

HOUSE BILL NO. 518

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SECOND LEGISLATURE - SECOND SESSION

BY THE HOUSE COMMUNITY AND REGIONAL AFFAIRS COMMITTEE

Introduced: 4/12/02

Referred: Community and Regional Affairs, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to organization grants for mergers, consolidations, or unifications
2 involving third class boroughs."

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

4 * **Section 1.** AS 29.05.190(c) is amended to read:

5 (c) Except as provided in (d) of this section, this [THIS] section does not
6 apply to a borough incorporated by consolidation or to a unified municipality that
7 occupies the area formerly occupied by a borough.

8 * **Sec. 2.** AS 29.05.190 is amended by adding a new subsection to read:

9 (d) For the purpose of defraying the cost of government transition, each third
10 class borough that merges or consolidates with a city after January 1, 2002, and each
11 municipality that unifies after January 1, 2002, in an area formerly occupied by a third
12 class borough is entitled to organization grants as follows:

13 (1) \$200,000 for the municipality's first full or partial fiscal year after
14 the merger or consolidation or after unification;

1 (2) \$200,000 for the municipality's second fiscal year after the merger
2 or consolidation or after unification.