

COMMITTEE REPORT

HOUSE

(11)

5/8/85

FURTHER:

Date: 5-9-85

The Committee on FINANCE has had CSSB 147(2d FLD)
"An Act relating to state support for education; and providing for an effective date."

under consideration and recommends:

- do pass do not pass
- do pass with attached amendments(s)
- replace with ^HCS for CS SB 117 (F.L.D.) same title
 new title
- and recommends do pass
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendation Zero Fiscal Note Attached
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

[Signature]

[Signature]

[Signature]

[Signature]

[Signature]

[Signature]

[Signature]

MEMBERS HAVING
OTHER RECOMMENDATIONS:

[Signature]
CHAIRMAN

Original sponsors: Ferguson, Fahrenkamp,
Kerttula, et al

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 HOUSE CS FOR CS FOR SERATE BILL NO. 147 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state support for education; and
7 providing for an effective date."

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

9 * Section 1. The operation of AS 14.17.021(a), 14.17.022, 14.17.023,
10 14.17.031(a), (b), (c), and (e), 14.17.041, 14.17.051, 14.17.056, 14.17.-
11 082, 14.17.160, 14.17.180, 14.17.225(b), and the provision of 14.17.170
12 that requires the withholding of one-half of the June payment of state aid
13 pending a final determination of each school district's state aid is sus-
14 pended from July 1, 1985, through June 30, 1986. During the period of
15 suspension, the provisions of AS 14.17.031(d) remain in effect except that
16 the number of students in average daily membership in each school district
17 shall be used instead of instructional units to calculate reductions in
18 state aid. During the period of suspension, funding for the basic state
19 aid and supplemental equalization aid that otherwise would have been pro-
20 vided under the provisions of AS 14.17.021(a), 14.17.022, and 14.17.023
21 shall be provided to school districts and for centralized correspondence
22 study in accordance with the provisions of this Act.

23 * Sec. 2. (a) For fiscal year 1986 the amount of state aid for each
24 school district and for centralized correspondence study is the following
25 amount, subject to adjustment under AS 14.17.021(b), for each pupil in
26 average daily membership, less any aid overpaid as determined by the com-
27 missioner of education:

28 Anchorage School District	\$ 3,442
29 Bristol Bay Borough School District	10,121

1	Cordova City School District	5,230
2	Craig City School District	7,581
3	Dillingham City School District	9,020
4	Fairbanks North Star Borough School District	3,836
5	Galena City School District	10,395
6	Haines Borough School District	6,599
7	Hoonah City School District	6,473
8	Hydaburg City School District	9,530
9	City and Borough of Juneau School District	3,767
10	Kake City School District	7,393
11	Kenai Peninsula Borough School District	4,056
12	Ketchikan Gateway Borough School District	3,535
13	King Cove City School District	9,751
14	Klawock City School District	7,714
15	Kodiak Island School District	5,708
16	Matanuska-Susitna Borough School District	3,644
17	Nenana City School District	10,927
18	Nome City School District	7,452
19	North Slope Borough School District	9,570
20	Pelican City School District	12,936
21	Petersburg City School District	4,446
22	Sand Point City School District	8,614
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25	St. Mary's City School District	15,544
26	Tanana School District	13,895
27	Unalaska City School District	8,538
28	Valdez City School District	4,977
29	Wrangell City School District	4,915

1	Yakutat City School District	8,059
2	Adak Regional School District	6,909
3	Alaska Gateway School District	8,985
4	Aleutian Chain School District	17,341
5	Annette Island School District	6,835
6	Bering Straits School District	12,685
7	Chatham School District	9,029
8	Chugach School District	12,228
9	Copper River School District	7,465
10	Delta School District	6,152
11	Iditarod Area School District	15,571
12	Kuspuk School District	17,031
13	Lake and Peninsula School District	16,095
14	Lower Kuskokwim School District	11,474
15	Lower Yukon School District	10,259
16	Northwest Arctic School District	10,802
17	Pribilof Islands School District	11,934
18	Upper Railbelt Regional School District	9,933
19	Southeast Island School District	10,052
20	Southwest Regional School District	13,837
21	Yukon Flats School District	16,118
22	Yukon Koyukuk School District	13,719
23	Central Correspondence	2,608

(b) If the appropriations for state aid to school districts are insufficient to meet the allocations authorized under this section for fiscal year 1986, the available funds shall be distributed on a pro rata basis among school districts.

* Sec. 3. (a) The Department of Education shall allocate 80 percent of the funds remaining after the allocations under sec. 2 of this Act are

1 recomputed in accordance with AS 14.17.170 to school districts whose

2 (1) local contribution to education for each student in average
3 daily membership in fiscal year 1985 exceeds the statewide average local
4 contribution to education for each pupil in average daily membership for
5 fiscal year 1985; and

6 (2) local contribution to education for fiscal year 1985 exceeds
7 the amount that would be generated by a two-mill levy on the full and true
8 value of taxable real and personal property in the district, as determined
9 under AS 14.17.140, for fiscal year 1985.

10 (b) In fiscal year 1986, the Department of Education shall allocate
11 to each school district that qualifies for funds under (a) of this section
12 an amount equal to the portion of the school district's local contribution
13 to education for each student in average daily membership in fiscal year
14 1985 that exceeds the statewide average local contribution to education for
15 each student in average daily membership in fiscal year 1985. If the
16 available funds under (a) of this section are insufficient to meet the
17 allocations authorized under this subsection, the available funds shall be
18 distributed pro rata among the eligible school districts. If the available
19 funds under (a) of this section exceed the allocations authorized under
20 this subsection, the excess funds shall be distributed pro rata among the
21 eligible districts.

22 (c) In this section

23 (1) "local contribution to education" means the local tax con-
24 tribution that was actually expended for education in fiscal year 1985, as
25 determined by the audit conducted under AS 14.14.050;

26 (2) "statewide average" means the total local contribution to
27 education in the state for fiscal year 1985 divided by the total number of
28 students in average daily membership in fiscal year 1985.

29 (d) The Department of Education may use funds remaining after the
HCS CSSB 147(Fin)

1 allocations under (b) of this section to help a school district remedy
2 unique or emergency circumstances that cannot be remedied using other funds
3 available to the school district for fiscal year 1986. During fiscal year
4 1986, a school district may apply to the commissioner of education for
5 financial assistance under this subsection. The commissioner shall adopt
6 regulations to establish standards of eligibility for funds under this
7 subsection.

8 (e) The commissioner of education may expend funds under (d) of this
9 section only in accordance with the following procedures:

10 (1) the commissioner shall submit the proposed expenditures to
11 the Legislative Budget and Audit Committee for review;

12 (2) 45 days shall elapse before commencement of expenditures
13 under (d) of this section unless the Legislative Budget and Audit Committee
14 earlier recommends that the expenditures be made;

15 (3) should the Legislative Budget and Audit Committee recommend
16 within the 45-day period that the expenditures not be made, the commis-
17 sioner shall again review the proposed expenditures and if the commissioner
18 determines to authorize the expenditures, the commissioner shall provide
19 the Legislative Budget and Audit Committee with a statement of the commis-
20 sioner's reasons before commencement of the expenditures.

21 * Sec. 4. During the period of suspension under sec. 1 of this Act, a
22 school district shall continue to provide services to students in programs
23 of bilingual, special, and vocational education commensurate with the needs
24 of the students and in strict accordance with applicable state and federal
25 laws and regulations.

26 * Sec. 5. This Act is repealed June 30, 1986.

27 * Sec. 6. This Act takes effect July 1, 1985.

STATE OF ALASKA 1985 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: _____

REQUEST

Bill/Resolution No.: CSSB147 (2d Fin)
 Title: An Act relating to state sup-
 port for education
 Sponsor: Ferguson, Fahrenkamp, et.al.
 Requestor: Rep. Adams
 Date of Request: 5/6/85

FISCAL DETAIL

Agency Affected: Dept. of Education
 Program Category Affected: Foundation Support
 BRU, Program or Subprogram(s) Affected: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
OPERATING						
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-

CAPITAL	-0-	-0-	-0-	-0-	-0-	-0-
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REVENUE	-0-	-0-	-0-	-0-	-0-	-0-
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FUNDING: (Thousands of Dollars)

GENERAL FUND	-0-	-0-	-0-	-0-	-0-	-0-
FEDERAL FUNDS	-0-	10,000,000	-0-	-0-	-0-	-0-
OTHER						
TOTAL	-0-	10,000,000	-0-	-0-	-0-	-0-

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: Attach a separate page if necessary

It is estimated that Federal P.L. 81-874 funds might be higher than the amount included in the Foundation Program operating budget for fiscal year 1986.

The P.L. 81-874 funds increase is not expected to exceed \$10.0 million and that amount would be appropriated by this fiscal note if received.

Prepared By: Albert P. Adams - LINC Phone: 465-3702
 Division: HOUSE FINANCE CMTE. Date: 5/8/85

Approved by Commissioner: _____ Date: _____
 Agency: _____

Distribution (by Agency preparing fiscal note):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

7/1/84

Local Contribution Provision - HCSSB 147 (2nd Finance)

	Excess Over State- wide Avg.	District ADM	Excess over Statewide Average X Dist. ADM	0.592420355 District Allocation if \$7.0 is available
Anchorage	40.04	39,738	\$1,591,007.01	\$942,544.94
Bristol Bay			\$0.00	
Cordova	2.69	382	\$1,026.02	\$607.84
Dillingham			\$0.00	
Fairbanks	275.82	12,617	\$3,480,021.00	\$2,061,635.28
Galena			\$0.00	
Haines			\$0.00	
Juneau	53.00	4,551	\$241,180.60	\$142,880.29
Kake			\$0.00	
Kenai	202.89	7,777	\$1,577,873.49	\$934,764.38
Ketchikan	467.97	2,390	\$1,118,453.54	\$662,594.64
King Cove			\$0.00	
Klawock			\$0.00	
Kodiak			\$0.00	
Mat Su	124.02	7,977	\$989,327.92	\$586,098.00
Nenana			\$0.00	
Nome			\$0.00	
North Slope	11,287.23	1,079	\$12,178,919.04	Under 2 mills
Pelican			\$0.00	
Petersburg			\$0.00	
Sand Point			\$0.00	
Sitka	285.98	1,587	\$453,857.86	\$268,874.64
Skagway			\$0.00	
Valdez	2,033.98	800	\$1,627,181.70	Under 2 mills
Wrangell			\$0.00	
Yakutat			\$0.00	
Total			\$23,258,848.19	
Total Local Effort Match				\$5,600,000.00
Emergency Circumstances Account				\$1,400,000.00
Total if the excess over section 2 is \$ 7.0 million				\$7,000,000.00

Including Kenai's In-Kind Building Maintenance Audit Fees

Analysis of HCSSB 147 (2d Finance):

This bill continues to suspend the operation of the old "Foundation Program" for one more year.

Under HCSSB 147 (2d Finance), each school district will receive the dollar amounts for each pupil in average daily membership as listed in section 2 of the bill.

Based on the estimated fiscal year 1986 average daily membership, the entire \$494 million included in the Foundation Program operating budget would be allocated to the districts under section 2 of CSSB147 (2d Finance).

If, after the allocations provided for in section 2 of the bill, there is any money left over (due to decreased actual enrollments or increased Federal PL 81-874 funds), that excess will be deposited in two new accounts for allocation to school districts as follows: (It is important to note that there will be no additional funds available unless 1986 actual enrollments are lower than the estimates originally provided by the districts or unless PL 81-874 funds are received in excess of that currently included in the department's FY '86 operating budget)

1. Local effort match account--80% of the excess remaining after allocations under section 2 of the bill would be used for distribution to those districts whose local contribution to education is in excess of the statewide average local contribution.

To qualify for an allocation from the local effort match account, a municipality's local contribution must also exceed the amount that would be generated by a two-mill levy on taxable property in the district.

2. Emergency circumstances account--20% of the excess remaining after allocations under section 2 of the bill would be used for allocation to districts that apply to the Department of Education and demonstrate a need due to unique or emergency circumstances.

No expenditures may be made from the Emergency circumstances account until the proposed expenditures are submitted to the Legislative Budget and Audit Committee for review.

If the L.B. & A. Committee takes no action within 45 days, the proposed expenditures may be made. If, within 45 days, the L.B. & A. Committee recommends against the expenditures, the Commissioner of Education may still approve the expenditures but must provide the Committee with a statement of the reasons for that decision.

ESTIMATED STATE AID COMPUTATIONS
FISCAL YEAR 1986

(REQUESTED BY JIM TOZER 3-7-85)

AMT PER ADM FY 1984 C82, SLA1983	SB 519 INCR. FY 1986 @ 1.04%	INITIAL RPRT. FY 1986 ADN	FY 1986 ALLLOTMENT PER ADM	FY 1986 REVISED BASIC ENTITLEMENT	ADJUSTMENTS PER AS 14.17.031(d)	ADJUSTMENTS AS 14.17.021(b) P.L. 874 AID	ADJUSTMENT FRBS CONTRACT FEE	REVISED/FINAL STATE AID FY 1986
\$3,310	104%	#D# ANCHORAGE 39,063	\$3,442	\$134,454,846			\$134,454,846	
\$3,310	104%	#D# ANCHORAGE ON BASE 2,500	\$3,442	\$8,605,000			\$8,605,000	
\$9,732	104%	#D# BRISTOL BAY 219	\$10,121	\$2,216,499			\$2,216,499	
\$5,029	104%	#D# CORDOVA 382	\$5,230	\$1,997,860			\$1,997,860	
\$7,884	104%	#D# CRAIG 168	\$8,199	\$1,377,432			\$1,377,432	
\$8,673	104%	#D# DILLINGHAM 451	\$9,020	\$4,068,020			\$4,068,020	
\$3,688	104%	#D# FAIRBANKS 10,796	\$3,836	\$41,413,456			\$41,413,456	
\$3,688	104%	#D# FAIRBANKS ON BASE 2,300	\$3,836	\$8,822,800			\$8,822,800	
		#D# FRBKS CONTRACY FEE				\$500,000	\$500,000	
\$9,995	104%	#D# GALENA 144	\$10,395	\$1,496,880			\$1,496,880	
\$6,345	104%	#D# HAINES 368	\$6,599	\$2,428,432			\$2,428,432	
\$6,224	104%	#D# HOONAH 210	\$6,473	\$1,359,330			\$1,359,330	
\$9,163	104%	#D# HYDABURG 98	\$9,530	\$933,940			\$933,940	
\$3,622	104%	#D# JUNEAU 4,700	\$3,767	\$17,704,900			\$17,704,900	
\$7,109	104%	#D# KAKE 207	\$7,393	\$1,530,351			\$1,530,351	
\$3,900	104%	#D# KENAI 8,340	\$4,056	\$33,827,040			\$33,827,040	
\$3,399	104%	#D# KETCHIKAN 2,406	\$3,535	\$8,505,210			\$8,505,210	
\$9,376	104%	#D# KING COVE 106	\$9,751	\$1,033,606	\$26,815		\$1,060,421	
\$7,417	104%	#D# KLAUOCK 156	\$7,711	\$1,203,384			\$1,203,384	
\$5,488	104%	#D# KODIAK 2,250	\$5,708	\$12,843,000			\$12,843,000	
\$3,504	104%	#D# MAT-SU 9,032	\$3,644	\$32,912,608			\$32,912,608	
\$10,507	104%	#D# NENANA 138	\$10,927	\$1,507,926			\$1,507,926	
\$7,165	104%	#D# NOME 815	\$7,452	\$6,073,380			\$6,073,380	
\$9,202	104%	#D# NORTH SLOPE 1,091	\$9,570	\$10,440,870			\$10,440,870	
\$12,438	104%	#D# PELICAN 49	\$12,936	\$633,864	\$71,081		\$704,945	
\$4,275	104%	#D# PETERSBURG 601	\$4,466	\$2,672,046			\$2,672,046	
\$8,283	104%	#D# SAND POINT 97	\$8,614	\$835,558	\$53,838		\$889,396	
\$3,711	104%	#D# SITKA 1,586	\$3,859	\$6,120,374			\$6,120,374	
\$5,379	104%	#D# SKAGWAY 130	\$5,594	\$727,220			\$727,220	
\$14,946	104%	#D# ST. MARY'S 111	\$15,544	\$1,725,384			\$1,725,384	
\$13,361	104%	#D# TANANA 84	\$13,895	\$1,167,180	\$72,949		\$1,240,129	
\$8,210	104%	#D# UNALASKA 139	\$8,538	\$1,186,782	\$87,515		\$1,274,297	
\$4,786	104%	#D# VALDEZ 800	\$4,977	\$3,981,600			\$3,981,600	
\$4,726	104%	#D# WRANGELL 471	\$4,915	\$2,314,965			\$2,314,965	
\$7,749	104%	#D# YAKUTAT 165	\$8,059	\$1,329,735			\$1,329,735	
####		TOTALS-CITIES & BOROUGHS 90,173	####	\$359,451,478	\$312,198	\$500,000.00	\$360,263,676	

STATE OF ALASKA-DEPARTMENT OF EDUCATION
 PUBLIC SCHOOL FOUNDATION PROGRAM
 ESTIMATED STATE AID COMPUTATIONS
 FISCAL YEAR 1986

AMNT PER ADM FY 1984	SB 519 INCR. FY 1986	SB 519 INCR. %	INITIAL RPT. FY 1986	FY 1986 ALLOTMENT PER ADM	FY 1986 REVISED BASIC ENTITLEMENT	ADJUSTMENTS PER AS 14.17.031(d)	ADJUSTMENTS AS 14.17.021(b) P.L. 874 AID	ADJUSTMENT FRBS CONTRACT FEE	REVISED/FINAL STATE AID FY 1986
\$6,643	104%		575	\$6,909	\$3,972,675		\$1,526,266		\$2,446,409
\$8,639	104%		493	\$8,985	\$4,429,605		\$597,452		\$3,832,153
\$16,674	104%		118	\$17,341	\$2,046,238	\$199,431	\$217,700		\$2,027,969
\$6,572	104%		383	\$6,835	\$2,617,805		\$1,196,237		\$1,421,568
\$12,197	104%		1,195	\$12,685	\$15,158,575		\$2,810,936		\$12,347,639
\$8,682	104%		310	\$9,029	\$2,798,990		\$566,032		\$2,232,958
\$11,758	104%		133	\$12,228	\$1,626,324		\$99,287		\$1,527,037
\$7,178	104%		556	\$7,465	\$4,150,540		\$92,110		\$4,058,430
\$5,915	104%		1,061	\$6,152	\$6,527,272		\$957,373		\$5,569,899
\$14,972	104%		404	\$15,571	\$6,290,684		\$569,899		\$5,720,785
\$16,376	104%		392	\$17,031	\$6,676,152		\$744,250		\$5,931,902
\$15,476	104%		364	\$16,095	\$5,858,580		\$867,676		\$4,990,904
\$11,033	104%		2,990	\$11,474	\$34,307,260		\$5,871,233		\$28,436,027
\$9,864	104%		1,501	\$10,259	\$15,398,759		\$4,180,540		\$11,218,219
\$10,387	104%		1,511	\$10,802	\$16,321,822		\$2,788,966		\$13,532,856
\$11,475	104%		163	\$11,934	\$1,945,242		\$545,815		\$1,399,427
\$9,551	104%		356	\$9,933	\$3,536,148		\$63,948		\$3,472,200
\$9,665	104%		452	\$10,052	\$4,543,504		\$783,808		\$3,759,696
\$13,305	104%		490	\$13,837	\$6,780,130		\$1,446,525		\$5,333,605
\$15,498	104%		389	\$16,118	\$6,269,902		\$375,575		\$5,894,327
\$13,191	104%		559	\$13,719	\$7,668,921		\$1,280,359		\$6,388,562
####			TOTALS REAA'S	14,395	#### \$158,925,128	\$199,431	\$27,581,987		\$131,542,572
\$2,508	104%	5%	CENT. CORRESP. STUDY	1,000	\$2,608	\$2,608,000			\$2,608,000
####			STATEWIDE TOTALS	105,568	#### \$520,984,606	\$511,629	\$27,563,565		\$494,414,248
			ADM'S INCLUDE BIA TRANSFERS & CHANGES TO PETERSBURG & CRAIG						

*Auth: 3-11-85
 New data from the 32 city/young districts, the 21 REAA's
 and the Centralized Correspondence Study - Col. 1 & Col. 2.
 for the full on Foundation distribution.
 M. C. ...*

Offered: 5/4/85
Referred: Rules

Original sponsors: Ferguson, Fahrenkamp,
Kerttula, et al

1 IN THE SENATE BY THE FINANCE COMMITTEE
2 CS FOR SENATE BILL NO. 147 (2d Finance)
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 FOURTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state support for education; and
7 providing for an effective date."

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6	Bering Straits School District	12,685
7	Chatham School District	9,029
8	Chugach School District	12,228
9	Copper River School District	7,465
10	Delta School District	6,152
11	Iditarod Area School District	15,571
12	Kuspuk School District	17,071
13	Lake and Peninsula School District	16,095
14	Lower Kuskokwim School District	11,474
15	Lower Yukon School District	10,259
16	Northwest Arctic School District	10,802
17	Pribilof Islands School District	11,934
18	Upper Railbelt Regional School District	9,933
19	Southeast Island School District	10,052
20	Southwest Regional School District	13,837
21	Yukon Flats School District	16,118
22	Yukon Koyukuk School District	13,719
23	Central Correspondence	2,608

24 (b) If the appropriations for state aid to school districts are
25 insufficient to meet the allocations authorized under this section for
26 fiscal year 1986, the available funds shall be distributed on a pro
27 rata basis among school districts.

28 * Sec. 3. (a) The Department of Education shall allocate 75 percent of
29 the funds remaining after the allocations under sec. 2 of this Act are

1 recomputed in accordance with AS 14.17.170 to school districts whose

2 (1) local contribution to education for each student in average
3 daily membership in fiscal year 1985 exceeds the statewide average local
4 contribution to education for each pupil in average daily membership for
5 fiscal year 1985; and

6 (2) local contribution to education for fiscal year 1985 exceeds
7 the amount that would be generated by a two-mill levy on the full and true
8 value of taxable real and personal property in the district, as determined
9 under AS 14.17.140, for fiscal year 1985.

10 (b) In fiscal year 1986, the Department of Education shall allocate
11 to each school district that qualifies for funds under (a) of this section
12 an amount equal to the portion of the school district's local contribution
13 to education for each student in average daily membership in fiscal year
14 1985 that exceeds the statewide average local contribution to education for
15 each student in average daily membership in fiscal year 1985. If the
16 available funds under (a) of this section are insufficient to meet the
17 allocations authorized under this subsection, the available funds shall be
18 distributed pro rata among the eligible school districts. If the available
19 funds under (a) of this section exceed the allocations authorized under
20 this subsection, the excess funds shall be distributed pro rata among the
21 eligible districts.

22 (c) In this section

23 (1) "local contribution to education" means the local tax con-
24 tribution that was actually expended for education in fiscal year 1985, as
25 determined by the audit conducted under AS 14.14.050;

26 (2) "statewide average" means the total local contribution to
27 education in the state for fiscal year 1985 divided by the total number of
28 students in average daily membership in fiscal year 1985.

29 (d) The Department of Education may use funds remaining after the

1 allocations under (b) of this section to help a school district remedy
2 unique or emergency circumstances that cannot be remedied using other funds
3 available to the school district for fiscal year 1986. During fiscal year
4 1986, a school district may apply to the commissioner of education for
5 financial assistance under this subsection. The commissioner shall adopt
6 regulations to establish standards of eligibility for funds under this
7 subsection.

8 (e) The commissioner of education may expend funds under (d) of this
9 section only in accordance with the following procedures:

10 (1) the commissioner shall submit the proposed expenditures to
11 the Legislative Budget and Audit Committee for review;

12 (2) 45 days shall elapse before commencement of expenditures
13 under (d) of this section unless the Legislative Budget and Audit Committee
14 earlier recommends that the expenditures be made;

15 (3) should the Legislative Budget and Audit Committee recommend
16 within the 45-day period that the expenditures not be made, the commis-
17 sioner shall again review the proposed expenditures and if the commissioner
18 determines to authorize the expenditures, the commissioner shall provide
19 the Legislative Budget and Audit Committee with a statement of the commis-
20 sioner's reasons before commencement of the expenditures.

21 * Sec. 4. During the period of suspension under sec. 1 of this Act, a
22 school district shall continue to provide services to students in programs
23 of bilingual, special, and vocational education commensurate with the needs
24 of the students and in strict accordance with applicable state and federal
25 laws and regulations.

26 * Sec. 5. This Act is repealed June 30, 1986.

27 * Sec. 6. This Act takes effect July 1, 1985.

Offered: 4/26/85
Referred: Rules

Original sponsor: Ferguson, Fahrenkamp,
Kerttula, et al

1 IN THE SENATE BY THE FINANCE COMMITTEE
2 CS FOR SENATE BILL NO. 147 (Finance)
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 FOURTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state support for education; and
7 providing for an effective date."

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

9 * Section 1. The operation of AS 14.17.021(a), 14.17.022, 14.17.023,
10 14.17.031(a), (b), (c), and (e), 14.17.041, 14.17.051, 14.17.056, 14.17.-
11 082, 14.17.160, 14.17.180, 14.17.225(b), and the provision of 14.17.170
12 that requires the withholding of one-half of the June payment of state aid
13 pending a final determination of each school district's state aid is sus-
14 pended from July 1, 1985, through June 30, 1986. During the period of
15 suspension, the provisions of AS 14.17.031(d) remain in effect except that
16 the number of students in average daily membership in each school district
17 shall be used instead of instructional units to calculate reductions in
18 state aid. During the period of suspension, funding for the basic state
19 aid and supplemental equalization aid that otherwise would have been pro-
20 vided under the provisions of AS 14.17.021(a), 14.17.022, and 14.17.023
21 shall be provided to school districts and for centralized correspondence
22 study in accordance with the provisions of sec. 2 of this Act.

23 * Sec. 2. (a) Except as provided in (b) of this section, for fiscal
24 year 1986 the amount of state aid for each school district and for cen-
25 tralized correspondence study is the following amount, subject to adjust-
26 ment under AS 14.17.021(b), for each pupil in average daily membership,
27 less any aid overpaid as determined by the commissioner of education:

28 Anchorage School District	\$ 3,473
29 Bristol Bay Borough School District	10,121

1	Cordova City School District	5,230
2	Craig City School District	7,581
3	Dillingham City School District	9,020
4	Fairbanks North Star Borough School District	4,089
5	Galena City School District	10,395
6	Haines Borough School District	6,599
7	Hoonah City School District	6,473
8	Hydaburg City School District	9,530
9	City and Borough of Juneau School District	3,810
10	Kake City School District	7,393
11	Kenai Peninsula Borough School District	4,056
12	Ketchikan Gateway Borough School District	3,956
13	King Cove City School District	9,751
14	Klawock City School District	7,714
15	Kodiak Island School District	5,708
16	Matanuska-Susitna Borough School District	3,764
17	Nenana City School District	10,927
18	Nome City School District	7,452
19	North Slope Borough School District	9,570
20	Pelican City School District	12,936
21	Petersburg City School District	4,446
22	Sand Point City School District	8,614
23	Sitka Borough School District	4,112
24	Skagway City School District	5,594
25	St. Mary's City School District	15,544
26	Tanana School District	13,895
27	Unalaska City School District	8,538
28	Valdez City School District	4,977
29	Wrangell City School District	4,915

1	Yakutat City School District	8,059
2	Adak Regional School District	6,909
3	Alaska Gateway School District	8,985
4	Aleutian Chain School District	17,341
5	Annette Island School District	6,835
6	Bering Straits School District	12,685
7	Chatham School District	9,029
8	Chugach School District	12,228
9	Copper River School District	7,465
10	Delta School District	6,152
11	Iditarod Area School District	15,571
12	Kuspuk School District	17,031
13	Lake and Peninsula School District	16,095
14	Lower Kuskokwim School District	11,474
15	Lower Yukon School District	10,259
16	Northwest Arctic School District	10,802
17	Pribilof Islands School District	11,934
18	Upper Railbelt Regional School District	9,933
19	Southeast Island School District	10,052
20	Southwest Regional School District	13,837
21	Yukon Flats School District	16,118
22	Yukon Koyukuk School District	13,719
23	Central Correspondence	2,608

24 (b) The student enrollment increase account is established. The
25 Department of Education shall use funds appropriated to the account
26 for state aid for each pupil in average daily membership in fiscal
27 year 1986 exceeding the actual number of pupils in average daily
28 membership in fiscal year 1985. Funds in the account shall be dis-
29 tributed on a pro rata basis so that an equal amount is paid for each

1 new student. Increases in enrollment shall be recomputed and reported
2 to the department each month during the school year and the department
3 shall adjust payments from the student enrollment increase account
4 accordingly.

5 * Sec. 3. During the period of suspension under sec. 1 of this Act, a
6 school district shall continue to provide services to students in programs
7 of bilingual, special, and vocational education commensurate with the needs
8 of the students and in strict accordance with applicable state and federal
9 laws and regulations.

10 * Sec. 4. If the appropriations for state aid to school districts are
11 insufficient to meet the allocations authorized under this Act for fiscal
12 year 1986, the available funds shall be distributed on a pro rata basis
13 among school districts.

14 * Sec. 5. The school district interim assistance account is estab-
15 lished. The Department of Education may use funds appropriated to the
16 account to help a school district remedy unique or emergency circumstances
17 that cannot be remedied using other funds available to the school district
18 for fiscal year 1986. During fiscal year 1986, a school district may apply
19 to the commissioner of education for financial assistance from the account.
20 The commissioner shall ad regulations to establish standards of eligi-
21 bility for funds from the account. The disbursement of funds from the
22 interim assistance account must be approved by the Legislative Budget and
23 Audit Committee before funds are released to a school district.

24 * Sec. 6. This Act is repealed June 30, 1986.

25 * Sec. 7. This Act takes effect July 1, 1985.

Offered: 4/15/85
Referred: Finance

Original sponsors: Ferguson, Fahrenkamp,
Kerttula, et al

BY THE HEALTH, EDUCATION AND
SOCIAL SERVICES COMMITTEE

1 IN THE SENATE

2

CS FOR SENATE BILL NO. 147 (HESS)

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FOURTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act relating to state support for education; and
7 providing for an effective date."

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

9 * Section 1. The operation of AS 14.17.021(a), 14.17.022, 14.17.023,
10 14.17.031(a), (b), (c), and (e), 14.17.041, 14.17.051, 14.17.056, 14.17.-
11 082, 14.17.160, 14.17.180, 14.17.225(b), and the provision of 14.17.170
12 that requires the withholding of one-half of the June payment of state aid
13 pending a final determination of each school district's state aid is sus-
14 pended from July 1, 1985, through June 30, 1986. During the period of
15 suspension, the provisions of AS 14.17.031(d) remain in effect except that
16 the number of students in average daily membership in each school district
17 shall be used instead of instructional units to calculate reductions in
18 state aid. During the period of suspension, funding for the basic state
19 aid and supplemental equalization aid that otherwise would have been pro-
20 vided under the provisions of AS 14.17.021(a), 14.17.022, and 14.17.023
21 shall be provided to school districts and for centralized correspondence
22 study in accordance with the provisions of sec. 2 of this Act.

23 * Sec. 2. (a) Except as provided in (b) of this section, for fiscal
24 year 1986 the amount of state aid for each school district and for
25 centralized correspondence study is the following amount, subject to
26 adjustment under AS 14.17.021(b), for each pupil in average daily
27 membership, less any aid overpaid as determined by the commissioner of
28 education:

29 Anchorage School District

§ 3,473

1	Bristol Bay Borough School District	10,121
2	Cordova City School District	5,230
3	Craig City School District	8,199
4	Dillingham City School District	9,020
5	Fairbanks North Star Borough School District	4,089
6	Galena City School District	10,395
7	Haines Borough School District	6,599
8	Hoonah City School District	6,473
9	Hydaburg City School District	9,530
10	City and Borough of Juneau School District	3,810
11	Kake City School District	7,393
12	Kenai Peninsula Borough School District	4,056
13	Ketchikan Gateway Borough School District	3,956
14	King Cove City School District	9,751
15	Klawock City School District	7,714
16	Kodiak Island School District	5,708
17	Matanuska-Susitna Borough School District	3,764
18	Nenana City School District	10,927
19	Nome City School District	7,452
20	North Slope Borough School District	9,570
21	Pelican City School District	12,936
22	Petersburg City School District	4,446
23	Sand Point City School District	8,614
24	Sitka Borough School District	4,112
25	Skagway City School District	5,594
26	St. Mary's City School District	15,544
27	Tanana School District	13,895
28	Unalaska City School District	8,538
29	Valdez City School District	4,977

1	Wrangell City School District	4,915
2	Yakutat City School District	8,059
3	Adak Regional School District	6,909
4	Alaska Gateway School District	8,985
5	Aleutian Chain School District	17,341
6	Annette Island School District	6,835
7	Bering Straits School District	12,685
8	Chatham School District	9,029
9	Chugach School District	12,228
10	Copper River School District	7,465
11	Delta School District	6,152
12	Iditarod Area School District	15,571
13	Kuspuk School District	17,031
14	Lake and Peninsula School District	16,095
15	Lower Kuskokwim School District	11,474
16	Lower Yukon School District	10,259
17	Northwest Arctic School District	10,802
18	Pribilof Islands School District	11,934
19	Upper Railbelt Regional School District	9,933
20	Southeast Island School District	10,052
21	Southwest Regional School District	13,837
22	Yukon Flats School District	16,118
23	Yukon Koyukuk School District	13,719
24	Central Correspondence	2,608

25 (b) The student enrollment increase account is established. The
26 Department of Education shall use funds appropriated to the account
27 for state aid for each pupil in average daily membership in fiscal
28 year 1986 exceeding the actual number of pupils in average daily
29 membership in fiscal year 1985. Funds in the account shall be

1 distributed on a pro rata basis so that an equal amount is paid for
2 each new student. Increases in enrollment shall be recomputed and
3 reported to the department each month during the school year.

4 * Sec. 3. During the period of suspension under sec. 1 of this Act, a
5 school district shall continue to provide services to students in programs
6 of bilingual, special, and vocational education commensurate with the needs
7 of the students and in strict accordance with applicable state and federal
8 laws and regulations.

9 * Sec. 4. If the appropriations for state aid to school districts are
10 insufficient to meet the allocations authorized under this Act for fiscal
11 year 1986, the available funds shall be distributed on a pro rata basis
12 among school districts.

13 * Sec. 5. The school district interim assistance account is estab-
14 lished. The Department of Education may use funds appropriated to the
15 account to help a school district remedy unique or emergency circumstances
16 that cannot be remedied using other funds available to the school district
17 for fiscal year 1986. During fiscal year 1986, a school district may apply
18 to the commissioner of education for financial assistance from the account.
19 The commissioner shall adopt regulations to establish standards of eligi-
20 bility for funds from the account.

21 * Sec. 6. This Act is repealed June 30, 1986.

22 * Sec. 7. This Act takes effect July 1, 1985.

Introduced: 2/12/85
Referred: Health, Education and Social Services,
and Finance

BY FERGUSON, FAHRENKAMP,
KERTTULA, RAY, ZIEGLER
AND ELIASON

1 IN THE SENATE

2 SENATE BILL NO. 147

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state support for education; and
7 providing for an effective date."

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

9 * Section 1. Section 5, ch. 82, SLA 1983 as amended by sec. 1, ch. 127,
10 SLA 1984, is amended to read:

11 Sec. 5. The operation of AS 14.17.021(a), 14.17.022, 14.17.023,
12 14.17.031(a), (b), (c), and (e), 14.17.041, 14.17.051, 14.17.056,
13 14.17.082, 14.17.160, 14.17.180, 14.17.225(b), and the provision of
14 14.17.170 that requires the withholding of one-half of the June pay-
15 ment of state aid pending a final determination of each school dis-
16 trict's state aid is suspended from July 1, 1983, through June 30,
17 1986 [1985]. During the period of suspension, the provisions of
18 AS 14.17.031(d) remain in effect except that the number of students in
19 average daily membership in each school district shall be used instead
20 of instructional units to calculate reductions in state aid. During
21 the period of suspension, funding for the basic state aid and supple-
22 mental equalization aid that otherwise would have been provided under
23 the provisions of AS 14.17.021(a), 14.17.022, and 14.17.023 shall be
24 provided to school districts and for centralized correspondence study
25 in accordance with the provisions of sec. 6 of this Act.

26 * Sec. 2. Section 6, ch. 82, SLA 1983 is amended to read:

27 Sec. 6. For fiscal year 1986 [1984] the amount of state aid for
28 each school district and for centralized correspondence study is the
29 following amount, subject to adjustment under AS 14.17.021(b), for

1 each pupil in average daily membership less any aid overpaid as de-
2 termined by the commissioner of education:

3	Anchorage School District	\$ 3,310	
4	Bristol Bay Borough School District	9,732	
5	Cordova City School District	5,029	
6	Craig City School District	<u>7,581</u>	[6,734]
7	Dillingham City School District	8,673	
8	Fairbanks North Star Borough School District	<u>3,843</u>	[3,688]
9	Galena City School District	9,995	
10	Haines Borough School District	<u>6,500</u>	[6,345]
11	Hoonah City School District	6,224	
12	Hydaburg City School District	9,163	
13	City and Borough of Juneau School District	<u>3,777</u>	[3,622]
14	Kake City School District	7,109	
15	Kenai Peninsula Borough School District	3,900	
16	Ketchikan Gateway Borough School District	<u>3,554</u>	[3,399]
17	King Cove City School District	9,376	
18	Klawock City School District	7,417	
19	Kodiak Island School District	5,488	
20	Matanuska-Susitna Borough School District	<u>3,659</u>	[3,504]
21	Nenana City School District	10,507	
22	Nome City School District	7,165	
23	North Slope Borough School District	9,202	
24	Pelican City School District	12,438	
25	Petersburg City School District	<u>4,112</u>	[4,049]
26	Sand Point City School District	8,283	
27	Sitka Borough School District	<u>3,866</u>	[3,711]
28	Skagway City School District	<u>5,534</u>	[5,379]
29	St. Mary's City School District	14,946	

1	Tanana School District		13,361
2	Unalaska City School District		8,210
3	Valdez City School District		4,786
4	Wrangell City School District	<u>4,881</u>	[4,726]
5	Yakutat City School District		7,749
6	Adak Regional School District		6,643
7	Alaska Gateway School District		8,639
8	Aleutian Chain School District		16,674
9	Annette Island School District		6,572
10	Bering Straits School District		12,197
11	Chatham School District		8,682
12	Chugach School District		11,758
13	Copper River School District		7,178
14	Delta School District		5,915
15	Iditarod Area School District		14,972
16	Kuspuk School District		16,376
17	Lake and Peninsula School District		15,476
18	Lower Kuskokwim School District		11,033
19	Lower Yukon School District		9,864
20	Northwest Arctic School District		10,387
21	Pribilof Islands School District		11,475
22	Upper Railbelt Regional School District		9,551
23	Southeast Island School District		9,665
24	Southwest Regional School District		13,305
25	Yukon Flats School District		15,498
26	Yukon Koyukuk School District		13,191
27	Central Correspondence		2,508

28 * Sec. 3. Section 7, ch. 82, SLA 1983 is amended to read:

29 Sec. 7. The Commissioner shall determine the state aid for each

1 school district on the basis of the reports submitted under AS 14.17.-
2 170 for fiscal year 1985 [1983]. Beginning July 15 of the fiscal
3 year, and on the 15th of each month, for seven successive months,
4 1/12th of each district's state aid shall be distributed.

5 * Sec. 4. Section 8, ch. 82, SLA 1983 is amended to read:

6 Sec. 8. Appropriations made for fiscal year 1986 [1984] for
7 supplemental programs under AS 14.17.061(a) may be used only for
8 average daily membership increases beyond the average daily membership
9 reported by school districts under AS 14.17.170 for fiscal year 1985
10 [1983]. If the amount appropriated for fiscal year 1986 [1984] is
11 insufficient to meet the average daily membership allocations author-
12 ized under sec. 6 of this Act with respect to the increased average
13 daily membership, the available funds shall be distributed on a pro
14 rata basis among the school districts with increases in average daily
15 membership.

16 * Sec. 5. Section 10, ch. 82, SLA 1983, as amended by sec. 2, ch. 127,
17 SLA 1984, is amended to read:

18 Sec. 10. The [COMMISSIONER OF EDUCATION SHALL RECOMMEND TO THE
19 LEGISLATURE A METHOD OF REVISING AND IMPROVING THE PUBLIC SCHOOL
20 FOUNDATION PROGRAM NO LATER THAN JANUARY 9, 1984. IF THE COMMISSIONER
21 OF EDUCATION HAS NOT MADE RECOMMENDATIONS TO THE LEGISLATURE BY
22 JANUARY 9, 1984, THE] amount of state aid to each school district and
23 regional educational attendance area under the public school founda-
24 tion program for [BEGINNING IN] fiscal year 1986 [1985], shall be the
25 amount set out in sec. 6 of this Act, multiplied by the average daily
26 membership reported by the district under AS 14.17.170 for fiscal year
27 1985 [1984], with a cost-of-living adjustment of four percent. The
28 state aid for fiscal year 1986 [1985] shall also be adjusted to re-
29 flect the revised average daily membership reported by the district

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under AS 14.17.170 for fiscal year 1986 [1985].

* Sec. 6. Section 11, ch. 82, SLA 1983 is amended to read:

Sec. 11. Sections 4 - 10 of this Act are repealed June 30, 1986
[1985].

* Sec. 7. This Act takes effect immediately in accordance with AS 01.-
10.070(c).