

ALASKA LEGISLATURE COMMITTEE FILES, 1989-1990 8672  
5685 HOUSE HEALTH, EDUCATION & SOCIAL SERVICES

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OCT 4 1988

BOARDS & COMMISSIONS

GOVERNOR'S OFFICE

OCT 6 1988

October 2, 1988

Governor Steve Cowper  
P.O. Box A  
Juneau, Alaska 99811

Dear Mr. Cowper,

I'd like to thank you for taking the time to meet with the members of the Curriculum Cabinet on September 30 and for sharing with us your proposal for using a portion of the permanent fund interest earnings to create an educational endowment. You asked for the support of the associations represented at the cabinet meeting, and I think I can speak for all of us that you will certainly have that support.

I'm pleased that you are willing to take steps now to assure adequate funding for education in the years to come when our state budget will most likely be further depleted and more tightly stretched.

Again, thank you for your attendance at the Curriculum Cabinet meeting and for your determination to provide for quality education in Alaska's future.

Yours truly,



Lois Petersen  
Alaska Association of School Librarians, Representative  
P.O. Box 7  
Metlakatla, Alaska 99926



# ALASKA ASCD

Association for Supervision and Curriculum Development

November 16, 1988

The Honorable Steve Cowper  
Governor, State of Alaska  
c/o 3601 C Street  
Anchorage, AK 99503

Dear Governor Cowper:

The Board of Directors of the Alaska Association for Supervision and Curriculum Development discussed your proposed endowment for education at our recent board meeting, and voted unanimously to commend you in this effort.

AASCD is the state affiliate of a national organization with 110,000 members who represent all professional levels and jobs in education. In Alaska, we have 150 state and over 500 national members. In our recent newsletter, I reported on your speech to the Cabinet of Professional Associations, and hope that this publicity aids you in your effort to secure a sound financial future for Alaska's school districts.

Cordially,

Nancy A. Buell, Ed.D.  
President, AASCD  
c/o University of Alaska Anchorage  
3211 Providence Drive  
Anchorage, AK 99508

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DOGA  
GOVERNOR'S OFFICE

# ALASKA BLACK CAUCUS

## POSITION PAPER ON PERMANENT FUND

Given current conditions, this session certainly appears to be an appropriate time to assess the effectiveness of the Permanent Fund as presently constituted.

The Caucus has been steadfast in its support for the establishment of an educational endowment fund for K-12. While the Governor now seems receptive to such a concept, our organization differs with his approach. To endow the fund through future yearly contributions from the undistributed income of the existing Permanent Fund, we support a voter's referendum on splitting the existing fund into two funds of approximately five billion dollars each. One fund would serve the same purpose it now serves. The only modification would be that a designated amount of the undistributed income would be earmarked for large scale capital projects and life/cycle maintenance costs for previously completed capital projects.

The second fund would be for the express purpose of providing a stable source of revenue from the fund for K through 12 education by using the interest earnings.

OFFICE OF  
MANAGEMENT & BUDGET

FEB 22 1989

LEGISLATIVE PLANNING

# ALASKA CONFERENCE OF MAYORS

217 SECOND STREET, SUITE 200  
JUNEAU, ALASKA 99801  
586-1325  
Fax 463-5480

PRESIDENT 1989  
John J. Williams  
Mayor City of Kenai  
283-7539

VICE PRESIDENT  
Willie Goodwin Jr.  
Mayor City of Kotzebue  
442-3401

February 23, 1989

SECRETARY/TREASURER  
Harry E. Gieseler  
Mayor City of Seward  
224-3331

## MEMORANDUM

TO: The Honorable Lyman Hoffman, Co-Chair, House Finance Committee  
The Honorable Ron Larson, Co-Chair, House Finance Committee  
Members of the House Finance Committee  
and  
The Honorable John Binkley, Co-Chair, Senate Finance Committee  
The Honorable Rick Uehling, Co-Chair, Senate Finance Committee  
Members of the Senate Finance Committee

FROM: Alaska Conference of Mayors

SUBJECT: Presentation before a Joint Session of the House and Senate  
Finance Committees of the State of Alaska by the Alaska Conference  
of Mayors.

The Alaska Conference of Mayors is pleased to offer for your consideration the following programs that we hope will help to enhance revenue to the State, create a more stable situation within the government in future years, and help to promote a balanced budget within the very near future. In addition, some programs will help develop infrastructure and insure quality education for generations to come. The results presented comprise the efforts of the Mayors over the last three months as they have studied the issues and are the result of a statewide survey conducted during the last 21 days. Sources of information were obtained from the Office of the Governor, members of the legislature and their staff, the Departments of Revenue, Labor, and Commerce. We wish to thank all of those who responded with time, information, and assistance in helping to complete this work. Included in our response is a compilation of the data and results of the survey. The Alaska Conference of Mayors, during their regularly scheduled meeting February 23, 1989, concurred in the findings and have declared it to be their official position regarding these issues.

2/23/89

(Attach. 1)

- 1....Recommend that a management audit should be performed to indicate the appropriateness of state services and the most effective method of delivering them.
- 2....Modify the Economic Limit Factor according to House Bill No. 118 now before the First Session of the Sixteenth Legislature.
- 3....Reinstate the State Income Tax allowing for maximum capture of revenue from non-resident employees working within the State.
- 4....Increase the motor fuels tax from eight (8) cents to sixteen (16) cents a gallon with appropriate rebates for boating and off road fuel use as recommended by the Governor's Task Force on Transportation Facilities.
- 5....EDUCATION SHORT-TERM

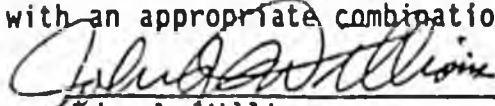
Reinstate the state school tax at a rate of \$50.00 per year per Alaska wage earner.

EDUCATION LONG-TERM

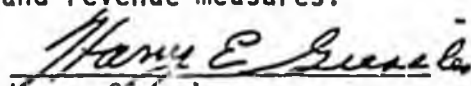
Support of the Governor's proposal to identify a portion of the surplus earnings of the Permanent Fund to establish an account within the Permanent Fund which would totally fund the school funding formula. (Requires placement on the ballot.)

- 6....Use a portion of the surplus earnings account of the Permanent Fund to establish a Revolving Loan Fund with guaranteed pay back provisions for capital projects that benefit local governments and which will have a long-term economic development component. Local government shall assist in and have maximum input when establishing program criteria.
- 7....Maintain the Railbelt Energy Fund for use in the railbelt area, with priority given to energy-related projects.

In making these revenue enhancement recommendations, the Alaska Conference of Mayors requests that the Governor and the Legislature recognize the importance of municipalities to the health of the state, and the disproportionate cuts to state aid to municipalities since FY 1986. The Governor and the Legislature should address the budget imbalance this year with an appropriate combination of fair cuts and revenue measures.



John J. Williams  
President  
Alaska Conference of Mayors



Harry Gieseler  
Secretary/Treasurer  
Alaska Conference of Mayors



*Grand Camp*  
*Alaska Native Brotherhood*

ALASKA NATIVE SISTERHOOD AND BROTHERHOOD  
76TH ANNUAL CONVENTION  
JUNEAU, ALASKA  
NOVEMBER 14-19, 1988

*Rec'd*  
*2/6/89*

RESOLUTION NO. 34

TITLE: THE ESTABLISHMENT OF A PERMANENT EDUCATION FUND

WHEREAS, the highest priority for the Alaska Native Brotherhood and Sisterhood Grand Camp is education, and

WHEREAS, one in three of Alaska's people is under the age of 18, giving the state the youngest population in the nation, and

WHEREAS, the right to a free education for every child has been universally recognized, and in Alaska mandated by the State Constitution, and

WHEREAS, education provides the opportunity for reaching personal fulfillment and economic self-sufficiency, and

WHEREAS, to fail to provide that opportunity penalizes not only the individual child, but also the society as a whole, and

WHEREAS, volatile and unpredictable oil revenues have resulted in decreased state funding for education over the last few years, and

WHEREAS, future state oil revenues are projected to decline with the gradual decline of Prudhoe Bay production, making general fund support of public education more difficult and uncertain, and

WHEREAS, fluctuating local property values have also contributed to educational funding uncertainty, and

WHEREAS, federal funding for education has also become increasingly more unpredictable, now

THEREFORE BE IT RESOLVED that the Grand Camp of the Alaska Native Brotherhood and Sisterhood assembled in Juneau during the week of November 14-19, 1988 supports and endorses the establishment of an education fund that guarantees adequate financial support for elementary and secondary schools in the state: and

BE IT FURTHER RESOLVED that this resolution be directed to the Governor, the State's Commissioner of Education and the State Legislature.

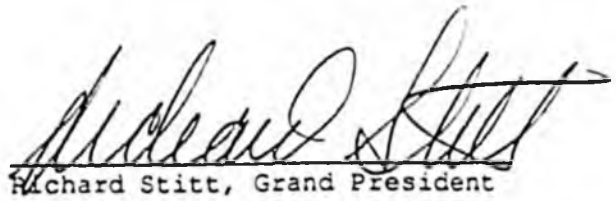
FEB 06 1989

STRATEGIC PLANNING


RESOLUTION NO. 34  
Page 2 of 2

ATTEST:

I certify that this resolution  
was adopted by the ANB-ANS  
Grand Camp in Convention at  
Juneau, Alaska during the week  
of November 14-19, 1988.



Richard Stitt, Grand President



Albert Kookesh, Grand Secretary

# ASSOCIATION OF ALASKA SCHOOL BOARDS

316 W 11th St. • Juneau, Alaska 99801-1510 • (907) 586-1083

## POSITION PAPER

### HJR 13 EDUCATION ENDOWMENT

The Association of Alaska School Boards actively supports the efforts of Governor Cowper to secure a constitutional amendment to create an Educational Endowment.

The opportunity and the need to solidify the future of Alaska's public education system is upon us. In terms of resources, Alaska has the opportunity and ability to provide a long term commitment to the education of its people with nominal effort. The need, in view of Alaska's economic situation, requires foresight and a bold approach if we are to insure a quality educational program for future generations of Alaskans.

The use of Permanent Fund earnings will continue to provide the security of a rainy day account while providing a sound foundation for the future cost of education.

CITY OF KAKTOVIK

RESOLUTION NUMBER 89-01

A RESOLUTION OF THE CITY OF KAKTOVIK, ALASKA SUPPORTING  
THE PLACEMENT OF GOVERNOR COWPER'S EDUCATION FUNDING  
AMENDMENT ON THE NEXT BALLOT.

WHEREAS, education is of the highest priority to the City of  
Kaktovik, and

WHEREAS, uncertain education funding has been a continuing  
source of anxiety for the City of Kaktovik, and

WHEREAS, the proposed account within the Permanent Fund  
would totally fund the school funding formula in Alaska,

NOW, THEREFORE BE IT RESOLVED, that the City of Kaktovik  
supports the placement of the Education Funding Amendment upon  
the next State ballot.

PASSED AND APPROVED BY THE CITY COUNCIL OF KAKTOVIK,  
ALASKA THIS 17th day of January, 1989.

George T. Tagarook  
George Tagarook, Mayor

ATTEST:

Mary Soplu  
Mary Soplu, City Clerk



## KETCHIKAN GATEWAY BOROUGH SCHOOL DISTRICT

Resolution No.216  
Ketchikan Gateway Borough School District

### GOVERNOR'S EDUCATIONAL ENDOWMENT PLAN

WHEREAS, the school districts of the State have had to cope with the rising and falling price of oil and its impact upon the State's revenues and ultimately upon the foundation formula; and,

WHEREAS, the school districts of the State in 1986 endured revenue shortfalls after approval of their respective budget; and,

WHEREAS, the Governor of the State of Alaska has, with vision and foresight, proposed an amendment to the State's Constitution that would create an educational endowment fund; and,

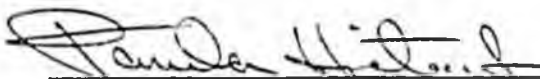
WHEREAS, the 10/6/88 draft of the proposed amendment with suspension provision added would be in the best interest of the students of the State; and,


WHEREAS, the endowment would begin payment to the school district of the state in the year 2000; and

WHEREAS, the suspension provision would protect the state in a time of serious revenue decline by not requiring payment to the fund;

THEREFORE BE IT RESOLVED, that the Ketchikan Gateway Borough School District Board of Education lends its full support to the concept of an educational endowment fund to be used for Public Elementary and Secondary Education and urges the passage of this amendment.

PASSED, APPROVED, AND ADOPTED BY THE BOARD OF EDUCATION OF THE KETCHIKAN GATEWAY BOROUGH SCHOOL DISTRICT OF KETCHIKAN, ALASKA THIS 15 DAY OF February, 1989.

  
\_\_\_\_\_  
PRESIDENT OF THE BOARD

  
\_\_\_\_\_  
CLERK-TREASURER OF THE BOARD



# NEA-ALASKA

AFFILIATED WITH THE NATIONAL EDUCATION ASSOCIATION

*Handwritten:* Hallmark  
RECEIVED  
JAN 27 1989

## ANCHORAGE REGIONAL OFFICE

1411 W 33RD AVENUE  
ANCHORAGE ALASKA 99503 -  
(907) 274 0536

## JUNEAU OFFICE

105 MUNICIPAL WAY SUITE 302  
JUNEAU ALASKA 99801  
(907) 586 3090

## FAIRBANKS REGIONAL OFFICE

2118 CUSHMAN STREET  
FAIRBANKS ALASKA 99701  
(907) 456 4435

January 20, 1989

To: Rep. Johnny Ellis, Chair  
Members, House HESS Committee

Re: House Joint Resolution No. 13; "Proposing  
an amendment to the Constitution of the  
State of Alaska, establishing a permanent  
endowment for education in Alaska."

NEA-Alaska supports and encourages the passage of HJR 13.

Public education in Alaska is such an important and vital part of our long range future that removing its funding source from the annual "competition" within the budget process is essential for the stability which is necessary if we are to improve upon the programs and services which are available to students.

HJR 13 is a sound, long range solution to public school funding needs.

More importantly, it provides the opportunity for the general public to affirm its support for the funding source.

Utilization of permanent fund earnings to establish a basis for funding public education is consistent with the original intent and purpose of the permanent fund itself.

We encourage that the legislative discussion and deliberation also acknowledge that earnings from the endowment account may require periodic supplemental appropriations from other sources until the earnings from the account itself are sufficient to fully fund public education.

Finally, we also encourage that the Administration, the Alaska State Legislature, and the entire education community join together in articulating the need for HJR 13 when it is on the ballot in 1990.

Thank you for your consideration of our position.

JAN 30 1989

STRATEGIC PLANNING



Respectfully submitted,

A handwritten signature in dark ink, appearing to read "Bob Manners", with a long horizontal flourish extending to the right.

Bob Manners  
Executive Secretary

cc: Governor Steve Cowper

NEWS CLIPPINGS IN  
Fairbanks  
Daily News Miner

Editorial Opinion and Comment of



**Daily News - Miner**

"Independent in All Things... Neutral in None"

Other opinions expressed on this page do not necessarily reflect those of the Daily News-Miner.

## Education endowment deserves close look

One of the most interesting proposals from Gov. Steve Cowper this session is one for a constitutional amendment to set aside up to 40 percent of future permanent fund earnings for savings in a special education endowment account.

The governor has assigned it his No. 1 priority for the Legislature to pass, which means we are likely to hear a lot about it this year, and probably next year as well, before it goes on the ballot.

Problems may arise as the proposal is debated, but for the moment, at least, it seems to make a great deal of sense.

About 25 percent of the state's budget—nearly \$100 million—goes to costs of elementary and secondary education. Under the governor's proposal, earnings from the permanent fund would be placed in an account dedicated to education and invested with the rest of the fund. In the year 2001, when earnings in the education account are projected to reach \$187 million, they could be withdrawn to pay for costs of education.

The chief debate is likely to be over how the education endowment would affect dividends. In the short term, however, it's hard to see how it would affect dividends at all.

At present dividends are figured on a base of the fund's earnings over the previous five years. Half the earnings are used for dividends and the rest is added to the principal as inflation-proofing or placed in the undistributed income account, which is also invested in the fund. Gov. Cowper would like to use the earnings placed in the education account as inflation-proofing, cut dividends to 40 percent, and use the other 20 percent for operation of state government.

Office of the Governor

Date: 1-23-1988

Until earnings are withdrawn from the education account in the year 2001, dividend projections with the account and without it are the same. The governor's proposals to use 20 percent of the fund's earnings and the \$575 million undistributed income account for state operating expenses have a much more immediate impact on dividends.

The education endowment would have the effect of forcing the state to reinvest 40 percent of the permanent fund's earnings into the fund. The principal thereby created, and its earnings, would not be available for dividends, but would be money saved by the state. The proposed constitutional amendment would allow the Legislature to extend, revise or cancel the account in the year 2010.

Some people argue that no use should be made of the permanent fund except to have it grow larger and pay dividends. This is not the purpose for which the fund was created, however. The education endowment would guarantee that the fund will grow larger and could eventually remove a major cost of state government from current operating expenses.

The governor's proposal to create an education endowment has many long-term ramifications, and some of them may not yet be clear. The principle seems sound, however, and we urge the Legislature to give it a sympathetic hearing.

Fairbanks, Alaska

# Fund for education

**W**hen you get right down to it, there aren't all that many jobs a state has to do. Public safety and transportation come to mind, but the most important is education.

Under the Alaska Constitution, the state has the responsibility for seeing to it that young Alaskans get a proper education. That requirement is not contingent upon whether the state has enough money, nor does it matter where a child lives. An Aniak child has the same rights to an education as an Anchorage child.

Doing that is not easy - or cheap. Each year, a huge portion of the state operating budget - more than \$400 million - goes to school districts around the state.

The abrupt end of plentiful oil money has shaken awake many state leaders, who now realize Prudhoe Bay oil wealth is a finite and not very reliable source of income. By the end of the century, it won't be a major source of income at all.

Keeping that in mind, the state's leaders would be wise to establish some sort of mechanism to pay for education.

That's exactly what Gov. Steve Cowper is proposing. He is asking legislators to forward to voters a constitutional amendment to set aside 40 percent of the earnings of the state's oil wealth savings account, the Alaska Permanent Fund. That money would be allowed to grow until the year 2000, when it would be worth \$6.3 billion and produce \$500 million in interest annually. The fund would have a 20-year lifespan but could be extended.

Either through Gov. Cowper's plan or taxes, Alaskans will have to pay for education during the years to come. Aside from a reduction in their permanent fund dividends, this plan is as painless as any to pay our obligation to the children of Alaska.

Weigh that against the positive effect of reducing the state's budget requirements by more than \$400 million each year, and the argument in favor of Gov. Cowper's plan quickly gains favor.

It may not be perfect, but until we hear a better idea, we're for Gov. Cowper's education fund.

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**ISSUE:** Governor offers plan for funding schools

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# HEALTH, EDUCATION AND SOCIAL SERVICES COMMITTEE

ALASKA STATE LEGISLATURE  
HOUSE OF REPRESENTATIVES



P.O. BOX V, JUNEAU 99811  
(907) 465-3759

## HOUSE HESS COMMITTEE LETTER OF INTENT TO HJR 13

It is the intent of the 16th Alaska State Legislature in passing HJR 13 to the voters, that future legislatures should not consider income from the endowment as the only source of funding for public elementary and secondary education, but that additional funding sources may be sought as determined by the will of future legislatures to meet future educational needs.

  
\_\_\_\_\_  
Rep. Johnny Ellis  
Chairman

March 1, 1989  
Date of Adoption

# HEALTH. EDUCATION AND SOCIAL SERVICES COMMITTEE

ALASKA STATE LEGISLATURE  
HOUSE OF REPRESENTATIVES



P.O. BOX V, JUNEAU 99811  
(907) 465-3759

*Draft*

## HOUSE HESS COMMITTEE LETTER OF INTENT TO HJR 13

It is the intent of the 16th Alaska State Legislature in passing HJR 13 to the voters, that future legislatures should not consider income from the endowment as the only source of funding for public elementary and secondary education, but that additional funding sources may be sought as determined by the will of future legislatures to meet future educational needs.

\_\_\_\_\_  
Rep. Johnny Ellis  
Chairman

\_\_\_\_\_  
Date of Adoption

## FISCAL NOTE

REQUEST: \_\_\_\_\_

Revision Date: \_\_\_\_\_ Agency Affected: Education  
 Title: Establishing a Permanent BRU: \_\_\_\_\_  
Endowment For Education  
 Sponsor: Rules Components: \_\_\_\_\_  
 Requestor: House HESS

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

| OPERATING              | FY 89 | FY 90 | FY 91 | FY 92 | FY 93 | FY 94 |
|------------------------|-------|-------|-------|-------|-------|-------|
| PERSONAL SERVICES      |       |       |       |       |       |       |
| TRAVEL                 |       |       |       |       |       |       |
| CONTRACTUAL            |       |       |       |       |       |       |
| SUPPLIES               |       |       |       |       |       |       |
| EQUIPMENT              |       |       |       |       |       |       |
| LAND & STRUCTURES      |       |       |       |       |       |       |
| GRANTS, CLAIMS         |       |       |       |       |       |       |
| MISCELLANEOUS          |       |       |       |       |       |       |
| <b>TOTAL OPERATING</b> | -0-   | -0-   | -0-   | -0-   | -0-   | -0-   |
| <b>CAPITAL</b>         |       |       |       |       |       |       |
| <b>REVENUE</b>         |       |       |       |       |       |       |

**FUNDING:** (Thousands of Dollars)

|               |     |     |     |     |     |     |
|---------------|-----|-----|-----|-----|-----|-----|
| GENERAL FUND  | -0- | -0- | -0- | -0- | -0- | -0- |
| FEDERAL FUNDS |     |     |     |     |     |     |
| OTHER         |     |     |     |     |     |     |
| <b>TOTAL</b>  |     |     |     |     |     |     |

**POSITIONS:**

|           |  |  |  |  |  |  |
|-----------|--|--|--|--|--|--|
| FULL-TIME |  |  |  |  |  |  |
| PART-TIME |  |  |  |  |  |  |
| TEMPORARY |  |  |  |  |  |  |

ANALYSIS : (Attach a separate page if necessary)

Prepared by: Mary Hakala Phone: 465-2800  
 Division: Commissioner's Office Date: 2/1/89  
 Approved by Commissioner: William G. Demmert Date: 2/1/89  
 Agency: Education

Distribution (by preparer):  
 Legislative Finance  
 Legislative Sponsor  
 Requestor  
 Office of Management and Budget  
 Impacted Agency(ies)

**FISCAL NOTE**

#2

**REQUEST:**

Revision Date: \_\_\_\_\_  
Title: Education Endowment - House  
Joint Resolution  
Sponsor: Rules Committee  
Requestor: Governor Steve Cowper

Agency Affected: Alaska Permanent Fund Corp.  
BRU: \_\_\_\_\_  
Components: Alaska Permanent Fund Corp.

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

| OPERATING              | FY 89 | FY 90 | FY 91 | FY 92 | FY 93 | FY 94 |
|------------------------|-------|-------|-------|-------|-------|-------|
| PERSONAL SERVICES      |       |       |       |       |       |       |
| TRAVEL                 |       |       |       |       |       |       |
| CONTRACTUAL            |       |       |       |       |       |       |
| SUPPLIES               |       |       |       |       |       |       |
| EQUIPMENT              |       |       |       |       |       |       |
| LAND & STRUCTURES      |       |       |       |       |       |       |
| GRANTS, CLAIMS         |       |       |       |       |       |       |
| MISCELLANEOUS          |       |       |       |       |       |       |
| <b>TOTAL OPERATING</b> | -0-   | -0-   | -0-   | -0-   | -0-   | -0-   |

|                |     |     |     |     |     |     |
|----------------|-----|-----|-----|-----|-----|-----|
| <b>CAPITAL</b> | -0- | -0- | -0- | -0- | -0- | -0- |
|----------------|-----|-----|-----|-----|-----|-----|

|                |  |  |  |  |  |  |
|----------------|--|--|--|--|--|--|
| <b>REVENUE</b> |  |  |  |  |  |  |
|----------------|--|--|--|--|--|--|

**FUNDING: (Thousands of Dollars)**

|               |  |  |  |  |  |  |
|---------------|--|--|--|--|--|--|
| GENERAL FUND  |  |  |  |  |  |  |
| FEDERAL FUNDS |  |  |  |  |  |  |
| OTHER         |  |  |  |  |  |  |
| <b>TOTAL</b>  |  |  |  |  |  |  |

**POSITIONS:**

|           |  |  |  |  |  |  |
|-----------|--|--|--|--|--|--|
| FULL-TIME |  |  |  |  |  |  |
| PART-TIME |  |  |  |  |  |  |
| TEMPORARY |  |  |  |  |  |  |

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

Expenses for managing the education endowment will be minimal and will be covered in the normal accounting for Permanent Fund principal.

Prepared by: David A. Rose, Executive Director  
Division: Alaska Permanent Fund Corporation

Phone: (907) 465-2047  
Date: January 6, 1989

Approved by Commissioner: \_\_\_\_\_  
Agency: DOR

Date: \_\_\_\_\_

**Distribution (by preparer):**

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

## FISCAL NOTE FOR EDUCATION ENDOWMENT

The attached fiscal note dated January 6, 1989 was prepared by the Executive Director of the Alaska Permanent Fund Corporation.

The investments of the endowment will incur costs. These costs would normally be appropriated from the earnings of the endowment itself.

If this is done, no costs would be paid by the general fund or by the Alaska Permanent Fund.

A handwritten signature in cursive script, appearing to read "J. Malone".

STEVE COWPER  
GOVERNOR



STATE OF ALASKA  
OFFICE OF THE GOVERNOR  
JUNEAU

#3

January 16, 1989

The Honorable Sam Cotten  
Speaker of the House  
Alaska State Legislature  
P.O. Box V  
Juneau, AK 99811

Dear Representative Cotten:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a joint resolution proposing a constitutional amendment to establish an education endowment in the principal of the Alaska permanent fund. The purpose of the amendment is to provide a stable, long-term, and critically important source of funding for public elementary and secondary schools in Alaska.

Over the last few years, Alaska's public school funding has been subject to increasing uncertainty due to volatility of oil revenue, fluctuation of local property value, and decreasing federal support. This funding uncertainty endangers the ability of the public schools to offer quality education to children. To ensure a bright future for our children and our state, we must provide a stable financial base for education.

By placing the education endowment within the principal of the Alaska permanent fund, the endowment will enjoy the trust management and high earnings of the fund. The permanent fund will gain the increased support of a notable constituency -- Alaskans who care for our children's future. Under the proposed amendment, no less than 40 percent of the annual income of the permanent fund will be safeguarded for education. Dividends and the permanent fund assets will continue to grow.

Because this measure proposes a constitutional amendment, it must be placed before the voters for their approval at the next general election, in 1990.

I urge your favorable consideration of this resolution.

Sincerely,

A handwritten signature in black ink, appearing to read "Steve Cowper".

Steve Cowper  
Governor



# NEA-ALASKA

AFFILIATED WITH THE NATIONAL EDUCATION ASSOCIATION

#4

## ANCHORAGE REGIONAL OFFICE

1411 W 33RD AVENUE  
ANCHORAGE, ALASKA 99503  
(907) 274 0536

## JUNEAU OFFICE

105 MUNICIPAL WAY, SUITE 302  
JUNEAU, ALASKA 99801  
(907) 586-3090

## FAIRBANKS REGIONAL OFFICE

2118 CUSHMAN STREET  
FAIRBANKS, ALASKA 99701  
(907) 456-4435

January 20, 1989

To: Rep. Johnny Ellis, Chair  
Members, House HESS Committee

Re: House Joint Resolution No. 13; "Proposing  
an amendment to the Constitution of the  
State of Alaska, establishing a permanent  
endowment for education in Alaska."

NEA-Alaska supports and encourages the passage of HJR 13.

Public education in Alaska is such an important and vital part of our long range future that removing its funding source from the annual "competition" within the budget process is essential for the stability which is necessary if we are to improve upon the programs and services which are available to students.

HJR 13 is a sound, long range solution to public school funding needs.

More importantly, it provides the opportunity for the general public to affirm its support for the funding source.

Utilization of permanent fund earnings to establish a basis for funding public education is consistent with the original intent and purpose of the permanent fund itself.

We encourage that the legislative discussion and deliberation also acknowledge that earnings from the endowment account may require periodic supplemental appropriations from other sources until the earnings from the account itself are sufficient to fully fund public education.

Finally, we also encourage that the Administration, the Alaska State Legislature, and the entire education community join together in articulating the need for HJR 13 when it is on the ballot in 1990.

Thank you for your consideration of our position.



Official Business

**COMMITTEE:**  
House HESS Committee

**DATE:**

**Subject of meeting:**

# SIGN-IN

| NAME            | ADDRESS- Include ZIP                | PHONE    | (Include Title)<br>REPRESENTING           | If testifying,<br>specify bill |
|-----------------|-------------------------------------|----------|---|--------------------------------|
| Felicia Leipzig | 1944 Red Leaf Rd. Fairbanks         | 453-6560 | Alaska State<br>Reading Ass.<br>President |                                |
| Judy SALD       | 105 Municipal Way Juneau            | 586-3090 | NEA-Alaska<br>Exec Director               |                                |
| Stephen McPhets | 326 4 <sup>th</sup> St. #408 Juneau | 586-9702 | AK. Council of Sch. Admin.                |                                |
| Shelma Miller   | 226 Highland St. Juneau             | 586-3558 | Dm B                                      |                                |
| Robin Kirkland  | PO Box 21584 Cooke Bay 99821        | 789-3131 | Leg. Secretary                            |                                |
|                 |                                     |          |   |                                |
|                 |                                     |          |   |                                |
|                 |                                     |          |   |                                |
|                 |                                     |          |   |                                |
|                 |                                     |          |   |                                |
|                 |                                     |          |   |                                |
|                 |                                     |          |   |                                |

*ibido*

# LEGISLATIVE TELECONFERENCE NETWORK

## SIGN-IN SHEET



SPONSOR: House HESS

SUBJECT: Education Endowment

START/END TIME: 10AM - 4:00 PM DATE: 2/25/89

10:00 - 12:30p

**PLEASE PRINT**

TESTIFY  
OBSERVE  
BILL #

NAME/REPRESENTING

ADDRESS

PHONE

|    | NAME/REPRESENTING                | ADDRESS                         | PHONE    | TESTIFY | OBSERVE | BILL # |
|----|----------------------------------|---------------------------------|----------|---------|---------|--------|
| 1  | Charles McKeo                    | 539 E 12th Ave Anch 501         | 276-0530 | ✓       |         |        |
| 2  | Pam. McCay / Anchorage Ed. Assn. | 1411 W. 32nd Ave. Anch. 99508   | 274-0530 | ✓       |         |        |
| 3  | Peg Stout                        | 6208 E. 34th Ave. Anch. 99504   | 331-7047 | ✓       |         |        |
| 4  | Shirley Ireton                   | 1265 Elegante Ln Anch 99501     | 276-4443 | ✓       |         |        |
| 5  | Ann McCoy / Alaska PTA           | 7749 Old Harbor Anch 99504      | 337-6138 | ✓       |         |        |
| 6  | Kathi McCord                     | 11601 Hidden Lane Anch 99501    | 272-8015 | ✓       |         |        |
| 7  | David Schwantes                  | 8148 E 4th Ave, Anch. AK 99504  | 333-1327 | ✓       |         |        |
| 8  | MARY HALLOREN                    | GOVERNOR'S OFFICE               | 465-3568 | ✓       |         |        |
| 9  | Jean Buchanan                    | Alaska Association School Board | 279-3910 | ✓       |         |        |
| 10 | Ed Eamhart                       | 1043 W. 74th Ave. Anch 99572    | 398-1160 | ✓       | ✓       |        |
| 11 |                                  |                                 |          |         |         |        |
| 12 |                                  |                                 |          |         |         |        |
| 13 |                                  |                                 |          |         |         |        |
| 14 |                                  |                                 |          |         |         |        |
| 15 |                                  |                                 |          |         |         |        |
| 16 |                                  |                                 |          |         |         |        |
| 17 |                                  |                                 |          |         |         |        |
| 18 |                                  |                                 |          |         |         |        |

**BRIEFING UPDATE**

House Joint Resolution No. 13  
Education Amendment

Office of the Governor  
Division of Policy

February 25, 1989

# **CORRECTION**

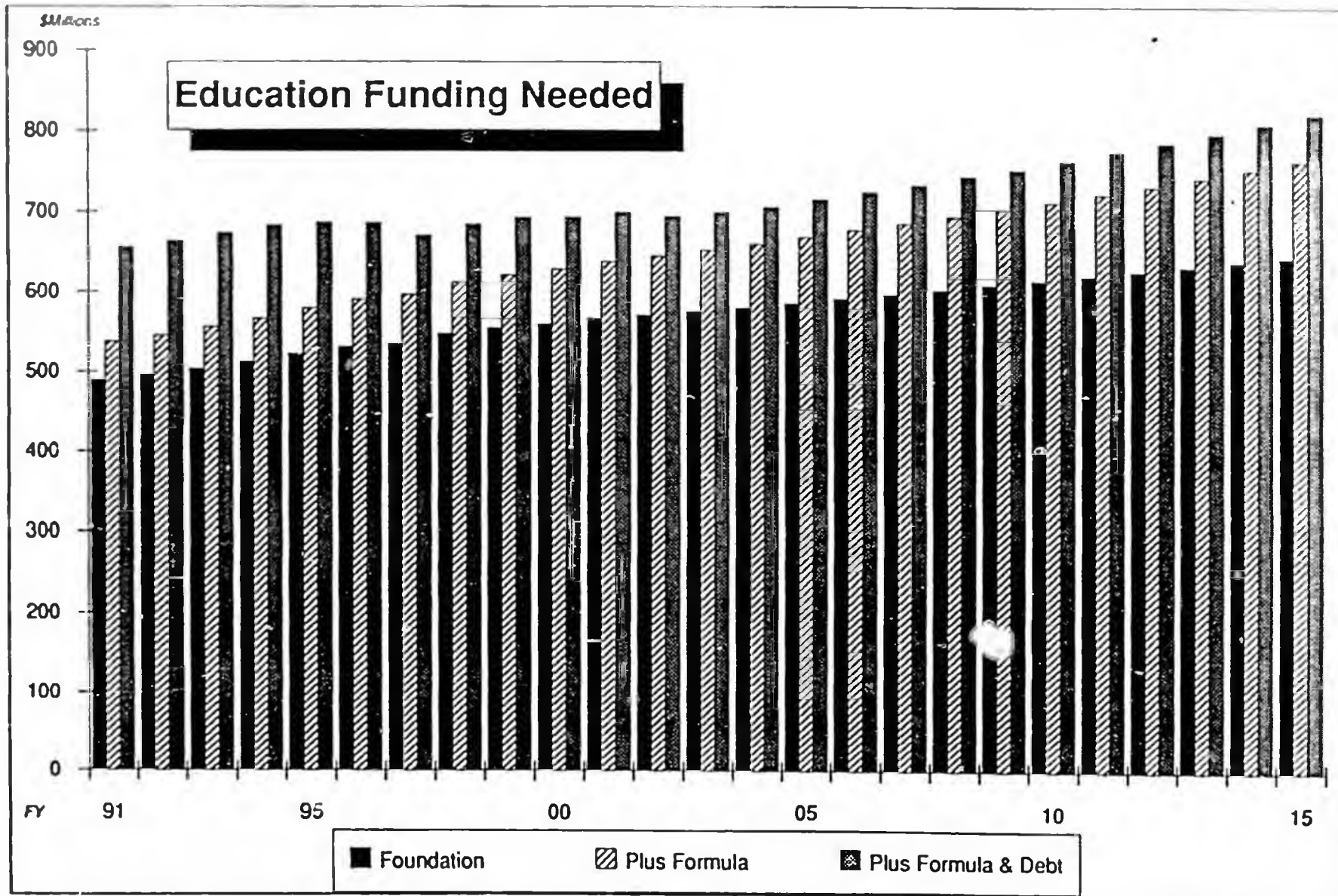
THIS DOCUMENT  
HAS BEEN REPHOTOGRAPHED  
TO ASSURE LEGIBILITY

**BRIEFING UPDATE**

House Joint Resolution No. 13  
Education Amendment

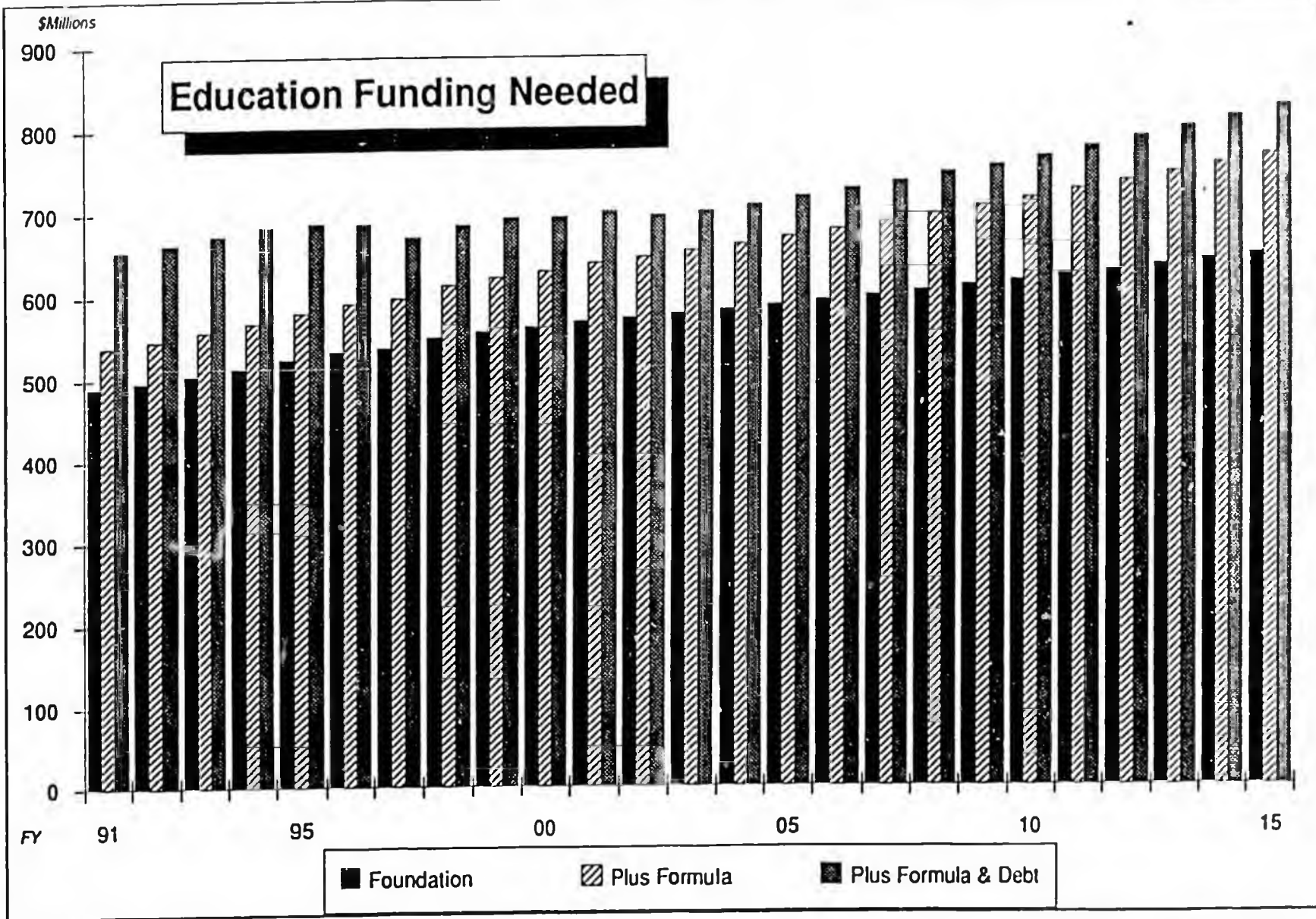
Office of the Governor  
Division of Policy

February 25, 1989



# **CORRECTION**

**THIS DOCUMENT  
HAS BEEN REPHOTOGRAPHED  
TO ASSURE LEGIBILITY**



**ALASKA SCHOOLS' FUNDING NEEDS**  
**FY 1991 - FY 2015**

| Fiscal<br>Year | Foundation | Plus<br>Other<br>Formula | Plus<br>Formula<br>and Debt |
|----------------|------------|--------------------------|-----------------------------|
| 91             | 490        | 538                      | 654                         |
|                | 496        | 546                      | 662                         |
|                | 504        | 556                      | 672                         |
|                | 512        | 566                      | 682                         |
| 95             | 522        | 578                      | 686                         |
|                | 531        | 589                      | 685                         |
|                | 535        | 596                      | 669                         |
|                | 548        | 611                      | 683                         |
| 00             | 555        | 620                      | 692                         |
|                | 560        | 628                      | 692                         |
|                | 566        | 637                      | 699                         |
|                | 570        | 644                      | 693                         |
| 05             | 575        | 651                      | 698                         |
|                | 580        | 658                      | 706                         |
|                | 585        | 667                      | 715                         |
|                | 591        | 676                      | 725                         |
| 10             | 596        | 685                      | 733                         |
|                | 602        | 694                      | 743                         |
|                | 608        | 703                      | 752                         |
|                | 614        | 712                      | 762                         |
| 15             | 619        | 722                      | 774                         |
|                | 625        | 732                      | 785                         |
|                | 631        | 742                      | 797                         |
|                | 637        | 753                      | 809                         |
| 15             | 643        | 763                      | 821                         |

Division Of Policy - 2/24/89  
 (Based on Dept. of Education projections)  
 [EDNEEDS4.XLS]

RAW DATA:

|    | Foundation Entitlement | Transp. Entitlement | Transp. Entitlement (Adjusted) | Tuition Entitlement | Handi-capped Entitlement | Youth/ Detention Entitlement | Boarding Home Entitlement | Community Schools Entitlement | Community Schools (Adjusted) | TOTAL OTHER FORMULA |
|----|------------------------|---------------------|--------------------------------|---------------------|--------------------------|------------------------------|---------------------------|-------------------------------|------------------------------|---------------------|
| 89 |                        |                     |                                |                     |                          |                              |                           |                               |                              |                     |
| 90 |                        |                     |                                |                     |                          |                              |                           |                               |                              |                     |
| 91 | 489.990                | 26.680              | 26.680                         | 15.515              | 3.400                    | 1.389                        | 0.478                     | 4.646                         | 0.800                        | 48 263              |
| 92 | 495.529                | 28.061              | 27.347                         | 16.318              | 3.576                    | 1.461                        | 0.503                     | 4.886                         | 0.800                        | 50 005              |
| 93 | 503.837                | 29.674              | 28.031                         | 17.256              | 3.782                    | 1.545                        | 0.532                     | 5.167                         | 0.800                        | 51.945              |
| 94 | 512.145                | 31.370              | 28.732                         | 18.243              | 3.998                    | 1.633                        | 0.562                     | 5.462                         | 0.800                        | 53.967              |
| 95 | 521.837                | 33.242              | 29.450                         | 19.331              | 4.236                    | 1.730                        | 0.595                     | 5.788                         | 0.800                        | 56.143              |
| 96 | 531.069                | 35.183              | 30.186                         | 20.460              | 4.484                    | 1.831                        | 0.630                     | 6.126                         | 0.832                        | 58.424              |
| 97 | 535.253                | 36.876              | 30.941                         | 21.444              | 4.699                    | 1.920                        | 0.661                     | 6.421                         | 0.865                        | 60.530              |
| 98 | 547.685                | 39.244              | 31.715                         | 22.822              | 5.001                    | 2.043                        | 0.703                     | 6.834                         | 0.900                        | 63.183              |
| 99 | 554.608                | 41.328              | 32.508                         | 24.034              | 5.267                    | 2.151                        | 0.740                     | 7.196                         | 0.936                        | 65.636              |
| 00 | 559.605                | 43.377              | 33.320                         | 25.225              | 5.528                    | 2.258                        | 0.777                     | 7.553                         | 0.973                        | 68.081              |
| 01 | 566.147                | 45.631              | 34.153                         | 26.536              | 5.815                    | 2.375                        | 0.817                     | 7.946                         | 1.012                        | 70.709              |
| 02 | 570.301                | 47.803              | 35.007                         | 27.799              | 6.092                    | 2.488                        | 0.856                     | 8.324                         | 1.053                        | 73.295              |
| 03 | 574.917                | 50.117              | 35.882                         | 29.145              | 6.387                    | 2.609                        | 0.898                     | 8.727                         | 1.095                        | 76.015              |
| 04 | 579.532                | 52.539              | 36.779                         | 30.553              | 6.696                    | 2.735                        | 0.941                     | 9.149                         | 1.139                        | 78.843              |
| 05 | 585.071                | 55.165              | 37.699                         | 32.080              | 7.030                    | 2.872                        | 0.988                     | 9.606                         | 1.184                        | 81.853              |
| 0  | 590.660                | 57.923              | 38.641                         | 33.684              | 7.382                    | 3.015                        | 1.038                     | 10.086                        | 1.232                        | 84.991              |
| 0  | 596.301                | 60.812              | 39.607                         | 35.364              | 7.750                    | 3.166                        | 1.089                     | 10.589                        | 1.281                        | 88.257              |
| 0  | 601.992                | 63.845              | 40.597                         | 37.128              | 8.136                    | 3.323                        | 1.144                     | 11.117                        | 1.332                        | 91.661              |
| 0  | 607.738                | 67.030              | 41.612                         | 38.980              | 8.542                    | 3.489                        | 1.201                     | 11.672                        | 1.385                        | 95.210              |
| 10 | 613.536                | 70.373              | 42.653                         | 40.924              | 8.968                    | 3.663                        | 1.261                     | 12.254                        | 1.441                        | 98.910              |
| 0  | 619.383                | 73.883              | 43.719                         | 42.965              | 9.416                    | 3.846                        | 1.323                     | 12.865                        | 1.498                        | 102.768             |
| 0  | 625.286                | 77.569              | 44.812                         | 45.108              | 9.885                    | 4.038                        | 1.389                     | 13.507                        | 1.558                        | 106.791             |
| 0  | 631.245                | 81.438              | 45.932                         | 47.358              | 10.378                   | 4.239                        | 1.459                     | 14.181                        | 1.621                        | 110.988             |
| 0  | 637.259                | 85.500              | 47.081                         | 49.721              | 10.896                   | 4.451                        | 1.532                     | 14.888                        | 1.685                        | 115.365             |
| 15 | 643.329                | 89.764              | 48.258                         | 52.201              | 11.440                   | 4.673                        | 1.608                     | 15.631                        | 1.753                        | 119.931             |

↑  
average  
annual  
growth =  
5.19%

↑  
escalated at  
2.50%  
per year

(range=  
4.76%  
to 6.42%)

↑  
Held at  
\$900K for  
5 years,  
then in-  
flated  
at 4%  
per year

⊕ Includes two  
adjusted columns  
(omits originals)

|    | Existing<br>Debt | New <sup>*</sup><br>Debt | TOTAL<br>DEBT |
|----|------------------|--------------------------|---------------|
| 89 | 116.104          | 0.000                    | 116.104       |
| 90 | 112.171          | 3.934                    | 116.104       |
| 91 | 109.255          | 6.850                    | 116.104       |
| 92 | 106.226          | 9.878                    | 116.104       |
| 93 | 97.945           | 18.159                   | 116.104       |
| 94 | 84.928           | 31.176                   | 116.104       |
| 95 | 75.896           | 32.111                   | 108.007       |
| 96 | 62.456           | 33.074                   | 95.531        |
| 97 | 39.436           | 34.067                   | 73.503        |
| 98 | 37.250           | 35.089                   | 72.339        |
| 99 | 35.696           | 36.141                   | 71.838        |
| 00 | 27.296           | 37.226                   | 64.522        |
| 01 | 23.446           | 38.342                   | 61.789        |
| 0  | 10.108           | 39.493                   | 49.601        |
| 03 | 6.461            | 40.677                   | 47.138        |
| 04 | 5.335            | 41.898                   | 47.233        |
| 05 | 5.268            | 43.155                   | 48.423        |
| 0  | 4.562            | 44.449                   | 49.011        |
| 0  | 2.579            | 45.783                   | 48.362        |
| 0  | 2.617            | 47.156                   | 49.773        |
| 0  | 0                | 48.571                   | 48.571        |
| 10 | 0                | 50.028                   | 50.028        |
| 0  | 0                | 51.529                   | 51.529        |
| 0  | 0                | 53.075                   | 53.075        |
| 0  | 0                | 54.667                   | 54.667        |
| 0  | 0                | 56.307                   | 56.307        |
| 15 | 0                | 57.996                   | 57.996        |

inflation =  
3.00%

\*)

New debt (grants) take up slack of decline  
in scheduled old debt for first five years.  
Thereafter, grants amount is inflated at  
3% per year.

ALASKA SCHOOLS' FUNDING NEEDS  
VS.  
EDUCATION FUND INCOME

Between fiscal year 2001 and 2005 it appears the education fund fully provides for public elementary and secondary schools, including the foundation formula, other education formula programs, and school construction. The estimates assume that appropriations begin in fiscal year 2001.

Projection assumptions

Full funding year

Mid-case oil revenues, 4% rate of return,  
low population

Full funding in FY 2001

Mid-case oil revenues, 3% rate of return,  
low population

Full funding in FY 2004

Low-case oil revenues, 4% rate of return,  
low population

Full funding in FY 2001

Low-case oil revenues, 3% rate of return,  
low population

Full funding in FY 2005

**With Education Amendment**

4% Real Rate Of Return - Education Appropriations Start In FY 2001  
40% Dedication Through Year 2003

Forecast: DOR, 11/88  
PF Status: 12/31/88

Revenue: Mid-Case  
Population: Low Case

| FY | Education Fund Balance | Total Permanent Fund Balance | Education Fund Net Income | Per Capita Dividends |
|----|------------------------|------------------------------|---------------------------|----------------------|
| 91 | 217                    | 10,701                       |                           | \$863.60             |
| 92 | 705                    | 11,814                       | 22                        | \$870.88             |
| 93 | 1,259                  | 12,709                       | 70                        | \$932.28             |
| 94 | 1,889                  | 13,654                       | 126                       | \$998.72             |
| 95 | 2,599                  | 14,646                       | 189                       | \$1,070.94           |
| 96 | 3,399                  | 15,718                       | 260                       | \$1,098.28           |
| 97 | 4,298                  | 16,883                       | 340                       | \$1,120.28           |
| 98 | 5,304                  | 18,149                       | 430                       | \$1,140.32           |
| 99 | 6,430                  | 19,525                       | 530                       | \$1,158.82           |
| 0  | 7,688                  | 21,024                       | 643                       | \$1,176.00           |
| 1  | 8,321                  | 21,890                       | 769                       | \$1,192.40           |
| 2  | 8,967                  | 22,758                       | 832                       | \$1,207.49           |
| 3  | 9,625                  | 23,631                       | 897                       | \$1,221.15           |
| 4  | 10,296                 | 24,507                       | 962                       | \$1,231.71           |
| 5  | 10,978                 | 25,383                       | 1,030                     | \$1,242.35           |

PFD calculation is based on non-education earnings of Permanent Fund. Full PFD amount is distributed, so long as sufficient non-education earnings (including reserves) remain for it after 40 percent distribution to education account. Income distribution priorities: retention of education earnings first, then 40% distribution, then dividends, then inflation proofing.

**With Education Amendment**

3% Real Rate Of Return - Education Appropriations Start In FY 2001  
40% Dedication Through Year 2005

Forecast: DOR, 11/88  
PF Status: 12/31/88

Revenue: Mid-Case  
Population: Low Case

| FY | Education Fund Balance | Total Permanent Fund Balance | Education Fund Net Income | Per Capita Dividends |
|----|------------------------|------------------------------|---------------------------|----------------------|
| 91 | 194                    | 10,679                       |                           | \$841.63             |
| 92 | 623                    | 11,606                       | 17                        | \$824.78             |
| 93 | 1,105                  | 12,390                       | 56                        | \$860.50             |
| 94 | 1,647                  | 13,219                       | 99                        | \$900.30             |
| 95 | 2,252                  | 14,089                       | 148                       | \$945.11             |
| 96 | 2,926                  | 15,022                       | 203                       | \$965.49             |
| 97 | 3,676                  | 16,026                       | 263                       | \$982.05             |
| 98 | 4,508                  | 17,107                       | 331                       | \$997.47             |
| 99 | 5,431                  | 18,269                       | 406                       | \$1,011.79           |
| 0  | 6,451                  | 19,522                       | 489                       | \$1,025.38           |
| 1  | 6,998                  | 20,294                       | 581                       | \$1,038.10           |
| 2  | 7,556                  | 21,067                       | 630                       | \$1,049.94           |
| 3  | 8,125                  | 21,842                       | 680                       | \$1,060.58           |
| 4  | 8,704                  | 22,619                       | 731                       | \$1,068.51           |
| 5  | 9,293                  | 23,395                       | 783                       | \$1,076.70           |

PFD calculation is based on non-education earnings of Permanent Fund. Full PFD amount is distributed, so long as sufficient non-education earnings (including reserves) remain for it after 40 percent distribution to education account. Income distribution priorities: retention of education earnings first, then 40% distribution, then dividends, then inflation-proofing.

**With Education Amendment**

4% Real Rate Of Return - Education Appropriations Start In FY 2001  
40% Dedication Through Year 2005

Forecast: DOR, 11/88

Revenue: Low-Case

PF Status: 12/31/88

Population: Low Case

| FY | Education Fund Balance | Total Permanent Fund Balance | Education Fund Net Income | Per Capita Dividends |
|----|------------------------|------------------------------|---------------------------|----------------------|
| 91 | 213                    | 10,494                       |                           | \$859.17             |
| 92 | 691                    | 11,508                       | 21                        | \$861.73             |
| 93 | 1,229                  | 12,291                       | 69                        | \$916.33             |
| 94 | 1,836                  | 13,116                       | 123                       | \$974.48             |
| 95 | 2,518                  | 13,983                       | 184                       | \$1,037.66           |
| 96 | 3,280                  | 14,920                       | 252                       | \$1,056.13           |
| 97 | 4,133                  | 15,939                       | 328                       | \$1,069.08           |
| 98 | 5,084                  | 17,048                       | 413                       | \$1,080.07           |
| 99 | 6,144                  | 18,257                       | 508                       | \$1,089.51           |
| 0  | 7,323                  | 19,578                       | 614                       | \$1,097.80           |
| 1  | 7,902                  | 20,291                       | 732                       | \$1,105.31           |
| 2  | 8,488                  | 21,007                       | 790                       | \$1,111.86           |
| 3  | 9,084                  | 21,725                       | 849                       | \$1,116.97           |
| 4  | 9,687                  | 22,446                       | 908                       | \$1,119.80           |
| 5  | 10,297                 | 23,169                       | 969                       | \$1,122.82           |

PFD calculation is based on non-education earnings of Permanent Fund. Full PFD amount is distributed, so long as sufficient non-education earnings (including reserves) remain for it after 40 percent distribution to education account. Income distribution priorities: retention of education earnings first, then 40% distribution, then dividends, then inflation-proofing.

**With Education Amendment**

3% Real Rate Of Return - Education Appropriations Start In FY 2001  
 40% Dedication Through Year 2005

Forecast: DOR, 11/88  
 PF Status: 12/31/88

Revenue: Low-Case  
 Population: Low Case

| FY | Education Fund Balance | Total Permanent Fund Balance | Education Fund Net Income | Per Capita Dividends |
|----|------------------------|------------------------------|---------------------------|----------------------|
| 91 | 191                    | 10,471                       |                           | \$837.57             |
| 92 | 611                    | 11,304                       | 17                        | \$816.36             |
| 93 | 1,079                  | 11,979                       | 55                        | \$846.18             |
| 94 | 1,601                  | 12,692                       | 97                        | \$878.74             |
| 95 | 2,180                  | 13,442                       | 144                       | \$915.39             |
| 96 | 2,822                  | 14,247                       | 196                       | \$927.92             |
| 97 | 3,534                  | 15,114                       | 254                       | \$936.62             |
| 98 | 4,319                  | 16,047                       | 318                       | \$944.14             |
| 99 | 5,186                  | 17,055                       | 389                       | \$950.54             |
| 0  | 6,142                  | 18,144                       | 467                       | \$956.19             |
| 1  | 6,641                  | 18,771                       | 553                       | \$961.29             |
| 2  | 7,148                  | 19,400                       | 598                       | \$965.48             |
| 3  | 7,661                  | 20,030                       | 643                       | \$968.79             |
| 4  | 8,181                  | 20,662                       | 690                       | \$969.70             |
| 5  | 8,708                  | 21,295                       | 736                       | \$971.30             |

PFD calculation is based on non-education earnings of Permanent Fund. Full PFD amount is distributed, so long as sufficient non-education earnings (including reserves) remain for it after 40 percent distribution to education account. Income distribution priorities: retention of education earnings first, then 40% distribution, then dividends, then inflation-proofing.

JUNEAU SCHOOL DISTRICT BOARD OF EDUCATION

RESOLUTION #8-89

A RESOLUTION OF THE BOARD OF EDUCATION OF THE CITY AND BOROUGH OF JUNEAU SUPPORTING AN AMENDMENT TO THE ALASKA CONSTITUTION TO PROVIDE FOR THE ESTABLISHMENT OF AN EDUCATION ENDOWMENT.

WHEREAS, one of every three Alaskans is under the age of 18, giving Alaska the youngest population of any state in the nation, and

WHEREAS, the right to a free education for every child has been universally recognized, and in Alaska is mandated by the state constitution, and

WHEREAS, education provides the opportunity for reaching personal fulfillment and economic self-sufficiency, and

WHEREAS, to fail to provide that opportunity penalizes not only the individual child, but also the society as a whole, and

WHEREAS, volatile and unpredictable oil revenues have resulted in decreased state funding for education over the last few years, and

WHEREAS, future state oil revenues are projected to decrease with the gradual decline of Prudhoe Bay production, making general fund support of public education more difficult and uncertain, and

WHEREAS, fluctuating local property values have also contributed to educational funding uncertainty, and

WHEREAS, federal funding for education has also become increasingly more unpredictable, and

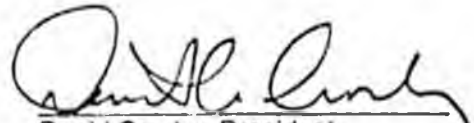
WHEREAS, an education endowment from the permanent fund earnings could provide critically important immediate and long-term, stable funding for public elementary and secondary schools;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF EDUCATION OF THE CITY AND BOROUGH OF JUNEAU, ALASKA:

1. That the Board of Education of the City and Borough of Juneau supports and endorses an amendment to the Constitution of the State of Alaska providing for the use of permanent fund earnings for immediate and long-term public education.

2. Effective Date. This resolution shall be effective immediately upon adoption.

Adopted this 21st day of February, 1989.

  
David Crosby, President

Attest:

\_\_\_\_\_  
Charlotte Richards, Clerk

KETCHIKAN GATEWAY BOROUGH

RESOLUTION NO. 526

A RESOLUTION OF THE ASSEMBLY OF THE KETCHIKAN GATEWAY BOROUGH, ALASKA, SUPPORTING THE EFFORTS OF GOVERNOR STEVE COWPER TO SECURE A CONSTITUTIONAL AMENDMENT TO CREATE AN EDUCATIONAL ENDOWMENT, AND ESTABLISHING AN EFFECTIVE DATE.

R E C I T A L S

A. Alaska's public education over the last fifteen years has been largely financed by Prudhoe Bay oil money.

B. The State of Alaska now has both the need and the opportunity to stabilize future funding of Alaska's public education system.

C. Alaska has the resources to provide a long term commitment to the education of its people.

D. The best investment the State of Alaska can make is in public education, and an investment now will guarantee that Alaska will have the financial means to support its public schools for years to come.

E. Alaska Governor Steve Cowper has announced his intention to introduce an amendment to the Alaska Constitution to provide for and create an Education Endowment for public education for the State of Alaska.

NOW, THEREFORE, IT IS RESOLVED BY THE ASSEMBLY OF THE KETCHIKAN GATEWAY BOROUGH, ALASKA, as follows:

Section 1. The Ketchikan Gateway Borough hereby supports the efforts of Governor Cowper to secure a constitutional amendment to create an Educational Endowment.

Section 2. The Borough Clerk is hereby directed to send copies of this Resolution to Governor Steve Cowper, Senator Lloyd Jones, and Representatives Robin Taylor and Cheri Davis.

Section 3. This Resolution shall be effective upon adoption.

ADOPTED this 21ST day of FEBRUARY, 1989.

  
BOROUGH MAYOR

ATTEST:

*Georgianna Booth*  
BOROUGH CLERK

APPROVED AS TO FORM:

*Russell W. Walker*  
MUNICIPAL ATTORNEY

RESAED



KETCHIKAN GATEWAY BOROUGH  
SCHOOL DISTRICT

Resolution No.216  
Ketchikan Gateway Borough School District

GOVERNOR'S EDUCATIONAL ENDOWMENT PLAN

WHEREAS, the school districts of the State have had to cope with the rising and falling price of oil and its impact upon the State's revenues and ultimately upon the foundation formula; and,

WHEREAS, the school districts of the State in 1986 endured revenue shortfalls after approval of their respective budget; and,

WHEREAS, the Governor of the State of Alaska has, with vision and foresight, proposed an amendment to the State's Constitution that would create an educational endowment fund; and,

WHEREAS, the 10/6/88 draft of the proposed amendment with suspension provision added would be in the best interest of the students of the State; and,

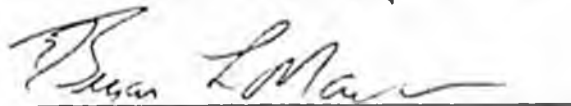
WHEREAS, the endowment would begin payment to the school district of the state in the year 2000; and

WHEREAS, the suspension provision would protect the state in a time of serious revenue decline by not requiring payment to the fund;

THEREFORE BE IT RESOLVED, that the Ketchikan Gateway Borough School District Board of Education lends its full support to the concept of an educational endowment fund to be used for Public Elementary and Secondary Education and urges the passage of this amendment.

PASSED, APPROVED, AND ADOPTED BY THE BOARD OF EDUCATION OF  
THE KETCHIKAN GATEWAY BOROUGH SCHOOL DISTRICT OF  
KETCHIKAN, ALASKA THIS 15 DAY OF February, 1989.

  
PRESIDENT OF THE BOARD

  
CLERK-TREASURER OF THE BOARD

CITY OF KOTZEBUE  
RESOLUTION NO. R9-4

A RESOLUTION SUPPORTING THE EDUCATION AMENDMENT TO THE CONSTITUTION.

WHEREAS; Alaska's public elementary and secondary schools are now supported by oil-based revenue, and;

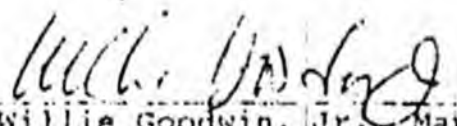
WHEREAS; about 25% of each year's state expenditures are for public education, which is mandated by the state constitution, and;

WHEREAS; within ten years Prudhoe Bay production is estimated to drop by almost half, that decline, coupled with fluctuating local property values and increasingly more unpredictable federal funding for education makes the future of Alaska schools' funding very uncertain.


BE IT RESOLVED THAT the City of Kotzebue supports a constitutional amendment establishing an education fund from excers earning of the Permanent Fund.

PASSED AND APPROVED THIS 19TH DAY OF JANUARY, 1989.

CITY OF KOTZEBUE:

  
Willie Goodwin, Jr., Mayor

ATTEST:

  
Zonna Lee, City Clerk

Original sponsor: Rules/Governor

1 IN THE HOUSE

BY THE HEALTH, EDUCATION AND  
SOCIAL SERVICES COMMITTEE

2 CS FOR HOUSE JOINT RESOLUTION NO. 13 (HESS)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTEENTH LEGISLATURE - FIRST SESSION

5 Proposing amendments to the Constitution  
6 of the State of Alaska creating a perma-  
7 nent endowment for education.

8 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 \* Section 1. Article IX, sec. 7, Constitution of the State of Alaska,  
10 is amended to read:

11 SECTION 7. DEDICATED FUNDS. The proceeds of any state tax or  
12 license shall not be dedicated to any special purpose, except as pro-  
13 vided in Sections 15, 17, and 18 [SECTION 15] of this article or when  
14 required by the federal government for state participation in federal  
15 programs. This provision shall not prohibit the continuance of any  
16 dedication for special purposes existing upon the date of ratification  
17 of this section by the people of Alaska.

18 \* Sec. 2. Article IX, Constitution of the State of Alaska, is amended  
19 by adding new sections to read:

20 SECTION 17. EDUCATION ENDOWMENT. There is established an educa-  
21 tion endowment to finance public education. The education endowment  
22 is part of the principal of the Alaska permanent fund. The education  
23 endowment shall be placed in a separate account within the principal  
24 of the permanent fund, and shall be invested as required by law for  
25 permanent fund investments. Income from the education endowment may  
26 only be appropriated to fund public elementary and secondary education  
27 in Alaska. Income that is not appropriated shall be placed annually  
28 in the principal of the education endowment.

29 SECTION 18. EDUCATION ENDOWMENT FUNDING. After January 1, 1991,.

Original sponsor: Rules/Governor

1 IN THE HOUSE

BY THE HEALTH, EDUCATION AND  
SOCIAL SERVICES COMMITTEE

2 CS FOR HOUSE JOINT RESOLUTION NO. 13 (HESS)

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29 SECTION 18. EDUCATION ENDOWMENT FUNDING. After January 1, 1991,

# **CORRECTION**

**THIS DOCUMENT  
HAS BEEN REPHOTOGRAPHED  
TO ASSURE LEGIBILITY**

Original sponsor: Rules/Governor

1 IN THE HOUSE

BY THE HEALTH, EDUCATION AND  
SOCIAL SERVICES COMMITTEE

2 CS FOR HOUSE JOINT RESOLUTION NO. 13 (HESS)

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29 SECTION 18. EDUCATION ENDOWMENT FUNDING. After January 1, 1991,

1 at least forty percent of the income of the permanent fund, not in-  
2 cluding the income of the education endowment, shall be placed  
3 annually in the education endowment. Income of the education endow-  
4 ment may not be appropriated by the legislature before July 1, 2003.

5 SECTION 19. REPEAL. Section 18 of this article is repealed  
6 July 1, 2005, unless the legislature, by the affirmative vote of a  
7 majority of the membership assembled in joint session, extends Section  
8 18 for a period not beyond June 30, 2010.

9 \* Sec. 3. The amendments proposed by this resolution shall be placed  
10 before the voters at the next general election in conformity with art.  
11 XIII, sec. 1, Constitution of the State of Alaska, and the election laws of  
12 the state.

Original sponsor: Rules/Governor

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BY THE HEALTH, EDUCATION AND  
SOCIAL SERVICES COMMITTEE

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12 the state.

HJR

14



# Alaska State Legislature

REPRESENTATIVE DICK SHULTZ

Member  
Finance Committee

PO. Box V  
Juneau, Alaska 99811  
(907) 465-4940  
Home: PO Box 487  
Tok, Alaska 99780

## MEMORANDUM

TO: MEMBERS HOUSE RESOURCES COMMITTEE  
FROM: REP. DICK SHULTZ *DS*  
DATE: FEBRUARY 21, 1989  
RE: HJR 14

\*\*\*\*\*

I have introduced this resolution to lend support for DEC in helping to solve the solid waste problems facing Alaska.

If the proposed federal regulations go into effect as written, it will cause great hardship on landfill managers in Alaska. In our smaller rural areas there are few if any alternatives available for waste disposal.

What that means is existing dumps are our only solution until they are phased out and replaced with practical, economically viable alternatives. Until that time, we can not afford to stand by and let EPA eliminate our landfills.

Dec is working to put into place programs geared to individual needs and resources. These programs will work over time and time is what this Resolution is asking EPA for.

The request is based on Alaska being somewhat unique with many remote communities. Heavy duty big brother enforcement will only backfire and cost the state more in the long run while causing more widespread damage to the environment.

Any support for this important message to EPA will be most sincerely appreciated.

## FISCAL NOTE

**REQUEST:**

Revision Date: \_\_\_\_\_ Agency Affected: DNR  
 Title: Solid Waste Management in the Arctic BRU: \_\_\_\_\_  
 Sponsor: \_\_\_\_\_ Components: \_\_\_\_\_  
 Requestor: House Resources Committee

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

| OPERATING              | FY 89 | FY 90 | FY 91 | FY 92 | FY 93 | FY 94 |
|------------------------|-------|-------|-------|-------|-------|-------|
| PERSONAL SERVICES      | -0-   | -0-   | -0-   | -0-   | -0-   | -0-   |
| TRAVEL                 | -0-   | -0-   | -0-   | -0-   | -0-   | -0-   |
| CONTRACTUAL            | -0-   | -0-   | -0-   | -0-   | -0-   | -0-   |
| SUPPLIES               | -0-   | -0-   | -0-   | -0-   | -0-   | -0-   |
| EQUIPMENT              | -0-   | -0-   | -0-   | -0-   | -0-   | -0-   |
| LAND & STRUCTURES      | -0-   | -0-   | -0-   | -0-   | -0-   | -0-   |
| GRANTS, CLAIMS         | -0-   | -0-   | -0-   | -0-   | -0-   | -0-   |
| MISCELLANEOUS          | -0-   | -0-   | -0-   | -0-   | -0-   | -0-   |
| <b>TOTAL OPERATING</b> | -0-   | -0-   | -0-   | -0-   | -0-   | -0-   |

|         |     |     |     |     |     |     |
|---------|-----|-----|-----|-----|-----|-----|
| CAPITAL | -0- | -0- | -0- | -0- | -0- | -0- |
|---------|-----|-----|-----|-----|-----|-----|

|         |     |     |     |     |     |     |
|---------|-----|-----|-----|-----|-----|-----|
| REVENUE | -0- | -0- | -0- | -0- | -0- | -0- |
|---------|-----|-----|-----|-----|-----|-----|

**FUNDING: (Thousands of Dollars)**

|               |     |     |     |     |     |     |
|---------------|-----|-----|-----|-----|-----|-----|
| GENERAL FUND  | -0- | -0- | -0- | -0- | -0- | -0- |
| FEDERAL FUNDS | -0- | -0- | -0- | -0- | -0- | -0- |
| OTHER         | -0- | -0- | -0- | -0- | -0- | -0- |
| <b>TOTAL</b>  | -0- | -0- | -0- | -0- | -0- | -0- |

**POSITIONS:**

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

ANALYSIS : (Attach a separate page if necessary)

Prepared by: House Resources Committee (pm) Phone: 465-4494  
 Division: Representative Curt Menard, Chairman Date: 2/21/89

Approved by Commissioner: \_\_\_\_\_ Date: \_\_\_\_\_  
 Agency: \_\_\_\_\_

Distribution (by preparer):  
 Legislative Finance  
 Legislative Sponsor  
 Requestor  
 Office of Management and Budget  
 (Appropriate Agencies)



# Alaska Environmental Lobby, Inc.

P.O. Box 22151 Juneau, Alaska 99802

907-586-2345

## AEL ISSUE PAPER - HJR 14 SOLID WASTE MANAGEMENT IN THE ARCTIC

The Alaska Environmental Lobby is in general agreement with the concept of House Joint Resolution 14, but believes that it should create a greater impetus to search for solutions than it does at present.

While we appreciate the Environmental Protection Agency's motives in closing all solid waste facilities that do not meet regulatory requirements, we also realize that severe environmental and logistical constraints limit the development and operation of disposal facilities in much of rural Alaska. There are no easy answers in finding a new place to dump villages' trash. The EPA should be flexible in managing solid waste disposal in the state's small, remote communities. Too frequently, the closure or absence of a landfill in rural communities has meant that, for lack of a better alternative, garbage is thrown into the nearest convenient spot or left to wash away. Obviously, this is not the answer.

We agree that state agencies and villages need more time to develop a long-term approach to solid waste management than the few months allowed under the EPA's current agenda. Still, a complete exemption from EPA's rules -as requested in HJR 14- does not give either the state or villages the incentive to aggressively pursue solutions. We suggest that a temporary exemption, requiring continuing state review of alternative solutions, would prevent random and disorganized disposal and encourage communities to seek answers.

In addition, we are unclear about the definition of "remote and isolated communities." These are relative terms and do not necessarily prevent a community from meeting EPA standards; for example, Nome and Quinhagak are in very different situations and have varying resources with which to attack the solid waste problem, yet both may be considered remote and isolated.

With these few changes, the Alaska Environmental Lobby would speak strongly in favor of HJR 14. We are interested in the state's agenda and strategy for grappling with the waste management problem, any potential for funding, and who will be affected by these actions.

House Resources Committee  
February 21, 1989  
Karen Wood and Larry Landry

# HOUSE COMMITTEE REPORT

(9)

Date Referred: January 18, 1989

FURTHER REFERRALS: HESS

Date of Committee Action: 2-21-89

The RESOURCES Committee recommends that:

HOUSE JOINT RESOLUTION NO. 14 [SOLID WASTE MANAGEMENT IN THE ARCTIC]  
Relating to solid waste management in remote and isolated Arctic communities.

[ ] be replaced with \_\_\_\_\_ [ ] the same title  
[ ] a new title

[ ] have attached amendment(s)

- do pass
- do not pass
- no recommendation
- individual recommendations
- additional referral to the \_\_\_\_\_ Committee

ADOPTS: \_\_\_\_\_ letter of intent

ATTACHES NEW FISCAL NOTE(S):

- fiscal impact
- zero fiscal note
- zero with analysis

APPROVES PREVIOUS:

- fiscal note(s) published: \_\_\_\_\_
- zero fiscal notes(s) published: \_\_\_\_\_

SIGNING DO PASS:

Curt W. Munch  
Clay Davidson  
Mike Truane  
Richard (Bob) D. [unclear]  
Walt Burnace  
[unclear]

SIGNING OTHER THAN DO PASS:  
(Do Not Pass, No Recommendation, Amend)

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
Curt W. Munch  
Chairman's signature

HJR

16

# HOUSE COMMITTEE REPORT

(7)

Date Referred: January 25, 1989

FURTHER REFERRALS: FINANCE

Date of Committee Action: 4/13/89

The HEALTH, EDUCATION & SOCIAL SERVICES Committee recommends that:

HOUSE JOINT RESOLUTION NO. 16

[MEDICAL BENEFITS FOR VETERANS]

Relating to medical benefits for veterans.

[ ] be replaced with \_\_\_\_\_ [ ] the same title  
[ ] a new title

[ ] have attached amendment(s)

- [  ] do pass  
[ ] do not pass  
[ ] no recommendation  
[ ] individual recommendations  
[ ] additional referral to the \_\_\_\_\_ Committee

ADOPTS: \_\_\_\_\_ letter of intent

ATTACHES NEW FISCAL NOTE(S):

- [ ] fiscal impact  
[  ] zero fiscal note  
[ ] zero with analysis

APPROVES PREVIOUS:

- [ ] fiscal note(s) published:  
\_\_\_\_\_  
[ ] zero fiscal notes(s), published:  
\_\_\_\_\_

SIGNING DO PASS:

SIGNING OTHER THAN DO PASS:  
(Do Not Pass, No Recommendation, Amend)

H. Ellis  
Mark Baker  
Cheri Davis  
M. F. Thompson

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

H. Ellis  
Chairman's signature



Official Business

# Alaska State Legislature

## House

P.O. BOX V  
State Capitol  
Juneau, Alaska 99811

MEMORANDUM:

TO: Health, Education, and Social Services Committee

FROM: Rep. Richard Foster *RF*

DATE: April 13, 1989

RE: HOUSE JOINT RESOLUTION NO. 16

Thank you for scheduling HJR 16. Either I or one of my staff will be available for the committee meeting. This problem was first brought to my attention by a constituent who had a heart transplant in Salt Lake City last year. Added information concerning proposed cuts in spending for veteran medical benefits was highlighted in the "Vet's Forum", Volume 3, Number 1, page 3, January/February 1989; Division of Veterans' Affairs, State of Alaska. See the attached copy of the referenced page.



"A man who is good enough to shed his blood for his country is good enough to be given a square deal afterwards. More than that no man is entitled to, and less than that no man shall have." ---Theodore Roosevelt

★ ★ ★ WHAT'S NEW & ON THE HORIZON FOR VETERANS ★ ★ ★

## VA Budget Plan Draws Congressional FIRE

(From the House Veterans Affairs Committee news Jan. 1989)

WASHINGTON -- The Reagan Administration presented Capitol Hill with a proposed spending plan for veterans' programs that would cut nearly 9,000 VA health care employees, reduce medical facility construction, and deny medical care to thousands of veterans.

"This is shocking. Whoever planned this budget certainly isn't paying close attention to the real world," remarked Rep. G. V. "Sonny" Montgomery (D-MS), Chairman of the House Veterans' Affairs Committee. "It marks a continuation of OMB's [Office of Management and Budget] pattern of back door approaches to kill veterans' health care programs. They continue to cut employees and hold back resources and naturally, fewer veterans will receive care. Then they base their projections on this reduction, and so on, and so on. It's a cycle they've played to the hilt, and this Committee is fed up with it."

The Veterans Administration, in recent months, has begun to terminate health care programs, take hospital beds out of service (in addition to thousands already closed), and deny to certain groups of veterans, care at virtually every veterans' hospital in the country. House Veterans' Affairs Committee staff forecast, conservatively, a medical budget shortfall over the next two years of \$1.1 billion below the amount needed to deliver the level of services provided in FY '88. The Administration projects what Montgomery calls "unrealistic" declines in the number of veterans utilizing VA health care services. Funding cuts are calculated on these same projections. According to the Administration, (and their upside-down crystal ball,) there will be (FY 90 compared to FY 89): 17,516 fewer patients treated in VA hospitals; a 23.8% (6,269) decrease in the number of domiciliary patients; & a 23.7% (7,983) decrease in nursing home care patients.

"These numbers fly in the face of all facts and logic. Eligible veterans are literally standing in line for care that this budget seeks to deny them," said Montgomery. The Administration also proposed to cut the number of full-time medical and research employees by 8,957 -- from 199,852 to 190,895. The Administration requested medical facility construction funding that falls short of published VA recommendations for FY 90 by at least \$180.3 million.

Medical care is not the only program that would be adversely affected if the budget proposals were implemented. Under the Administration's FY 90 blueprint, funding for the Department of Veterans' Benefits, which is responsible for the adjudication of claims for compensation, pension and education benefits as well as home loan guarantees and burial benefits, is \$30 million short of a current services level.

The Department's employment level would fall 6% from the 1988 level of 12,872. This, despite the fact that, since 1979, more than one-third of the DVB (benefits counselors) workforce has been cut, which has resulted in a continuing deterioration in timeliness and quality of service to veterans.

Other Administration recommendations:

- increase from 1% to 3.8% the origination fee charged a veteran for a VA-guaranteed home loan; repeal the recently-reinstated travel allowance eligibility provisions to allow only veterans in need of special transportation or those who live 100 miles or more from a VA medical facility to receive the benefit; and

- reduce medical and prosthetic research by \$12.9 million.

The House Veterans' Affairs Committee has scheduled budget hearings in early February.

NOTE: The impact of these projected shortfalls and reductions of services would be a severe blow to veterans' entitlements -- your entitlements and the services you may need. Drop a letter to your congressional representatives and encourage them to help preserve veterans benefits and entitlements. Listed below are Alaska's Senators and Representative.

Senator Ted Stevens  
U.S. Senate  
522 Hart Building  
Washington, D.C. 20510  
Local Phone #: 907-271-5915

Senator Frank Murkowski  
U.S. Senate 522 Hart Building  
Washington, D.C. 20510  
Local Phone # 907-271-3735

Representative Don Young  
House of Representatives  
2331 Rayburn Building  
Washington, D.C. 20515  
Local Phone # 907-271-5978



### DID YOU KNOW? ★ DID YOU KNOW?

Burial in a National Cemetery is available to a veteran's widow, minor children, unmarried children under the age of 23 attending school and under certain conditions to unmarried adult children

BY FOSTER, GRUENBERG, NAVARRE,  
GRUSSENDORF, SHARP, ZAWACKI, GOLL,  
MENARD, SHULTZ, M.DAVIS, C.DAVIS,  
COLLINS, HUDSON, BOUCHER, CATO,  
ULMER, BARNES AND KOPONEN

1 IN THE HOUSE

2

HOUSE JOINT RESOLUTION NO. 16

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

SIXTEENTH LEGISLATURE - FIRST SESSION

5

Relating to medical benefits for veter-

6

ans.

7

BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:

8

WHEREAS comprehensive health care is a benefit that veterans have

9

earned through their service to our country; and

10

WHEREAS comprehensive health care benefits for veterans have histor-

11

ically included coverage for the costs of heart transplants when medically

12

necessary or desirable; and

13

WHEREAS the federal Veterans Administration is currently reviewing its

14

policy of covering heart transplants for veterans under their health bene-

15

fits, and this coverage may be restricted or eliminated; and

16

WHEREAS restricting or denying heart transplant coverage to veterans

17

would unfairly deny to them their right to comprehensive health care;

18

BE IT RESOLVED by the Alaska State Legislature that heart transplant

19

coverage should remain part of the comprehensive health care package that

20

is available to veterans.

21

COPIES of this resolution shall be sent to the Honorable Dan Quayle,

22

Vice-President of the United States and President of the United States

23

Senate; the Honorable Jim Wright, Speaker of the United States House of

24

Representatives; Edward J. Derwinski, Administrator of Veterans Affairs;

25

and to the Honorable Ted Stevens and the Honorable Frank Murkowski, U.S.

26

Senators, and the Honorable Don Young, U.S. Representative, members of the

27

Alaska delegation in Congress.

## FISCAL NOTE

**REQUEST:** \_\_\_\_\_

Revision Date: \_\_\_\_\_  
Title: Medical Benefits for Veterans

Agency Affected: \_\_\_\_\_  
BRU: \_\_\_\_\_

Sponsor: Foster et.al.  
Requestor: House HESS

Components: \_\_\_\_\_

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

| OPERATING              | FY 89 | FY 90 | FY 91 | FY 92 | FY 93 | FY 94 |
|------------------------|-------|-------|-------|-------|-------|-------|
| PERSONAL SERVICES      |       |       |       |       |       |       |
| TRAVEL                 |       |       |       |       |       |       |
| CONTRACTUAL            |       |       |       |       |       |       |
| SUPPLIES               |       |       |       |       |       |       |
| EQUIPMENT              |       |       |       |       |       |       |
| LAND & STRUCTURES      |       |       |       |       |       |       |
| GRANTS, CLAIMS         |       |       |       |       |       |       |
| MISCELLANEOUS          |       |       |       |       |       |       |
| <b>TOTAL OPERATING</b> | 0     | 0     | 0     | 0     | 0     | 0     |

|         |  |  |  |  |  |  |
|---------|--|--|--|--|--|--|
| CAPITAL |  |  |  |  |  |  |
|---------|--|--|--|--|--|--|

|         |  |  |  |  |  |  |
|---------|--|--|--|--|--|--|
| REVENUE |  |  |  |  |  |  |
|---------|--|--|--|--|--|--|

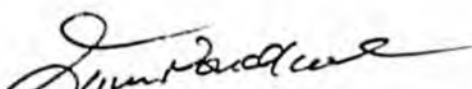
**FUNDING:** (Thousands of Dollars)

|               |  |  |  |  |  |  |
|---------------|--|--|--|--|--|--|
| GENERAL FUND  |  |  |  |  |  |  |
| FEDERAL FUNDS |  |  |  |  |  |  |
| OTHER         |  |  |  |  |  |  |
| <b>TOTAL</b>  |  |  |  |  |  |  |

**POSITIONS:**

|           |  |  |  |  |  |  |
|-----------|--|--|--|--|--|--|
| FULL-TIME |  |  |  |  |  |  |
| PART-TIME |  |  |  |  |  |  |
| TEMPORARY |  |  |  |  |  |  |

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



Prepared by: Jim Nordlund, Professional Assistant Phone: 465-3759  
 Division: House HESS Committee Date: 4-13-89

Approved by Commissioner: \_\_\_\_\_ Date: \_\_\_\_\_  
 Agency: \_\_\_\_\_

Distribution (by preparer):  
 Legislative Finance  
 Legislative Sponsor  
 Requestor  
 Office of Management and Budget  
 Impacted Agency(ies)

HJR

22

# HOUSE COMMITTEE REPORT

(7)

Date Referred: February 3, 1989

FURTHER REFERRALS: STATE AFFAIRS

APPALED

Date of Committee Action: 2/21/89

The HEALTH, EDUCATION, & SOCIAL SERVICES Committee recommends that:

HOUSE JOINT RESOLUTION NO. 22

[REPAIR OF SCHOOLS ON MILITARY BASES]

Relating to schools on military bases.

[] be replaced with CS HJR 22 (HESS) [] the same title  
[ ] a new title

[ ] have attached amendment(s)

- [] do pass
- [ ] do not pass
- [ ] no recommendation
- [ ] individual recommendations
- [ ] additional referral to the \_\_\_\_\_ Committee

ADOPTS: \_\_\_\_\_ letter of intent

ATTACHES NEW FISCAL NOTE(S):

- [ ] fiscal impact
- [] zero fiscal note
- [ ] zero with analysis

APPROVES PREVIOUS:

- [ ] fiscal note(s) published: \_\_\_\_\_
- [ ] zero fiscal notes(s) published: \_\_\_\_\_

SIGNING DO PASS:

SIGNING OTHER THAN DC PASS:  
(Do Not Pass, No Recommendation, Amend)

Rev. Charles Davis  
Mark Boyer  
Fred Jace  
John Ellis  
Walt Furnace  
Steve Jupp

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
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\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

John Ellis  
Chairman's signature

BY COTTEN, ELLIS, PHILLIPS,  
SPOHNHOLZ, M.DAVIS, MILLER,  
DAVIDSON AND MARTIN

1 IN THE HOUSE

2

HOUSE JOINT RESOLUTION NO. 22

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

SIXTEENTH LEGISLATURE - FIRST SESSION

5

Relating to schools on military bases.

6 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:

7 WHEREAS schools located on Fort Richardson, Fort Wainwright, Elmendorf  
8 Air Force Base, Eielson Air Force Base, and the Kodiak Coast Guard Support  
9 Center are operated by the local school district; and *needs to be*  
*comprehensive*

10 WHEREAS the federal government owns these schools; and

11 WHEREAS these school buildings are significantly below building stan-  
12 dards when compared to other schools within the local school district; and

13 WHEREAS the local school districts are expressly prohibited from  
14 conducting major maintenance or selling general obligation bonds to raise  
15 money for these schools; and

16 WHEREAS the state has appropriated large amounts of money to provide  
17 for the maintenance of these schools at a time when state revenue is in  
18 severe decline; and

19 WHEREAS the U.S. Department of Education, Office of Impact Aid has  
20 made a commitment to provide major assistance for school maintenance; and

21 WHEREAS schools on military bases in the state are the second highest  
22 national priority of the U.S. Department of Education; and

23 WHEREAS repairs by the federal government may not begin for another  
24 two to three years due to the federal policy of resurveying maintenance  
25 needs at these schools; and

26 WHEREAS parents of children attending these schools believe their  
27 children receive second-class treatment and that federal officials have not  
28 been responsive to their concerns;

29 BE IT RESOLVED by the Alaska State Legislature that the federal

1 government is requested to <sup>assume</sup> responsibility for necessary repair and  
2 upgrade work on schools located on Fort Richardson, Fort Wainwright, Elmen-  
3 dorf Air Force Base, Eielson Air Force Base, and the Kodiak Coast Guard  
4 Support Center; and be it

5 FURTHER RESOLVED that after necessary repair and upgrade work is  
6 completed the ownership of the schools should be transferred to the local  
7 school district.

8 COPIES of this resolution shall be sent to the Honorable Dan Quayle,  
9 Vice-President of the United States and President of the U.S. Senate; the  
10 Honorable Jim Wright, Speaker of the U.S. House of Representatives; to the  
11 Honorable Ted Stevens and the Honorable Frank Murkowski, U.S. Senators, and  
12 the Honorable Don Young, U.S. Representative, members of the Alaska delega-  
13 tion in Congress; to the Honorable John Tower, Secretary of the U.S.  
14 Department of Defense; to the Honorable Lauro Cavazos, Secretary of the  
15 U.S. Department of Education; to the Honorable William G. Demmert, Commis-  
16 sioner of the Alaska Department of Education; and to the superintendents of  
17 the Anchorage, Kodiak, and Fairbanks school districts.

18

**FISCAL NOTE**

**REQUEST:**

Revision Date: \_\_\_\_\_  
Title: Relating to Schools on Military Bases  
Sponsor: Cotten, Ellis, Phillips, et. al.  
Requestor: Cotten

Agency Affected: Education  
BRU: Education Finance and Support Services  
Components: CIP overhead and associated costs

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

| OPERATING              | FY 89      | FY 90      | FY 91      | FY 92      | FY 93      | FY 94      |
|------------------------|------------|------------|------------|------------|------------|------------|
| PERSONAL SERVICES      |            |            |            |            |            |            |
| TRAVEL                 |            |            |            |            |            |            |
| CONTRACTUAL            |            |            |            |            |            |            |
| SUPPLIES               |            |            |            |            |            |            |
| EQUIPMENT              |            |            |            |            |            |            |
| LAND & STRUCTURES      |            |            |            |            |            |            |
| GRANTS, CLAIMS         |            |            |            |            |            |            |
| MISCELLANEOUS          |            |            |            |            |            |            |
| <b>TOTAL OPERATING</b> | <b>-0-</b> | <b>-0-</b> | <b>-0-</b> | <b>-0-</b> | <b>-0-</b> | <b>-0-</b> |

|         |  |  |  |  |  |  |
|---------|--|--|--|--|--|--|
| CAPITAL |  |  |  |  |  |  |
|---------|--|--|--|--|--|--|

|         |  |  |  |  |  |  |
|---------|--|--|--|--|--|--|
| REVENUE |  |  |  |  |  |  |
|---------|--|--|--|--|--|--|

**FUNDING: (Thousands of Dollars)**

|               |     |     |     |     |     |     |
|---------------|-----|-----|-----|-----|-----|-----|
| GENERAL FUND  | -0- | -0- | -0- | -0- | -0- | -0- |
| FEDERAL FUNDS |     |     |     |     |     |     |
| OTHER         |     |     |     |     |     |     |
| <b>TOTAL</b>  |     |     |     |     |     |     |

**POSITIONS:**

|           |  |  |  |  |  |  |
|-----------|--|--|--|--|--|--|
| FULL-TIME |  |  |  |  |  |  |
| PART-TIME |  |  |  |  |  |  |
| TEMPORARY |  |  |  |  |  |  |

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

Prepared by: Marv Hakala Phone: 465-2800  
Division: Commissioner's Office Date: 2/13/89  
Approved by Commissioner: William G. Demmert Date: 2/13/89  
Agency: Education

**Distribution (by preparer):**

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)



# ANCHORAGE SCHOOL DISTRICT

4600 DeBarr Avenue  
P.O. Box 196814  
Anchorage, Alaska 99519-8614  
AREA CODE (907) 333-9561

## SCHOOL BOARD

Martha Rodgers  
President

William Frica  
Vice President

Jim Romsdahl  
Clerk  
Past President:  
1981-82, 1984-86

Betty Davis  
Treasurer  
Past President:  
1982-83

Darryl Jordan  
Clerk Pro Tem

Joan Buchanan  
Assistant Treasurer  
Past President:  
1983-84, 1986-87

Carol Slope  
PARASITICIAN

## SUPERINTENDENT

William Costa, Ph.D.

December 13, 1988

The Honorable Lewis D. Walker  
Deputy Assistant Secretary of  
the Army (Environment, Safety and  
Occupational Health)  
U. S. Department of the Army  
Room 2E577 - The Pentagon  
Washington, D.C. 20310

Dear Mr. Walker:

I look forward to our meeting on Tuesday, December 20, at 10:00 a.m. in your office at the Pentagon. Our purpose in coming, as you know, is to discuss the Anchorage School District's plan to improve life-safety conditions at the schools on Elmendorf Air Force Base and Fort Richardson Army Post. Our plan has the strong support of the Anchorage military communities, but it cannot be implemented without your assistance.

### Background

The Anchorage School District continues to be deeply concerned about the condition of schools on Elmendorf Air Force Base and Ft. Richardson Army Post. There are six elementary schools, a special education facility and a music department facility involved. Approximately 2500 children of military parents are taught in these schools.

The educational programs and staffing are of high quality and are comparable to programs throughout the District. This is in part evidenced by the District's performance on standardized tests scores where we continue to rank among the very highest metropolitan school districts nationally. More importantly, the military command recognizes and supports the strength of the system. Because of the high mobility which characterizes military careers, parents are able to make specific comparisons. The high quality of public education helps make Anchorage, Alaska an attractive duty station.

The problems involve the school physical plants. Four of these structures pre-date Alaskan statehood (1959). The newest were built in 1952. The major maintenance needs include asbestos removal, code upgrades, handicapped accommodations, roof repairs, playground improvements, etc. The schools do not compare favorably with schools throughout the rest of the District. The clear lines of demarcation are the boundaries of the military installations. This causes considerable consternation on the part of many military parents; simply put, they feel themselves to be second class citizens.

The Honorable Lewis D. Walker  
December 13, 1988  
Page 2

The poor condition of the base and post schools is not primarily an age problem. There are a number of schools in our system which are comparable in these terms. The difference is in the major maintenance programs. The Anchorage School District conducts major maintenance for all schools in the District with the exception of base and post schools. The District, through a contract with the State of Alaska, administers the instructional programs. This contract expressly limits the District to performing only minor maintenance and repair. "Minor" is defined in the contract as \$25,000 or less. The School District spends on the average of \$400,000 for minor maintenance of base and post schools. (Frankly, much of this is in excess of the \$25,000 project limit). In addition, we successfully lobbied the state Legislature for \$1.1 million in improvement for base and post schools this past summer. The Legislature does not traditionally fund projects for federal facilities.

The State of Alaska Department of Education is responsible for major maintenance. This is specified both in the contract with the Anchorage School District and in the use permits accepted by the State Department of Education from the United States Department of Education. Particularly during the past several years, the State Department of Education has been unable to secure funding for major maintenance. The State has requested P.L. 81-815 funds from the federal government.

The Federal Department of Education response has been in several parts. First, there is available approximately \$9 million per year for 158 buildings throughout the country. There simply is not enough money to go around. The State of Alaska has traditionally received approximately \$3 million in additional Public Law 874 funding from the federal government by applying for dependents of military personnel as a state operated school through the Alaska Department of Education. The Federal Department of Education questions why some of this money has not been used for major maintenance.

In the midst of the bureaucratic debates over funding and responsibility, major maintenance on base and post schools has suffered. According to our most recent estimates, approximately \$16 million would be required to bring these schools up to par with their counterparts throughout the District. Of this amount, roughly one-third, or \$5 million, are required for federally mandated asbestos abatement.

#### Asbestos Abatement Cost Recovery

As you know, Congress allocated \$5 million from funds appropriated for environmental restoration in Title II of Public Law 98-473 for payment to the Anchorage School District. These funds were applied as Congress directed to the abatement of the asbestos hazard at the Bartlett/Begich Junior/Senior High School. Under a Memorandum of Agreement between the United States, represented by the Commander, Alaska District, USACE, and the School District, dated March 26, 1965, the School District became obligated to repay to the United States a proportionate share of any proceeds from cost recovery litigation brought by the School District against those responsible for the asbestos hazard in the school.

The Honorable Lewis D. Walker  
December 13, 1988  
Page 3

The School District had sued W. R. Grace & Co. for asbestos abatement cost recovery, prior to the effective date of the Memorandum of Agreement, and that lawsuit has recently been settled. We are not at liberty to disclose in this letter the specific terms of the settlement with W. R. Grace & Co., as the settlement agreement with Grace contains a confidentiality clause. The School District's obligation to repay the United States, however, is in the range of several million dollars.

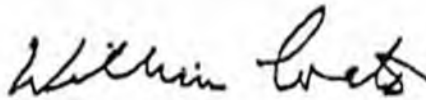
The Direct Use of Cost-Recovery Proceeds  
for Base School Improvements

We propose that the Anchorage School District enter into a further Agreement with the United States, providing that the federal share of the asbestos abatement cost-recovery proceeds be applied directly by the School District to life-safety improvements needed at the base schools on Elmendorf Air Force Base and Fort Richardson Army Post. Our lawyers inform us that there appears to be no legal impediment to this plan, and we understand that the Department of Defense lawyers who have reviewed the law and its legislative history share this view.

The School District is prepared immediately to implement this plan, if your office and Deputy Assistant Secretary Barbara S. Pope concur. The direct beneficiaries, of course, will be the military communities in the Anchorage area and the children that are military dependents.

We look forward to discussing the most appropriate means of implementing the School District's plan. It is strongly supported by the military authorities in Anchorage, as well as the parents, teachers, and students who will benefit. We share your view that Secretary Pope will have an important role in the department's decision, and we hope it will be possible to meet with her as well on December 20th.

Very truly yours,

  
William Coats  
Superintendent of Schools

WC/MPM/lk

cc: Hon. Barbara S. Pope  
Senator Ted Stevens

1988 - 89

FUNDING REQUESTS FOR  
ANCHORAGE SCHOOL DISTRICT  
MILITARY INSTALLATION SCHOOLS

ANCHORAGE SCHOOL BOARD OF EDUCATION

William Frick, President  
Bettye Davis  
Carol Stolpe  
Darryl Jordan  
Betty Bruckman  
Jean Buchanan  
Sharon Richards

William Coats, Ph.D.  
Superintendent

December 12, 1988

Division of Planning, Communications, and Development  
Planning Department

## INTRODUCTION AND FORMAT

Included in this document are project proposals for the school facilities located on Elmendorf Air Force Base and Fort Richardson Army Post. These facilities are currently owned by the Federal Government and operated by the Anchorage School District. Project proposals contained within this document were also included in the 1988-89 Legislative Requests document, which was submitted to the Alaska State Legislature for consideration of funding. The Legislative Requests included project proposals from both civilian residential and on-base school facilities.

Projects contained in Category I "Life/Safety, District Priority Major Maintenance and Essential for the Housing of Students," and Category II "Essential to the Instructional Program" were developed through a comprehensive planning and review process which identified District capital project needs, and assigned priority rankings to existing and newly submitted project proposals.

Participating in the process were parents, teachers and principals at the school unit level who reviewed existing projects and also submitted new proposals; in conjunction with a central review committee comprised of professional staff who reviewed the submitted proposals, developed cost estimates, and assigned priority as appropriate. Projects which do not meet established ASD standard school policy criteria have been deleted. The final listing of project proposals contained within this document has been reviewed and approved by the Anchorage School Board. These efforts have been made for the purpose of providing the best possible facilities and program support for the delivery of educational services to the youth of Anchorage.

Those projects contained within Category I, Priority 6, "District Priority Major Maintenance", have been compiled through a separate planning process. For the most part, these projects are smaller in scope than the other projects listed in the document (most are less than \$100,000), and involve repair or replacement rather than capital construction or major upgrade. These projects have also been reviewed and proposed at the "grass roots" level by concerned parents and teachers, submitted by school principals to the ASD Capital Projects Division, and reviewed and assigned priority by professional staff, taking into account community expressed desires. While the District has long recognized the need to properly maintain its properties and buildings, funding in this area has historically been inadequate.

The reader should note that some projects in Categories I and II have the same priority assigned to them. This is because, in the assessment of the review committees, it was determined that these projects were comprised of very similar items, and that unless there existed a salient need in any one particular school, that these projects should be assigned an equal priority. Cost estimates are provided for each project. If a particular project receives funding, then planning and design documents will be prepared and submitted to the appropriate bodies for review and approval.

NOTE: Most of the cost-estimates for projects in Category I and II were furnished by professional estimating firms working under contract to the District, and have been updated to allow for changes in project scope and prevailing local area capital construction costs. Cost estimates for projects in Category I, Priority 6, "District Priority Major Maintenance", were developed in-house by professional staff. All estimates are adjusted for inflation and will be good through the end of 1989.

CATEGORY I

LIFE SAFETY,

DISTRICT PRIORITY MAJOR MAINTENANCE

AND

ESSENTIAL FOR THE

HOUSING OF STUDENTS

ANCHORAGE SCHOOL DISTRICT  
LEGISLATIVE REQUESTS SUMMARY SHEET

CATEGORY I

LIFE SAFETY DISTRICT PRIORITY MAJOR MAINTENANCE AND  
ESSENTIAL FOR THE HOUSING OF STUDENTS

| <u>PRIORITY</u> | <u>LEGISLATORS</u>                 | <u>PROJECT</u>                      | <u>ESTIMATED<br/>COST</u> |
|-----------------|------------------------------------|-------------------------------------|---------------------------|
| 6               | All                                | District Priority Major Maintenance | \$1,197,000               |
| 7               | Halford, Kelly<br>Cotten, Phillips | Ursa Major New Elevator             | <u>300,000</u>            |
|                 |                                    | SUB TOTAL (CATEGORY I)              | \$1,497,000               |

ANCHORAGE SCHOOL DISTRICT  
 LEGISLATIVE REQUESTS  
LIFE/SAFETY, DISTRICT PRIORITY MAJOR MAINTENANCE AND ESSENTIAL FOR THE HOUSING OF STUDENTS  
CATEGORY I

| <u>SCHOOL</u> | <u>SENATE/<br/>HOUSE DIST.</u> | <u>RD</u> | <u>TITLE</u>                            | <u>PROJECT DESCRIPTION</u>  | <u>PRELIMINARY<br/>EST COSTS</u> | <u>ASD<br/>PRIORITY</u> |
|---------------|--------------------------------|-----------|---|---|----------------------------------|-------------------------|
| Districtwide  | All                            |           | District Priority Major<br>Maintenance. | An attached listing of Major Maintenance<br>projects is provided.   | \$1,497,000                      | 6                       |
| Ursa Major    | S-1; H-15                      |           | New Elevator                            | This project will provide an elevator<br>for this two story school. | \$300,000                        | 7                       |

ANCHORAGE SCHOOL DISTRICT  
DISTRICT PRIORITY MAJOR MAINTENANCE  
FY 1989-90 PROJECT LIST

| <u>SCHOOL</u> | <u>DISTRICT</u> | <u>PROJECT</u>   | <u>AMOUNT</u> |
|---------------|-----------------|--|---------------|
| KENNEDY       | S-I; H-15       | Paint exterior   | \$ 25,000     |
| MT. ILIAMNA   | S-H; H-13       | Install storage units for classrooms<br>and nurse's office | \$ 28,000     |
| KENNEDY       | S-I; H-15       | Resurface gym floor  | \$ 14,000     |
| MT. ILIAMNA   | S-H; H-13       | Interior paint   | \$ 35,000     |
| AURORA        | S-H; H-13       | Refinish new gym floor                                     | \$ 10,000     |
| AURORA        | S-H; H-13       | Replace intercom system                                    | \$ 38,000     |
| MT. SPURR     | S-H; H-13       | Install carpet in music room and all<br>classrooms         | \$ 45,000     |
| AURORA        | S-H; H-13       | Upgrade heating system                                     | \$100,000     |
| URSA MINOR    | S-I; H-15       | Replace all chalkboards                                    | \$ 20,000     |
| MT. SPURR     | S-H; H-13       | Heating system upgrade                                     | \$100,000     |
| KENNEDY       | S-I; H-15       | New lighting in MPR  | \$ 30,000     |
| MT. ILIAMNA   | S-H; H-13       | Misc. heat and vent  | \$ 10,000     |
| ORION         | S-H; H-13       | Playground drainage  | \$ 10,000     |
| ORION         | S-H; H-13       | Roof repair  | \$ 20,000     |
| MT. ILIAMNA   | S-H; H-13       | Enlarge parking lot  | \$ 32,000     |
| ORION         | S-H; H-13       | Install heating units in library                           | \$ 15,000     |
| URSA MAJOR    | S-I; H-15       | Paint exterior of the building                             | \$ 40,000     |
| URSA MINOR    | S-I; H-15       | Playground improvements                                    | \$ 20,000     |
| MT. SPURR     | S-H; H-13       | Paint building interior                                    | \$ 35,000     |
| KENNEDY       | S-I; H-15       | Recarpet entire school                                     | \$ 30,000     |

ANCHORAGE SCHOOL DISTRICT  
DISTRICT PRIORITY MAJOR MAINTENANCE  
FY 1989-90 PROJECT LIST

| <u>SCHOOL</u>                                    | <u>DISTRICT</u> | <u>PROJECT</u>                             | <u>AMOUNT</u>    |
|--|-----------------|--|------------------|
| URSA MINOR                                       | S-I; H-15       | Replace carpet                             | \$ 17,000        |
| ORION  | S-H; H-13       | Pave parking lot & bus area                | \$ 75,000        |
| URSA MINOR                                       | S-I; H-15       | Exterior windows and frames replaced       | \$ 25,000        |
| KENNEDY  | S-I; H-15       | Paint interior                             | \$ 28,000        |
| MT. SPURR  | S-H; H-13       | Replace floor tile                         | \$ 12,000        |
| MT. SPURR  | S-H; H-13       | Install mini-blinds all windows            | \$ 15,000        |
| MT. ILIAMNA                                      | S-H; H-13       | Install cork strip for art display         | \$ 6,000         |
| KENNEDY  | S-I; H-15       | Replace fire alarm system                  | \$ 24,000        |
| MT. SPURR  | S-H; H-13       | Install electrical wiring for computer lab | \$ 10,000        |
| MT. SPURR  | S-H; H-13       | Enlarge parking lot                        | \$135,000        |
| URSA MINOR                                       | S-I; H-15       | Replace fire alarm system                  | \$ 15,000        |
| MT. SPURR  | S-H; H-13       | Install exhaust fans/adult bathrooms       | \$ 6,000         |
| MT. SPURR  | S-H; H-13       | Install handicap ramp                      | \$ 10,000        |
| URSA MAJOR                                       | S-I; H-15       | Playground improvements                    | \$ 90,000        |
| ORION  | S-H; H-13       | Install windows in old Rigel gym           | \$ 12,000        |
| ORION  | S-H; H-13       | Install electric clocks                    | \$ 10,000        |
| KENNEDY  | S-I; H-15       | Resurface playground                       | <u>\$ 50,000</u> |
| TOTAL DISTRICT PRIORITY MAJOR MAINTENANCE ITEMS: |                 |  | \$1,197,000      |

CATEGORY II  
ESSENTIAL  
TO THE  
INSTRUCTIONAL PROGRAM

ANCHORAGE SCHOOL DISTRICT

LEGISLATIVE REQUESTS SUMMARY SHEET

CATEGORY II

ESSENTIAL TO THE INSTRUCTIONAL PROGRAM

| <u>PRIORITY</u> | <u>LEGISLATORS</u>                     | <u>PROJECT</u>   | <u>ESTIMATED COST</u> |
|-----------------|--|--|-----------------------|
| 1               | All                                    | Elementary & Secondary Schools<br>(Phase III) Highest Priority Items<br>Asbestos and Life/Safety - Affects<br>fifty-five facilities districtwide | 5,814,900             |
| 2               | All                                    | Elementary and Secondary Renovations<br>Second Priority Asbestos and Life<br>Safety Items  | 450,000               |
| 4               | Pourchot, Uehling<br>Undecided, Martin | Aurora Library Addition  | 600,000               |
| 4               | Halford, Kelly<br>Cotten, Phillips     | Kennedy Library Expansion  | 840,000               |
| 5               | Pourchot, Uehling<br>Undecided, Martin | Mt. Spurr Expand Kindergarten Center   | 330,000               |
| 5               | Pourchot, Uehling<br>Undecided, Martin | Mt. Spurr New Multipurpose Room  | 1,500,000             |
| 5               | Pourchot, Uehling<br>Undecided, Martin | Orion Addition of Multipurpose Room<br>and Stage   | 2,625,000             |
| 5               | Halford, Kelly<br>Cotten, Phillips     | Ursa Minor Gym and Library Addition  | 2,500,000             |
| 6               | Halford, Kelly<br>Cotten, Phillips     | Kennedy Resurface Playground   | 200,000               |
| 6               | Pourchot, Uehling<br>Undecided, Martin | Mt. Spurr Enlarge Parking Lot  | 100,000               |
| 8               | Pourchot, Uehling<br>Undecided, Martin | Aurora Kitchen Remodel   | 120,000               |
| 8               | Pourchot, Uehling<br>Undecided, Martin | Mt. Iliamna Parking/Lighting/Playground<br>Improvements  | 150,000               |
| 8               | Halford, Kelly<br>Cotten, Phillips     | Ursa Major Storage for P.E. Equipment and<br>Instructor Workspace  | 175,000               |

ANCHORAGE SCHOOL DISTRICT  
LEGISLATIVE REQUESTS SUMMARY SHEET

CATEGORY II

ESSENTIAL TO THE INSTRUCTIONAL PROGRAM

| <u>PRIORITY</u> | <u>LEGISLATORS</u>                 | <u>PROJECT</u>                            | <u>ESTIMATED<br/>COST</u> |
|-----------------|------------------------------------|---|---------------------------|
| 8               | Halford, Kelly<br>Cotten, Phillips | Ursa Major Renovate and Upgrade Restrooms | 350,000                   |
| 8               | Halford, Kelly<br>Cotten, Phillips | Ursa Major Renovation                     | <u>\$ 300,000</u>         |
|                 |                                    | SUBTOTAL (CATEGORY II)                    | 16,054,900                |
|                 |                                    | SUBTOTAL (CATEGORY I)                     | <u>1,497,000</u>          |
|                 |                                    | TOTAL                                     | \$17,551,900              |

ANCHORAGE SCHOOL DISTRICT  
 LEGISLATIVE REQUESTS  
ESSENTIAL TO THE INSTRUCTIONAL PROGRAM  
 CATEGORY II

| SCHOOL                               | SENATE/<br>HOUSE DIST. | PROJECT TITLE   | PROJECT DESCRIPTION  | PRELIMINARY<br>EST COSTS | ASD<br>PRIORITY |
|--------------------------------------|------------------------|---|--|--------------------------|-----------------|
| Districtwide                         | All                    | Life safety renovations and asbestos abatement                  | This funding will allow completion of life safety corrections and abatement of friable asbestos and cementitious asbestos. |                          | 1               |
| Aurora                               | S-H; H-13              | Life safety/asbestos abatement                                  | Priority 1   | \$ 1,331,000             |                 |
| Kennedy                              | S-I; H-15              | Life safety/asbestos abatement                                  | Priority 1   | 570,000                  |                 |
| Mt. Iliamna                          | S-H; H-13              | Life safety/asbestos abatement                                  | Priority 1   | 893,000                  |                 |
| Orion                                | S-H; H-13              | Life safety/asbestos abatement                                  | Priority 1   | 1,062,300                |                 |
| Ursa Major                           | S-I; H-15              | Life safety/asbestos abatement                                  | Priority 1   | 1,212,000                |                 |
| Ursa Minor                           | S-I; H-15              | Life safety/asbestos abatement                                  | Priority 1   | <u>746,600</u>           |                 |
| DISTRICTWIDE TOTAL PRIORITY 1 ITEMS: |                        |   |  | \$ 5,814,900             |                 |
| Districtwide                         | All                    | Second priority life safety renovations and asbestos abatement. | This funding will allow completion of code corrections and abatement of all remaining asbestos.                            |                          | 2               |
| Mt. Spurr                            | S-H; H-13              | Life safety/asbestos abatement                                  | Priority 2   | 450,000                  |                 |

ANCHORAGE SCHOOL DISTRICT  
 LEGISLATIVE REQUESTS  
ESSENTIAL TO THE INSTRUCTIONAL PROGRAM  
 CATEGORY II

| SCHOOL  | SENATE/<br>HOUSE DIST | PROJECT TITLE     | PROJECT DESCRIPTION   | PRELIMINARY<br>EST COSTS | ASD<br>PRIORITY |
|---------|-----------------------|-------------------|---|--------------------------|-----------------|
| Aurora  | S-H; H-13             | Library addition  | Aurora's present library is a long, narrow area which originally was classroom space. A new area is needed which meets ASD Elementary Standards and accomodates future technological advances. The media center will best implement the library scope and sequence as well as provide instructional support for the entire elementary curriculum. It should include storage for AV equipment, conference rooms and an increase in overall size to meet the Alaska Standards for School Libraries. | \$600,000                | 4               |
| Kennedy | S-I; H-15             | Library expansion | The school currently has 302 students and the library consists of one and one third rooms which were originally constructed as classrooms. Books and equipment, out of necessity, are piled on the floor and there is only room for two tables for students. The present library is insufficient for school needs.  | \$840,000                | 4               |

ANCHORAGE SCHOOL DISTRICT  
 LEGISLATIVE REQUESTS  
ESSENTIAL TO THE INSTRUCTIONAL PROGRAM  
CATEGORY II

| SCHOOL    | SENATE/<br>HOUSE DIST. | PROJECT TITLE                            | PROJECT DESCRIPTION   | PRELIMINARY<br>EST. COSTS | ASD<br>PRIORITY |
|-----------|------------------------|--|---|---------------------------|-----------------|
| Mt. Spurr | S-H; H-13              | Expand Kindergarten Center               | This project will expand Room 5 so it is flush with the exterior wall of the new Media Center to provide adequate space for kindergarten students. Standard Anchorage elementary school recommendations are 60 per student. Mt. Spurr kindergarten rooms at present have less than 30 square feet per student. An increase in room space would provide adequate space for additional kindergarten learning centers and help provide a school experience for military dependents comparable to that offered in off-base Anchorage schools. This addition will accommodate the full-day kindergarten program. | \$330,000                 | 5               |
| Mt. Spurr | S-H; H-13              | New Multi purpose Room                   | Construct new multi purpose room as per elementary program standards to include ample storage area and shower.  | \$1,500,000               | 5               |
| O'len     | S-H; H-13              | Addition of multipurpose room and stage. | This project will add a multipurpose room with a raised stage. The present gymnasium would then be used to expand the physical education program. The project would include storage for chairs and will also involve resurfacing the present gymnasium and adding an amplifier system.  | \$2,625,000               | 5               |

ANCHORAGE SCHOOL DISTRICT  
 LEGISLATIVE REQUESTS  
ESSENTIAL TO THE INSTRUCTIONAL PROGRAM  
CATEGORY II

| SCHOOL     | SENATE/<br>HOUSE DIST. | PROJECT TITLE             | PROJECT DESCRIPTION   | PRELIMINARY<br>EST. COSTS | ASD<br>PRIORITY |
|------------|------------------------|---------------------------|---|---------------------------|-----------------|
| Ursa Minor | S-I; H-15              | Gym and library addition. | The existing multipurpose room is not adequate to meet the needs of the educational program. Due to enrollment in excess of capacity, the facility cannot meet the needs. A new gym with office and storage is needed. The IMC is undersized and would be converted to other educational use. A new IMC to District standards is needed including ancillary space. Remodeling is required including second classroom exits. | \$2,500,000               | 5               |
| Kennedy    | S-I; H-15              | Resurface playground.     | This project will resurface the entire playground and hockey field.   | \$200,000                 | 6               |
| Mt. Spurr  | S-H; H-13              | Enlarge parking lot.      | This project will enlarge the parking lot at Mt. Spurr Elementary.  | \$100,000                 | 6               |
| Aurora     | S-H; H-13              | Kitchen remodeling        | This project will remodel the kitchen and install a divider curtain in the multipurpose room in order to accommodate simultaneous lunch and physical education programs.<br><br>* kitchen area is inadequate. This remodeling would provide a more efficient serving area and allow greater utilization of the multi-purpose room for instruction.  | \$120,000                 | 8               |