

Introduced: 1/9/84
Referred: Health, Education &
Social Services and Finance

1 IN THE HOUSE

BY PESTINGER AND LARSON

2

HOUSE BILL NO. 492

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

THIRTEENTH LEGISLATURE - SECOND SESSION

5

A BILL

6 For an Act entitled: "An Act relating to state aid for school construc-
7 tion; and providing for an effective date."

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

9 * Section 1. AS 14.11.010(d) is amended to read:

10 (d) The provisions of this section do not affect a municipal-
11 ity's eligibility for reimbursement under AS 14.11.200 [AS 14.11.100].

12 * Sec. 2. AS 14.11 is amended by adding a new section to read:

13 Sec. 14.11.200. STATE GRANTS FOR SCHOOL CONSTRUCTION. (a) The
14 department shall grant to a municipality that is a school district 90
15 percent of the cost of a school construction project if the department
16 approves the project under AS 14.07.020(11) and determines that the
17 project is eligible for a grant under this section.

18 (b) The school construction grant account is established. The
19 department shall use funds appropriated to the account to carry out
20 the purposes of this section.

21 (c) In establishing priorities to determine projects eligible for
22 grants under this section, the department shall evaluate the following
23 factors:

24 (1) priorities assigned by the assembly, council, or school
25 board to the projects requested;

26 (2) emergency requirements;

27 (3) the number of students without classroom space;

28 (4) new local elementary or secondary programs;

29 (5) existing regional, community, and school facilities and

1 the condition of the facilities;

2 (6) the economic and social stability of the municipality
3 or region.

4 (d) To be eligible for a grant under this section, a municipal-
5 ity must receive authorization for the project from the qualified
6 voters of the municipality and pay at least 10 percent of the school
7 construction costs with cash or the proceeds of bonds issued through
8 the municipal bond bank authority (AS 44.85).

9 (e) In this section, "cost of a school construction project"
10 means all costs of planning, financing, and carrying out a project
11 excluding costs for the construction of residential space, hockey
12 rinks, planetariums, saunas, and other facilities for single purpose
13 sporting or recreational uses that are not suitable for other activ-
14 ities.

15 * Sec. 3. AS 29.58.345 is amended to read:

16 Sec. 29.58.345. BONDED INDEBTEDNESS FOR SCHOOL CONSTRUCTION. A
17 home rule city levying property taxes for schools, upon furnishing
18 proof satisfactory to the Department of Education and the Department
19 of Community and Regional Affairs of the needs for school facilities
20 that [WHICH], if provided, will require the city to exceed limits on
21 authorizing or issuing bonds which may be established by charter, may
22 exceed the limits to the extent necessary to pay costs of school
23 construction. In this section "costs of school construction" means
24 costs as defined in AS 14.11.200(e) [AS 43.18.100(g)(2)].

25 * Sec. 4. AS 29.73.070(a) is amended to read:

26 (a) If a municipality levies and collects real or personal
27 property taxes, the governing body shall provide the following notice:

28 "NOTICE TO TAXPAYER

29 For the current fiscal year the (city) (borough) has been allocated

1 the following amount of state aid for school and municipal purposes
 2 under the applicable financial assistance Acts:

| | | |
|----|---|--------------|
| 3 | PUBLIC SCHOOL FOUNDATION PROGRAM AS- | |
| 4 | SISTANCE (AS 14.17) | \$ |
| 5 | STATE AID FOR RETIREMENT OF SCHOOL | |
| 6 | CONSTRUCTION DEBT (AS 14.11.100) | \$ |
| 7 | <u>STATE GRANTS FOR SCHOOL CON-</u> | |
| 8 | <u>STRUCTION (AS 14.11.200)</u> | \$ |
| 9 | MUNICIPAL TAX RESOURCE EQUALIZATION AS- | |
| 10 | SISTANCE (AS 29.88) | \$ |
| 11 | STATE AID FOR MISCELLANEOUS MUNICIPAL | |
| 12 | SERVICES (AS 29.89) | \$ |
| 13 | | TOTAL AID \$ |

14 The millage equivalent of this state aid, based on the dollar value of
 15 a mill in the municipality during the current assessment year and for
 16 the preceding assessment year, is:

| | MILLAGE EQUIVALENT | |
|----|-----------------------------|------------------|
| | PREVIOUS YEAR | THIS YEAR |
| 17 | | |
| 18 | | |
| 19 | PUBLIC SCHOOL FOUNDA- | |
| 20 | TION PROGRAM AS- | |
| 21 | SISTANCE |MILLS |
| 22 | STATE AID FOR RETIRE- |MILLS |
| 23 | MENT OF SCHOOL CON- | |
| 24 | STRUCTION DEBT |MILLS |
| 25 | <u>STATE GRANTS FOR</u> | |
| 26 | <u>SCHOOL CONSTRUCTION</u> | <u>....MILLS</u> |
| 27 | MUNICIPAL TAX RESOURCE | |
| 28 | EQUALIZATION ASSISTANCE |MILLS |
| 29 | STATE AID FOR MISCELLANEOUS |MILLS |

1 MUNICIPAL SERVICESMILLSMILLS
2 TOTAL MILLAGE EQUIVALENTMILLSMILLS"

3 Notice shall be provided

4 (1) by furnishing a copy of the notice with tax statements
5 mailed for the fiscal year for which aid is received; or

6 (2) by publishing in a newspaper of general circulation
7 within the municipality a copy of the notice once each week for a
8 period of three successive weeks, with publication to occur not later
9 than 45 days after the final adoption of the municipality's budget.

10 * Sec. 5. AS 14.11.100(a)(5) and 14.11.100(j) are repealed except that
11 they remain in effect with respect to school construction projects for
12 which

13 (1) construction began before July 1, 1984; or

14 (2) bonds, notes, or other indebtedness have been authorized by
15 the qualified voters of a municipality after June 30, 1983, and before July
16 1, 1984.

17 * Sec. 6. AS 14.11.105 - 14.11.135 are repealed.

18 * Sec. 7. This Act takes effect July 1, 1984.