

CS FOR HOUSE BILL NO. 23 (HES)

IN THE LEGISLATURE OF THE STATE OF ALASKA

SEVENTEENTH LEGISLATURE - FIRST SESSION

BY THE HOUSE HEALTH, EDUCATION AND SOCIAL SERVICES COMMITTEE

Offered: 4/15/91

Referred: Finance

Sponsor(s): REPRESENTATIVES LARSON, Carney, Taylor

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4 * **Section 1.** AS 14.17.051 is repealed and reenacted to read:

5 Sec. 14.17.051. **AREA COST DIFFERENTIAL.** The board shall develop a methodology
6 for calculating an area cost differential and shall establish by regulation an area cost differential
7 for each school district. The department shall conduct a survey of school district personnel costs
8 once every five years and a survey of school district nonpersonnel costs once every two years.

9 * **Sec. 2. TRANSITION.** Until the State Board of Education has established an area cost differential
10 by regulation, as required by sec. 1 of this Act, the Department of Education shall calculate state aid for
11 each school district by using the area cost differential provided in AS 14.17.051, as it existed before the
12 effective date of this Act.

13 * **Sec. 3. REPORT.** The Department of Education shall report to the legislature the methodology
14 used to calculate the area cost differential required by sec. 1 of this Act by January 15, 1992.

1 * Sec. 4. This Act takes effect immediately under AS 01.10.070(c).