

"An Act relating to disaster relief for Western Alaska; and providing for an effective date."

COMMITTEE REPORT

4/24/76

HOUSE

Mr. Speaker:

Date 4-27-76

The Committee on FINANCE has had HB 917

under consideration. A Majority of the members of the Committee

recommends it DO PASS

recommends it DO NOT PASS

recommends it DO PASS WITH ATTACHED AMENDMENT(S)

recommends it BE REPLACED WITH CS FOR _____ AND THAT
CS FOR _____ DO PASS

"and" recommends it BE REFERRED TO THE _____
COMMITTEE

reports it back WITHOUT RECOMMENDATION

"other"

Members signing the Majority report:

<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	<u>[Signature]</u>	_____

Members NOT concurring in the Majority report:

<u>[Signature]</u>	recommends: <u>no rec</u>
<u>[Signature]</u>	recommends: <u>no rec</u>
<u>[Signature]</u>	recommends: <u>no rec</u>
<u>[Signature]</u>	recommends: _____

[Signature] Chairman

Introduced: 4/20/76
Referred: State Affairs and
Finance

1 IN THE HOUSE

BY THE STATE AFFAIRS COMMITTEE

2 HOUSE BILL NO. 917

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to disaster relief for Western Alaska;
7 and providing for an effective date."

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

9 * Section 1. The Department of Military Affairs is authorized to expend
10 any unexpended and unobligated portion of the funds appropriated under ch.
11 158, SLA 1975, or such part of those funds as is necessary to carry out the
12 provisions of this Act, for extraordinary expenditures, losses and shortfalls
13 in revenue of boroughs, cities, municipal utility systems and school dis-
14 tricts (1) in those areas of the state declared natural disaster areas by
15 President Ford's proclamations of November 14, 1974 and December 18, 1975, or
16 (2) which were attributable to the capsizing of the barge Kokohead on August
17 18, 1975, where the extraordinary expenses and shortfalls in revenue were a
18 direct result of the natural disasters and the losses and related extra-
19 ordinary expenses were for materials and equipment procured for disaster
20 recovery purposes and were not otherwise compensated for by insurance to the
21 amount of replacement cost.

22 * Sec. 2. No funds may be disbursed under this Act until the borough,
23 city, municipal utility system or school district qualifying for the funds
24 has applied to the department in the manner to be prescribed by the depart-
25 ment. Boroughs, cities, municipal utility systems and school districts
26 receiving funds under this Act shall account to the department for the expen-
27 ditures of the funds.

28 * Sec. 3. The department shall not authorize any expenditures under this
29 Act after June 30, 1976.

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* Sec. 4. This Act takes effect immediately in accordance with AS 01.10.-
070(c).

SUMMARY OF DOCUMENTATION IN SUPPORT OF AMOUNT CLAIMED
FROM THE ALASKA DISASTER OFFICE
FOR ELIGIBLE DISASTER

Page No. 5

CANT City of Nome Project Application No. ADP

Applicant's Agency No. Project Sheet, Plan, or Title No.)	Delivery date of Articles or performance of services	DOCUMENTATION List documentation (Applicant's payroll, material out of applicant's stock, applicant owned equipment and name of vendor or contractor) by category and line item in the submitted project application and give a brief description of the articles or services	AMOUNT	
			Applicant's Request	State Approved
			Dollars	Dollars
		<p>LOSS OF REVENUE</p> <p>(1) Electrical Power, See Tab 7</p> <p>(2) Taxes: See Tab 16</p> <p style="padding-left: 40px;">Real Property 1,076.92</p> <p style="padding-left: 40px;">Personal Property 1,043.70</p> <p style="padding-left: 40px;">Sales Tax 5,920.00</p> <p style="text-align: right; margin-right: 50px;">Total this page</p>	<p>\$ 72,090.00</p> <p>8,040.62</p> <hr/> <p>\$ 80,130.62</p>	
		<p>"I certify that the documentation furnished on the foregoing pages is true and correct, and represents an accurate estimate of real disaster losses suffered, that application has been made for all other available reimbursement, public and/or private, to assist in the loss recovery, and that the work performed or to be performed is a matter of general public and State interest.</p> <p style="text-align: right; margin-right: 50px;"><i>J. H. Seefeld</i></p>		

SUMMARY OF DOCUMENTATION IN SUPPORT OF AMOUNT CLAIMED
FROM THE ALASKA DISASTER OFFICE
FOR ELIGIBLE DISASTER

Page No. 6

ECANT City of Nome Project Application No. AD3

Applicant's Invoice No. Contract Number, Order, or Purchase No.)	Delivery date of Articles or performance of services	DOCUMENTATION List documentation (Applicant's payroll, material out of applicant's stock, applicant owned equipment and name of vendor or contractor) by category and line item in the submitted project application and give a brief description of the articles or services	AMOUNT		
			Applicant's Request	State Approval	
			Dollars	Dollars	Cents
		(1) Electrical distribution intertie to Alaska Gold Company for Emergency Generation, See Tab 10	\$ 69,967.71		
		Total this page	\$ 69,967.71		
<p>"I certify that the documentation furnished on the foregoing pages is true and correct, and represents an accurate estimate of real disaster losses suffered, that application has been made for all other available reimbursement, public and/or private, to assist in the loss recovery, and that the work performed or to be performed is a matter of general public and State interest.</p>					

F. A. Spudis

SUMMARY OF DOCUMENTATION IN SUPPORT OF AMOUNT CLAIMED
FROM THE ALASKA DISASTER OFFICE
FOR ELIGIBLE DISASTER

APPLICANT City of Nome Project Application No. AD0

Applicant's Receipt No. Receipt Number, or Schedule No.)	Delivery date of Articles or performance of services	DOCUMENTATION List documentation (Applicant's payroll, material out of applicant's stock, applicant owned equipment and name of vendor or contractor) by category and line item in the submitted project application and give a brief description of the articles or services	AMOUNT	
			Applicant's Request Dollars	State Approval Dollars
		KOKOHEAD RELATED ITEMS		
		(1) Interest Expense of \$175,000 loan from Nome bank, due to Kokohead Barge Sinking and Cost overruns 6 months @ 10 1/2 %, See Tab 15	\$ 9,187.50	
		(2) Loss to the City due to cost escalation of items lost on Kokohead barge, See Tab 17	78,625.74	
		(3) Interest on \$300,000 loan to buy Fairbanks Morse Generator and other items lost on the Kokohead Barge (total interest, \$48,000.) City reimbursed by Northland, \$39,806.00. Balance of interest, See Tab 18	8,194.00	
		Total this page	\$ 96,007.24	
		<p>"I certify that the documentation furnished on the foregoing pages is true and correct, and represents an accurate estimate of real disaster losses suffered, that application has been made for all other available reimbursement, public and/or private, to assist in the loss recovery, and that the work performed or to be performed is a matter of general public and State interest.</p> <p style="text-align: right;"><i>F. H. Head</i></p>		

Non-reimbursable Disaster related Costs

Loss of Sales Tax Revenue:

Collections	1974-1975		1975-1976
December	\$ 31,302.00		\$ 23,481.00
January	\$ 37,973.00		\$ 51,483.00
a. Total	\$ 69,275.00	b. Total	\$ 74,964.00

Instructions: assume a 25% increase in sales volume and selling prices for 1975-1976 (Total a. x 1.25 = Total c.) Compute loss of tax revenue (c - b).

	11,629.00
Project loss of tax revenue on local sales to the State for fuels, and other taxable items through June 1976 and add to loss of revenue computed above.	11,667.00
ESTIMATED LOSS OF TAX REVENUE	\$ 23,296.00

EXTRAORDINARY EXPENSES DISASTER RELATED

I Replacement of water and sanitation vehicles due to need to service areas of the city formerly on the City water-sewer system. (Three new Trucks)

\$ 28,906.00

II Rehabilitation of Fire Support Equipment lost or consumed during the fire and subsequent freezeup.

\$ 2,500.00

III Additional Administrative Costs

Salaries and overtime on disaster related work not eligible for federal reimbursement. (include additional hires) Eligible for federal reimbursement are those items covered by a Damage Survey Report and an approved Project Application

	\$ 20,000.00
Supplies	\$ 1,560.00
Transportation and travel	\$ 2,081.00
Telephone Toll Charges	\$ 230.00
Consulting Fees	\$ 20,000.00
Other (explain)	\$

Total Additional Administrative Costs \$ 43,971.00

IV Emergency Generator for City Office buildings needed to prevent further freezing and provide for government operations. (Deduct and costs, such as generator operating expenses, which are eligible for federal reimbursement)

\$ 45,067.00

Bethel

V Personnel Benefits (Social Security etc.) for special hire personnel to operate water and sewage trucks for Bethel Heights not reimbursable by federal government. Project for 9 months.

\$ 5,422.00

VI Other Nonreimbursable costs
(Itemize)

\$ 41,742.00

Cost Repair Shop Floor
(labor & materials)--\$15,000.00

Flood Plain area:

Cost Repair Prematernal
Home -----2,500.00

TOTAL \$ 190,904.00

Cost Repair Recreation
Center-----5,498.00

Cost Repair Fire Dept/ Water
Works-----2,377.00

Day Care-----2,867.00

Trucks-----3,500.00

Rental Revenue Loss-----10,000.00