

**HOUSE BILL NO. 290**

**IN THE LEGISLATURE OF THE STATE OF ALASKA**

**SEVENTEENTH LEGISLATURE - FIRST SESSION**

**BY REPRESENTATIVES CARNEY, Larson**

**Introduced: 4/19/91**

**Referred: Community & Regional Affairs, Health, Education & Social Services, Finance**

**A BILL**

**FOR AN ACT ENTITLED**

1 "An Act relating to reimbursement of school construction debt; and providing for an  
2 effective date."

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

4 \* **Section 1.** AS 14.11.100(a) is amended to read:

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

7 (1) payments made by the municipality during the fiscal year two years earlier  
8 for the retirement of principal and interest on outstanding bonds, notes, or other indebtedness  
9 incurred before July 1, 1977 to pay costs of school construction;

10 (2) 90 percent of

11 (A) payments made by the municipality during the fiscal year two years  
12 earlier for the retirement of principal and interest on outstanding bonds, notes, or other  
13 indebtedness incurred after June 30, 1977, and before July 1, 1978, to pay costs of school  
14 construction;

1 (B) cash payments made after June 30, 1976, and before July 1, 1978, by  
2 the municipality during the fiscal year two years earlier to pay costs of school  
3 construction;

4 (3) 90 percent of

5 (A) payments made by the municipality during the fiscal year two years  
6 earlier for the retirement of principal and interest on outstanding bonds, notes, or other  
7 indebtedness incurred after June 30, 1978, and before January 1, 1982, to pay costs of  
8 school construction projects approved under AS 14.07.020(a)(11);

9 (B) cash payments made after June 30, 1978, and before July 1, 1982, by  
10 the municipality during the fiscal year two years earlier to pay costs of school  
11 construction projects approved under AS 14.07.020(a)(11);

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

13 (A) payments made by the municipality during the current fiscal year for  
14 the retirement of principal and interest on outstanding bonds, notes, or other indebtedness  
15 incurred after December 31, 1981, and authorized by the qualified voters of the  
16 municipality before July 1, 1983, to pay costs of school construction, additions to schools,  
17 and major rehabilitation projects that exceed \$25,000 and are approved under  
18 AS 14.07.020(a)(11); and

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

23 (C) payments made by the municipality during the current fiscal year for  
24 the retirement of principal and interest on outstanding bonds, notes, or other indebtedness  
25 to pay costs of school construction, additions to schools, and major rehabilitation projects  
26 that exceed \$25,000 and are submitted to the Department of Education for approval under  
27 AS 14.07.020(a)(11) before July 1, 1983, and approved by the qualified voters of the  
28 municipality before October 15, 1983, not to exceed a total project cost of (i) \$6,600,000  
29 if the annual growth rate of average daily membership of the municipality is more than  
30 7 percent but less than 12 percent, or (ii) \$20,000,000 if the annual growth rate of average  
31 daily membership of the municipality is 12 percent or more; payments made by a

1 municipality under this paragraph on total project costs that exceed the amounts set out  
2 in (i) and (ii) of this paragraph are subject to (5)(A) of this subsection;

3 (5) subject to (h), (i), and (j) of this section, 80 percent of

4 (A) payments made by the municipality during the fiscal year for the  
5 retirement of principal and interest on (i) outstanding bonds, notes, or other indebtedness  
6 authorized by the qualified voters of the municipality after June 30, 1983, but before  
7 March 31, 1990, to pay costs of school construction, additions to schools, and major  
8 rehabilitation projects that exceed \$25,000 and are approved under AS 14.07.020(a)(11);  
9 (ii) outstanding bonds, notes, or other indebtedness authorized by the qualified voters of  
10 the municipality before July 1, 1989, and reauthorized before November 1, 1989, to pay  
11 costs of school construction, additions to schools, and major rehabilitation projects that  
12 exceed \$25,000 and are approved under AS 14.07.020(a)(11); and

13 (B) cash payments made after June 30, 1983, by the municipality during  
14 the fiscal year two years earlier to pay costs of school construction, additions to schools,  
15 and major rehabilitation projects that exceed \$25,000 and are approved by the department  
16 before July 1, 1990, under AS 14.07.020(a)(11);

17 (6) subject to (h), (i), and (j) of this section, 70 percent of

18 (A) payments made by the municipality during the fiscal year for the  
19 retirement of principal and interest on outstanding bonds, notes, or other  
20 indebtedness authorized by the qualified voters of the municipality after March 30,  
21 1990, to pay costs of school construction, additions to schools, and major  
22 rehabilitation projects that exceed \$25,000 and are approved under  
23 AS 14.07.020(a)(11); and

24 (B) cash payments made by the municipality during the fiscal year two  
25 years earlier to pay costs of school construction, additions to schools, and major  
26 rehabilitation projects that exceed \$25,000 and are approved by the department  
27 under AS 14.07.020(a)(11).

28 \* Sec. 2. This Act takes effect immediately under AS 01.10.070(c).