

**SENATE  
JOURNAL SUPPLEMENT**

**4/10/86**

**THURSDAY**

**No. 64**

**FISCAL NOTE**

CS  
SB  
100  
(SA)

Revision Date: 4/1/86

**REQUEST**

Bill/Resolution No.: CSSB 100(SA)  
 Title: Prohibiting salaries for certain employees from exceeding the governor's salary

Sponsor: P. Fischer, Coghill, et al.  
 Requestor: P. Fischer  
 Date of Request: March 27, 1986

**FISCAL DETAIL**

Agency Affected: All  
 BRU: All

Components: All

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

	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
<b>OPERATING</b>						
PERSONAL SERVICES	(23.9)	(143.4)	(143.4)	(143.4)	(143.4)	(143.4)
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>(23.9)</b>	<b>(143.4)</b>	<b>(143.4)</b>	<b>(143.4)</b>	<b>(143.4)</b>	<b>(143.4)</b>
<b>CAPITAL</b>						
<b>REVENUE</b>						

**FUNDING: (Thousands of Dollars)**

	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
GENERAL FUND	(23.9)	(143.4)	(143.4)	(143.4)	(143.4)	(143.4)
FEDERAL FUNDS						
OTHER						
<b>TOTAL</b>	<b>(23.9)</b>	<b>(143.4)</b>	<b>(143.4)</b>	<b>(143.4)</b>	<b>(143.4)</b>	<b>(143.4)</b>

**POSITIONS:**

	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
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

See continuation.

Prepared By: *Richard P. Muller*  
 Division: Commissioner's Office

Phone: 465-2200  
 Date: \_\_\_\_\_

Approved by Commissioner: *Eleanor Andrews*  
 Agency: Department of Administration

Date: 3/31/86

SENATE JOURNAL SUPPLEMENT

No. 64

4/10/86

CS  
SB  
100  
(SA)

CSSB 100(SA) would limit basic salaries of employees to not more than the salary of the Governor. The Fiscal Note assumes that the effective date will be May 1, 1986. It reflects 29 employees in the Executive Branch who are currently paid more than the Governor, i.e., more than \$81,648 per year. No assumptions are made for future years, so the amount is shown as a constant savings.

The full year savings are currently distributed as follows:

Department of Administration:	\$ 1.5
" " Law	68.8
" " Revenue	3.1
" " Education	2.9
" " Health and Social Services	13.0
" " Commerce and Economic Develp.	1.2
" " Natural Resources	8.6
" " Public Safety	.9
" " Transportation and Public Facilities	43.5
	<u>\$143.4</u>

We note that there are no employees of the Legislature who would be affected by this bill. The effect on the Court System would not be realized until there are vacancies on the bench due to prohibitions on reducing judges' salaries during their tenure, unless the reduction is applied generally to all employees.

We do not have information available to estimate the impact on other entities affected by the bill:

- University of Alaska
- Alaska Railroad
- Other quasi-public corporations that process their own payroll
- Grantees

CS  
SB  
367  
(FIN)

REQUEST

Bill/Resolution No.: CSSB 367 (Fin)  
 Title: "An Act relative to Alaskan resident employment preference..."

Sponsor: Falks, Josephson, et. al.  
 Requestor: Labor and Commerce  
 Date of Request: 3/14/86

FISCAL DETAIL

Agency Affected: Labor  
 BEU: Administrative Services

Components: Special Services

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES		108.5	108.5	108.5	108.5	108.5
TRAVEL						
CONTRACTUAL		219.2	225.5	246.2	242.5	251.2
SUPPLIES		1.2	1.2	1.3	1.3	1.4
EQUIPMENT		4.0	.8	.9	.9	1.0
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	331.9	336.0	356.9	353.2	362.1
CAPITAL						
REVENUE						

FUNDING : (Thousands of Dollars)

GENERAL FUND		331.0	336.0	356.9	353.2	362.1
FEDERAL FUNDS						
OTHER						
TOTAL	0	331.9	336.0	356.9	353.2	362.1

POSITIONS :

FULL-TIME	0	3.0	3.0	3.0	3.0	3.0
PART-TIME						
TEMPORARY						

ANALYSIS : Attach a separate page if necessary

Prepared by: Judy G. Knight Phone: 465-2720  
 Division: Administrative Services Date: 3/17/86  
 Approved by Commissioner: Jim Robison Date: 3/17/86  
 Agency: Labor

CS  
SB  
367  
(FIN)

For Bill/Resolution No. CSSB 367 (FIN)

This legislation requires a biennial report that designates eligible areas. Determination that "employment of workers who are not residents is a peculiar source of the unemployment of residents of the area" will require this department to collect extensive occupational information by resident status. Two statistical clerks and one Labor Economist II would complete the report. Request for New Position forms are attached which explain position duties and costs.

The contractual services costs are detailed as follows:

<u>Description</u>	<u>FY 87</u>	<u>FY 88</u>	<u>FY 89</u>	<u>FY 90</u>	<u>FY 91</u>
Key Entry	\$ 40.0	\$ 60.0	\$ 62.0	\$ 64.0	\$ 66.0
DP operations	120.0	135.0	150.0	153.0	156.0
DP applications	30.0	4.5	4.7	4.9	5.1
Printing	4.5	2.0	4.5	2.1	5.0
Phone (Toll service)	12.0	12.5	13.0	6.0	6.2
Equipment lease	8.0	8.3	8.7	9.0	9.4
Equipment maintenance	.8	.8	.9	.9	.9
Training, shipping, & misc.	2.9	2.4	2.4	2.6	2.6
	<u>\$218.2</u>	<u>\$225.5</u>	<u>\$246.2</u>	<u>\$242.5</u>	<u>\$251.2</u>

The following assumptions were made in preparing this fiscal note:

1. An annual report designating underemployment areas would be completed by January 31 of the first session of each legislature year beginning in 1987.
2. On-going collection of occupational titles would be required from employers, and extensive computer matching would be necessary to determine residency status.
3. Beginning in 1988, occupational displacement information would be highlighted requiring continuation of both the existing occupational information budget levels, and the additional information on occupational titles.
4. The collection of occupational titles from firms will be phased in over a three year period. Industries identified as having the highest dollar payments to nonresidents in 1984 would be targeted first:
  - First Year - construction, oil and gas mining, and food processing;
  - Second Year - all first year industries plus business services, local government, miscellaneous services, eating and drinking places, air transportation, and state government; and
  - Third Year - all industries.
5. In addition to the occupational information, reporting of the residency status by industry and area would be necessary.
6. All minority demographic and economic information, except that required from contractors on state funded construction projects, will be derived from the decennial census. No costs are included for this in this fiscal note.
7. Work would begin on the first report July 1, 1986.

SENATE JOURNAL SUPPLEMENT

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No. 64

CS  
SB  
367  
(FIN)

**REQUEST**

Bill/Resolution No. : CSSB 367 (Fin)  
 Title : "An Act relating to Alaskan  
 resident employment preference.."

Sponsor : Faiks, Josephson, et. al.  
 Requestor : Labor and Commerce  
 Date of Request : 3/14/86

**FISCAL DETAIL**

Agency Affected : Labor  
 BRU : Labor Standards & Safety

Components : Wage & Hour

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

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL		114.8	101.7	105.8	110.0	114.4
SUPPLIES						
EQUIPMENT		46.5	0	0	0	0
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	161.3	101.7	105.8	110.0	114.4

CAPITAL						
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REVENUE						
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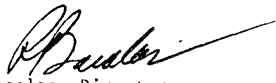
**FUNDING : (Thousands of Dollars)**

GENERAL FUND	0	161.3	101.7	105.8	110.0	114.4
FEDERAL FUNDS						
OTHER						
TOTAL	0	161.3	101.7	105.8	110.0	114.4

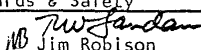
**POSITIONS :**

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

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

Prepared by :   
 Division : Labor Standards & Safety

Phone : 465-4870  
 Date : 3/14/86

Approved by Commissioner :   
 Agency : Labor

Date : 3/14/86

SENATE JOURNAL SUPPLEMENT

4/10/86

No. 64

CS  
SB  
367  
(FIN)

Currently the Division of Labor Standards and Safety (LS&S) receives weekly certified payroll documents for all public construction projects as required in AS 36. Under this bill the department will use the public construction certified payroll forms as source documents to determine the legal domicile of persons employed on public construction projects. In certain cases the department will also be scrutinizing the ethnic makeup of the employees to determine the utilization of minorities.

These certified payroll documents are now collected and summarized manually by the Division of Labor Standards and Safety. This fiscal note will fund the automation of the certified payroll documents. This will allow a more timely determination of residency status of persons employed on public construction projects. This automation will also assist in providing a list of employees with incomplete or questionable data. The existing investigative staff will then resolve the questionable items through personal contact with employees and employers.

Reports will be developed for the Research and Analysis Section to allow them to do crossmatch reviews with other data sources (e.g. Permanent Fund Dividend).

Specific costs are as follows:

Contractual Services

Professional fees for data entry	80.0
DP Applications/programming development (one time only \$17.0)	20.0
DP Support (misc. chargeback)	3.0
DP Telecommunications	.8
Communications (phone and postage)	5.0
Equipment repair and maintenance	5.0
Other miscellaneous	1.0
	<u>114.8</u>

Equipment (one time only)

4 workstations	21.6
3 printers	5.4
3 modems	15.0
75 Mega byte disk pack	1.5
Telecommunication software	3.0
	<u>46.5</u>

Total 161.3

A contract for data entry services will be required for entry of all payroll records into the new automated system.

Equipment upgrades and improved telecommunication links between Juneau, Fairbanks and Anchorage will allow online review and audit of certified payroll data in each location. The equipment will be a one time purchase. Other cost are projected to future years at 4% inflation.

SENATE JOURNAL SUPPLEMENT

No. 64

4/10/86

SB  
461

REQUEST  
Bill/Resolution No.: HB664/SB461  
Title: An act relating to naming the Robert J. Mitchell Expressway.

FISCAL DETAIL  
Agency Affected: DOT&PF  
BRU: Design and Construction

Sponsor: \_\_\_\_\_  
Requestor: Senator Coghill  
Date of Request: 3-10-86

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

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
OPERATING						
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS, ETC.						
MISCELLANEOUS						
TOTAL OPERATING						

CAPITAL		12.0				
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REVENUE						
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FUNDING:(Thousands of Dollars)

GENERAL FUND		9.0				
FEDERAL FUNDS		3.0				
OTHER						
TOTAL		12.0				

POSITIONS:

FULL TIME						
PART TIME						
TEMPORARY						
TOTAL						

ANALYSIS: Attach a separate page if necessary

Signs must be changed from "Parks Highway" to "Mitchell Expressway". Six exist: signs must be replaced and four proposed signs must be increased from 7 ft. to 12 ft. in length. This portion of road is currently designated as the Parks Hi on the State road system. Recommend that the Fairbanks community be made aware the proposed renaming and that they be allowed adequate opportunity for comment

Prepared by: Paul Prusak Phone: 474-2427  
Division: DOT&PF, Planning Date: 3-12-86  
Approved by Commissioner: *Paul Prusak* Date: 3/12/86  
Department: DOT&PF R. J. Krapp

