

1 IN THE SENATE

BY HAMMOND

2 SENATE BILL NO. 486

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act authorizing state aid for school construction
7 within borough and city school districts; and providing
8 for an effective date."

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

10 * Section 1. AS 43.18 is amended by adding a new section to read:

11 Sec. 43.18.150. EQUALIZED AID FOR SCHOOL CONSTRUCTION. (a) To
12 pay costs of school construction programs approved as otherwise provided
13 by law the state shall pay to an organized borough or a city which
14 is a school district a sum during each fiscal year equal to the follow-
15 ing: 10 per cent of the costs of construction less the amount of
16 local property, sales and use taxes which are collected within the
17 district through the prior fiscal year and are used to pay the costs
18 of the construction, times the millage and proportion of sales and
19 use tax rate comprising the amount so collected and used during the
20 prior fiscal year.

21 (b) Payments under (a) of this section shall be made only upon
22 application of the governing body to the department at a time and in
23 a form as the department prescribes. The department may promulgate
24 regulations to implement this section.

25 (c) The school construction account is established. Funds to
26 carry out the provisions of (a) of this section may be appropriated
27 annually by the legislature to the account. If amounts in the
28 account are insufficient for the purpose of each local government's
29 share authorized under (a) of this section, such funds as are available

1 shall be distributed pro rata among eligible local governments.

2 (d) Money in the school construction account which, at the end
3 of the fiscal year for which the money is appropriated, exceeds the
4 amount required for the allocations authorized in (a) of this section,
5 reverts to the general fund.

6 (c) In (b) of this section

7 (1) "department" means the Department of Education;

8 (2) "governing body" means the governing body of an organized
9 borough or a city which is a school district.

10 * Sec. 2. This Act takes effect July 1, 1970.