

Original Sponsors: Carney, Buchholdt,
Zharoff, et al

Offered: 4/10/81
Referred: Finance

1 IN THE HOUSE

BY THE HEALTH, EDUCATION
AND SOCIAL SERVICES COMMITTEE

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CS FOR HOUSE BILL NO. 279 (HESS)

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IN THE LEGISLATURE OF THE STATE OF ALASKA

4

TWELFTH LEGISLATURE - FIRST SESSION

5

A BILL

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For an Act entitled: "An Act relating to state aid for school construction;
and providing 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. AS 43.18.100(a) is amended to read:

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(a) During each fiscal year, the state shall allocate to an

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organized borough or a city which is a school district, the following

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sums:

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(1) all payments made by the borough or city during the
fiscal year [TWO YEARS EARLIER] for the retirement of principal and
interest on outstanding bonds, notes or other indebtedness incurred
before July 1, 1981 [1977] to pay costs of school construction; and

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[(2) 80 PERCENT OF

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(A) PAYMENTS MADE BY THE BOROUGH OR CITY DURING THE

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FISCAL YEAR TWO YEARS EARLIER FOR THE RETIREMENT OF PRINCIPAL AND

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INTEREST ON OUTSTANDING BONDS, NOTES OR OTHER INDEBTEDNESS INCURRED

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AFTER JUNE 30, 1977 AND BEFORE JULY 1, 1978 TO PAY COSTS OF SCHOOL

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CONSTRUCTION;

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(B) CASH PAYMENTS MADE AFTER JUNE 30, 1976 AND BEFORE

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JULY 1, 1978 BY THE BOROUGH OR CITY DURING THE FISCAL YEAR TWO

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YEARS EARLIER TO PAY COSTS OF SCHOOL CONSTRUCTION;]

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(3) 80 percent of

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(A) payments made by the borough or city during the

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fiscal year [TWO YEARS EARLIER] for the retirement of principal

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and interest on outstanding bonds, notes or other indebtedness

1 incurred after June 30, 1981 [1978] to pay costs of school con-
2 struction projects approved under AS 14.07.020(11);

3 (B) cash payments made after June 30, 1981 [1978] by
4 the borough or city during the fiscal year [TWO YEARS EARLIER] to
5 pay costs of school construction projects approved under AS 14.07.-
6 020(11).

7 * Sec. 2. AS 43.18.100(b) is amended to read:

8 (b) The commissioner shall administer the program of reimburse-
9 ment authorized under this section and shall provide by regulation for
10 the filing of applications for reimbursement, the form of proof of
11 costs for which application for reimbursement is made, and other regula-
12 tions necessary to administer the program. The commissioner shall pay
13 the money due a borough or city as reimbursement under this section
14 directly to the person designated in bond covenants to receive payments
15 on behalf of the bondholders if directed to do so by resolution of the
16 governing body of the borough or city. The commissioner shall exclude
17 from the total school construction cost of the local district all state
18 and federal funds included in these costs except funds provided under
19 this section and AS 43.50.140. In approving applications for reimburse-
20 ment, the commissioner shall

21 (1) offset against the amount of reimbursement authorized
22 the amount of any funds distributed to the borough or city in the
23 second preceding fiscal year from the school fund provided for in
24 AS 43.50.140;

25 (2) require the borough or city to provide, with its applica-
26 tion, a certified copy of the notice to taxpayers required by AS 43.18.-
27 030.

28 * Sec. 3. All payments made by an organized borough or a city which is a
29 school district during the two fiscal years preceding the effective date of

1 this Act for the retirement of principal and interest on outstanding bonds,
2 notes, or other indebtedness or cash payments made to pay costs of school
3 construction shall be allocated by the state to the organized borough or
4 city during the fiscal year ending June 30, 1982.

5 * Sec. 4. This Act takes effect July 1, 1981.

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