

**SB**

**36**

**SFIN**

**FILE**

# SENATE FINANCE COMMITTEE REPORT

DATE: 5/6/97

FURTHER: REPORTED OUT OF  
SFC 3/9/98

DATE TURNED  
IN TO OFFICE: 3/10/98

Finance Committee considered

SENATE BILL NO. 36

"An Act relating to transportation of public school students; relating to school construction grants; relating to the public school foundation program and to local aid for education; and providing for an effective date."

and recommends:

be replaced with \_\_\_\_\_ CS SB 36 ( FIN )

adopt previous \_\_\_\_\_ CS \_\_\_\_\_ ( \_\_\_\_\_ )

attached amendment(s)

adopt Letter of Intent by \_\_\_\_\_ Committee

further referral to the \_\_\_\_\_ Committee

**Senate Bill:**  
 same title  
 new title  
**House Bill:**  
 same title  
 technical change  
 new: SCR# \_\_\_\_\_

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>Rep. E. J. ...</i>	✓	<i>Del. ...</i>		X	
<i>...</i>	✓	<del>...</del>			
<i>...</i>	✓				
<i>...</i>	✓				
Co-Chair: _____		Co-Chair: <i>Peace</i>	✓		
Co-Chair: <i>...</i>		Co-Chair: _____			

**NEW FISCAL NOTE(S):**

Department                      Date      Zero      Fiscal

Labor	3/9/98	Ø	
Revenue	3/9/98	Ø	
Education	3/4/98		1,461.5

**PREVIOUS FISCAL NOTE(S):\***

Department                      Date      Zero      Fiscal


APPROPRIATION -- no fiscal note

\*include fiscal notes accompanying Governor's bill

# FISCAL NOTE

STATE OF ALASKA

BILL NO. SB 36

1998 LEGISLATIVE SESSION

Revision Date: 1/22/98

Department Affected: Education

Title: An act relating to transportation of public school students: relating to school construction grants;

BRU: K-12

Component: Foundation Program

Sponsor: Senator Phillips

Requester: Senate Finance

COMPONENT SERIAL NO. 141

**Expenditures/Revenues:**

(Thousands of Dollars)

OPERATING	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS	35,480.1	35,720.1	35,960.1	36,200.1	36,440.1	36,680.1
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>35,480.1</b>	<b>35,720.1</b>	<b>35,960.1</b>	<b>36,200.1</b>	<b>36,440.1</b>	<b>36,680.1</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES</b>	33,089.2	33,089.2	33,089.2	33,089.2	33,089.2	33,089.2
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**FUND SOURCE**

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	2,390.9	2,630.9	2,870.9	3,110.9	3,350.9	3,590.9
1005 GF/Program Receipts	33,089.2	33,089.2	33,089.2	33,089.2	33,089.2	33,089.2
1006 GF/MHTIA						
Other						
<b>TOTAL</b>	<b>35,480.1</b>	<b>35,720.1</b>	<b>35,960.1</b>	<b>36,200.1</b>	<b>36,440.1</b>	<b>36,680.1</b>

**POSITIONS:**

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY98) impact: \$ -0-

ANALYSIS: (Attach a separate page if necessary.)

Refer to the attached spreadsheets for sectional analysis of fiscal impact. Section 5 is reflected as general fund program receipts. If the state is unsuccessful in collecting the \$33.1 million general fund program receipts, the foundation program unit value would be prorated to approximately \$59,000, or an additional \$33.1 million in general funds would have to be appropriated to cover full entitlements for FY99. The increased cost over FY99 to the foundation program to implement the proposed changes is approximately \$240,000 annually, based on a 1.5% estimated enrollment increase for FY99 through FY04. 1.5% is an average increase for enrollment based on the last five years.

Prepared by: Eddy Jeans, School Finance Manager

Phone: 465-8679

Division: Education Support Services

Date: January 22, 1998

Approved by Commissioner: Shirley J. Holloway, Ph. D., Commissioner

Agency: Education

Date: January 22, 1998

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	A	B	C	D	E	F	G	H	I
	Section 8	Section 4		Section 6 & 7	Section 6 (b)	Section 6, 9 & 12	Section 11	Section 13	
	Single Site w / ADM <90	Increases the mill tax levy from 4 mills to 4.5 mills	Impact Aid Ad' ment	Sets Minimum ADM to 10	Changes to Hold Harmless	Changes Units for Gifted	Changes Bilingual Units Factor	Supplemental Equalization State Share	Change in State Aid
1	ALASKA GATEWAY	-	-	-	-	(2,460)	73,185	511,586	582,311
2	ALEUTIAN EAST	(45,720)	(29,396)	-	-	28,060	-	196,894	149,838
3	ALEUTIAN REGION	117,730	-	-	-	6,150	-	30,374	36,524
4	ANCHORAGE	(6,978,612)	(571,713)	-	-	233,630	(2,238,090)	22,556,495	13,001,710
5	ANNETTE ISLAND	161,650	-	-	-	27,675	65,805	349,306	442,786
6	BERING STRAIT	-	-	-	-	111,930	162,360	1,524,081	1,798,371
7	BRISTOL BAY	(107,582)	(17,148)	-	-	(31,110)	-	95,868	(59,972)
8	CHATHAM	-	-	(95,940)	-	4,305	-	298,652	207,017
9	CHUGACH	-	-	(93,480)	104,310	2,460	-	140,258	153,548
10	COPPER RIVER	-	-	-	-	56,580	1,845	690,214	748,639
11	CORDOVA	166,530	(84,325)	(1,332)	-	(89,670)	-	253,450	78,123
12	CRAIG	179,950	(45,960)	(1,089)	-	21,960	-	234,226	209,137
13	DELTA/GREELY	-	-	-	-	(7,380)	(36,900)	753,688	709,408
14	DENALI	(57,470)	(1,419)	-	-	(7,930)	-	191,578	124,759
15	DILLINGHAM	220,200	(76,066)	(20,085)	-	(40,870)	122,000	270,651	255,630
16	FAIRBANKS	(2,222,392)	(470,579)	-	-	(392,230)	37,210	8,137,236	5,089,245
17	GALENA	(8,802)	(3,768)	-	-	112,850	132,370	113,515	346,165
18	HAINES	(84,354)	(1,312)	-	-	15,250	-	192,832	122,416
19	HOONAH	126,270	(12,363)	(5,012)	-	20,130	136,030	192,860	331,645
20	HYDABURG	107,970	(2,976)	(342)	-	8,540	98,210	91,498	194,930
21	IDITAROD	-	-	-	-	6,150	230,625	371,515	608,290
22	JUNEAU	(1,172,540)	(1,189)	-	-	(375,760)	122,610	2,294,893	868,014
23	KAKE	140,910	(8,679)	(7,232)	-	13,420	-	143,672	141,181
24	KASHUNAMUIT	159,820	-	-	-	21,525	267,525	220,617	509,667
25	KENAI	(1,968,930)	(5,219)	-	-	106,140	(519,720)	4,473,001	2,085,272
26	KETCHIKAN	(569,064)	(618)	-	-	148,230	(69,540)	1,206,420	715,428
27	KLAWOCK	153,110	(7,828)	(13,297)	-	4,880	-	155,482	139,237
28	KODIAK ISLAND	(448,597)	(76,701)	-	-	84,180	(129,930)	1,361,999	790,951
29	KUSPUK	-	-	-	-	34,440	91,635	423,187	549,262
30	LAKE & PENINSULA	(33,597)	(25,452)	-	-	17,080	-	344,126	302,157
31	LOWER KUSKOKWIM	-	-	(118,080)	-	127,920	(1,702,935)	3,012,008	1,318,913
32	LOWER YUKON	-	-	-	-	163,590	1,804,410	1,550,838	3,518,838
33	MAT-SU	(1,240,363)	(735)	-	-	69,540	298,900	7,064,571	6,191,913
34	NENANA	181,780	(8,371)	(293)	-	1,830	-	122,000	115,166
35	NOME	285,470	(78,268)	(1,950)	-	19,520	475,190	443,541	858,033
36	NORTH SLOPE	(11,686,868)	-	-	-	-	-	-	(11,686,868)

	A	B	C	D	E	F	G	H	I
ALASKA DEPARTMENT OF EDUCATION PROJECTED FY99 FOUNDATION PROGRAM Senate_BILL36	Section 8  Single Site w / ADM <900	Section 4  Increases the mill tax levy from 4 mills to 4.5 mills	Impact Aid Adjustment	Section 6 & 7  Sets Minimum ADM to 10	Section 6 (b)  Changes to Hold Harmless	Section 6, 9 & 12  Changes Units for Gifted	Section 11  Changes Bilingual Units Factor	Section 13  Supplemental Equalization State Share	Change in, State Aid
37 NORTHWEST ARCTIC		(185,561)	(140,363)	-		108,580	966,850	1,176,119	1,925,625
38 PELICAN	49,410	(6,672)	-	-		3,050	-	13,035	9,413
39 PETERSBURG	211,660	(118,450)	(922)	-		6,100	-	364,769	251,497
40 PRIBILOF		-	-	-		13,530	186,345	176,172	376,047
41 SITKA		(312,529)	(10,560)	-		46,970	(4,270)	795,040	514,651
42 SKAGWAY	112,850	(255,652)	-	-		6,344	-	31,600	(217,708)
43 SOUTHEAST ISLAND		-	-	(183,885)	285,480	(615)	-	290,835	39,815
44 SOUTHWEST REGION		-	-	-		57,195	101,475	626,070	784,740
45 ST. MARY'S	140,910	(2,249)	(6,209)	-		6,100	132,370	105,885	235,897
46 TANANA	127,490	(2,911)	(3,705)	-		10,370	-	78,574	82,328
47 UNALASKA	198,250	(684,821)	(132)	-		792	5,550	87,556	(591,055)
48 VALDEZ	265,960	(2,413,049)	(19,783)	-		15,769	-	195,331	(2,221,732)
49 WRANGELL	196,420	(81,435)	(97)	-		15,860	-	253,164	187,492
50 YAKUTAT		(18,045)	(1,347)	-		6,710	-	87,628	74,946
51 YUKON FLATS		-	-	(131,610)		12,300	464,325	396,654	741,669
52 YUKON/KOYUKUK		-	-	-		25,830	429,885	496,354	952,069
53 YUPIIT		-	-	-		40,590	(12,300)	358,240	386,530
54 ALYESKA CORRESPONDENCE		-	-	-	-	-	-	-	-
55 MT EDGE CUMBE		-	-	-		20,740	27,450		48,190

Totals: 3,304,340 (31,031,101) (1,438,999) (622,995) 389,790 916,770 1,720,475 65,546,159 35,480,099

Column A: Section 8: Amends AS 14.17.041, adds a new table for single site school district units with less than 900 ADM.

Column B: Section 4: Amends AS 14.17.025(a) increases the mill rate from 4 to 4.5 and eliminates the 35% of Basic Need provision".

Column C: Impact Aid Adjustment - As local effort increases so does the deductible Impact Aid.

Column D: Section 6 & 7: Amends AS 14.17.031, setting minimum ADM for a funding community; Moves students to the highest funding community.

Column E: Section 6 ( b): Amends AS 14.17.031 ( b) changes the hold harmless provision from a decrease of 10% to 5% of K -12 units.

Column F: Section 6, 9 & 12: Adds AS 14.17.048 establishing instructional units for gifted and talented at 4.5% of ADM, weight factor of .025.

Column G: Section 11: Amends AS 14.17.47 amends the bilingual education units to one weight of .21 for all students.

Column H: Section: 13: Adds AS 14.17.065 Supplemental Equalization aid.

Column I: REAA State aid: amount for Supplemental Equalization aid.

Note 1: 7 funding communities affected by setting minimum ADM @ 10 are in the following districts:

Chatham	1
Chugach	1
Lower Kuskokwim	1
Southeast Island	3
Yukon Flats	1

Section 8 "Single Site" is not included in the changes in state aid because it is included in the departments FY99 budget request under additional district support.

ALASKA DEPARTMENT OF EDUCATION  
PROJECTED FY98 FOUNDATION PROGRAM  
SB36

North Slope

Section 5

Basic Need	<u>\$19,781,413</u>
Required Local 4.5 mills	<u>52,870,565</u>
Public School Foundation Account	<u>\$33,089,152</u>

The Basic Need listed above includes all amendments listed in SB36.

The excess revenue that 4.5 mills generates over Basic Need is deposited in the Public School Foundation Account.

# FISCAL NOTE

No. 2  
 Bill Version: SB36  
 (S) Publish Date: 5/6/97

STATE OF ALASKA  
 1997 LEGISLATIVE SESSION  
 Revision Date: 1/31/97  
 Title: An act relating to transportation of public school students; relating to school construction grants;  
 Sponsor: Senator Phillips  
 Requester:

Department Affected: Education  
 BRU: K-12  
 Component: Foundation Program

COMPONENT SERIAL NO. 141

**Expenditures/Revenues:**

(Thousands of Dollars)

OPERATING	FY 98	FY 99	FY 01	FY 02	FY 03	FY 04
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS	36,302.3	36,542.3	36,782.3	37,022.3	37,262.3	37,502.3
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>36,302.3</b>	<b>36,542.3</b>	<b>36,782.3</b>	<b>37,022.3</b>	<b>37,262.3</b>	<b>37,502.3</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES</b>	34,519.0	34,519.0	34,519.0	34,519.0	34,519.0	34,519.0
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**FUND SOURCE**

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	1,783.3	2,023.3	2,263.3	2,503.3	2,743.3	2,983.3
1005 GF/Program Receipts	34,519.0	34,519.0	34,519.0	34,519.0	34,519.0	34,519.0
1006 GF/MHTIA						
Other						
<b>TOTAL</b>	<b>36,302.3</b>	<b>36,542.3</b>	<b>36,782.3</b>	<b>37,022.3</b>	<b>37,262.3</b>	<b>37,502.3</b>

**POSITIONS:**

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY97) impact: \$ -0-

**ANALYSIS:** (Attach a separate page if necessary.)

Refer to the attached spreadsheets for sectional analysis of fiscal impact. Section 5 is reflected as general fund program receipts. If the state is unsuccessful in collecting the \$34.5 million general fund program receipts, the foundation program unit value would be prorated to approximately \$58,300, or an additional \$34.5 million in general funds would have to be appropriated to cover full entitlements for FY98. The increased cost over FY98 to the foundation program to implement the proposed changes is approximately \$240,000 annually, based on a 1.5% estimated enrollment increase for FY99 through FY04. 1.5% is an average increase for enrollment based on the last four years.

Prepared by: Eddy Jeans, School Finance Manager Phone: 465-8679  
 Division: Education Support Services Date: February 7, 1997  
 Approved by Commissioner: Shirley J. Holloway, Ph. D., Commissioner  
 Agency: Education Date: February 7, 1997

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ALASKA DEPARTMENT OF EDUCATION  
 PROJECTED FY98 FOUNDATION PROGRAM  
 SB36

	Section 4	Impact Aid Adjustment	Section 6 & 7	Section 6b	Section 8	Section 11	Section 12	REAA State Aid	Section 13	Total FY98 Impact
ALASKA GATEWAY	0	0	(111,630)	0	0	99,430	8,540	(30)	486,952	483,262
ALEUTIAN REGION	0	0	0	0	61,610	0	3,050	530	18,522	83,712
ALEUTIANS EAST	(46,273)	(29,672)	0	0	0	0	28,670	0	179,985	132,710
ANCHORAGE	(6,647,533)	(582,190)	0	0	0	(1,781,810)	161,040	0	22,433,157	13,582,664
ANNETTE ISLANDS	0	0	0	0	161,040	0	12,200	1,415	391,608	566,263
BERING STRAIT	0	0	0	0	0	31,130	101,870	1,500	1,480,966	1,665,466
BRISTOL BAY	(93,757)	(17,213)	0	0	0	0	(18,300)	0	96,019	(33,250)
CHATHAM	0	0	0	0	0	0	21,350	175	297,499	319,024
CHUGACH	0	0	0	0	0	0	4,270	35	127,008	131,313
COPPER RIVER	0	0	(213,500)	227,530	0	0	52,460	540	580,929	647,959
CORDOVA	(83,091)	(1,857)	0	0	166,530	0	(78,080)	0	240,366	243,868
CRAIG	(39,335)	(1,612)	0	0	179,950	0	14,030	0	245,072	398,105
DELTA/GREELY	0	0	0	0	0	(40,870)	(4,270)	(370)	780,261	734,751
DENALI	(57,907)	(1,742)	0	0	0	0	(19,520)	0	182,784	103,615
DILLINGHAM	(67,595)	(25,031)	0	0	207,400	123,220	(56,730)	0	267,240	448,504
FAIRBANKS	(1,939,562)	(424,886)	0	0	0	(54,290)	(186,660)	0	8,224,320	5,618,922
GALENA	(8,854)	(7,422)	0	0	171,410	143,350	0	0	99,150	397,634
HAINES	(78,227)	(1,037)	0	0	0	0	31,720	0	190,051	142,507
HOONAH	(12,350)	(5,894)	0	0	128,100	42,090	20,130	0	195,990	368,066
HYDABURG	(2,949)	(236)	0	33,550	101,870	0	7,320	0	87,358	226,913
IDITAROD	0	0	0	0	0	216,550	(12,200)	1,675	372,689	578,714
JUNEAU	(1,046,654)	(1,114)	0	0	0	9,150	(530,700)	0	2,344,024	774,709
KAKE	(8,706)	(7,307)	0	0	140,910	0	13,420	0	133,000	271,317
KASHUNAMIUT	0	0	0	0	154,940	231,800	22,570	3,360	215,208	627,878
KENAI	(1,857,100)	(5,002)	0	0	0	(453,230)	38,430	0	4,482,385	2,205,483
KETCHIKAN	(545,022)	(603)	0	0	0	(42,700)	140,910	0	1,205,719	758,304
KLAWOCK	(7,997)	(15,596)	0	0	155,550	0	(1,830)	0	161,150	291,277
KODIAK	(438,873)	(86,921)	0	0	0	(78,080)	63,440	0	1,358,342	817,908
KUSPUK	0	0	0	0	0	0	14,640	120	413,085	427,845
LAKE AND PENINSULA	(34,067)	(24,989)	0	0	0	5,490	20,130	0	316,505	283,069
LOWER KUSKOKWIM	0	0	(127,490)	0	0	(4,388,950)	104,920	(36,160)	2,888,682	(1,558,998)
LOWER YUKON	0	0	0	0	0	1,966,640	156,770	17,390	1,495,166	3,635,966
MAT-SU	(1,169,929)	(742)	0	0	0	204,960	112,850	0	6,849,212	5,996,351
NEENANA	(8,265)	(284)	0	0	152,500	0	610	0	109,963	254,524
NOME	(76,855)	(2,036)	0	0	280,600	235,460	21,960	0	405,321	864,450

ALASKA DEPARTMENT OF EDUCATION  
 PROJECTED FY98 FOUNDATION PROGRAM  
 SB36

	Section 4	Impact Aid Adjustment	Section 6 & 7	Section 6b	Section 8	Section 11	Section 12	REAA State Aid	Section 13	Total FY98 Impact
NORTH SLOPE	(11,951,605)	0	0	0	0	0	0	0	0	(11,951,605)
NORTHWEST ARCTIC	(131,536)	(27,526)	0	0	0	803,980	89,060	0	1,197,668	1,871,646
PELICAN	(7,784)	0	0	0	51,240	0	3,050	0	15,683	62,129
PETERSBURG	(112,623)	(938)	0	0	212,890	0	(7,320)	0	360,197	452,206
PRIBILOF	0	0	0	0	0	214,720	3,050	1,790	187,998	407,558
SITKA	(291,651)	(10,175)	0	0	0	0	61,000	0	832,045	591,219
SKAGWAY	(173,890)	0	0	0	112,850	0	9,760	0	30,987	(20,29)
SOUTHEAST	0	0	(111,020)	353,190	0	0	17,080	2,125	308,568	569,943
SOUTHWEST	0	0	0	0	0	126,270	48,190	1,435	555,484	731,379
ST. MARY'S	(2,224)	(6,131)	0	0	145,790	137,250	7,320	0	103,796	385,801
TANANA	(2,950)	(3,689)	0	0	117,120	0	8,540	0	70,406	189,427
UNALASKA	(652,624)	(130)	0	0	192,150	0	13,420	0	81,497	(365,687)
VALDEZ	(2,461,003)	(20,106)	0	0	267,180	25,010	14,030	0	197,065	(1,977,824)
WRANGELL	(66,869)	(99)	0	0	148,840	0	20,740	0	290,820	393,432
YAKUTAT	(16,051)	(1,671)	0	0	139,080	0	9,760	0	101,500	232,618
YUKON FLATS	0	0	(124,440)	0	0	541,680	(6,100)	3,355	372,751	787,246
YUKON/KOYUKUK	0	0	0	0	0	410,530	30,500	3,610	551,338	995,978
YUPIIT	0	0	0	0	0	(19,520)	40,260	170	341,334	362,244
STATE ACS	0	0	0	0	0	0	74,542	0	0	74,542
Mt. EDGE CUMBE	0	0	0	0	0	0	19,520	0	0	19,520
<b>TOTALS</b>	<b>(\$30,141,711)</b>	<b>(\$1,373,851)</b>	<b>(\$688,080)</b>	<b>\$614,270</b>	<b>\$3,449,550</b>	<b>(\$1,240,740)</b>	<b>\$725,412</b>	<b>\$2,665</b>	<b>\$64,954,825</b>	<b>\$36,302,34</b>

Section 4 - Amends AS 14.17.025(a), requires all municipal school districts to contribute the equivalent of 4.5 mils capped at Basic Need.

Impact Aid Adjustment - As local effort increases so does the deductible Impact Aid.

Section 6 - Amends AS 14.17.031(a), sets the minimum size of a funding community at 10 ADM.

Section 6(b) - Amends AS 14.17.031(b), changes the hold harmless provision from a decrease of 10% to 5% of K-12 units.

Section 7 - Amends AS 14.17.041(a), eliminated instructional units for funding communities less than 10 ADM.

Section 8 - Amends AS 14.17.041, adds a new table for single site school district units with less than 900 ADM.

Section 11 - Amends AS 14.17.047, amends bilingual education units to one weight of .021 for all students.

Section 12 - adds AS 14.17.048, establishes new instructional units for gifted and talented at 4.5% of ADM, weight factor of .025.

REAA State Aid - Changes in adjusted units result in changes to REAA supplemental state aid.

Section 13 - Amends AS 14.17, adds a new section AS 14.17.065. Supplemental Equalization Aid

ALASKA DEPARTMENT OF EDUCATION  
PROJECTED FY98 FOUNDATION PROGRAM  
SB36

North Slope

Section 5
-----------

Basic Need	<u>\$20,066,560</u>
Required Local 4.5 mills	<u>54,585,520</u>
Public School Foundation Account	<u>\$34,518,960</u>

The Basic Need listed above includes all amendments listed in SB36.  
The excess revenue that 4.5 mills generates over Basic Need is deposited  
in the Public School Foundation Account.

# FISCAL NOTE

No. 1  
 Bill Version: SB 36  
 (S) Publish Date: 5/6/97

STATE OF ALASKA  
 1997 LEGISLATIVE SESSION

Revision Date: \_\_\_\_\_  
 Title: An Act relating to transportation of public school  
students; relating to school construction grants; etc.  
 Sponsor: Senator Phillipis  
 Requester: \_\_\_\_\_

Department Affected: Education  
 BRU: K-12  
 Component: Pupil Transportation

COMPONENT SERIAL NO. \_\_\_\_\_ 144

**Expenditures/Revenues:**

(Thousands of Dollars)

OPERATING	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS	\$1,697.3	\$1,748.2	\$1,800.6	\$1,854.6	\$1,910.3	\$1,967.6
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>\$1,697.3</b>	<b>\$1,748.2</b>	<b>\$1,800.6</b>	<b>\$1,854.6</b>	<b>\$1,910.3</b>	<b>\$1,967.6</b>

<b>CAPITAL EXPENDITURES</b>	0.0					
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<b>CHANGE IN REVENUES</b>	0.0					
---------------------------	-----	--	--	--	--	--

**FUND SOURCE**

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	\$1,697.3	\$1,748.2	\$1,800.6	\$1,854.6	\$1,910.3	\$1,967.6
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
<b>TOTAL</b>	<b>\$1,697.3</b>	<b>\$1,748.2</b>	<b>\$1,800.6</b>	<b>\$1,854.6</b>	<b>\$1,910.3</b>	<b>\$1,967.6</b>

**POSITIONS:**

FULL-TIME	0					
PART-TIME	0					
TEMPORARY	0					

Estimate of current year (FY97) impact: \$ 0

**ANALYSIS: (Attach a separate page if necessary.)**

The fiscal impact noted above is based on the assumption that Anchorage School District would be reimbursed for all costs associated with tr from school transportation, including contract administration costs of approximately \$204,000, but not including deducts from contracted transportation for hazardous or kindergarten routes. An inflation factor of 3% is assumed for FY99 through FY03.

Prepared by: Bill Wright, Pupil Transportation Administrator Phone: 465-8687  
 Division: Education Support Services Date: 1/30/97  
 Approved by Commissioner: Shirley J. Holloway, Ph. D.  
 Agency: Department of Education Date: \_\_\_\_\_

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**Senate Bill 25 Sec. 1**

Anchorage School District:

FY96 Total pupil transportation expenditures  
as stated in district audit special revenue fund: \$11,211,243

Less: Total contracted transportation  
(includes in lieu of agreements (\$24,081) and  
district deducts\* for hazard and kindergarten routes) (6,079,071)

\$5,132,172

Add: Vehicle depreciation (from statement of operations) 413,570

\$5,545,742

Less: Reimbursement under current method  
(66.83% of total costs as stated on the district's pupil  
transportation statement of operations for district-  
operated services, \$5,904,405) (3,945,917)

Difference Between Current and Proposed Method \$1,599,825

FY97 3% increase	\$1,647,320
FY98 3% increase	\$1,697,254
FY99 3% increase	\$1,748,172
FY00 3% increase	\$1,800,617
FY01 3% increase	\$1,854,636
FY02 3% increase	\$1,910,275
FY03 3% increase	\$1,967,583

Assumptions:

Includes all costs incurred by Anchorage School District for to/from school transportation except for contracted transportation expenses. If contract administration costs are not included, reimbursement would be reduced approximately \$204,000 based on June 1996 Altman, Rogers study.

\* Deducts are the district's share of hazard and kindergarten routes. Per A.S. 14.09.010(c), the cost of transporting students on hazard routes is shared equally between the district and the state. Routes which transport only kindergarten students are not eligible for state reimbursement per 4 AAC 27.010(c).

# FISCAL NOTE

STATE OF ALASKA

BILL NO. CS,SB 36 (FIN)

1998 LEGISLATIVE SESSION

3/9/98

Revision Date: March 4, 1998

Department Affected: Education

Title: An Act relating to transportation of public school

BRU: K-12 Support

students; relating to school construction grants; etc.

Component: Pupil Transportation

Sponsor: Senator Phillips

Requester: Senate Finance

COMPONENT SERIAL NO. 144

**Expenditures/Revenues:**

(Thousands of Dollars)

OPERATING	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS	\$1,461.5	\$1,505.3	\$1,550.5	\$1,597.0	\$1,644.9	\$1,694.3
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>\$1,461.5</b>	<b>\$1,505.3</b>	<b>\$1,550.5</b>	<b>\$1,597.0</b>	<b>\$1,644.9</b>	<b>\$1,694.3</b>

CAPITAL EXPENDITURES	0.0					
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CHANGE IN REVENUES	0.0					
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**FUND SOURCE**

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	\$1,461.5	\$1,505.3	\$1,550.5	\$1,597.0	\$1,644.9	\$1,694.3
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
<b>TOTAL</b>	<b>\$1,461.5</b>	<b>\$1,505.3</b>	<b>\$1,550.5</b>	<b>\$1,597.0</b>	<b>\$1,644.9</b>	<b>\$1,694.3</b>

**POSITIONS:**

FULL-TIME	0					
PART-TIME	0					
TEMPORARY	0					

Estimate of current year (FY98) impact: \$ 0

**ANALYSIS: (Attach a separate page if necessary.)**

The fiscal impact noted above is based on the assumption that Anchorage School District would be reimbursed for 90% of all costs associated with district-operated school transportation, including contract administration costs of approximately \$204,000, and 100% of costs associated with contracted to/from school transportation, but not including deducts from contracted transportation for hazardous, or kindergarten routes. An inflation factor of 3% is assumed for FY00 through FY04.

Prepared by: Eddy Jeans, School Finance Director

Phone: 465-8687

Division: Education Support Services

Date: 3/4/98

Approved by Commissioner: Shirley J. Holloway, Ph. D.

Agency: Department of Education

Date: 3/4/98

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## DEPARTMENT OF EDUCATION

### Senate Bill 36, Sec. 1 (Amended to 90%)

Anchorage S.D.---FY97 Statement of Operations

90% Reimbursement under proposed method (90% of total costs as stated on the district's transportation statement of operations for district-operated services: \$5,945,555)	\$5,350,999
--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------	-------------

Less: Reimbursement under current method (66.83% of total costs: \$5,945,555)	<u>(3,973,414)</u>
----------------------------------------------------------------------------------	--------------------

Difference Between Current and Proposed Method	<u>\$1,377,585</u>
------------------------------------------------	--------------------

FY98 3% increase	\$1,418,913
FY99 3% increase	\$1,461,480
FY00 3% increase	\$1,505,324
FY01 3% increase	\$1,550,484
FY02 3% increase	\$1,596,999
FY03 3% increase	\$1,644,909
FY04 3% increase	\$1,694,256

revised 3/4/98

file: p:\97-98Leg\Sb\_036\Sb36-90% rate-District Costs.doc

# FISCAL NOTE

STATE OF ALASKA

BILL NO. SB 36

1998 LEGISLATIVE SESSION

Revision Date: 22 JAN 1998

Department Affected: Education

Title: An Act relating to transportation of public school

BRU: K-12

students; relating to school construction grants; etc.

Component: Pupil Transportation

Sponsor: Senator Phillips

Requester: Senate Finance

COMPONENT SERIAL NO. 144

**Expenditures/Revenues:**

(Thousands of Dollars)

OPERATING	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS	\$1,714.3	\$1,765.7	\$1,818.7	\$1,873.3	\$1,929.5	\$1,987.3
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>\$1,714.3</b>	<b>\$1,765.7</b>	<b>\$1,818.7</b>	<b>\$1,873.3</b>	<b>\$1,929.5</b>	<b>\$1,987.3</b>

<b>CAPITAL EXPENDITURES</b>	0.0					
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<b>CHANGE IN REVENUES</b>	0.0					
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**FUND SOURCE**

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	\$1,714.3	\$1,765.7	\$1,818.7	\$1,873.3	\$1,929.5	\$1,987.3
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
<b>TOTAL</b>	<b>\$1,714.3</b>	<b>\$1,765.7</b>	<b>\$1,818.7</b>	<b>\$1,873.3</b>	<b>\$1,929.5</b>	<b>\$1,987.3</b>

**POSITIONS:**

FULL-TIME	0					
PART-TIME	0					
TEMPORARY	0					

Estimate of current year (FY98) impact: \$ \_\_\_\_\_

**ANALYSIS: (Attach a separate page if necessary.)**

The fiscal impact noted above is based on the assumption that Anchorage School District would be reimbursed for all costs associated with to/from school transportation, including contract administration costs of approximately \$204,000, but not including deducts from contracted transportation for hazardous or kindergarten routes. An inflation factor of 3% is assumed for FY00 through FY04.

Prepared by: Eddy Jeans, School Finance Director

Phone: 465-8687

Division: Education Support Services

Date: 1/22/98

Approved by Commissioner: Shirley J. Holloway, Ph. D.

Agency: Department of Education

Date: 1/22/98

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## Senate Bill 36. Sec. 1

Anchorage School District:

FY97 Total pupil transportation expenditures as stated in district audit special revenue fund:	\$11,780,683
Less: Total contracted transportation (includes in lieu of agreements (\$24,081) and district deducts* for hazard and kindergarten routes)	<u>(6,380,907)</u>
	\$5,399,776
Add: Vehicle depreciation (from statement of operations)	<u>189,530</u>
	\$5,589,306
Less: Reimbursement under current method (66.83% of total costs as stated on the district's pupil transportation statement of operations for district- operated services, \$5,945,555)	<u>(3,973,414)</u>
Difference Between Current and Proposed Method	<u>\$1,615,892</u>
FY98 3% increase	\$1,664,369
FY99 3% increase	\$1,714,300
FY00 3% increase	\$1,765,729
FY01 3% increase	\$1,818,701
FY02 3% increase	\$1,873,262
FY03 3% increase	\$1,929,460
FY04 2% increase	\$1,987,343

Assumptions:

Includes all costs incurred by Anchorage School District for to/from school transportation except for contracted transportation expenses. If contract administration costs are not included, reimbursement would be reduced approximately \$204,000 based on June 1996 Altman, Rogers study.

\* Deducts are the district's share of hazard and kindergarten routes. Per A.S. 14.09.010(c), the cost of transporting students on hazard routes is shared equally between the district and the state. Routes which transport only kindergarten students are not eligible for state reimbursement per 4 AAC 27.010(c)

REPORTED BY  
3/9/98

Revision Date: March 9, 1998 Dept. Affected: Revenue  
 Title: Public School Financing BRU: Revenue Operations  
 Component: Income and Excise Audit  
 Sponsor: Senator Phillips  
 Reauthor: Senate Finance COMPONENT SERIAL NO. 113

Expenditures/Revenues: (Thousands of Dollars)

OPERATING EXPENDITURES	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
PERSONAL SERVICES	0.0	0.0	0.0	0.0	0.0	0.0
TRAVEL	0.0	0.0	0.0	0.0	0.0	0.0
CONTRACTUAL	0.0	0.0	0.0	0.0	0.0	0.0
SUPPLIES	0.0	0.0	0.0	0.0	0.0	0.0
EQUIPMENT	0.0	0.0	0.0	0.0	0.0	0.0
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES (GF)	0.0	0.0	0.0	0.0	0.0	0.0
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	0.0	0.0	0.0	0.0	0.0	0.0
1001 CBRF						
1048 University of AK receipts						
Other						
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year cost \$ 0.0

POSITIONS:

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

ANALYSIS: (Attach a separate page if necessary)

SB 36 has been amended to delete provisions related to an employment tax. The proposed bill, in it's current version, does not effect Department of Revenue tax programs or operating expenditures.

Prepared by: Brett Fried  
 Division: Income and Excise Audit  
 Approved by Commissioner: Wilson L. Condon  
 Agency: Revenue

Phone: (907) 465-3682  
 Date: March 9, 1998  
 Date: March 9, 1998

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Revision Date: March 6, 1998 Correction Dept. Affected: Revenue  
 Title: Public School Funding BRU: Revenue Operations  
 Component: Income and Excise Audit  
 Sponsor: Senator Phillips  
 Requestor: Senate Finance COMPONENT SERIAL NO. 113

Expenditures/Revenues: (Thousands of Dollars)

OPERATING EXPENDITURES	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
PERSONAL SERVICES	0.0	0.0	106.0	325.0	325.0	325.0
TRAVEL	0.0	0.0	8.0	20.0	20.0	20.0
CONTRACTUAL	0.0	0.0	75.0	36.0	36.0	36.0
SUPPLIES	0.0	0.0	6.0	14.0	14.0	14.0
EQUIPMENT	0.0	0.0	6.5	6.0	0.0	0.0
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>201.5</b>	<b>401.0</b>	<b>395.0</b>	<b>395.0</b>
CAPITAL EXPENDITURES						
CHANGE IN REVENUES (GF)	0.0	0.0	0.0	1,186.5	1,186.5	1,186.5

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	0.0	0.0	201.5	401.0	395.0	395.0
1001 CBRF						
1048 University of AK receipts						
Other						
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>201.5</b>	<b>401.0</b>	<b>395.0</b>	<b>395.0</b>

Estimate of any current year cost \$ 0.0

POSITIONS:

FULL-TIME	0	0	3	7	7	7
PART-TIME	0	0	0	0	0	0
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

(See attached analysis)

Prepared by: Brett Fried  
 Division: Income and Excise Audit  
 Approved by Commissioner: Wilson L. Condon  
 Agency: Revenue

Phone: (907) 465-3682  
 Date: March 6, 1998  
 Date: March 6, 1998

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE

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CSSB 36(FIN)  
Public School Funding  
March 6, 1998  
Page 2

### BILL ANALYSIS

The Department of Revenue is only addressing the sections related to a change in the state's tax structure.

**Section 23** amends AS 43 by adding a new chapter, Chapter 42, to establish provisions for an unorganized borough employment tax. Under this new chapter, an employment tax would be imposed on each individual who receives compensation for services performed in the unorganized borough outside of a home rule or first class city as an employee or receives self-employment earnings from business activities conducted in the unorganized borough outside of a home rule or first class city. The tax would be three percent of annual compensation paid or self-employment earnings.

Employers withhold the 3% tax from each payment of compensation to employees subject to the tax. Employees can take a credit against the tax for taxes paid to other school districts. In order to qualify for the credit an employee must provide proof of payment to the employer or to the Department of Labor. The Department of Labor will collect and account for the quarterly tax on UI-covered employees. The Department of Revenue will, after consultation with the Department of Labor, prescribe by regulation any additional information to calculate, determine, collect, or enforce the tax.

The Department of Revenue will implement procedures and forms to collect the tax revenue from the self-employed individuals on a quarterly basis. Employees who are compensated but not subject to the AS 23.20 (Unemployment Insurance Tax) and not subject to the self-employment tax must file and remit their taxes to the Department of Revenue.

The tax shall be deposited into the general fund. Proceeds from the tax must be separately accounted for. The tax provisions would be effective July 1, 2001.

### Operating Expenses

*This fiscal note assumes that Department of Revenue would collect employment tax payments from self-employed persons and Department of Labor would collect employment tax payments from employees through their unemployment insurance withholding program. Department of Revenue would be responsible for enforcement of the tax program.*

Department of Revenue is requesting funding for FY 01 for start-up costs of the tax program. During FY 01, the department would develop computer programs to account for taxpayers and remittances and set up audit and enforcement programs to address collection of taxes. FY 01 costs are estimated as follows.

CSSB 36(FIN)  
Public School Funding  
March 6, 1998  
Page 3

<b>Personal Services:</b>	
Analyst Programmer IV (range 19) Juneau (half year)	26.0
Revenue Auditor III (range 18) Anchorage (full year)	48.0
Tax Examiner II (range 12) Juneau (full year)	<u>32.0</u>
<b>Total Personal Services</b>	<b>106.0</b>
<b>Travel</b>	
4 trips @ 2.0	8.0
<b>Contractual</b>	
IRS Data – acquire and process	30.0
Contract to write regulations	30.0
Telephone, Postage, Forms, Printing, etc.	<u>15.0</u>
<b>Total Contractual</b>	<b>75.0</b>
<b>Supplies</b>	
Supplies for 3 positions	6.0
<b>Equipment</b>	
Computers for 3 positions	4.5
Office Furniture for 3 positions	<u>12.0</u>
<b>Total Equipment</b>	<b>16.5</b>

Beginning FY 02, the first year that the tax program would become effective, the department would add the following positions: 1 full-time Accounting Supervisor I (range 16); 3 full time Administrative Clerk II (range 8) positions, all located in Juneau. Total personal services costs for these and the positions above would be approximately \$251.0

The Accounting Supervisor I position would be responsible for overseeing administration of the program, management reporting, and public inquiries. The TE II position is responsible for compliance and enforcement. The Administrative Clerk III positions would be responsible for year-round activity which would include processing of quarterly payment and returns. The Revenue Auditor position would be responsible for audit and enforcement.

Contractual costs include cost for contracting the writing of regulations (\$30.0) and costs of acquiring and technical assistance in processing IRS data tapes (\$30.0).

Travel includes field travel to unorganized borough locations to conduct audits and enforcement.

#### New Revenue

See attached spreadsheet.

CSSB 36(FIN)  
Public School Funding  
March 6, 1998  
Page 4

### **Issues of Concern**

The effective date is too short. It will be impossible to promulgate necessary regulations, implement computer programming changes and educate industry and the public prior to the January 1, 1999 effective date. Since Department of Labor taxpayers and most businesses are on calendar year basis, it might make sense to move the effective date to January 1, 2000.

Identifying non-resident self-employed individuals that should be filing returns and paying tax.

Identifying individuals that are not subject to self-employment tax and do not have to file returns with Department of Labor.

Is the credit a reduction in tax payment or a refund claimed with Department of Revenue?

The Department of Revenue has not had time to contact businesses to discuss with them how this Bill will affect their operations and what could be done to implement these taxes more effectively.

**Alaska Department of Revenue  
Income and Excise Audit Division**

*Projected State Revenue Increases from 3% Public School Tax on Self-employed in the Unorganized Borough*

Public School Funding  
CSSB 36 (FIN)  
Draft: March 6, 1998  
Page 5 of 5

**REVENUE FORECASTS FROM 3% TAX ON THE SELF-EMPLOYED IN THE UNORGANIZED BOROUGH**

	<b>Number of self-employed w/pos. returns</b>	<b>FY 99</b>	<b>FY 00</b>	<b>FY 01</b>	<b>FY 02</b>	<b>FY 03</b>	<b>FY 04</b>
<b>Revenue from tax</b>	3,500	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$1,186,500</u>	<u>\$1,186,500</u>	<u>\$1,186,500</u>

**Assumptions and data sources:** (1) The unorganized borough ratio of nonfarm proprietors to wage and salary employees is the same as the statewide ratio. (2) The unorganized borough ratio of nonfarm proprietors to nonfarm proprietor's tax returns is the same as the statewide ratio. (3) The average nonfarm proprietor's net income in the unorganized borough's is the same as statewide. (4) The unorganized borough percentage of returns with a positive net income is the same as the national percentage.

**Problems :** The following are some problems with using the above approach: (1) The Alaska Department of Labor REAA employment number is by work site, not work location. There is no way to estimate how many of these employees actually work in the REAAs. Conversely, there is no way to estimate how many workers from locations outside of the REAAs work within the REAAs. (2) We have no way of verifying whether the Alaska wide ratio of nonfarm proprietor employment to wage and salary employment and Alaska wide nonfarm proprietors' net income is valid for REAAs.

Revision Date: \_\_\_\_\_ Dept. Affected: Revenue  
 Title: Public School Funding BRU: Revenue Operations  
 Component: Income and Excise Audit  
 Sponsor: (S) FIN  
 Requester: Governor COMPONENT SERIAL NO. 113

Expenditures/Revenues: (Thousands of Dollars)

OPERATING EXPENDITURES	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
PERSONAL SERVICES	295.0	295.0	295.0	295.0	295.0	295.0
TRAVEL	20.0	20.0	20.0	20.0	20.0	20.0
CONTRACTUAL	66.0	36.0	36.0	36.0	36.0	36.0
SUPPLIES	5.0	5.0	5.0	5.0	5.0	5.0
EQUIPMENT	12.0					
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>398.0</b>	<b>356.0</b>	<b>356.0</b>	<b>356.0</b>	<b>356.0</b>	<b>356.0</b>
CAPITAL EXPENDITURES						
<b>CHANGE IN REVENUES (GF)</b>	<b>296.6</b>	<b>1,186.5</b>	<b>1,186.5</b>	<b>1,186.5</b>	<b>1,186.5</b>	<b>1,186.5</b>

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1001 CBRF						
1048 University of AK receipts						
Other						
<b>TOTAL</b>						

Estimate of any current year cost \$ 0.0

POSITIONS

	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
FULL-TIME	67	67	67	67	67	67
PART-TIME	1	1	1	1	1	1
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

(See attached analysis)

Prepared by: Brett Fried  
 Division: Income and Excise Audit  
 Approved by Commissioner: Wilson L. Condon  
 Agency: Revenue

Phone: (907) 465-3602  
 Date: March 4, 1998  
 Date: March 4, 1998

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### BILL ANALYSIS

The Department of Revenue is only addressing the sections related to a change in the state's tax structure.

**Section 23** amends AS 43 by adding a new chapter, Chapter 42, to establish provisions for an unorganized borough employment tax. Under this new chapter, an employment tax would be imposed on each individual who receives compensation for services performed in the unorganized borough outside of a home rule or first class city as an employee or receives self-employment earnings from business activities conducted in the unorganized borough outside of a home rule or first class city. The tax would be three percent of annual compensation paid or self-employment earnings.

Employers withhold the 3% tax from each payment of compensation to employees subject to the tax. Employees can take a credit against the tax for taxes paid to other school districts. In order to qualify for the credit an employee must provide proof of payment to the employer or to the Department of Labor. The Department of Labor will collect and account for the quarterly tax on UI-covered employees. The Department of Revenue will, after consultation with the Department of Labor, prescribe by regulation any additional information to calculate, determine, collect, or enforce the tax.

The Department of Revenue will implement procedures and forms to collect the tax revenue from the self-employed individuals on a quarterly basis. Employees who are compensated but not subject to the AS 23.20 (Unemployment Insurance Tax) and not subject to the self-employment tax must file and remit their taxes to the Department of Revenue.

The tax shall be deposited into the general fund. Proceeds from the tax must be separately accounted for. The tax provisions would be effective January 1, 1999.

### Operating Expenses

*This fiscal note assumes that Department of Revenue would collect employment tax payments from self employed persons and Department of Labor would collect employment tax payments from employees through their unemployment insurance withholding program. Department of Revenue would be responsible for enforcement of the tax program.*

Department of Revenue estimates that total operating costs to administer the employment tax program would be \$398.0 in FY 1999 and \$356.0 thereafter. Costs include \$325.0 for personal services which would cover costs for 1 full-time Accounting Supervisor I (range 16); 1 half-time Analyst Programmer IV (range 20); 1 full-time Tax Examiner II (range 14), 3 full time Administrative Clerk II (range 8) positions, all located in Juneau; and 1 full-time Revenue Auditor III located in Anchorage.

CSSB 36(FIN)  
Public School Funding  
March 4, 1998  
Page 3

The Accounting Supervisor I position would be responsible for overseeing administration of the program, management reporting, and public inquiries. The TE II position is responsible for compliance and enforcement. The Administrative Clerk III positions would be responsible for year-round activity which would include processing of quarterly payment and returns. The Revenue Auditor position would be responsible for audit and enforcement.

Contractual costs include cost for contracting the writing of regulations (\$30.0) and costs of acquiring and technical assistance in processing IRS data tapes (\$30.0).

Travel includes field travel to unorganized borough locations to conduct audits and enforcement.

New Revenue

See attached spreadsheet.

CSSB 36(FIN)  
Public School Funding  
March 4, 1998  
Page 4

#### Issues of Concern

The effective date is too short. It will be impossible to promulgate necessary regulations, implement computer programming changes and educate industry and the public prior to the January 1, 1999 effective date. Since Department of Labor taxpayers and most businesses are on calendar year basis, it might make sense to move the effective date to January 1, 2000.

Identifying non-resident self-employed individuals that should be filing returns and paying tax.

Identifying individuals that are not subject to self-employment tax and do not have to file returns with Department of Labor.

Is the credit a reduction in tax payment or a refund claimed with Department of Revenue?

The Department of Revenue has not had time to contact businesses to discuss with them how this Bill will affect their operations and what could be done to implement these taxes more effectively.

**Alaska Department of Revenue**  
**Income and Excise Audit Division**  
*Projected State Revenue Increases from 3% Public School Tax on Self-employed in the Unorganized Borough*

Public School Funding  
 CSSB 36  
 Draft: March 4, 1998  
 Page 5 of 5

**REVENUE FORECASTS FROM 3% TAX ON THE SELF-EMPLOYED IN THE UNORGANIZED BOROUGH**

	Number of self-employed w/pos. returns	FY 99*	FY 00	FY 01	FY 02	FY 03	FY 04
Revenue from tax	3,500	<u>\$296,625</u>	<u>\$1,186,500</u>	<u>\$1,186,500</u>	<u>\$1,186,500</u>	<u>\$1,186,500</u>	<u>\$1,186,500</u>

**Assumptions and data sources:** (1) The unorganized borough ratio of nonfarm proprietors to wage and salary employees is the same as the statewide ratio. (2) The unorganized borough ratio of nonfarm proprietors to nonfarm proprietor's tax returns is the same as the statewide ratio. (3) The average nonfarm proprietor's net income in the unorganized borough's is the same as statewide. (4) The unorganized borough percentage of returns with a positive net income is the same as the national percentage.

\* effective date for the unorganized borough employment tax is January 1, 1999. Consequently, there will only be one quarter of earnings during this period.

**Problems :** The following are some problems with using the above approach: (1) The Alaska Department of Labor REAA employment number is by work site, not work location. There is no way to estimate how many of these employees actually work in the REAAs. Conversely, there is no way to estimate how many workers from locations outside of the REAAs work within the REAAs. (2) We have no way of verifying whether the Alaska wide ratio of nonfarm proprietor employment to wage and salary employment and Alaska wide nonfarm proprietors' net income is valid for REAAs.

# FISCAL NOTE

**STATE OF ALASKA**  
**1998 LEGISLATIVE SESSION**

**BILL NO.** CSSB 36 (FIN) 3 | 9 | 98

Revision Date (Note if correction): \_\_\_\_\_  
 Title: Public School Funding  
 Sponsor: Senator Phillips  
 Requestor: Senate Finance

Department Affected: Labor  
 BRU: Office of the Commissioner  
 Component: Commissioner's Office  
**COMPONENT SERIAL NO.** 340

**EXPENDITURES/REVENUES:**

(Thousands of Dollars)

OPERATING	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS & CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL</b>						
----------------	--	--	--	--	--	--

<b>CHANGE IN REVENUE</b>						
<b>FUND SOURCE #</b>						

**FUNDING:**

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt						
1006 GF/MHTIA						
Other (Specify Type)						
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**POSITIONS:**

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY98) impact: \$ None

**ANALYSIS:** (Attach a separate page if necessary)

The Department of Labor does not anticipate any fiscal impact with the deletion of sections imposing a tax on wage and business income in the unorganized borough.

Prepared by: Arbe Williams, Director Phone: 465-2720  
 Division: Administrative Services Division Date: 3/9/98  
 Approved by Commissioner: Tom Cashen, Commissioner  
 Agency: Department of Labor Date: 3/9/98

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# FISCAL NOTE

**STATE OF ALASKA**  
**1998 LEGISLATIVE SESSION**

**BILL NO. CS3B 36 (FIN)**

Revision Date (Note if correction): \_\_\_\_\_  
 Title: Public School Funding  
 Sponsor: Senator Phillips  
 Requestor: Senate Finance

Department Affected: Labor  
 BRU: Office of the Commissioner  
 Component: Commissioner's Office  
 COMPONENT SERIAL NO. 340

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

OPERATING	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
PERSONAL SERVICES	0.0	0.0	76.5	155.3	155.3	155.3
TRAVEL	0.0	0.0	0.0	0.0	0.0	0.0
CONTRACTUAL	360.0	50.0	302.3	496.4	511.4	511.4
SUPPLIES	0.0	0.0	2.0	4.0	4.0	4.0
EQUIPMENT	0.0	0.0	22.5	0.0	0.0	0.0
LAND & STRUCTURES						
GRANTS & CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>360.0</b>	<b>50.0</b>	<b>403.3</b>	<b>655.7</b>	<b>670.7</b>	<b>670.7</b>

<b>CAPITAL</b>						
----------------	--	--	--	--	--	--

<b>CHANGE IN REVENUE</b>	0.0	0.0	2,643.3	10,573.0	10,573.0	10,573.0
<b>FUND SOURCE #</b>	1004	1004	1004	1004	1004	1004

**FUNDING:** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	360.0	50.0	403.3	655.7	670.7	670.7
1005 GF/Program Receipt						
1006 GF/MHTIA						
Other (Specify Type)						
<b>TOTAL</b>	<b>360.0</b>	<b>50.0</b>	<b>403.3</b>	<b>655.7</b>	<b>670.7</b>	<b>670.7</b>

**POSITIONS:**

FULL-TIME			4	4	4	4
PART-TIME						
TEMPORARY						

Estimate of current year (FY98) impact: \$ None

**ANALYSIS:** (Attach a separate page if necessary)

(see attached)

Prepared by: Arbe Williams, Director Phone: 465-2720  
 Division: Administrative Services Division Date: 3/6/98  
 Approved by Commissioner: Tom Cashen, Commissioner  
 Agency: Department of Labor Date: 3/6/98

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## ATTACHMENT

### Fiscal Note for SB 36

Alaska Department of Labor

Page 2 of 4

SB 36 imposes a three percent tax on wage and business income generated from a business situs or activity located in the unorganized borough outside a home rule or first class city. The revenue generated is to be deposited into the general fund subject to discretionary appropriation to the public school account.

For employees covered under AS 23.20, the tax will be withheld by their employers and submitted to the Department of Labor (DOL) with their quarterly unemployment insurance (UI) contribution reports. The withholding tax on non-covered employees, and the tax on self-employment earnings, will be submitted quarterly to the Department of Revenue (DOR).

DOL and DOR will use existing forms, reports, and automated systems to the extent possible. DOL would collect the employee part of the tax for DOR by adapting automated and manual procedures already in place for collecting UI contributions, with the addition of some new procedures. No federal grant money may be used to collect a non-UI tax, so all design, programming, and ongoing costs would be state-funded.

The collection scenario assumes the following:

- DOL's role will be limited to that of a servicing agency to DOR to collect and account for the quarterly tax on UI-covered employees.
- DOL will use separate report forms, data collection, and accounting to collect the tax, but will make use of current databases, employer accounts, and tracking whenever feasible.
- DOL will use U.S. census federal information processing system (FIPS) codes to identify unorganized borough job sites. This will require site-specific data from employers, a new data base in the UI tax system, and new coding and data entry functions.
- DOR will administer all audits, enforcement, refunds, and penalties.
- Projected taxes at 3% of \$352,432,783 in estimated wages paid in the unorganized borough is \$10,572,983.

## **ATTACHMENT**

### **Fiscal Note for SB 36**

Alaska Department of Labor

Page 3 of 4

### **Challenges Not Addressed by the Fiscal Note**

#### **Interagency Coordination**

DOL's assumption is that its tax collection unit will act as a conduit to pass data and money from the reporting employer to DOR. Accounting functions involved would be reconciliation of payments to employer total remit and deposits, and transfer of funds to DOR. Distribution of funds when less than full payment is made has not been addressed, and, in absence of definition, DOL assumes that any payments will first go toward unemployment insurance contributions penalty and interest. Any balance remaining would go toward the employment tax unless specified by the employer. Overpayments, late payments, split-late payments, and refunds will require careful and full documentation in their accounting and distribution.

The credit against tax *Sec. 43.42.035* presents an onerous administrative task. The timing between any creditable taxes to an individual and the individual's employment are not synchronized. This makes any up-front determination of a credit very difficult and virtually impossible to achieve in a timely manner.

#### **Definition Inconsistencies**

Several definitions identified would present ambiguity for statewide employers between UI taxes and the new employment tax. Among those definitions are "compensation for services," "reportable" wages, "employer," and "individual."

### **Explanation of the Fiscal Calculations**

- The tax collections will begin the second calendar quarter of calendar year 2001 and shows only one quarter of the anticipated annual collection of \$2,643,246 in fiscal year 2001. In fiscal year 2002, a full annual collection is anticipated to be \$10,572,983.
- The existing UI tax data processing system has been scheduled for replacement and is due to begin in October of 1998. This fiscal note shows costs in FY 99 and FY00 for the required upgrade to automate SB36 tax collection activities. Developing the upgrade concurrent with the UI tax system replacement will minimize the SB36 development costs. This will include a DP contract and DOL DP staffs oversight.

**ATTACHMENT**

**Fiscal Note for CS SB 36 (FIN)**

**Alaska Department of Labor**

JANUARY 1, 2001 IMPLEMENTATION

**Revenues to be Collected**

3% tax times \$352,432.8 in estimated wages paid in the unorganized borough

FY99	FY00	FY01	FY02	FY03	FY04
		2,643.3	10,573.0	10,573.0	10,573.0

**Operating Costs**

Four positions will be located in Juneau to administer the state employment tax program. These four new positions will perform the following tasks; Examine and process quarterly returns and payments from employers; reconcile payments from employers; respond to written and telephonic inquiries; and provide information and technical assistance to individuals who complete the quarterly reports. A 1.5% cost of living rate was inserted for FY01 and FY02 personal services. One time items were not included in FY02 and beyond.

**Personal Services**

- 2 New Accounting Technician I
- 2 New Administrative Clerk II

**Total Personal Services**

		42.2	85.6	85.6	85.6
		34.3	69.7	69.7	69.7
0.0	0.0	76.5	155.3	155.3	155.3

**Travel**

No travel will be required for the additional tax collection.

**Contractual Services**

- Communication (Basic phone & toll charges)
- Postage & Advertising
- Printing - tax forms & informational outreach to employers
- Department Indirect @ 8% of Personal Services
- Departmental Data Processing Chargeback @ 11% of Personal Services
- Office Space Lease costs
- Data Processing contract - conversion of existing system & develop database for integration of FIPS code info on unorganized borough job sites
- Data Processing Support-Administrative Services Division-DP Contract Oversight
- Data Processing Ongoing operation and maintenance
  - Personal Services(1.5 FTE)
  - Non-personal Services
- Data Processing contract - additional key punch items from quarterly reports
- Prorated portion @ 19% of the existing Tax Section costs (a)

**Total Contractual Services**

		6.0	6.0	6.0	6.0
		17.5	12.5	12.5	12.5
		10.0	5.0	5.0	5.0
		6.1	12.4	12.4	12.4
		8.4	17.1	17.1	17.1
		4.8	9.6	9.6	9.6
300.0					
60.0	50.0	40.0			
		56.3	112.5	112.5	112.5
		28.2	56.3	56.3	56.3
		0.0	15.0	30.0	30.0
		125.0	250.0	250.0	250.0
360.0	50.0	302.3	496.4	511.4	511.4

**Supplies**

		2.0	4.0	4.0	4.0
--	--	-----	-----	-----	-----

**Equipment**

One time request for FY98 purchase of standard office equipment for four new employees.

- Computers
- Office Furniture

**Total Equipment**

**Total Fiscal Note Request**

		15.0			
		7.5			
0.0	0.0	22.5	0.0	0.0	0.0
360.0	50.0	403.3	655.7	670.7	670.7

**FOOTNOTE:**

(a) SB36 specific duties required to be accounted for and funded separately from current federally funded UI tax activities.

The activities to be funded by this fiscal note from the UI Tax Unit include:

Accounting, verification, segregation and deposit of employer payments; identification and registration of employers with situs in unorganized boroughs; development of a method to differentiate subject workers and employers from traditional DOL liable employer population; redesign of reporting forms, subsequent employer education and distribution of training materials and related forms; establish systems for recording data from new forms and coordination of data with DOR; staff retraining; adjudication of coverage appeals related to DOL determinations of coverage.

The rate of 1.5% is based on the existing federally negotiated cost allocation plan used to fund similar activities for the collection of funding for the State Training and Employment Program (STEP) program.

# FISCAL NOTE

**STATE OF ALASKA**  
**1998 LEGISLATIVE SESSION**

**BILL NO. SB 36**

Revision Date (Note if correction): \_\_\_\_\_  
 Title: Public School Funding  
 Sponsor: Senator Phillips  
 Requestor: Senate Finance

Department Affected: Labor  
 BRU: Office of the Commissioner  
 Component: Commissioner's Office  
 COMPONENT SERIAL NO. 340

**EXPENDITURES/REVENUES:**

(Thousands of Dollars)

OPERATING	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
PERSONAL SERVICES	75.1	352.2	352.2	352.2	352.2	352.2
TRAVEL						
CONTRACTUAL	1,004.6	554.6	554.6	554.6	554.6	554.6
SUPPLIES	3.0	2.0	2.0	2.0	2.0	2.0
EQUIPMENT	22.5	0.0	0.0	0.0	0.0	0.0
LAND & STRUCTURES						
GRANTS & CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>1,105.2</b>	<b>908.8</b>	<b>908.8</b>	<b>908.8</b>	<b>908.8</b>	<b>908.8</b>

CAPITAL						
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CHANGE IN REVENUE	3,564.5	14,257.9	14,257.9	14,257.9	14,257.9	14,257.9
FUND SOURCE #	1004	1004	1004	1004	1004	1004

**FUNDING:**

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	1,105.2	908.8	908.8	908.8	908.8	908.8
1005 GF/Program Receipt						
1006 GF/MHTIA						
Other (Specify Type)						
<b>TOTAL</b>	<b>1,105.2</b>	<b>908.8</b>	<b>908.8</b>	<b>908.8</b>	<b>908.8</b>	<b>908.8</b>

**POSITIONS:**

FULL-TIME	5	5	5	5	5	5
PART-TIME	1	1	1	1	1	1
TEMPORARY						

Estimate of current year (FY98) impact: \$ None

**ANALYSIS:** (Attach a separate page if necessary)

(see attached)

Prepared by: Arbe Williams, Director Phone: 465-2720  
 Division: Administrative Services Division Date: 3/4/98  
 Approved by Commissioner: Tom Cashen, Commissioner  
 Agency: Department of Labor Date: 3/4/98

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**ATTACHMENT**  
**Fiscal Note for SB 36**

Revenues to be Collected

3% tax times \$475,264.7 in estimated wages paid in  
the unorganized borough \$14,257.9

Operating Costs

A 1.5% cost of living rate was inserted for FY99 & FY00 personal services. One time items were not included in FY00 or beyond.

Personal Services

Four positions will be needed to administer the employment tax program. Both positions will be located in Juneau.

2 New Accounting Technician I	42.5
2 New Administrative Clerk II	<u>32.6</u>
Total Personal Services	75.1

These four new positions will perform the following tasks:

Examine and process quarterly returns and payments from employers; reconcile payments from employers; respond to written and telephonic inquiries; and provide information and technical assistance to individuals who complete the quarterly reports.

Travel

No travel will be required for the additional tax collection.

Contractual Services

Communication (Basic phone & toll charges)	6.0
Postage & Advertising	17.5
Printing - tax forms & informational outreach to employers	10.0
Department Indirect @ 8% of Personal Services	28.2
Departmental Data Processing Chargeback @ 11% of Personal Services	38.7
Office Space Lease costs	5.4
Data Processing contract - conversion of existing system & develop database for integration of FIPS code info on unorganized borough job sites	300.0
Data Processing Support-Administrative Services Division	150.0
Data Processing Ongoing operation and maintenance Personal Services (1 1/2 FTE)	112.5
Non-personal Services	56.3
Data Processing contract - additional key punch items from quarterly reports	30.0
Prorated portion @ 19% of the existing Tax Section costs (a)	<u>250.0</u>
Total Contractual Services	1,004.6

Supplies

Figured at \$1,000 per new employee 3.0

Equipment

One time request for FY98 purchase of standard office equipment for six new employees.

Computers	15.0
Office Furniture	<u>7.5</u>
Total Equipment	22.5

Total FY99 Fiscal Note Request

1,105.2

(a) Partial billing for program specific duties required to account separately for administration of a non-UI FUTA activities include:

Accounting, verification, segregation and deposit of employer payments; identification and registration of employers with situs in unorganized boroughs; development of a method to differentiate subject workers and employers from traditional DOL liable employer population; redesign of reporting forms, subsequent employer education and distribution of training materials and related forms; establish systems for recording data from new forms and coordination of data with DOR; staff retraining; adjudication of coverage appeals related to DOL determinations of coverage.

The rate of 19% is based on the existing federally negotiated cost allocation plan used for the STEP program.

Challenges not addressed by the Fiscal Note:

Implementation schedule.

DOL faces significant roadblocks to implementation due to the critical data processing tasks currently underway. Year 2000 compliance certification will consume the remainder of calendar year 1998, and currently consumes over one third of DP resources. The balance of all DP staff are engaged in current ongoing projects.

In addition, the existing Tax DP system has been scheduled for replacement, and is due to begin in October of 1998. Significant funds have already been spent to bring DOL to readiness for Tax DP system replacement, and delay would increase the cost of the project, provided sufficient programming resources were available. DOL is currently unable to fill three existing programmer vacancies due to the lack of qualified applicants.

We agree that any implementation should be on a complete calendar year basis, as the complications arising from a mid-year start date cannot be adequately estimated. For example, all other employer wage reporting - federal and state - is done on a calendar year basis.

Regulation Drafting and Approval

DOR has estimated December 1998 as the earliest date for completion of the regulation draft and approval process. DOL will be involved in the drafting of appropriate regulations, but should not engage in any significant program development before that process is completed and approved. We are obligated to postpone forms design, data processing programming, training and other related tasks until exact requirements are known.

Employer Community Education and Re-programming

Once supporting regulations are approved, we will need to redesign agency forms to accommodate the changes in the information required. We anticipate a need for approximately three months to educate accountants, tax professionals, grant administrators, and affected employers in advance of program implementation, to minimize enforcement and compliance related expenses associated with a new tax collection program. Education efforts extend beyond rural locations to urban employers who perform work in rural (unincorporated) areas, including the DOA to the extent that State employees are working in unincorporated areas of the state.



# ASD Legislative Priority: Foundation Formula Rewrite

**Reducing Class Size/Impact of Various Percentage  
Increases to ASD Portion of Statewide Funding**

---

## ASD LEGISLATIVE PRIORITY

Rewrite the School Foundation Program formula to provide greater equity of funding for Anchorage School District students. Class size reduction is seen by the Board as the number one priority for use of any additional Foundation Formula Money Received.

### Cost of Reducing Class Size by One Student

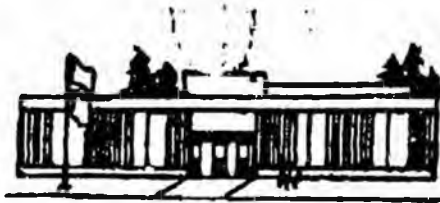
Using the current FY 1998-99 projected enrollment excluding the Charter Schools and Special Education, the approximate number of teachers and the approximate associated cost for reducing class size districtwide by one student for the following scenarios are:

K-12	66 FTE	\$3,102,000
K-2	13 FTE	\$ 611,000
K-3	20 FTE	\$ 940,000

### Impact of Various Percentage Increases to ASD Portion of Statewide Funding Based on FY 98-99 Projections Provided by Department of Education

Any new funding formula should distribute funds more equitably statewide. For the Anchorage School District, the difference between our percentage of students statewide, thirty-eight percent, to our percentage of State funding, thirty percent, should be significantly narrowed.

Additional 1% Increase	\$ 6,347,732
Additional 2% Increase	\$12,696,084
Additional 3% Increase	\$19,044,437
Additional 4% Increase	\$25,392,789
Additional 5% Increase	\$31,741,141
Additional 6% Increase	\$38,089,494
Additional 7% Increase	\$44,437,846



# Woodriver Elementary School

5000 Palo Verde Drive  
Fairbanks, Alaska 99709

DATE: February 2, 1998  
TO: Senator Wilken  
FROM: Woodriver Elementary School  
RE: Fair and equitable funding for all schools

We the undersigned support the fair and equitable funding of our public schools. The current foundation funding formula does not effectivley meet the needs of the Fairbanks community.

*J Gillis*  
*Zamara Hambright*  
*Jan Scott*  
*Nancy Viale*  
*Lisa D. Fikes*  
*Mark L. Pramer*  
*Marian E. Woods*  
*Evelyn Pige*  
*Mary Wilson*  
*Luke E. Harkness*  
*Leslie Knoll*  
*Myra Lane Brown*

*Marcia Nash*  
*Suzanne L. Graves*  
*Robert A. Kennedy*  
*Diana Kramers*  
*Torjita J. Williams*  
*Kathleen Wright*  
*John D. Ugle*  
*Katherine Brown*  
*Nancy Day*  
*Patrick Jackson*  
*Gleen Lewison*  
*Marilyn Richardson*

Dear Senator Bert Sharp:  
and members of the Senate  
Finance Committee

2-3-98

I am writing in concern for the Children of my District, we are an REAA located in the Yukon Flats, we have many cultures and diverse problems that we have to live with each and every day, with the onset of providing an education to each and every child in our District we think we have good kids and they do come first here in the Yukon Flats.

But the proposals for changing the Funding Formula will put unneeded and unjustified restrictions on our children, the state constitution provides that we will provide for all children in the REAA'S.

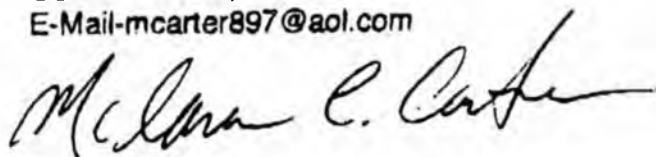
I would there for like to know why the Legislature is pitting District against District and trying to split this State apart, this is what you are proposing, if you change the Funding Formula.

I can think of nothing more that I would like to spend my money on than to see that every child no matter where they live in this state get an education.

I would like to offer my support for the 7 Consensus points by the AML, ACoM, AASA, and AASB on Education Funding reached October '97.

Finally I would like to say that to take education from one child and give it to another just in the interest of saving money is "One Decision I do NOT Want To Make".

McLaren C. Carter  
PO Box 30009  
Central Alaska, 99730  
E-Mail-mcarter897@aol.com



**AMEND**

**MENTS**

held by Sen. Phillips

0-LS0070H.4

Ford

2/25/98

moved by Phillips  
Adams objection  
C-1 adopted

AMENDMENT

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

SENATE FINANCE  
COMMITTEE

Amendment Number: 1

Bill Number: CSSB 36(FIN)

Sponsor: Phillips Date: 2/26/98

Logged In By: J. Scattano

1 Page 20, lines 9 - 20:

2 Delete all material and insert:

3 **"\* Sec. 26. TRANSITION: TRANSITION FUNDING.** (a) Except as provided in (b) and  
4 (c) of this section, if, for a fiscal year beginning July 1, 1998, or July 1, 1999, a city or  
5 borough school district or a regional educational attendance area would receive less public  
6 school funding under AS 14.17.410, enacted by sec. 2 of this Act, than the district or area  
7 would have received as state aid for the fiscal year beginning July 1, 1998, the district or area  
8 is eligible to receive additional public school funding equal to a percentage of the difference  
9 between the state aid the district or area would have received for the fiscal year beginning  
10 July 1, 1998, and the public school funding the district or area is eligible to receive under AS  
11 14.17.410, enacted by sec. 2 of this Act, according to the following table:

12 For the fiscal year beginning	Percentage of difference
13 July 1, 1998	75
14 July 1, 1999	50

15 (b) A city or borough school district is not eligible for additional funding authorized  
16 under (a) of this section unless, during the fiscal year beginning July 1, 1997, the district  
17 received the local contribution described under AS 14.17.025(a)(1), as that provision existed  
18 on the day before the effective date of this Act."

19 Reletter the following subsections accordingly.

20 Page 20, line 25, following "AS 14.17,":

21 Insert "if those provisions had not been"

A M E N D M E N T

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

SENATE FINANCE  
COMMITTEE

Amendment Number: 1  
Bill Number: CSSB 36(FIN)  
Sponsor: Phillips Date: 2/26/98  
Logged In By: J. Soltano

1 Page 20, lines 9 - 20:

2 Delete all material and insert:

3 **"\* Sec. 26. TRANSITION: TRANSITION FUNDING.** (a) Except as provided in (b) and  
4 (c) of this section, if, for a fiscal year beginning July 1, 1998, or July 1, 1999, a city or  
5 borough school district or a regional educational attendance area would receive less public  
6 school funding under AS 14.17.410, enacted by sec. 2 of this Act, than the district or area  
7 would have received as state aid for the fiscal year beginning July 1, 1998, the district or area  
8 is eligible to receive additional public school funding equal to a percentage of the difference  
9 between the state aid the district or area would have received for the fiscal year beginning  
10 July 1, 1998, and the public school funding the district or area is eligible to receive under AS  
11 14.17.410, enacted by sec. 2 of this Act, according to the following table:

12 For the fiscal year beginning	Percentage of difference
13 July 1, 1998	75
14 July 1, 1999	50

15 (b) A city or borough school district is not eligible for additional funding authorized  
16 under (a) of this section unless, during the fiscal year beginning July 1, 1997, the district  
17 received the local contribution described under AS 14.17.025(a)(1), as that provision existed  
18 on the day before the effective date of this Act."

19 Reletter the following subsections accordingly.

20 Page 20, line 25, following "AS 14.17,":

21 Insert "if those provisions had not been"

*moved by Sen. Donley  
Sen. Ferguson objected.  
vote 6-1 adopted*

A M E N D M E N T

OFFERED IN THE SENATE

BY SENATOR DONLEY

TO: CSSB 36(FIN), Draft Version "H"

SENATE FINANCE  
COMMITTEE

Amendment Number: 2

Bill Number: SB 36 (FIN) "H"

Sponsor: Donley Date: 3/3/98

Logged In By: Galvani

1 Page 15, following line 12:

2 Insert a new bill section to read:

3 **"\* Sec. 10.** AS 14.09.010(b) is repealed and reenacted to read:

4 (b) A school district that enters into a contract described under (a)(1) of this  
5 section shall be reimbursed for

6 (1) <sup>at least</sup> 90 percent of the cost of operating the student transportation  
7 system if the transportation is provided by the school district; and

8 (2) 100 percent of the cost of operating the student transportation  
9 system when the transportation is provided under a contract with the school district."

10 Page 20, line 10:

11 Delete "secs. 1 - 25"

12 Insert "secs. 1 - 26"

13 Page 22, line 3:

14 Delete "sec. 33"

15 Insert "sec. 34"

moved by Sen. Tolgeisen  
Sen. Adams's objection  
6-1 adopted

AMENDMENT

SENATE FINANCE  
COMMITTEE

Amendment Number: 3  
Bill Number: SB 36(FIN) "H"  
Sponsor: Tolgeisen Date: 3/3  
Logged In By: J.oltane

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

1 Page 12, following line 3:

2 Insert a new subsection to read:

3 "(d) In distributing public school funding to a regional educational attendance  
4 area, the department shall also provide notice to the school board of the amount that  
5 has been allocated as a result of the local contribution required under  
6 AS 14.17.410(b)(3). Notice of the amount allocated as a result of the local  
7 contribution required under AS 14.17.410(b)(3) shall also be published by the  
8 department in a newspaper of general circulation in the regional educational  
9 attendance area once each week for a period of three successive weeks."

moved by Sen. Tougeon  
Sen. Adams's objection  
6-1 adopted

A M E N D M E N T

SENATE FINANCE  
COMMITTEE

Amendment Number: 4  
Bill Number: SB 36 (FIN) .. H  
Sponsor: Tougeon Date: 3/3/98  
Logged In By: J. Gallant

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

1 Page 1, line 4, following "program;":

2 Insert "relating to formation of third class boroughs by regional educational  
3 attendance areas;"

4 Page 17, following line 22:

5 Insert a new bill section to read:

6 **\*\* Sec. 19.** AS 29.05.031(b) is amended to read:

7 (b) An area may not incorporate as a third class borough unless the area  
8 meets the standards for incorporation listed in (a)(1) - (4) of this section and was,  
9 immediately before the incorporation, a regional educational attendance area.  
10 A home rule or first class city surrounded by or adjacent to the former regional  
11 educational attendance area may be included within the boundaries of a third  
12 class borough incorporated under this subsection."

13 Renumber the following bill sections accordingly.

14 Page 19, following line 28:

15 Insert new bill sections to read:

16 **\*\* Sec. 24.** AS 40.15.070 is amended to read:

17 **Sec. 40.15.070. Platting authority.** If land proposed to be subdivided or  
18 dedicated is situated within a first or second class borough, the proposed subdivision  
19 or dedication shall be submitted to the borough planning commission for approval.  
20 If the land is situated within a city in the unorganized borough or a [THE] third class  
21 borough, the proposed subdivision or dedication shall be submitted to the city  
22 planning commission for approval. The borough planning commission is the platting

1 authority for the first or second class borough, the city planning commission is the  
 2 platting authority for the city, and the Department of Natural Resources is the platting  
 3 authority in the remaining areas of the state and third class boroughs [BOROUGH]  
 4 for the change or vacation of existing plats or a portion of such plats, as provided in  
 5 AS 40.15.075. If the borough or the city does not have a planning commission, the  
 6 borough assembly or the city governing body, respectively, is the platting authority,  
 7 and the proposed subdivision or dedication shall be submitted to it. A subdivision  
 8 may not be filed and recorded until it is approved by the platting authority.

9 \* **Sec. 25.** AS 40.15.075 is amended to read:

10 **Sec. 40.15.075. Authority in the unorganized borough and third class**  
 11 **boroughs.** The Department of Natural Resources is the platting authority in the area  
 12 outside organized boroughs and outside cities in the unorganized borough and in a  
 13 [THE] third class borough for only the purposes of hearing and acting on petitions for  
 14 the change or vacation of plats and shall execute this function substantially in  
 15 conformity with the provisions of AS 29.40.130 - 29.40.160. Costs of publication and  
 16 mailing authorized in AS 29.40.130 shall be paid to the Department of Natural  
 17 Resources by the petitioner. The Department of Natural Resources shall adopt  
 18 reasonable regulations governing the exercise of the authority conferred by this  
 19 section."

20 Renumber the following bill sections accordingly.

21 Renumber internal references to bill sections in accordance with this amendment. Below are  
 22 all internal bill section references in this bill:

23 Page 1, line 6  
 24 Page 20, line 10  
 25 Page 20, line 12  
 26 Page 20, line 22  
 27 Page 20, line 23  
 28 Page 21, line 6

- 1 Page 21, line 8
- 2 Page 21, line 17
- 3 Page 21, line 20
- 4 Page 21, line 25
- 5 Page 21, line 31
- 6 Page 22, line 2
- 7 Page 22, line 3

AMENDMENT

moved Sen. Tolgerson  
Sen. Adams objection  
6-1 adopted

SENATE FINANCE  
COMMITTEE

Amendment Number: 5  
Bill Number: SB 36(FIN) "H"  
Sponsor: TOLGERSON Date: 3/3/98  
Logged In By: J. Sciani

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

1 Page 1, line 2, following "students,":

2 Insert "to employment of chief school administrators,"

3 Page 14, following line 6:

4 Insert a new bill section to read:

5 **\*\* Sec. 3.** AS 14.03.120(d) is amended to read:

6 (d) Each public school shall, by May 31 of each year, prepare a report on the  
7 school's performance and the performance of the school's students. The report shall  
8 be presented to parents, students, and community members at a public meeting [AND  
9 FORWARDED TO THE CHIEF SCHOOL ADMINISTRATOR OF THE  
10 DISTRICT]."

11 Renumber the following bill sections accordingly.

12 Page 15, line 10:

13 Delete "a new paragraph"

14 Insert "new paragraphs"

15 Page 15, line 12, following "municipality":

16 Insert ";

17 (12) employ chief school administrator"

18 Page 15, following line 12:

19 Insert a new bill section to read:

20 **\*\* Sec. 11.** AS 14.08.111(3) is amended to read:

1 (3) [EMPLOY A CHIEF SCHOOL ADMINISTRATOR AND]  
 2 approve the employment of the professional administrators, teachers, and  
 3 noncertificated personnel necessary to operate its schools;"

4 Renumber the following bill sections accordingly.

5 Page 15, following line 28:

6 Insert new bill sections to read:

7 **\*\* Sec. 14.** AS 14.14.130(a) is amended to read:

8 (a) A [EACH] school board may [SHALL] select and employ a qualified  
 9 person as the chief school administrator for the district. In this subsection, "employ"  
 10 includes employment by contract.

11 **\* Sec. 15.** AS 14.14.130(b) is amended to read:

12 (b) If the district employs a [THE] chief school administrator, the  
 13 administrator [OF THE DISTRICT] shall administer the district in accordance with  
 14 the policies that the school board prescribes by bylaw.

15 **\* Sec. 16.** AS 14.14.130(c) is amended to read:

16 (c) If the district employs a [THE] chief school administrator, the  
 17 administrator shall select, appoint, and otherwise control all school district  
 18 employees that serve under the chief school administrator subject to the approval of  
 19 the school board.

20 **\* Sec. 17.** AS 14.16.020(2) is amended to read:

21 (2) [EMPLOY CHIEF SCHOOL ADMINISTRATORS AND] approve  
 22 the employment of [OTHER] personnel necessary to operate state boarding schools;"

23 Renumber the following bill sections accordingly.

24 Page 16, following line 11:

25 Insert new bill sections to read:

26 **\*\* Sec. 20.** AS 14.20.025 is amended to read:

27 **Sec. 14.20.025. Limited teacher certificates.** Notwithstanding  
 28 AS 14.20.020(b), a person may be issued a limited certificate, valid only in the area

1 of expertise for which it is issued, to teach Alaska Native language or culture, military  
2 science, or a vocational or technical course for which the board determines by  
3 regulation that baccalaureate degree training is not sufficiently available. A limited  
4 certificate may be issued under this section only if the school board of the district or  
5 regional educational attendance area in which the person will be teaching  
6 [, THROUGH THE CHIEF SCHOOL ADMINISTRATOR,] has requested its  
7 issuance. A person who applies for a limited certificate shall demonstrate, as required  
8 by regulations adopted by the board, instructional skills and subject matter expertise  
9 sufficient to ensure the public that the person is competent as a teacher. The board  
10 may require a person issued a limited certificate to undertake academic training as  
11 may be required by the board by regulation and make satisfactory progress in the  
12 academic training.

13 \* Sec. 21. AS 14.20.147(a) is amended to read:

14 (a) When an attendance area is transferred from a currently operating district  
15 to, or absorbed into, a new or existing school district, the teachers for the attendance  
16 area also shall be transferred unless otherwise mutually agreed by the teacher or  
17 teachers and the chief school administrator of the new district if the district employs  
18 a chief school administrator. Accumulated or earned benefits, including [BUT NOT  
19 LIMITED TO,] seniority, salary level, tenure, leave, and retirement, accompany the  
20 teacher who is transferred.

21 \* Sec. 22. AS 14.20.148 is amended to read:

22 **Sec. 14.20.148. Intradistrict teacher reassignments.** When a teacher is  
23 involuntarily transferred or reassigned to a position for which the teacher is qualified,  
24 within the district, the teacher's moving expenses shall be paid unless the one-way  
25 driving distance is 20 miles or less from the teacher's present place of residence, or  
26 unless otherwise mutually agreed by the teacher and chief school administrator of the  
27 district if the district employs a chief school administrator."

28 Renumber the following bill sections accordingly.

29 Page 20, line 4, following "\* Sec. 24.":

1           Insert "AS 14.16.050(a)(1)(G);"

2    Renumber internal references to bill sections in accordance with this amendment. Below are  
3    all internal bill section references in this bill:

- 4           Page 1, line 6
- 5           Page 20, line 10
- 6           Page 20, line 12
- 7           Page 20, line 22
- 8           Page 20, line 23
- 9           Page 21, line 6
- 10          Page 21, line 8
- 11          Page 21, line 17
- 12          Page 21, line 20
- 13          Page 21, line 25
- 14          Page 21, line 31
- 15          Page 22, line 2
- 16          Page 22, line 3

A M E N D M E N T

moved Sen. Torgerson  
objection Sen. Adams  
4-3 adopted

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

SENATE FINANCE  
COMMITTEE

Amendment Number: 6  
Bill Number: SB 36 (FIN), "H"  
Sponsor: Torgerson Date: 3/3/97  
Logged In By: J. Selinger

- 1 Page 1, line 6:
- 2 Delete "PURPOSE"
- 3 Insert "PURPOSES"
- 4 Delete "purpose"
- 5 Insert "purposes"
- 6 Delete "is"
- 7 Insert "are"
- 8 Following "to":
- 9 Insert "(1)"
  
- 10 Page 1, line 8, following "state":
- 11 Insert ";
- 12 (2) require a local contribution to public schools from every area of the state
- 13 in a manner that involves a minimum of governmental intrusion; to accomplish this goal, the
- 14 legislature, as the assembly for the unorganized borough, is imposing the equivalent of a four
- 15 percent employment tax as the local contribution for public schools from the <sup>three</sup>unorganized <sup>State of Alaska</sup>
- 16 borough"

Sen. Donley  
amend. to amend. # 6

Sen. Adams moved  
(line 15 + 16)  
amend to amend # 6  
1-6 failed

AMENDMENT

*moved by Sen. Torgelson  
Sen. Adams objection-  
withdrawn  
adopted*

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

SENATE FINANCE  
COMMITTEE

Amendment Number: 7  
Bill Number: SB 36(FIN) "H"  
Sponsor: Torgelson Date: 3/3/98  
Logged In By: J. Scelani

1 Page 16, line 15:

2 Delete "[OR]"

3 Insert "or"

4 Page 16, lines 18 - 20:

5 Delete "; or

6 (3) the state share of public school funding is reduced under

7 AS 14.17.400(b) by three percent or more in a fiscal year"

A M E N D M E N T

SENATE FINANCE  
COMMITTEE

Amendment Number: 8

Bill Number: SB 361 (FIN) "H"

Sponsor: Leiguser Date: 3/3/98

Logged In By: J. Sc. Clavie

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

1 Page 1, line 1, following "program;":

2 Insert "relating to academic performance and accreditation of public schools;"

3 Page 14, following line 6:

4 Insert new bill sections to read:

5 "\* Sec. 3. AS 14.03.120(d) is repealed and reenacted to read:

6 (d) Annually, but before the date set by the district under (e) of this section,  
7 each public school shall provide, in a public meeting of parents, students, and  
8 community members, a report on the school's performance and the performance of  
9 the school's students. The report shall be prepared on a form prescribed by the  
10 department and must include

11 (1) information on accreditation;

12 (2) results of norm-referenced achievement tests;

13 (3) results of state standards-based assessments in reading, writing, and  
14 mathematics;

15 (4) a description, including quantitative and qualitative measures, of  
16 student, parent, community, and business involvement in student learning;

17 (5) a description of the school's attendance, retention, dropout, and  
18 graduation rates as specified by the state board; and

19 (6) the annual percent of enrollment change, regardless of reason, and  
20 the annual percent of enrollment change due to student transfers into and out of the  
21 school district.

22 \* Sec. 4. AS 14.03.120(e) is repealed and reenacted to read:

23 (e) By a date set by the district, each public school in the district shall provide  
24 the report described in (d) of this section to the chief school administrator of the

1 district. Along with the report, each public school shall submit a summary of  
 2 comments made on the report by parents, students, and community members. By  
 3 July 1 of each year, beginning in 2000, each district shall provide to the department  
 4 a report on the performance of each public school and the public school students in  
 5 the district. The district's report must

6 (1) be entitled "School District Report Card to the Public"; and

7 (2) include

8 (A) copies of the reports and summaries of comments  
 9 submitted under this section by each public school in the district; and

10 (B) a compilation of the material described in (A) of this  
 11 paragraph by each public school in the district.

12 \* **Sec. 5.** AS 14.03 120(f) is repealed and reenacted to read:

13 (f) By January 15 of each year, beginning in 2001, the department shall  
 14 provide to the governor and make available to the public and the legislature a report  
 15 on the performance of public schools in this state. The report must be entitled  
 16 "Alaska's Public Schools: A Report Card to the Public." The report must include

17 (1) comprehensive information on each public school compiled,  
 18 collected, and reported under (d) and (e) of this section for the prior school year;

19 (2) a summary of the information described in (1) of this subsection;  
 20 the summary must be prepared in a manner that allows school performance to be  
 21 measured against established state education standards; and

22 (3) for a report due by or after January 15, 2003, the performance  
 23 designation under AS 14.03.123(b) received by each public school during the prior  
 24 school year."

25 Renumber the following bill sections accordingly.

26 Page 14, following line 9:

27 Insert a new bill section to read:

28 \*\* **Sec. 7.** AS 14.03 is amended by adding a new section to read:

29 **Sec. 14.03.123. School accreditation and accountability.** (a) Each public  
 30 school in this state must become accredited by the department. By July 1, 1999, the

1 state board shall establish in regulation a process for accreditation under this section.  
2 The accreditation process must be based on multiple student measures, including  
3 student achievement data.

4 (b) Beginning in August 2002, and during each of the following 12-month  
5 periods, the department shall assign each public school in each district the  
6 performance designation of distinguished, successful, deficient, or in crisis using the  
7 process established under (a) of this section. The department shall accredit each  
8 public school that is assigned a performance designation of distinguished or  
9 successful. A public school assigned a performance designation of deficient or in  
10 crisis shall develop a school improvement plan under (e) of this section. The  
11 department shall inform the chief school administrator of each district of the  
12 performance designation assigned to each public school in the district.

13 (c) The state board shall adopt regulations to allow a district to appeal the  
14 performance designation assigned to a public school in that district.

15 (d) The department may establish a program of special recognition for those  
16 public schools that achieve the performance designation of distinguished.

17 (e) A public school that fails to become accredited under (b) of this section  
18 shall prepare a school improvement plan to improve student performance based on the  
19 process established under (a) of this section and provide that plan to the district to  
20 submit to the department. The public school shall undertake an improvement process  
21 under that plan to lead to a designation of successful or distinguished. The school  
22 improvement plan must be prepared with the maximum feasible public participation  
23 of the community, including, if appropriate, interested individuals, teachers, parents,  
24 parent organizations, students, tribal organizations, local government representatives,  
25 and other community groups. The school board of a district and the chief school  
26 administrator of the district shall consult with and assist the public school in the  
27 preparation of the school improvement plan. The commissioner may provide technical  
28 assistance to a public school or the district at any time during the preparation and  
29 implementation of the school improvement plan upon the request of an interested  
30 person and the approval of the district.

31 (f) Beginning August 1, 2002, and periodically during each of the following  
32 12-month periods, the department shall monitor the progress of the implementation

1 of each school improvement plan prepared under (e) of this section for each public  
2 school that is not accredited under this section.

3 (g) The department may use existing staff or contract with one or more  
4 qualified persons to assist a public school that is not accredited under this section to  
5 improve student performance. Qualified persons to provide assistance under this  
6 section may include educators, business leaders, school board members, and  
7 community leaders. The provisions of AS 36.30 do not apply to a contract awarded  
8 under this subsection.

9 (h) Notwithstanding any contrary provisions in this title, if the performance  
10 designation of a public school has continued to be deficient or in crisis for two  
11 consecutive school years, the commissioner, after consultation with parents and the  
12 community, shall manage the school's fiscal or academic affairs, or both. The  
13 commissioner may implement other emergency measures determined by the  
14 commissioner to be a necessary and appropriate intervention. If the commissioner  
15 assumes a public school's duties under this subsection, the commissioner may  
16 withhold the disbursement of money under AS 14.17 to the district in an amount  
17 sufficient to operate that school and may use that money to operate the school.

18 (i) The state board shall develop, in regulation, measures that may be  
19 progressively implemented by the commissioner to assist a public school to improve  
20 student performance in accordance with this section.

21 (j) In this section, "district" has the meaning given in AS 14.17.250."

22 Renumber the following bill sections accordingly.

23 Page 14, following line 26:

24 Insert a new bill section to read:

25 **\*\* Sec. 12.** AS 14.07.020 is amended by adding a new subsection to read:

26 (c) In implementing its duties under (a)(2) of this section, the department shall

27 (1) develop

28 (A) performance standards in reading, writing, and mathematics  
29 to be met at designated age levels by each student in the public schools in the  
30 state; and

1 (B) a comprehensive system of student assessments, composed  
 2 of multiple indicators of proficiency in reading, writing, and mathematics; this  
 3 comprehensive system must be made available to all districts and regional  
 4 educational attendance areas and shall include a developmental profile for  
 5 students entering kindergarten or first grade, and performance standards in  
 6 reading, writing, and mathematics for students in age groups 5 - 7, 8 - 10, and  
 7 11 - 14; and

8 (2) provide

9 (A) technical assistance to school districts and regional  
 10 educational attendance areas to meet and maintain statewide standards for  
 11 student performance;

12 (B) adequate and timely information to parents and students  
 13 about student progress toward meeting state performance standards in reading,  
 14 writing, and mathematics; and

15 (C) technical assistance to school districts and regional  
 16 educational attendance areas to develop comprehensive procedures to enable  
 17 them to monitor student progress in order that the district or regional  
 18 educational attendance area is able to intervene and assist students who are not  
 19 meeting state performance standards."

20 Renumber the following bill sections accordingly.

21 Renumber internal references to bill sections in accordance with this amendment. Below are  
 22 all internal bill section references in this bill:

- 23 Page 1, line 6
- 24 Page 20, line 10
- 25 Page 20, line 12
- 26 Page 20, line 22
- 27 Page 20, line 23
- 28 Page 21, line 6
- 29 Page 21, line 8

- 1 Page 21, line 17
- 2 Page 21, line 20
- 3 Page 21, line 25
- 4 Page 21, line 31
- 5 Page 22, line 2
- 6 Page 22, line 3

not offered

0-LS0070VH.15  
Foid  
3/2/98

A M E N D M E N T

SENATE FINANCE  
COMMITTEE

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

Amendment Number: 9  
Bill Number: SB 36 (FIN), "H"  
Sponsor: Toussaint Date: 3/3/98  
Logged In By: gottardi

- 1 Page 1, line 4, following "program;":
- 2       Insert "imposing an employment tax in the unorganized borough as a local
- 3       contribution to public schools;"
  
- 4 Page 3, lines 8 - 10:
- 5       Delete all material.
- 6       Insert "equal to the employment tax imposed under AS 43.42 that is collected in the
- 7       previous fiscal year from individuals employed in the regional educational attendance area."
  
- 8 Page 3, line 20, through page 4, line 5:
- 9       Delete all material.
  
- 10 Reletter the following subsections accordingly.
  
- 11 Page 4, lines 9 - 13:
- 12       Delete all material.
  
- 13 Page 9, lines 20 - 24:
- 14       Delete all material.
  
- 15 Page 13, lines 3 - 18:
- 16       Delete all material.
  
- 17 Renumber the following paragraphs accordingly.

1 Page 13, lines 24 - 28:

2 Delete all material.

3 Renumber the following paragraphs accordingly.

4 Page 14, lines 2 - 4:

5 Delete all material.

6 Renumber the following paragraph accordingly.

7 Page 19, following line 28:

8 Insert a new bill section to read:

9 **\*\* Sec. 23.** AS 43 is amended by adding a new chapter to read:

10 **Chapter 42. Unorganized Borough Employment Tax.**

11 **Sec. 43.42.010. Purpose.** It is the purpose of this chapter to impose an  
12 employment tax on individuals who are employed in the unorganized borough,  
13 including those individuals who are nonresidents who are employed in the  
14 unorganized borough.

15 **Sec. 43.42.020. Tax imposed.** In each calendar year, there is levied an  
16 employment tax upon each individual who receives compensation for services  
17 performed in the unorganized borough outside of a home rule or first class city as an  
18 employee or receives self-employment earnings from business activities conducted in  
19 the unorganized borough outside of a home rule or first class city. The tax on an  
20 individual is three percent of

21 (1) compensation paid to that individual by an employer who has a  
22 business situs in the unorganized borough outside of a home rule or first class city for  
23 services performed in the unorganized borough outside of a home rule or first class  
24 city in the calendar year as an employee of that employer;

25 (2) that individual's self-employment earnings from business activities  
26 conducted in the unorganized borough outside of a home rule or first class city in the  
27 calendar year.

28 **Sec. 43.42.030. Determination of business situs.** For purposes of

1 AS 43.42.020, an employer has a business situs in the unorganized borough outside  
2 of a home rule or first class city if, at any time in the calendar year, an individual  
3 performs services in the unorganized borough outside of a home rule or first class city  
4 as an employee of that employer.

5 **Sec. 43.42.040. Collection, reporting, and remittance of tax on employee**  
6 **compensation.** (a) An employer making payment of compensation for services  
7 performed in the unorganized borough outside of a home rule or first class city shall  
8 withhold from the payment the tax levied by this chapter. The employer shall  
9 withhold three percent of each payment of compensation and shall file a return and  
10 remit the taxes as required by (b) or (c) of this section.

11 (b) Except as provided in (c) of this section, the return required by this  
12 section must be filed, and the withheld taxes remitted, by the date the employer's  
13 regular quarterly report of employment security contributions under AS 23.20 is  
14 required to be filed. The employer shall file a return by reporting amounts withheld  
15 under this section during the preceding calendar quarter, and any additional  
16 information required by regulation adopted under AS 43.42.050(a), to the Department  
17 of Labor on forms provided by the Department of Labor together with the employer's  
18 regular quarterly report of employment security contributions under AS 23.20. With  
19 each return filed under this subsection, the employer shall remit the taxes required to  
20 be withheld under this section during the preceding calendar quarter.

21 (c) An employer who is required to withhold and remit taxes under this  
22 section but who is not subject to the reporting requirements of AS 23.20 shall file a  
23 return and remit the taxes as required by this subsection. On or before the last day  
24 of the month following each calendar quarter in which taxes were withheld under this  
25 section, the employer shall file with the department a return on forms provided by the  
26 department and shall remit the taxes required to be withheld during the preceding  
27 calendar quarter. In the return, the employer shall report amounts withheld under this  
28 section during the preceding calendar quarter and any additional information required  
29 by regulation adopted under AS 43.42.050(a).

30 **Sec. 43.42.050. Administration of tax on employee compensation.** (a)  
31 After consultation with the Department of Labor, the department shall prescribe, by  
32 regulation, any additional information that must be included in a return filed under

1 AS 43.42.040 in order for the department to calculate, determine, collect, or enforce  
2 the tax levied by this chapter. The Department of Labor shall include, on forms for  
3 reporting under AS 23.20, space designated for reporting amounts withheld under  
4 AS 43.42.040 and for providing any additional information required by department  
5 regulations. The department shall coordinate with the Department of Labor to  
6 maximize the use of existing reports to the department and to the Department of  
7 Labor.

8 (b) The Department of Labor shall provide to the department the information  
9 collected under AS 43.42.040 that relates to the tax levied by this chapter.

10 (c) The Department of Labor shall report to the department a failure of an  
11 employer to timely report or remit the tax levied by this chapter. The Department of  
12 Labor may not use the provisions of AS 23.20 to enforce the collection or remittance  
13 of the tax levied by this chapter. Reporting forms and other records relating to the  
14 tax levied by this chapter that are maintained by the Department of Labor are prima  
15 facie evidence of timely reporting and remittance, or failure to timely report or remit,  
16 under AS 43.42.040.

17 **Sec. 43.42.060. Administration and payment of tax on self-employment**  
18 **earnings.** (a) An individual who is subject to the tax on self-employment earnings  
19 levied by this chapter shall file a return with the department, and with the return shall  
20 pay the tax, in the manner required by this section. The return must be filed on a  
21 form provided by the department.

22 (b) The individual shall file a return for each calendar quarter in which the  
23 individual had self-employment earnings and make a payment of three percent of the  
24 individual's self-employment earnings in that quarter.

25 (c) Returns must be filed and payments made, as required by (b) of this  
26 section, on or before the following dates:

- 27 (1) April 15, for the first calendar quarter of a year;  
28 (2) July 15, for the second calendar quarter of a year;  
29 (3) October 15, for the third calendar quarter of a year;  
30 (4) January 15 of the following year, for the fourth calendar quarter  
31 of a year.

32 **Sec. 43.42.070. Record of tax withheld from employees; refunds.** (a) An

1 employer who withholds tax under AS 43.42.040 shall furnish to the employee before  
 2 February 1 of each calendar year a record of the amount of tax withheld from that  
 3 employee's compensation in the preceding calendar year. The employer shall pay to  
 4 the department a penalty of \$10 for each failure to provide the record required by this  
 5 subsection.

6 (b) On or before April 15 of a calendar year, an individual may file with the  
 7 department, on forms provided by the department, a claim for the refund of excess tax  
 8 withheld or paid for the preceding calendar year. The individual shall attach the  
 9 records provided by employers or other proof of payment acceptable to the department  
 10 to support the refund claim.

11 **Sec. 43.42.080. Disposition of and accounting for tax proceeds.** (a) The  
 12 money collected by the department under this chapter shall be deposited in the general  
 13 fund of the state, and the proceeds from the tax shall be separately accounted for by  
 14 regional educational attendance area. The legislature may appropriate the estimated  
 15 balance of the account to the public school account established under AS 14.17.300.

16 (b) In this section, "regional educational attendance area" means an area of  
 17 the unorganized borough specified as an educational service area under  
 18 AS 14.08.031(a).

19 **Sec. 43.42.090. Regulations.** The department may adopt regulations to  
 20 interpret and implement this chapter.

21 **Sec. 43.42.099. Definitions.** In this chapter.

22 (1) "business activities" means activities or acts of a commercial,  
 23 occupational, professional, or like nature, that are engaged in or caused to be engaged  
 24 in with the object of financial or pecuniary gain, profit, or benefit; "business  
 25 activities" does not include

26 (A) providing services as an employee;

27 (B) furnishing or selling of property, services, substances, or  
 28 things by a person who does not represent to be regularly engaging in those  
 29 transactions;

30 (C) an individual's investment or banking activities relating to  
 31 that individual's personal property;

32 (2) "calendar quarter" means each of the three-month periods ending

1 March 31, June 30, September 30, and December 31;

2 (3) "compensation for services" means gross wages, salaries, tips, and  
3 other remuneration paid to an employee by an employer; "compensation for services"  
4 does not include

5 (A) remuneration for attendance at events such as trade shows,  
6 conventions, or educational or scientific workshops or seminars; or

7 (B) compensation earned by a prisoner under AS 33 at a rate  
8 less than the minimum wage established under AS 23.10;

9 (4) "employer" means a person making payment of compensation for  
10 services who is required to deduct and withhold income taxes under provisions of  
11 26 U.S.C. (Internal Revenue Code);

12 (5) "individual" means a natural person who was 17 years of age or  
13 older on January 1 of a calendar year;

14 (6) "self-employment earnings" means gross receipts from a business  
15 activity that are not paid by an employer less the expenses incurred to produce the  
16 gross receipts;

17 (7) "tax" means the employment tax levied by this chapter."

18 Renumber the following bill sections accordingly.

19 Page 22, following line 1:

20 Insert a new bill section to read:

21 **"\* Sec. 34. APPLICABILITY OF UNORGANIZED BOROUGH EMPLOYMENT TAX.**  
22 AS 43.42 enacted by sec. 23 of this Act, applies to compensation and self-employment  
23 earnings income received on or after January 1, 1999."

24 Renumber the following bill sections accordingly.

25 Renumber internal references to bill sections in accordance with this amendment. Below are  
26 all internal bill section references in this bill:

27 Page 1, line 6

- 1 Page 20, line 10
- 2 Page 20, line 12
- 3 Page 20, line 22
- 4 Page 20, line 23
- 5 Page 21, line 6
- 6 Page 21, line 8
- 7 Page 21, line 17
- 8 Page 21, line 20
- 9 Page 21, line 25
- 10 Page 21, line 31
- 11 Page 22, line 2
- 12 Page 22, line 3

A M E N D M E N T

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

SENATE FINANCE  
COMMITTEE

Amendment Number: 10  
Bill Number: SB 36(FIN) ..H  
Sponsor: Phillips Date: 3/3/98  
Logged In By: J. Sc. T. ...

1 Page 1, line 1, following "program;":

2 Insert "relating to academic performance and accreditation of public schools;"

3 Page 14, following line 6:

4 Insert new bill sections to read:

5 **\* Sec. 3.** AS 14.03.120(d) is repealed and reenacted to read:

6 (d) Annually, but before the date set by the district under (e) of this section,  
7 each public school shall provide, in a public meeting of parents, students, and  
8 community members, a report on the school's performance and the performance of  
9 the school's students. The report shall be prepared on a form prescribed by the  
10 department and must include

- 11 (1) information on accreditation;
- 12 (2) results of norm-referenced achievement tests;
- 13 (3) results of state standards-based assessments in reading, writing, and  
14 mathematics;
- 15 (4) a description, including quantitative and qualitative measures, of  
16 student, parent, community, and business involvement in student learning;
- 17 (5) a description of the school's attendance, retention, dropout, and  
18 graduation rates as specified by the state board; and
- 19 (6) the annual percent of enrollment change, regardless of reason, and  
20 the annual percent of enrollment change due to student transfers into and out of the  
21 school district.

22 **\* Sec. 4.** AS 14.03.120(e) is repealed and reenacted to read:

23 (e) By a date set by the district, each public school in the district shall provide  
24 the report described in (d) of this section to the chief school administrator of the

1 district. Along with the report, each public school shall submit a summary of  
 2 comments made on the report by parents, students, and community members. By  
 3 July 1 of each year, beginning in 2000, each district shall provide to the department  
 4 a report on the performance of each public school and the public school students in  
 5 the district. The district's report must

6 (1) be entitled "School District Report Card to the Public"; and

7 (2) include

8 (A) copies of the reports and summaries of comments  
 9 submitted under this section by each public school in the district; and

10 (B) a compilation of the material described in (A) of this  
 11 paragraph by each public school in the district.

12 \* Sec. 5. AS 14.03.120(f) is repealed and reenacted to read:

13 (f) By January 15 of each year, beginning in 2001, the department shall  
 14 provide to the governor and make available to the public and the legislature a report  
 15 on the performance of public schools in this state. The report must be entitled

16 "Alaska's Public Schools: A Report Card to the Public." The report must include

17 (1) comprehensive information on each public school compiled,  
 18 collected, and reported under (d) and (e) of this section for the prior school year;

19 (2) a summary of the information described in (1) of this subsection;  
 20 the summary must be prepared in a manner that allows school performance to be  
 21 measured against established state education standards; and

22 (3) for a report due by or after January 15, 2003, the performance  
 23 designation under AS 14.03.123(b) received by each public school during the prior  
 24 school year."

25 Renumber the following bill sections accordingly.

26 Page 14, following line 9:

27 Insert a new bill section to read:

28 **\*\* Sec. 7. AS 14.03 is amended by adding a new section to read:**

29 **Sec. 14.03.123. School accreditation and accountability.** (a) Each public  
 30 school in this state must become accredited by the department. By July 1, 1999, the

1 state board shall establish in regulation a process for accreditation under this section.  
2 The accreditation process must be based on multiple student measures, including  
3 student achievement data.

4 (b) Beginning in August 2002, and during each of the following 12-month  
5 periods, the department shall assign each public school in each district the  
6 performance designation of distinguished, successful, deficient, or in crisis using the  
7 process established under (a) of this section. The department shall accredit each  
8 public school that is assigned a performance designation of distinguished or  
9 successful. A public school assigned a performance designation of deficient or in  
10 crisis shall develop a school improvement plan under (e) of this section. The  
11 department shall inform the chief school administrator of each district of the  
12 performance designation assigned to each public school in the district.

13 (c) The state board shall adopt regulations to allow a district to appeal the  
14 performance designation assigned to a public school in that district.

15 (d) The department may establish a program of special recognition for those  
16 public schools that achieve the performance designation of distinguished.

17 (e) A public school that fails to become accredited under (b) of this section  
18 shall prepare a school improvement plan to improve student performance based on the  
19 process established under (a) of this section and provide that plan to the district to  
20 submit to the department. The public school shall undertake an improvement process  
21 under that plan to lead to a designation of successful or distinguished. The school  
22 improvement plan must be prepared with the maximum feasible public participation  
23 of the community, including, if appropriate, interested individuals, teachers, parents,  
24 parent organizations, students, tribal organizations, local government representatives,  
25 and other community groups. The school board of a district and the chief school  
26 administrator of the district shall consult with and assist the public school in the  
27 preparation of the school improvement plan. The commissioner may provide technical  
28 assistance to a public school or the district at any time during the preparation and  
29 implementation of the school improvement plan upon the request of an interested  
30 person and the approval of the district.

31 (f) Beginning August 1, 2002, and periodically during each of the following  
32 12-month periods, the department shall monitor the progress of the implementation

1 of each school improvement plan prepared under (e) of this section for each public  
2 school that is not accredited under this section.

3 (g) The department may use existing staff or contract with one or more  
4 qualified persons to assist a public school that is not accredited under this section to  
5 improve student performance. Qualified persons to provide assistance under this  
6 section may include educators, business leaders, school board members, and  
7 community leaders. The provisions of AS 36.30 do not apply to a contract awarded  
8 under this subsection.

9 (h) Notwithstanding any contrary provisions in this title, if the performance  
10 designation of a public school has continued to be deficient or in crisis for two  
11 consecutive school years, the commissioner, after consultation with parents and the  
12 community, shall manage the school's fiscal or academic affairs, or both. The  
13 commissioner may implement other emergency measures determined by the  
14 commissioner to be a necessary and appropriate intervention. If the commissioner  
15 assumes a public school's duties under this subsection, the commissioner may  
16 withhold the disbursement of money under AS 14.17 to the district in an amount  
17 sufficient to operate that school and may use that money to operate the school.

18 (i) The state board shall develop, in regulation, measures that may be  
19 progressively implemented by the commissioner to assist a public school to improve  
20 student performance in accordance with this section.

21 (j) In this section, "district" has the meaning given in AS 14.17.250."

22 Renumber the following bill sections accordingly.

23 Page 14, following line 26:

24 Insert a new bill section to read:

25 **\*\* Sec. 12.** AS 14.07.020 is amended by adding a new subsection to read:

26 (c) In implementing its duties under (a)(2) of this section, the department shall

27 (1) develop

28 (A) performance standards in reading, writing, and mathematics  
29 to be met at designated age levels by each student in the public schools in the  
30 state; and

1 (B) a comprehensive system of student assessments, composed  
 2 of multiple indicators of proficiency in reading, writing, and mathematics; this  
 3 comprehensive system must be made available to all districts and regional  
 4 educational attendance areas and shall include a developmental profile for  
 5 students entering kindergarten or first grade, and performance standards in  
 6 reading, writing, and mathematics for students in age groups 5 - 7, 8 - 10, and  
 7 11 - 14; and

8 (2) provide

9 (A) technical assistance to school districts and regional  
 10 educational attendance areas to meet and maintain statewide standards for  
 11 student performance;

12 (B) adequate and timely information to parents and students  
 13 about student progress toward meeting state performance standards in reading,  
 14 writing, and mathematics; and

15 (C) technical assistance to school districts and regional  
 16 educational attendance areas to develop comprehensive procedures to enable  
 17 them to monitor student progress in order that the district or regional  
 18 educational attendance area is able to intervene and assist students who are not  
 19 meeting state performance standards."

20 Renumber the following bill sections accordingly.

21 Renumber internal references to bill sections in accordance with this amendment. Below are  
 22 all internal bill section references in this bill:

23 Page 1, line 6  
 24 Page 20, line 10  
 25 Page 20, line 12  
 26 Page 20, line 22  
 27 Page 20, line 23  
 28 Page 21, line 6  
 29 Page 21, line 8

- 1 Page 21, line 17
- 2 Page 21, line 20
- 3 Page 21, line 25
- 4 Page 21, line 31
- 5 Page 22, line 2
- 6 Page 22, line 3

*moved Sen. Tengelsen  
Sen. Adelson's objection  
6-1 adopted*

**A M E N D M E N T**

**SENATE FINANCE  
COMMITTEE**

Amendment Number: 11

Bill Number: SB 36 (FIN) "H"

Sponsor: Tengelsen Date: 3/3/98

Logged In By: Joltani

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

1 Page 9, line 25:

2 Delete "Maximum"

3 Insert "Minimum"

4 Page 9, lines 26 - 28:

5 Delete all material.

6 Insert "shall budget for and spend a minimum of 70 percent of its school operating  
7 expenditures in each fiscal year on the instructional component of the district budget."

8 Page 10, lines 7 - 8:

9 Delete "over expenditure in the combined school administration and district  
10 administration components of the district budget"

11 Insert "deficiency"

12 Page 10, following line 23:

13 Insert a new subsection to read:

14 "(f) In this section, "instructional component" includes expenditures for  
15 teachers and for pupil support services."

16 Page 22, following line 1:

17 Insert a new bill section to read:

18 **"\* Sec. 33. TRANSITION: MINIMUM EXPENDITURE FOR INSTRUCTION.**

19 Notwithstanding AS 14.17.530, enacted in sec. 2 of this Act, the minimum expenditure for  
20 the instructional component of the school district budget is as follows:

21 For the fiscal year beginning Minimum expenditure

1 July 1, 1998 60 percent

2 July 1, 1999 65 percent"

3 Renumber the following bill sections accordingly.

4 Renumber internal references to bill sections in accordance with this amendment. Below are  
5 all internal bill section references in this bill:

- 6 Page 1, line 6
- 7 Page 20, line 10
- 8 Page 20, line 12
- 9 Page 20, line 22
- 10 Page 20, line 23
- 11 Page 21, line 6
- 12 Page 21, line 8
- 13 Page 21, line 17
- 14 Page 21, line 20
- 15 Page 21, line 25
- 16 Page 21, line 31
- 17 Page 22, line 2
- 18 Page 22, line 3

*moved by Sen. Torgerson  
Sen. Adams objection  
5-2 adopted*

AMENDMENT

SENATE FINANCE  
COMMITTEE

Amendment Number: 12

Bill Number: SB 36 (FIN) "H"

Sponsor: Torgerson Date: 3/3/98

Logged In By: Goltani

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

1 Page 1, line 4, following "program;":

2 Insert "imposing an employment tax in the unorganized borough as a local  
3 contribution to public schools;"

4 Page 3, lines 8 - 10:

5 Delete all material.

6 Insert "equal to the employment tax imposed under AS 43.42 that is collected in the  
7 previous fiscal year from individuals, including nonresidents, employed in the regional  
8 educational attendance area."

9 Page 3, line 20, through page 4, line 5:

10 Delete all material.

11 Reletter the following subsections accordingly.

12 Page 4, lines 9 - 13:

13 Delete all material.

14 Page 9, lines 20 - 24:

15 Delete all material.

16 Page 13, lines 3 - 18:

17 Delete all material.

18 Renumber the following paragraphs accordingly.

1 Page 13, lines 24 - 28:

2 Delete all material.

3 Renumber the following paragraphs accordingly.

4 Page 14, lines 2 - 4:

5 Delete all material.

6 Renumber the following paragraph accordingly.

7 Page 19, following line 28:

8 Insert a new bill section to read:

9 **\*\* Sec. 23.** AS 43 is amended by adding a new chapter to read:

10 **Chapter 42. Unorganized Borough Employment Tax.**

11 **Sec. 43.42.010. Purpose; nonresident taxation.** It is the purpose of this  
12 chapter to impose an employment tax on individuals who are employed in the  
13 unorganized borough, including those individuals who are nonresidents who are  
14 employed in the unorganized borough.

15 **Sec. 43.42.020. Tax imposed.** In each calendar year, there is levied an  
16 employment tax upon each individual who receives compensation for services  
17 performed in the unorganized borough outside of a home rule or first class city as an  
18 employee or receives self-employment earnings from business activities conducted in  
19 the unorganized borough outside of a home rule or first class city. The tax on an  
20 individual is <sup>three</sup> ~~four~~ percent of <sup>Torgerson</sup> ~~amend.~~ <sup>amend. 12</sup> ~~adopted~~

21 (1) compensation paid to that individual by an employer who has a  
22 business situs in the unorganized borough outside of a home rule or first class city for  
23 services performed in the unorganized borough outside of a home rule or first class  
24 city in the calendar year as an employee of that employer;

25 (2) that individual's self-employment earnings from business activities  
26 conducted in the unorganized borough outside of a home rule or first class city in the  
27 calendar year.

28 **Sec. 43.42.030. Determination of business situs.** For purposes of

1 AS 43.42.020, an employer has a business situs in the unorganized borough outside  
 2 of a home rule or first class city if, at any time in the calendar year, an individual  
 3 performs services in the unorganized borough outside of a home rule or first class city  
 4 as an employee of that employer.

5 **Sec. 43.42.035. Credit against tax.** An individual is entitled to a tax credit  
 6 against the tax levied by this chapter equal to the amount paid by the individual in  
 7 taxes in a city or borough school district<sup>in the State.</sup> that is contributed to the school district. An  
 8 individual may claim a credit under this section by providing proof of payment to the  
 9 employer on a form approved by the Department of Labor or by providing proof  
 10 satisfactory to the Department of Labor of payment of the tax in the city or borough  
 11 school district.

12 **Sec. 43.42.040. Collection, reporting, and remittance of tax on employee**  
 13 **compensation.** (a) An employer making payment of compensation for services  
 14 performed in the unorganized borough outside of a home rule or first class city shall  
 15 withhold from the payment the tax levied by this chapter. Unless a credit is allowed  
 16 under AS 43.42.035, the employer shall withhold three percent of each payment of  
 17 compensation and shall file a return and remit the taxes as required by (b) or (c) of  
 18 this section.

19 (b) Except as provided in (c) of this section, the return required by this  
 20 section must be filed, and the withheld taxes remitted, by the date the employer's  
 21 regular quarterly report of employment security contributions under AS 23.20 is  
 22 required to be filed. The employer shall file a return by reporting amounts withheld  
 23 under this section during the preceding calendar quarter, and any additional  
 24 information required by regulation adopted under AS 43.42.050(a), to the Department  
 25 of Labor on forms provided by the Department of Labor together with the employer's  
 26 regular quarterly report of employment security contributions under AS 23.20. With  
 27 each return filed under this subsection, the employer shall remit the taxes required to  
 28 be withheld under this section during the preceding calendar quarter.

29 (c) An employer who is required to withhold and remit taxes under this  
 30 section but who is not subject to the reporting requirements of AS 23.20 shall file a  
 31 return and remit the taxes as required by this subsection. On or before the last day  
 32 of the month following each calendar quarter in which taxes were withheld under this

1 section, the employer shall file with the department a return on forms provided by the  
2 department and shall remit the taxes required to be withheld during the preceding  
3 calendar quarter. In the return, the employer shall report amounts withheld under this  
4 section during the preceding calendar quarter and any additional information required  
5 by regulation adopted under AS 43.42.050(a).

6 **Sec. 43.42.050. Administration of tax on employee compensation.** (a)

7 After consultation with the Department of Labor, the department shall prescribe, by  
8 regulation, any additional information that must be included in a return filed under  
9 AS 43.42.040 in order for the department to calculate, determine, collect, or enforce  
10 the tax levied by this chapter. The Department of Labor shall include, on forms for  
11 reporting under AS 23.20, space designated for reporting amounts withheld under  
12 AS 43.42.040 and for providing any additional information required by department  
13 regulations. The department shall coordinate with the Department of Labor to  
14 maximize the use of existing reports to the department and to the Department of  
15 Labor.

16 (b) The Department of Labor shall provide to the department the information  
17 collected under AS 43.42.040 that relates to the tax levied by this chapter.

18 (c) The Department of Labor shall report to the department a failure of an  
19 employer to timely report or remit the tax levied by this chapter. The Department of  
20 Labor may not use the provisions of AS 23.20 to enforce the collection or remittance  
21 of the tax levied by this chapter. Reporting forms and other records relating to the  
22 tax levied by this chapter that are maintained by the Department of Labor are prima  
23 facie evidence of timely reporting and remittance, or failure to timely report or remit,  
24 under AS 43.42.040.

25 **Sec. 43.42.060. Administration and payment of tax on self-employment**  
26 **earnings.** (a) An individual who is subject to the tax on self-employment earnings  
27 levied by this chapter shall file a return with the department, and with the return shall  
28 pay the tax, in the manner required by this section. The return must be filed on a  
29 form provided by the department.

30 (b) The individual shall file a return for each calendar quarter in which the  
31 individual had self-employment earnings and make a payment of three percent of the  
32 individual's self-employment earnings in that quarter.

1 (c) Returns must be filed and payments made, as required by (b) of this  
2 section, on or before the following dates:

- 3 (1) April 15, for the first calendar quarter of a year;  
4 (2) July 15, for the second calendar quarter of a year;  
5 (3) October 15, for the third calendar quarter of a year;  
6 (4) January 15 of the following year, for the fourth calendar quarter  
7 of a year.

8 **Sec. 43.42.070. Record of tax withheld from employees; refunds.** (a) An  
9 employer who withholds tax under AS 43.42.040 shall furnish to the employee before  
10 February 1 of each calendar year a record of the amount of tax withheld from that  
11 employee's compensation in the preceding calendar year. The employer shall pay to  
12 the department a penalty of \$10 for each failure to provide the record required by this  
13 subsection.

14 (b) On or before April 15 of a calendar year, an individual may file with the  
15 department, on forms provided by the department, a claim for the refund of excess tax  
16 withheld or paid for the preceding calendar year. The individual shall attach the  
17 records provided by employers or other proof of payment acceptable to the department  
18 to support the refund claim.

19 **Sec. 43.42.080. Disposition of and accounting for tax proceeds.** (a) The  
20 money collected by the department under this chapter shall be deposited in the general  
21 fund of the state, and the proceeds from the tax shall be separately accounted for by  
22 regional educational attendance area. The legislature may appropriate the estimated  
23 balance of the account to the public school account established under AS 14.17.300.

24 (b) In this section, "regional educational attendance area" means an area of  
25 the unorganized borough specified as an educational service area under  
26 AS 14.08.031(a).

27 **Sec. 43.42.090. Regulations.** The department may adopt regulations to  
28 interpret and implement this chapter.

29 **Sec. 43.42.099. Definitions.** In this chapter,

30 (1) "business activities" means activities or acts of a commercial,  
31 occupational, professional, or like nature, that are engaged in or caused to be engaged  
32 in with the object of financial or pecuniary gain, profit, or benefit; "business

1 activities" does not include

2 (A) providing services as an employee;

3 (B) furnishing or selling of property, services, substances, or  
4 things by a person who does not represent to be regularly engaging in those  
5 transactions;

6 (C) an individual's investment or banking activities relating to  
7 that individual's personal property;

8 (2) "calendar quarter" means each of the three-month periods ending  
9 March 31, June 30, September 30, and December 31;

10 (3) "compensation for services" means gross wages, salaries, tips, and  
11 other remuneration paid to an employee by an employer; "compensation for services"  
12 does not include

13 (A) remuneration for attendance at events such as trade shows,  
14 conventions, or educational or scientific workshops or seminars; or

15 (B) compensation earned by a prisoner under AS 33 at a rate  
16 less than the minimum wage established under AS 23.10;

17 (4) "employer" means a person making payment of compensation for  
18 services who is required to deduct and withhold income taxes under provisions of  
19 26 U.S.C. (Internal Revenue Code);

20 (5) "individual" means a natural person who was 19 years of age or  
21 older on January 1 of a calendar year;

22 (6) "self-employment earnings" means gross receipts from a business  
23 activity that are not paid by an employer less the expenses incurred to produce the  
24 gross receipts;

25 (7) "tax" means the employment tax levied by this chapter."

26 Renumber the following bill sections accordingly.

27 Page 21, lines 5 - 14:

28 Delete all material and insert:

29 "\* Sec. 28. TRANSITION: UNORGANIZED BOROUGH EMPLOYMENT TAX. (a)

30 AS 43.42 enacted by sec. 23 of this Act, applies to compensation and self-employment

1 earnings income received on or after January 1, 1999.

*delete* [ 1  
2  
3 ]

(b) Notwithstanding the employment tax imposed under AS 43.42, enacted by sec. 23  
of this Act, in calendar year 1999, the employment tax is equal to one percent, and, in  
4 calendar year 2000, the employment tax is equal to two percent."

5 Renumber the following bill sections accordingly.

6 Renumber internal references to bill sections in accordance with this amendment. Below are  
7 all internal bill section references in this bill:

- 8 Page 1, line 6
- 9 Page 20, line 10
- 10 Page 20, line 12
- 11 Page 20, line 22
- 12 Page 20, line 23
- 13 Page 21, line 6
- 14 Page 21, line 8
- 15 Page 21, line 17
- 16 Page 21, line 20
- 17 Page 21, line 25
- 18 Page 21, line 31
- 19 Page 22, line 2
- 20 Page 22, line 3

A M E N D M E N T

SENATE FINANCE  
COMMITTEE

Amendment Number: 13

Bill Number: SB 36 (FIN) "H"

Sponsor: Phillips Date: 3/3/98

Logged In By: J. Soltani

*moved by Sen. Phillips  
withdrawn*

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

- 1 Page 8, following line 9:
- 2       Insert "Sec. 14.17.480. Declining funding adjustment. If the state support that a
- 3 school district is eligible to receive under AS 14.17.410(b)(1) decreases by four percent or
- 4 more from one fiscal year to the next or decreases by seven percent over two consecutive
- 5 fiscal years, the school district may use the last fiscal year before the reduction as a base
- 6 fiscal year and offset its reduction according to the following schedule: (1) for the first fiscal
- 7 year after the base fiscal year, the school district is eligible to receive state support
- 8 determined under AS 14.17.410(b)(1) plus 75 percent of the difference in state support
- 9 between the base fiscal year and the first fiscal year after the base fiscal year; (2) for the
- 10 second fiscal year after the base fiscal year, the school district is eligible to receive state
- 11 support determined under AS 14.17.410(b)(1) plus 50 percent of the difference in state
- 12 support between the base fiscal year and the second fiscal year after the base fiscal year; (3)
- 13 for the third fiscal year after the base fiscal year, the school district is eligible to receive state
- 14 support determined under AS 14.17.410(b)(1) plus 25 percent of the difference in state
- 15 support between the base fiscal year and the third fiscal year after the base fiscal year. The
- 16 schedule established in this subsection is available to a school district for the three fiscal
- 17 years following the base fiscal year only if the state support received by the school district
- 18 under AS 14.17.410(b)(1) for each fiscal year is less than the state support received by the
- 19 school district in the base fiscal year. This subsection does not apply to a decrease in state
- 20 support resulting from a loss of enrollment that occurs as a result of a boundary change under
- 21 AS 29."

moved by Sen. Adams  
Sen. Torgersen objection  
4-2 adopted

**Amendment**

**By ~~Adams~~**  
**SENATE FINANCE**  
**COMMITTEE**

Amendment Number: 14  
Bill Number: SB 36 (FIN) "H"  
Sponsor: Adams Date: 3/3/98  
Logged In By: Altani

On page 5, delete lines 1-9 and insert:

**Sec. 14.17.430. State funding for correspondence study.**  
Funding for the state centralized correspondence study program or a district that offers a correspondence study program includes an allocation from the public school account in an amount calculated by multiplying the ADM of the correspondence program by the base student allocation and multiplying the product by 65 percent.

3/4 Sen. Denley moved  
to second action  
1-6 passed

3/4 Sen. Denley object  
6-1 failed

Amendment

By: Adams

SENATE FINANCE COMMITTEE

Amendment Number: 15

Bill Number: SB 36 (FIN) "11"

Sponsor: Adams Date: 3/3/98

Logged In By: Saltare

CSSB 36 -  
Sec. 14.17.420 (a)

(3) In addition to the special needs funding for which a district is eligible under (1) and (2) of this subsection, a district in which more than half of the district ADM is identified in the combination of Language Dominance Categories (A-C) is eligible for intensive services funding for each bilingual student in category A, B, or C who needs and receives bilingual services and is enrolled on the last day of the count period: for each student, intensive services funding is equal to ADM multiplied by 1.3. The additional intensive service funding generated by students in categories A, B, and C shall be expended in accordance with the approved District's Bilingual Plan of Service.

moved by Adams  
Torgerson objection  
w/o objection  
withdrawn  
3<sup>rd</sup> moved Adams  
Torgerson objection  
1-6 failed

Sec. 14.17.410 (b)(1)

E. Districts shall receive a per student allocation of the proceeds derived from the payment of taxes, fees, and penalties under AS43.50.010 through AS43.50.180.

AMENDMENT

moved by Sen. Adams  
Sen. Torgerson objection  
1-6 failed

By:

SENATE FINANCE Adams  
COMMITTEE

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

Amendment Number: 16  
Bill Number: SB 36(FIN) "H"  
Sponsor: Adams Date: 3/3/98  
Logged In By: J. Scitelli

1 Page 8, following line 9:

2 Insert a new section to read:

3 "Sec. 14.17.480. Declining funding adjustment. If the state support that a  
4 school district is eligible to receive under AS 14.17.410(b)(1) decreases from one  
5 fiscal year to the next, the school district may elect to use the last fiscal year before  
6 the reduction as a base fiscal year and offset its reduction by receiving state support  
7 determined under AS 14.17.410(b)(1) plus 100 percent of the difference in state  
8 support between the base fiscal year and the fiscal year after the base fiscal year. The  
9 additional funding described in this section is available to a school district for any  
10 fiscal year following the base fiscal year if the state support received by the school  
11 district under AS 14.17.410(b)(1) for the succeeding fiscal year is less than the state  
12 support received by the school district in the base fiscal year. This subsection does  
13 not apply to a decrease in state support resulting from a loss of enrollment that occurs  
14 as a result of a boundary change under AS 29."

15 Page 20, line 10, following "section":

16 Insert "or AS 14.17.480, enacted in sec. 2 of this section"

moved by Tolgerson  
Sen. Adams objection  
6-1 adopted

A M E N D M E N T

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

SENATE FINANCE  
COMMITTEE

Amendment Number: 17

Bill Number: SB 36(FIN) "H"

Sponsor: Tolgerson Date: 3/3/98

Logged In By: jsolcalle

1 Page 5, line 28:

2 Above the first column:

3 Insert "At least"

4 Above the second column:

5 Insert "But less than"

6 Page 5, line 29:

7 Delete "19"

8 Insert "20"

9 Page 5, line 30:

10 Delete "29"

11 Insert "30"

12 Page 5, line 31:

13 Delete "74"

14 Insert "75"

15 Page 6, line 1:

16 Delete "149"

17 Insert "150"

18 Page 6, line 2:

19 Delete "249"

20 insert "250"

1 Page 6, line 3:

2 Delete "399"

3 Insert "400"

4 Page 6, line 4:

5 Delete "749"

6 Insert "750"

*moved Tolgerson  
Adams objection  
6.1 adopted*

**A M E N D M E N T**

**SENATE FINANCE  
COMMITTEE**

Amendment Number: 18  
Bill Number: SB 36 (FIN) "H"  
Sponsor: Tolgerson Date: 3/3/98  
Logged In By: J. Soltani

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

1 Page 21, line 15, following "FACTORS.":

2 Insert "(a)"

3 Page 21, following line 18:

4 Insert a new subsection to read:

5 "(b) If, as a result of the reorganization of regional educational attendance areas as  
6 contemplated by sec. 8 of this Act, the district cost factors under AS 14.17.460, enacted in  
7 sec. 2 of this Act, are also required to be changed, the department shall propose revised  
8 district cost factors to the legislature. Revised district cost factors shall be submitted to the  
9 legislature by January 31, 1999."

*moved Terquison  
Sen. Adams' objection - withdrawn  
adepteci*

**A M E N D M E N T**

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

SENATE FINANCE  
COMMITTEE

Amendment Number: 19

Bill Number: SB 36 (FIN) "H"

Sponsor: Terquison Date: 3/3/98

Logged In By: Boltani

1 Page 5, line 14:

2 Delete "(1) multiplying the ADM of the state boarding schools by the special"

3 Insert "(1) determining the ADM of state boarding schools by applying the school size  
4 factor to the student count as described in AS 14.17.450;

5 (2) multiplying the number obtained under (1) of this subsection by  
6 the special"

7 Page 5, line 17:

8 Delete "(2) multiplying the product determined under (1)"

9 Insert "(3) multiplying the product determined under (2)"

AMENDMENT

SENATE FINANCE  
COMMITTEE

Amendment Number: 20  
Bill Number: SB 36  
Sponsor: Torgerson Date: 3/3/98  
Logged in By: Mindy

OFFERED IN THE SENATE

TO: CSSB 36(FIN): LS00701/H.18

moved BY: Senator Torgerson  
as amend to #12  
Sen. Adams objection -  
6-1 accepted

Page 6, line 29;

Delete "(a)"

Page 7, lines 2 - 4

Delete all material

SENATE FINANCE  
COMMITTEE 0-LS0070VH.25  
Amendment Number: 21 Ford ✓  
Bill Number: SB 36 3/3/98  
Sponsor: Parnell Date: 3/3/98  
Logged In By: Mindy

A M E N D M E N T

OFFERED IN THE SENATE  
TO: CSSB 36(FIN), Draft Version "H"

moved BY SENATOR PARNELL  
Phillips objection  
objection withdrawn - adopted

1 Page 1, line 6, following "provide":  
2 Insert "(1)"

3 Page 1, line 8, following "state":  
4 Insert ";

5 (2) an equitable level of funding to each school within a school district"

*from the state*

*Sen. Adams*

A M E N D M E N T

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "L"

SENATE FINANCE  
COMMITTEE

Amendment Number: 22

Bill Number: SB 36(FIN), "L"

Sponsor: Torgerson Date: 3/4/98

Logged In By: Joltani

*Torgerson moved  
Adams objection  
6-1 adopted*

- 1 Page 1, line 9:
- 2 Delete "PURPOSES OF SECTION 2."
- 3 Insert "PURPOSE. (a)"
  
- 4 Page 2, following line 6:
- 5 Insert a new subsection to read:
- 6 "(b) The purposes of sec. 9 of this Act are to
- 7 (1) require existing regional educational attendance areas to consolidate as
- 8 described in the 1995 report "Model Borough Boundaries"; and
- 9 (2) establish boundaries for formation of regional educational attendance areas
- 10 in the future, but not to require formation of new regional educational attendance areas that
- 11 are not currently in existence."

A M E N D M E N T

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "L"

SENATE FINANCE  
COMMITTEE

Amendment Number: 23

Bill Number: SB 36 (FIN) "L"

Sponsor: Torgerson Date: 3/4/98

Logged In By: Koltari

Torgerson mic'd  
Adds objection  
6-1 order, ed

1 Page 4, following line 3:

2 Insert a new subsection to read:

3 "(e) In the fiscal year following the fiscal year of collection, a regional  
4 educational attendance area is, subject to appropriation, entitled to receive money  
5 collected under AS 43.42 in that regional educational attendance area."

6 Page 25, line 8, following "area.":

7 Insert "A regional educational attendance area is, subject to appropriation, entitled to  
8 receive money collected under this chapter."

A M E N D M E N T

REFERRED IN THE SENATE

BY SENATOR ADAMS

TO: CSSB 36(FIN), Draft Version "L"

SENATE FINANCE  
COMMITTEE  
Amendment Number: 24  
Bill Number: SB 36  
Sponsor: Adams Date: 3/4/98  
Logged In By: Minda  
Adams moved  
Tejersen objection  
1-2 failed

1 Page 1, line 2, following "students,"  
2 Insert "to the school construction grant program,"

3 Page 14, following line 27:  
4 Insert a new bill section to read:

5 **\* Sec. 13.** AS 14.11.008(a) is amended to read:  
6 (a) In order to receive a grant under this chapter or an appropriation under  
7 AS 37.05.550, a municipal school district must provide a percentage share of the  
8 project cost, as determined under (b) [OR (c)] of this section. A municipal school  
9 district shall provide the required participating share within three years after the date  
10 that the appropriation bill funding the grant is passed by the legislature. A  
11 participating share may be satisfied by money from federal, local, or other  
12 sources or with locally contributed labor, material, or equipment."

13 Renumber the following bill sections accordingly.

14 Page 15, following line 10:  
15 Insert new bill sections to read:

16 **\* Sec. 15.** AS 14.11.008(d) is amended to read:  
17 (d) If a municipal school district with full value per ADM of \$200,000 or  
18 less can demonstrate in writing that it is unable to provide the required participating  
19 share or that the participating share required under this section will jeopardize receipt  
20 of federal assistance, the commissioner may waive all or a portion of the required  
21 participating share.

22 **\* Sec. 16.** AS 14.11.008(e) is amended to read:

1 (e) State funds provided under this chapter may not be a source of the  
2 participating share required under (b) [OR (c)] of this section."

3 Renumber the following bill sections accordingly.

4 Page 26, line 18, following "Sec. 38.":

5 Insert "AS 14.11.003(c);"

6 Renumber internal references to bill sections in accordance with this amendment. Below are  
7 all internal bill section references in this bill:

- 8 Page 1, line 9
- 9 Page 26, line 26
- 10 Page 26, line 31
- 11 Page 27, line 9
- 12 Page 27, line 10
- 13 Page 27, line 24
- 14 Page 27, line 28
- 15 Page 27, line 31
- 16 Page 28, line 1
- 17 Page 28, line 5
- 18 Page 28, line 10
- 19 Page 28, line 16
- 20 Page 28, line 19
- 21 Page 28, line 24
- 22 Page 28, line 25

SENATE FINANCE  
COMMITTEE

0-LS0070VLS -

Amendment Number: 25

Ford

Bill Number: SB 36

3/4/98

Sponsor: Torgerson Date: 3/4/98

Logged In By: Mindu

A M E N D M E N T

Torgerson moved  
Adkins objection  
6-1 adopted

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "L"

- 1 Page 2, lines 2 - 6:
- 2 Delete all material and insert:
- 3 "(3) impose a local contribution requirement on regional educational attendance areas
- 4 by imposition of a three percent employment tax in the unorganized borough and to delay
- 5 imposition of the employment tax until January 1, 2001; imposition of the employment tax
- 6 is delayed in this Act in order to give people in the unorganized borough the maximum
- 7 opportunity to organize as a municipality and to provide as much flexibility as possible in
- 8 choosing a method of making a local contribution to schools; if the unorganized areas of the
- 9 state fail to organize before January 1, 2001, and thereby assume a fair share of the cost of
- 10 operating public schools in that area, it is the purpose of this Act to impose a local
- 11 contribution on every area of the state in a fair and equitable manner."
  
- 12 Page 27, line 25:
- 13 Delete "1990"
- 14 Insert "2001"
  
- 15 Page 28, following line 23:
- 16 Insert a new bill section to read:
- 17 "\* Sec. 48. TRANSITION: LOCAL CONTRIBUTION. Notwithstanding AS 14.17.410(b),
- 18 enacted in sec. 2 of this Act, a local contribution is not required from a regional educational
- 19 attendance area until the fiscal year beginning July 1, 2001."
  
- 20 Renumber the following bill sections accordingly.
  
- 21 Page 28, line 25:

- 1 Delete "sec. 48"
- 2 Insert "sec. 49"

SUBJECT: amend #23 SB36  
DATE: 3/4/98

	YEA	NAY
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:	<u>6</u>	<u>1 (adopted)</u>

SUBJECT: amend #22 SB36  
DATE: \_\_\_\_\_

	YEA	NAY
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR PHILLIPS	✓	
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:	<u>6</u>	<u>1 (adopted)</u>

SUBJECT: amend #24  
DATE: \_\_\_\_\_

	YEA	NAY
SENATOR TORGERSON		✓
SENATOR PARNELL		✓
SENATOR ADAMS	✓	
SENATOR PHILLIPS		✓
SENATOR DONLEY		✓
SENATOR SHARP		✓
SENATOR PEARCE		✓
TOTAL:	<u>1</u>	<u>6 (failed)</u>

SUBJECT: amend #15 SB36  
DATE: 3/4/98

	YEA	NAY
SENATOR PARNELL		✓
SENATOR ADAMS	✓	
SENATOR PHILLIPS		✓
SENATOR DONLEY		✓
SENATOR TORGERSON		✓
SENATOR SHARP		✓
SENATOR PEARCE		✓
TOTAL:	<u>1</u>	<u>6 (failed)</u>

SUBJECT: amend #25 SB 36  
DATE: 3/4/92

	YEA	NAY
SENATOR ADAMS		✓
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:	<hr/>	<hr/>
	6	1 (adopted)

SUBJECT: \_\_\_\_\_  
DATE: \_\_\_\_\_

	YEA	NAY
SENATOR PHILLIPS		
SENATOR DONLEY		
SENATOR TORGERSON		
SENATOR PARNELL		
SENATOR ADAMS		
SENATOR SHARP		
SENATOR PEARCE		
TOTAL:		

SUBJECT: \_\_\_\_\_  
DATE: \_\_\_\_\_

	YEA	NAY
SENATOR DONLEY		
SENATOR TORGERSON		
SENATOR PARNELL		
SENATOR ADAMS		
SENATOR PHILLIPS		
SENATOR SHARP		
SENATOR PEARCE		
TOTAL:		

SUBJECT: amend #14  
DATE: \_\_\_\_\_

	YEA	NAY
SENATOR TORGERSON		✓
SENATOR PARNELL		✓
SENATOR ADAMS	✓	
SENATOR PHILLIPS		✓
SENATOR DONLEY		✓
SENATOR SHARP		✓
SENATOR PEARCE		✓
TOTAL:		

1 6  
(fails)

SUBJECT: rescind amend #14  
DATE: \_\_\_\_\_

	YEA	NAY
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:		

6 1 (encl passed)

SENATE FINANCE  
COMMITTEE 0JS0070/P.1  
Amendment Number: 26 Ford  
Bill Number: SB36(FIN) 3/6/98  
Sponsor: Parnell Date: 3/6/98  
Logged In By: Jeltani

AMENDMENT

OFFERED IN THE SENATE

moved BY SENATOR PARNELL.

TO: CSSB 36(FIN), Draft Version "P"

Sen. Adams objection-withdrawn  
Sen. Ferguson objection  
6-1 adopted

- 1 Page 1, lines 4 - 7:
- 2 Delete "relating to formation of third class boroughs by regional educational
- 3 attendance areas; imposing an employment tax in the unorganized borough as a local
- 4 contribution to public schools;"
  
- 5 Page 1, line 9:
- 6 Delete "(a)"
  
- 7 Page 1, line 12, following "state;":
- 8 Insert "and"
  
- 9 Page 2, line 1:
- 10 Delete ";
- 11 Insert ".
  
- 12 Page 2, lines 2 - 16:
- 13 Delete all material.
  
- 14 Page 3, line 29, through page 4, line 1:
- 15 Delete all material and insert:
- 16 "(3) a local contribution is not required from a regional educational
- 17 attendance area."
  
- 18 Page 4, lines 14 - 16:

- 1 Delete all material.
  
- 2 Page 12, lines 4 - 10:
- 3 Delete all material.
  
- 4 Page 14, lines 15 - 28:
- 5 Delete all material.
  
- 6 Renumber the following bill sections accordingly.
  
- 7 Page 14, line 29:
- 8 Delete "new paragraphs"
- 9 Insert "a new paragraph"
  
- 10 Page 14, lines 30 - 31:
- 11 Delete all material.
  
- 12 Page 15, line 1:
- 13 Delete "(12)"
- 14 Insert "(11)"
  
- 15 Page 15, line 9, following "(1)":
- 16 Insert "at least"
  
- 17 Page 19, lines 5 - 11:
- 18 Delete all material.
  
- 19 Renumber the following bill sections accordingly.
  
- 20 Page 21, line 18, through page 26, line 29:
- 21 Delete all material.

0-LS0070(P.1)

- 1 Renumber the following bill sections accordingly.
  
- 2 Page 27, line 9:
- 3 Delete all material.
  
- 4 Renumber the following bill sections accordingly.
  
- 5 Page 28 lines 10 - 12:
- 6 Delete all material.
  
- 7 Renumber the following bill sections accordingly.
  
- 8 Page 28, line 13:
- 9 Delete "(a)"
  
- 10 Page 28, lines 17 - 21:
- 11 Delete all material.
  
- 12 Page 28, line 31, through page 29, line 4:
- 13 Delete all material.
  
- 14 Renumber the following bill sections accordingly.
  
- 15 Page 29, lines 11 - 15:
- 16 Delete all material and insert:
- 17 **\*\* Sec. 40.** This Act takes effect only if an Act providing for mandatory incorporation of
- 18 boroughs in the unorganized borough is enacted into law and takes effect on or before July 1,
- 19 1998.
- 20 **\* Sec. 41.** If this Act takes effect under sec. 40, it takes effect July 1, 1998."

# A F A X

Alaska State Legislature

Date: 6 March 98

To: Mike Ford - Legal Services

Fax #: 465-2029 Phone #: \_\_\_\_\_

From: Mindy Rowland - Senate Finance

Phone #: 465-4935

Re: SB36 Amendment O-LS0070 \ P. 1

note amendments on lines 15, 16 & 17

Following this page, please find 3 pages(s). If this does not reach you in full, please inform us ASAP.



THANK YOU



11:25 - Called Peggy & asked for a Rush  
to have CS <sup>(4)</sup> this afternoon. Also  
requested electronic version.

SUBJECT: amend amend<sup>n</sup> 26  
DATE: 6 March 1998

SUBJECT: \_\_\_\_\_  
DATE: \_\_\_\_\_

	YEA	NAY
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR TORGERSON		✓
SENATOR PARNELL	✓	
SENATOR ADAMS	✓	
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:		

	YEA	NAY
SENATOR DONLEY		
SENATOR TORGERSON		
SENATOR PARNELL		
SENATOR ADAMS		
SENATOR PHILLIPS		
SENATOR SHARP		
SENATOR PEARCE		
TOTAL:		

6 | (adopted)

SUBJECT: \_\_\_\_\_  
DATE: \_\_\_\_\_

SUBJECT: \_\_\_\_\_  
DATE: \_\_\_\_\_

	YEA	NAY
SENATOR TORGERSON		
SENATOR PARNELL		
SENATOR ADAMS		
SENATOR PHILLIPS		
SENATOR DONLEY		
SENATOR SHARP		
SENATOR PEARCE		
TOTAL:		

	YEA	NAY
SENATOR PARNELL		
SENATOR ADAMS		
SENATOR PHILLIPS		
SENATOR DONLEY		
SENATOR TORGERSON		
SENATOR SHARP		
SENATOR PEARCE		
TOTAL:		

A M E N D M E N T

SENATE FINANCE  
COMMITTEE

Amendment Number: 27  
Bill Number: CSSB 36 (FIN) "Q"  
Sponsor: Torgerson Date: 3/9/98  
Logged In By: goltani

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "Q"

*moved Sen. Torgerson  
Sen. Adams objection  
Sen. Torgerson moves withdrawal  
w/o objection, withdrawn*

1 Page 7, following line 21:  
 2 Insert a new section to read:  
 3 "Sec. 14.17.480. Declining funding adjustment. In addition to funding  
 4 provided under AS 14.17.410(b), if the ADM in a school district decreases by 10  
 5 percent or more from one fiscal year to the next, the school district may, subject to  
 6 appropriation for the purpose of this section, use the last fiscal year before the decline  
 7 in ADM as a base fiscal year and offset any reduction in state support according to  
 8 the following schedule: (1) for the first fiscal year after the base fiscal year, the  
 9 school district is eligible to receive state support determined under AS 14.17.410(b)(1)  
 10 plus 75 percent of the difference in state support between the base fiscal year and the  
 11 first fiscal year after the base fiscal year; (2) for the second fiscal year after the base  
 12 fiscal year, the school district is eligible to receive state support determined under  
 13 AS 14.17.410(b)(1) plus 50 percent of the difference in state support between the base  
 14 fiscal year and the second fiscal year after the base fiscal year; (3) for the third fiscal  
 15 year after the base fiscal year, the school district is eligible to receive state support  
 16 determined under AS 14.17.410(b)(1) plus 25 percent of the difference in state support  
 17 between the base fiscal year and the third fiscal year after the base fiscal year. The  
 18 schedule established in this section is available to a school district for the three fiscal  
 19 years following the base fiscal year only if the state support received by the school  
 20 district under AS 14.17.410(b)(1) for each fiscal year is less than the state support  
 21 received by the school district in the base fiscal year. This section does not apply to  
 22 a decrease in ADM resulting from a loss of enrollment that occurs as a result of a  
 23 boundary change under AS 29."

A M E N D M E N T

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "Q"

SENATE FINANCE  
COMMITTEE

Amendment Number: 28  
Bill Number: CSSB 36(FIN) .. Q"  
Sponsor: Torgerson Date: 3/9/98  
Logged In By: J. Saltani

1 Page 1, line 10:

2 Delete "and"

3 Page 1, line 12, following "district":

4 Insert "; and

5 (3) give people in the unorganized borough the maximum opportunity to  
6 organize as a municipality and to provide as much flexibility as possible in choosing a  
7 method of making a local contribution to schools"

*moved by Sen. Torgerson  
sen. Adams objection  
6-1 adopted*

Post-It™ brand fax transmittal memo 7671		# of pages ▶	1
To	Mike Ford, Allu	From	Torrey Inc.
Co.	Local Services	Co.	Senate Secretary
Dept.	J	Phone #	2618
Fax #	2629	Fax #	2187

*(6657)  
faxed to Mike Ford  
6:20 pm*

SUBJECT: \_\_\_\_\_  
DATE: \_\_\_\_\_

	YEA	NAY
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:	<u>6</u>	<u>1</u>

SUBJECT: CS SB 36 (IN). (N)  
DATE: 3/9/98

	YEA	NAY
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR SHARP	✓	
SENATOR PEARCE <i>absent</i>		
TOTAL:	<u>5</u>	<u>1 (adopted)</u>

SUBJECT: \_\_\_\_\_  
DATE: \_\_\_\_\_

	YEA	NAY
SENATOR DONLEY		
SENATOR TORGERSON		
SENATOR PARNELL		
SENATOR ADAMS		
SENATOR PHILLIPS		
SENATOR SHARP		
SENATOR PEARCE		
TOTAL:	<u>        </u>	<u>        </u>

SUBJECT: amend<sup>28</sup>  
DATE: 3/9/98

	YEA	NAY
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:	<u>6</u>	<u>1</u>

roll call vote  
SB 36  
3/3/98

SUBJECT: amend #4 SB 36  
DATE: 3/3/98

	YEA	NAY
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:	<u>6 - 1 (adopted)</u>	

SUBJECT: amend #3 SB 36  
DATE: 3/3/98

	YEA	NAY
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR PHILLIPS	✓	
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:	<u>6 - 1 adopted</u>	

SUBJECT: amend #5 SB 36  
DATE: 3/3/98

	YEA	NAY
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:	<u>6 - 1 adopted</u>	

SUBJECT: amend #2 SB 36  
DATE: 3/3/98

	YEA	NAY
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:	<u>6 - 1 adopted</u>	

roll call vote  
SB 36  
3/3/98

SUBJECT: SB 36  
amend to amend # 6 (Adams)  
DATE: 3/3/98

	YEA	NAY
SENATOR ADAMS	✓	
SENATOR PHILLIPS		✓
SENATOR DONLEY		✓
SENATOR TORGERSON		✓
SENATOR PARNELL		✓
SENATOR SHARP		✓
SENATOR PEARCE	✓	
TOTAL:		
	1-6 failed	

roll call vote  
SB 36  
3/3/98

SUBJECT: SB 36 amend to amend # 12  
DATE: 3/3/98

	YEA	NAY
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:	6	1

6-1 adopted

SUBJECT: amend # 11 SB 36  
DATE: 3/3/98

	YEA	NAY
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR PHILLIPS	✓	
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:	6	1

6-1 adopted

SUBJECT: amend # 20 SB 36  
DATE: 3/3/98

	YEA	NAY
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:	6	1

6-1 adopted

SUBJECT: amend # 6 SB 36  
DATE: 3/3/98

	YEA	NAY
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR SHARP		✓
SENATOR PEARCE		✓
TOTAL:	4	3

4-3 adopted

roll call vote  
SB 36  
3/3/98

SB 36

SUBJECT: amend. amend #12  
DATE: 3/3/98

	YEA	NAY
SENATOR ADAMS		✓
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
SENATOR SHARP	✓	
SENATOR PEARCE		✓
TOTAL:	<hr/>	<hr/>
	5	2

adopted

roll call vote  
SB 36  
3/3/98

SUBJECT: amend # 17  
DATE: 3/3/98

	YEA	NAY
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:		

6 1 adopted

SUBJECT: amend # 16 SB 36  
DATE: 3/3/98

	YEA	NAY
SENATOR DONLEY		✓
SENATOR TORGERSON		✓
SENATOR PARNELL		✓
SENATOR ADAMS	✓	
SENATOR PHILLIPS		✓
SENATOR SHARP		✓
SENATOR PEARCE		✓
TOTAL:		

1 6 failed

SUBJECT: amend # 18  
DATE: \_\_\_\_\_

	YEA	NAY
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:		

6 1 adopted

SUBJECT: amend # 14  
DATE: 3/3/98

	YEA	NAY
SENATOR PARNELL	✓	
SENATOR ADAMS	✓	
SENATOR PHILLIPS	✓	
SENATOR DONLEY		absent
SENATOR TORGERSON	✓	
SENATOR SHARP		✓
SENATOR PEARCE		✓
TOTAL:		

4 2 adopted

roll call vote  
SB 36  
3/3/98

SUBJECT: amend to amend# 21  
DATE: \_\_\_\_\_

	YEA	NAY
SENATOR ADAMS	✓	
SENATOR PHILLIPS		✓
SENATOR DONLEY	✓	
SENATOR TORGERSON		✓
SENATOR PARNELL		✓
SENATOR SHARP		✓
SENATOR PEARCE		✓
TOTAL:	2	5

failed

roll call vote  
SB 36  
3/3/98

SUBJECT: \_\_\_\_\_  
DATE: \_\_\_\_\_

	YEA	NAY
SENATOR PHILLIPS		
SENATOR DONLEY		
SENATOR TORGERSON		
SENATOR PARNELL		
SENATOR ADAMS		
SENATOR SHARP		
SENATOR PEARCE		
TOTAL:		

SUBJECT: \_\_\_\_\_  
DATE: \_\_\_\_\_

	YEA	NAY
SENATOR DONLEY		
SENATOR TORGERSON		
SENATOR PARNELL		
SENATOR ADAMS		
SENATOR PHILLIPS		
SENATOR SHARP		
SENATOR PEARCE		
TOTAL:		

SUBJECT: \_\_\_\_\_  
DATE: \_\_\_\_\_

	YEA	NAY
SENATOR TORGERSON		
SENATOR PARNELL		
SENATOR ADAMS		
SENATOR PHILLIPS		
SENATOR DONLEY		
SENATOR SHARP		
SENATOR PEARCE		
TOTAL:		

SUBJECT: amend #1 SB 36  
DATE: 3/3/98

	YEA	NAY
SENATOR PARNELL	✓	
SENATOR ADAMS		✓
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR SHARP	✓	
SENATOR PEARCE	✓	
TOTAL:		

6 1 adopted

# Senator Bert Sharp

State Capitol, Room 516

Juneau, AK 99801-1182

Senate Finance Committee, Co-chair

REF:

0LS0070K

FORD

3/4/98

SB36



COPY

## FAX TRANSMITTAL

TO: MIKE FORD

FROM: LARRY STEVENS

LEG. LEGAL

Senator Sharp's Juneau Office

FAX #: 2029

(907) 465-2070

PHONE #: 3867

(907) 465-3004

DATE: MARCH 4, 1998 PAGES: TWO (2)

SUBJECT: \_\_\_\_\_

Urgent  Review  Comment  Confirm  Distribute  Action!!

PLEASE INSERT THE ATTACHED,

AS INDICATED, AND PRINT A NEW CS.

→ DRAFT ←

# COPY

<u>PAGE</u>	<u>LINE</u>	<u>MISSING VALUE</u>
15	1	5.0
7	29	\$4,012.00
28	7	\$3,866.00
28	8	\$3,918.00

~~SENATE FINANCE  
COMMITTEE  
Amendment Number: 1  
Bill Number: CS SB 36 (FIN)  
Sponsor: Phillips Date: 2/25/98  
Logged In By: Mindy~~

0-LS0070H.1  
Ford  
2/24/98

OIC

A M E N D M E N T

*2/24/98  
withdrawn  
from files*

OFFERED IN THE SENATE

TO: CSSB 36(FIN), Draft Version "H"

1 Page 20, lines 9 - 20:

2 Delete all material and insert:

3 **\*\* Sec. 26. TRANSITION: TRANSITION FUNDING.** (a) Notwithstanding the  
4 provisions of secs. 1 - 25 of this Act and except as provided in (b) and (c) of this section,  
5 if, for a fiscal year beginning July 1, 1998, or July 1, 1999, a city or borough school district  
6 or a regional educational attendance area would receive less public school funding under  
7 AS 14.17.410, enacted by sec. 2 of this Act, than the district or area would have received as  
8 state aid for the fiscal year beginning July 1, 1998, under AS 14.17 as those provisions  
9 existed on the day before the effective date of this section, the district or area is eligible to  
10 receive instead a percentage of the state aid the district or area would have received for the  
11 fiscal year beginning July 1, 1998, according to the following table:

12	For the fiscal year beginning	Percentage of state aid for the fiscal year
13		beginning July 1, 1998
14	July 1, 1998	75
15	July 1, 1999	50

16 (b) A city or borough school district is not eligible for transition funding authorized  
17 under (a) of this section unless, during the fiscal year beginning July 1, 1997, the district  
18 received the local contribution described under AS 14.17.025(a)(1), as that provision existed  
19 on the day before the effective date of this Act."

20 Reletter the following subsections accordingly.

**SENATE FINANCE  
COMMITTEE**  
Amendment Number: 2  
Bill Number: SB 36  
Sponsor: Donley Date: 2/27/98  
Logged In By: J Minda  
**AMENDMENT**

0-LS0070\H.2  
Ford  
2/25/98

*not submitted  
withdrawn  
by Sen. Donley  
and replaced  
by new #12  
3/3/98*

OFFERED IN THE SENATE

BY SENATOR DONLEY

TO: CSSB 36(FIN), Draft Version "H"

- 1 Page 15, following line 12:  
2 Insert a new bill section to read:  
3 **"\* Sec. 10.** AS 14.09.010(b) is repealed and reenacted to read:  
4 (b) A school district that enters into a contract described under (a)(1) of this  
5 section shall be reimbursed for 100 percent of the cost of operating the student  
6 transportation system regardless of whether the transportation is provided by the  
7 school district or provided under a contract with the school district."
- 8 Page 20, line 10:  
9 Delete "secs. 1 - 25"  
10 Insert "secs. 1 - 26"
- 11 Page 22, line 3:  
12 Delete "sec. 33"  
13 Insert "sec. 34"

**PUBLIC**

**TESTI-**

**MONY**



# Nikiski Elementary PTA

"Children First"

President: Karla Smith  
 Vice President: Angela Loranzo  
 Treasurer: ShelHe Michaels  
 Secretary: Dawn Brower  
 Teacher Rep: Judy Shields

February 3, 1998

Senate Finance Committee  
 Alaska State Legislature  
 Juneau, Alaska 99801-1182

VIA FACSIMILE 465-4714

*RE: School Funding Formula Testimony*

Dear Senate Finance Committee:

As a concerned parent of children attending school in the Kenai Peninsula Borough School District and the President of the Nikiski Elementary School PTA, I am extremely pleased to hear that during the legislative session you will be reviewing several bills directed at rewriting the Public School Foundation Formula.

I believe that current legislation does not take into account districts, such as ours, where the schools are spread out over a 25,600 square miles. If you compare our district with Anchorage's 1,884 square miles, you would surely understand the frustration of our parents.

As you are aware, current funding is allocated "per student" and across the board. In our district, there are extra costs associated with transportation, meal and supply deliveries, and freight. Our schools continue to pay additional costs associated with freight and mail delivery, which can range anywhere from ground to air transportation.

Our schools continue to struggle to hold on to text books, instructional materials, school nurses, and elective programs. Since 1986, Kenai Peninsula Schools have had to cut eight special education and 20 regular classroom teachers (causing increased pupil teacher ratios); foreign languages and vocational education classes; library aides; the breakfast program; driver's education; critical incident planning; supplemental book funding to buy replacement texts; travel funding for field trips, elementary schools, musical groups and most sports activities; as well as positions and hours cut for custodians, secretaries, and nurses; just to name the most critical.

These struggles affect all of our children attending school (from elementary to high school). Our children are in need of additional support; building blocks, if you will, for real-life skills. Our children are the future of Alaska; they need these building blocks to receive a solid education so that they may either continue on with college or support the job industry in the state of Alaska.

I will continue to support your efforts in amending the Public School Foundation Formula.

Sincerely,

*Karla Smith*

Karla Smith, President  
 Nikiski Elementary School PTA

# ANCHORAGE SCHOOL DISTRICT



## Anchorage School Board

P. O. Box 196614, Anchorage, Alaska 99519-6614 • (907) 333-9561

Debbie Ossiander, President  
P. O. Box 670772, Chugiak, Alaska 99567  
(907) 688-2308; Fax (907) 688-2309  
E-mail: Ossiander\_Debbie@msmail.asd.k12.ak.us

To the Senate Finance Committee:

My name is Debbie Ossiander, I am currently serving as the president of the Anchorage School Board and I'm speaking to you this evening on its behalf. We consider a rewrite of the current foundation formula vital and have made that our number one legislative priority. We believe that the larger districts throughout the state receive inadequate and inequitable funding. We have met with school board members from Fairbanks, Mat-Su, Kenai and Juneau and they share our concerns. Our district and others throughout the state are struggling to cope with continued growth, inflation of fixed costs and an increase in the number and size of federal and state unfunded mandates for services.

I have some general concerns I'd like to share with you as you examine school funding this session. Our school board believes there are increased costs to providing a quality education program in rural Alaska, but not to the extent of the current disparity in funding. We believe the foundation should face periodic review and adjustments to cover cost increases. We all need recognition and reimbursement for the continuing costs of inflation. We also believe all districts, including REAAs, should be required to make some contribution toward the cost of their children's education. We would like to see funding follow mandated services such as the Quality School Initiatives, charter schools, mandated testing and changing special education requirements. We would like to see the formula simplified and paperwork requirements reduced, but please continue to allow for adjustments with proper justification and documentation. The districts in our state are very different, we need some flexibility for district options, such as moving sixth graders into middle school programs. Pupil transportation reimbursement is vital for us. We would like to see it kept separate from the foundation and be equitable for both contracted and district provided services. We welcome the work being done to examine the area cost differential

and believe there are costs specific to urban districts that must be acknowledged. We see some benefit to eliminating Federal Impact Aid as a component in the formula; this could remove the challenge the state has faced in meeting the federal disparity test. and finally changing the student count date for subsequent year's projections to after the student count period for the current year would be helpful and allow for more accurate projections.

Thank you for the opportunity to address you. Please forge ahead with this important work.

*D. Ibbi Osslander*

688-2308

fax 688-2319



**SUBJECT: SCHOOL FUNDING**

**DATE: FEBRUARY 2, 1998**  
**TO: SENATE FINANCE COMMITTEE  
HEARING ON SCHOOL FUNDING.**  
**AX: 907-465-4714**  
**FROM: DR. BOB JOHNSON**  
**PHONE/FAX: 907-486-5171 H/9466-F**  
**PAGES: THIS ONLY**

**COMMENT:**

**TO DISCUSS METHODS OF SCHOOL FUNDING WHEN ADEQUATE FUNDS ARE AVAILABLE IN THE CAPITAL RESERVE AND/OR FROM PERMANENT FUND PROFITS TO "CATCH UP" WITH COST OF LIVING (DELINQUENT FOR YEARS) SEEMS LIKE USELESS "BUSY WORK."**

**'THE CURRENT FOUNDATION FORMULA WOULD WORK IF THE LEGISLATURE WOULD PROVIDE ANNUAL COST-OF-LIVING INCREASES. A NEW ONE WON'T WORK IF THEY CONTINUE TO CRY "WOLF" AND REFUSE TO PAY! QUIT PLAYING GAMES WITH US. IT IS NOT AT ALL APPRECIATED!**

9811852002 P.02

## Alaska's School Funding Formula

February 3, 1998

As a mother of three children in the Anchorage School District I pay attention to what's going on regarding education in Alaska.

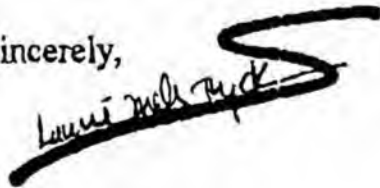
The present system of funding public education in Alaska is ridiculous. The gross inequities between our schools must be changed. The continued junkets allowed throughout our state are deplorable.

Instead of protecting incompetence and redundancy how about trying to fix it? If you listen to the "Educrats" all the time you'd tend to believe them. More money, more money.... Whew! It's time to audit what is going on and cut the fat. You need a "swat team" to reform education spending. While serving on Anchorage School District Budget Review Team last fall every time a suggestion on reducing the administration overhead or payroll came up, all I heard was... "You can't touch that, it's a union contract." Why was I there? The meetings were stacked with Anchorage School District cronies. It was a complete waste of my time.

Increasing Alaska's Education Budget is a waste of our money until the Alaska School funding formula is changed. We must hold our school districts accountable academically and financially. Alaska's schools need more help then money.

Please recognize my concerns as you address this very important issue.

Sincerely,



Laurie Miller Tryck  
Girdwood, Alaska

ASSOCIATION OF ALASKA SCHOOL BOARDS  
*Advocates for Alaska's Youth*

## POSITION PAPER

2/3/98

### FOUNDATION FORMULA PROPOSALS

A number of proposals to revamp the education funding formula have been introduced. Association of Alaska School Boards has considered each of the proposals and is supportive of some portions in each bill. However, the Association of Alaska School Boards continues to have concerns with key components that have yet to be adequately addressed in such legislation.

Association of Alaska School Boards recommends Senate Finance Committee consider the consensus recommendations from Alaska's other elected officials. Consensus points were reached between the following organizations in October '97: Association of Alaska School Boards, Alaska Municipal League, Alaska Conference of Mayors, and Alaska Council of School Administrators.

Consensus points attached.

## Consensus Points by AML, ACoM, AASA, and AASB on Education Funding

1. Add a new "PURPOSE" STATEMENT defining the state's constitutional mandate for education.
2. Support conversion of the "UNIT" into a "PER STUDENT ALLOCATION" while retaining the current formula. The least understandable part of the formula is the concept of the "unit" which relates to a number of students, rather than one.

### 3. AREA COST DIFFERENTIAL

- Support the school Area Cost Differential Study, a broad salary study, and a study of the impact of enrollment growth, funding of mandates, new technology, and other influences on education in Alaska.
- Add a bi-annual process for updating the Area Cost Differential. Area Cost Differentials should be based on:
  - community level, i.e. individual school, rather than the district level;
  - recognition of unique needs related to size and location of schools; and
  - recognition of impacts of growth

### 4. LOCAL CONTRIBUTION

- Oppose increasing the current four mill minimum local contribution to schools.
- Maintain the current "local funding cap" to avoid further transfers of state education funding responsibility to local taxpayers.

### 5. CATEGORICAL

- Pupil transportation should continue to be reimbursed under a separate program.
- Maintain bilingual and vocational categorical funding.
- Special education: Adopt recommendations of Special Education Task Force. Purpose is to reduce regulation paperwork and "over-identification" by combining specific categories for special education.

Gifted & talented	4.5%
Resource/Self-contained	14.0%
Intensive needs	\$22,500

- Provide method by which districts can request additional funding based on supporting justification and documentation.
6. Provide for a HOLD HARMLESS to avoid injury to students.

### 7. FUNDING

- Support the 70/30 school capital construction match program.
- For FY99, increase in state education funding by at least 3% per student, plus continue to adjust education funding for any changes in enrollment.
- The formula should include a process to annually adjust the per student allocation so that it actually reflects increases or decreases in the cost of education, including funding for new mandates.
- Instead of annual appropriations for single site school districts, add the adjustment to the formula.

26 February 1998  
6:00 p.m. - 9:00 p.m.

27 February 1998  
4:30 p.m. - 7:00 p.m.

28 February 1998  
10:00 a.m. - 12:10 p.m.

Public Testimony for SB 36

**AKIACHAK**

2/28 JOHN WEISE

**ANCHORAGE**

GINGER JENKINSON  
CHARLES E. MCKEE

2/27 BOB PRICE  
ED EARNHART  
ARGE JEFFREY  
CAROL COMEAU  
ANDREA MCCLELLAND

MARK PASIER  
JOHN KITO  
KATHI GILLESPIE  
FRED STOFFLET  
JILL WATERS

2/28 BOB CRISTAL  
FRED GIDDING  
DAVE WERDAL  
DEBBIE OSSIANDER  
DAVID S. COMBS  
MICHAEL TAVELLA  
JIM COX  
GEORGE WIRT

**BARROW**

LELAND DISHMAN  
JACK SHERMAN

2/27 TOM NICHOLS

2/28 CHARLES MASON  
ADELINE HOPSON

**BETHEL**

BEVERLY WILLIAMS  
WILLIAM FERGUSON  
ROBERT HERRON  
JOHN ANGIK

2/27 LINCOLN SAITO  
WILL UPDEGROVE

**BRISTOL BAY**

2/27 GEORGE TIBBETT

**CHEVAK**

2/27 JOHN ATCHAK

**CORDOVA**

TOM CHURCH  
TORI BAKER  
CHARLIE BRANCH

2/27 DENNY WEATHERS

**DELTA JUNCTION**

2/27 RICHARD MAUER  
PATRICIA RESCH  
MIKE FARRAR  
DARELL DARLAND  
PATRICK SCHLICHTING

2/28 DAN BECK

**DILLINGHAM**

LINDA ERICKSON

**ELIM**

2/28 ROD HOEGH

**FAIRBANKS**

2/27 BILL BURROWS

2/28 REVA SHIRCEL

**FORT YUKON**

2/28 VERA SHOES (ph)

**GALENA**

2/27 BART MUAREY  
JOHN BILLINGS

**GLENNALLEN**

2/27 JOHN KUNIK  
HARRY TERMIN  
JANE BROWN  
DON TAYLOR

**HINCHINBROOK ISLAND**

FRANCES BRANSON

**HOMER**

RON DRATHMAN  
DEBORAH GERMANO

2/27 MARIANNE GROSS

**JUNEAU**

CARL ROSE  
AL WEINBERG

**KENAI**

2/27 ED MCLAIN

2/28 DEBRA MULLINS  
PATRICK HICKEY

**KENNY LAKE**

SUE MOORE

2/28 BOB JONES

**KETCHIKAN**

CHERI DAVIS  
LOREN STANTON  
RAY GRIFFITH  
ROBERT MCCLORY  
LISA BEZENEK

2/28 A.M. JOHNSON

**KOTZEBUE**

2/28 LOU MATHESON

**MAT-SU**

2/28 ANNE KILKENNY  
LELA AYERS  
LIEF KENNY JOHNSON (8-years old)  
JOHN CYR  
KATHLEEN WIGHT-MURPHY

**MINTO**

2/27 PHILIP TITUS

**NAPAKIAK**

2/23 RICHARD CARN (ph)

**NENANA**

EDWIN MORRIS  
TERRY BENTLEY

**NUIQSUT**

LEONARD LAMPE

**NULATO**

2/27 ANDY DURNEY

**RUBY**

DEE OLIN  
APRIL MONROE

**SEWARD**

BETH DEETER  
CAROL STURGULEWSKI

**SITKA**

2/27 FRED REEDER

**SKAGWAY**

2/27 BOB WARD

**SLANA**

OLLIE BATES

**TOK**

2/28 GLEN MARUNDE  
HELEN OLSEN

**UNALAKLEET**

2/27 HARRY MARTIN  
LEONA CHERALTE (ph)

**UNALASKA**

RICK KINIJOSKI (ph)  
MICHELLE CALLAHAN

2/28 SHARON SUARVY-LIVINGSTON  
HOLLIE SAGER

**WISEMAN**

2/27 MISSY BURMAN (ph)

**WRANGELL**

2/27 WOODY WILSON  
JANELL PRIVETT  
ROBERT PRUNELLA

2/28 WILLIAM MESSMER  
TONNIE BARLOW

**YAKUTAT**

2/28 TOM ARMOUR  
ELI HANLON  
SHARON SWOPE

26 February 1998  
6:00 p.m. - 9:00 p.m.

27 February 1998  
4:30 p.m. - 7:00 p.m.

28 February 1998  
10:00 a.m. - 12:10 p.m.

Public Testimony for SB 36

**AKIACHAK**

2/28 JOHN WEISE

**ANCHORAGE**

GINGER JENKINSON  
CHARLES E. MCKEE

2/27 BOB PRICE  
ED EARNHART  
ARGE JEFFREY  
CAROL COMEAU  
ANDREA MCCLELLAND

MARK PASIER  
JOHN KITO  
KATHI GILLESPIE  
FRED STOFFLET  
JILL WATERS

2/28 BOB CHRISTAL  
FRED GIDDING  
DAVE WERDAL  
DEBBIE OSSIANDER  
DAVID S. COMBS  
MICHAEL TAVELLA  
JIM COX  
GEORGE WIRT

**BARROW**

LELAND DISHMAN  
JACK SHERMAN

2/27 TOM NICHOLS

2/28 CHARLES MASON  
ADELINE HOPSON

**BETHEL**

BEVERLY WILLIAMS  
WILLIAM FERGUSON  
ROBERT HERRON  
JOHN ANGIK

2/27 LINCOLN SAITO  
WILL UPDEGROVE

**BRISTOL BAY**

2/27 GEORGE TIBBETT

**CHEVAK**

2/27 JOHN ATCHAK

**CORDOVA**

TOM CHURCH  
TORI BAKER  
CHARLIE BRANCH

2/27 DENNY WEATHERS

**DELTA JUNCTION**

2/27 RICHARD MAUER  
PATRICIA RESCH  
MIKE FARRAR  
DARELL DARLAND  
PATRICK SCHLICHTING

2/28 DAN BECK

**DILLINGHAM**

LINDA ERICKSON

**ELIM**

2/28 ROD HOEGH

**FAIRBANKS**

2/27 BILL BURROWS

2/28 REVA SHIRCEL

**FORT YUKON**

2/28 VERA SHOES (ph)

**GALENA**

2/27 BART MUAREY  
JOHN BILLINGS

**GLENNALLEN**

2/27 JOHN KUNIK  
HARRY TERMIN  
JANE BROWN  
DON TAYLOR

**HINCHINBROOK ISLAND**

FRANCES EVANSON

**HOMER**

RON DRATHMAN  
DEBORAH GERMANO

2/27 MARIANNE GROSS

**JUNEAU**

CARL ROSE  
AL WEINBERG

**KENAI**

2/27 ED MCLAIN

2/28 DEBRA MULLINS  
PATRICK HICKEY

**KENNY LAKE**

SUE MOORE

2/28 BOB JONES

**KETCHIKAN**

CHERI DAVIS  
LOREN STANTON  
RAY GRIFFITH  
ROBERT MCCLORY  
LISA BEZENEK

2/28 A.M. JOHNSON

**KOTZEBUE**

2/28 LOU MATHESON

**MAT-SU**

2/28 ANNE KILKENNY  
LELA AYERS  
LIEF KENNY JOHNSON (8-years old)  
JOHN CYR  
KATHLEEN WIGHT-MURPHY

**MINTO**

2/27 PHILIP TITUS

**NAPAKIAK**

2/28 RICHARD CARN (ph)

**NENANA**

EDWIN MORRIS  
TERRY BENTLEY

**NUIQSUT**

LEONARD LAMPE

**NULATO**

2/27 ANDY DURNEY

**RUBY**

DEE OLIN  
APRIL MONROE

**SEWARD**

BETH DEETER  
CAROL STURGULEWSKI

**SITKA**

2/27 FRED REEDER

**SKAGWAY**

2/27 BOB WARD

**SLANA**

OLLIE BATES

**TOK**

2/28 GLEN MARUNDE  
HELEN OLSEN

UNALAKLEET

2/27 HARRY MARTIN  
LEONA CHERALTE (ph)

UNALASKA

RICK KINIJOSKI (ph)  
MICHELLE CALLAHAN

2/28 SHARON SUARVY-LIVINGSTON  
HOLLIE SAGER

WISEMAN

2/27 MISSY BURMAN (ph)

WRANGELL

2/27 WOODY WILSON  
JANELL PRIVETT  
ROBERT PRUNELLA

2/28 WILLIAM MESSMER  
TONNIE BARLOW

YAKUTAT

2/28 TOM ARMOUR  
ELI HANLON  
SHARON SWOPE

26 February 1998  
6:00 p.m. - 9:00 p.m.

27 February 1998  
4:30 p.m. - 7:00 p.m.

Public Testimony for SB 36

**ANCHORAGE**

GINGER JENKINSON  
CHARLES E. MCKEE

2/27 BOB PRICE  
ED EARNHART  
ARGE JEFFREY  
CAROL COMEAU  
ANDREA MCCLELLAND  
MARK PASIER  
JOHN KITO  
KATHI GILLESPIE  
FRED STOFFLET  
JILL WATERS

**BARROW**

LELAND DISHMAN  
JACK SHERMAN

2/27 TOM NICHOLS

**BETHEL**

BEVERLY WILLIAMS  
WILLIAM FERGUSON  
ROBERT HERRON  
JOHN ANGIK

2/27 LINCOLN SAITO  
WILL UPDEGROVE

**BRISTOL BAY**

2/27 GEORGE TIBBETT

CHEVAK

2/27 JOHN ATCHAK

CORDOVA

TOM CHURCH  
TORI BAKER  
CHARLIE BRANCH

2/27 DENNY WEATHERS

DELTA JUNCTION

2/27 RICHARD MAUER  
PATRICIA RESCH  
MIKE FARRAR  
DARELL DARLAND  
PATRICK SCHLICHTI'G

DILLINGHAM

LINDA ERICKSON

FAIRBANKS

2/27 BILL BURROWS

GALENA

2/27 BART MUAREY  
JOHN BILLINGS

GLENNALLEN

2/27 JOHN KUNIK  
HARRY TERMIN  
JANE BROWN  
DON TAYLOR

HINCHINBROOK ISLAND

FRANCES EVANSON

HOMER

RON DRATHMAN  
DEBORAH GERMANO

2/27 MARIANNE GROSS

JUNEAU

CARL ROSE  
AL WEINBERG

KENAI

2/27 ED MCLAIN

KENNY LAKE

SUE MOORE

KETCHIKAN

CHERI DAVIS  
LOREN STANTON  
RAY GRIFFITH  
ROBERT MCCLORY

MINTO

2/27 PHILIP TITUS

NENANA

EDWIN MORRIS  
TERRY BENTLEY

NUIQSUT

LEONARD LAMPE

**NULATO**

2/27 ANDY DURNEY

**RUBY**

DEE OLIN  
APRIL MONROE

**SEWARD**

BETH DEETER  
CAROL STURGULEWSKI

**SITKA**

2/27 FRED REEDER

**SKAGWAY**

2/27 BOB WARD

**SLANA**

OLLIE BATES

**UNALAKLEET**

2/27 HARRY MARTIN  
LEONA CHERALTE (ph)

**UNALASKA**

RICK KINIJOSKI (ph)  
MICHELLE CALLAHAN

**WISEMAN**

2/27 MISSY BURMAN (ph)

WRANGELL

2/27 WOODY WILSON  
JANELL PRIVETT  
ROBERT PRUNELLA

26 February 1998  
6:00 p.m. - 9:00 p.m.

Public Testimony for SB 36

**ANCHORAGE**

GINGER JENKINSON  
CHARLES E. MCKEE

**BARROW**

LELAND DISHMAN  
JACK SHERMAN

**BETHEL**

BEVERLY WILLIAMS  
WILLIAM FERGUSON  
ROBERT HERRON  
JOHN ANGIK

**CORDOVA**

TOM CHURCH  
TORI BAKER  
CHARLIE BRANCH

**DILLINGHAM**

LINDA ERICKSON

**HINCHINBROOK ISLAND**

FRANCES EVANSON

**HOMER**

RON DRATHMAN  
DEBORAH GERMANO

**JUNEAU**

CARL ROSE  
AL WEINBERG

**KENNY LAKE**

SUE MOORE

**KETCHIKAN**

CHERI DAVIS  
LOREN STANTON  
RAY GRIFFITH  
ROBERT MCCLORY

**NENANA**

EDWIN MORRIS  
TERRY

**NUIQSUT**

LEONARD LAMPE

**RUBY**

DEE OLIN  
APRIL MONROE

**SEWARD**

BETH DEETER  
CAROL STURGULEWSKI

**SLANA**

OLLIE BATES

**UNALASKA**

RICK KINIJOSKI (ph)  
MICHELLE CALLAHAN

02/28/98 11:11:39 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJAS IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: ROD HOEGH/ELIM IS ON LINE TO TESTIFY

02/28/98  
10:01:41

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:DJT  
FOR:DJT

LOCATION:DELTA JCT.  
SB 36

MR. DAN

BECK

D/G SCHOOL DIST.TESTIFY

02/28/98  
11:50:16

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:KTN  
FOR:KTN

LOCATION:KETCHIKAN

SB 36	MR.	✓ A.M.	JOHNSON	SCHOOL BOARD	TESTIFY
SB 36	MS.	✓ LISA	BEZENEK	PARENT	TESTIFY

02/28/98 11:05:18 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJAS IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: JOHN WEISE/AKIACHAK ON LINE TO TESTIFY

02/28/98 10:12:55 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJAS IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80364 SCHEDULED FOR: 02/28/98 10:00 TO 15:00  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: ✓ TOM ARMOUR/YAKATAT IS ON LINE TO TESTIFY

✓ Eli Hanton  
✓ Sharon Swape

02/28/98  
11:11:03

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:MAT  
FOR:MAT

LOCATION:MATSU

SB 36	MS	✓ ANNE	KILKENNY	TESTIFY
SB 36	MS	✓LELA	AYERS	TESTIFY
SB 36	MR	✓LEIF	JOHNSON	TESTIFY
SB 36	MR	✓JOHN	CYR	TESTIFY
SB 36	MS	✓KATHLEEN	WIGHT-MURPHY	TESTIFY

02/28/98  
10:41:46

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:MAT  
FOR:MAT

LOCATION:MATSU

SB 36	MS	✓ ANNE	KILKENNY	TESTIFY
SB 36	MS	✓ LELA	AYERS	TESTIFY
SB 36	MR	✓ LEIF	JOHNSON (8 yrs. old; son of	TESTIFY
SB 36	MR	✓ JOHN	CYR	TESTIFY

02/28/98 10:40:34 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJAS IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: ✓ REVA SHIRCEL/FAIRBANKS IS ON LINE TO  
TESTIFY

02/28/98 10:03:05 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJAS IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: KEN, TOK, LOU MATHESON/KOTZBUE, BOB JONES  
S/KENNY LAKE IS ON LINE

02/28/98 10:03:05 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJAS IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: KEN, TOK, LOU MATHESON/KOTZBUE, BOB JONE  
S/KENNY LAKE IS ON LINE

02/28/98 09:54:53 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJAS IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: ANC, WRG, UNALASKA, HERALD OLDMAN/HUGHES  
BAR, ON LINE

02/28/98 11:38:42

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM

LTN1120

MESSAGE FROM: LIOCJAS IN ANCHORAGE

JNU

RE TCN: 80364

SCHEDULED FOR:02/28/98 10:00 TO 15:00

SPONSOR: SENATE FINANCE

PURPOSE: PUBLIC HEARING

MESSAGE TEXT: HEROLD OLDMAN IN HUGHS HAS DROPPED OFF  
LINE

02/28/98  
09:42:33

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (TESTIFIERS ONLY)  
SCHEDULED FOR: 02/28/98 10:00 TO 15:00  
SENATE FINANCE

LTN1150  
BY: JNU  
FOR: ALL

TCN: 80364  
PUBLIC HEARING

LOCATION: BARROW

SB 36      ✓ MR      CHARLES      MASON      N SLOPE BSD      TESTIFY

LOCATION: NOME

SB 36      MR.      HENRY      MARTIN      BSSD ADMIN.      TESTIFY  
SB 36      MS.      LEONA      GRISHKOWSKY      BSSD SCHOOL BRD      TESTIFY

02/28/98  
09:51:18

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:KTN  
FOR:KTN

LOCATION:KETCHIKAN  
SB 36

✓MR.

A.M.

JOHNSON

SCHOOL BOARD

TESTIFY

02/28/98  
10:08:58

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:BAR  
FOR:BAR

LOCATION:BARROW

SB 36  
SB 36

✓ MR  
✓ MRS

CHARLES  
ADELINE

MASON  
HOPSON

N SLOPE BSD  
B S A C

TESTIFY  
TESTIFY

02/28/98  
11:03:32

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:TOK  
FOR:TOK

LOCATION:TOK

SB 36	MR	✓GLEN	MARUNDE	SELF	TESTIFY
SB 36	MRS	CYNTHIA	PRUETT	SELF	OBSERVE
SB 36	MR	DARROLL	HARGRAVES	SELF	OBSERVE
SB 36	MRS	PATRIC	HUTCHINSON	SELF	OBSERVE
SB 36	MRS	✓HELEN	OLSEN	SELF	TESTIFY
SB 36	MR	CHARLES	BROKER	SELF	OBSERVE
SB 36	MRS	JEANETTE	PEDGINSKI	SELF	OBSERVE

02/28/98  
10:01:45

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:TOK  
FOR:TOK

LOCATION:TOK  
SB 36

✓MR

GLEN

MARUNDE

SELF

TESTIFY

02/28/98  
10:32:17

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:ANC  
FOR:ANC

LOCATION: ANCHORAGE

SB 36	SEN.	AL	ADAMS		TESTIFY
SB 36		✓BOB	CHRISTAL	ANCH SCHOOL DIST	TESTIFY
SB 36		✓FRED	GIDDINGS	ASD	TESTIFY
SB 36		✓DAVE	WERDAL	ASD	TESTIFY
SB 36		✓DAVID S.	COMBS		TESTIFY
SB 36		✓MICHAEL	TAVELLA		TESTIFY
		✓JIM COX			
		✓GEORGE WIRT			

02/28/98  
10:13:23

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:ANC  
FOR:ANC

LOCATION: ANCHORAGE

SB 36	SEN.	AL	ADAMS		TESTIFY
SB 36		✓ BOB	CHRISTAL	ANCH SCHOOL DIST	TESTIFY
SB 36		✓ FRED	GIDDINGS	ASD	TESTIFY
SB 36		✓ DAVE	WERDAL	ASD	TESTIFY

02/28/98  
09:56:40

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:ANC  
FOR:ANC

LOCATION: ANCHORAGE

SB 36	SEN.	AL	ADAMS	TESTIFY
SB 36		BOB	CHRISTAL	ANCH SCHOOL DISTTESTIFY
SB 36		FRED	GIDDINGS	ASD TESTIFY

02/28/98  
11:41:56

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:ANC  
FOR:ANC

LOCATION: ANCHORAGE

SB 36	SEN.	AL	ADAMS		TESTIFY
SB 36		BOB	CHRISTAL	ANCH SCHOOL DIST	TESTIFY
SB 36		FRED	GIDDINGS	ASD	TESTIFY
SB 36		JIM	COX	ASD	TESTIFY
SB 36		DAVE	WERDAL	ASD	TESTIFY
SB 36		DAVID S	COMBS		TESTIFY
SB 36		MICHAEL	TAVELLA		TESTIFY

02/28/98  
10:05:13

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)

LTN1150  
BY:WRG  
FOR:WRG

TCN:80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
PUBLIC HEARING SENATE FINANCE

LOCATION:WRANGELL LTC

SB 36	MR.	✓WILLIAM	MESSMER	SCHOOL BOARD	TESTIFY
SB 36	MRS.	✓TONNIE	BARLOW	SCHOOL BOARD	TESTIFY
SB 36	MRS.	JANELL	PRIVETT	SCHOOL BOARD	TESTIFY

02/28/98  
09:56:25

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:WRG  
FOR:WRG

LOCATION:WRANGELL LTC  
SB 36

MR.

WILLIAM

MESMER

SCHOOL BOARD

OBSERVE

02/28/98  
11:00:40

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
FCN:80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:KEN  
FOR:KEN

LOCATION:KENAI LIO  
SB 36

MS. ✓ DEBRA

MULLINS

KPBSD

TESTIFY

02/28/98 10:08:53 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJAS IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: PATRICK HICKEY IS AT KENAI SCHOOL DIST  
TO TESTIFY

02/28/98 10:49:58 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJAS IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80364 SCHEDULED FOR:02/28/98 10:00 TO 15:00  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: UNALASKA HAS 2 TO TESTIFY,  
SHARON SUARVY-LIVINGSTON & HOLLIE SAGER

02/27/98 17:56:24 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJEN IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80363 SCHEDULED FOR: 02/27/98 16:30 TO 18:30  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: ✓JOHN ATCHAK/CHEVAK TO TESTIFY

02/27/98 17:32:55 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJEN IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80363 SCHEDULED FOR: 02/27/98 16:30 TO 18:30  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: BART MUAREY (SP?), JOHN BILLINGS, AND  
THERESA CLARK/GALENA TO TESTIFY

02/27/98 17:10:47 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJEN IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: JARRED OLDMEN/HUGHES IS BACK ON LINE

02/27/98 16:46:11 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJEN IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: JARRED OLDMEN/HUGHES AK IS ON LINE FOR  
TESTIFY

02/27/98  
17:16:00

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:WRG  
FOR:WRG

LOCATION:WRANGELL LTC

SB 36	✓MR.	W. ODY	WILSON	SUPERINTENDANT	TESTIFY
SB 36	✓MRS.	JANELL	PRIVETT	SCHOOL BOARD	TESTIFY
SB 36	✓MR.	ROBERT	PRUNELLA	SCHOOL BOARD	TESTIFY

02/27/98  
17:16:47

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:ANC  
FOR:ANC

LOCATION:ANCHORAGE

SB 36	SEN	✓AL	ADAMS		TESTIFY
SB 36		✓BOB	PRICE		TESTIFY
SB 36		✓ED	EARNHART		TESTIFY
SB 36		✓ARGE	JEFFERY		TESTIFY
SB 36		✓CAROL	COMEAU		TESTIFY
SB 36		✓ANDREA	MCCLELLAND		TESTIFY
SB 36		✓MARK	PASIER		TESTIFY
SB 36		✓GEORGE	TIBBETT		TESTIFY
SB 36		✓JOHN	KITO		TESTIFY
SB 36		ROBIN	REHMANN		TESTIFY
SB 36		✓KATHI	GILLESPIE		TESTIFY
SB 36		✓FRED	STOFFLET	ASD	TESTIFY
		✓JILL WATERS			

02/27/98  
16:56:14

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

L:TN1150  
BY:WRG  
FOR:WRG

LOCATION:WRANGELL LTC

SB 36  
SB 36

MR. WOODY  
MRS. JANELL

WILSON  
PRIVETT

SUPERINTENDANT  
SCHOOL BOARD

TESTIFY  
TESTIFY

02/27/98  
17:13:27

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN.150  
BY:ANC  
FOR:ANC

LOCATION: ANCHORAGE

SB 36	SEN	✓AL	ADAMS	TESTIFY
SB 36		✓BOB	PRICE	TESTIFY
SB 36		✓ED	LARNHART	TESTIFY
SB 36		✓ARGE	JEFFERY	TESTIFY
SB 36		✓CAROL	COMEAU	TESTIFY
SB 36		ANDREA	MCCLELLAND	TESTIFY
SB 36		MARK	PASIER	TESTIFY
SB 36		GEORGE	TIBBETT	TESTIFY
SB 36		JOHN	KITO	TESTIFY
SB 36		ROBIN	REHMANN	TESTIFY
SB 36		KATHI	GILLESPIE	TESTIFY
		FRED	STOFLET	

02/27/98  
16:36:23

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:ANC  
FOR:ANC

LOCATION: ANCHORAGE

SB 36	SEN	✓AL	ADAMS	TESTIFY
SB 36		✓BOB	PRICE	TESTIFY
SB 36		✓ED	EARNHART	TESTIFY
SB 36		✓ARGE	JEFFERY	TESTIFY
SB 36		✓CAROL	COMEAU	TESTIFY
SB 36		ANDREA	MCCLELLAND	TESTIFY
SB 36		MARK	PASIER	TESTIFY
SB 36		GEORGE	TIBBETT	TESTIFY
		JOHN	KITO	

02/27/98  
16:29:07

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:ANC  
FOR:ANC

LOCATION: ANCHORAGE

SB 36	SEN	AL	ADAMS	TESTIFY
SB 36		BOB	PRICE	TESTIFY
SB 36		ED	EARNHART	TESTIFY
SB 36		ARGE	JEFFERY	TESTIFY
SB 36		CAROL	COMEAU	TESTIFY
SB 36		ANDREA	MCCLELLAND	TESTIFY
SB 36		MARK	PASIER	TESTIFY

02/27/98 18:07:38 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJEN IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: BACKGROUND NOISE IS COMING FROM PHILIP  
TITUS/MINTO WHO WISHES TO TESTIFY

02/27/98  
16:24:51

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:BAR  
FOR:BAR

LOCATION:BARROW

SB 36	MR	✓TOM	NICOLOS	CITY OF BARROW	TESTIFY
		✓MARIE	CARROLL	NSLOPE MAYOR	

02/27/98  
16:24:56

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:BET  
FOR:BET

LOCATION:BETHEL

SB 36	<i>testified 2/26</i>	BILL	FERGUSON	LKSD	TESTIFY
SB 36		✓LINCOLN	SAITO	SELF	TESTIFY
SB 36		✓WILL	UPDEGROVE	SELF	TESTIFY

02/27/98  
16:42:12

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:ANC  
FOR:ANC

LOCATION:ANCHORAGE

SB 36	SEN	AL	ADAMS	TESTIFY
SB 36		BOB	PRICE	TESTIFY
SB 36		ED	EARNHART	TESTIFY
SB 36		ARGE	JEFFERY	TESTIFY
SB 36		CAROL	COMEAU	TESTIFY
SB 36		ANDREA	MCCLELLAND	TESTIFY
SB 36		MARK	PASIER	TESTIFY
SB 36		GEORGE	TIBBETT	TESTIFY
SB 36		JOHN	KITO	TESTIFY

02/27/98  
16:42:13

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:BAR  
FOR:BAR

LOCATION:BARROW

SB 36	MR	TOM	NICOLOS	CITY OF BARROW	TESTIFY
SB 36	MS	MARIE	CARROLL	N SLOPE MAYOR	TESTIFY

02/27/98  
16:25:57

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:SIT  
FOR:SIT

LOCATION:SITKA  
SB 36

✓FRED

REEDER

TESTIFY

02/27/98  
16:12:41

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:HOM  
FOR:HOM

LOCATION:HOMER  
SB 36

✓MRS

MARIANNE

GROSS

KPBSD

TESTIFY

02/27/98 16:34:42 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJEN IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: /ANDY DURNY OF NULATO WOULD LIKE TO  
TESTIFY-ON CALL IN LINE

02/27/98  
17:40:39

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:GLN  
FOR:GLN

LOCATION:GLENNALLEN

SB 36	MR.	✓JOHN	KUNIK	TESTIFY
SB 36	MR.	NICHOLAS	ZERBINOS	TESTIFY
SB 36	MR.	✓HARRY	TERMIN	TESTIFY
SB 36	MS.	✓JANE	BROWN	TESTIFY
SB 36	MR.	✓DON	TAYLOR	TESTIFY

02/27/98  
16:40:10

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:COR  
FOR:COR

LOCATION:CORDOVA  
SB 36

MS.

DENNY

WEATHERS

TESTIFY

02/27/98  
16:39:22

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:GLN  
FOR:GLN

LOCATION:GLENNALLEN  
SB 36  
SB 36  
SB 36  
SB 36

MR.  
MR.  
MR.  
MS.

JOHN  
NICHOLAS  
HARRY  
JANE

KUNIK  
ZERBINOS  
TERMIN  
BROWN

TESTIFY  
TESTIFY  
TESTIFY  
TESTIFY

02/27/98  
16:40:28

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:FBX  
FOR:FBX

LOCATION:FAIRBANKS  
SB 36

✓MR.

BILL

BURROWS

TESTIFY

02/27/98  
17:04:35

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (TESTIFIERS ONLY)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:DJT  
FOR:DJT

LOCATION:DELTA JCT.

SB 36	✓MR.	RICHARD	MAUER	D/G SCHOOL DIST.	TESTIFY
SB 36	✓MRS.	PATRICIA	RESCH	D/G E. ASSOC.	TESTIFY
SB 36	✓MR.	MIKE	FARRAR		TESTIFY
SB 36	✓MR.	DARELL	DARLAND		TESTIFY
SB 36	✓MR.	PATRICK	SCHLICHTING		TESTIFY

02/27/98  
16:48:25

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (TESTIFIERS ONLY)  
SCHEDULED FOR:02/27/98 16:30 TO 18:30  
SENATE FINANCE

LTN1150  
BY:DJT  
FOR:DJT

TCN:80363  
PUBLIC HEARING

LOCATION:DELTA JCT.

SB 36	MR.	RICHARD	MAUER	D/G SCHOOL DIST.	TESTIFY
SB 36	MRS.	PATRICIA	RESCH	D/G E. ASSOC.	TESTIFY
SB 36	MR.	MIKE	FARRAR		TESTIFY
SB 36	MR.	DARELL	DARLAND		TESTIFY

02/27/98  
16:37:35

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (TESTIFIERS ONLY)  
TCN:80363 SCHEDULED FOR:02/27/98 16:30 TO 18:30  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:DJT  
FOR:DJT

LOCATION:DELTA JCT.

SB 36  
SB 36  
SB 36

MR.  
MRS.  
MR.

RICHARD  
PATRICIA  
MIKE

MAUER  
RESCH  
FARRAR

TESTIFY  
TESTIFY  
TESTIFY

02/27/98 16:31:33 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJEN IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80363 SCHEDULED FOR: 02/27/98 16:30 TO 18:30  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: ✓ ED MCLAIN OF KENAI, OF 3, WOULD LIKE  
TO TESTIFY

02/27/98 16:30:38 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJEN IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80363 SCHEDULED FOR: 02/27/98 16:30 TO 18:30  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: ✓ MISSY AT WISEMAN IS ON LINE AND WOULD  
LIKE TO TESTIFY

02/27/98 16:57:46 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJEN IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80363 SCHEDULED FOR: 02/27/98 16:30 TO 18:30  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: UNALAKLEET HAS 2 TO TESTIFY

*Harry Mathin ; Leona Chevraile*

*offset*

02/26/98  
18:09:49

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80361 SCHEDULED FOR:02/26/98 18:00 TO 21:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:COR  
FOR:COR

LOCATION:CORDOVA

SB 36  
SB 36  
SB 36  
SB 36

MR. ✓ TOM  
MS. LESLIE  
MR. ROBERT  
MS. ✓ TORIE  
*✓Charlie*

CHURCH  
JUSTICE  
MAXWELL  
BAKER  
*Branch*

CDFU

TESTIFY  
TESTIFY  
TESTIFY  
TESTIFY

02/26/98  
18:09:40

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80361 SCHEDULED FOR:02/26/98 18:00 TO 21:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:ANC  
FOR:ANC

LOCATION:ANCHORAGE

SB 36  
SB 36

✓CHARLES E.  
✓GINGER

MCKEE  
JENKINSON

TESTIFY  
TESTIFY

02/26/98  
18:10:08

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80361 SCHEDULED FOR:02/26/98 18:00 TO 21:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:KTN  
FOR:KTN

LOCATION:KETCHIKAN

SB 36  
SB 36  
SB 36  
SB 36  
SB 36

✓MS. CHERI  
✓MR. LOREN  
✓MR. RAY  
✓MR. JOHN  
MS. ~~SHERRI J.~~  
*✓ Robert*

DAVIS  
STANTON  
GRIFFITH  
THOMAS  
~~WHITE~~

PTA\_HOU  
SISD  
KGBSD

~~SCHOENBAR TEACHETESTIFY~~

TESTIFY  
TESTIFY  
TESTIFY  
TESTIFY  
TESTIFY

*McClary*

02/26/98  
19:55:21

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80361 SCHEDULED FOR:02/26/98 18:00 TO 21:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:COR  
FOR:COR

LOCATION:CORDOVA

SB 36	MR.	TOM	CHURCH		TESTIFY
SB 36	MS.	LESLIE	JUSTICE		TESTIFY
SB 36	MR.	ROBERT	MAXWELL		TESTIFY
SB 36	MS.	TORIE	BAKER	CDFU	TESTIFY
SB 36	MR.	CHARLIE	BRANCH		TESTIFY

02/26/98  
17:59:23

TCN:80361  
PUBLIC HEARING

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
SCHEDULED FOR:02/26/98 18:00 TO 21:00  
SENATE FINANCE

LTN1150  
BY:BAR  
FOR:BAR

LOCATION:BARROW

SB 36  
SB 36

✓MR  
✓MR

LELAND  
JACK

DISHMAN  
SHERMAN

N SLOPE BSD  
N SLOPE BSD

TESTIFY  
TESTIFY

02/26/98  
18:00:13

TCN:80361  
PUBLIC HEARING

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
SCHEDULED FOR:02/26/98 18:00 TO 21:00  
SENATE FINANCE

LTN1150  
BY:ANC  
FOR:ANC

LOCATION:ANCHORAGE  
SB 36

CHARLES E. MCKEE

TESTIFY

02/26/98  
18:07:10

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
SCHEDULED FOR: 02/26/98 18:00 TO 21:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:HOM  
FOR:HOM

LOCATION: HOMER

SB 36  
SB 36

MR  
MS

✓RON  
✓DEBORAH

DRATHMAN  
GERMANO

KPBA-WHE  
KBSD

TESTIFY  
TESTIFY

~~glen szymoniak~~

~~Michael Canyon~~

02/26/98 19:47:11 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCNAID IN HOMER

LTN1120  
JNU

RE TCN: 80361 SCHEDULED FOR:02/26/98 18:00 TO 21:00  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: PLEASE REMOVE GLEN SZYMONIAK FROM LIST  
TO TESTIFY FROM HOMER

02/26/98  
19:07:06

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80361 SCHEDULED FOR:02/26/98 18:00 TO 21:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:HOM  
FOR:HOM

LOCATION:HOMER

SB 36	MR	RON	DRATHMAN	KPBA-WHE	TESTIFY
SB 36	MS	DEBORAH	GERMANO	KBSD	TESTIFY
SB 36	MR	GLEN	SZYMONIAK	MCNEIL CANYON	ELTESTIFY

02/26/98 19:28:40 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCROB IN KETCHIKAN

LTN1120  
JNU

RE TCN: 80361 SCHEDULED FOR:02/26/98 18:00 TO 21:00  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: PLEASE ADD ROBERT MCCLORY TO THE LIST OF  
NAMES TO TESTIFY IN KETCHIKAN

02/26/98  
18:14:52

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80361 SCHEDULED FOR:02/26/98 18:00 TO 21:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:BET  
FOR:BET

LOCATION:BETHEL

SB 36  
SB 36

• BEVERLY WILLIAMS  
✓ WILLIAM A FERGUSON  
✓ Robert Hecron  
✓ John Angiak

LKSD  
LKSD  
LKSD  
LKSD

TESTIFY  
TESTIFY

02/26/98  
18:11:19

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80361 SCHEDULED FOR:02/26/98 18:00 TO 21:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:SEW  
FOR:SEW

LOCATION:SEWARD

SB 36  
SB 36

MR. ERIC FRY  
MS. ✓ BETH DEETER  
✓ Carol Sturgulewski

PHOENIX LOG  
SELF

OBSERVE  
OBSERVE

02/26/98 18:12:48

MESSAGE FROM: LIOCJEN

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80361 SCHEDULED FOR:02/26/98 18:00 TO 21:00  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: ✓KENNY LAKE/GAY IS ON LINE

Wellman  
See Moore

02/26/98 18:14:32

MESSAGE FROM: LIOCJEN

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80361  
SPONSOR: SENATE FINANCE

SCHEDULED FOR:02/26/98 18:00 TO 21:00  
PURPOSE: PUBLIC HEARING

MESSAGE TEXT: ✓NUIQSUT/LEONARD LAMPE IS ON LINE

02/26/98  
18:23:21

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
TCN:80361 SCHEDULED FOR:02/26/98 18:00 TO 21:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:SEW  
FOR:SEW

LOCATION:SEWARD

SB 36	MR.	ERIC	FRY	PHOENIX LOG	OBSERVE
SB 36	MS.	BETH	DEETER	SELF	OBSERVE
SB 36	MS	CARCL	STURGULEWSKI	SELF	TESTIFY

02/26/98  
19:11:59

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (TESTIFIERS ONLY)  
TCN:80361 SCHEDULED FOR:02/26/98 18:00 TO 21:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:BET  
FOR:BET

LOCATION:BETHEL

SB 36	BEVERLY	WILLIAMS	LKSD	TESTIFY
SB 36	WILLIAM A	FERGUSON	LKSD	TESTIFY
SB 36	ROBERT	HERRON	LKSD	TESTIFY
SB 36	JOHN	ANGAIAK	LKSD	TESTIFY

02/26/98  
18:58:14

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (TESTIFIERS ONLY)  
TCN:80361 SCHEDULED FOR:02/26/98 18:00 TO 21:00  
PUBLIC HEARING SENATE FINANCE

LTN1150  
BY:BET  
FOR:BET

LOCATION: BETHEL

SB 36	BEVERLY	WILLIAMS	LKSD	TESTIFY
SB 36	WILLIAM A	FERGUSON	LKSD	TESTIFY
SB 36	ROBERT	HERRON	LKSD	TESTIFY

02/26/98  
18:18:56

LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
PARTICIPANT LIST (ALL PARTICIPANTS)  
SCHEDULED FOR:02/26/98 18:00 TO 21:00  
SENATE FINANCE

LTN1150  
BY:DLG  
FOR:DLG

TCN:80361  
PUBLIC HEARING

LOCATION:DILLINGHAM  
SB 36

MS.

LINDA

ERICKSON

PARENTS, INC.

TESTIFY

02/26/98 18:00:53 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJEN IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80361 SCHEDULED FOR: 02/26/98 18:00 TO 21:00  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: UNALASKA/HOLLIE, METLAKATLA/KATHY  
NENANA/TERRY

- ✓ Rick Kinijoski (ph) Unalaska School Board Unalaska
- ✓ Terry superintendent Nenana School District, Nenana
- ✓ (Mavis), superintendent Nenana School District, Nenana

02/26/98 18:04:08 LEGISLATIVE TELECONFERENCE NETWORK SYSTEM  
MESSAGE FROM: LIOCJEN IN ANCHORAGE

LTN1120  
JNU

RE TCN: 80361 SCHEDULED FOR: 02/26/98 18:00 TO 21:00  
SPONSOR: SENATE FINANCE PURPOSE: PUBLIC HEARING

MESSAGE TEXT: ALSO ON LINE, COR, FBX, HOM (SLANA/OLLIE)  
(HINCHINBROOK ISLAND/FRANCE EVANSON)

online off net's, which cannot  
send test-see lists