

Introduced: 1/14/76
Referred: Finance

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE SENATE

2 SENATE BILL NO. 491 am

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, however, if either the lessee's
18 interest, or some portion of it, or improvements on the property are
19 subject to taxation by or payments in lieu of taxes to the political
20 subdivision, then the additional yearly allotment for that property
21 shall be one half of the entitlement computed under (a) of this section.
22 If both the lessee's interest, or some portion of it, and improvements
23 on the property are subject to taxation or payment in lieu of taxes
24 to the political subdivision, then the additional yearly allotment for
25 that property shall be one fourth of the entitlement computed
26 under (a) of this section [EVEN THOUGH THE LESSEE'S INTEREST, OR AN
27 IMPROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
28 POLITICAL SUBDIVISION OF THE STATE].

29 * Sec. 2. This Act takes effect on July 1, 1976.

"An Act relating to state aid to school districts affected by state activities; effective date."

COMMITTEE REPORT

9

5/6/76

HOUSE

Mr. Speaker:

Date _____

The Committee on FINANCE has had SB 491 am

under consideration. A Majority of the members of the Committee

() recommends it DO PASS

() recommends it DO NOT PASS

() recommends it DO PASS WITH ATTACHED AMENDMENT(S)

() recommends it BE REPLACED WITH CS FOR _____ AND THAT

CS FOR _____ DO PASS

() "and" recommends it BE REFERRED TO THE _____

COMMITTEE

() reports it back WITHOUT RECOMMENDATION

() "other"

Members signing the Majority report:

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Members NOT concurring in the Majority report:

_____	recommends:
_____	recommends:
_____	recommends:
_____	recommends:
_____	recommends:

_____ Chairman

"An Act relating to state aid to school districts affected by state activities; and providing for an effective date."

COMMITTEE REPORT

5/3/76

HOUSE

FINANCE

Mr. Speaker:

Date

5-4-76

The Committee on SELECT EDUCATION has had SB 491 am

under consideration. A Majority of the members of the Committee

recommends it DO PASS

recommends it DO NOT PASS

recommends it DO PASS WITH ATTACHED AMENDMENT(S)

recommends it BE REPLACED WITH CS FOR _____ AND THAT

CS FOR _____ DO PASS

"and" recommends it BE REFERRED TO THE _____

COMMITTEE

reports it back WITHOUT RECOMMENDATION

"other"

Members signing the Majority report:

Charles H. P.
Kathryn Ostrosky - Do Pass Lupine (S.)
Alvin Osterbach - Do Pass Helen Brown
Laura T.
Blenn Hackney " " ...

Members NOT concurring in the Majority report:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

Charles H. P. Chairman

AMENDMENT #1

OFFERED IN THE HOUSE:

By: ~~Select Committee on~~
Education

To: _____ HOUSE BILL No. _____

SENATE BILL No. SB 491 am

PAGE: 1

LINE: 29

Delete "1976" and insert "1977".

Page 1, ~~XXXX~~ between lines 28 and 29, ~~insert a new~~
not section to read:

~~Section 14.17.215 (c)~~

"Any student claimed for an entitlement under Federal Impact
Aid P.L. 874 shall not qualify for funds under this section."

** See 2. AS 14.17.215 is amended by
adding a new subsection to read:*

(c) "

Remember following section."

Amendment to S.B. #491 am . . .

Add a new section 14.17.215 (c) to read:

Any student claimed for an entitlement under Federal Impact Aid P. L. 874 shall not qualify for funds under this section.

Introduced: 1/14/76
Referred: Finance

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE SENATE

2 SENATE BILL NO. 491 am

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, however, if either the lessee's
18 interest, or some portion of it, or improvements on the property are
19 subject to taxation by or payments in lieu of taxes to the political
20 subdivision, then the additional yearly allotment for that property
21 shall be one half of the entitlement computed under (a) of this section.
22 If both the lessee's interest, or some portion of it, and improvements
23 on the property are subject to taxation or payment in lieu of taxes
24 to the political subdivision, then the additional yearly allotment for
25 that property shall be one fourth of the entitlement computed
26 under (a) of this section [EVEN THOUGH THE LESSEE'S INTEREST, OR AN
27 IMPROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
28 POLITICAL SUBDIVISION OF THE STATE].

29 * Sec. 2. This Act takes effect on July 1, 1976.

*insert
new
section*

1977

Introduced: 1/14/76
Referred: Finance

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE SENATE

2 SENATE BILL NO. 491 am

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, however, if either the lessee's
18 interest, or some portion of it, or improvements on the property are
19 subject to taxation by or payments in lieu of taxes to the political
20 subdivision, then the additional yearly allotment for that property
21 shall be one half of the entitlement computed under (a) of this section
22 If both the lessee's interest, or some portion of it, and improvements
23 on the property are subject to taxation or payment in lieu of taxes
24 to the political subdivision, then the additional yearly allotment for
25 that property shall be one fourth of the entitlement computed
26 under (a) of this section [EVEN THOUGH THE LESSEE'S INTEREST, OR AN
IMPROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
POLITICAL SUBDIVISION OF THE STATE].

. This Act takes effect on July 1, 1976.

REF. COPY

191
JAN 14 1976

SB 491

The Honorable Chancy Croft
President of the Senate
Alaska State Legislature
Juneau, Alaska 99811

Dear Mr. President:

In accordance with AS 24.30.060(b) and the Uniform Rules of the Alaska State Legislature, I am transmitting a bill relating to State aid to school districts affected by State activities. The bill amends AS 14.17.2.5(b) which defines "State property" for the purpose of determining a school district's entitlement to State aid under AS 14.17.215(a). The program created under sec. 215(a) compensates local districts for their loss in tax revenues as a result of certain non-taxable State activities.

The amendments to the statute are proposed to close certain "loopholes" which have required that money be paid under the program for reasons unrelated to its purpose. The first change limits the basis for entitlement to funds under this program to activities on State property located within the school district's boundaries, rather than on property any where in the State as the law currently permits. This change is appropriate because the rationale behind the program (i.e., to compensate the local district for the loss in its tax revenues because the State property, otherwise taxable by the district were it not for the State's interest, is not taxable) is inapplicable to property located outside the district because the local municipality would be unable to tax it even if it were privately held.

The second change eliminates entitlement to funds under this program based on activities on property leased from the State where the lessee's interest is subject to taxation by the political subdivision in which it is located. This is appropriate because if the property is subject to taxation, the underlying reason for the State's implementing the program no longer applies with respect to that property as the locality can derive tax revenues from it.

The third change eliminates from the condition for entitlement to funds under this program the determination of whether the property involved is subject to taxation or

payments in lieu of taxation by the State. Since the purpose of the program is to compensate localities for their inability to tax State property, the question to be determined for establishing entitlement is, logically, only whether or not the subject property is taxable by the affected political subdivision. Whether or not the property may be taxed by the State is irrelevant to furthering the purpose of this program.

Sincerely,

Jay S. Hammond
Governor

MEMORANDUM

SB 491

TO: Fran Ulmer, Legislative Assistant
Office of the Governor

DATE : December 12, 1975

FROM: *K.C.G.*
Kenneth C. Grieser, Deputy Director
Management, Law and Finance
Department of Education

SUBJECT: Fiscal Note--Amendments
to "Mini 874"

The elimination of property outside the boundaries of the school district would have a negative impact of about \$576,000 for FY 76.

Regarding the second and third change, our records do not differentiate out leased state property. However, we do know of large sections, such as the airport areas in Anchorage and Fairbanks, and the Teamster Mall in Anchorage, that contain private taxable property.

The dollars generated by these three areas are as follows:

Anchorage Airport	1,081,546
Fairbanks Airport	300,644
Teamster Mall	71,651

We estimate that about 50% of the airport areas would contain private taxable property or \$691,095. This amount plus the Teamster Mall would result in a negative impact of \$762,746. An estimate of other properties in this category which we currently have no record of would round this figure off at \$800,000.

Therefore, the total impact of this amendment reduces the G.F. needed to fund this law by \$1,376,000.

The Legislature of the State of Alaska
FISCAL NOTE

Second Session - Ninth Legislature

I. REQUEST
 Bill No. SB 491
 Title: An Act relating to state aid to school districts affected by state activities.
 Requested by: Fran Ulmer Date: 11/21/75
 Return Date Requested: ASAR
 Agency: Education Program: _____

II. FISCAL DETAIL
 Budget Request Unit(s) Affected: Financial Support Services
 A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	1,376,000	1,376,000				
TOTAL						

B. FUNDING: (Thousands of dollars)

8

GENERAL FUND	1,376,000	1,376,000				
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

IV. ATTACHMENTS

V. DATE: 1/12/76 PREPARED BY: Marshall Lind

March 1964

1. About how many students associated with property outside city or Borough school Dist?
 467,190
 109,913
 576,603
 includes 139 pipeline for Anch. 965 + 226 (work on ferry systems) nearly all Southeast. 67,294 pipeline

2. How many students associated with land leased from the state but has taxable property constructed on it?

$1936.54 \times 25\% = 489.13$

Len

Airport Area - Leameters Mall.

Anch - 2,234 = 1,081,596 148 = 71,651
 Plop 621 300,649

2,030,444

If you have any questions let me know
 Len

ALASKA STATE LEGISLATURE

NINTH Legislature SECOND Session

SENATE BILL NO. 491

By THE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

"An Act relating to state aid to school districts affected by state activities; and providing for an effective date."

state aid to school districts

Introduced in the Senate 1/14, 1976

HISTORY IN THE SENATE

1976	1 14	Read first time and referred to Committee on Finance
	1 22	Reported back with recommendation that <i>do pass</i>
	2 15	<i>To Rules</i> Fin: <i>do pass w/amend to Rules</i>
	2 20	<i>enclosures returned to Rules</i>
	2 23	Read second time and <i>advanced</i>
	3 22	<i>Read + advanced</i>
	2 3	Read third time and
	2 4	<i>Recor taken up - returned to Finance</i>
	3 22	<i>Read 3rd time</i>
	2 3	<i>Failed</i> PASS Effective Date Yeas 8 Yeas Nays 10 Nays Absent 0 Absent Excused 2 Excused
	2 3	<i>Notice of Reconsideration</i> PASS Effective Date Yeas 11 Yeas 16 Nays 6 Nays 1 Absent 0 Absent 0 Excused 3 Excused 3
	3 22	Reported correctly engrossed
	3 22	Signed by President
	3 22	Sent to House

Ray Mulligan
SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19	Mar 23	Read first time and referred to Committee on <i>Health and Finance</i>
	Apr 30	<i>(Gross waived)</i> <i>Select Ed + Finance</i> Reported back with recommendation that
		Read second time and
		Read third time and
		PASS Effective Date Yeas Yeas Nays Nays Absent Absent Excused Excused
		Reconsideration PASS Effective Date Yeas Yeas Nays Nays Absent Absent Excused Excused
		Reported correctly engrossed
		Signed by Speaker
		Returned to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19		Received from House
		Reported correctly enrolled
		Sent to Governor
	 By Governor
		Filed with Lt. Governor
		Chapter No.

Introduced: 1/14/76
Referred: Finance

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE SENATE

2 SENATE BILL NO. 491 am

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, however, if either the lessee's
18 interest, or some portion of it, or improvements on the property are
19 subject to taxation by or payments in lieu of taxes to the political
20 subdivision, then the additional yearly allotment for that property
21 shall be one half of the entitlement computed under (a) of this section.
22 If both the lessee's interest, or some portion of it, and improvements
23 on the property are subject to taxation or payment in lieu of taxes
24 to the political subdivision, then the additional yearly allotment for
25 that property shall be one fourth of the entitlement computed
26 under (a) of this section [EVEN THOUGH THE LESSEE'S INTEREST, OR AN
27 IMPROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
28 POLITICAL SUBDIVISION OF THE STATE].

29 * Sec. 2. This Act takes effect on July 1, 1976.

Introduced: 1/14/76
Referred: Finance

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE SENATE

2 SENATE BILL NO. 491 am

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, however, if either the lessee's
18 interest, or some portion of it, or improvements on the property are
19 subject to taxation by or payments in lieu of taxes to the political
20 subdivision, then the additional yearly allotment for that property
21 shall be one half of the entitlement computed under (a) of this section.
22 If both the lessee's interest, or some portion of it, and improvements
23 on the property are subject to taxation or payment in lieu of taxes
24 to the political subdivision, then the additional yearly allotment for
25 that property shall be one fourth of the entitlement computed
26 under (a) of this section [EVEN THOUGH THE LESSEE'S INTEREST, OR AN
27 IMPROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
28 POLITICAL SUBDIVISION OF THE STATE].

29 * Sec. 2. This Act takes effect on July 1, 1976.

Introduced: 1/14/76
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 491

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, if the lessee's interest in both
18 the property and improvements is not subject to taxation by the
19 political subdivision [EVEN THOUGH THE LESSEE'S INTEREST, OR AN IM-
20 PROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
21 POLITICAL SUBDIVISION OF THE STATE].

22 * Sec. 2. This Act takes effect on July 1, 1976.
23
24
25
26
27
28
29

Introduced: 1/14/76
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 491

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, if the lessee's interest in both
18 the property and improvements is not subject to taxation by the
19 political subdivision [EVEN THOUGH THE LESSEE'S INTEREST, OR AN IM-
20 PROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
21 POLITICAL SUBDIVISION OF THE STATE].

22 * Sec. 2. This Act takes effect on July 1, 1976.
23
24
25
26
27
28
29

Introduced: 1/14/76
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 491

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, if the lessee's interest in both
18 the property and improvements is not subject to taxation by the
19 political subdivision [EVEN THOUGH THE LESSEE'S INTEREST, OR AN IM-
20 PROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
21 POLITICAL SUBDIVISION OF THE STATE].

22 * Sec. 2. This Act takes effect on July 1, 1976.
23
24
25
26
27
28
29

Introduced: 1/14/76
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 491

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, if the lessee's interest in both
18 the property and improvements is not subject to taxation by the
19 political subdivision [EVEN THOUGH THE LESSEE'S INTEREST, OR AN IM-
20 PROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
21 POLITICAL SUBDIVISION OF THE STATE].

22 * Sec. 2. This Act takes effect on July 1, 1976.
23
24
25
26
27
28
29

2.196
JAN 14 1976

SB 491

The Honorable Chancy Croft
President of the Senate
Alaska State Legislature
Juneau, Alaska 99811

Dear Mr. President:

In accordance with AS 24.30.060(b) and the Uniform Rules of the Alaska State Legislature, I am transmitting a bill relating to State aid to school districts affected by State activities. The bill amends AS 14.17.2.5(b) which defines "State property" for the purpose of determining a school district's entitlement to State aid under AS 14.17.215(a). The program created under sec. 215(a) compensates local districts for their loss in tax revenues as a result of certain non-taxable State activities.

The amendments to the statute are proposed to close certain "loopholes" which have required that money be paid under the program for reasons unrelated to its purpose. The first change limits the basis for entitlement to funds under this program to activities on State property located within the school district's boundaries, rather than on property any where in the State as the law currently permits. This change is appropriate because the rationale behind the program (i.e., to compensate the local district for the loss in its tax revenues because the State property, otherwise taxable by the district were it not for the State's interest, is not taxable) is inapplicable to property located outside the district because the local municipality would be unable to tax it even if it were privately held.

The second change eliminates entitlement to funds under this program based on activities on property leased from the State where the lessee's interest is subject to taxation by the political subdivision in which it is located. This is appropriate because if the property is subject to taxation, the underlying reason for the State's implementing the program no longer applies with respect to that property as the locality can derive tax revenues from it.

The third change eliminates from the condition for entitlement to funds under this program the determination of whether the property involved is subject to taxation or

payments in lieu of taxation by the State. Since the purpose of the program is to compensate localities for their inability to tax State property, the question to be determined for establishing entitlement is, logically, only whether or not the subject property is taxable by the affected political subdivision. Whether or not the property may be taxed by the State is irrelevant to furthering the purpose of this program.

Sincerely,

Jay S. Hammond
Governor

STATE
of ALASKA**MEMORANDUM**

SB 491

TO: Fran Ulmer, Legislative Assistant
Office of the Governor

DATE : December 12, 1975

FROM: Kenneth C. Grieser, Deputy Director
Management, Law and Finance
Department of EducationSUBJECT: Fiscal Note--Amendments
to "Mini 874"

The elimination of property outside the boundaries of the school district would have a negative impact of about \$576,000 for FY 76.

Regarding the second and third change, our records do not differentiate out leased state property. However, we do know of large sections, such as the airport areas in Anchorage and Fairbanks, and the Teamster Mall in Anchorage, that contain private taxable property.

The dollars generated by these three areas are as follows:

Anchorage Airport	1,081,546
Fairbanks Airport	300,644
Teamster Mall	71,651

We estimate that about 50% of the airport areas would contain private taxable property or \$691,095. This amount plus the Teamster Mall would result in a negative impact of \$762,746. An estimate of other properties in this category which we currently have no record of would round this figure off at \$800,000.

Therefore, the total impact of this amendment reduces the G.F. needed to fund this law by \$1,376,000.

The Legislature of the State of Alaska
FISCAL NOTE

Second Session - Ninth Legislature

I. REQUEST

Bill No. SB 491
 Title: An Act relating to state aid to school districts affected by state activities
 Requested by: Fran Ulmer Date: 11/21/75
 Return Date Requested: ASAP
 Agency: Education Program: _____

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Financial Support Services

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	1,376,000	1,376,000				
TOTAL						

B. FUNDING: (Thousands of dollars)

8

GENERAL FUND	1,376,000	1,376,000				
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

IV. ATTACHMENTS

V. DATE: 1/2/76 PREPARED BY: Marshall Lind

11/11/14

1. About how many students associate with property outside city or Borough School Dist?

467,190

109,913

576,603

← 965 + 226 (work on ferry systems) nearly all Southwest
includes 139 pipeline for Anch. 67,299 pipeline

2. How many students associate with land leased from the State but has taxable property constructed on it?

$$1936.59 \times 25\% = 484.13$$

Ben

Airport Area - Leameters Mall.

Anch. 2.234 = 1,081,546 148 = 71,651

Dlyp 621 300,649

2,030,444

If you have any questions let me know
Ben

91
JAN 14 1976

SB 491

The Honorable Chancy Croft
President of the Senate
Alaska State Legislature
Juneau, Alaska 99811

Dear Mr. President:

In accordance with AS 24.30.060(b) and the Uniform Rules of the Alaska State Legislature, I am transmitting a bill relating to State aid to school districts affected by State activities. The bill amends AS 14.17.2.5(b) which defines "State property" for the purpose of determining a school district's entitlement to State aid under AS 14.17.215(a). The program created under sec. 215(a) compensates local districts for their loss in tax revenues as a result of certain non-taxable State activities.

The amendments to the statute are proposed to close certain "loopholes" which have required that money be paid under the program for reasons unrelated to its purpose. The first change limits the basis for entitlement to funds under this program to activities on State property located within the school district's boundaries, rather than on property anywhere in the State as the law currently permits. This change is appropriate because the rationale behind the program (i.e., to compensate the local district for the loss in its tax revenues because the State property, otherwise taxable by the district were it not for the State's interest, is not taxable) is inapplicable to property located outside the district because the local municipality would be unable to tax it even if it were privately held.

The second change eliminates entitlement to funds under this program based on activities on property leased from the State where the lessee's interest is subject to taxation by the political subdivision in which it is located. This is appropriate because if the property is subject to taxation, the underlying reason for the State's implementing the program no longer applies with respect to that property as the locality can derive tax revenues from it.

The third change eliminates from the condition for entitlement to funds under this program the determination of whether the property involved is subject to taxation or

payments in lieu of taxation by the State. Since the purpose of the program is to compensate localities for their inability to tax State property, the question to be determined for establishing entitlement is, logically, only whether or not the subject property is taxable by the affected political subdivision. Whether or not the property may be taxed by the State is irrelevant to furthering the purpose of this program.

Sincerely,

Jay S. Hammond
Governor

STATE
of ALASKA

MEMORANDUM

SB 491

TO: Fran Ulmer, Legislative Assistant
Office of the Governor

DATE : December 12, 1975

FROM: *K.C.G.*
Kenneth C. Grieser, Deputy Director
Management, Law and Finance
Department of EducationSUBJECT: Fiscal Note--Amendments
to "Mini 874"

The elimination of property outside the boundaries of the school district would have a negative impact of about \$576,000 for FY 76.

Regarding the second and third change, our records do not differentiate out leased state property. However, we do know of large sections, such as the airport areas in Anchorage and Fairbanks, and the Teamster Mall in Anchorage, that contain private taxable property.

The dollars generated by these three areas are as follows:

Anchorage Airport	1,081,546
Fairbanks Airport	300,644
Teamster Mall	71,651

We estimate that about 50% of the airport areas would contain private taxable property or \$691,095. This amount plus the Teamster Mall would result in a negative impact of \$762,746. An estimate of other properties in this category which we currently have no record of would round this figure off at \$800,000.

Therefore, the total impact of this amendment reduces the G.F. needed to fund this law by \$1,376,000.

The Legislature of the State of Alaska
FISCAL NOTE

Second Session - Ninth Legislature

I. REQUEST

Bill No. SB 491

Title: An Act relating to state aid to school districts affected by state activities

Requested by: Fran Uimer Date: 11/21/75

Return Date Requested: ASAP

Agency: Education Program: _____

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Financial Support Services

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	1,376,000	1,376,000				
TOTAL						

B. FUNDING: (Thousands of dollars)

8

GENERAL FUND	1,376,000	1,376,000				
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

IV. ATTACHMENTS

V. DATE: 12/1/75

PREPARED BY: Marshall Lind

11/11/68

1. About how many students associated with property outside city or Borough School Dist?

467,190

109,913

576,603

includes 965 + 226 (work on ferry systems) nearly all Southeast
for Ancker. 68,299 pipeline

2. How many students associated with land leased from the state but has taxable property constructed on it?

$1936.59 \times 25\% = 489.13$

Jim

Airport Area - Leameters Mall -

Anck - 2.234 = 1,081,196 14.8 = 71,651

Pop - 621 300,649

2,030,444

If you have any questions let me know
Jim

Introduced: 1/14/76
Referred: Finance

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE SENATE

2 SENATE BILL NO. 491 am

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, however, if either the lessee's
18 interest, or some portion of it, or improvements on the property are
19 subject to taxation by or payments in lieu of taxes to the political
20 subdivision, then the additional yearly allotment for that property
21 shall be one half of the entitlement computed under (a) of this section.
22 If both the lessee's interest, or some portion of it, and improvements
23 on the property are subject to taxation or payment in lieu of taxes
24 to the political subdivision, then the additional yearly allotment for
25 that property shall be one fourth of the entitlement computed
26 under (a) of this section [EVEN THOUGH THE LESSEE'S INTEREST, OR AN
27 IMPROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
28 POLITICAL SUBDIVISION OF THE STATE].

29 * Sec. 2. This Act takes effect on July 1, 1976.

"An Act relating to state aid to school districts affected by state activities; effective date."

COMMITTEE REPORT

9

5/6/76

HOUSE

Mr. Speaker:

Date _____

The Committee on FINANCE has had SB 491 am

under consideration. A Majority of the members of the Committee

() recommends it DO PASS

() recommends it DO NOT PASS

() recommends it DO PASS WITH ATTACHED AMENDMENT(S)

() recommends it BE REPLACED WITH CS FOR _____ AND THAT

CS FOR _____ DO PASS

() "and" recommends it BE REFERRED TO THE _____

COMMITTEE

() reports it back WITHOUT RECOMMENDATION

() "other"

Members signing the Majority report:

Members NOT concurring in the Majority report:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

Chairman

"An Act relating to state aid to school districts affected by state activities; and providing for an effective date."

COMMITTEE REPORT

5/3/76

HOUSE

FINANCE

Mr. Speaker:

Date 5-4-76

The Committee on SELECT EDUCATION has had SB 491 am

under consideration. A Majority of the members of the Committee

recommends it DO PASS

recommends it DO NOT PASS

recommends it DO PASS WITH ATTACHED AMENDMENT(S)

recommends it BE REPLACED WITH CS FOR _____ AND THAT

CS FOR _____ DO PASS

"and" recommends it BE REFERRED TO THE _____

COMMITTEE

reports it back WITHOUT RECOMMENDATION

"other"

Members signing the Majority report:

Charles H. P.
Kathryn Ostroby - Do Pass Lupia & Swanson Do Pass
Alvin Osterbach - Do Pass Helen Brown Do Pass
Laura T. ... Jim Hill - Do Pass
Steve Hackney

Members NOT concurring in the Majority report:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

Charles H. P. Chairman

AMENDMENT #1

OFFERED IN THE HOUSE:

By: ~~Select Committee on~~
Education

To: _____ HOUSE BILL No. _____

SENATE BILL No. SB 491 am

PAGE: 1

LINE: 29

Delete "1976" and insert "1977".

put Page 1, ~~XXXX~~ between lines 28 and 29, ~~insert a new~~
section to read:

~~Section 14.17.215~~ (c)

→ "Any student claimed for an entitlement under Federal Impact
Aid P.L. 874 shall not qualify for funds under this section."

** See 2. AS 14.17.215 is amended by
adding a new subsection to read:*

(c) "

Remember following section. "

Amendment to S.B. #491 am . . .

Add a new section 14.17.215 (c) to read:

Any student claimed for an entitlement under Federal Impact Aid P. L. 874 shall not qualify for funds under this section.

Introduced: 1/14/76
Referred: Finance

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE SENATE

2 SENATE BILL NO. 491 am

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, however, if either the lessee's
18 interest, or some portion of it, or improvements on the property are
19 subject to taxation by or payments in lieu of taxes to the political
20 subdivision, then the additional yearly allotment for that property
21 shall be one half of the entitlement computed under (a) of this section
22 If both the lessee's interest, or some portion of it, and improvements
23 on the property are subject to taxation or payment in lieu of taxes
24 to the political subdivision, then the additional yearly allotment for
25 that property shall be one fourth of the entitlement computed
26 under (a) of this section [EVEN THOUGH THE LESSEE'S INTEREST, OR AN
27 IMPROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
28 POLITICAL SUBDIVISION OF THE STATE].

29 * Sec. 2. This Act takes effect on July 1, 1976.

*insert
new
section*

Introduced: 1/14/76
Referred: Finance

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE SENATE

2 SENATE BILL NO. 491 am

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, however, if either the lessee's
18 interest, or some portion of it, or improvements on the property are
19 subject to taxation by or payments in lieu of taxes to the political
20 subdivision, then the additional yearly allotment for that property
21 shall be one half of the entitlement computed under (a) of this section
22 If both the lessee's interest, or some portion of it, and improvements
23 on the property are subject to taxation or payment in lieu of taxes
24 to the political subdivision, then the additional yearly allotment for
25 that property shall be one fourth of the entitlement computed
26 under (a) of this section [EVEN THOUGH THE LESSEE'S INTEREST, OR AN
27 IMPROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
28 POLITICAL SUBDIVISION OF THE STATE].

29 * Sec. 2. This Act takes effect on July 1, 1976.

191
JAN 14 1976

SB 491

The Honorable Chancy Croft
President of the Senate
Alaska State Legislature
Juneau, Alaska 99811

Dear Mr. President:

In accordance with AS 24.30.060(b) and the Uniform Rules of the Alaska State Legislature, I am transmitting a bill relating to State aid to school districts affected by State activities. The bill amends AS 14.17.2.5(b) which defines "State property" for the purpose of determining a school district's entitlement to State aid under AS 14.17.215(a). The program created under sec. 215(a) compensates local districts for their loss in tax revenues as a result of certain non-taxable State activities.

The amendments to the statute are proposed to close certain "loopholes" which have required that money be paid under the program for reasons unrelated to its purpose. The first change limits the basis for entitlement to funds under this program to activities on State property located within the school district's boundaries, rather than on property any where in the State as the law currently permits. This change is appropriate because the rationale behind the program (i.e., to compensate the local district for the loss in its tax revenues because the State property, otherwise taxable by the district were it not for the State's interest, is not taxable) is inapplicable to property located outside the district because the local municipality would be unable to tax it even if it were privately held.

The second change eliminates entitlement to funds under this program based on activities on property leased from the State where the lessee's interest is subject to taxation by the political subdivision in which it is located. This is appropriate because if the property is subject to taxation, the underlying reason for the State's implementing the program no longer applies with respect to that property as the locality can derive tax revenues from it.

The third change eliminates from the condition for entitlement to funds under this program the determination of whether the property involved is subject to taxation or

payments in lieu of taxation by the State. Since the purpose of the program is to compensate localities for their inability to tax State property, the question to be determined for establishing entitlement is, logically, only whether or not the subject property is taxable by the affected political subdivision. Whether or not the property may be taxed by the State is irrelevant to furthering the purpose of this program.

Sincerely,

Jay S. Hammond
Governor

MEMORANDUM

SB 491

TO: Fran Ulmer, Legislative Assistant
Office of the Governor

DATE : December 12, 1975

FROM: *K.C.G.*
Kenneth C. Grieser, Deputy Director
Management, Law and Finance
Department of Education

SUBJECT: Fiscal Note--Amendments
to "Mini 874"

The elimination of property outside the boundaries of the school district would have a negative impact of about \$576,000 for FY 76.

Regarding the second and third change, our records do not differentiate out leased state property. However, we do know of large sections, such as the airport areas in Anchorage and Fairbanks, and the Teamster Mall in Anchorage, that contain private taxable property.

The dollars generated by these three areas are as follows:

Anchorage Airport	1,081,546
Fairbanks Airport	300,644
Teamster Mall	71,651

We estimate that about 50% of the airport areas would contain private taxable property or \$691,095. This amount plus the Teamster Mall would result in a negative impact of \$762,746. An estimate of other properties in this category which we currently have no record of would round this figure off at \$800,000.

Therefore, the total impact of this amendment reduces the G.F. needed to fund this law by \$1,376,000.

The Legislature of the State of Alaska
FISCAL NOTE

Second Session - Ninth Legislature

I. REQUEST

Bill No.

SB 491

Title: An Act relating to state aid to school districts affected by state activities.

Requested by: Fran Ulmer

Date: 11/21/75

Return Date Requested: ASAR

Agency: Education

Program: _____

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Financial Support Services

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	1,376,000	1,376,000				
TOTAL						

B. FUNDING: (Thousands of dollars)

8

GENERAL FUND	1,376,000	1,376,000				
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

IV. ATTACHMENTS

V. DATE: 1/12/76

PREPARED BY: Marshall Lind

01/11/11 314

1. About how many students associated with property outside city or Borough school Dist?

467,190

109,913

576,603

← 965 + 226 (work on ferry systems)
includes 139 pipeline
for Anch. 67,294 pipeline
nearly all Southeast.

2. How many students associated with land leased from the state but has taxable property constructed on it?

$$1936.54 \times 25\% = 489.13$$

Len

Airport Area - Leameters Hill.

Anch - 2.234 = 1,081,396

148 = 71,651

Dly - 621 = 300,649

2,030,444

If you have
any questions
let me know
Jen

ALASKA STATE LEGISLATURE

NINTH Legislature SECOND Session

SENATE BILL NO. 491

By THE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

"An Act relating to state aid to school districts affected by state activities; and providing for an effective date."

state aid to school districts

Introduced in the Senate 1/14, 1976

HISTORY IN THE SENATE

1976	1 14	Read first time and referred to Committee on Finance
	1 22	Reported back with recommendation that <i>do pass</i> TO RULES
	2 18	<i>File do pass w/amend to rules</i>
	2 20	<i>enclosures returned to Rules</i>
	2 23	Read second time and advanced
	3 22	Read + advanced
	2 3	Read third time and
	2 4	<i>Reg. taken up returned to Finance</i>
	3 22	Read 3rd time
	2 3	<i>Failed</i> PASS Effective Date Yeas 8 Yeas Nays 10 Nays Absent 0 Absent Excused 2 Excused
	2 3	<i>Notice of Reconsideration</i> PASS Effective Date Yeas 11 Yeas 16 Nays 6 Nays 1 Absent 0 Absent 0 Excused 3 Excused 3
	3 22	Reported correctly engrossed
	3 22	Signed by President
	3 22	Sent to House

Roger Mullen
SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19	Mar 23	Read first time and referred to Committee on <i>Health and Finance</i>
	Apr 30	<i>(New version)</i> Select Ed + Finance Reported back with recommendation that
		Read second time and
		Read third time and
		PASS Effective Date Yeas Yeas Nays Nays Absent Absent Excused Excused
		Reconsideration PASS Effective Date Yeas Yeas Nays Nays Absent Absent Excused Excused
		Reported correctly engrossed
		Signed by Speaker
		Returned to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19		Received from House
		Reported correctly enrolled
		Sent to Governor
	 By Governor
		Filed with Lt. Governor
		Chapter No.

Introduced: 1/14/76
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 491 am

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, however, if either the lessee's
18 interest, or some portion of it, or improvements on the property are
19 subject to taxation by or payments in lieu of taxes to the political
20 subdivision, then the additional yearly allotment for that property
21 shall be one half of the entitlement computed under (a) of this section
22 If both the lessee's interest, or some portion of it, and improvements
23 on the property are subject to taxation or payment in lieu of taxes
24 to the political subdivision, then the additional yearly allotment for
25 that property shall be one fourth of the entitlement computed
26 under (a) of this section [EVEN THOUGH THE LESSEE'S INTEREST, OR AN
27 IMPROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
28 POLITICAL SUBDIVISION OF THE STATE].

29 * Sec. 2. This Act takes effect on July 1, 1976.

Introduced: 1/14/76
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 491 am

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, however, if either the lessee's
18 interest, or some portion of it, or improvements on the property are
19 subject to taxation by or payments in lieu of taxes to the political
20 subdivision, then the additional yearly allotment for that property
21 shall be one half of the entitlement computed under (a) of this section
22 If both the lessee's interest, or some portion of it, and improvements
23 on the property are subject to taxation or payment in lieu of taxes
24 to the political subdivision, then the additional yearly allotment for
25 that property shall be one fourth of the entitlement computed
26 under (a) of this section [EVEN THOUGH THE LESSEE'S INTEREST, OR AN
27 IMPROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
28 POLITICAL SUBDIVISION OF THE STATE].

29 * Sec. 2. This Act takes effect on July 1, 1976.

Introduced: 1/14/76
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 491

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, if the lessee's interest in both
18 the property and improvements is not subject to taxation by the
19 political subdivision [EVEN THOUGH THE LESSEE'S INTEREST, OR AN IM-
20 PROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
21 POLITICAL SUBDIVISION OF THE STATE].

22 * Sec. 2. This Act takes effect on July 1, 1976.
23
24
25
26
27
28
29

Introduced: 1/14/76
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 491

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, if the lessee's interest in both
18 the property and improvements is not subject to taxation by the
19 political subdivision [EVEN THOUGH THE LESSEE'S INTEREST, OR AN IM-
20 PROVEDMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
21 POLITICAL SUBDIVISION OF THE STATE].

22 * Sec. 2. This Act takes effect on July 1, 1976.
23
24
25
26
27
28
29

Introduced: 1/14/76
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 491

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, if the lessee's interest in both
18 the property and improvements is not subject to taxation by the
19 political subdivision [EVEN THOUGH THE LESSEE'S INTEREST, OR AN IM-
20 PROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
21 POLITICAL SUBDIVISION OF THE STATE].

22 * Sec. 2. This Act takes effect on July 1, 1976.
23
24
25
26
27
28
29

Introduced: 1/14/76
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 491

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, if the lessee's interest in both
18 the property and improvements is not subject to taxation by the
19 political subdivision [EVEN THOUGH THE LESSEE'S INTEREST, OR AN IM-
20 PROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
21 POLITICAL SUBDIVISION OF THE STATE].

22 * Sec. 2. This Act takes effect on July 1, 1976.
23
24
25
26
27
28
29

2191
JAN 14 1976

SB 491

The Honorable Chancy Croft
President of the Senate
Alaska State Legislature
Juneau, Alaska 99811

Dear Mr. President:

In accordance with AS 24.30.060(b) and the Uniform Rules of the Alaska State Legislature, I am transmitting a bill relating to State aid to school districts affected by State activities. The bill amends AS 14.17.2.5(b) which defines "State property" for the purpose of determining a school district's entitlement to State aid under AS 14.17.215(a). The program created under sec. 215(a) compensates local districts for their loss in tax revenues as a result of certain non-taxable State activities.

The amendments to the statute are proposed to close certain "loopholes" which have required that money be paid under the program for reasons unrelated to its purpose. The first change limits the basis for entitlement to funds under this program to activities on State property located within the school district's boundaries, rather than on property any where in the State as the law currently permits. This change is appropriate because the rationale behind the program (i.e., to compensate the local district for the loss in its tax revenues because the State property, otherwise taxable by the district were it not for the State's interest, is not taxable) is inapplicable to property located outside the district because the local municipality would be unable to tax it even if it were privately held.

The second change eliminates entitlement to funds under this program based on activities on property leased from the State where the lessee's interest is subject to taxation by the political subdivision in which it is located. This is appropriate because if the property is subject to taxation, the underlying reason for the State's implementing the program no longer applies with respect to that property as the locality can derive tax revenues from it.

The third change eliminates from the condition for entitlement to funds under this program the determination of whether the property involved is subject to taxation or

payments in lieu of taxation by the State. Since the purpose of the program is to compensate localities for their inability to tax State property, the question to be determined for establishing entitlement is, logically, only whether or not the subject property is taxable by the affected political subdivision. Whether or not the property may be taxed by the State is irrelevant to furthering the purpose of this program.

Sincerely,

Jay S. Hammond
Governor

STATE
of ALASKA

MEMORANDUM

SB 491

TO: Fran Ulmer, Legislative Assistant
Office of the Governor

DATE : December 12, 1975

FROM: *K.C.G.*
Kenneth C. Grieser, Deputy Director
Management, Law and Finance
Department of Education

SUBJECT: Fiscal Note--Amendments
to "Mini 874"

The elimination of property outside the boundaries of the school district would have a negative impact of about \$576,000 for FY 76.

Regarding the second and third change, our records do not differentiate out leased state property. However, we do know of large sections, such as the airport areas in Anchorage and Fairbanks, and the Teamster Mall in Anchorage, that contain private taxable property.

The dollars generated by these three areas are as follows:

Anchorage Airport	1,081,546
Fairbanks Airport	300,644
Teamster Mall	71,651

We estimate that about 50% of the airport areas would contain private taxable property or \$691,095. This amount plus the Teamster Mall would result in a negative impact of \$762,746. An estimate of other properties in this category which we currently have no record of would round this figure off at \$800,000.

Therefore, the total impact of this amendment reduces the G.F. needed to fund this law by \$1,376,000.

The Legislature of the State of Alaska
FISCAL NOTE

Second Session - Ninth Legislature

I. REQUEST

Bill No. SB 491
 Title: An Act relating to state aid to school-districts affected by state activities
 Requested by: Fran Ulmer Date: 11/21/75
 Return Date Requested: ASAR
 Agency: Education Program: _____

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Financial Support Services

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	1,376,000	1,376,000				
TOTAL						

B. FUNDING: (Thousands of dollars)

8

GENERAL FUND	1,376,000	1,376,000				
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

IV. ATTACHMENTS

V. DATE: 1/1/76 PREPARED BY: Marshall Lind

11/11/1936

1. About how many students associated with property outside city or Borough School District?

467,190

109,913

includes 965 + 226 (work on ferry systems) nearly all Southwest
for Amtrak. 67,299 pipeline

576,603

2. How many students associated with land leased from the state but has taxable property constructed on it?

1936.59 x 25% = 484.13

Jim

Airport Area - Leameters Mall.

Arch. 2.234 = 1,031,496 148 = 71,651

Plp 621 300,649

2,030,444

If you have any questions let me know Jim

1191
JAN 14 1976

SB 491

The Honorable Chancy Croft
President of the Senate
Alaska State Legislature
Juneau, Alaska 99811

Dear Mr. President:

In accordance with AS 24.30.060(b) and the Uniform Rules of the Alaska State Legislature, I am transmitting a bill relating to State aid to school districts affected by State activities. The bill amends AS 14.17.2.5(b) which defines "State property" for the purpose of determining a school district's entitlement to State aid under AS 14.17.215(a). The program created under sec. 215(a) compensates local districts for their loss in tax revenues as a result of certain non-taxable State activities.

The amendments to the statute are proposed to close certain "loopholes" which have required that money be paid under the program for reasons unrelated to its purpose. The first change limits the basis for entitlement to funds under this program to activities on State property located within the school district's boundaries, rather than on property any where in the State as the law currently permits. This change is appropriate because the rationale behind the program (i.e., to compensate the local district for the loss in its tax revenues because the State property, otherwise taxable by the district were it not for the State's interest, is not taxable) is inapplicable to property located outside the district because the local municipality would be unable to tax it even if it were privately held.

The second change eliminates entitlement to funds under this program based on activities on property leased from the State where the lessee's interest is subject to taxation by the political subdivision in which it is located. This is appropriate because if the property is subject to taxation, the underlying reason for the State's implementing the program no longer applies with respect to that property as the locality can derive tax revenues from it.

The third change eliminates from the condition for entitlement to funds under this program the determination of whether the property involved is subject to taxation or

payments in lieu of taxation by the State. Since the purpose of the program is to compensate localities for their inability to tax State property, the question to be determined for establishing entitlement is, logically, only whether or not the subject property is taxable by the affected political subdivision. Whether or not the property may be taxed by the State is irrelevant to furthering the purpose of this program.

Sincerely,

Jay S. Hammond
Governor

STATE
of ALASKA

MEMORANDUM

SB 491

TO: Fran Ulmer, Legislative Assistant
Office of the Governor

DATE : December 12, 1975

FROM: *K.C.G.*
Kenneth C. Grieser, Deputy Director
Management, Law and Finance
Department of EducationSUBJECT: Fiscal Note--Amendments
to "Mini 874"

The elimination of property outside the boundaries of the school district would have a negative impact of about \$576,000 for FY 76.

Regarding the second and third change, our records do not differentiate out leased state property. However, we do know of large sections, such as the airport areas in Anchorage and Fairbanks, and the Teamster Mall in Anchorage, that contain private taxable property.

The dollars generated by these three areas are as follows:

Anchorage Airport	1,081,546
Fairbanks Airport	300,644
Teamster Mall	71,651

We estimate that about 50% of the airport areas would contain private taxable property or \$691,095. This amount plus the Teamster Mall would result in a negative impact of \$762,746. An estimate of other properties in this category which we currently have no record of would round this figure off at \$800,000.

Therefore, the total impact of this amendment reduces the G.F. needed to fund this law by \$1,376,000.

The Legislature of the State of Alaska
FISCAL NOTE

Second Session - Ninth Legislature

I. REQUEST
Bill No. SB 491
Title: An Act relating to state aid to school districts affected by state activities
Requested by: Fran Uimer Date: 11/21/75
Return Date Requested: ASAK
Agency: Education Program: _____

II. FISCAL DETAIL
Budget Request Unit(s) Affected: Financial Support Services
A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	1,376,000	1,376,000				
TOTAL						

B. FUNDING: (Thousands of dollars)

8

GENERAL FUND	1,376,000	1,376,000				
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

IV. ATTACHMENTS

V. DATE: 1/2/76 PREPARED BY: Amelia Lind

11/11/54

1. About how many students associated with property outside city or Borough school Dist?

467,190

109,913

576,603

includes 139 pipeline for Anch.

965

+

226

(work on ferry systems) nearly all Southeast

67,299 pipeline

2. How many students associated with property located from the state but has taxable property constructed or it?

1936.54 x 25% = 489.13

Sen

Airport Area - Deameters Hall -

Anch. 2.234 = 1,081,496

148 = 71,651

Dlyp 6.21 = 300,649

2,030,444

If you have any questions let me know
Sen

COMMITTEE REPORT

SENATE

2/4/76

Mr. President:

Date 2/18/76

The Committee on FINANCE has had SB 491
state aid to school districts affected by state activities
under consideration. A Majority of the members of the Committee

- () recommends it DO PASS
- () recommends it DO NOT PASS
- () recommends it DO PASS WITH ATTACHED AMENDMENT (S)
- () recommends it BE REPLACED WITH CS FOR _____ AND THAT
CS FOR _____ DO PASS
- () "and" recommends it BE REFERRED TO THE _____
COMMITTEE
- () reports it back WITHOUT RECOMMENDATION
- () "other"

Members signing the Majority report:

<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	_____	_____
<u>[Signature]</u>	_____	_____
_____	_____	_____

Members NOT concurring in the Majority report:

<u>[Signature]</u>	recommends:	<u>[Signature]</u>
<u>[Signature]</u>	recommends:	<u>[Signature]</u>
_____	recommends:	
_____	recommends:	
_____	recommends:	

_____ Chairman

The amendment resolves the technical problem with the original version of SB 491 which would have kept a school district from receiving any in-lieu-of-taxes (mini-874) payments from the state in those situations where a portion of the state property was subject to local taxation, but some part of it was not. Some members of the Senate objected, and rightfully so, that it was unfair to deny a school district any state aid for certain property even though the district could not tax the whole value of the property. (As, for example, where buildings on land leased from the state are subject to local taxation, but the land itself is not.)

This amendment corrects that problem by specifying that the district is entitled to some state aid to compensate for its inability to tax the value of the land. The amount of state aid to be provided would be determined as a pro-rated amount of the regular in-lieu-of-taxes (mini-874) payment per child, with the proration based on the ratio which the value of the non-taxable property bears to the total value of the property in question. As an example, if a person leases land which is non-taxable but valued at \$10,000 from the state and builds a warehouse on it which is taxable, and valued at \$90,000 the district would receive state aid in the amount of 10% of the allotment it would receive for that property if it were completely non-taxable.

A M E N D M E N T

Offered in the Senate

By FINANCE

To: SENATE BILL NO. 491

AMENDMENT: PAGE 1

at line 17, delete: all new (underlined) material
through line 19;

at line 17, after "from it", insert: (new material)

"however, if either the lesee's interest, or some portion of it, or improvements on the property are subject to taxation by or payments in lieu of taxes to the political subdivision, then the additional yearly allotment for that property shall be one half of the entitlement computed under (a) of this section. If both the lesee's interest, or some portion of it, and improvements on the property are subject to taxation or payment in lieu of taxes to the political subdivision, then the additional yearly allotment for that property shall be one fourth of the entitlement computed under (a) of this section.

A M E N D M E N T

*Adopted
Amendment
2/5/76*

Offered in the Senate

By _____

To: SENATE BILL NO. 491

AMENDMENT: PAGE 1

at line 17, delete: all new (underlined) material
through line 19;

at line 17, after "from it", insert: (new material)

"however, if the lessee's interest, or some portion
of it, or improvements on the property are subject to
taxation by or payments in lieu of taxes to the political
subdivision, then the additional yearly allotment for that
property shall be prorated based on the ratio which the
value of the property and improvements not subject to
taxation or payments in lieu of taxes bears to the total
value of the property and improvements."

COMMITTEE REPORT

1/14/76

SENATE

Mr. President:

Date 1/22/76

The Committee on FINANCE has had SB 491
~~state aid to school districts affected by state activities~~
under consideration. A Majority of the members of the Committee

- () recommends it DO PASS
- () recommends it DO NOT PASS
- () recommends it DO PASS WITH ATTACHED AMENDMENT(S)
- () recommends it BE REPLACED WITH CS FOR _____ AND THAT
CS FOR _____ DO PASS
- () "and" recommends it BE REFERRED TO THE _____
COMMITTEE
- (X) reports it back WITHOUT RECOMMENDATION
- () "other"

Members signing the Majority report:

[Signature] _____

[Signature] _____

Members NOT concurring in the Majority report:

[Signature] recommends: Do Pass

[Signature] recommends: Do Not Pass

_____ recommends:

_____ recommends:

_____ recommends:

[Signature] Chairman

The Legislature of the State of Alaska
FISCAL NOTE

Second Session - Ninth Legislature

I. REQUEST

Bill No. SB 491
 Title: An Act relating to state aid to school districts affected by state activities.
 Requested by: Fran Ulmer Date: 11/21/75
 Return Date Requested: ASAR
 Agency: Education Program: _____

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Financial Support Services

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	1,376,000	1,376,000				
TOTAL						

B. FUNDING: (Thousands of dollars)

8

GENERAL FUND	1,376,000	1,376,000			
FEDERAL FUNDS					
OTHER					

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

IV. ATTACHMENTS

V. DATE: 11/21/75 PREPARED BY: [Signature]

141.7
JAN 14 1975

SB 491

The Honorable Chancy Croft
President of the Senate
Alaska State Legislature
Juneau, Alaska 99811

Dear Mr. President:

In accordance with AS 24.30.060(b) and the Uniform Rules of the Alaska State Legislature, I am transmitting a bill relating to State aid to school districts affected by State activities. The bill amends AS 14.17.2.5(b) which defines "State property" for the purpose of determining a school district's entitlement to State aid under AS 14.17.215(a). The program created under sec. 215(a) compensates local districts for their loss in tax revenues as a result of certain non-taxable State activities.

The amendments to the statute are proposed to close certain "loopholes" which have required that money be paid under the program for reasons unrelated to its purpose. The first change limits the basis for entitlement to funds under this program to activities on State property located within the school district's boundaries, rather than on property any where in the State as the law currently permits. This change is appropriate because the rationale behind the program (i.e., to compensate the local district for the loss in its tax revenues because the State property, otherwise taxable by the district were it not for the State's interest, is not taxable) is inapplicable to property located outside the district because the local municipality would be unable to tax it even if it were privately held.

The second change eliminates entitlement to funds under this program based on activities on property leased from the State where the lessee's interest is subject to taxation by the political subdivision in which it is located. This is appropriate because if the property is subject to taxation, the underlying reason for the State's implementing the program no longer applies with respect to that property as the locality can derive tax revenues from it.

The third change eliminates from the condition for entitlement to funds under this program the determination of whether the property involved is subject to taxation or

payments in lieu of taxation by the State. Since the purpose of the program is to compensate localities for their inability to tax State property, the question to be determined for establishing entitlement is, logically, only whether or not the subject property is taxable by the affected political subdivision. Whether or not the property may be taxed by the State is irrelevant to furthering the purpose of this program.

Sincerely,

Jay S. Hammond
Governor

STATE
of ALASKA

MEMORANDUM

SB 491

TO: Fran Ulmer, Legislative Assistant
Office of the Governor

DATE : December 12, 1975

FROM: *K.C.G.*
Kenneth C. Grieser, Deputy Director
Management, Law and Finance
Department of EducationSUBJECT: Fiscal Note--Amendments
to "Mini 874"

The elimination of property outside the boundaries of the school district would have a negative impact of about \$576,000 for FY 76.

Regarding the second and third change, our records do not differentiate out leased state property. However, we do know of large sections, such as the airport areas in Anchorage and Fairbanks, and the Teamster Mall in Anchorage, that contain private taxable property.

The dollars generated by these three areas are as follows:

Anchorage Airport	1,081,546
Fairbanks Airport	300,644
Teamster Mall	71,651

We estimate that about 50% of the airport areas would contain private taxable property or \$691,095. This amount plus the Teamster Mall would result in a negative impact of \$762,746. An estimate of other properties in this category which we currently have no record of would round this figure off at \$800,000.

Therefore, the total impact of this amendment reduces the G.F. needed to fund this law by \$1,376,000.

11/11/54

1. About how many students associated with property outside city or Borough School Dist?

467,190

109,913

576,603

← 965 + 226 (work on ferry systems) nearly all Southeast
includes 139 pipeline for Anch. 67,294 pipeline

2. How many students associated with land leased from the state but has taxable property constructed on it?

$1936.59 \times 25\% = 489.13$

Len

Airport Area - Leameters Hall

Anch. 2,234 - 1,031,146 148 - 11,551

Dlyp 621 300,649

2,030,444

If you have any questions let me know

Introduced: 1/14/76
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 491

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to school districts
7 affected by state activities; and providing for an
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. AS 14.17.215(b) is amended to read:

11 Sec. 14.17.215(b) In this section "state property" means real
12 property which is owned by the state or is leased by the state, which
13 is situated in the school district, and which is not subject to
14 taxation or payments in lieu of taxes by the [STATE OR A] political
15 subdivision of the state of which the school district is a part; the
16 term includes real property owned by the state and leased from it, as
17 well as improvements leased from it, if the lessee's interest in both
18 the property and improvements is not subject to taxation by the
19 political subdivision [EVEN THOUGH THE LESSEE'S INTEREST, OR AN IM-
20 PROVEMENT ON THE PROPERTY, IS SUBJECT TO TAXATION BY A STATE OR A
21 POLITICAL SUBDIVISION OF THE STATE].

22 * Sec. 2. This Act takes effect on July 1, 1970.
23
24
25
26
27
28
29