

**HB**

**2003**

HFIN

FILE

5-18-02

	FY03	FY04	FY05	FY06	FY07	FY08	FY09	FY10	FY11
Existing debt reimbursement	56.0	58.0	58.0	56.0	58.0	53.0	46.0	46.0	45.0
Bonds already "in the hopper"									
Anchorage 77m voter approved 4/02		5.6	5.6	5.6	5.6	5.6	5.6	5.6	5.6
Juneau 50m voter approved 10/99		3.3	3.3	3.3	3.3	3.3	3.3	3.3	3.3
Fairbanks 42m - vote will be 10/02		3.2	3.2	3.2	3.2	3.2	3.2	3.2	3.2
+ Bonds that might be approved before 6/30/06									
Anchorage - 100m each in 03-06			6.6	13.2	19.8	26.4	26.4	26.4	26.4
Other districts - 150m phased in 3 yrs			3.3	6.6	9.9	9.9	9.9	9.9	9.9
Total debt reimbursement	56.0	70.1	80.0	87.9	99.8	101.4	94.4	94.4	93.4
70% of urban debt for rural schools	GO bond	49.0	56.0	61.5	69.8	70.9	66.0	66.0	65.3
Approx # of projects funded in future construction		5 phased							
GO bond	GO bond	44.1	defer	4	4	8			
major maintenance	GO bond		defer	14	existing major maintenance list done				
<b>\$238 m Senate CS for GO Bonds</b>									
School construction - complete 1-8		109.0							
School construction - phase 9-13		4.9							
School major maintenance - Anchorage		12.8							
School major maintenance - rural		41.8							
University		62.0							
Museums		7.0							
<b>Total</b>		<b>237.5</b>							

FY2003 Proposed - GO Bond Grant Package for  
 School Construction and Major Maintenance Projects from FY2003 Priority Lists

*Senate CS for Bonds*

Apr 6	School District	Project Name	State Share	Aggregate Amount
<b>School Construction</b>				
1	Yupit	Tuluksak School Improvement	\$17,703,793	\$17,703,793
2	Yupit	Akiak School Improvement	\$13,228,730	\$30,932,523
3	Yupit	Akiachak School Improvement	\$19,099,094	\$50,031,617
4	Lower Yukon	Scammon Bay Replacement School	\$17,029,762	\$67,061,379
5	Bering Strait	Teller K-12 Remodel/Addition	\$9,426,570	\$76,487,949
6	Lower Yukon	Hooper Bay Addition/Renovation	\$24,423,457	\$100,911,416
7	Yukon Flats	Circle School Replacement	\$4,068,521	\$104,979,937
8	Southeast Island	Naukati School Replacement	\$4,018,031	\$108,997,968
9	Lower Yukon	Sheldon Point (Nunam Iqua) School Improvement	\$728,549	\$109,726,517
10	Bering Strait	White Mountain K-12 Remodel/Addition	\$1,138,767	\$110,865,284
11	Yukon Flats	Arctic Village Addition/Renovation	\$679,162	\$111,544,446
12	Southeast Island	Howard Valenline School Improvement	\$340,170	\$111,884,616
13	Southwest Region	New Stuyahok School Improvement	\$2,009,178	\$113,893,794
<b>Subtotal Construction</b>			<b>\$1,389,794</b>	
<b>Major Maintenance</b>				
1	Anchorage	Wendler Middle School Building Renovation Phase 2	\$12,821,521	\$12,821,521
2	Lower Yukon	Hooper Bay Structural Repairs	\$258,901	\$13,080,422
4	Chatham	Gustavus Gymnasium Renovation	\$394,065	\$13,474,487
6	Copper River	Glennallen Elementary School Upgrade	\$927,069	\$14,401,556
8	Hoonah City	Hoonah Elementary Major Maintenance	\$1,805,501	\$16,207,057
9	Yupit	Akiak Elementary School Repairs	\$3,234	\$16,210,291
10	Chatham	Angoon ADA Access Renovation	\$134,806	\$16,345,097
11	Copper River	Glennallen High School Gym Renovation	\$152,709	\$16,497,806
15	Hydaburg City	Hydaburg School Renovation	\$5,822,106	\$22,319,912
21	Galena	Galena High School Floor Renovation	\$154,841	\$22,474,753
22	Skagway City	Skagway Roof Replacement	\$177,756	\$22,652,509
23	Nenana City	Nenana Kitchen/Cafeteria Renovation	\$324,237	\$22,976,796
25	St Marys	Elicavicular Elementary Boiler Replacement	\$161,346	\$23,138,142
27	Yukon-Koyukuk	Kallag School Renovation	\$2,461,577	\$25,599,719
28	Tanana City	Tanana Major Maintenance	\$2,606,707	\$28,206,426
30	Yakutat City	Yakutat High School Gymnasium Structural Repair	\$125,801	\$28,332,227
40	Chatham	Kukwan Mechanical System Renovation	\$138,137	\$28,470,364
41	Chugach	Chenegas Bay Major Maintenance	\$10,520	\$28,480,884
42	Yukon Flats	Chalkyitsik Sewage Lagoon & Water Tank Project	\$156,249	\$28,637,133
43	Kake City	Kake Middle School Renovation	\$470,415	\$29,107,548
45	St Marys	Elicavicular Elementary Tank Farm Upgrades	\$210,035	\$29,325,583
47	Kuspuk	Kalskag George Morgan Sr. High School Sewage System Replacement	\$452,647	\$29,778,230
48	Yupit	Akiak High School Access Ramp	\$29,821	\$29,808,051

phased  
 phased  
 phased  
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 phased

**FY2003 Proposed - GO Bond Grant Package for  
School Construction and Major Maintenance Projects from FY2003 Priority Lists**

Apr 6	School District	Project Name	State Share	Aggregate Amount
55	Nenana City	Nenana Vocational Education Building Renovation	\$494,205	\$30,302,256
62	Alaska Gateway	Northway School Structural Upgrade	\$956,636	\$31,258,892
63	Alaska Gateway	Tellin Sewer Line Project	\$77,081	\$31,335,973
64	Nenana City	Nenana ADA Access	\$173,195	\$31,509,168
67	Yukon-Koyukuk	District-Wide Structural Repairs	\$474,162	\$31,983,330
70	Yukon-Koyukuk	District-Wide Fuel Tank Upgrades	\$5,066,932	\$37,050,262
73	Yakutat City	Yakutat High School Interior Renovation	\$72,258	\$37,122,520
74	Chugach	District-Wide Fuel Tank Upgrade	\$133,428	\$37,255,948
78	Chugach	Tatitlek Generator Replacement	\$154,312	\$37,410,260
80	Yukon-Koyukuk	District-Wide ADA Code Upgrades	\$981,036	\$38,391,296
84	St Marys	Elicavicular Elementary Gymnasium/Cafeteria Upgrade	\$339,567	\$38,730,863
85	Lower Kuskokwim	District-Wide Asbestos Abatement	\$5,126,507	\$43,857,370
86	Hoonah City	Hoonah Pool Upgrades	\$171,092	\$44,028,462
87	Lower Kuskokwim	Bethel Region High School Deferred Maintenance	\$10,505,286	\$54,533,748
89	Yukon Flats	Fort Yukon High School Gym Sprinklers	\$109,406	\$54,643,154
<b>Subtotal Maintenance</b>			<b>\$54,643,154</b>	
<b>Total GO Bond Grant Package</b>			<b>\$168,536,948</b>	

FY2003 Proposed - 65% Debt Reimbursement Package for  
School Construction and Major Maintenance Projects from FY2003 Priority Lists

*Debt (from current list)*

Apr 6	School District	Project Name	Amount Requested	Aggregate Amount
<b>School Construction</b>				
14	Northwest Arctic	Ambler K-12 Replacement School	\$10,822,252	\$10,822,252
16	Northwest Arctic	Kobuk School Boiler Upgrade	\$176,418	\$10,998,670
29	Northwest Arctic	Noatak School Improvement	\$23,339,427	\$34,338,097
34	Cordova	Mount Eccles Elementary School Addition/Renovation	\$3,836,531	\$38,174,628
37	Haines	Haines Kitchen Remodel & Cafeteria Addition	\$638,503	\$38,813,131
38	Juneau City Borough	New Juneau Douglas High School Design & Construction	\$49,925,937	\$88,739,068
43	Northwest Arctic	Kotzebue School Improvement	\$28,023,902	\$116,762,970
44	Craig City	Craig Elementary School Addition	\$2,035,282	\$118,798,252
46	Kenai Peninsula	Soldotna Middle School Remodel	\$898,000	\$119,696,252
47	Petersburg City	Petersburg High School/Middle School Renovation, Kitchen & Cafeteria	\$656,237	\$120,352,489
48	Anchorage	Service High School Renewal, Phase 2A, 2B, & 3	\$44,995,000	\$165,347,489
49	Anchorage	East High School Phases 2 through 5	\$29,525,000	\$194,872,489
50	Lake & Peninsula	Port Alsworth Library Renovation/Relocation	\$363,904	\$195,236,393
53	Anchorage	Bartlett High School Phase 2 & 3	\$47,500,000	\$242,736,393
54	Anchorage	Chugiak High School Phase 4	\$9,860,000	\$252,596,393
55	Sitka City Borough	Baranof Covered Physical Education Area	\$360,664	\$252,957,057
	Mal-Su Borough	Nutrition Services Facility	\$4,000,000	\$256,957,057
<b>Subtotal Construction</b>			<b>\$256,957,057</b>	
<b>Major Maintenance</b>				
3	Sitka City Borough	Blatchley Waterline Emergency Repair	\$113,100	\$113,100
5	Ketchikan	Schoenbar Renovation	\$8,343,560	\$8,456,660
7	Petersburn City	District-Wide Major Maintenance	\$1,430,945	\$9,887,605
12	Valdez City	Hermon Hutchens Elementary School Roof Repair	\$2,154,221	\$12,041,826
13	North Slope Borough	Tikigaq School Renovation	\$5,756,401	\$17,798,227
17	Mal-Su Borough	Palmer Junior Middle School Sprinklers & Piping	\$1,199,165	\$18,997,392
18	Northwest Arctic	Shungnak K-12 Renovation	\$3,416,669	\$22,414,051
19	Haines	Haines Drainage	\$440,176	\$22,854,237
20	Cordova	Mt. Eccles Roof Replacement	\$384,917	\$23,239,154
24	Wrangell City	Wrangell District-Wide Major Maintenance	\$1,868,465	\$25,107,619
26	Anchorage	King Career Center Code Upgrade & Renovation	\$7,300,000	\$32,407,619
29	Fairbanks	District-Wide Fire Protection System Upgrades	\$1,736,173	\$34,143,792
31	Kodiak Island	Ouzinkie School Gym Renovation	\$1,015,713	\$35,159,505
33	Anchorage	Chester Valley Elementary School Renovation & Addition	\$9,650,000	\$44,809,505
34	Fairbanks	Salcha Elementary Fire Sprinkler Replacement	\$676,892	\$45,486,397
35	Mal-Su Borough	Su-Valley High School, Iditarod, Snowshoe Fire Alarms	\$466,055	\$45,952,452
36	Dillingham City	Dillingham Elementary School Weatherization	\$209,800	\$46,162,252

Updated May 16, 2002

**FY2003 Proposed - 65% Debt Reimbursement Package for  
School Construction and Major Maintenance Projects from FY2003 Priority Lists**

*Debt*

Apr 6	School District	Project Name	Amount Requested	Aggregate Amount
38	Craig City	Craig Elementary School Renovation	\$2,695,112	\$48,857,364
39	Sitka City Borough	Blatchley Water System Upgrades	\$361,973	\$49,219,337
44	Denali Borough	Cantwell School Sprinkler Installation & Heating System Upgrade	\$1,897,008	\$51,116,345
46	Sitka City Borough	District-Wide Lighting Retrofit	\$1,459,401	\$52,575,746
50	Kodiak Island	Old Harbor Gym Voc-Ed Renovation	\$1,565,715	\$54,141,461
51	Kenai Peninsula	Kenai Middle School Fire Alarm Upgrades	\$459,242	\$54,600,703
52	Denali Borough	Cantwell School Roof Replacement & Code Upgrade	\$525,475	\$55,126,178
53	Fairbanks	Joy Elementary Roof Repair/Replacement	\$926,969	\$56,053,147
54	Lake & Peninsula	District-Wide Roofing, Siding & Window Replacement	\$2,123,362	\$58,176,509
56	Fairbanks	District-Wide Heating & Ventilation Upgrades	\$2,562,000	\$60,738,509
57	Haines	Haines High School Exterior Major Maintenance & Repairs	\$218,644	\$60,957,153
58	Anchorage	District-Wide Roof Replacement & Repairs	\$1,860,000	\$62,817,153
60	Denali Borough	Anderson School Heating & Ventilation Upgrade	\$1,466,620	\$64,682,773
66	Northwest Arctic	Deering Improvements Phase I	\$2,001,725	\$66,684,498
68	Fairbanks	Elevator Modification & Sprinklers-Administration Center	\$256,200	\$66,940,698
69	Fairbanks	District-Wide Roofing Replacement/Major Repair	\$2,608,200	\$69,548,398
71	Fairbanks	District-Wide Traffic Safety Upgrades	\$1,576,609	\$71,125,507
72	Dillingham City	Dillingham High School Gym Roof	\$225,930	\$71,351,437
75	Craig City	Craig Middle School Renovation	\$3,156,064	\$74,507,501
76	Fairbanks	District-Wide Safety System Upgrades	\$2,017,598	\$76,525,099
79	Denali Borough	Anderson School Septic Leach-Field Replacement	\$200,523	\$76,725,622
81	Anchorage	District-Wide Mechanical Projects	\$14,500,000	\$91,225,622
82	Lake & Peninsula	District-Wide Mechanical Heating/Waste Heat Upgrade	\$1,242,869	\$92,468,491
83	Dillingham City	Dillingham High School Fire Panel Replacement	\$92,318	\$92,560,809
92	Northwest Arctic	Kivalina K-12 Improvement Project	\$858,683	\$93,419,492
93	Fairbanks	District-Wide Flooring System Replacement	\$3,080,405	\$96,499,897
94	Dillingham City	Dillingham Elementary Gym Floor	\$73,660	\$96,573,557
95	Anchorage	District-Wide Minor Building Renewal Projects	\$6,205,000	\$102,778,557
96	Fairbanks	District-Wide Communication System Upgrades	\$1,241,914	\$104,020,471
102	Aleutians East	Sand Point School Front Entrance	\$250,000	\$104,270,471
103	Fairbanks	District-Wide Lighting System Upgrade	\$1,391,040	\$105,661,511
104	Anchorage	District-Wide Traffic Safety Upgrades	\$1,125,000	\$106,786,511
107	Dillingham City	Dillingham Oil Tank Removal/Replacement	\$239,229	\$107,025,740
112	Anchorage	Birchwood and Girdwood Elementary Schools and Chugiak High School Public Water/Sewer Service	\$5,300,000	\$112,325,740
114	Anchorage	District Electrical Projects	\$1,235,000	\$113,560,740
115	Anchorage	District-Wide Hazardous Materials/ADA Code Issues	\$1,615,000	\$115,175,740
<b>Subtotal Maintenance</b>			<b>\$115,175,740</b>	
<b>Total 65% Debt Package</b>			<b>\$372,132,797</b>	

FY2003 School Construction and Major Maintenance  
Proposed Future Grants Based on GO Bond and 65% Debt Package

*Future Grants (ie. rest of current list)*

Apr 6	School District	Project Name	State Share	Aggregate Amount
9	Lower Yukon	Sheldon Point (Nunam Iqua) School Improvement	\$6,556,943	\$6,556,943
10	Bering Strait	White Mountain K-12 Remodel/Addition	\$10,248,901	\$16,805,844
11	Yukon Flats	Arctic Village Addition/Renovation	\$6,112,456	\$22,918,300
12	Southeast Island	Howard Valentine School Improvement	\$3,061,533	\$25,979,833
13	Southwest Region	New Stuyahok School Improvement	\$18,082,601	\$44,062,434
15	Lower Kuskokwim	Chief Paul Memorial School Addition	\$10,999,295	\$55,061,729
16	Lower Kuskokwim	D.R. Kiunya Memorial School Addition	\$5,521,728	\$60,583,457
17	Southeast Island	Hyder New School Construction	\$3,724,181	\$64,307,638
18	Lower Kuskokwim	JoAnn A. Alexie Memorial School Addition	\$6,525,453	\$70,833,091
19	Lower Kuskokwim	Kwigillingok School Addition	\$7,270,935	\$78,104,026
20	Bering Strait	Savoonga K-12 School Remodel/Replacement	\$20,023,082	\$98,127,108
21	Kuspuk	Upper Kalskag Joseph & Olinga Gregory Elementary School Replacement	\$4,751,231	\$102,878,339
22	Lower Kuskokwim	Chaptnguak School Addition	\$8,055,430	\$110,933,769
23	Bering Strait	St. Michael School Remodel/Addition	\$16,022,118	\$126,955,887
24	Southeast Island	Hollis School Improvement	\$2,469,171	\$129,425,058
25	Lower Kuskokwim	Kwethluk School Addition	\$7,220,954	\$136,646,012
26	Copper River	Glennallen Elementary School Replacement	\$6,869,996	\$143,516,008
27	Iditarod Area	Lime Village School Addition & New Well	\$574,891	\$144,090,899
28	Lower Kuskokwim	Kuinerrarmuit Elitnaurvait Addition	\$5,487,642	\$149,578,541
30	Lower Kuskokwim	Nightmute School Addition	\$5,508,356	\$155,086,899
31	Southeast Island	Outdoor Covered Physical Education Area	\$290,747	\$155,377,646
32	Lower Yukon	Emmonak Addition/Renovation	\$12,608,496	\$167,986,142
33	Kuspuk	Crooked Creek Johnnie John Sr. School Addition	\$2,207,787	\$170,193,929
35	Yukon-Koyukuk	Minto Addition/Renovation	\$5,050,930	\$175,254,859
36	Lower Kuskokwim	Z.J. Williams Memorial School Addition	\$5,713,131	\$180,967,990
39	Yukon-Koyukuk	Nulato School Improvement	\$11,369,149	\$192,337,139
40	Southeast Island	Kasaan Building Relocation	\$72,044	\$192,409,183
41	Yukon-Koyukuk	Allakaket Renovation/Addition	\$4,310,649	\$196,719,832
42	Alaska Gateway	Northway School Kitchen Remodel	\$58,930	\$196,778,762
45	Delta/Greely	Delta Junction Schools Renovation/Addition	\$12,958,349	\$209,747,111
51	Iditarod Area	Takolna School Bathroom Installation	\$44,694	\$209,791,805
52	Lower Kuskokwim	Bethel Elementary School	\$13,732,160	\$223,523,965
56	Southeast Island	Thorne Bay House Access Ramp	\$136,264	\$223,660,229
57	Galena	Galena Outdoor Multipurpose Area	\$1,719,665	\$225,379,894
58	Iditarod Area	McGrath School Bus Storage Building	\$416,315	\$225,796,209
Subtotal Construction			\$225,796,209	

*02 phase 1 projects built in 04*

*06*

*07*

*08*

FY2003 School Construction and Major Maintenance  
Proposed Future Grants Based on GO Bond and 65% Debt Package

*Future Grants*

Apr 6	School District	Project Name	State Share	Aggregate Amount
<b>Major Maintenance</b>				
90	Lower Kuskokwim	Kilbuck School Deferred Maintenance	\$5,073,146	\$5,073,146
91	St Marys	Andreafski High School Mechanical Upgrade	\$208,039	\$5,281,185
97	Lower Kuskokwim	Nelson Island Schools Deferred Maintenance	\$2,908,557	\$8,189,742
98	Lower Kuskokwim	Mikelnguut Eliinaurival School Deferred Maintenance	\$2,109,087	\$10,298,829
99	Iditarod Area	David Louis Memorial School Boiler Replacement & Relocation	\$174,587	\$10,473,416
100	Lower Kuskokwim	W. Miller Memorial School Deferred Maintenance	\$1,278,915	\$11,752,331
105	Lower Kuskokwim	Eek School Deferred Maintenance	\$596,355	\$12,348,686
106	Lower Kuskokwim	Rocky Mountain School Deferred Maintenance	\$491,254	\$12,839,940
108	Lower Kuskokwim	Akula School Deferred Maintenance	\$987,232	\$13,827,172
109	Lower Kuskokwim	Nuniwaarmiut School Deferred Maintenance	\$612,887	\$14,440,059
110	Lower Kuskokwim	L. Angapak Memorial School Deferred Maintenance	\$451,104	\$14,891,163
111	Lower Kuskokwim	P.T. Albert Memorial School Deferred Maintenance	\$511,330	\$15,402,493
113	Lower Kuskokwim	Qugcuun Memorial School Deferred Maintenance	\$98,015	\$15,500,508
<b>Subtotal Maintenance</b>			<b>\$15,500,508</b>	
<b>Total Future Grants</b>			<b>\$241,296,717</b>	

*all  
done  
in  
06*





22-LS1810C  
Ford  
5/17/02

5/18/02 adopted

**CS FOR HOUSE BILL NO. 2003(FIN)**

**IN THE LEGISLATURE OF THE STATE OF ALASKA**

**TWENTY-SECOND LEGISLATURE - SECOND SPECIAL SESSION**

**BY THE HOUSE FINANCE COMMITTEE**

**Offered:  
Referred:**

**Sponsor(s): HOUSE FINANCE COMMITTEE**

**A BILL**

**FOR AN ACT ENTITLED**

1 "An Act relating to construction, rehabilitation, and improvement of schools and  
2 education-related facilities; relating to municipal bond reimbursement for school  
3 construction; and providing for an effective date."

4 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

5 \* **Section 1.** 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 37.05.560, a district must

8 (1) be

9 (A) a rural educational attendance area;

10 (B) a municipal school district and, as of June 30 of the  
11 previous fiscal year, have a population of less than 1,000; or

12 (C) a municipal school district that operates schools on a  
13 military reservation; and

14 (2) provide a percentage share of the project cost, as determined under

1 (b) or (c) of this section. A district shall provide the required participating share  
2 within three years after the date that the appropriation bill funding the grant is passed  
3 by the legislature.

4 \* Sec. 2. AS 14.11.008(a) is repealed and reenacted to read:

5 (a) In order to receive a grant under this chapter or an appropriation under  
6 AS 37.05.560, a district must provide a percentage share of the project cost, as  
7 determined under (b) or (c) of this section. A district shall provide the required  
8 participating share within three years after the date that the appropriation bill funding  
9 the grant is passed by the legislature.

10 \* Sec. 3. AS 14.11.008 is amended by adding a new subsection to read:

11 (f) Grant funds provided to a municipal school district under (a)(1)(C) of this  
12 section may only be used for the costs of school construction or major maintenance for  
13 a school located on a military reservation.

14 \* Sec. 4. AS 14.11.011(a) is amended to read:

15 (a) A municipality that is a school district or a regional educational attendance  
16 area eligible under AS 14.11.008(a) may submit a request to the department for a  
17 grant under this chapter.

18 \* Sec. 5. AS 14.11.011(a) is repealed and reenacted to read:

19 (a) A municipality that is a school district or a regional educational attendance  
20 area may submit a request to the department for a grant under this chapter.

21 \* Sec. 6. AS 14.11.100(a) is amended to read:

22 (a) During each fiscal year, the state shall allocate to a municipality that is a  
23 school district the following sums:

24 (1) payments made by the municipality during the fiscal year two years  
25 earlier for the retirement of principal and interest on outstanding bonds, notes, or other  
26 indebtedness incurred before July 1, 1977, to pay costs of school construction;

27 (2) 90 percent of

28 (A) payments made by the municipality during the fiscal year  
29 two years earlier for the retirement of principal and interest on outstanding  
30 bonds, notes, or other indebtedness incurred after June 30, 1977, and before  
31 July 1, 1978, to pay costs of school construction;

1 (B) cash payments made after June 30, 1976, and before July 1,  
2 1978, by the municipality during the fiscal year two years earlier to pay costs  
3 of school construction;

4 (3) 90 percent of

5 (A) payments made by the municipality during the fiscal year  
6 two years earlier for the retirement of principal and interest on outstanding  
7 bonds, notes, or other indebtedness incurred after June 30, 1978, and before  
8 January 1, 1982, to pay costs of school construction projects approved under  
9 AS 14.07.020(a)(11);

10 (B) cash payments made after June 30, 1978, and before July 1,  
11 1982, by the municipality during the fiscal year two years earlier to pay costs  
12 of school construction projects approved under AS 14.07.020(a)(11);

13 (4) subject to (h) and (i) of this section, up to 90 percent of

14 (A) payments made by the municipality during the current  
15 fiscal year for the retirement of principal and interest on outstanding bonds,  
16 notes, or other indebtedness incurred after December 31, 1981, and authorized  
17 by the qualified voters of the municipality before July 1, 1983, to pay costs of  
18 school construction, additions to schools, and major rehabilitation projects that  
19 exceed \$25,000 and are approved under AS 14.07.020(a)(11);

20 (B) cash payments made after June 30, 1982, and before July 1,  
21 1983, by the municipality during the fiscal year two years earlier to pay costs  
22 of school construction, additions to schools, and major rehabilitation projects  
23 that exceed \$25,000 and are approved under AS 14.07.020(a)(11); and

24 (C) payments made by the municipality during the current  
25 fiscal year for the retirement of principal and interest on outstanding bonds,  
26 notes, or other indebtedness to pay costs of school construction, additions to  
27 schools, and major rehabilitation projects that exceed \$25,000 and are  
28 submitted to the department for approval under AS 14.07.020(a)(11) before  
29 July 1, 1983, and approved by the qualified voters of the municipality before  
30 October 15, 1983, not to exceed a total project cost of (i) \$6,600,000 if the  
31 annual growth rate of average daily membership of the municipality is more

1 than seven [7] percent but less than 12 percent, or (ii) \$20,000,000 if the  
2 annual growth rate of average daily membership of the municipality is 12  
3 percent or more; payments made by a municipality under this subparagraph on  
4 total project costs that exceed the amounts set out in (i) and (ii) of this  
5 subparagraph are subject to (5)(A) of this subsection;

6 (5) subject to (h) - (j) of this section, 80 percent of

7 (A) payments made by the municipality during the fiscal year  
8 for the retirement of principal and interest on outstanding bonds, notes, or  
9 other indebtedness authorized by the qualified voters of the municipality

10 (i) after June 30, 1983, but before March 31, 1990, to  
11 pay costs of school construction, additions to schools, and major  
12 rehabilitation projects that exceed \$25,000 and are approved under  
13 AS 14.07.020(a)(11); or

14 (ii) before July 1, 1989, and reauthorized before  
15 November 1, 1989, to pay costs of school construction, additions to  
16 schools, and major rehabilitation projects that exceed \$25,000 and are  
17 approved under AS 14.07.020(a)(11); and

18 (B) cash payments made after June 30, 1983, by the  
19 municipality during the fiscal year two years earlier to pay costs of school  
20 construction, additions to schools, and major rehabilitation projects that exceed  
21 \$25,000 and are approved by the department before July 1, 1990, under  
22 AS 14.07.020(a)(11);

23 (6) subject to (h) - (j) and (m) of this section, 70 percent of payments  
24 made by the municipality during the fiscal year for the retirement of principal and  
25 interest on outstanding bonds, notes, or other indebtedness authorized by the qualified  
26 voters of the municipality on or after April 30, 1993, but before July 1, 1996, to pay  
27 costs of school construction, additions to schools, and major rehabilitation projects  
28 that exceed \$200,000 and are approved under AS 14.07.020(a)(11);

29 (7) subject to (h) - (j) and (m) of this section, 70 percent of payments  
30 made by the municipality during the fiscal year for the retirement of principal and  
31 interest on outstanding bonds, notes, or other indebtedness authorized by the qualified

1 voters of the municipality after March 31, 1990, but before April 30, 1993, to pay  
2 costs of school construction, additions to schools, and major rehabilitation projects;

3 (8) subject to (h), (i), (i)(2) - (5) [(j)(2) - (4)], and (n) of this section  
4 and after projects funded by the bonds, notes, or other indebtedness have been  
5 approved by the commissioner, 70 percent of payments made by the municipality  
6 during the fiscal year for the retirement of principal and interest on outstanding bonds,  
7 notes, or other indebtedness authorized by the qualified voters of the municipality on  
8 or after July 1, 1995, but before July 1, 1998, to pay costs of school construction,  
9 additions to schools, and major rehabilitation projects that exceed \$200,000 and are  
10 approved under AS 14.07.020(a)(11);

11 (9) subject to (h), (i), (i)(2) - (5) [(j)], and (n) of this section and after  
12 projects funded by the bonds, notes, or other indebtedness have been approved by the  
13 commissioner, 70 percent of payments made by the municipality during the fiscal year  
14 for the retirement of principal and interest on outstanding bonds, notes, or other  
15 indebtedness authorized by the qualified voters of the municipality on or after July 1,  
16 1998, but before July 1, 2006 [2004], to pay costs of school construction, additions to  
17 schools, and major rehabilitation projects that exceed \$200,000 and are approved  
18 under AS 14.07.020(a)(11);

19 (10) subject to (h), (i), (i)(2) - (5) [(j)(2) - (4)], and (o) of this section,  
20 and after projects funded by the bonds, notes, or other indebtedness have been  
21 approved by the commissioner, 70 percent of payments made by the municipality  
22 during the fiscal year for the retirement of principal and interest on outstanding bonds,  
23 notes, or other indebtedness authorized by the qualified voters of the municipality on  
24 or after June 30, 1998, to pay costs of school construction, additions to schools, and  
25 major rehabilitation projects that exceed \$200,000, are approved under  
26 AS 14.07.020(a)(11), and are not reimbursed under (n) of this section;

27 (11) subject to (h), (i), and (i)(2) - (5) of this section, and after  
28 projects funded by the bonds, notes, or other indebtedness have been approved  
29 by the commissioner, 70 percent of payments made by a municipality during the  
30 fiscal year for the retirement of principal and interest on outstanding bonds,  
31 notes, or other indebtedness authorized by the qualified voters of the

1 municipality on or after June 30, 1999, but before July 1, 2006, to pay costs of  
2 school construction, additions to schools, and major rehabilitation projects and  
3 education related facilities that exceed \$200,000, are approved under  
4 AS 14.07.020(a)(11), and are not reimbursed under (n) or (o) of this section;

5 (12) subject to (h), (i), and (j)(2), (3), and (5) of this section, 60 percent of  
6 payments made by a municipality during the fiscal year for the retirement of  
7 principal and interest on outstanding bonds, notes, or other indebtedness  
8 authorized by the qualified voters of the municipality on or after June 30, 1999,  
9 but before July 1, 2006, to pay costs of school construction, additions to schools,  
10 and major rehabilitation projects and education related facilities that exceed  
11 \$200,000, are reviewed under AS 14.07.020(a)(11), and are not reimbursed under  
12 (n) or (o) of this section.

13 \* Sec. 7. AS 14.11.100(j) is amended to read:

14 (j) Except as provided in (l) of this section, the state may not allocate money  
15 to a municipality for a school construction project under (a)(5), (6), (7), or (9) of this  
16 section unless the municipality complies with the requirements of (1) - (5) [(1) - (4)]  
17 of this subsection, the project is approved by the commissioner before the local vote  
18 on the bond issue for the project or for bonds authorized after March 31, 1990, but on  
19 or before April 30, 1993, the bonds are approved by the commissioner before  
20 reimbursement by the state, and the local vote occurs before July 1, 1987, or after  
21 June 30, 1988. In approving a project under this subsection, and to the extent required  
22 under (a)(8) or (10) of this section, the commissioner shall require

23 (1) the municipality to include on the ballot for the bond issue, for  
24 bonds authorized on or before March 31, 1990, or after April 30, 1993, the estimated  
25 total cost of each project including estimated total interest, estimated annual operation  
26 and maintenance costs, the estimated amounts that will be paid by the state and by the  
27 municipality, and the approximate amount that would be due in annual taxes on  
28 \$100,000 in assessed value to retire the debt;

29 (2) that the bonds may not be refunded unless the annual debt service  
30 on the refunding issue is not greater than the annual debt service on the original issue;

31 (3) that the bonds must be repaid in approximately equal annual

1 principal payments or approximately equal debt service payments over a period of at  
2 least 10 years;

3 (4) the municipality to demonstrate need for the project by establishing  
4 that the school district has

5 (A) projected long-term student enrollment that indicates the  
6 district has inadequate facilities to meet present or projected enrollment;

7 (B) facilities that require repair or replacement in order to meet  
8 health and safety laws or regulations or building codes;

9 (C) demonstrated that the project will result in a reduction in  
10 annual operating costs that economically justifies the cost of the project; or

11 (D) facilities that require modification or rehabilitation for the  
12 purpose of improving the instructional program;

13 (5) evidence acceptable to the department that the district

14 (A) has a preventive maintenance plan that

15 (i) includes a computerized maintenance  
16 management program, cardex system, or other formal systematic  
17 means of tracking the timing and costs associated with planned and  
18 completed maintenance activities, including scheduled preventive  
19 maintenance;

20 (ii) addresses energy management for buildings  
21 owned or operated by the district;

22 (iii) includes a regular custodial care program for  
23 buildings owned or operated by the district;

24 (iv) includes preventive maintenance training for  
25 facility managers and maintenance employees; and

26 (v) includes renewal and replacement schedules for  
27 electrical, mechanical, structural, and other components of  
28 facilities owned or operated by the district; and

29 (B) is adequately following the preventive maintenance  
30 plan.

31 \* Sec. 8. AS 14.11.100(n) is amended to read:

1 (n) The total amount of school construction projects approved for  
2 reimbursement by the department under (a)(8) or (9) of this section

3 (1) may not exceed \$357,143,000; and

4 (2) after June 30, 1995, and until July 1, 2006 [2003], shall be  
5 allocated as follows:

6 (A) \$154,286,000 shall be allocated to projects in a  
7 municipality with a public school enrollment of 25,000 or more students in  
8 fiscal year 1998, as determined under AS 14.17.160;

9 (B) \$57,143,000 shall be allocated to projects in a municipality  
10 with a public school enrollment of at least 15,000 but less than 25,000 students  
11 in fiscal year 1998, as determined under AS 14.17.160;

12 (C) \$145,714,000 shall be allocated to projects in a  
13 municipality with a public school enrollment of less than 15,000 students in  
14 fiscal year 1998, as determined under AS 14.17.160; allocations under this  
15 subparagraph

16 (i) shall first be made to projects described under (a)(8)  
17 of this section and then made to projects described under (a)(9) of this  
18 section; and

19 (ii) may not exceed \$16,000,000 to projects in a  
20 municipality with a public school enrollment of less than 4,000  
21 students in fiscal year 1998 as determined under AS 14.17.160.

22 \* Sec. 9. AS 14.11.100(o) is amended to read:

23 (o) The total amount of school construction projects approved for  
24 reimbursement by the department under (a)(10) of this section

25 (1) may not exceed \$180,064,912; and

26 (2) after June 30, 1998, and until July 1, 2006 [2004], shall be  
27 allocated as follows:

28 (A) \$77,897,000 to projects in a municipality with a public  
29 school enrollment of 25,000 or more students in fiscal year 2000, as  
30 determined under AS 14.17.500;

31 (B) \$14,571,000 to projects in a municipality with a public

1 school enrollment of at least 15,000 but less than 25,000 students in fiscal year  
2 2000, as determined under AS 14.17.500;

3 (C) \$14,143,000 to projects in a municipality with a public  
4 school enrollment of at least 10,000 but less than 15,000 students in fiscal year  
5 2000, as determined under AS 14.17.500;

6 (D) \$7,429,000 to projects in a municipality with a public  
7 school enrollment of at least 7,500 but less than 10,000 students in fiscal year  
8 2000, as determined under AS 14.17.500;

9 (E) \$20,712,912 to projects in a municipality with a public  
10 school enrollment of at least 5,000 but less than 7,500 students in fiscal year  
11 2000, as determined under AS 14.17.500;

12 (F) \$2,660,000 to projects in a municipality with a public  
13 school enrollment of at least 2,750 but less than 3,000 students in fiscal year  
14 2000, as determined under AS 14.17.500;

15 (G) \$454,000 to projects in a municipality with a public school  
16 enrollment of at least 2,400 but less than 2,750 students in fiscal year 2000, as  
17 determined under AS 14.17.500;

18 (H) \$36,290,000 to projects in a municipality with a public  
19 school enrollment of at least 2,050 but less than 2,400 students in fiscal year  
20 2000, as determined under AS 14.17.500;

21 (I) \$329,000 to projects in a municipality with a public school  
22 enrollment of at least 1,700 but less than 1,750 students in fiscal year 2000, as  
23 determined under AS 14.17.500;

24 (J) \$286,000 to projects in a municipality with a public school  
25 enrollment of at least 650 but less than 725 students in fiscal year 2000, as  
26 determined under AS 14.17.500;

27 (K) \$519,000 to projects in a municipality with a public school  
28 enrollment of at least 500 but less than 525 students in fiscal year 2000, as  
29 determined under AS 14.17.500;

30 (L) \$2,224,000 to projects in a municipality with a public  
31 school enrollment of at least 425 but less than 482 students in fiscal year 2000,

1 as determined under AS 14.17.500;

2 (M) \$2,550,000 to projects in a municipality with a public  
3 school enrollment of at least 290 but less than 305 students in fiscal year 2000,  
4 as determined under AS 14.17.500.

5 \* Sec. 10. AS 14.11.100(k) is repealed.

6 \* Sec. 11. AS 14.11.008(f) is repealed July 1, 2006.

7 \* Sec. 12. The uncodified law of the State of Alaska is amended by adding a new section to  
8 read:

9 INTERVENING AMENDMENTS. It is the intent of the legislature that intervening  
10 amendments affected by repeal and reenactment of law in this Act are not to be carried  
11 forward once the repeal and reenactment of law in this Act takes effect.

12 \* Sec. 13. The uncodified law of the State of Alaska is amended by adding a new section to  
13 read:

14 REPORT TO THE LEGISLATURE. By February 1, 2006, the Department of  
15 Education and Early Development shall provide to the governor and make available to the  
16 public and the legislature a report on the effectiveness of the school construction grant and  
17 school construction debt reimbursement program under AS 14.11.

18 \* Sec. 14. The uncodified law of the State of Alaska is amended by adding a new section to  
19 read:

20 CONTINGENT EFFECT OF CERTAIN SECTIONS. Sections 2, 5, 11, and 12 of  
21 this Act take effect only if, under sec. 15 of this Act, secs. 1, 3, and 4 of this Act take effect.

22 \* Sec. 15. Sections 1, 3, 4, 6 - 10, and 13 of this Act take effect on the date that the director  
23 of elections certifies to the revisor of statutes that a majority of the qualified voters of the state  
24 who vote on the question at the 2002 general election affirmatively voted to authorize the  
25 contracting of state debt for the purpose of financing capital improvements and major  
26 maintenance for schools in rural educational attendance areas or municipal school districts.

27 \* Sec. 16. If, under sec. 14 of this Act, secs. 2, 5, 11, and 12 of this Act take effect, they  
28 take effect July 1, 2006.

29 \* Sec. 17. Except as provided in secs. 15 and 16 of this Act, this Act takes effect  
30 immediately under AS 01.10.070(c).

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HB 2003 creates two municipal school bond reimbursement programs, which would allow local governments to choose between the reimbursement rates and the level of oversight by the Department of Education and then place the school bond issue before the voters.

The first of the programs is just simply a re-authorization of our old school bond debt program, where, after approval of the Department of Education, the municipality may place before the voters a bond issue for schools with the state paying 70 percent of the bonds, and the local government paying 30 percent.

The other program is similar but with only a 60 percent reimbursement rate and the local government paying 40 percent. This program allows the local governments to select their school projects without the prior approval of the Department of Education. The Department would only review the projects to assure compliance with other laws.

Both projects sunset in 2006.

This legislation also has contingent language linking this authorization for municipal school construction to the financing of capital improvements and major maintenance for school in rural educational attendance areas or municipal school districts, which will be placed on the November 2002 general election. The voters of the State of Alaska must vote in the affirmative on this bond issue, before this school debt program is authorized.