

HOUSE BILL NO. 23
IN THE LEGISLATURE OF THE STATE OF ALASKA
SEVENTEENTH LEGISLATURE - FIRST SESSION

BY REPRESENTATIVES LARSON, Carney

Introduced: 1/21/91

Referred: Health, Education and Social Services, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to the area cost differential for school districts; and providing for an
 2 effective date."

3 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

4 * **Section 1.** The legislature finds that by making an adjustment to the existing K-12 statutory area
 5 cost differential, as recommended in a recent Legislative Budget and Audit Study, the funding formula
 6 will be more equitable as to the true cost of education, for all districts of the state.

7 * **Sec. 2.** AS 14.17.051 is amended to read:

8 Sec. 14.17.051. **AREA COST DIFFERENTIAL.** The area cost differential for a school
 9 district is as follows:

| 10 School District | Area Cost Differential |
|-------------------------|------------------------|
| 11 Adak | <u>1.29</u> [1.27] |
| 12 Alaska Gateway | <u>1.14</u> [1.19] |
| 13 <u>Aleutian East</u> | <u>1.33</u> |
| 14 Aleutian Region | 1.31 |

| | | |
|----|-------------------|-------------------|
| 1 | Anchorage | 1.00 |
| 2 | Annette Island | <u>108</u> [1.03] |
| 3 | Bering Strait | <u>140</u> [1.39] |
| 4 | Bristol Bay | <u>133</u> [1.27] |
| 5 | Chatham | <u>110</u> [1.03] |
| 6 | Chugach | <u>120</u> [1.14] |
| 7 | Copper River | <u>113</u> [1.14] |
| 8 | Cordova | <u>120</u> [1.11] |
| 9 | Craig | <u>108</u> [1.03] |
| 10 | Delta/Greely | <u>114</u> [1.16] |
| 11 | Dillingham | <u>129</u> [1.27] |
| 12 | Fairbanks | <u>103</u> [1.04] |
| 13 | Galena | <u>133</u> [1.30] |
| 14 | Haines | <u>104</u> [1.05] |
| 15 | Hoonah | <u>110</u> [1.08] |
| 16 | Hydaburg | <u>108</u> [1.03] |
| 17 | Iditarod | 1.33 |
| 18 | Juneau | 1.00 |
| 19 | Kake | <u>110</u> [1.03] |
| 20 | Kashunamiut | <u>137</u> [1.33] |
| 21 | Kenai | 1.00 |
| 22 | Ketchikan | 1.00 |
| 23 | [KING COVE | 1.27] |
| 24 | Klawock | <u>108</u> [1.03] |
| 25 | Kodiak | <u>108</u> [1.09] |
| 26 | Kuspuk | 1.33 |
| 27 | Lake & Peninsula | <u>133</u> [1.31] |
| 28 | Lower Kuskokwim | <u>140</u> [1.42] |
| 29 | Lower Yukon | <u>137</u> [1.35] |
| 30 | Matanuska-Susitna | 1.00 |
| 31 | Nenana | <u>114</u> [1.20] |

| | | |
|----|------------------|--------------------|
| 1 | Nome | <u>1.36</u> [1.34] |
| 2 | North Slope | <u>1.49</u> [1.45] |
| 3 | Northwest Arctic | <u>1.43</u> [1.45] |
| 4 | Pelican | <u>1.10</u> [1.08] |
| 5 | Petersburg | 1.00 |
| 6 | Pribilof | <u>1.40</u> [1.30] |
| 7 | Railbelt | <u>1.14</u> [1.23] |
| 8 | SAND POINT | 1.27] |
| 9 | Sitka | 1.00 |
| 10 | Skagway | 1.05 |
| 11 | Southeast Island | <u>1.08</u> [1.04] |
| 12 | Southwest Region | <u>1.33</u> [1.31] |
| 13 | St. Mary's | <u>1.37</u> [1.30] |
| 14 | Tanana | <u>1.33</u> [1.30] |
| 15 | Unalaska | <u>1.29</u> [1.27] |
| 16 | Valdez | <u>1.08</u> [1.11] |
| 17 | Wrangell | 1.00 |
| 18 | Yakutat | <u>1.20</u> [1.08] |
| 19 | Yukon Flats | <u>1.36</u> [1.46] |
| 20 | Yukon-Koyukuk | <u>1.33</u> [1.34] |
| 21 | Yupiit | <u>1.40</u> [1.41] |

22 * Sec. 3. Except for the deletion of King Cove and Sand Point school districts, the Department of
23 Education shall implement the changes made to the area cost differential in sec. 2 of this Act, in equal
24 percentage amounts over the next three fiscal years, beginning July 1, 1991. Notwithstanding
25 AS 14.17.051, as amended by sec. 2 of this Act, the area cost differential for the Aleutian East school
26 district is 1.27 for the fiscal year beginning July 1, 1990, and shall be increased in equal percentage
27 amounts over the next three fiscal years, beginning July 1, 1991, until the area cost differential is equal
28 to 1.33.

29 * Sec. 4. This Act takes effect July 1, 1991.