

CS FOR SENATE BILL NO. 64(EDC)(efd fld H)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-NINTH LEGISLATURE - FIRST SESSION

BY THE SENATE EDUCATION COMMITTEE

Amended: 4/1/15

Offered: 3/18/15

Sponsor(s): SENATE FINANCE COMMITTEE

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to school bond debt reimbursement."**

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

3 *** Section 1.** AS 14.11.014 is amended by adding a new subsection to read:

4 (d) Notwithstanding any other provision of law, the committee may not
5 recommend for approval an application for bond debt reimbursement made by a
6 municipality for school construction or major maintenance for indebtedness authorized
7 by the qualified voters of the municipality on or after January 1, 2015, but before
8 July 1, 2020.

9 *** Sec. 2.** AS 14.11.100(a) is amended to read:

10 (a) During each fiscal year, the state shall allocate to a municipality that is a
11 school district the following sums:

12 (1) payments made by the municipality during the fiscal year two years
13 earlier for the retirement of principal and interest on outstanding bonds, notes, or other
14 indebtedness incurred before July 1, 1977, to pay costs of school construction;

15 (2) 90 percent of

1 (A) payments made by the municipality during the fiscal year
2 two years earlier for the retirement of principal and interest on outstanding
3 bonds, notes, or other indebtedness incurred after June 30, 1977, and before
4 July 1, 1978, to pay costs of school construction;

5 (B) cash payments made after June 30, 1976, and before July 1,
6 1978, by the municipality during the fiscal year two years earlier to pay costs
7 of school construction;

8 (3) 90 percent of

9 (A) payments made by the municipality during the fiscal year
10 two years earlier for the retirement of principal and interest on outstanding
11 bonds, notes, or other indebtedness incurred after June 30, 1978, and before
12 January 1, 1982, to pay costs of school construction projects approved under
13 AS 14.07.020(a)(11);

14 (B) cash payments made after June 30, 1978, and before July 1,
15 1982, by the municipality during the fiscal year two years earlier to pay costs
16 of school construction projects approved under AS 14.07.020(a)(11);

17 (4) subject to (h) and (i) of this section, up to 90 percent of

18 (A) payments made by the municipality during the current
19 fiscal year for the retirement of principal and interest on outstanding bonds,
20 notes, or other indebtedness incurred after December 31, 1981, and authorized
21 by the qualified voters of the municipality before July 1, 1983, to pay costs of
22 school construction, additions to schools, and major rehabilitation projects that
23 exceed \$25,000 and are approved under AS 14.07.020(a)(11);

24 (B) cash payments made after June 30, 1982, and before July 1,
25 1983, by the municipality during the fiscal year two years earlier to pay costs
26 of school construction, additions to schools, and major rehabilitation projects
27 that exceed \$25,000 and are approved under AS 14.07.020(a)(11); and

28 (C) payments made by the municipality during the current
29 fiscal year for the retirement of principal and interest on outstanding bonds,
30 notes, or other indebtedness to pay costs of school construction, additions to
31 schools, and major rehabilitation projects that exceed \$25,000 and are

1 submitted to the department for approval under AS 14.07.020(a)(11) before
2 July 1, 1983, and approved by the qualified voters of the municipality before
3 October 15, 1983, not to exceed a total project cost of (i) \$6,600,000 if the
4 annual growth rate of average daily membership of the municipality is more
5 than seven percent but less than 12 percent, or (ii) \$20,000,000 if the annual
6 growth rate of average daily membership of the municipality is 12 percent or
7 more; payments made by a municipality under this subparagraph on total
8 project costs that exceed the amounts set out in (i) and (ii) of this subparagraph
9 are subject to (5)(A) of this subsection;

10 (5) subject to (h) - (j) of this section, 80 percent of

11 (A) payments made by the municipality during the fiscal year
12 for the retirement of principal and interest on outstanding bonds, notes, or
13 other indebtedness authorized by the qualified voters of the municipality

14 (i) after June 30, 1983, but before March 31, 1990, to
15 pay costs of school construction, additions to schools, and major
16 rehabilitation projects that exceed \$25,000 and are approved under
17 AS 14.07.020(a)(11); or

18 (ii) before July 1, 1989, and reauthorized before
19 November 1, 1989, to pay costs of school construction, additions to
20 schools, and major rehabilitation projects that exceed \$25,000 and are
21 approved under AS 14.07.020(a)(11); and

22 (B) cash payments made after June 30, 1983, by the
23 municipality during the fiscal year two years earlier to pay costs of school
24 construction, additions to schools, and major rehabilitation projects that exceed
25 \$25,000 and are approved by the department before July 1, 1990, under
26 AS 14.07.020(a)(11);

27 (6) subject to (h) - (j) and (m) of this section, 70 percent of payments
28 made by the municipality during the fiscal year for the retirement of principal and
29 interest on outstanding bonds, notes, or other indebtedness authorized by the qualified
30 voters of the municipality on or after April 30, 1993, but before July 1, 1996, to pay
31 costs of school construction, additions to schools, and major rehabilitation projects

1 that exceed \$200,000 and are approved under AS 14.07.020(a)(11);

2 (7) subject to (h) - (j) and (m) of this section, 70 percent of payments
3 made by the municipality during the fiscal year for the retirement of principal and
4 interest on outstanding bonds, notes, or other indebtedness authorized by the qualified
5 voters of the municipality after March 31, 1990, but before April 30, 1993, to pay
6 costs of school construction, additions to schools, and major rehabilitation projects;

7 (8) subject to (h), (i), (j)(2) - (5), and (n) of this section and after
8 projects funded by the bonds, notes, or other indebtedness have been approved by the
9 commissioner, 70 percent of payments made by the municipality during the fiscal year
10 for the retirement of principal and interest on outstanding bonds, notes, or other
11 indebtedness authorized by the qualified voters of the municipality on or after July 1,
12 1995, but before July 1, 1998, to pay costs of school construction, additions to
13 schools, and major rehabilitation projects that exceed \$200,000 and are approved
14 under AS 14.07.020(a)(11);

15 (9) subject to (h), (i), (j)(2) - (5), and (n) of this section and after
16 projects funded by the bonds, notes, or other indebtedness have been approved by the
17 commissioner, 70 percent of payments made by the municipality during the fiscal year
18 for the retirement of principal and interest on outstanding bonds, notes, or other
19 indebtedness authorized by the qualified voters of the municipality on or after July 1,
20 1998, but before July 1, 2006, to pay costs of school construction, additions to
21 schools, and major rehabilitation projects that exceed \$200,000 and are approved
22 under AS 14.07.020(a)(11);

23 (10) subject to (h), (i), (j)(2) - (5), and (o) of this section, and after
24 projects funded by the bonds, notes, or other indebtedness have been approved by the
25 commissioner, 70 percent of payments made by the municipality during the fiscal year
26 for the retirement of principal and interest on outstanding bonds, notes, or other
27 indebtedness authorized by the qualified voters of the municipality on or after June 30,
28 1998, to pay costs of school construction, additions to schools, and major
29 rehabilitation projects that exceed \$200,000, are approved under AS 14.07.020(a)(11),
30 and are not reimbursed under (n) of this section;

31 (11) subject to (h), (i), and (j)(2) - (5) of this section, and after projects

1 funded by the bonds, notes, or other indebtedness have been approved by the
2 commissioner, 70 percent of payments made by a municipality during the fiscal year
3 for the retirement of principal and interest on outstanding bonds, notes, or other
4 indebtedness authorized by the qualified voters of the municipality on or after June 30,
5 1999, but before January 1, 2005, to pay costs of school construction, additions to
6 schools, and major rehabilitation projects and education-related facilities that exceed
7 \$200,000, are approved under AS 14.07.020(a)(11), and are not reimbursed under (n)
8 or (o) of this section;

9 (12) subject to (h), (i), and (j)(2), (3), and (5) of this section, 60 percent
10 of payments made by a municipality during the fiscal year for the retirement of
11 principal and interest on outstanding bonds, notes, or other indebtedness authorized by
12 the qualified voters of the municipality on or after June 30, 1999, but before January 1,
13 2005, to pay costs of school construction, additions to schools, and major
14 rehabilitation projects and education-related facilities that exceed \$200,000, are
15 reviewed under AS 14.07.020(a)(11), and are not reimbursed under (n) or (o) of this
16 section;

17 (13) subject to (h), (i), (j)(2) - (5), and (p) of this section, and after
18 projects funded by the tax exempt bonds, notes, or other indebtedness have been
19 approved by the commissioner, 70 percent of payments made by a municipality during
20 the fiscal year for the retirement of principal and interest on outstanding tax exempt
21 bonds, notes, or other indebtedness authorized by the qualified voters of the
22 municipality on or after June 30, 1999, but before October 31, 2006, to pay costs of
23 school construction, additions to schools, and major rehabilitation projects and
24 education-related facilities that exceed \$200,000, are approved under
25 AS 14.07.020(a)(11), and are not reimbursed under (n) or (o) of this section;

26 (14) subject to (h), (i), (j)(2), (3), and (5), and (p) of this section, 60
27 percent of payments made by a municipality during the fiscal year for the retirement
28 of principal and interest on outstanding tax exempt bonds, notes, or other indebtedness
29 authorized by the qualified voters of the municipality on or after June 30, 1999, but
30 before October 31, 2006, to pay costs of school construction, additions to schools, and
31 major rehabilitation projects and education-related facilities that exceed \$200,000, are

1 reviewed under AS 14.07.020(a)(11), and are not reimbursed under (n) or (o) of this
2 section;

3 (15) subject to (h), (i), (j)(2) - (5), and (q) of this section, and after
4 projects funded by the bonds, notes, or other indebtedness have been approved by the
5 commissioner, 90 percent of payments made by a municipality during the fiscal year
6 for the retirement of principal and interest on outstanding bonds, notes, or other
7 indebtedness authorized by the qualified voters of the municipality on or after June 30,
8 1999, but before October 31, 2006, to pay costs of school construction, additions to
9 schools, and major rehabilitation projects and education-related facilities that exceed
10 \$200,000, are approved under AS 14.07.020(a)(11), meet the 10 percent participating
11 share requirement for a municipal school district under the former participating share
12 amounts required under AS 14.11.008(b), and are not reimbursed under (n) or (o) of
13 this section;

14 (16) subject to (h), (i), and (j)(2) - (5) of this section, and after projects
15 funded by the tax exempt bonds, notes, or other indebtedness have been approved by
16 the commissioner, 70 percent of payments made by a municipality during the fiscal
17 year for the retirement of principal and interest on outstanding tax exempt bonds,
18 notes, or other indebtedness authorized by the qualified voters of the municipality on
19 or after October 1, 2006, **but before January 1, 2015**, to pay costs of school
20 construction, additions to schools, and major rehabilitation projects and education-
21 related facilities that exceed \$200,000, are approved under AS 14.07.020(a)(11), and
22 are not reimbursed under (o) of this section;

23 (17) subject to (h), (i), and (j)(2), (3), and (5) of this section, 60 percent
24 of payments made by a municipality during the fiscal year for the retirement of
25 principal and interest on outstanding tax exempt bonds, notes, or other indebtedness
26 authorized by the qualified voters of the municipality on or after October 1, 2006, but
27 before **January 1, 2015** [MAY 1, 2015], to pay costs of school construction, additions
28 to schools, and major rehabilitation projects and education-related facilities that
29 exceed \$200,000, are reviewed under AS 14.07.020(a)(11), and are not reimbursed
30 under (o) of this section [;

31 (18) SUBJECT TO (h), (i), AND (j)(2), (3), AND (5) OF THIS

1 SECTION, 50 PERCENT OF PAYMENTS MADE BY A MUNICIPALITY
 2 DURING THE FISCAL YEAR FOR THE RETIREMENT OF PRINCIPAL AND
 3 INTEREST ON OUTSTANDING TAX EXEMPT BONDS, NOTES, OR OTHER
 4 INDEBTEDNESS AUTHORIZED BY THE QUALIFIED VOTERS OF THE
 5 MUNICIPALITY ON OR AFTER MAY 1, 2015, TO PAY COSTS OF SCHOOL
 6 CONSTRUCTION, ADDITIONS TO SCHOOLS, AND MAJOR
 7 REHABILITATION PROJECTS AND EDUCATION-RELATED FACILITIES
 8 THAT EXCEED \$200,000, ARE REVIEWED UNDER AS 14.07.020(a)(11), AND
 9 ARE NOT REIMBURSED UNDER (o) OF THIS SECTION].

10 * **Sec. 3.** AS 14.11.100(a), as amended by sec. 2 of this Act, is amended to read:

11 (a) During each fiscal year, the state shall allocate to a municipality that is a
 12 school district the following sums:

13 (1) payments made by the municipality during the fiscal year two years
 14 earlier for the retirement of principal and interest on outstanding bonds, notes, or other
 15 indebtedness incurred before July 1, 1977, to pay costs of school construction;

16 (2) 90 percent of

17 (A) payments made by the municipality during the fiscal year
 18 two years earlier for the retirement of principal and interest on outstanding
 19 bonds, notes, or other indebtedness incurred after June 30, 1977, and before
 20 July 1, 1978, to pay costs of school construction;

21 (B) cash payments made after June 30, 1976, and before July 1,
 22 1978, by the municipality during the fiscal year two years earlier to pay costs
 23 of school construction;

24 (3) 90 percent of

25 (A) payments made by the municipality during the fiscal year
 26 two years earlier for the retirement of principal and interest on outstanding
 27 bonds, notes, or other indebtedness incurred after June 30, 1978, and before
 28 January 1, 1982, to pay costs of school construction projects approved under
 29 AS 14.07.020(a)(11);

30 (B) cash payments made after June 30, 1978, and before July 1,
 31 1982, by the municipality during the fiscal year two years earlier to pay costs

1 of school construction projects approved under AS 14.07.020(a)(11);

2 (4) subject to (h) and (i) of this section, up to 90 percent of

3 (A) payments made by the municipality during the current
4 fiscal year for the retirement of principal and interest on outstanding bonds,
5 notes, or other indebtedness incurred after December 31, 1981, and authorized
6 by the qualified voters of the municipality before July 1, 1983, to pay costs of
7 school construction, additions to schools, and major rehabilitation projects that
8 exceed \$25,000 and are approved under AS 14.07.020(a)(11);

9 (B) cash payments made after June 30, 1982, and before July 1,
10 1983, by the municipality during the fiscal year two years earlier to pay costs
11 of school construction, additions to schools, and major rehabilitation projects
12 that exceed \$25,000 and are approved under AS 14.07.020(a)(11); and

13 (C) payments made by the municipality during the current
14 fiscal year for the retirement of principal and interest on outstanding bonds,
15 notes, or other indebtedness to pay costs of school construction, additions to
16 schools, and major rehabilitation projects that exceed \$25,000 and are
17 submitted to the department for approval under AS 14.07.020(a)(11) before
18 July 1, 1983, and approved by the qualified voters of the municipality before
19 October 15, 1983, not to exceed a total project cost of (i) \$6,600,000 if the
20 annual growth rate of average daily membership of the municipality is more
21 than seven percent but less than 12 percent, or (ii) \$20,000,000 if the annual
22 growth rate of average daily membership of the municipality is 12 percent or
23 more; payments made by a municipality under this subparagraph on total
24 project costs that exceed the amounts set out in (i) and (ii) of this subparagraph
25 are subject to (5)(A) of this subsection;

26 (5) subject to (h) - (j) of this section, 80 percent of

27 (A) payments made by the municipality during the fiscal year
28 for the retirement of principal and interest on outstanding bonds, notes, or
29 other indebtedness authorized by the qualified voters of the municipality

30 (i) after June 30, 1983, but before March 31, 1990, to
31 pay costs of school construction, additions to schools, and major

1 rehabilitation projects that exceed \$25,000 and are approved under
2 AS 14.07.020(a)(11); or

3 (ii) before July 1, 1989, and reauthorized before
4 November 1, 1989, to pay costs of school construction, additions to
5 schools, and major rehabilitation projects that exceed \$25,000 and are
6 approved under AS 14.07.020(a)(11); and

7 (B) cash payments made after June 30, 1983, by the
8 municipality during the fiscal year two years earlier to pay costs of school
9 construction, additions to schools, and major rehabilitation projects that exceed
10 \$25,000 and are approved by the department before July 1, 1990, under
11 AS 14.07.020(a)(11);

12 (6) subject to (h) - (j) and (m) of this section, 70 percent of payments
13 made by the municipality during the fiscal year for the retirement of principal and
14 interest on outstanding bonds, notes, or other indebtedness authorized by the qualified
15 voters of the municipality on or after April 30, 1993, but before July 1, 1996, to pay
16 costs of school construction, additions to schools, and major rehabilitation projects
17 that exceed \$200,000 and are approved under AS 14.07.020(a)(11);

18 (7) subject to (h) - (j) and (m) of this section, 70 percent of payments
19 made by the municipality during the fiscal year for the retirement of principal and
20 interest on outstanding bonds, notes, or other indebtedness authorized by the qualified
21 voters of the municipality after March 31, 1990, but before April 30, 1993, to pay
22 costs of school construction, additions to schools, and major rehabilitation projects;

23 (8) subject to (h), (i), (j)(2) - (5), and (n) of this section and after
24 projects funded by the bonds, notes, or other indebtedness have been approved by the
25 commissioner, 70 percent of payments made by the municipality during the fiscal year
26 for the retirement of principal and interest on outstanding bonds, notes, or other
27 indebtedness authorized by the qualified voters of the municipality on or after July 1,
28 1995, but before July 1, 1998, to pay costs of school construction, additions to
29 schools, and major rehabilitation projects that exceed \$200,000 and are approved
30 under AS 14.07.020(a)(11);

31 (9) subject to (h), (i), (j)(2) - (5), and (n) of this section and after

1 projects funded by the bonds, notes, or other indebtedness have been approved by the
2 commissioner, 70 percent of payments made by the municipality during the fiscal year
3 for the retirement of principal and interest on outstanding bonds, notes, or other
4 indebtedness authorized by the qualified voters of the municipality on or after July 1,
5 1998, but before July 1, 2006, to pay costs of school construction, additions to
6 schools, and major rehabilitation projects that exceed \$200,000 and are approved
7 under AS 14.07.020(a)(11);

8 (10) subject to (h), (i), (j)(2) - (5), and (o) of this section, and after
9 projects funded by the bonds, notes, or other indebtedness have been approved by the
10 commissioner, 70 percent of payments made by the municipality during the fiscal year
11 for the retirement of principal and interest on outstanding bonds, notes, or other
12 indebtedness authorized by the qualified voters of the municipality on or after June 30,
13 1998, to pay costs of school construction, additions to schools, and major
14 rehabilitation projects that exceed \$200,000, are approved under AS 14.07.020(a)(11),
15 and are not reimbursed under (n) of this section;

16 (11) subject to (h), (i), and (j)(2) - (5) of this section, and after projects
17 funded by the bonds, notes, or other indebtedness have been approved by the
18 commissioner, 70 percent of payments made by a municipality during the fiscal year
19 for the retirement of principal and interest on outstanding bonds, notes, or other
20 indebtedness authorized by the qualified voters of the municipality on or after June 30,
21 1999, but before January 1, 2005, to pay costs of school construction, additions to
22 schools, and major rehabilitation projects and education-related facilities that exceed
23 \$200,000, are approved under AS 14.07.020(a)(11), and are not reimbursed under (n)
24 or (o) of this section;

25 (12) subject to (h), (i), and (j)(2), (3), and (5) of this section, 60 percent
26 of payments made by a municipality during the fiscal year for the retirement of
27 principal and interest on outstanding bonds, notes, or other indebtedness authorized by
28 the qualified voters of the municipality on or after June 30, 1999, but before January 1,
29 2005, to pay costs of school construction, additions to schools, and major
30 rehabilitation projects and education-related facilities that exceed \$200,000, are
31 reviewed under AS 14.07.020(a)(11), and are not reimbursed under (n) or (o) of this

1 section;

2 (13) subject to (h), (i), (j)(2) - (5), and (p) of this section, and after
3 projects funded by the tax exempt bonds, notes, or other indebtedness have been
4 approved by the commissioner, 70 percent of payments made by a municipality during
5 the fiscal year for the retirement of principal and interest on outstanding tax exempt
6 bonds, notes, or other indebtedness authorized by the qualified voters of the
7 municipality on or after June 30, 1999, but before October 31, 2006, to pay costs of
8 school construction, additions to schools, and major rehabilitation projects and
9 education-related facilities that exceed \$200,000, are approved under
10 AS 14.07.020(a)(11), and are not reimbursed under (n) or (o) of this section;

11 (14) subject to (h), (i), (j)(2), (3), and (5), and (p) of this section, 60
12 percent of payments made by a municipality during the fiscal year for the retirement
13 of principal and interest on outstanding tax exempt bonds, notes, or other indebtedness
14 authorized by the qualified voters of the municipality on or after June 30, 1999, but
15 before October 31, 2006, to pay costs of school construction, additions to schools, and
16 major rehabilitation projects and education-related facilities that exceed \$200,000, are
17 reviewed under AS 14.07.020(a)(11), and are not reimbursed under (n) or (o) of this
18 section;

19 (15) subject to (h), (i), (j)(2) - (5), and (q) of this section, and after
20 projects funded by the bonds, notes, or other indebtedness have been approved by the
21 commissioner, 90 percent of payments made by a municipality during the fiscal year
22 for the retirement of principal and interest on outstanding bonds, notes, or other
23 indebtedness authorized by the qualified voters of the municipality on or after June 30,
24 1999, but before October 31, 2006, to pay costs of school construction, additions to
25 schools, and major rehabilitation projects and education-related facilities that exceed
26 \$200,000, are approved under AS 14.07.020(a)(11), meet the 10 percent participating
27 share requirement for a municipal school district under the former participating share
28 amounts required under AS 14.11.008(b), and are not reimbursed under (n) or (o) of
29 this section;

30 (16) subject to (h), (i), and (j)(2) - (5) of this section, and after projects
31 funded by the tax exempt bonds, notes, or other indebtedness have been approved by

1 the commissioner, 70 percent of payments made by a municipality during the fiscal
 2 year for the retirement of principal and interest on outstanding tax exempt bonds,
 3 notes, or other indebtedness authorized by the qualified voters of the municipality on
 4 or after October 1, 2006, but before January 1, 2015, to pay costs of school
 5 construction, additions to schools, and major rehabilitation projects and education-
 6 related facilities that exceed \$200,000, are approved under AS 14.07.020(a)(11), and
 7 are not reimbursed under (o) of this section;

8 (17) subject to (h), (i), and (j)(2), (3), and (5) of this section, 60 percent
 9 of payments made by a municipality during the fiscal year for the retirement of
 10 principal and interest on outstanding tax exempt bonds, notes, or other indebtedness
 11 authorized by the qualified voters of the municipality on or after October 1, 2006, but
 12 before January 1, 2015, to pay costs of school construction, additions to schools, and
 13 major rehabilitation projects and education-related facilities that exceed \$200,000, are
 14 reviewed under AS 14.07.020(a)(11), and are not reimbursed under (o) of this section;

15 **(18) subject to (h), (i), and (j)(2) - (5) of this section, and after**
 16 **projects funded by the tax exempt bonds, notes, or other indebtedness have been**
 17 **approved by the commissioner, 50 percent of payments made by a municipality**
 18 **during the fiscal year for the retirement of principal of and interest on**
 19 **outstanding tax exempt bonds, notes, or other indebtedness authorized by the**
 20 **qualified voters of the municipality on or after July 1, 2020, to pay costs of school**
 21 **construction, additions to schools, and major rehabilitation projects and**
 22 **education-related facilities that exceed \$200,000, are approved under**
 23 **AS 14.07.020(a)(11), and are not reimbursed under (o) of this section;**

24 **(19) subject to (h), (i), and (j)(2), (3), and (5) of this section, 40**
 25 **percent of payments made by a municipality during the fiscal year for the**
 26 **retirement of principal of and interest on outstanding tax exempt bonds, notes, or**
 27 **other indebtedness authorized by the qualified voters of the municipality on or**
 28 **after July 1, 2020, to pay costs of school construction, additions to schools, and**
 29 **major rehabilitation projects and education-related facilities that exceed**
 30 **\$200,000, are reviewed under AS 14.07.020(a)(11), and are not reimbursed under**
 31 **(o) of this section.**

1 * **Sec. 4.** AS 14.11.100 is amended by adding a new subsection to read:

2 (s) Notwithstanding any other provision of law, the commissioner may not
3 approve an application for bond debt reimbursement made by a municipality for
4 school construction or major maintenance for indebtedness authorized by the qualified
5 voters of the municipality on or after January 1, 2015, but before July 1, 2020.

6 * **Sec. 5.** AS 14.11.102 is amended by adding a new subsection to read:

7 (c) The commissioner may not allocate funds to a municipality under
8 AS 14.11.100 for the retirement of the principal of and interest on outstanding tax-
9 exempt bonds, notes, or other indebtedness authorized by the qualified voters of the
10 municipality on or after January 1, 2015, but before July 1, 2020.

11 * **Sec. 6.** AS 14.11.014(d), 14.11.100(s), and 14.11.102(c) are repealed July 1, 2020.

12 * **Sec. 7.** The uncodified law of the State of Alaska is amended by adding a new section to
13 read:

14 **RETROACTIVITY.** Sections 1, 2, 4, and 5 of this Act are retroactive to January 1,
15 2015.