

Introduced: 5/1/81  
Referred: Community & Regional  
Affairs and Finance

1 IN THE SENATE

BY STIMSON BY REQUEST

2 SENATE BILL NO. 536

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts for  
7 retirement of school construction debt; and providing  
8 for an effective date."

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

10 \* Section 1. AS 43.18.100(a) is amended to read:

11 (a) During each fiscal year, the state shall allocate to each  
12 school district including an organized borough or a city which is a  
13 school district, [OF] the following sums:

14 (1) payments made by the school district or by the borough  
15 or city during the fiscal year two years earlier for the retirement of  
16 principal and interest on outstanding bonds, notes or other indebted-  
17 ness incurred before July 1, 1977 to pay costs of school construction;

18 (2) 80 percent of

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

24 (B) cash payments made after June 30, 1976 and before  
25 July 1, 1978 by the school district or by the borough or city  
26 during the fiscal year two years earlier to pay costs of school  
27 construction;

28 (3) 80 percent of

29 (A) payments made by the school district or by the

1        borough or city during the fiscal year two years earlier for the  
2        retirement of principal and interest on outstanding bonds, notes  
3        or other indebtedness incurred after June 30, 1978 to pay costs of  
4        school construction projects approved under AS 14.07.020(11);

5                (B) cash payments made after June 30, 1978 by the  
6        school district or by the borough or city during the fiscal year  
7        two years earlier to pay costs of school construction projects  
8        approved under AS 14.07.020(11).

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

10                (b) The commissioner shall administer the program of reimbursement  
11        authorized under this section and shall provide by regulation for the  
12        filing of applications for reimbursement, the form of proof of costs  
13        for which application for reimbursement is made, and other regulations  
14        necessary to administer the program. The commissioner shall exclude  
15        from the total school construction cost of the school [LOCAL] district  
16        all state and federal funds included in these costs except funds pro-  
17        vided under this section and AS 43.50.140. In approving applications  
18        for reimbursement, the commissioner shall

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

23                (2) require the school district or the borough or city to  
24        provide, with its application, a certified copy of the notice to tax-  
25        payers required by AS 43.18.030.

26        \* Sec. 3. AS 43.18.100(c) is amended to read:

27                (c) The school construction account is established. Funds to  
28        carry out the provisions of this section may be appropriated annually  
29        by the legislature to the account. If amounts in the account are

1 insufficient for the purpose of providing the share to which a school  
2 district or borough or city is entitled under this section, those funds  
3 that are available shall be distributed pro rata among the eligible  
4 school districts [LOCAL GOVERNMENTS].

5 \* Sec. 4. AS 43.18.100(e) is amended to read:

6 (e) The commissioner shall annually provide a report to the  
7 legislature on allocations of state aid made under this section, includ-  
8 ing but not limited to, the amount of state aid paid on a per capita  
9 and per student basis and the resultant effect on the rate of levy of  
10 taxes by a [THE] municipality for educational purposes.

11 \* Sec. 5. AS 43.18.100(g) is amended by adding a new paragraph to read:

12 (3) "school district" means a city or borough school district  
13 or regional educational attendance area.

14 \* Sec. 6. This Act takes effect July 1, 1981.

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