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# HOUSE COMMITTEE REPORT

(9)

Date Referred: January 22, 1993

FURTHER REFERRALS:

Finance

Date of Committee Action: 3-29-93

The HEALTH, EDUCATION AND SOCIAL SERVICES Committee considered:

HB 82

HOUSE BILL NO. 82

SCHOOL CONSTRUCTION & MAINTENANCE GRANTS

"An Act relating to school construction grants and major maintenance grants to school districts; providing for school district participation in the cost of school construction and major maintenance; creating a major maintenance grant fund; and providing for an effective date."

**RECOMMENDATIONS:**

be replaced with CS HB 82 (HESS)  the same title  a new title

have attached amendments(s)

do pass

do not pass

no recommendations

individual recommendations

additional referral to the \_\_\_\_\_ Committee

ADDITIONS: \_\_\_\_\_ letter of Intent

ATTACHES NEW FISCAL NOTE(S): \_\_\_\_\_ (Dept)

APPROVES PREVIOUS: \_\_\_\_\_ (Dept/Date)

fiscal impact \_\_\_\_\_

fiscal note(s) Education 1/22/93

zero fiscal note \_\_\_\_\_

zero fiscal note(s) Revenue DOT/PF 1/22/93

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	DNP	NR	AM
<i>Don Bunde</i>	<input checked="" type="checkbox"/>	<i>[Signature]</i>	<input checked="" type="checkbox"/>		
<i>[Signature]</i>	<input checked="" type="checkbox"/>	<i>[Signature]</i>		<input checked="" type="checkbox"/>	
<i>Betty Davis</i>	<input checked="" type="checkbox"/>	<i>[Signature]</i>		<input checked="" type="checkbox"/>	
		<i>[Signature]</i>		<input checked="" type="checkbox"/>	
		<i>[Signature]</i>		<input checked="" type="checkbox"/>	

*Don Bunde*

CHAIRMAN'S SIGNATURE

3/29/93

LTN1100-R01  
04/01/93

LEGISLATIVE TELECONFERENCE NETWORK

PAGE 01  
18:20:16

TCN: 30443 DATE & TIME: 03/29/93 15:00 TO 17:00 STATUS:7 STATS. IN

\*\*\*\* ORDER SUMMARY \*\*\*\*

SPONSOR: HHS HOUSE HEALTH, EDUCATION AND SOCIAL SERVI CHAIRS: TOOHEY  
PURPOSE: PUB PUBLIC HEARING BUNDE  
CONTACT: LYNNE SMITH TEL#: (907)465-6825  
CHAIRING SITE: JUNEAU CAPITOL CAP106

SPONSOR REMARKS(PUB): TESTIMONY:Y ALLOWED 5 MINUTE LIMIT  
PUBLIC TESTIMONY ON HB 82 AND HB 83 = PART 2.  
2 PART TELECONFERENCE / PART 1= CONFIRMATION HEARING. NO SITES ON LINE.  
TCN REQUESTED ON 03/29/93 AND HAS 9 UPDATES

\*\*\*\* AGENDA \*\*\*\*

- 1 \*\*\*\*\* PART 2 \*\*\*\*\*
- 2 HB 82 SCHOOL CONSTRUCTION & MAINTENANCE GRANTS
- 3 HB 83 APPROP: SCHOOL CONSTRUCTION GRANT FUND
- 4 \*\*\*\*\* PART 1 \*\*\*\*\*
- 5 CONFIRMATION HEARING ON BURTON MILLER
- 6 FOR THE BOARD OF DENTAL EXAMINERS.

\*\*\*\* PARTICIPATING LIOS \*\*\*\*

ANC ANCHORAGE	3111 C STREET	LOCATION STAFF
GLN GLENNALLEN	COMMUNITY LIB.	LOCATION STAFF
* JNU JUNEAU	CAPITOL CAP106	LOCATION STAFF
SOL KEN/SOL	34824 KALIFONSKY	LOCATION STAFF
TOK TOK LIO	MP 1314 AK. HWY	LOCATION STAFF
VAL VALDEZ	STATE BLDG. #13	LOCATION STAFF

\*\*\*\* VOLUNTEER & OFFNET SITES \*\*\*\*

ZZZ OF1 OFFNET 1	ANCHORAGE	BURTON MILLER	(907)337-4590
ZZZ OF2 OFFNET 2	KUSPUK	KUSPUK SCHOOL	(907)675-4250
ZZZ OF3 OFFNET 3	TANANA	RON DELAY	(907)366-7201
ZZZ OF4 OFFNET 4	GALENA	BILL MILLER	(907)636-1250

PARTICIPANTS IN GLENNALLEN

GLN

~~1 MR. GORDON TOPE~~ ~~C.R.S.D.~~ ~~OBSV. HB 82~~  
P.O. BOX 108 GLENNALLEN AK 99588 (907)822-3235

(MORE)

PARTICIPANTS IN: JUNEAU

JNU

1	REP	BUNDE		TSFY. ***** PART 2
			AK	(907)000-0000
29	2	OBSERVE		OBSV. ***** PART 2
			AK	(907)000-0000
30	2	OBSERVE		OBSV. ***** PART 2
			AK	(907)000-0000
31	2	OBSERVE		OBSV. ***** PART 2
			AK	(907)000-0000
32	2	OBSERVE		OBSV. ***** PART 2
			AK	(907)000-0000
33	2	OBSERVE		OBSV. ***** PART 2
			AK	(907)000-0000

PARTICIPANTS IN: KEN/SOL

SOL

1 MR. RICHARD SWARNER (HB82.83) KPBSD OBSV. \*\*\*\*\* PART 2

LTN1100-R01

LEGISLATIVE TELECONFERENCE NETWORK

PAGE 03

04/01/93

18:20:16

TCN: 30443 DATE & TIME: 03/29/93 15:00 TO 17:00 STATUS:7 STATS. IN

PARTICIPANTS IN: KEN/SOL

SOL

148 N. BINKLEY SOLDOTNA AK 99669 (907)262-5846

PARTICIPANTS IN: TOK LIO

TOK

1 MS.	CATHERINE WILSON	AGSD	OBSV. HB 82
	P.O. BOX 226	TOK	AK 99780 (907)883-5151
2 MR.	JEFF DARTT	AGSD REG. BOARD	OBSV. HB 82
	P.O. BOX 166	TOK	AK 99780 (907)883-5568

PARTICIPANTS IN: VALDEZ

VAL

1 MR. GREG WILLIAMS KCHU OBSV. HB 82  
 BOX 467 VALDEZ AK 99686 (907)835-4665

PARTICIPANTS IN: OFFNET 1

ZZZ OF1

1 BURTON MILLER ANCHORAGE AK TSFY. \*\*\*\*\* PART 2  
 (907)337-4590

PARTICIPANTS IN: OFFNET 2

ZZZ OF2

1 KUSPUK SCHOOL KULPUK AK OBSV. \*\*\*\*\* PART 2  
 (907)675-4250

PARTICIPANTS IN: OFFNET 3

ZZZ OF3

1 RON DELAY TANANA AK OBSV. \*\*\*\*\* PART 2  
 (907)366-7201

PARTICIPANTS IN: OFFNET 4

ZZZ OF4

1 BILL MILLER GALEANA AK OBSV. \*\*\*\*\* PART 2  
 (907)656-1250

H/HESS ROLL CALL FORM

BILL CSHB 82 DATE 3/29/93  
 TAPE 93-50 NUMBER 466  
 SUBJECT OF VOTE To change to 25, 30, 35%

MEMBER	YEA	NAY	ABS.	
Rep. Cynthia Toohey	—	X	—	AV cut L-12 (3) N v x x x x x x 7-1 N 4(AV)
Rep. Con Bunde	—	X	—	
Rep. Gary Davis	X	—	—	
Rep. Al Vezey	—	X	—	
Rep. Pete Kott	—	—	—	
Rep. Harley Olberg	—	X	—	
Rep. Bettye Davis	X	—	—	
Rep. Irene Nicholia	X	—	—	
Rep. Tom Brice	X	—	—	
TOTAL	<u>4</u>	<u>4</u>	—	FAILED 7-1 N 4(AV)

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BILL HR 82 DATE \_\_\_\_\_  
 TAPE 93- NUMBER 514  
 SUBJECT OF VOTE To put \$0-100,000 in 5% bracket

MEMBER	YEA	NAY	ABS	
Rep. Con Bunde	—	X	—	TB Amm - to allow wave (4) N x x x x x x 7-1
Rep. Gary Davis	—	X	—	
Rep. Al Vezey	—	X	—	
Rep. Pete Kott	—	—	—	
Rep. Harley Olberg	X	—	—	
Rep. Bettye Davis	X	—	—	
Rep. Irene Nicholia	X	—	—	
Rep. Tom Brice	X	—	—	
Rep. Cynthia Toohey	—	X	—	
TOTAL	<u>4</u>	<u>4</u>	—	7-1

H/HESS ROLL CALL FORM

BILL \_\_\_\_\_ DATE \_\_\_\_\_  
 TAPE 93- \_\_\_\_\_ NUMBER \_\_\_\_\_  
 SUBJECT OF VOTE \_\_\_\_\_

MEMBER	YEA	NAY	ABS
Rep. Cynthia Toohey	<u>✓</u>	_____	_____
Rep. Con Bunde	<u>✓</u>	_____	_____
Rep. Gary Davis	_____	_____	_____
Rep. Al Vezey	<u>✓</u>	_____	_____
Rep. Pete Kott	<u>✓</u>	_____	_____
Rep. Harley Olberg	<u>✓</u>	_____	_____
Rep. Bettye Davis	_____	<u>✓</u>	_____
Rep. Irene Nicholia	_____	_____	_____
Rep. Tom Brice	_____	<u>✓</u>	_____
TOTAL	<u>5</u>	<u>2</u>	_____

PASSER

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BILL CS HB 82 DATE 3/30/93  
 TAPE 93-52 NUMBER 108  
 SUBJECT OF VOTE \_\_\_\_\_

MEMBER	YEA	NAY	ABS
Rep. Con Bunde	<u>✓</u>	_____	_____
Rep. Gary Davis	<u>✓</u>	_____	_____
Rep. Al Vezey	_____	_____	_____
Rep. Pete Kott	_____	_____	_____
Rep. Harley Olberg	_____	_____	_____
Rep. Bettye Davis	_____	_____	_____
Rep. Irene Nicholia	_____	_____	_____
Rep. Tom Brice	_____	_____	_____
Rep. Cynthia Toohey	_____	_____	_____
TOTAL	_____	_____	_____

# HEALTH, EDUCATION AND SOCIAL SERVICES COMMITTEE

ALASKA STATE LEGISLATURE  
HOUSE OF REPRESENTATIVES

STATE CAPITOL, JUNEAU 99801  
(907) 465-3759



BILL CS HB 82

DATE \_\_\_\_\_

TAPE 93- \_\_\_\_\_

NUMBER 517

SUBJECT OF VOTE \_\_\_\_\_

TO INCREASE KTM HIS FUNDING

MEMBER	YEA	NAY	ABS
Rep. Gary Davis	<u>X</u>	_____	_____
Rep. Al Vezey	_____	<u>X</u>	_____
Rep. Pete Kott	_____	<u>X</u>	_____
Rep. Harley Olberg	<u>X</u>	_____	_____
Rep. Bettye Davis	<u>X</u>	_____	_____
Rep. Irene Nicholia	<u>X</u>	_____	_____
Rep. Tom Brice	<u>X</u>	_____	_____
Rep. Cynthia Toohey	<u>X</u>	_____	_____
Rep. Con Bunde	<u>X</u>	_____	_____
TOTAL	<u>7</u>	<u>2</u>	_____

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BILL CS HB 83

DATE \_\_\_\_\_

TAPE 93- \_\_\_\_\_

NUMBER 496

SUBJECT OF VOTE INC TOTAL APPROX BY

for \$109,441,663

MEMBER	YEA	NAY	ABS
Rep. Al Vezey	_____	<u>1</u>	_____
Rep. Pete Kott	<u>X</u>	_____	_____
Rep. Harley Olberg	<u>X</u>	_____	_____
Rep. Bettye Davis	<u>X</u>	_____	_____
Rep. Irene Nicholia	<u>X</u>	_____	_____
Rep. Tom Brice	_____	_____	_____
Rep. Cynthia Toohey	<u>X</u>	_____	_____
Rep. Con Bunde	<u>X</u>	_____	_____
Rep. Gary Davis	<u>X</u>	_____	_____
TOTAL	<u>7</u>	<u>1</u>	_____

7-1  
 PASSED

# HEALTH, EDUCATION AND SOCIAL SERVICES COMMITTEE

ALASKA STATE LEGISLATURE  
HOUSE OF REPRESENTATIVES

STATE CAPITOL, JUNEAU 99801  
(907) 465-3759



BILL \_\_\_\_\_

DATE \_\_\_\_\_

TAPE 93- \_\_\_\_\_

NUMBER 773

SUBJECT OF VOTE \_\_\_\_\_

MEMBER	YEA	NAY	ABS
Rep. Pete Kott	—	✓	—
Rep. Harley Olberg	—	✓	—
Rep. Bettye Davis	—	✓	—
Rep. Irene Nicholia	—	✓	—
Rep. Tom Brice	✓	—	—
Rep. Cynthia Toohey	—	✓	—
Rep. Con Bunde	—	✓	—
Rep. Gary Davis	—	✓	—
Rep. Al Vezey	✓	—	—
TOTAL	—	—	—

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BILL \_\_\_\_\_

DATE \_\_\_\_\_

TAPE 93- \_\_\_\_\_

NUMBER 023

SUBJECT OF VOTE PA

MEMBER	YEA	NAY	ABS
Rep. Harley Olberg	✓	—	—
Rep. Bettye Davis	✓	—	—
Rep. Irene Nicholia	✓	—	—
Rep. Tom Brice	—	✓	—
Rep. Cynthia Toohey	✓	—	—
Rep. Con Bunde	✓	—	—
Rep. Gary Davis	✓	—	—
Rep. Al Vezey	✓	—	—
Rep. Pete Kott	✓	—	—
TOTAL	8	1	—

# HEALTH, EDUCATION AND SOCIAL SERVICES COMMITTEE

ALASKA STATE LEGISLATURE  
HOUSE OF REPRESENTATIVES

STATE CAPITOL, JUNEAU 99801  
(907) 465-3759



BILL \_\_\_\_\_

DATE \_\_\_\_\_

TAPE 93- \_\_\_\_\_

NUMBER \_\_\_\_\_

SUBJECT OF VOTE \_\_\_\_\_

MEMBER	YEA	NAY	ABS
Rep. Bettye Davis	___	___	___
Rep. Irene Nicholia	___	___	___
Rep. Tom Brice	___	___	___
Rep. Cynthia Toohey	___	___	___
Rep. Con Bunde	___	___	___
Rep. Gary Davis	___	___	___
Rep. Al Vezey	___	___	___
Rep. Pete Kott	___	___	___
Rep. Harley Olberg	___	___	___
<b>TOTAL</b>	___	___	___

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BILL \_\_\_\_\_

DATE \_\_\_\_\_

TAPE 93- \_\_\_\_\_

NUMBER \_\_\_\_\_

SUBJECT OF VOTE \_\_\_\_\_

MEMBER	YEA	NAY	ABS
Rep. Irene Nicholia	___	___	___
Rep. Tom Brice	___	___	___
Rep. Cynthia Toohey	___	___	___
Rep. Con Bunde	___	___	___
Rep. Gary Davis	___	___	___
Rep. Al Vezey	___	___	___
Rep. Pete Kott	___	___	___
Rep. Harley Olberg	___	___	___
Rep. Bettye Davis	___	___	___
<b>TOTAL</b>	___	___	___

# HEALTH, EDUCATION AND SOCIAL SERVICES COMMITTEE

ALASKA STATE LEGISLATURE  
HOUSE OF REPRESENTATIVES

STATE CAPITOL, JUNEAU 99801  
(907) 465-3759



BILL \_\_\_\_\_

DATE \_\_\_\_\_

TAPE 93- \_\_\_\_\_

NUMBER \_\_\_\_\_

SUBJECT OF VOTE \_\_\_\_\_

MEMBER	YEA	NAY	ABS
Rep. Tom Brice	---	---	---
Rep. Cynthia Toohey	---	---	---
Rep. Con Bunde	---	---	---
Rep. Gary Davis	---	---	---
Rep. Al Vezey	---	---	---
Rep. Pete Kott	---	---	---
Rep. Harley Olberg	---	---	---
Rep. Bettye Davis	---	---	---
Rep. Irene Nicholia	---	---	---
 TOTAL	 ---	 ---	 ---

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BILL \_\_\_\_\_

DATE \_\_\_\_\_

TAPE 93- \_\_\_\_\_

NUMBER \_\_\_\_\_

SUBJECT OF VOTE \_\_\_\_\_

MEMBER	YEA	NAY	ABS
Rep. Cynthia Toohey	---	---	---
Rep. Con Bunde	---	---	---
Rep. Gary Davis	---	---	---
Rep. Al Vezey	---	---	---
Rep. Pete Kott	---	---	---
Rep. Harley Olberg	---	---	---
Rep. Bettye Davis	---	---	---
Rep. Irene Nicholia	---	---	---
Rep. Tom Brice	---	---	---
 TOTAL	 ---	 ---	 ---

WALTER J. HICKEL, GOVERNOR

**OFFICE OF THE GOVERNOR**  
OFFICE OF MANAGEMENT AND BUDGET

P.O. BOX 110020  
JUNEAU, ALASKA 99811-0020  
PHONE: (907) 465-3568  
FAX: (907) 465-2090

HB 82  
HB 83

March 9, 1993

The Honorable Cynthia Toohey  
The Honorable Con Bunde  
Co-Chairs, House Health, Education and Social Services Committee  
Alaska State Legislature  
Capital Room 104  
Juneau, AK 99801

Dear Representatives Toohey and Bunde:

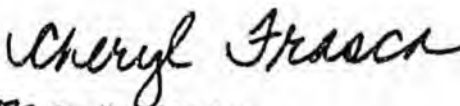
On behalf of the Governor, I am requesting an amendment to House Bill 83 to reflect full funding for the Ketchikan High School project. The amendment would increase the high school's funding from \$6,651,000 to \$9,501,600.

The original intent of both House Bill 82 and 83 was to set up a school funding program that included a local match for state funded projects. The full amount for Ketchikan Gateway Borough's request was \$9,501,600. The amount reflected in House Bill 83 was reduced by is \$2,850,500, which reflects the community match amount.

It should be noted that this project has been ongoing for several years. Based on additional information presented to the Department of Education by the Ketchikan Gateway Borough, it is clear the Borough has already satisfied any match that may be required as a result of this legislation. It is therefore requested that the amount for the Ketchikan High School project be amended to \$9,501,600 in House Bill 83.

Thank you for your consideration of this request.

Sincerely,

  
for J. Shelby Stastny  
Director

cc: Jerry Covey, Commissioner, Department of Education  
Richard Clevenger, Superintendent, Ketchikan Gateway Borough Schools

## GOVERNOR'S PROPOSALS - HB-83

There are 122,094 students currently enrolled in K-12 educational programs in the State of Alaska. The student distribution in percent of total student population, by area and HB-83 allocations are delineated below.

The urban area of the State of Alaska has 84,009 students, which are 69% of the total student population. The following figures show the respective distribution of funds for construction, major maintenance and repair, as proposed in the Governor's bill HB-83.

<u>School District</u>	<u>Construction</u>	<u>%</u>	<u>Major Maint.</u>	<u>%</u>
Anchorage	\$ 980,000	.09%	2,100,000	4.9%
Fairbanks	\$8,816,800	8%	\$5,001,400	12%
MAT-SU	\$3,260,600	3%	\$0.00	0%
Kenai	\$ 298,400	.03%	\$2,053,900	4.9%

The Boroughs and Cities of the State of Alaska have 10,779 students which is 9% of the total student population. The figures cited below show the respective distribution of funds for construction, major maintenance and repair, as proposed in the Governor's bill HB-83.

14 Districts	\$18,200,000	17%	\$3,880,400	9%
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REAA's have 13,076 students, which is 11% of the total state student population. The Governor's bill, HB-83 allocates the following respective amounts to REAA's.

18 Districts	\$60,124,000	56%	\$15,544,400	61%
--------------	--------------	-----	--------------	-----

Southeast region school, is comprised of 17 districts, including Juneau, which have 14,230 students or 12% of the total student population. The figures shown below show the respective distribution of funds for construction, major maintenance and repair in the Governor's version of HB-83.

17 Districts	\$15,544,400	14%	\$2,868,000	7%
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PROPORTIONAL FUNDING

If school funding were a function of population, here is how the money would break down.

DISTRICT	STUDENT POP.	% of STATE	TOTAL FUNDING
Anchorage	48,115	39%	\$58,500,000
Fairbanks	15,608	13%	\$19,500,000
Mat-Su	10,689	9%	\$13,500,000
Kenai	9,597	8%	\$12,000,000
<u>BOROUGHES AND CITIES</u>			
	10,779	8.8%	\$13,200,000
<u>REGIONAL EDUCATIONAL ATTENDANCE AREAS</u>			
	13,076	10.8%	\$16,200,000
<u>SOUTHEAST ALASKA DISTRICTS</u>			
	14,230	11.6%	\$17,400,000
			\$150,000,000

Boroughs and Cities are defined as the following districts:

Aleutians East, Bristol Bay, Dillingham, Galena, Kodiak, Lake & Peninsula, Nenana, Nome, North Slope, NW Arctic, St. Mary's, Tanana, Unalaska and Valdez.

REAA's are defined as the following districts:

Adak, Alaska Gateway, Aleutian Region, Bering Strait, Chugach, Copper River, Delta Greely, Denali, Iditarod, Kashunamuit, Kuspuk, Lower Kuskokwim, Lower Yukon, Pribilof, Southwest Region, Yukon Flats, Yukon-Koyukuk and Yupiit.

Southeast Alaska Districts are defined as the following districts:

Chatham, Yakutat, Haines, Skagway, Juneau, Pelican, Hoonah, Sitka, Kake, Petersburg, Wrangell, Southeast Island, Klawock, Craig, Ketchikan, Hydaburg and Annette Islands.



Alaska State Legislature  
 House of Representatives  
 COMMITTEE ON HEALTH, EDUCATION  
 AND SOCIAL SERVICES

DATE: FEBRUARY 9, 1993

PLACE: Capitol Room 106

SUBJECT OF MEETING:

- \*HB 82: SCHOOL CONSTRUCTION
- \*HB 83: APPROP: SCHOOL CONSTRUCTION GRANT FUND

NAME	REPRESENTING	BUSINESS/PERSONAL MAILING ADDRESS	ZIP	(H) PHONE	(W) PHONE	DO YOU WANT TO TESTIFY?	WHAT SUBJECT/ WHICH BILL?
HP Gazaway	Self	1521 W 14 Ave Anch AK	99501	277-2573		Y <input checked="" type="radio"/> N	
Louise Johnson	R. Gilbozi	9478 Liveland Junction	94801		463-3375	Y <input checked="" type="radio"/> N	
JERRY COVEY, DOE COMMISSIONER						Y N	
GARY BADER, DOE						Y N	
DUANE GILEY, DME						Y N	
						Y N	
						Y N	
						Y N	
						Y N	
						Y N	
						Y N	



## KENAI PENINSULA BOROUGH

144 N. BINKLEY • SOLDOTNA, ALASKA 99669  
PHONE (907) 262-4441

DON GILMAN  
MAYOR

POSITION PAPER  
KENAI PENINSULA BOROUGH  
SB 59 and SB 60  
HB 82 and HB 83  
School Construction Grants  
February 8, 1993

The Kenai Peninsula Borough Assembly has not taken a position on SB 59/60 and HB 82/83. However, the Assembly has consistently been on record as supporting matching grant programs with the local match requirement of 30% or less. The following comments are from the Kenai Peninsula Borough Administration and I believe generally reflect the feelings of both the Assembly and School Board.

1. The Kenai Peninsula Borough supports the concepts embodied in SB 59 and HB 82 with the following exceptions:
  - A. The percentage of participation should be fixed; i.e. 15%, 30%, etc. instead of a sliding scale from 30% up to 55%. The simpler the program, the easier it is to explain to voters when they are asked to approve bonds for school construction. The program that was in place for many years was a reimbursement program which was not fixed. Communities could never, with certainty, tell voters how much the school projects were going to cost. We do not object to an ability to pay schedule.
  - B. The construction grant fund and the major maintenance grant fund make imminent sense; the use of current HB 37 criteria does not. It is our feeling that the priority process, the plan review and approval process, and the design criteria from which the state will pay should all be revisited and the HB 37 evaluation process should be scrapped.

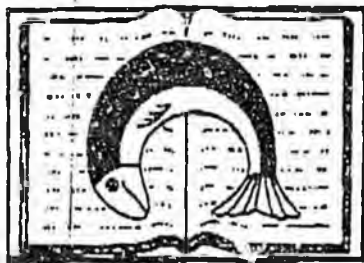
SB 59 and SB 60  
HB 82 and HB 83  
2/8/93  
Page 2

2. The Kenai Peninsula Borough supports SB 60 and HB 83 if a decision has been reached by the administration and legislature that school construction programs should be achieved with use of cash instead of bonds. It is our opinion that there is not enough money in regular general fund revenues and various other fund balances to carry out a \$600 million program over a four-year period without using the undistributed income account. Further, it is our opinion that if the undistributed income account is going to be used for anything, education construction is probably a preferred area for expenditure.

The Kenai Peninsula Borough does not oppose a bonding program. Bonding is an entirely different topic than what is embodied in SB 59 and HB 82.

If we can be of assistance to you or your staff on this important matter, please feel free to call upon us.





# Lower Kuskokwim School District

Susan Murphy  
Administrative Assistant  
P.O. Box 305 • Bethel, Alaska 99559  
907 543-4800 Ext. 812, 813

March 25, 1993

Representative Lyman Hoffman  
P. O. Box V  
Juneau, Alaska 99811

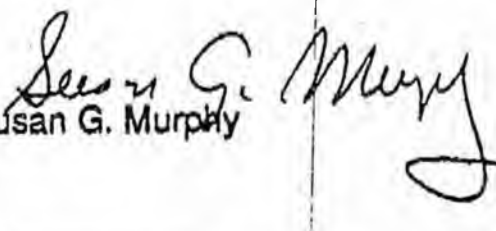
Dear Representative Hoffman:

We have just reviewed the CS for HB82 and have major problems with the proposed changes as delineated below:

The proposed changes which would mandate a 20% match by the Lower Kuskokwim School District for school construction or major maintenance funds would preclude the District from any major construction projects. As an example, the proposed middle school in Bethel is projected to cost \$18,917,000. Twenty percent of that is \$3,783,400. We simply do not have the resources to raise that kind of money. By law, REAAs are not able to levy taxes or to issue bonds as city and borough school districts are able to. The only possible source of funding would be if the State would let us keep all non-State of Alaska Foundation Entitlement Revenue that the District generates (such as PL874 funds); however even that is extremely unreliable and subject to sudden changes.

The LKSD prefers the original language in HB82 which sets our participating share at one percent in the school year which begins in 1994, and increases by 1.4 percent in each of the two succeeding years to total a 2.8 percent increase, and also allows for a waiver process.

Sincerely,

  
Susan G. Murphy

# FISCAL NOTE

STATE OF ALASKA  
1993 LEGISLATIVE SESSION

BILL NO. HB 82

Revision Date: \_\_\_\_\_ Dept. Affected: Education  
 Title: Relating to the School Construction BRU: Executive Administration  
 Grant Program; Creating a School Major Maint. Acct. Component: CIP Overhead and Associated Costs  
 Sponsor: Senate Rules  
 Requestor: Governor COMPONENT SERIAL NO. 156

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY94	FY95	FY96	FY97	FY98	FY99
PERSONAL SERVICES	86.3	88.9	91.6	94.3	97.1	100.1
TRAVEL	13.4	13.4	13.4	13.4	13.4	13.4
CONTRACTUAL	11.6	11.6	11.6	11.6	11.6	11.6
SUPPLIES	1.2	1.2	1.2	1.2	1.2	1.2
EQUIPMENT	18.0	3.0	3.0	3.0	3.0	3.0
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>130.5</b>	<b>118.1</b>	<b>120.8</b>	<b>123.5</b>	<b>126.3</b>	<b>129.3</b>

CAPITAL						
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REVENUE FUND SOURCE:						
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FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 CF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other 1061 CIP Receipts	130.5	118.1	120.8	123.5	126.3	129.3
<b>TOTAL</b>	<b>130.5</b>	<b>118.1</b>	<b>120.8</b>	<b>123.5</b>	<b>126.3</b>	<b>129.3</b>

POSITIONS:

FULL-TIME	2.0	2.0	2.0	2.0	2.0	2.0
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ None

ANALYSIS: (Attach a separate page if necessary)

SEE ATTACHED

Prepared by: Garv M. Bader  
 Division: Administrative Services  
 Approved by Commissioner: [Signature]  
 Agency: Department of Education

Phone: 465-8650  
 Date: January 11, 1993  
 Date: 1/20/93

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FISCAL NOTE HR 82

"An Act providing that a school district will participate in the school construction grant program; creating a school major maintenance account and providing for an effective date."

This bill will facilitate the construction of more school facilities than would be possible with an equal appropriation under the current procedure. It is likely this will result in a greater number of grant requests inasmuch as the possibility of having a project funded will be greatly increased. The increased number of grants and grant awards will place an additional clerical burden upon the facilities section. Along with the increased clerical burden will be the responsibility to evaluate a greater number of grant proposals and to ensure that proper matching funds have been identified for each proposal. This bill establishes a major maintenance account to fund projects that will prolong the life of a facility or provide necessary code upgrades. This will require extensive on-site reviews.

It is anticipated that facilities administrators from a cross section of school districts will be invited to participate in the development of standards for school maintenance programs. It is anticipated that such standards will be included in either regulations governing application for major maintenance grants, or the grant agreement itself. Funds for the development of standards are requested in the contractual line.

Two additional positions are necessary to ensure grant awards and management are consistent with this legislation. Personal services costs are assumed to increase 3% per year after the first year. Equipment cost are \$18.0 the first year and \$3.0 for replacement thereafter.

Funding for the CIP Overhead and Associated Costs component will be based upon a percentage charge from the school construction grant account, school major maintenance account, and inter-agency receipts originating from the Alaska debt retirement fund. For this fiscal note, funding is CIP Receipts derived proportionally from the school construction grant account and the school major maintenance account appropriations.

Personal Services:		\$86.3
Project Assistant (16B)	\$52.8	
Clerk Typist III (8B)	\$33.5	
Travel:		\$13.4
Project Assistant travel	\$13.4	
Air fare for 15 site visits (15 x 700 =10.5)		
Per Diem for 30 days (30 x 95 =2.9)		

Contractual:		\$11.6
Development of facility standards and regulations	\$ 6.0	
Phone lines 2 positions @ \$300/ year	\$ .6	
Additional funds for hearing officer/court reporter	\$ 5.0	
• Supplies:		\$ 1.2
Supplies for 2 positions @ \$600 each	\$ 1.2	
Equipment:		\$18.0
Office Furniture (desks, files, partitions, etc. 2 positions	\$ 6.0	
Computer Equip. ( Computers/ printer for 2 positions)	\$12.0	
	FY 94 Total	\$130.5

1/11/93

Position Title <b>Project Assistant</b>		No. of Positions <b>1</b>	Range / Step <b>16B</b>	Reg. Unit <b>GGU</b>
Time Status <b>PFT</b>	Staff Months <b>12</b>	Location <b>Juneau</b>		Election District <b>3, 4</b>
TYPE OF EXPENDITURE		Amount	Justification This position will be responsible for reviewing reports from REAA's and Municipalities, and verifying that matching requirements are met. Additionally, the position will perform on-site reviews of facilities and assist in the ranking of projects.	
Salary		37.8		
Benefits		15.0		
Premium Pay				
Other				
Total Personal Services		52.8		
Travel		13.4		
Contracted		5.8		
Commodities		.6		
Encumbrance		9.0		
Other				
Total Cost		81.6		
FUNDING SOURCE FOR TOTAL COST				
Federal Receipts 1002				
G.F. Match 1003				
General Fund 1004				
IA Receipts 1007				
CIP Receipts 1061		81.6		
Other				

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**Request For  
New Position**

AGENCY Education  
 ORG Executive Administration  
 COMPONENT CIP Overhead and Associated Costs

RFY 1994

Page \_\_\_\_\_ of \_\_\_\_\_  
 Revised Date: \_\_\_\_\_

4 of 5

Position Title <b>Clerk Typist III</b>		No. of Positions <b>1</b>	Range / Step <b>8D</b>	Lang. Unit <b>GGU</b>
Time Status <b>PFT</b>	Start Months <b>12</b>	Location <b>Juneau</b>		Election District <b>3, 4</b>
TYPE OF EXPENDITURE		Amount		
Salary		22.6		
Benefits		10.9		
Premium Pay				
Other				
Total Personal Services		33.5		
Travel				
Contractual		5.8		
Commodities		.6		
Equipment		9.0		
Other				
Total Cost		48.9		
FUNDING SOURCE FOR TOTAL COST				
Federal Receipts	1002			
G.F. Match	1003			
General Fund	1001			
IA Receipts	1007			
CH Receipts	1001	48.9		
Other				
Justification It is anticipated that contracts with school districts, auditors, and municipalities will at least double as a result of this bill. This position is necessary to meet the additional administrative support requirements generated by this legislation.				

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**Request For  
New Position**

AGENCY Education

ORU Executive Administration

COMPONENT CIP Overhead and Associated Costs

**FY 1994**

Page \_\_\_\_\_ of \_\_\_\_\_  
Revised Date: \_\_\_\_\_

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**FISCAL NOTE**

No. 2  
Bill Version: HB 82  
(H) Publish Date: 1/22/93

Revision Date:  
Title: School Construction

Department Affected: DOT&PF  
BRU:

Sponsor: Rules  
Requestor: Governor

Component:  
Component Serial Number:

**EXPENDITURES/REVENUES: (Thousands of Dollars)**

OPERATING	FY94	FY95	FY96	FY97	FY98	FY99
PERSONAL SERVICES	0	0	0	0	0	0
TRAVEL	0	0	0	0	0	0
CONTRACTUAL	0	0	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LAND & STRUCTURES	0	0	0	0	0	0
GRANTS, CLAIMS	0	0	0	0	0	0
MISCELLANEOUS	0	0	0	0	0	0
<b>TOTAL OPERATING:</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

CAPITAL	0	0	0	0	0	0
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REVENUE FUND SOURCE	0	0	0	0	0	0
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**FUNDING: (Thousands of Dollars)**

1002 FEDERAL RECEIPTS	0	0	0	0	0	0
1003 GF MATCH	0	0	0	0	0	0
1004 GF	0	0	0	0	0	0
1005 GF/PROGRAM RECEIPTS	0	0	0	0	0	0
1006 GF/MHTIA	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
<b>TOTAL FUNDING:</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**POSITIONS**

FULL-TIME	0	0	0	0	0	0
PART-TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

Estimate of current year (FY93) impact: \$ \_\_\_\_\_

ANALYSIS: (Attach a separate page if necessary)

Prepared by: Kit Duke

Phone: 562-2728

Division: Assistant Commissioner

Date: January 20, 1993

Approved by Commissioner: *Frank G. Turpin*  
Frank G. Turpin

Phone: 465-3901

Agency: Department of Transportation and Public Facilities

Date: January 20, 1993

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FN - DOT&PF

# FISCAL NOTE

No. 3  
 Bill Version: HB 82  
 (H) Publish Date: 1/22/93

STATE OF ALASKA  
 1993 LEGISLATIVE SESSION

Revision Date: \_\_\_\_\_ Dept. Affected: Revenue  
 Title: An act relating to school construction and major maintenance BRU: Revenue Operations  
grants to school districts Component: Treasury Division  
 Sponsor: \_\_\_\_\_  
 Requestor: \_\_\_\_\_ COMPONENT SERIAL NO. 121

**Expenditures/Revenues:** (Thousands of Dollars)

OPERATING	FY94	FY95	FY96	FY97	FY98	FY99
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	0	0	0	0	0	0
<b>CAPITAL</b>						

REVENUE FUND SOURCE: \_\_\_\_\_

**FUNDING:** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
<b>TOTAL</b>	0	0	0	0	0	0

**POSITIONS:**

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ \_\_\_\_\_

ANALYSIS: (Attach a separate page if necessary)

Prepared by: Brian C. Andrews Phone: 465-4880  
 Division: Treasury Date: 1-20-93  
 Approved by Commissioner: [Signature] Date: 1/20/93  
 Agency: Treasury

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