

**SENATE BILL NO. 54**

IN THE LEGISLATURE OF THE STATE OF ALASKA

SEVENTEENTH LEGISLATURE - FIRST SESSION

BY SENATORS ADAMS, Shultz

Introduced: 1/21/91

Referred: HESS and Finance

**A BILL****FOR AN ACT ENTITLED**

1 "An Act relating to state aid for education; and providing for an effective date."

2 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**3 \* **Section 1.** AS 14.17.025(a) is amended to read:4 (a) Local contributions to a city or borough school district shall include at least the lesser  
5 of6 (1) the equivalent of a four mill tax levy on the full and true value of the taxable  
7 real and personal property in the district as of January 1, 1990, or as of January 1 of the second  
8 preceding fiscal year, whichever tax is lower, as determined by the Department of Community  
9 and Regional Affairs under AS 14.17.140 and AS 29.45.110; or10 (2) 35 percent of the district's basic need for the preceding fiscal year, as  
11 determined under AS 14.17.021(b).12 \* **Sec. 2.** AS 14.17.041(a) is amended to read:13 (a) For funding communities that have an average daily membership of less than 200 in  
14 grades K-6 or less than 200 in grades 7-12, combined elementary and secondary instructional

1 units are determined under the following table:

2 ADM	No. Instructional Units
3 1 - 10	2
4 11 - 20	$2 + ((ADM-10)/5)$
5 21 - 60	$4 + ((ADM-20)/8)$
6 61 - <u>240</u> [120]	$9 + ((ADM-60)/12)$
7 <u>241</u> [121] - 525	<u><math>24 + ((ADM-240)/14)</math></u> [ $14 + ((ADM-120)/15)$ ]

8 \* Sec. 3. AS 14.17.041(b) is amended to read:

9 (b) For funding communities that are not included under (a) of this section,

10 (1) instructional units for elementary students are determined by the formula: units  
11 = 16 [15] + ((ADM-200)/17), where ADM is the number of students in average daily  
12 membership in grades kindergarten through 6;

13 (2) instructional units for secondary students are determined by the formula: units  
14 = 19 [18] + ((ADM-200)/13), where ADM is the number of students in average daily  
15 membership in grades 7 through 12.

16 \* Sec. 4. AS 14.17.041 is amended by adding new subsections to read:

17 (e) A district with an ADM of 3,000 or less that consists of one funding community shall  
18 increase the elementary and secondary instructional units received under (a) or (b) of this section  
19 by multiplying the instructional units by a percentage determined under the following table:

20 District ADM	Percentage
21 1 - 250	1.12
22 251 - 525	1.08
23 526 - 1000	1.06
24 1001 - 2000	1.04
25 2001 - 3000	1.03

26 (f) A district with an ADM of 1,000 or less that consists of two funding communities  
27 shall increase the elementary and secondary instructional units received under (a) or (b) of this  
28 section by multiplying the instructional units by a percentage determined under the following  
29 table:

30 District ADM	Percentage
31 1 - 250	1.08

1                    251 - 525                    1.04  
2                    526 - 1000                    1.02

3 \* Sec. 5. AS 14.17.056 is amended to read:

4                    Sec. 14.17.056. INSTRUCTIONAL UNIT VALUE. The instructional unit value is  
5                    \$63,000 [\$60,000].

6 \* Sec. 6. This Act takes effect July 1, 1991.