

SB

64

<TARGET><BILL>SB 64</BILL><SUBJECT>SB
64</SUBJECT><COMM>HF IN29</COMM></TARGET>

Fiscal Note

State of Alaska
2015 Legislative Session

Bill Version:	CSSB 64(EDC)
Fiscal Note Number:	1
(S) Publish Date:	3/23/2015

Identifier: SB064CS(EDC)-EED-SDR-3-18-15
 Title: SCHOOL BOND DEBT REIMBURSEMENT
 Sponsor: FINANCE
 Requester: Senate Finance Committee

Department: Debt Service
 Appropriation: Debt Service
 Allocation: School Debt Reimbursement
 OMB Component Number: 153

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2016 Appropriation Requested	Included in Governor's FY2016 Request	Out-Year Cost Estimates				
			FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
OPERATING EXPENDITURES	***		***	***	***	***	***
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	***	0.0	***	***	***	***	***

Fund Source (Operating Only)

None							
Total	***	0.0	***	***	***	***	***

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues							
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Estimated SUPPLEMENTAL (FY2015) cost: 0.0 (separate supplemental appropriation required)
 (discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2016) cost: 0.0 (separate capital appropriation required)
 (discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

The Committee Substitute changes the effective date of the legislation from May 1, 2015 to January 1, 2015.

Prepared By:	Elizabeth Nudelman, Director	Phone:	(907)465-8679
Division:	School Finance and Facilities	Date:	03/18/2015 12:15 PM
Approved By:	Mike Hanley	Date:	03/18/15
Agency:	Commissioner		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2015 LEGISLATIVE SESSION

Analysis

Sectional Analysis

Sec. 1 adds a new subsection, AS 14.11.014(d), which closes the school debt program to new school bond debt applications for indebtedness authorized by voters from January 1, 2015 to June 30, 2020. (Note, debt authorized by voters prior to January 1, 2015 is not affected by this legislation.)

Sec. 2 amends AS 14.11.100(a)(16) by sunsetting the 70% program as of January 1, 2015. This section also amends AS 14.11.100(a)(18) by removing the section; which was passed under HB278 (Ch15 SLA14) to lower the 60% debt category to 50% effective May 15, 2015.

Sec. 3 adds new sections AS 14.11.100(a)(18) and AS 14.11.100(a)(19).

(18) The language added at AS 14.11.100(a)(18) parallels the language for the 70% program under AS 14.11.100(a)(16), but sets the reimbursement rate at 50% for bonds authorized by municipal voters on or after July 1, 2020.

(19) The language added at AS 14.11.100(a)(19) parallels the language for the 60% program at AS 14.11.100(a)(17), but sets the reimbursement rate to 40%; includes debt approved by voters on or after July 1, 2020.

Sec. 4 provides that the commissioner may not approve an application for bond debt reimbursement for school construction or major maintenance for indebtedness authorized by voters from January 1, 2015 to June 30, 2020.

Sec. 5 provides that the commissioner may not allocate funds to a municipality under AS 14.11.100 for the retirement of indebtedness authorized by voters from January 1, 2015 to June 30, 2020.

Sec. 6 repeals AS 14.11.014(d), AS 14.11.100(s), and AS 14.11.102(c) as of July 1, 2020.

Sec. 7 provides for retroactivity to January 1, 2015 for sections 1, 2, 4, and 5 of this Act.

Sec. 8 provides that section 3 this Act takes effect July 1, 2020.

Sec. 9 provides that sections 1, 2, 4, 5, and 7 of this Act takes effect immediately under AS 01.10.070(c).

2015 HOUSE FINANCE COMMITTEE VOTE SHEET

Failed
5/6

DATE: 3/30/15

Amendment: 1

MEMBER	Favor	Oppose
REP. WILSON		✓
REP. EDGMON	✓	
REP. GARA	✓	
REP. GATTIS		✓
REP. GUTTENBERG	✓	
REP. KAWASAKI	✓	
REP. MUNOZ	✓	
REP. PRUITT		✓
REP. SADDLER		✓
REP. NEUMAN		✓
REP. THOMPSON		✓

YEA 5 NAY 6

Failed
5/6

AMENDMENT #1

OFFERED IN THE HOUSE
TO: CSSB 64(EDC)

BY REPRESENTATIVE GARA

- 1 Page 1, lines 4 - 9:
- 2 Delete all material.
- 3
- 4 Page 1, line 10:
- 5 Delete "Sec. 2"
- 6 Insert "Section 1"
- 7
- 8 Renumber the following bill sections accordingly.
- 9
- 10 Page 7, line 1:
- 11 Delete "["
- 12
- 13 Page 7, line 2, through page 13, line 13:
- 14 Delete all material and insert:
- 15 "(18) subject to (h), (i), and (j)(2), (3), and (5) of this section, **40** [50]
- 16 percent of payments made by a municipality during the fiscal year for the retirement
- 17 of principal and interest on outstanding tax exempt bonds, notes, or other indebtedness
- 18 authorized by the qualified voters of the municipality on or after **January 1, 2015**
- 19 [MAY 1, 2015], to pay costs of school construction, additions to schools, and major
- 20 rehabilitation projects and education-related facilities that exceed \$200,000, are
- 21 reviewed under AS 14.07.020(a)(11), and are not reimbursed under (o) of this section;
- 22 **(19) subject to (h), (i), and (j)(2) - (5) of this section, and after**
- 23 **projects funded by the tax exempt bonds, notes, or other indebtedness have been**

1 approved by the commissioner, 50 percent of payments made by a municipality
2 during the fiscal year for the retirement of principal of and interest on
3 outstanding tax exempt bonds, notes, or other indebtedness authorized by the
4 qualified voters of the municipality on or after January 1, 2015, to pay costs of
5 school construction, additions to schools, and major rehabilitation projects and
6 education-related facilities that exceed \$200,000, are approved under
7 AS 14.07.020(a)(11), and are not reimbursed under (o) of this section."
8

9 Renumber the following bill sections accordingly.

10
11 Page 13, line 16:

12 Delete "Sections 1, 2, 4, and 5 of this Act are"

13 Insert "Section 1 of this Act is"
14

15 Page 13, line 18:

16 Delete all material.
17

18 Renumber the following bill section accordingly.
19

20 Page 13, line 19:

21 Delete "Sections 1, 2, 4, 5, and 7 of this Act take"

22 Insert "Section 2 of this Act takes"

2015 HOUSE FINANCE COMMITTEE VOTE SHEET

3/8
Failed

DATE: 3/30/15

Amendment: 2

MEMBER	Favor	Oppose
REP. KAWASAKI	✓	
REP. MUNOZ		✓
REP. PRUITT		✓
REP. SADDLER		✓
REP. WILSON		✓
REP. EDGMON		✓
REP. GARA	✓	
REP. GATTIS		✓
REP. GUTTENBERG	✓	
REP. NEUMAN		✓
REP. THOMPSON		✓

YEA 3 NAY 8

Failed
3/8

29-LS0557H.14
Glover
3/30/15

AMENDMENT #2

offered by
Rep. Kawasaki

OFFERED IN THE HOUSE
TO: CSSB 64(EDC)

- 1 Page 1, line 5, following "law,":
- 2 Insert "and except as provided in AS 14.11.100(a)(18),"
- 3
- 4 Page 1, line 8:
- 5 Delete "January 1"
- 6 Insert "November 15"
- 7
- 8 Page 6, line 21:
- 9 Delete "January 1"
- 10 Insert "November 15"
- 11
- 12 Page 6, line 29:
- 13 Delete "January 1"
- 14 Insert "November 15"
- 15
- 16 Page 7, line 1:
- 17 Delete "["
- 18
- 19 Page 7, lines 2 - 11:
- 20 Delete all material and insert:
- 21 "(18) subject to (h), (i), and (j)(2), (3), and (5) of this section, 50
- 22 percent of payments made by a municipality during the fiscal year for the retirement
- 23 of principal and interest on outstanding tax exempt bonds, notes, or other indebtedness

1 authorized by the qualified voters of the municipality **at a regularly scheduled**
 2 **municipal election** on or after **January 1** [MAY 1], 2015, **but before November 15,**
 3 **2016,** to pay costs of school construction, additions to schools, and major
 4 rehabilitation projects and education-related facilities that exceed \$200,000, are
 5 reviewed under AS 14.07.020(a)(11), and are not reimbursed under (o) of this
 6 section."

7
 8 Page 12, line 6:

9 Delete "January 1"

10 Insert "November 15"

11
 12 Page 12, line 14:

13 Delete "January 1"

14 Insert "November 15"

15
 16 Page 12, line 16, following "section":

17 Insert ";

18 (18) subject to (h), (i), and (j)(2), (3), and (5) of this section, 50 percent
 19 of payments made by a municipality during the fiscal year for the retirement of
 20 principal and interest on outstanding tax exempt bonds, notes, or other indebtedness
 21 authorized by the qualified voters of the municipality at a regularly scheduled
 22 municipal election on or after January 1, 2015, but before November 15, 2016, to pay
 23 costs of school construction, additions to schools, and major rehabilitation projects and
 24 education-related facilities that exceed \$200,000, are reviewed under
 25 AS 14.07.020(a)(11), and are not reimbursed under (o) of this section."

26
 27 Page 12, line 17:

28 Delete "**(18)**"

29 Insert "**(19)**"

30
 31 Page 12, line 26:

1 Delete "(19)"

2 Insert "(20)"

3

4 Page 13, line 4, following "law,":

5 Insert "and except as provided in AS 14.11.100(a)(18),"

6

7 Page 13, line 7:

8 Delete "January 1"

9 Insert "November 15"

10

11 Page 13, line 9:

12 Delete "The"

13 Insert "Except as provided in AS 14.11.100(a)(18), the"

14

15 Page 13, line 12:

16 Delete "January 1"

17 Insert "November 15"

18

19 Page 13, lines 14 - 17:

20 Delete all material.

21

22 Renumber the following bill sections accordingly.

23

24 Page 13, line 19:

25 Delete "Sections 1, 2, 4, 5, and 7"

26 Insert "Sections 1, 2, 4, and 5"

Liability Schedule

Fiscal Year	Statewide Liability																				Fiscal Year		
	ALEUT.E	ANCHORAGE	CORDOVA	DILLINGHAM	FAIRBANKS	HAINES	HOONAH	JUNEAU	KENAI	KETCHIKAN	KODIAK	LAKE&PEN	MAT-SU	NOME	N.SLOPE	NW ARCTIC	PETERSBURG	SITKA	UNALASKA	VALDEZ		WRANGELL	
FY15	712,598	47,337,158	966,117	823,059	9,966,820	906,016	68,819	14,120,739	2,901,869	2,804,258	4,190,420	1,871,458	20,320,278	222,509	1,638,400	4,228,145	492,518	2,519,241	688,179	1,685,751	205,940	118,670,291	FY15
FY16	772,831	47,021,235	968,389	825,508	9,689,273	905,491	68,345	12,469,723	2,894,381	2,807,717	4,161,965	1,876,364	20,129,203	221,924	0	4,223,539	490,186	2,508,481	688,424	1,685,294	209,790	114,618,062	FY16
FY17	852,172	42,396,021	966,868	823,234	9,460,084	906,629	71,299	12,332,766	2,887,982	2,704,667	4,165,244	970,144	20,123,945	220,884	0	4,252,372	488,570	2,508,531	688,678	1,684,298	179,060	108,683,446	FY17
FY18	714,038	40,192,889	965,157	824,773	8,996,596	906,139	15,050	11,094,548	2,862,008	2,704,036	4,152,867	971,416	20,118,835	223,142	0	4,244,770	490,775	2,517,148	691,819	1,686,709	176,680	104,349,395	FY18
FY19	729,809	40,113,951	964,014	821,974	7,301,249	908,099	14,350	8,687,282	2,855,324	2,704,780	4,160,383	969,982	17,465,279	224,739	0	4,247,980	488,960	2,510,709	688,940	1,686,718	177,660	97,521,980	FY19
FY20	733,277	39,769,927	966,996	821,974	6,057,165	905,509	0	7,331,306	2,850,662	2,263,274	4,154,549	972,749	15,795,475	164,310	0	4,245,811	489,586	1,915,932	299,049	1,683,830	178,360	91,399,739	FY20
FY21	739,401	39,559,365	964,164	823,269	6,065,786	904,920	0	6,754,622	2,623,354	1,289,514	4,156,713	972,304	15,192,046	165,001	0	4,244,530	491,674	1,616,539	0	1,682,081	178,574	88,423,857	FY21
FY22	742,813	32,403,760	932,026	823,522	5,153,625	905,893	0	5,832,802	2,616,212	1,289,291	4,153,833	972,988	14,501,090	162,387	0	2,131,377	484,193	1,617,595	0	1,681,448	0	76,404,855	FY22
FY23	703,632	31,536,366	900,696	825,491	5,157,947	905,078	0	2,839,504	2,612,058	1,282,661	4,153,276	972,475	14,490,180	166,291	0	2,129,808	485,305	1,616,510	0	1,681,968	0	72,459,248	FY23
FY24	753,310	25,211,397	900,705	821,957	3,841,628	902,738	0	1,084,707	1,945,409	441,166	4,152,631	971,451	14,490,518	156,107	0	1,582,296	487,680	1,614,708	0	1,682,421	0	61,040,827	FY24
FY25	778,551	19,580,518	901,427	823,024	3,185,629	902,484	0	451,530	1,942,837	443,257	4,150,615	972,390	13,904,267	63,594	0	431,385	483,275	1,123,996	0	1,676,919	0	51,815,919	FY25
FY26	793,375	12,745,116	899,313	825,431	2,609,852	900,743	0	0	1,940,648	443,309	3,235,972	971,792	12,122,803	64,488	0	431,790	310,368	682,767	0	1,593,900	0	40,571,869	FY26
FY27	801,831	12,743,257	899,051	825,445	2,338,325	0	0	0	1,938,156	248,362	3,233,459	969,657	10,045,446	0	0	0	53,698	681,500	0	1,593,150	0	36,371,338	FY27
FY28	806,876	10,737,357	899,510	822,996	1,708,060	0	0	0	1,935,434	247,796	3,233,910	972,646	10,045,613	0	0	0	0	682,270	0	1,592,550	0	33,685,017	FY28
FY29	806,963	7,625,131	899,223	0	1,106,580	0	0	0	1,933,283	247,922	2,860,364	970,426	10,048,455	0	0	0	0	285,968	0	1,591,950	0	28,376,264	FY29
FY30	0	6,132,723	0	0	1,108,744	0	0	0	1,931,552	246,880	2,859,721	969,828	10,044,167	0	0	0	0	285,884	0	1,594,200	0	25,173,700	FY30
FY31	0	5,287,227	0	0	528,248	0	0	0	1,928,060	247,244	2,860,451	971,451	8,993,642	0	0	0	0	288,597	0	1,593,000	0	22,697,920	FY31
FY32	0	5,285,035	0	0	526,841	0	0	0	1,138,113	246,395	2,426,333	971,194	7,167,094	0	0	0	0	0	0	1,591,350	0	19,352,355	FY32
FY33	0	5,282,618	0	0	0	0	0	0	1,139,075	246,194	2,426,858	971,621	2,301,425	0	0	0	0	0	0	0	0	12,367,792	FY33
FY34	0	4,701,737	0	0	0	0	0	0	0	246,604	1,242,150	969,828	1,569,050	0	0	0	0	0	0	0	0	8,729,369	FY34
TOTALS	11,441,277	475,662,791	13,993,657	11,531,657	84,802,453	10,859,737	237,862	82,999,529	42,276,417	23,155,329	70,131,913	21,232,164	258,868,830	2,055,376	1,638,400	36,393,803	5,736,788	24,976,374	3,745,088	29,667,536	1,306,064	1,212,713,044	TOTALS
	ALEUT.E	ANCHORAGE	CORDOVA	DILLINGHAM	FAIRBANKS	HAINES	HOONAH	JUNEAU	KENAI	KETCHIKAN	KODIAK	LAKE&PEN	MAT-SU	NOME	N.SLOPE	NW ARCTIC	PETERSBURG	SITKA	UNALASKA	VALDEZ	WRANGELL	State Liability	Year

- NOTE: 1. These numbers do not include liability for bonds which remain unsold.
 2. These numbers include only eligible portion of state liability (60%, 70%,80%,90% etc.). Does not include any local/school portion of liability
 3. This scenario accounts for only the eligible amount of liability due on school construction bonds net of any prorations for ineligible portions of the bonds.

Multi-year Allocation Totals - Operating Budget - FY 2016 Senate Structure

Numbers and Language

Agency: Debt Service

Appropriation: Debt Service

Allocation: School Debt Reimbursement

ID=>	[1]	[2]	[3]	[4]	[5]	[6]	[7]	[8]	[9]	[10]
Session=>	2007	2008	2009	2010	2011	2012	2013	2014	2015	2015
Column=>	07MgtP1n	08MgtP1n	09MgtP1n	10MgtP1n	11MgtP1n	12MgtP1n	13MgtP1n	14MgtP1n	15MgtP1n	16GovAmd+
Total	93,935.0	94,997.0	97,021.2	100,045.3	106,258.5	108,145.6	120,386.3	128,263.1	126,642.4	128,423.0

Objects of Expenditure

Personal Services	0.0	0.0	0.0	0.0	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	0.0	0.0	0.0	0.0
Services	600.0	661.3	698.0	718.8	741.2	792.7	820.0	808.1	808.6	821.1
Commodities	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Grants, Benefits	93,335.0	94,335.7	96,323.2	99,326.5	105,517.3	107,352.9	119,566.3	127,455.0	125,833.8	127,601.9
Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Funding Sources

1004 Gen Fund (UGF)	0.0	0.0	0.0	0.0	85,058.5	86,545.6	98,586.3	107,463.1	107,342.4	104,523.0
1030 School Fnd (DGF)	27,000.0	24,500.0	23,400.0	23,000.0	21,200.0	21,600.0	21,800.0	20,800.0	19,300.0	23,900.0
1044 ADRF (Other)	66,935.0	70,497.0	73,621.2	77,045.3	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Perm Full Time	0	0	0	0	0	0	0	0	0	0
Perm Part Time	0	0	0	0	0	0	0	0	0	0
Temporary	0	0	0	0	0	0	0	0	0	0

Funding Summary

Unrestricted General (UGF)	0.0	0.0	0.0	0.0	85,058.5	86,545.6	98,586.3	107,463.1	107,342.4	104,523.0
Designated General (DGF)	27,000.0	24,500.0	23,400.0	23,000.0	21,200.0	21,600.0	21,800.0	20,800.0	19,300.0	23,900.0
Other State Funds (Other)	66,935.0	70,497.0	73,621.2	77,045.3	0.0	0.0	0.0	0.0	0.0	0.0

ALASKA STATE LEGISLATURE
SENATE FINANCE COMMITTEE

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Sponsor Statement

CS Senate Bill 64(EDC) An Act relating to school bond debt reimbursement; and providing for an effective date

The State of Alaska is currently faced with a \$3.5 billion shortfall in revenue for Fiscal Year 2015 and a potential \$3.5 billion shortfall for Fiscal Year 2016. Senate Bill 64 will allow the state to control expenses.

There are four major cost drivers in Alaska's budget: K-12 education, Health and Social Services, debt service (PERS/TRS and bond payments), and employee salaries and benefits. Senate Bill 64 proposes to address the growth in state debt service expenses by suspending other government entities' ability to bond without explicit state approval.

Senate Bill 64 would sunset Alaska statutes relating to state aid for costs of school construction and major maintenance debt for five years. After five years, if the legislature does not take further action on these statutes, the reimbursement rates for school construction would be reinstated and reduced from 70% to 50% for eligible projects described under AS 14.11.100 (h), (i), (j)(2) – (5) and from 60% to 40% for eligible projects described under AS 14.11.100(h), (i), and (j)(2), (3), and (5).

ALASKA STATE LEGISLATURE
SENATE FINANCE COMMITTEE

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Sectional Analysis

CS Senate Bill 64(EDC) An Act relating to school bond debt reimbursement; and providing for an effective date

*Section 1: Amends AS 14.11.014, adds new subsection (d)

Sunsets the bond debt reimbursement provisions for school construction and major maintenance for five years, January 1, 2015 – July 1, 2020.

*Section 2: Amends AS 14.11.100(a)

Page 6, line 21 restricts reimbursement of bonds authorized after January 1, 2015.

Page 7, lines 1 – 11, deletes language relating to bonds authorized after May 1, 2015.

*Section 3: Amends AS 14.11.100(a)

Page 12, line 17 – Page 13, line 2 inserts language relating to bonds authorized on or after July 1, 2020.

(18) For projects approved under AS 14.11.100 (h), (i), and (j)(2) – (5) the reimbursement would be 50 percent.

(19) For projects approved under AS 14.11.100 (h), (i), and (j)(2), (3), and (5) the reimbursement would be 40 percent.

*Section 4: Amends AS 14.11.100, adds a new section (s)

Restricts the Commissioner from approving an application for bond debt reimbursement between January 1, 2015 – July 1, 2020

*Section 5: Amends AS 14.11.102, adds new section (c)

Restricts the Commissioner from approving an application for bond debt reimbursement between January 1, 2015 – July 1, 2020

*Section 6: Repeals sections 1, 4, and 5 of this act on July 1, 2020

*Section 7: Retroactivity clause

Sections 1, 2, 4, and 5 of this act are retroactive to January 1, 2015

*Section 8: Section 3 of this act takes effect July 1, 2020

*Section 9: Sections 1, 2, 4, 5, and 7 of this act take effect immediately

ALASKA STATE LEGISLATURE
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Explanation of Changes

CS Senate Bill 64(EDC) An Act relating to school bond debt reimbursement; and providing for an effective date

- *Section 1: Changed the sunset date from May 1, 2015 to January 1, 2015
- *Section 2: Conforming change to reflect the amendment to the sunset date in Section 1
Page 6, line 21 replace May with January
- *Section 3: No changes
- *Section 4: Conforming change to reflect the amendment to the sunset date in Section 1
Page 13, line 7 replace May with January
- *Section 5: Conforming change to reflect the amendment to the sunset date in Section 1
Page 13, line 12 replace May with January
- *Section 6: No changes
- *Section 7: Conforming change to reflect the amendment to the sunset date in Section 1
Page 13, line 16 replace May with January
- *Section 8: No changes
- *Section 9: No changes

LEGAL SERVICES

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MEMORANDUM

March 23, 2015

SUBJECT: Retroactivity (CSSB 64 (EDC); Work Order No. 29-LS0557H)

TO: Senator Anna MacKinnon
Attn: Laura Pierre

FROM: Kate S. Glover
Legislative Counsel

In a previous memo to your office, I explained that making SB 64 retroactive to January 1, 2015 could impair the obligation of contracts in violation of art. I, sec. 15 of the Constitution of the State of Alaska if a municipality approves bonds and enters into contracts related to those bonds between January 1 and the date when the bill goes into effect. Ms. Pierre has asked whether this issue could be avoided if the bill takes effect prior to April 7, 2015, the date when Anchorage has scheduled a bond election. The bill would need to become law by that date, as described in AS 01.10.070 in order to completely avoid a possible impairment of contracts issue. If the bill passes both houses of the legislature by a 2/3 majority vote and the governor signs the bill into law prior to the Anchorage election, the bill would take effect immediately under sec. 9 of SB 64, and there would be no impairment of existing contracts.¹ This is true as long as there are no other municipalities that have approved bonds and entered into contracts in reliance on the sections of AS 14.11.100 that are amended in SB 64 between January 1, 2015 and the date when the bill goes into law.

If I may be of further assistance, please advise.

KSG:dla
15-206.dla

¹ The immediate effective date requires a two-thirds majority vote of each house of the legislature. An Act having an immediate effective date becomes law at 12:01 a.m. on the day after the bill is signed by the governor under AS 01.10.070(c).