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Referred: Health, Education &  
Social Services and Finance

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1 IN THE HOUSE

2 HOUSE BILL NO. 191

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTEENTH LEGISLATURE - FIRST 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 14.11.100(a) is amended to read:

10 (a) During each fiscal year, the state shall allocate to a  
11 municipality that is a school district, the following sums:

12 (1) payments made by the municipality during the fiscal  
13 year two years earlier for the retirement of principal and interest on  
14 outstanding bonds, notes or other indebtedness incurred before July 1,  
15 1977<sub>1</sub> to pay costs of school construction;

16 (2) 90 percent of

17 (A) payments made by the municipality during the  
18 fiscal year two years earlier for the retirement of principal and  
19 interest on outstanding bonds, notes or other indebtedness incur-  
20 red after June 30, 1977<sub>1</sub> and before July 1, 1978<sub>1</sub> to pay costs of  
21 school construction;

22 (B) cash payments made after June 30, 1976<sub>1</sub> and before  
23 July 1, 1978<sub>1</sub> by the municipality during the fiscal year two  
24 years earlier to pay costs of school construction;

25 (3) 90 percent of

26 (A) payments made by the municipality during the  
27 fiscal year two years earlier for the retirement of principal and  
28 interest on outstanding bonds, notes or other indebtedness incur-  
29 red after June 30, 1978<sub>1</sub> and before January 1, 1982<sub>1</sub> to pay costs

1 of school construction projects approved under AS 14.07.020(11);

2 (B) cash payments made after June 30, 1978, and before  
3 July 1, 1982, by the municipality during the fiscal year two  
4 years earlier to pay costs of school construction projects ap-  
5 proved under AS 14.07.020(11);

6 (4) subject to (h) and (i) of this section up to 90 percent  
7 of

8 (A) payments made by the municipality during the  
9 current fiscal year for the retirement of principal and interest  
10 on outstanding bonds, notes or other indebtedness incurred after  
11 December 31, 1981, and authorized by the qualified voters of the  
12 municipality before July 1, 1983, to pay costs of school con-  
13 struction, additions to schools, and major rehabilitation pro-  
14 jects that exceed \$25,000 and are approved under AS 14.07.-  
15 020(11); and

16 (B) cash payments made after June 30, 1982, and before  
17 July 1, 1983, by the municipality during the fiscal year two  
18 years earlier to pay costs of school construction, additions to  
19 schools, and major rehabilitation projects that exceed \$25,000  
20 and are approved under AS 14.07.020(11); and

21 (C) payments made by the municipality during the  
22 current fiscal year for the retirement of principal and interest  
23 on outstanding bonds, notes, or other indebtedness to pay costs  
24 of school construction, additions to schools, and major rehab-  
25 ilitation projects that exceed \$25,000 and are submitted to the  
26 Department of Education for approval under AS 14.07.020(11)  
27 before July 1, 1983, and approved by the qualified voters of the  
28 municipality before October 15, 1983, not to exceed a total  
29 project cost of (i) \$6,600,000 if the annual growth rate of

1 average daily membership of the municipality is more than 7  
2 percent but less than 12 percent, or (ii) \$20,000,000 if the  
3 annual a growth rate of average daily membership of the munici-  
4 pality is 12 percent or more; payments made by a municipality  
5 under this paragraph on total project costs that exceed the  
6 amounts set out in (i) and (ii) of this paragraph are subject to  
7 (a)(5)(A) of this section.

8 (5) subject to (h) and (i) of this section, 90 [50] percent  
9 of

10 (A) payments made by the municipality during the  
11 fiscal year for the retirement of principal and interest on  
12 outstanding bonds, notes or other indebtedness authorized by the  
13 qualified voters of the municipality after June 30, 1983<sub>1</sub> to pay  
14 costs of school construction, additions to schools, and major  
15 rehabilitation projects that exceed \$25,000 and are approved  
16 under AS 14.07.020(11); and

17 (B) cash payments made after June 30, 1983<sub>1</sub> by the  
18 municipality during the fiscal year two years earlier to pay  
19 costs of school construction, additions to schools, and major  
20 rehabilitation projects that exceed \$25,000 and are approved  
21 under AS 14.07.020(11).

22 \* Sec. 2. AS 14.11.100(c) is amended to read:

23 (c) The school construction account is established. Funds to  
24 carry out the provisions of this section may be appropriated annually  
25 by the legislature to the account. If amounts in the account are  
26 insufficient for the purpose of providing the share to which a borough  
27 or city is entitled under this section, those funds that are available  
28 shall be distributed pro rata among the eligible local governments  
29 having an annual growth rate of average daily membership of five

1 percent or more. Remaining funds shall be distributed pro rata among  
2 eligible local governments having an annual growth rate of average  
3 daily membership under five percent.

4 \* Sec. 3. This Act takes effect July 1, 1985.