



## House of Representatives

### Sectional Analysis

#### HB 313 – Version LS1223\B (EDU)

**Section 1, 2, and 3:** Necessary conforming language pertaining to previous school construction funding caused by repealing AS 14.17.500 – Student Count Estimate in Sec. 10 of this bill.

**Section 4:** Prohibits a municipal assembly from taking funds from a school district after having allocated the funding to the district unless the district's fund balance exceeds the reserve fund maximum.

**Section 5:** Necessary conforming language due to the repeal of AS 14.17.500 – Student Count Estimate in Sec. 10 of this bill. Statute required boarding schools to provide the state a student count estimate.

**Section 6:** Amends AS 14.17.410(b) adding a part (H) to provide a hold harmless provision providing supplemental funding to a district that has a one year increase of 200 students or three percent in enrollment based upon the average daily membership count adjusted for the school size factor. Districts that don't qualify for the supplemental funding, but have a hardship, may apply for additional funding.

**Section 7:** Amends AS 14.17.505(a) to increase the amount of funds a district may retain in its unrestricted reserve account from 10 percent to 15 percent.

**Section 8:** Amends AS 14.17.600(a) to apply the student count to funding for the succeeding fiscal year following the count period.

**Section 9:** Amends AS 14.17.600 to replace provisions of AS 14.17.500 that are repealed by the bill but necessary to properly apply the student count to school funding, moving the provisions from AS 14.17.500 to AS 14.17.600.

**Section 10:** Repeals AS 14.17.500 – Student Count Estimates – because they are no longer necessary under the new application of the student count data to the succeeding fiscal year.

**Section 11:** Makes the bill effective with funding for FY 2015.