

CS FOR SPONSOR SUBSTITUTE FOR SENATE BILL NO. 301(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

EIGHTEENTH LEGISLATURE - SECOND SESSION

BY THE SENATE FINANCE COMMITTEE

Offered: 5/4/94

Referred: Rules

Sponsor(s): SENATOR TAYLOR

A BILL

FOR AN ACT ENTITLED

1 "An Act allowing a school district to offset a reduction of five percent or more
2 in elementary and secondary school instructional units that the district is eligible
3 to receive under the foundation formula; and providing for an effective date."

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

5 * **Section 1.** AS 14.17.031(b) is amended to read:

6 (b) If the total elementary and secondary instructional units that a school
7 district is eligible to receive under (a) of this section decrease by at least five but less
8 than 25 [10] percent [OR MORE] from one fiscal year to the next, the school district
9 may use the last fiscal year before the reduction as a base fiscal year and offset its
10 reduction according to the following schedule: (1) for the first fiscal year after the base
11 fiscal year, the school district is eligible to receive the total elementary and secondary
12 instructional units determined under (a)(1) of this section plus 75 percent of the
13 difference in total elementary and secondary instructional units between the base fiscal
14 year and the first fiscal year after the base fiscal year; (2) for the second fiscal year

1 after the base fiscal year, the school district is eligible to receive the total elementary
2 and secondary instructional units determined under (a)(1) of this section plus 50
3 percent of the difference in total elementary and secondary instructional units between
4 the base fiscal year and the second fiscal year after the base fiscal year; (3) for the
5 third fiscal year after the base fiscal year, the school district is eligible to receive the
6 total elementary and secondary instructional units determined under (a)(1) of this
7 section plus 25 percent of the difference in total elementary and secondary instructional
8 units between the base fiscal year and the third fiscal year after the base fiscal year.
9 The schedule established in this subsection is available to a school district for the three
10 fiscal years following the base fiscal year only if the total elementary and secondary
11 instructional units received by the school district under (a)(1) of this section for each
12 fiscal year are less than the total elementary and secondary instructional units received
13 by the school district in the base fiscal year. This subsection does not apply to a
14 decrease in total elementary and secondary instructional units resulting from a loss of
15 enrollment that occurs as a result of a boundary change under AS 29.

16 * Sec. 2. AS 14.17.031 is amended by adding new subsections to read:

17 (c) If the total elementary and secondary instructional units that a school
18 district is eligible to receive under (a) of this section decrease by at least 25 percent
19 but less than 50 percent from one fiscal year to the next, the school district may use
20 the last fiscal year before the reduction as a base fiscal year and offset its reduction
21 according to the following schedule: (1) for the first fiscal year after the base fiscal
22 year, the school district is eligible to receive the total elementary and secondary
23 instructional units determined under (a)(1) of this section plus 67 percent of the
24 difference in total elementary and secondary instructional units between the base fiscal
25 year and the first fiscal year after the base fiscal year; (2) for the second fiscal year
26 after the base fiscal year, the school district is eligible to receive the total elementary
27 and secondary instructional units determined under (a)(1) of this section plus 33
28 percent of the difference in total elementary and secondary instructional units between
29 the base fiscal year and the second fiscal year after the base fiscal year. The schedule
30 established in this subsection is available to a school district for the two fiscal years
31 following the base fiscal year only if the total elementary and secondary instructional

1 units received by the school district under (a)(1) of this section for each fiscal year are
2 less than the total elementary and secondary instructional units received by the school
3 district in the base fiscal year. This subsection does not apply to a decrease in total
4 elementary and secondary instructional units resulting from a loss of enrollment that
5 occurs as a result of a boundary change under AS 29.

6 (d) If the total elementary and secondary instructional units that a school
7 district is eligible to receive under (a) of this section decrease by 50 percent or more
8 from one fiscal year to the next, the school district may use the last fiscal year before
9 the reduction as a base fiscal year and offset its reduction. For the first fiscal year
10 after the base fiscal year, the school district is eligible to receive the total elementary
11 and secondary instructional units determined under (a)(1) of this section plus 50
12 percent of the difference in total elementary and secondary instructional units between
13 the base fiscal year and the first fiscal year after the base fiscal year. The schedule
14 established in this subsection is available to a school district for one fiscal year
15 following the base fiscal year. This subsection does not apply to a decrease in total
16 elementary and secondary instructional units resulting from a loss of enrollment that
17 occurs as a result of a boundary change under AS 29.

18 * Sec. 3. This Act takes effect July 1, 1994.