



Introduced: 1/28/83  
Referred: Health, Education and  
Social Services and Finance

Funding Information

General Fund	\$13,100,000
Other Funds	-0-
	<u>\$13,100,000</u>

BY LARSON, DAVIS, DUNCAN,  
FRITZ, FURNACE, KOPONEN,  
MALONE, M.M.MILLER, M.W.MILLER,  
SZYMANSKI AND ZHAROFF

1 IN THE HOUSE

2

HOUSE BILL NO. 137

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

THIRTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the  
7 Department of Education for the retirement of school  
8 construction debts; and providing for an effective  
9 date."

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

11 \* Section 1. The sum of \$13,100,000 is appropriated from the general  
12 fund to the Department of Education for the retirement of school construc-  
13 tion debts in accordance with AS 43.18.100 for the fiscal year ending  
14 June 30, 1983.

15 \* Sec. 2. This Act takes effect immediately in accordance with AS 01.-  
16 10.070(c).

The following individuals are expected to testify on HB 137:

Representative Ron Larson, prime sponsor

Steve Hole, Department of Education

FEB 28 1983



# Matanuska-Susitna Borough

BOX B. PALMER, ALASKA 99645 • PHONE 745-4801

DEPARTMENT OF ADMINISTRATION

February 24, 1983

Mae Tischer, Chairman  
House Committee on Health & Social Services  
Pouch V  
Juneau, AK 99811

RE: HB 137 Supplemental Appropriation for School Debt  
Reimbursement

Dear Ms. Tischer:

I appreciate the opportunity to spend time with you on HB 137 providing for a supplemental appropriation for debt reimbursement. Would you share this letter with the members of your committee.

The Matanuska-Susitna Borough will have a school bond election on April 12, 1983 for a \$20 million bond issue for construction of a new elementary school north and west of Wasilla and for renovation of the Palmer Junior High School, which was constructed in 1954.

We want to tell the voters how much this bond issue will cost them assuming that they have a \$100,000 house, assuming a 10 or 20 year term, assuming present day interest rates, and assuming State reimbursement of school debt principal and interest at 90% as provided in HB 279, passed by the last session of the Legislature.

We believe that the voters are entitled to know how much the State will be paying for construction of schools in organized school districts and how much local taxpayers will be paying. We have always given voters this type of information with the expectation that it could be relied upon and, up until this last year, we have given voters information upon the basis of which they could make an informed choice. We thought we gave the voters reliable information on the last bond issue of about \$15 million, but as it turned out we were pretty far off.

There was a sudden unexpected and unprecedented change in State policy toward school construction for this current fiscal year, which I think was based upon mistaken projections of school debt reimbursement requirements. The effect of this short-funding with respect to the recently incurred \$15 million of school bonded indebtedness is \$605,249 and the effect on previously incurred debt is \$705,820 for a total shortfall of \$1,311,069. The new debt, which will cause an unexpected increase in mill levy of about .6 mills, was funded at approximately 64% instead of the statutory 90%, and the old debt was funded at about 70% instead of the statutory 80%. The total effect of the short-funding on

our mill levy is approximately 1.3 mills since 1 mill raises about one million dollars in this Borough. Our current areawide mill levy is 4.9 so an unexpected 1.3 mill increase due to shortfunding affects our mill levy by about 25%.

I think that we were honest and reasonable in telling the voters what to expect when the last bond issue was put to a vote. I have been familiar with a history of state support for education going back into territorial days. Even though new State programs and other State programs have been phased out or reduced, there has been a consistency of support for education among the territorial legislatures and the State legislatures which I think we can be very proud of. I have seen the number of Anchorage schools increase from four in 1951 to 64 today, with very little double shifting over the years. In this Borough, we are going to have to build an average of about 1.5 schools a year if we are going to continue to see an 800 plus increase in students per year. We don't want to complain about the rapid increase in population in students that we have been experiencing. We want to solve these problems of growth in a responsible and consistent manner and we want to know what the ground rules are. We have not asked for 100% financing of new school buildings, because we are willing to shoulder a portion of the burden ourselves. So we are not asking for special treatment, or, for that matter, even treatment equal to that received by those who obtain 100% financing of new schools. We are asking for consistency and predictability in State school financing and believe that this ought to be a bedrock of State fiscal policy.

So, we do believe that HB 137 is a bill that fiscal conservatives ought to support as a matter of principle. We want to make good on our word because we think property taxpayers are entitled to accurate information.

I hope that the State HESS Committee will report out the bill with a strong and unanimous yes vote. Please let me know if you will have a teleconference on the bill.

Sincerely,

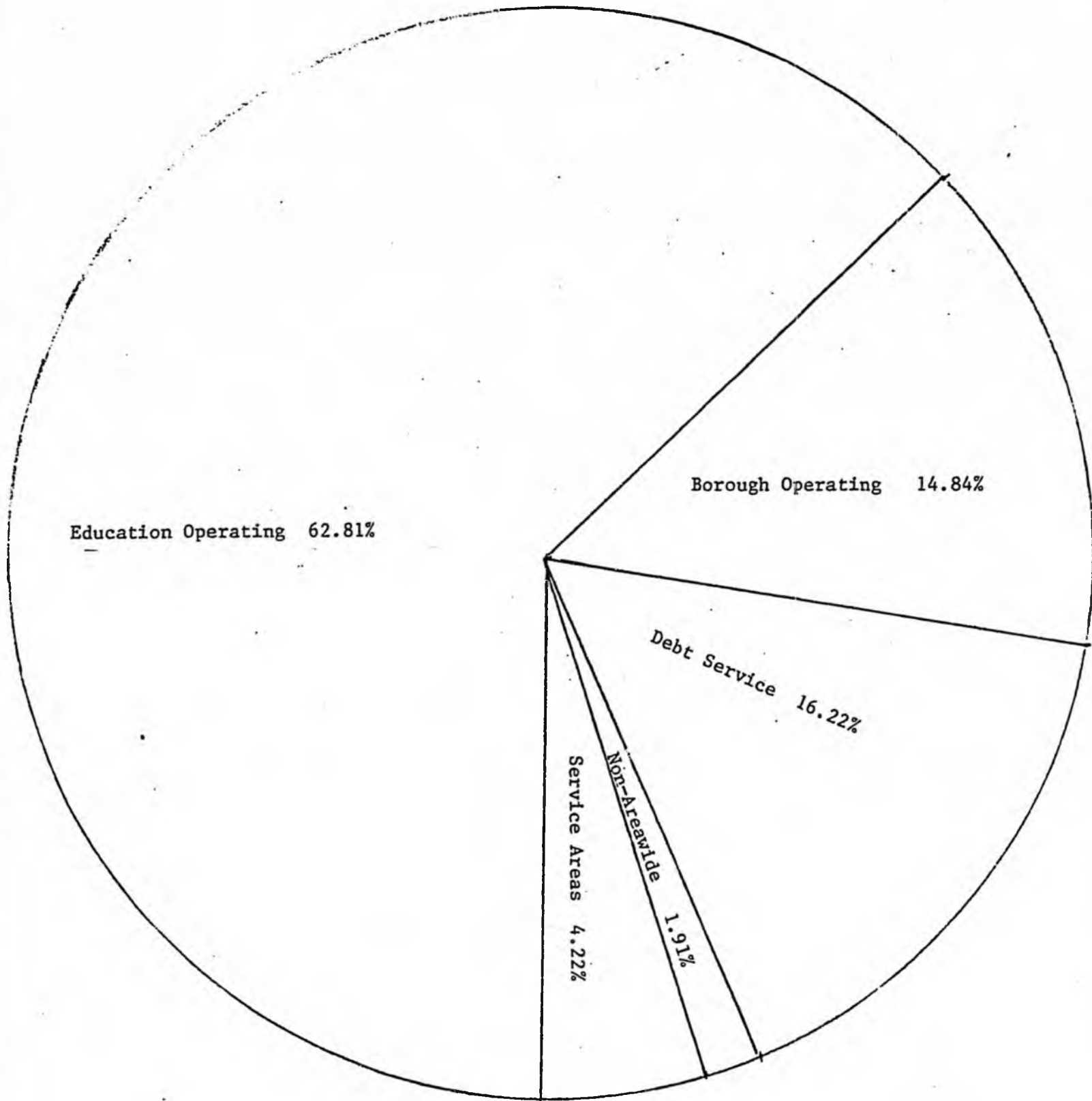


Gary Thurlow  
Borough Manager

GT/clm

BUDGETED EXPENDITURES

FISCAL YEAR 1983



*Alaska*  
MUNICIPAL  
*League*

TELEPHONES  
(907) 586-1325  
586-6526

204 N. FRANKLIN ST.  
JUNEAU, ALASKA 99801

March 2, 1983

to: House HESS Committee  
from: Ginny Chitwood, AML Executive Director G.C.  
re: HB 137 - School Debt Supplemental Funding

The Alaska Municipal League supports HB 137 - Supplemental Appropriation for State Aid for the Retirement of School Construction Debt.

Several years ago the Legislature developed this program to reduce the inequities between the REAA's, where the state pays 100% of school construction costs and the municipal school districts, where the local taxpayers were footing the bill. The original program provided for a 80% reimbursement on a two-year time delay. Over the years, changes have been made, including giving the Department of Education plan approval authority and raising the percentage of reimbursement to 100% for payments on debt issued before July 1, 1977.

Last session, two other changes were made to the program. In order to partially alleviate the cash flow problems in rapidly growing areas that were caused by the two-year time delay in reimbursements, the program was modified last year to phase in a current year reimbursement program, providing for current year reimbursements of payments on debt issued after December 31, 1981. The other change made last year raised the percentage of reimbursement from 80% to 90% on debt issued after July 1, 1977.

The shortfall in FY 83 funding for this program was the result of two factors: incorrect application of tobacco tax receipts to this program and underestimation of the funding requirements for the current year reimbursement program. These problems should not reoccur because the tobacco tax issue has been clarified and the bugs should be worked out implementing the new section of the program.

STATE OF ALASKA  
THE LEGISLATURE

POUCH Y - STATE CAPITOL  
JUNEAU ALASKA 99811  
907-465-3800

LEGISLATIVE AFFAIRS AGENCY

MEMORANDUM

March 30, 1983

SUBJECT: Use of cigarette tax

TO: Representative Albert P. Adams  
Chairman, House Finance Committee

FROM: Billy G. Berrier *BGB*  
Director  
Division of Legal Services

You have asked whether the "school fund" established in AS 43.50.140 to which the proceeds of the cigarette tax imposed by AS 43.50.010 - 43.50.180 are paid may be used for state aid for retirement of school construction debt under AS 43.18.100.

The dedication established in this section would be constitutionally prohibited except it was established prior to statehood and therefore comes under the exception in section 7, Article IX of the constitution.

The prohibition on dedication of funds has been broadly construed by our Supreme Court. It is my opinion that changing the purpose of a dedication defeats the dedication. The Department of Law has taken that position in a series of opinions.

AS 43.50.140 reads:

DISPOSITION OF PROCEEDS. The proceeds derived from the payment of taxes, fees, and penalties, provided for under secs. 10 - 180 of this chapter, and the license fees received by the department shall be paid into a state fund entitled "School Fund," and shall be used exclusively to rehabilitate, construct, and repair the state's school facilities, and for costs of insurance on buildings comprising school facilities during the rehabilitation, construction, and repair, and for the life of the buildings.

Representative Albert P. Adams  
Page 2  
March 30, 1983

In my opinion a change from use of the funds for the purposes set out in the statute to use of the funds for state aid for school debt requirement could not be accomplished in an appropriation bill and if accomplished in separate legislation amending AS 43.50.140 could defeat the dedication.

BGB:ljb  
12/036

# MEMORANDUM

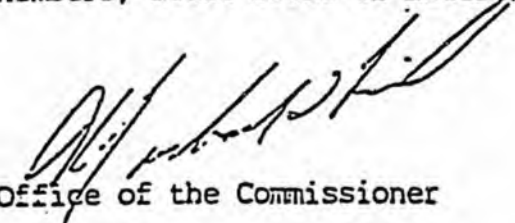
State of Alaska

TO: Members, State Board of Education

DATE: December 30, 1982

FILE NO: 83-89.2

TELEPHONE NO: 465-2800

FROM:   
Office of the Commissioner

SUBJECT: FY 83 Debt Retirement  
Supplemental Request for post  
December 31, 1981 Indebtedness

## ABSTRACT

Funds appropriated by the last legislature are insufficient to cover all claims for reimbursement under AS 43.18.100(a)(4), (current year reimbursement of school construction debt retirement payments).

## ISSUE

Last year the legislature enacted legislation, (Chapter 92, SLA 1982), which provided for reimbursement to municipalities for school construction debt retirement payments in the same year in which they are made, rather than two years after they are made. The appropriation, based on the Alaska Municipal League estimate of FY 83 claims under this new program, was \$13,466.4. Actual claims total \$18,986.4, leaving the account \$5,522.0 short.

## COMMISSIONER'S RECOMMENDATION

It is recommended that the Board concur with this request. *7-6*

# MEMORANDUM

State of Alaska

TO: Members, State Board of Education

DATE: December 30, 1982

FILE NO: 83-89.1

TELEPHONE NO: 465-2800

FROM: Office of the Commissioner

SUBJECT: FY 83 Debt Retirement  
Supplemental Request for pre  
December 31, 1981 Indebtedness

## ABSTRACT

Funds appropriated by the last legislature are insufficient to cover all claims for reimbursement under AS 43.18.100 (school construction debt retirement payments).

## ISSUE

The department requested \$44,103.3 for FY 83 debt retirement reimbursement claims under AS 43.18.100(a)(1)-(3), the two year lag reimbursement program. The legislature appropriated 36,203.3, assuming that that amount, in conjunction with the \$7,000.0 appropriated in the Cigarette Tax category, would comprise a total sufficient to meet all claims. Actual claims for reimbursement for FY 83 total \$43,781.0, and since the Cigarette Tax appropriation must be separate from the debt retirement appropriation, the debt retirement appropriation is \$7,577.7 short.

## BACKGROUND AND/OR PERTINENT INFORMATION

Because Cigarette Tax revenues are dedicated for school rehabilitation and renovation projects, there is a tendency to confuse them with school construction debt service payments reimbursement. However, debt retirement reimbursement is made on the basis of claims for payment, and Cigarette Tax revenues are disbursed on an entitlement basis, e.g., not every city and borough district has bonds eligible for debt retirement reimbursement, but all city and borough districts are entitled to receive Cigarette Tax payments. Therefore, the two appropriations must be distributed separately. Because of this distinction, only the actual appropriation for debt retirement could be used to pay the claims for reimbursement leaving a shortfall of 7,577.7 in that account.

## COMMISSIONER'S RECOMMENDATION

It is recommended that the Board concur with this request. 25

# Alaska MUNICIPAL League

TELEPHONES  
(907) 586-1325  
586-6526

204 N. FRANKLIN ST.  
JUNEAU, ALASKA 99801

April 25, 1983

to: House Finance Committee  
from: Ginny Chitwood  
re: HB 137 - School Debt Supplemental Funding

The Alaska Municipal League supports HB 137 - Supplemental Appropriation for State Aid for the Retirement of School Construction Debt.

Several years ago the Legislature developed this state-aid program to reduce the inequities between REAA's, where the state pays 100% of school construction costs, and the municipal school districts, where the local taxpayers were footing the entire bill. The original program provided for a 50% reimbursement on a two-year time delay and later was changed to 80%. Over the years, other changes have been made, including giving the Department of Education plan approval authority and raising the percentage of reimbursement to 100% for payments on debt issued before July 1, 1977.

Last session, two other changes were made to the program. In order to alleviate cash flow problems that were caused by the two-year time delay in reimbursements, the program was modified to phase in a current year reimbursement program, providing for current year reimbursements of payments on debt issued after December 31, 1981. The other change made last year raised the percentage of reimbursement from 80% to 90% on debt issued after July 1, 1977.

It is our understanding that the Legislature intended to fully fund this entitlement for FY 83. The shortfall was the result of two factors: incorrect application of tobacco tax receipts to this program and underestimation of the funding requirements for the current year reimbursement feature. These problems should not reoccur because the tobacco tax issue has been clarified, and the bugs should be worked out implementing the new section of the program.

# MEMORANDUM

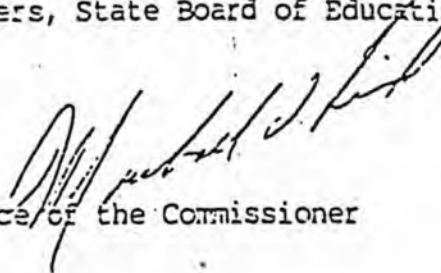
# State of Alaska

TO: Members, State Board of Education

DATE: December 30, 1982

FILE NO: 83-89.1

TELEPHONE NO: 465-2800

FROM:   
Office of the Commissioner

SUBJECT: FY 83 Debt Retirement  
Supplemental Request for pre  
December 31, 1981 Indebtedness

## ABSTRACT

Funds appropriated by the last legislature are insufficient to cover all claims for reimbursement under AS 43.18.100 (school construction debt retirement payments).

## ISSUE

The department requested \$44,103.3 for FY 83 debt retirement reimbursement claims under AS 43.18.100(a)(1)-(3), the two year lag reimbursement program. The legislature appropriated 36,203.3, assuming that that amount, in conjunction with the \$7,000.0 appropriated in the Cigarette Tax category, would comprise a total sufficient to meet all claims. Actual claims for reimbursement for FY 83 total \$43,781.0, and since the Cigarette Tax appropriation must be separate from the debt retirement appropriation, the debt retirement appropriation is \$7,577.7 short.

## BACKGROUND AND/OR PERTINENT INFORMATION

Because Cigarette Tax revenues are dedicated for school rehabilitation and renovation projects, there is a tendency to confuse them with school construction debt service payments reimbursement. However, debt retirement reimbursement is made on the basis of claims for payment, and Cigarette Tax revenues are disbursed on an entitlement basis, e.g., not every city and borough district has bonds eligible for debt retirement reimbursement, but all city and borough districts are entitled to receive Cigarette Tax payments. Therefore, the two appropriations must be distributed separately. Because of this distinction, only the actual appropriation for debt retirement could be used to pay the claims for reimbursement leaving a shortfall of 7,577.7 in that account.

## COMMISSIONER'S RECOMMENDATION

It is recommended that the Board concur with this request. 25

HB137

# MEMORANDUM

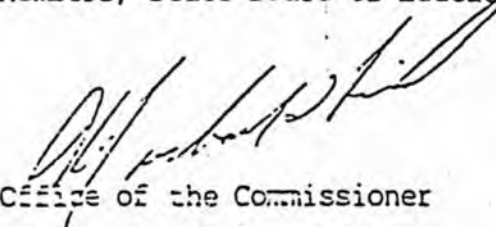
State of Alaska

TO: Members, State Board of Education

DATE: December 30, 1982

FILE NO: 83-89.2

TELEPHONE NO: 465-2800

FROM:   
Office of the Commissioner

SUBJECT: FY 83 Debt Retirement  
Supplemental Request for post  
December 31, 1981 Indebtedness

## ABSTRACT

Funds appropriated by the last legislature are insufficient to cover all claims for reimbursement under AS 43.18.100(a)(4), (current year reimbursement of school construction debt retirement payments).

## ISSUE

Last year the legislature enacted legislation, (Chapter 92, SLA 1982), which provided for reimbursement to municipalities for school construction debt retirement payments in the same year in which they are made, rather than two years after they are made. The appropriation, based on the Alaska Municipal League estimate of FY 83 claims under this new program, was \$13,466.4. Actual claims total \$18,988.4, leaving the account \$5,522.0 short.

## COMMISSIONER'S RECOMMENDATION

It is recommended that the Board concur with this request.

76

FY-83

HB-137 DISTRIBUTION

	<u>Pre 12-31-81</u>	<u>Post 12-31-81</u>	<u>Total</u>
Anchorage	2,050,317	1,193,412	3,243,729
Bristol Bay	48,050	-0-	48,050
Cordova	17,799	-0-	17,799
Craig	-0-	-0-	-0-
Dillingham	56,046	-0-	56,046
Fairbanks	765,533	837,075	1,602,608
Galena	7,524	-0-	7,524
Haines	13,595	-0-	13,595
Hoonah	-0-	-0-	-0-
Hydaburg	-0-	-0-	-0-
Juneau	115,360	492,411	607,771
Kake	-0-	-0-	-0-
Kenai	962,592	1,244,420	2,207,012
Ketchikan	112,017	-0-	112,017
King Cove	-0-	-0-	-0-
Klawock	-0-	-0-	-0-
Kodiak	79,205	-0-	-0-
Mat-Su	705,820	605,249	1,311,069
Nenana	1,979	-0-	1,979
Nome	4,424	-0-	4,424
North Slope	1,863,579	1,149,461	3,013,040
Pelican	-0-	-0-	-0-
Petersburg	104,312	-0-	104,312
Sand Point	-0-	-0-	-0-
Sitka	127,350	-0-	127,350
Skagway	4,456	-0-	4,456
St. Mary's	-0-	-0-	-0-
Tanana	-0-	-0-	-0-
Unalaska	-0-	-0-	-0-
Valdez	525,363	-0-	525,363
Wrangell	12,341	-0-	12,341
Yakutat	-0-	-0-	-0-
TOTAL	7,577,662	5,522,028	13,099,690

Chapter 92

Description	13,466,400	100 0/100	Contract		Difference in Thousands
			70 0/100	@ 70.9190	
			paid	paid	
Anchorage	4559719	4103747	2910335	2910336	119.34
Fairbanks	3198250	2878425	2041350		837.1
Juneau	1881375	1493237	1200826		492.4
H. L. Oil	4754612	4279151	3034731	901010	1244.4
Mat-lu	2312500	2081250	1476001	672578	605.2
North Slope	4391798	3952618	2803157		1149.5
<b>Total</b>	<b>21098254</b>	<b>18988428</b>	<b>13466400</b>	<b>4483924</b>	

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29  
30  
31  
32  
33  
34  
35  
36  
37  
38  
39  
40

STATE OF ALASKA  
DEPARTMENT OF EDUCATION  
STATE AID FOR RETIREMENT OF SCHOOL CONSTRUCTION DEBT  
1982-83

School District	Debt Service at 100% Prior 7-1-77	Debt Service at 90% After 7-1-77	90% of Debt Service	Cash Payments 1980-81	90% of Cash Payment	Debt Service Plus Cash Payment	Less Cig. Tax FY 80-81	Total Entitlement Due	Prorated @82.6919%
Anchorage	10,978,437	1,595,620	1,436,058	319,027	287,124	12,701,619	855,623	11,845,996	9,795,671
Bristol Bay	-0-	320,071	288,064	-0-	-0-	288,064	10,449	277,615	229,561
Cordova	120,528	-0-	-0-	-0-	-0-	120,528	17,693	102,835	85,030
Craig	-0-	-0-	-0-	-0-	-0-	-0-	9,494	-0-	-0-
Dillingham	-0-	-0-	-0-	377,929	340,136	340,136	16,323	323,813	267,767
Fairbanks	4,663,659	-0-	-0-	-0-	-0-	4,663,659	240,689	4,422,970	3,657,477
Galena	-0-	-0-	-0-	58,766	52,889	52,889	9,420	43,469	35,911
Haines	95,106	-0-	-0-	-0-	-0-	95,106	16,561	78,545	64,950
Hoonah	-0-	-0-	-0-	-0-	-0-	-0-	11,480	-0-	-0-
Ilydaburg	-0-	-0-	-0-	-0-	-0-	-0-	6,451	-0-	-0-
Juneau	774,901	-0-	-0-	-0-	-0-	774,901	108,394	666,507	551,147
Kake	-0-	-0-	-0-	-0-	-0-	-0-	10,047	-0-	-0-
Kenai	2,550,949	2,604,449	2,344,004	923,757	831,381	5,726,334	164,826	5,561,508	4,598,916
Ketchikan	521,722	-0-	-0-	218,513	196,662	718,384	71,198	647,186	535,169
King cove	-0-	-0-	-0-	-0-	-0-	-0-	8,174	-0-	-0-
Klawock	-0-	-0-	-0-	-0-	-0-	-0-	5,793	-0-	-0-
Kodiak	433,521	-0-	-0-	99,863	89,877	523,398	65,784	457,614	378,409
Mat-Su	2,783,850	1,577,127	1,419,414	-0-	-0-	4,203,264	125,290	4,077,974	3,372,154
Nenana	21,980	-0-	-0-	-0-	-0-	21,980	10,547	11,433	9,454
Nome	-0-	-0-	-0-	60,000	54,000	54,000	28,441	25,559	21,135
North Slope	7,656,975	3,508,038	3,157,234	-0-	-0-	10,814,209	47,123	10,767,086	8,903,507
Pellenn	-0-	-0-	-0-	-0-	-0-	-0-	4,779	-0-	-0-
Petersburg	495,114	-0-	-0-	142,089	127,880	622,994	20,322	602,672	498,360
Sand Point	-0-	-0-	-0-	-0-	-0-	-0-	7,684	-0-	-0-
Sitka	436,950	-0-	-0-	388,560	349,704	786,654	50,873	735,781	608,431
Skagway	34,906	-0-	-0-	-0-	-0-	34,906	9,164	25,742	21,286
St. Mary's	-0-	-0-	-0-	-0-	-0-	-0-	8,424	-0-	-0-
Tanana	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Unalaska	-0-	-0-	-0-	-0-	-0-	-0-	9,145	-0-	-0-
Valdez	1,474,175	1,670,546	1,503,491	94,574	85,117	3,062,783	27,425	3,035,358	2,509,995
Wrangell	-0-	98,233	88,410	-0-	-0-	88,410	17,111	71,299	58,958
Yakutat	-0-	-0-	-0-	-0-	-0-	-0-	8,473	-0-	-0-
TOTALS	33,042,773	11,374,084	10,236,675	2,683,078	2,414,770	45,694,218	2,003,200	43,780,962	36,203,300

MEMORANDUM

TO: Rep. Al Adams, Chairman  
House Finance Committee

DATE: March 3, 1983

FROM: Rep. Mae Tischer, Co-Chairperson  
House HESS Committee

*MT*

RE: HB 137

The House HESS Committee has passed out HB 137 with a do pass recommendation. During the discussion in regard to the supplemental appropriation for state aid for the retirement of school construction debt, the Committee focused briefly on the concern of a potential problem in the accelerated rate of reimbursements for indebtedness annually. Presently the payback may range from 10 to 20 years. There is a trend for a shorter payback schedule, possibly 3 to 6 years, which may increase the problem we are attempting to resolve in HB 137. I hasten to point out that interest payments would drop significantly and would therefore save money. However, the same short payback schedule would require larger appropriations in a shorter period of time.

MEMORANDUM

TO: Rep. Al Adams, Chairman  
House Finance Committee

DATE: March 3, 1983

FROM: Rep. Mae Tischer, Co-Chairperson  
House HESS Committee

*MT*

RE: HB 137

The House HESS Committee has passed out HB 137 with a do pass recommendation. During the discussion in regard to the supplemental appropriation for state aid for the retirement of school construction debt, the Committee focused briefly on the concern of a potential problem in the accelerated rate of reimbursements for indebtedness annually. Presently the payback may range from 10 to 20 years. There is a trend for a shorter payback schedule, possibly 3 to 6 years, which may increase the problem we are attempting to resolve in HB 137. I hasten to point out that interest payments would drop significantly and would therefore save money. However, the same short payback schedule would require larger appropriations in a shorter period of time.

*Simple Retirement*

STATE OF ALASKA  
DEPARTMENT OF EDUCATION  
STATE AID FOR RETIREMENT OF SCHOOL CONSTRUCTION DEBT  
1982-83

*difference (shortfall) 7,577,662*

	(1)	+	(3)	+	(5)	=	(6)	-	(7)	=	(8)	-	(9)
1 District	Debt Service at 100% Prior 7-1-77	Debt Service After 7-1-77	90% of Debt Service	Cash Payments 1980-81	90% of Cash Payment		Debt Service Plus Cash Payment	Less Cig. Tax FY 80-81	Total Entitlement Due		Prorated @32.6919%		
Age	10,978,437	1,595,620	1,436,058	319,027	287,124		12,701,619	855,623	11,845,996		9,795,671		
ol Bay	-0-	320,071	288,064	-0-	-0-		288,064	10,449	277,615		229,561		
va	120,528	-0-	-0-	-0-	-0-		120,528	17,693	102,835		85,030		
	-0-	-0-	-0-	-0-	-0-		-0-	9,494	-0-		-0-		
ingham	-0-	-0-	-0-	377,929	340,136		340,136	16,323	323,813		267,761		
anks	4,663,659	-0-	-0-	-0-	-0-		4,663,659	240,689	4,422,970		3,657,431		
	-0-	-0-	-0-	58,766	52,889		52,889	9,420	43,469		35,941		
s	95,106	-0-	-0-	-0-	-0-		95,106	16,561	78,545		64,950		
h	-0-	-0-	-0-	-0-	-0-		-0-	11,480	-0-		-0-		
urg	-0-	-0-	-0-	-0-	-0-		-0-	6,451	-0-		-0-		
u	774,901	-0-	-0-	-0-	-0-		774,901	108,394	666,507		551,141		
	-0-	-0-	-0-	-0-	-0-		-0-	10,047	-0-		-0-		
	2,550,949	2,604,449	2,344,004	923,757	831,381		5,726,334	164,826	5,561,508		4,598,910		
ikan	521,722	-0-	-0-	218,513	196,662		718,384	71,198	647,186		535,160		
cove	-0-	-0-	-0-	-0-	-0-		-0-	8,174	-0-		-0-		
ck	-0-	-0-	-0-	-0-	-0-		-0-	5,793	-0-		-0-		
k	433,521	-0-	-0-	99,863	89,877		523,398	65,784	457,614		378,400		
u	2,783,850	1,577,127	1,419,414	-0-	-0-		4,203,264	125,290	4,077,974		3,372,154		
	21,980	-0-	-0-	-0-	-0-		21,980	10,547	11,433		9,454		
	-0-	-0-	-0-	60,000	54,000		54,000	20,441	25,559		21,130		
Slope	7,656,975	3,508,038	3,157,234	-0-	-0-		10,814,209	47,123	10,767,086		8,903,507		
nn	-0-	-0-	-0-	-0-	-0-		-0-	4,779	-0-		-0-		
sburg	495,114	-0-	-0-	142,089	127,880		622,994	20,322	602,672		498,360		
Point	-0-	-0-	-0-	-0-	-0-		-0-	7,684	-0-		-0-		
	436,950	-0-	-0-	388,560	349,704		786,654	50,873	735,781		608,431		
	34,906	-0-	-0-	-0-	-0-		34,906	9,164	25,742		21,286		
	-0-	-0-	-0-	-0-	-0-		-0-	8,424	-0-		-0-		
	-0-	-0-	-0-	-0-	-0-		-0-	-0-	-0-		-0-		
ku	-0-	-0-	-0-	-0-	-0-		-0-	9,145	-0-		-0-		
z	1,474,175	1,670,546	1,503,491	94,574	85,117		3,062,783	27,425	3,035,358		2,509,995		
all	-0-	98,233	88,410	-0-	-0-		88,410	17,111	71,299		58,958		
ut	-0-	-0-	-0-	-0-	-0-		-0-	8,473	-0-		-0-		
S	33,042,773	11,374,084	10,236,675	2,683,078	2,414,770		45,694,218	2,003,200	43,780,962		36,203,300		

*entitlement*

*pymts. made*

*90% of actual pymt.*

*cash pymt*

*90% of pymt*

(1)

(7)

(8)

(9)

FY-83

HB-137 DISTRIBUTION

	<u>Pre 12-31-81</u>	<u>Post 12-31-81</u>	<u>Total</u>
Anchorage	2,050,317	1,193,412	3,243,729
Bristol Bay	48,050	-0-	48,050
Cordova	17,799	-0-	17,799
Craig	-0-	-0-	-0-
Dillingham	56,046	-0-	56,046
Fairbanks	765,533	837,075	1,602,608
Galena	7,524	-0-	7,524
Haines	13,595	-0-	13,595
Hoonah	-0-	-0-	-0-
Hydaburg	-0-	-0-	-0-
Juneau	115,360	492,411	607,771
Kake	-0-	-0-	-0-
Kenai	962,592	1,244,420	2,207,012
Ketchikan	112,017	-0-	112,017
King Cove	-0-	-0-	-0-
Klawock	-0-	-0-	-0-
Kodiak	79,205	-0-	-0-
Mat-Su	705,820	605,249	1,311,069
Nenana	1,979	-0-	1,979
Nome	4,424	-0-	4,424
North Slope	1,863,579	1,149,461	3,013,040
Pelican	-0-	-0-	-0-
Petersburg	104,312	-0-	104,312
Sand Point	-0-	-0-	-0-
Sitka	127,350	-0-	127,350
Skagway	4,456	-0-	4,456
St. Mary's	-0-	-0-	-0-
Tanana	-0-	-0-	-0-
Unalaska	-0-	-0-	-0-
Valdez	525,363	-0-	525,363
Wrangell	12,341	-0-	12,341
Yakutat	-0-	-0-	-0-
<b>TOTAL</b>	<b>7,577,662</b>	<b>5,522,028</b>	<b>13,099,690</b>

↓  
 Shortfall from  
 unavailability of  
 cig. tax revenues

↓  
 FY83 estimate  
 was 13,466,4 -  
 actual was  
 13,988 = difference  
 of 5.522.

(Claims for debt)  
 Retirement

↓  
 Total Request  
 HB 137 = 13.1 mill

SUMMARY: HB 137 "AN Act making a supplemental appropriation to the Department of Education for the retirement of school construction debts; and providing for an effective date."

Section 1. The supplemental appropriation requested is broken down further as two requests:

1. \$5,522.0 - This amount is the difference between the 'estimated' and 'actual' claims from the municipalities under the new program as enacted last year. HB 279 (Chp. 92 SLA 82) removed the two year lag time for state reimbursement of the municipal debt retirement. It also raised the reimbursement rate from 80% to 90%.

43.18.100 - STATE AID FOR RETIREMENT OF SCHOOL CONSTRUCTION DEBT. (copy attached) This section outlines the formula used for the state reimbursement.

\$7,577.7 - Shortfall due to an attempt by last year's Legislature to utilize the Cigarette Tax Revenues to fund a portion of the entitlement.

Section 2. Immediate effective date clause.

Introduced: 1/28/83  
Referred: Health, Education and  
Social Services and Finance

Funding Information  
General Fund \$13,100,000  
Other Funds -0-  
\$13,100,000

BY LARSON, DAVIS, DUNCAN,  
FRITZ, FURNACE, KOPONEN,  
MALONE, M.M.MILLER, M.W.MILLER,  
SZYMANSKI AND ZHAROFF

1 IN THE HOUSE

2

HOUSE BILL NO. 137

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

THIRTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the  
7 Department of Education for the retirement of school  
8 construction debts; and providing for an effective  
9 date."

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

11 \* Section 1. The sum of \$13,100,000 is appropriated from the general  
12 fund to the Department of Education for the retirement of school construc-  
13 tion debts in accordance with AS 43.18.100 for the fiscal year ending  
14 June 30, 1983.

15 \* Sec. 2. This Act takes effect immediately in accordance with AS 01.-  
16 10.070(c).