

HB

451

SFIN

FILE

HB 451

was referred to the
Senate Finance
Committee

Hearing(s) were held

The bill did not move
from Committee



OFFICIAL BUSINESS

Alaska State Legislature
Senate
Office of the Secretary

STATE CAPITOL, ROOM 213
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FOR YOUR IMMEDIATE ATTENTION

DATE: May 14, 2002
TO: Finance Committee
(Mindy - Room 520)
FROM: Office of the Senate Secretary
SUBJ: Waived Bill(s)

The Chair of the Committee noted above has waived referral on the following bill(s):

RETRIEVE

CS FOR HOUSE BILL NO. 182(FIN) am

"An Act relating to certain vehicles, including motorcycles and trailers; relating to the registration, bonding, and other regulation of motor vehicle dealers; relating to the registration and other regulation of certain motor vehicle buyers' agents; relating to acts and transactions involving vehicles, including trailers, and to the acts and practices of certain persons and entities involved in vehicle transactions, including trailer transactions; relating to consumer protection for used vehicle buyers; amending Rule 3, Alaska Rules of Civil Procedure; and providing for an effective date."

CS FOR HOUSE BILL NO. 203(FIN)

"An Act making an appropriation to the Legislative Council for a study of school district cost factors; and providing for an effective date."

HOUSE BILL NO. 451 am

"An Act relating to municipal bond reimbursement for school construction; and providing for an effective date."

Please give the bill file(s) to the page for forwarding to the next Committee of referral. Thank you.

SENATE FINANCE COMMITTEE
5/9/2002 COMMITTEE ACTION

Bill Number	HB 451		
Amendment	CS "J"		
Motion	adopt as working draft		
<u>Motion by</u>	Wilken		
<u>Objection by</u>	Green		
<u>Removed</u>			
<u>Second Objection by</u>			
<u>Committee Member</u>	Y	Vote	N
Senator Olson			
Senator Ward			
Senator Wilken			
Senator Austerman			
Senator Green			
Senator Hoffman			
Senator Leman			
Co-Chair Donley			
Co-Chair Kelly			
<u>Tally</u>			
Yea			
Nay			
Absent			
<u>MOTION</u>	Withdrawn		

SENATE CS FOR HOUSE BILL NO. 451(FIN)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-SECOND LEGISLATURE - SECOND SESSION

BY THE SENATE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): REPRESENTATIVES JAMES, Stevens, Dyson, Fate

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to municipal bond reimbursement for school construction; and
2 providing for an effective date."

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

4 * Section 1. AS 14.11.100(a)(8) is amended to read:

5 (8) subject to (h), (i), (j)(2) - (5) [(j)(2) - (4)], and (n) of this section
6 and after projects funded by the bonds, notes, or other indebtedness have been
7 approved by the commissioner, 70 percent of payments made by the municipality
8 during the fiscal year for the retirement of principal and interest on outstanding bonds,
9 notes, or other indebtedness authorized by the qualified voters of the municipality on
10 or after July 1, 1995, [BUT BEFORE JULY 1, 1998,] to pay costs of school
11 construction, additions to schools, and major rehabilitation projects that exceed
12 \$200,000 and are approved under AS 14.07.020(a)(11);

13 * Sec. 2. AS 14.11.100(a)(9) is amended to read:

14 (9) subject to (h), (i), (j), and (n) of this section and after projects

1 funded by the bonds, notes, or other indebtedness have been approved by the
2 commissioner, 70 percent of payments made by the municipality during the fiscal year
3 for the retirement of principal and interest on outstanding bonds, notes, or other
4 indebtedness authorized by the qualified voters of the municipality on or after July 1,
5 1998, [BUT BEFORE JULY 1, 2004,] to pay costs of school construction, additions to
6 schools, and major rehabilitation projects that exceed \$200,000 and are approved
7 under AS 14.07.020(a)(11);

8 * Sec. 3. AS 14.11.100(a)(10) is amended to read:

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

17 * Sec. 4. AS 14.11.100(j) is amended to read:

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

27 (1) the municipality to include on the ballot for the bond issue, for
28 bonds authorized on or before March 31, 1990, or after April 30, 1993, the estimated
29 total cost of each project including estimated total interest, estimated annual operation
30 and maintenance costs, the estimated amounts that will be paid by the state and by the
31 municipality, and the approximate amount that would be due in annual taxes on

1 \$100,000 in assessed value to retire the debt;

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

4 (3) that the bonds must be repaid in approximately equal annual
5 principal payments or approximately equal debt service payments over a period of at
6 least 10 years;

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

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

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

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

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

17 **(5) evidence acceptable to the department that the district**

18 **(A) has a preventive maintenance plan that**

19 **(i) include a computerized maintenance**
20 **management program, cardex system, or other formal systematic**
21 **means of tracking the timing and costs associated with planned and**
22 **completed maintenance activities, including scheduled preventive**
23 **maintenance;**

24 **(ii) addresses energy management for buildings**
25 **owned or operated by the district;**

26 **(iii) includes a regular custodial care program for**
27 **buildings owned or operated by the district;**

28 **(iv) includes preventive maintenance training for**
29 **facility managers and maintenance employees;**

30 **(v) includes renewal and replacement schedules for**
31 **electrical, mechanical, structural, and other components of**

1 facilities owned or operated by the district; and

2 (B) is adequately following the preventive maintenance

3 plan.

4 * Sec. 5. AS 14.11.100(n) is amended to read:

5 (n) The total amount of school construction projects approved for
6 rein. ursement by the department under (a)(8) or (9) of this section

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

8 (2) after June 30, 1995 [AND UNTIL JULY 1, 2003,] shall be
9 allocated as follows:

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

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

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

20 (i) shall first be made to projects described under (a)(8)
21 of this section and then made to projects described under (a)(9) of this
22 section; and

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

26 * Sec. 6. AS 14.11.100(o) is amended to read:

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

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

30 (2) after June 30, 1998, [AND UNTIL JULY 1, 2004,] shall be
31 allocated as follows:

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

4 (B) \$14,571,000 to projects in a municipality with a public
5 school enrollment of at least 15,000 but less than 25,000 students in fiscal year
6 2000, as determined under AS 14.17.500;

7 (C) \$14,143,000 to projects in a municipality with a public
8 school enrollment of at least 10,000 but less than 15,000 students in fiscal year
9 2000, as determined under AS 14.17.500;

10 (D) \$7,429,000 to projects in a municipality with a public
11 school enrollment of at least 7,500 but less than 10,000 students in fiscal year
12 2000, as determined under AS 14.17.500;

13 (E) \$20,712,912 to projects in a municipality with a public
14 school enrollment of at least 5,000 but less than 7,500 students in fiscal year
15 2000, as determined under AS 14.17.500;

16 (F) \$2,660,000 to projects in a municipality with a public
17 school enrollment of at least 2,750 but less than 3,000 students in fiscal year
18 2000, as determined under AS 14.17.500;

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

22 (H) \$36,290,000 to projects in a municipality with a public
23 school enrollment of at least 2,050 but less than 2,400 students in fiscal year
24 2000, as determined under AS 14.17.500;

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

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

31 (K) \$519,000 to projects in a municipality with a public school

- 1 enrollment of at least 500 but less than 525 students in fiscal year 2000, as
2 determined under AS 14.17.500;
- 3 (L) \$2,224,000 to projects in a municipality with a public
4 school enrollment of at least 425 but less than 482 students in fiscal year 2000,
5 as determined under AS 14.17.500;
- 6 (M) \$2,550,000 to projects in a municipality with a public
7 school enrollment of at least 290 but less than 305 students in fiscal year 2000,
8 as determined under AS 14.17.500.
- 9 * Sec. 7. AS 14.11.100(k) is repealed.
- 10 * Sec. 8. This Act takes effect immediately under AS 01.10.070(c).

22-LS1524\C

Ford

5/2/02

SENATE CS FOR HOUSE BILL NO. 451(FIN)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-SECOND LEGISLATURE - SECOND SESSION

BY THE SENATE FINANCE COMMITTEE

Offered:

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Sponsor(s): REPRESENTATIVES JAMES, Stevens, Dyson, Fate

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2 providing for an effective date."

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- \$100,000 in assessed value to retire the debt;
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5 as determined under AS 14.17.500;

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

9 * **Sec. 7.** This Act takes effect immediately under AS 01.10.070(c).

ALASKA STATE LEGISLATURE

REPRESENTATIVE
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While in Juneau
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House of Representatives
House District 34

SPONSOR STATEMENT

HB 451

“An Act relating to municipal bond reimbursement for school construction; and providing for an effective date.”

HB 451 corrects the disparity in statute between grant proposals and bond reimbursement for school construction. Currently statute requires the presentation of a preventative maintenance plan when reviewing school construction grant proposals, but there is no such requirement for bond reimbursement. HB 451 would correct this disparity to require a preventative maintenance plan in bond reimbursement proposals.

Sec. 1 – Amends AS 14.11.100(a)(8) to appropriately renumber statute sections for the inclusion of the new language.

Sec. 2 – Amends AS 14.11.100(a)(10) to appropriately renumber statute sections for the inclusion of the new language.

Sec. 3 – Amends AS 14.11.100(j) to appropriately renumber statute sections for the inclusion of the new language and includes the substantive language that establishes the requirement for a preventative maintenance plan and defines the constituent components of such a plan.

Sec. 4 – Provides for the effective date under AS 01.10.070(c)