Department's Mission**

To provide reimbursement to school districts that provide boarding arrangements for secondary students who do not have daily access to the appropriate grade level at their local school. To provide funding to seven existing statewide residential programs serving grades nine through twelve for reimbursement of eligible transportation, and room and board costs.

**Core Services**

- The Boarding Home Program provides grant funds to school districts serving high school pupils who do not have access to a high school program where they reside. Costs for boarding care and transportation to and from the boarding home are paid for by the Boarding Home Program; 4 AAC 09.050. Reimbursement is made to the local provider's district.
- The Residential School Program supports residential schools located in Anchorage, Bethel, Galena, Kotzebue, Nenana, and Nome. This program allows for both statewide and district-wide schools as well as variable-length or 180-day school terms.

**Major Component Accomplishments in 2014**

- The Boarding Home Program distributed funding to three school districts serving 19 students to provide reimbursement for boarding arrangements to secondary students who do not have daily access to the appropriate grade level at their local school; and,
- The Residential School Program supported approximately 337 students in three programs located in Bethel, Galena, and Nenana. Statutes were amended to establish an annual period for open applications, as well as increasing the monthly stipend rates.

**Key Component Challenges**

Continuing to provide educational services and room and board to secondary-age children in the boarding homes and residential schools in cost effective ways.

**Significant Changes in Results to be Delivered in FY2016**

One new residential school was approved to receive funding under AS 14.6.200 - the Ready Academy in the Lower Kuskokwim School District. In addition, the existing Nenana Student Living Center was approved to receive funding for an additional 12 students.

**Statutory and Regulatory Authority**

AS 14.16.200  
4 AAC 09.050  
4 AAC 33.090

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**Boarding Home Grants  
Component Financial Summary**

*All dollars shown in thousands*

	<b>FY2014 Actuals</b>	<b>FY2015 Management Plan</b>	<b>FY2016 Governor Amended</b>
<b>Formula Program:</b>			
<b>Component Expenditures:</b>			
71000 Personal Services	0.0	0.0	0.0
72000 Travel	0.0	0.0	0.0
73000 Services	0.0	0.0	0.0
74000 Commodities	0.0	0.0	0.0
75000 Capital Outlay	0.0	0.0	0.0
77000 Grants, Benefits	3,749.5	6,960.3	7,696.4
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>3,749.5</b>	<b>6,960.3</b>	<b>7,696.4</b>
<b>Funding Sources:</b>			
1004 General Fund Receipts	3,749.5	6,960.3	7,696.4
<b>Funding Totals</b>	<b>3,749.5</b>	<b>6,960.3</b>	<b>7,696.4</b>

**Summary of Component Budget Changes  
From FY2015 Management Plan to FY2016 Governor Amended**

*All dollars shown in thousands*

	<u>Unrestricted Gen (UGF)</u>	<u>Designated Gen (DGF)</u>	<u>Other Funds</u>	<u>Federal Funds</u>	<u>Total Funds</u>
<b>FY2015 Management Plan</b>	<b>6,960.3</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>6,960.3</b>
<b>Proposed budget increases:</b>					
-New Residential Programs	736.1	0.0	0.0	0.0	736.1
<b>FY2016 Governor Amended</b>	<b>7,696.4</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>7,696.4</b>

**Component Detail All Funds**  
**Department of Education and Early Development**

**Component:** Boarding Home Grants (AR17663) (148)  
**RDU:** K-12 Support (53)

	<b>FY2014 Actuals</b>	<b>FY2015 Conference Committee</b>	<b>FY2015 Authorized</b>	<b>FY2015 Management Plan</b>	<b>FY2016 Governor Amended</b>	<b>FY2015 Management Plan vs FY2016 Governor Amended</b>	
71000 Personal Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
72000 Travel	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
73000 Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
74000 Commodities	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
75000 Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
77000 Grants, Benefits	3,749.5	4,710.8	6,960.3	6,960.3	7,696.4	736.1	10.6%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
<b>Totals</b>	<b>3,749.5</b>	<b>4,710.8</b>	<b>6,960.3</b>	<b>6,960.3</b>	<b>7,696.4</b>	<b>736.1</b>	<b>10.6%</b>
<b>Fund Sources:</b>							
1004Gen Fund (UGF)	3,749.5	4,710.8	6,960.3	6,960.3	7,696.4	736.1	10.6%
<b>Unrestricted General (UGF)</b>	<b>3,749.5</b>	<b>4,710.8</b>	<b>6,960.3</b>	<b>6,960.3</b>	<b>7,696.4</b>	<b>736.1</b>	<b>10.6%</b>
<b>Designated General (DGF)</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>
<b>Other Funds</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>
<b>Federal Funds</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>
<b>Positions:</b>							
Permanent Full Time	0	0	0	0	0	0	0.0%
Permanent Part Time	0	0	0	0	0	0	0.0%
Non Permanent	0	0	0	0	0	0	0.0%

**Change Record Detail - Multiple Scenarios with Descriptions**  
**Department of Education and Early Development**

**Component:** Boarding Home Grants (148)  
**RDU:** K-12 Support (53)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
<b>FY2015 Conference Committee</b>												
	ConfCom	4,710.8	0.0	0.0	0.0	0.0	0.0	4,710.8	0.0	0	0	0
1004 Gen Fund		4,710.8										
<b>Education Bill Ch15 SLA2014 (HB278) (Sec10 Ch18 SLA2014 P97 L16 (SB119))</b>												
	FisNot	2,249.5	0.0	0.0	0.0	0.0	0.0	2,249.5	0.0	0	0	0
1004 Gen Fund		2,249.5										
Ch15 SLA2014 (HB278) Section 23 amends AS 14.16.200(b), state funding for districts operating residential schools, by increasing the stipend rate to 1.5 times the current rate. The FY2015 appropriation includes the costs for the seven currently active residential programs.												
Total FY2015 Boarding Home Grants appropriation is \$6,960.3.												
<b>Subtotal</b>		<b>6,960.3</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>6,960.3</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
<b>Subtotal</b>		<b>6,960.3</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>6,960.3</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
***** Changes From FY2015 Management Plan To FY2016 Governor Amended *****												
<b>New Residential Programs</b>												
	Inc	736.1	0.0	0.0	0.0	0.0	0.0	736.1	0.0	0	0	0
1004 Gen Fund		736.1										

The statewide residential educational program was enacted through AS 14.16.200, State funding for districts operating statewide residential educational programs. The initial legislation, which was effective beginning in fiscal year 2007, allowed for up to three programs that had been established prior to January 1, 2005, to apply to the department for approval. The Galena City School District, Nenana City School District, and Lower Kuskokwim School District applied and were approved.

Under this program, school districts are reimbursed a per pupil monthly stipend for a nine-month year; the stipend rate is set in statute. The program also provides for one round-trip ticket per student, at the least expensive means, between the student's community of residence and the school.

Each program has a maximum capacity for reimbursement based on the district's approved application; actual reimbursement is based on an October student count. The current capacity under this program is: Galena 210, Lower Kuskokwim 35, and Nenana 88, Northwest Arctic 40, Chugach 24, Bering Strait 26 and Anchorage 4. The FY2015 appropriation of \$6,960.3 funds these seven programs (\$6,774.4) and the Boarding Home Program (\$185.9).

AS 14.16.200 was amended to: allow for residential schools rather than residential programs; remove the limit on the number of residential schools that may be approved by the department; and allow for district-wide residential schools as well as schools that are variable-length or 180-day school terms, but still operate for a full school year, to qualify.

**Change Record Detail - Multiple Scenarios with Descriptions**  
**Department of Education and Early Development**

**Component:** Boarding Home Grants (148)  
**RDU:** K-12 Support (53)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
<p>Prior to AS 14.16.200 being amended, the statutes allowed the department to approve up to three district-operated statewide residential education programs that began operating after January 1, 2005. From June 1, 2014, through July 30, 2014, the department held a period of open applications for approval to operate a statewide residential educational program.</p> <p>As a result of that period of open applications, the department anticipates approximately 50 additional statewide residential students.</p> <p>The additional \$736.1 will fund the programs and provide them with the per pupil monthly stipend and one round-trip ticket per student, at the least expensive means, beginning in FY2016. Without this funding, these school districts may not have sufficient funding to run these residential schools.</p>												
	<b>Totals</b>	<b>7,696.4</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>7,696.4</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Line Item Detail**  
**Department of Education and Early Development**  
**Grants, Benefits**

**Component:** Boarding Home Grants (148)  
**RDU:** K-12 Support (53)

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
77000	Grants, Benefits		3,749.5	6,960.3	7,696.4
Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
<b>77000 Grants, Benefits Detail Totals</b>			<b>3,749.5</b>	<b>6,960.3</b>	<b>7,696.4</b>
77431	Education	Program funds are paid to school districts serving high school students who do not have a high school where they reside. Program reimbursements consist of monthly stipends to boarding home, one round trip per student from residence to boarding home, placement supervision (limited to 30% of stipend payment) and indirect costs based on the department approved indirect cost rate.	3,749.5	6,960.3	7,696.4