

HOUSE BILL NO. 82

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - FIRST SESSION

BY REPRESENTATIVES ELTON AND ROBINSON, B.Davis

Introduced: 1/16/95

Referred: Community and Regional Affairs, Health, Education and Social Services, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to the public school foundation program; and providing for an
2 effective date."

3 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

4 * **Section 1.** AS 14.17.025(a) is amended to read:

5 (a) Local contributions to a city or borough school district shall include at least
6 the lesser of

7 (1) the equivalent of a five [FOUR] mill tax levy on the full and true
8 value of the taxable real and personal property in the district as of January 1 of the
9 second preceding fiscal year, as determined by the Department of Community and
10 Regional Affairs under AS 14.17.140 and AS 29.45.110; or

11 (2) 35 percent of the district's basic need for the preceding fiscal year,
12 as determined under AS 14.17.021(b).

13 * **Sec. 2.** AS 14.17.025(b) is amended to read:

14 (b) In addition to the local contributions required under (a) of this section,

1 local contributions to a city or borough school district in a fiscal year may include no
2 more than the greater of

3 (1) the equivalent of a two mill tax levy on the full and true value of
4 the taxable real and personal property in the district as of January 1 of the second
5 preceding fiscal year, as determined by the Department of Community and Regional
6 Affairs under AS 14.17.140 and AS 29.45.110; or

7 (2) 19 [23] percent of the district's basic need for the fiscal year under
8 AS 14.17.021(b), as adjusted under AS 14.17.225(b).

9 * **Sec. 3.** AS 14.17.025(c) is amended to read:

10 (c) The department may by regulation reduce the maximum local contribution
11 specified in (b) of this section if necessary to keep revenue or expenditure disparities
12 among school districts in the state in compliance with federal equalization requirements
13 under **sec. 8009 of P. L. 103-382 (Improving America's Schools Act)** [SEC. 5(d)
14 - (2) OF P.L. 81-874 (20 U.S.C. 240(d)(2)), AS AMENDED, AND REGULATIONS
15 ADOPTED UNDER IT] .

16 * **Sec. 4.** AS 14.17.041(b) is amended to read:

17 (b) For funding communities that are not included under (a) of this section,

18 (1) instructional units for elementary students are determined by the
19 formula: units = 15 + ((ADM-200)/16) [15 + ((ADM-200)/17)], where ADM is the
20 number of students in average daily membership in grades kindergarten through 6;

21 (2) instructional units for secondary students are determined by the
22 formula: units = 18 + ((ADM-200)/13), where ADM is the number of students in
23 average daily membership in grades 7 through 12.

24 * **Sec. 5.** AS 14.17.041 is amended by adding a new subsection to read:

25 (e) A district with an ADM of 850 or less that consists of one funding
26 community shall increase the elementary and secondary instructional units received
27 under (a) or (b) of this section by multiplying the instructional units by a percentage
28 determined under the following table:

District ADM	Percentage
1 - 250	1.12
251 - 525	1.08

1
2
3
4
5

526 - 850

1.06.

* **Sec. 6.** AS 14.17.056 is amended to read:

Sec. 14.17.056. INSTRUCTIONAL UNIT VALUE. The instructional unit value is \$63,500 [\$61,000] .

* **Sec. 7.** This Act takes effect July 1, 1995.