

Amended: 4/24/89

6-1024E

Offered: 4/3/89
Referred: Finance

Original sponsors: Ulmer, Ellis,
and Larson

1 IN THE HOUSE

BY THE HEALTH, EDUCATION AND
SOCIAL SERVICES COMMITTEE

2

CS FOR HOUSE BILL NO. 233 (HESS) am

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

SIXTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act increasing the limit on the local contribu-
7 tion to a city or borough school district to 23
8 percent; imposing a required local contribution
9 within a city or borough school district formed after
10 July 1, 1988; and providing for an effective date."

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

12 * Section 1. AS 14.17.025(b) is amended to read:

13 (b) In addition to the local contributions required under (a) of
14 this section, local contributions to a city or borough school district
15 in a fiscal year may include no more than the greater of

16 (1) the equivalent of a two mill tax levy on the full and
17 true value of the taxable real and personal property in the district
18 as of January 1 of the second preceding fiscal year, as determined by
19 the Department of Community and Regional Affairs under AS 14.17.140
20 and AS 29.45.110; or

21 (2) 23 percent of the district's basic need for the fiscal
22 year under AS 14.17.021(b), as adjusted under AS 14.17.225(b) [THE
23 PRODUCT OBTAINED BY MULTIPLYING

24 (A) 21 PERCENT OF THE INSTRUCTIONAL UNIT VALUE IN
25 AS 14.17.056;

26 (B) THE NUMBER OF INSTRUCTIONAL UNITS APPROVED FOR THE
27 DISTRICT FOR THE FISCAL YEAR; AND

28 (C) THE AREA COST DIFFERENTIAL OF THE DISTRICT UNDER
29 AS 14.17.051].

1 * Sec. 2. AS 14.17.025(f) is repealed and reenacted to read:

2 (f) For the first three fiscal years in which a newly formed
3 city or borough school district operates schools, local contributions
4 may be less than the amount that would otherwise be required under (a)
5 of this section, except that

6 (1) local contributions in the second fiscal year of op-
7 erations must be at least the greater of

8 (A) the local contributions, excluding federal impact
9 aid, for the previous fiscal year; or

10 (B) the sum of 10 percent of the district's eligible
11 federal impact aid for that year and the equivalent of a two mill
12 tax levy on the full and true value of the taxable real and
13 personal property in the newly formed city or borough school
14 district as of January 1 of the second preceding fiscal year, as
15 determined by the Department of Community and Regional Affairs
16 under AS 14.17.140 and AS 29.45.110; and

17 (2) in the third year of operation, local contributions
18 must be at least the greater of

19 (A) the local contributions, excluding federal impact
20 aid, for the previous fiscal year; or

21 (B) the sum of 10 percent of the district's eligible
22 federal impact aid for that year and the equivalent of a three
23 mill tax levy on the full and true value of the taxable real and
24 personal property in the district as of January 1 of the second
25 preceding fiscal year, as determined by the Department of Commu-
26 nity and Regional Affairs under AS 14.17.140 and AS 29.45.110.

27 (3) For purposes of this section "newly formed district"
28 means those formed after July 1, 1988.

29 * Sec. 3. This Act takes effect July 1, 1989.