State Board of Education and Early Development
Audio Conference Meeting
July 22, 2020
Commissioner’s Office Conference Room
Department of Education & Early Development
801 West 10th Street
Juneau, AK 99801

Mission Statement: An excellent education for every student every day.

Wednesday, July 22, 2020

3:00 PM

Call to Order and Roll Call .................................................................James Fields, Chair

Pledge of Allegiance ........................................................................James Fields, Chair

Adoption of Agenda for July 22, 2020 ................................................James Fields, Chair

Disclosures of potential conflicts of interest.......................................James Fields, Chair

The board will not take public comment. The public is invited to listen to the meeting by joining the WebEx. Login information is available below.

State Board of Education Work Session
https://stateofalaska.webex.com/stateofalaska/j.php?MTID=m1edf010e2c9cd032945b67350da93997
Meeting number: 133 144 1835
Password: Educ@tion
Join by phone: 1-650-479-3207

Work Session

3:10 PM

1. Commissioner’s Report .......................................................Dr. Michael Johnson, Commissioner
   a. Alaska Smart Start 2020 Update
   b. A Presentation on State Aid for School Capital Projects

4:00 PM Adjourn
OUR MISSION

An excellent education for every student every day.

OUR VISION

All students will succeed in their education and work, shape worthwhile and satisfying lives for themselves, exemplify the best values of society, and be effective in improving the character and quality of the world about them.

Alaska Statute 14.03.015

Photo courtesy of Anchorage School District, Used with permission.
Purpose
DEED exists to provide information, resources, and leadership to support an excellent education for every student every day.
State-Aid Capital Improvement Projects (CIP) Programs

State Board of Education Support Role

CIP Grant Application

State Board of Education Leadership Role
State-Aid CIP Programs

State Board of Education Support Role
State-Aid CIP Programs

**Funding Types**
- Grants
- Debt Reimbursement

**Project Types**
- Major Maintenance
- School Construction

**Entity Types**
- Regional Educational Attendance Area (REAA)
- Small Municipality
- City/Borough
State-Aid CIP Programs

Grant
- All School Districts
- Annual Ranking
- School District application
- Legislative Capital Budget Appropriation (MM & SC)
- Legislative Operating Budget Appropriation (REAA Fund)

Debt Reimbursement
- Municipal School Districts with bonding capability
- Current moratorium to new funding was extended
- Open to new funding July 1, 2025 with 50% and 40% reimbursement levels
- Legislative Operating Budget Appropriation
Current Funding Options

1. School Construction Grant Fund (1990)
   - Indexed fund
   - DR Funding / % of C/B schools * .244
4. Debt Reimbursement Funding
Current Project Categories (AS 14.11.013)

(A) avert imminent danger or correct life-threatening situations;
(B) house students who would otherwise be unhoused; for purposes of this subparagraph, students are considered unhoused if the students attend school in temporary facilities;
(C) protect the structure of existing school facilities;
(D) correct building code deficiencies that require major repair or rehabilitation in order for the facility to continue to be used for the educational program;
(E) achieve an operating cost savings;
(F) modify or rehabilitate facilities for the purpose of improving the instructional program;
(G) meet an educational need not specified in (A) — (F) of this paragraph, identified by the department
Current Project Categories (AS 14.11.013) – Major Maintenance

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(G) meet an educational need not specified in (A) — (F) of this paragraph, identified by the department
Current Project Entities (AS 14.11)

(A) Regional Educational Attendance Area (REAA)
(B) Small Municipality
(C) City/Borough
## Fund – Category – Entity Relationships

<table>
<thead>
<tr>
<th></th>
<th>REAA Fund</th>
<th>MM/SC Fund</th>
<th>Debt Reimb.</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Project Type</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>School Construction</td>
<td>Yes (primary)</td>
<td>Yes</td>
<td>Project Type is N/A</td>
</tr>
<tr>
<td>Major Maintenance</td>
<td>Yes (secondary)</td>
<td>Yes (no new space)</td>
<td>70% - Like MM + SC that qualify for space.</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>60% - AS 14.11. 100(j)(4) exemption.</td>
</tr>
<tr>
<td><strong>Entity Type</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>REAA</td>
<td>Yes (19 districts)</td>
<td>Yes (19 districts)</td>
<td>No (19 districts)</td>
</tr>
<tr>
<td>City/Borough</td>
<td>Yes (4 districts)</td>
<td>Yes (4 districts)</td>
<td>Yes (0 of 4 under SB237)</td>
</tr>
<tr>
<td>Small Municipality</td>
<td>No (30 districts)</td>
<td>Yes (30 districts)</td>
<td>Yes (12 of 30 under SB237)</td>
</tr>
</tbody>
</table>
## Funding Comparison

<table>
<thead>
<tr>
<th>REAA/Small Muni</th>
<th>MM/SC Grant Funds</th>
<th>Debt Reimbursement</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Available to REAA and 4 small municipal districts</strong></td>
<td><strong>Available to all school districts</strong></td>
<td><strong>Available to any municipality that has the ability to bond</strong></td>
</tr>
<tr>
<td>Funds state share of actual project costs</td>
<td>Funds state share of actual project costs</td>
<td>Funds portion of annual municipal debt payments</td>
</tr>
<tr>
<td>Projects are funded by priority from DEED lists</td>
<td>Projects are funded by priority from DEED lists</td>
<td>Local government sets own priorities</td>
</tr>
<tr>
<td>Specific eligibility requirements:</td>
<td>Specific eligibility requirements:</td>
<td>Could fund projects that are not eligible for grants – those not eligible for space</td>
</tr>
<tr>
<td>1. No new space for MM</td>
<td>1. No new space for MM</td>
<td></td>
</tr>
<tr>
<td>2. Only eligible space for SC</td>
<td>2. Only eligible space for SC</td>
<td></td>
</tr>
<tr>
<td>3. Priority to school construction</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Participating share: REAAs – 2%</td>
<td>Participating share required between 2% and 35%</td>
<td>Participating share currently at:</td>
</tr>
<tr>
<td>Small Muni – 10% - 20%</td>
<td></td>
<td>60% if not eligible for space</td>
</tr>
<tr>
<td></td>
<td></td>
<td>70% all others</td>
</tr>
<tr>
<td>State funding is tied to annual appropriation for debt reimbursement</td>
<td>State funding is by legislative appropriation to the funds</td>
<td>State funding is based on when the bond was passed and subject to appropriation</td>
</tr>
</tbody>
</table>

- **An Excellent Education for Every Student Every Day**
CIP Grant Application

State Board of Education Leadership Role
CIP Application Timeline & Roles

Department of Education & Early Development
Capital Improvement Project Grant Process

School District
- Submits grant application & other material by Sept. 1
- If dissatisfied with priority, submits request for reconsideration by Dec. 1
- Provides Testimony

Department
- Reviews for eligibility

Evaluation Team
- Evaluates, scores and prioritizes within funding groups
- Publishes list of prioritized projects by fund group by Nov. 5

Chief Administrative Law Judge
- Conducts a public hearing on priority of projects requesting reconsideration by Dec. 1

Hearing Officer
- If dissatisfied with decision, may appeal within 15 days
- Provides Testimony

Bond Reimbursement & Grant Review Committee
- Appoints hearing officer within 10 days
- Reviews school construction list for recommendations

State Board
- Issues decision on requests for reconsideration and re-prioritized list within 15 days
- Provides Testimony

Alaska Superior Court
- Reconsiders based upon board direction
- Issues written decision within 10 days of meeting
- Accepts, rejects, modifies, or remands hearing officer’s decision at next regular meeting
- Renders decision

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CIP Application Overview

• Required by Statute
• 11 Objective Criteria
• 8 Evaluative Criteria
• Statewide Ranking
• Reviewed by BR&GR
• Approved by State Board of Education

3 Sets of Information

• District eligibility information
• Preventive Maintenance (PM) data
• Project information
CIP: District Eligibility

Product
- Six-Year Plan
- PM Program Certification
- Fixed Asset Inventory
- Property Insurance
- Facility Information

Functional Responsibility
- School Board
- Facility/Maintenance Director
- Business Manager
- Business Manager
- Facility/Maintenance Director
CIP: PM Data

Product
- PM Narratives
- Work Orders & Reports
- Expenditures (Function 600)

Functional Responsibility
- Facility/Maintenance Director
- Facility/Maintenance Director
- Business Manager (annual audit)
# CIP: Project Information

<table>
<thead>
<tr>
<th>Product</th>
<th>Functional Responsibility</th>
</tr>
</thead>
<tbody>
<tr>
<td>• Facility Condition</td>
<td>School Staff and Facility Director</td>
</tr>
<tr>
<td>• Project Scope</td>
<td>Facility Director/Consultant</td>
</tr>
<tr>
<td>• Project Budget</td>
<td>Facility Director/Consultant</td>
</tr>
<tr>
<td>• Project Schedule</td>
<td>Facility Director and Chief School Administrator (CSA)</td>
</tr>
</tbody>
</table>
Grant Application Scoring

Formula Driven (290 points)
- Q.3a District Priority (30)
- Q.3b Weighted Average Age (30)
- Q.5e Unhoused Students Today (50)
  Unhoused Post Occupancy (30)
- Q.5j Type of Space (30)
- Q.6a Condition Survey (10)
- Q.6 Planning and Design (25)
- Q.6b Re-use of previous design (10)
- Q.6c Building system standards (10)
- Q.8e Previous AS 14.11 (30)
- Q.9 Maintenance Reports (30)
- Q9. Maintenance Expenditures (5)

Evaluative Driven (255 points)
- Q.4a Life Safety Conditions (50)
- Q.5h Alternative Facilities (5)
- Q.7 Cost Estimate (30)
- Q.8a Emergency (50)
- Q.8b Inadequacy of Space (40)
- Q.8c Options (25)
- Q.8d Operational Cost Savings (30)
- Q9. PM Narratives (25)
Grant Application Scoring

- Inadequacy of Space (40)
- Alternative Facilities (5)
- Options (25)
- District Priority (30)
- Maintenance Reports (25)
- Avg Maint Exp (5)
- Weighted Avg Age (30)
- Condition Survey (10)
- Planning (10)
- Schematic Design (10)
- Design Development (5)
- Previous AS 14.11 (30)
- Emergency (50)
- Type of Space (30)
- Unhoused Post-Occ. (30)
- Unhoused Today (50)
- Life Safety Conditions (50)
- Cost Estimate (30)
- PM Narratives (25)
- Op. Cost Saving (30)

Evaluative

Formula Driven
Grant Participation & Eligibility

TOTAL CIP GRANT APPLICATIONS

- Major Maintenance
- School Construction
- Ineligible

FY2012: 117
FY2013: 120
FY2014: 111
FY2015: 102
FY2016: 102
FY2017: 98
FY2018: 107
FY2019: 84
FY2020: 72
FY2021: 102

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Grant Awards FY2012 – FY2020

- School Construction Grant Fund (AS14.11.005)
- Major Maintenance Grant Fund (AS14.11.007)
- REAA+SM Fund (AS14.11.030)
Contact Information

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