

CITY OF HOMER
HOMER, ALASKA

RESOLUTION 86-12

A RESOLUTION OF THE HOMER CITY COUNCIL SUPPORTING PASSAGE
BY THE ALASKA STATE LEGISLATURE OF SENATE BILL 351, AN ACT
RELATING TO RETIREMENT OF SCHOOL CONSTRUCTION DEBT.

WHEREAS, municipalities in the State of Alaska have historically
sold bonds to finance construction of public schools; and

WHEREAS, municipalities have invested the proceeds of bond sales
during the construction of the school facilities; and

WHEREAS, interest from these investments has been used to help
reduce the burden of school construction cost upon the local taxpayer; and

WHEREAS, the State of Alaska, Department of Education, has enacted
regulations which would deprive the municipalities of the State of the
benefits of bond investment earnings; and

WHEREAS, Senate Bill 351 has been introduced into the Alaska State
Senate; and

WHEREAS, Senate Bill 351 would prohibit the Department of Education
from adopting regulations reducing the amount for which school construction
debt retirement is allowed equal to the amount expended by a municipality
under AS 14.11.100(K).

NOW, THEREFORE, BE IT RESOLVED THAT the Homer City Council supports
the passage by the Alaska State Legislature of Senate Bill 351, which would
nullify the regulations of the Department of Education which would deprive
municipalities of the State of interest earnings on invested school
construction bonds.

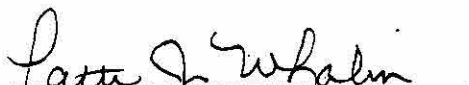
BE IT FURTHER RESOLVED THAT the Council directs the City Clerk to
forward a copy of this resolution to Governor Bill Sheffield; Commissioner of
Education, Harold Reynolds; Senator Paul Fischer; and Representatives Mike
Navarre and Andre Marrou.

DATED at Homer, Alaska this 24th day of February, 1986.

CITY OF HOMER


John P. Calhoun, Mayor

ATTEST:


Patti J. Whalin, City Clerk