

1 IN THE HOUSE

BY MR. PETERSEN
BY REQUEST

2

HOUSE BILL NO. 396

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIRST LEGISLATURE - SECOND SESSION

5

A BILL

6

For an Act entitled: "An Act relating to the support of schools
7 in newly incorporated first class cities and
8 independent school districts; and providing
9 for an effective date."

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

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Section 1. Notwithstanding any other provisions of law, in
the event that any previously unincorporated area served by a
totally state supported school or schools voluntarily incorporates
as a city of the first class or as an independent school district,
the responsibility of the state for the continued support of the
local schools in the newly incorporated area shall be as follows:

(1) For the first two fiscal years of operation begin-
ning on July 1 following the incorporation, the state shall pay
from appropriations available for support of district schools, 100%
of the district budget approved by the commissioner of education
pursuant to the provisions of Sec. 37-3-63, ACLA 1949 as amended
or as hereafter amended. Local expenditures above the level of the
approved budget may be made by the local school board, but shall
be paid for with local funds;

(2) For the third fiscal year of operation, the state
shall pay from appropriations available for the support of district
schools, 90% of the district budget approved by the commissioner
of education pursuant to the provisions of Sec. 37-3-63, ACLA 1949
as amended or as hereafter amended. Local expenditures above the

1 level of the approved budget may be made by the local school
2 board, but shall be paid for with local funds;

3 (3) For the fourth fiscal year of operation, and for
4 each and every fiscal year thereafter, the city school district or
5 independent school district shall be placed in the appropriate
6 school district reimbursement category in accordance with then
7 existing state laws.

8 Sec. 2. This Act takes effect on the day after its passage
9 and approval or on the day it becomes law without such approval.

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