

**FISCAL NOTE**

STATE OF ALASKA  
1999 LEGISLATIVE SESSION

No. 1  
Bill Version: SB 40  
(S) Publish Date: 1/21/99

Revision Date: \_\_\_\_\_  
Title: "An Act relating to the eligibility for longevity bonus...."  
Sponsor: Rules  
Requestor: Governor

Department Affected: Administration  
BRU: Longevity Bonus  
Component: Longevity Bonus Grants  
**COMPONENT SERIAL NO. 26**

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

OPERATING EXPENDITURES	FY 2000	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005
PERSONAL SERVICES	150.0	150.0	150.0	150.0	150.0	150.0
TRAVEL						
CONTRACTUAL	350.0	100.0	100.0	100.0	100.0	100.0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS	(4,600.0)	(4,338.0)	(4,059.4)	(3,782.9)	(3,503.2)	(3,224.1)
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>(4,100.0)</b>	<b>(4,088.0)</b>	<b>(3,809.4)</b>	<b>(3,532.9)</b>	<b>(3,253.2)</b>	<b>(2,974.1)</b>

CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
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CHANGE IN REVENUES ( )	0.0	0.0	0.0	0.0	0.0	0.0
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**FUND SOURCE:** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts	(4,100.0)	(4,088.0)	(3,809.4)	(3,532.9)	(3,253.2)	(2,974.1)
1037 GF/Mental Health						
OTHER						
<b>TOTAL</b>	<b>(4,100.0)</b>	<b>(4,088.0)</b>	<b>(3,809.4)</b>	<b>(3,532.9)</b>	<b>(3,253.2)</b>	<b>(2,974.1)</b>

Estimate of any current year (FY 98) cost: \$ 0.0

**POSITIONS:**

FULL-TIME	3	3	3	3	3	3
PART-TIME						
TEMPORARY						

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

This bill would limit eligibility for the Longevity Bonus Program to those seniors whose income does not exceed \$60.0 for a single person or \$80.0 for a couple. Anyone with income exceeding those amounts would be suspended from the program, but could requalify if their income status changed. Although the amount of savings anticipated from this bill is an estimate, because income data is not collected on bonus recipients at this time, it is expected that the income maximum will reduce program grant costs by approximately 8% each year. However, if this estimate is too high, the program would then need a supplemental appropriation to cover the difference.

The impact of administering the program with these changes would depend on the details worked out regarding the verification of income. The program would probably need additional staff or contract resources to process income verifications, resolve disputes, process appeals, investigate suspected fraud, write detailed regulations and modify the Longevity Bonus computer program.

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Date: 1/4/99

Approved by Commissioner: Mark Boyer  
Agency: Department of Administration

Date: 1/5/99

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