

Introduced by: Glick  
Date: November 17, 1987  
Action: WITHDRAWN BY SPONSOR 11/  
Vote:

KENAI PENINSULA BOROUGH

RESOLUTION 87-112

SUPPORTING AN EXTENSION TO THE PERIOD OF TIME IN WHICH MUNICIPALITIES MAY REFINANCE SCHOOL CONSTRUCTION DEBT

WHEREAS, municipal governments are entitled to reimbursement from the State of Alaska for specified percentages of annual payments for school construction debt service; and

WHEREAS, in recent years the Alaska Legislature has failed to appropriate sufficient funds to reimburse municipalities for 100 percent of the entitlement; and

WHEREAS, the failure of the Legislature to appropriate sufficient funds for school construction debt reimbursement has caused and may continue to cause local taxes to increase because the debt is a general obligation of the municipal governments; and

WHEREAS, Senate Bill 150, approved the the 1987 session of the Alaska Legislature, allows municipal governments to refinance school debt, without affecting the state reimbursement entitlement, provided the refunding is accomplished prior to January 1, 1989; and

WHEREAS, municipal governments need enabling authority to extend the period of time in which school construction debt may be refunded in order to establish multi-year financial plans for local tax stability unencumbered by an arbitrary deadline which may not coincide with favorable bond market conditions;

NOW THEREFORE, BE IT RESOLVED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:

Section 1. That the Kenai Peninsula Borough Assembly supports an extension in the period of time in which municipalities may refinance school construction debt.

ADOPTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH ON THIS \_\_\_\_\_ DAY OF \_\_\_\_\_, 1987.

\_\_\_\_\_  
Jonathan W. Sewall, Assembly President

ATTEST:

\_\_\_\_\_  
Borough Clerk