

HOUSE BILL NO. 32  
IN THE LEGISLATURE OF THE STATE OF ALASKA  
EIGHTEENTH LEGISLATURE - FIRST SESSION

BY REPRESENTATIVE CARNEY

Introduced: 1/11/93  
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  
2 an 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  
6 school district, the following sums:

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

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

4 (3) 90 percent of

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

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

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

14 (A) payments made by the municipality during the current fiscal  
15 year for the retirement of principal and interest on outstanding bonds, notes, or  
16 other indebtedness incurred after December 31, 1981, and authorized by the  
17 qualified voters of the municipality before July 1, 1983, to pay costs of school  
18 construction, additions to schools, and major rehabilitation projects that exceed  
19 \$25,000 and are approved under AS 14.07.020(a)(11); and

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

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

1 than 12 percent, or (ii) \$20,000,000 if the annual growth rate of average daily  
2 membership of the municipality is 12 percent or more; payments made by a  
3 municipality under this paragraph on total project costs that exceed the amounts  
4 set out in (i) and (ii) of this paragraph are subject to (5)(A) of this subsection;

5 (5) subject to (h), (i), and (j) of this section, 80 percent of  
6 (A) payments made by the municipality during the fiscal year  
7 for the retirement of principal and interest on

8 (i) outstanding bonds, notes, or other indebtedness  
9 authorized by the qualified voters of the municipality after June 30,  
10 1983, but before March 31, 1990, to pay costs of school construction,  
11 additions to schools, and major rehabilitation projects that exceed  
12 \$25,000 and are approved under AS 14.07.020(a)(11);

13 (ii) outstanding bonds, notes, or other indebtedness  
14 authorized by the qualified voters of the municipality before July 1,  
15 1989, and reauthorized before November 1, 1989, to pay costs of school  
16 construction, additions to schools, and major rehabilitation projects that  
17 exceed \$25,000 and are approved under AS 14.07.020(a)(11); and

18 (B) cash payments made after June 30, 1983, by the  
19 municipality during the fiscal year two years earlier to pay costs of school  
20 construction, additions to schools, and major rehabilitation projects that exceed  
21 \$25,000 and are approved by the department before July 1, 1990, under  
22 AS 14.07.020(a)(11);

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

24 (A) payments made by the municipality during the fiscal  
25 year for the retirement of principal and interest on outstanding bonds,  
26 notes, or other indebtedness authorized by the qualified voters of the  
27 municipality after March 30, 1990, to pay costs of school construction,  
28 additions to schools, and major rehabilitation projects that exceed \$50,000  
29 and are approved under AS 14.07.020(a)(11); and

30 (B) cash payments made by the municipality during the  
31 fiscal year two years earlier to pay costs of school construction, additions

1                    to schools, and major rehabilitation projects that exceed \$50,000 and are  
2                    approved by the department under AS 14.07.020(a)(11).

3                    \* Sec. 2. AS 14.11.102 is amended by adding a new subsection to read:

4                    (b) The department shall evaluate projects for which retirement of school  
5                    construction debt is requested. In evaluating projects the department shall consider at  
6                    least the following factors:

7                                    (1) emergency requirements;

8                                    (2) number of unhoused students;

9                                    (3) new elementary or secondary programs;

10                                  (4) existing regional, community, and school facilities, and their  
11                    condition;

12                                  (5) alternate education program options for accomplishing the project's  
13                    objectives; and

14                                  (6) economic and social stability of the community.

15                    \* Sec. 3. This Act takes effect immediately under AS 01.10.070(c).