

Introduced: 2/10/82
Referred: Community & Regional
Affairs and Finance

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AND FISCHER

1 IN THE SENATE

2 SENATE BILL NO. 735

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to organization grants and transi-
7 tional assistance for municipalities; and providing for
8 an effective date."

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

10 * Section 1. AS 29.18 is amended by adding new sections to article 3 to
11 read:

12 Sec. 29.18.170. ORGANIZATION GRANTS TO CITIES. (a) To defray the
13 cost of transition to city government and to provide for interim govern-
14 ment operations, each city incorporated after July 1, 1982, or, in the
15 case of a second class city, incorporated or reclassified as a first
16 class city after July 1, 1982, is entitled to an organization grant of
17 \$50,000 for the first full or partial fiscal year. The Department of
18 Community and Regional Affairs shall disburse the organization grant
19 within 30 days after certification of the incorporation election or the
20 reclassification election, or as soon after that as money is appropriated
21 for the purpose.

22 (b) A city entitled to an organization grant under (a) of this
23 section is entitled to a second organization grant of \$25,000. The
24 Department of Community and Regional Affairs shall disburse the second
25 organization grant within 30 days after the beginning of the city's
26 second fiscal year, or as soon after that time as money is appropriated
27 for the purpose.

28 Sec. 29.18.172. ORGANIZATION GRANTS TO BOROUGHES. (a) To defray
29 the cost of transition to borough government and to provide for interim

1 government operations, each borough incorporated after July 1, 1982 is
2 entitled to organization grants for the first three fiscal years after
3 incorporation as follows:

- 4 (1) \$300,000 for the first full or partial year;
- 5 (2) \$200,000 for the second year; and
- 6 (3) \$100,000 for the third year.

7 (b) The Department of Community and Regional Affairs shall disburse
8 the first organization grant to a borough within 30 days after certifica-
9 tion of the incorporation election favoring incorporation of a borough,
10 or as soon after that as money is appropriated for the purpose. The
11 second grant shall be disbursed within 30 days after the beginning of
12 the borough's second fiscal year, or as soon after that as money is
13 appropriated for the purpose. The third grant shall be disbursed within
14 30 days after the beginning of the borough's third fiscal year, or as
15 soon after that as money is appropriated for the purpose.

16 (c) This section does not apply to a borough incorporated by
17 consolidation or to a unified municipality.

18 Sec. 29.18.174. ORGANIZATION GRANT FUND. (a) The organization
19 grant fund is established in the Department of Community and Regional
20 Affairs. An appropriation made to the fund shall be used for organiza-
21 tion grants to municipalities that qualify under AS 29.18.170 or
22 29.18.172 during the fiscal year.

23 (b) Before August 31 of each fiscal year the Department of Commu-
24 nity and Regional Affairs shall submit a report to the Department of
25 Administration indicating

- 26 (1) each municipality that qualifies to receive an organiza-
27 tion grant during the next fiscal year;
- 28 (2) the amount of money needed to cover all organization
29 grants during the next fiscal year.

1 Sec. 29.18.176. TRANSITIONAL ASSISTANCE TO BOROUGHES. (a) Within
2 30 days after the date of incorporation of a borough incorporated after
3 July 1, 1982, the Department of Community and Regional Affairs shall
4 determine the population of the borough.

5 (b) The Department of Community and Regional Affairs shall provide
6 assistance to each borough incorporated after July 1, 1982, in

7 (1) establishing the initial sales and use tax assessment and
8 collection department for a borough that has adopted a sales or use tax;

9 (2) determining the initial property tax assessment roll for
10 a borough that has adopted a property tax, including contracting for
11 appraisals of property needed to complete the initial assessment.

12 (c) This section does not apply to a borough incorporated by
13 consolidation or to a unified municipality.

14 * Sec. 2. AS 29.05.180 is repealed and reenacted to read:

15 Sec. 29.05.180. ORGANIZATION GRANTS TO CITIES. (a) To defray the
16 cost of transition to city government and to provide for interim govern-
17 ment operations, each city incorporated after July 1, 1982, or, in the
18 case of a second class city, incorporated or reclassified as a first
19 class city after July 1, 1982, is entitled to an organization grant of
20 \$50,000 for the first full or partial fiscal year. The department shall
21 disburse the organization grant within 30 days after certification of
22 the incorporation election or the reclassification election, as soon
23 after that as money is appropriated for the purpose.

24 (b) A city entitled to an organization grant under (a) of this
25 section is entitled to a second organization grant of \$25,000. The
26 department shall disburse the second organization grant within 30 days
27 after the beginning of the city's second fiscal year, or as soon after
28 that time as money is appropriated for the purpose.

29 * Sec. 3. AS 29.05 is amended by adding new sections to read:

1 Sec. 29.05.190. ORGANIZATION GRANTS TO BOROUGHES. (a) To defray
2 the cost of transition to borough government and to provide for interim
3 government operations, each borough incorporated after July 1, 1982 is
4 entitled to organization grants for the first three fiscal years after
5 incorporation as follows:

- 6 (1) \$300,000 for the first full or partial year;
- 7 (2) \$200,000 for the second year; and
- 8 (3) \$100,000 for the third year.

9 (b) The department shall disburse the first organization grant to
10 a borough within 30 days after certification of the incorporation
11 election favoring incorporation of a borough, or as soon after that as
12 money is appropriated for the purpose. The second grant shall be
13 disbursed within 30 days after the beginning of the borough's second
14 fiscal year, or as soon after that as money is appropriated for the
15 purpose. The third grant shall be disbursed within 30 days after the
16 beginning of the borough's third fiscal year, or as soon after that as
17 money is appropriated for the purpose.

18 (c) This section does not apply to a borough incorporated by
19 consolidation or to a unified municipality.

20 Sec. 29.05.200. ORGANIZATION GRANT FUND. (a) The organization
21 grant fund is established in the department. An appropriation made to
22 the fund shall be used for organization grants to municipalities that
23 qualify under AS 29.05.180 or 29.05.190 during the fiscal year.

24 (b) Before August 31 of each fiscal year the department shall
25 submit a report to the Department of Administration indicating

26 (1) each municipality that qualifies to receive an organiza-
27 tion grant during the next fiscal year;

28 (2) the amount of money needed to cover all organization
29 grants during the next fiscal year.

1 Sec. 29.05.210. TRANSITIONAL ASSISTANCE TO BOROUGHES. (a) Within
2 30 days after the date of incorporation of a borough incorporated after
3 July 1, 1982, the department shall determine the population of the
4 borough.

5 (b) The department shall provide assistance to each borough in-
6 corporated after July 1, 1982, in

7 (1) establishing the initial sales and use tax assessment and
8 collection department for a borough that has adopted a sales or use tax;

9 (2) determining the initial property tax assessment roll for
10 a borough that has adopted a property tax, including contracting for
11 appraisals of property needed to complete the initial assessment.

12 (c) This section does not apply to a borough incorporated by
13 consolidation or to a unified municipality.

14 * Sec. 4. AS 29.18.180 is repealed.

15 * Sec. 5. Sections 1 and 4 of this Act are repealed.

16 * Sec. 6. Sections 2, 3, and 5 of this Act take effect on the effective
17 date of a version of or successor to House Bill No. 170 or Senate Bill
18 No. 180 that revises AS 29.

19 * Sec. 7. Sections 1 and 4 of this Act take effect immediately in accor-
20 dance with AS 01.10.070(c).

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