

**To: Members of the State Board of
Education & Early Development**

January 26, 2021

From: Dr. Michael Johnson, Commissioner

Agenda Item: 2

◆ ISSUE

The board will be provided an update on the Department of Education & Early Development's (DEED) FY2022 operating budget.

◆ BACKGROUND

- AS 14.07.150 gives the Commissioner of Education & Early Development the responsibility and authority for preparing and executing the budget, subject to the approval of the State Board of Education & Early Development. The development of the education budget is part of the annual executive budget process.
- The Governor's Office of Management and Budget prepares annual budget requests, issues instructions to all state agencies for budget development, and worked with the department on the FY2022 operating and capital budgets.
- The FY2022 Governor's budget was released on December 11, 2020.
- The total FY2022 operating budget (all fund sources) reflects a total increase of \$15,321.9 when compared to the FY2021 Management Plan.
- The agency and program operations portion of the FY2022 operating budget (all fund sources) reflects a total reduction of \$1,095.2 when compared to the FY2021 Management Plan.
- Highlights of budget changes include:
 - All formula programs are fully funded. The Base Student Allocation (BSA) remains at \$5,930.
 - School Debt Reimbursement is funded at 50% of the statutory calculation, totaling \$41.7 million.
 - Regional Educational Attendance Area and Small Municipal School District School Fund is funded at 50% of the statutory calculation, totaling \$17.1 million.
- The FY2022 operating budget can be found behind this cover memo.
 - Highlights in the FY2022 Proposed DEED Budget (1-page summary)
 - Budget Details
- Lacey Sanders, Director of Administrative Services, will be present to brief the board.

◆ OPTIONS

This is an information update. No action is required.