

SB

351

COMMITTEE REPORT
SENATE

1/21/80

FURTHER: Finance

Date: 4-9-80

Mr. President:

The Committee on COMMUNITY & REGIONAL AFFAIRS has had SB 351
state aid to local governments

under consideration and (a majority of the committee) (the committee) reports it back with the following recommendations:

- do pass do not pass
- do pass with attached amendments(s)
- replace with CS for _____ same title
 new title
- and recommends _____
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendation
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

[Signature]

[Signature]

[Signature]

MEMBERS HAVING
OTHER RECOMMENDATIONS:

Tom Hall - Do not

pass unless amended.

[Signature]
CHAIRMAN



Official Business

Alaska State Legislature

JOINT SENATE AND HOUSE
COMMUNITY AND REGIONAL AFFAIRS COMMITTEE
LOCAL GOVERNMENT STUDY

Co-Chairmen
Senator Arliss Sturgulewski
Representative Bill Parker


Address all
correspondence to:
LOCAL GOVERNMENT STUDY

Pouch V
State Capitol
Juneau, Alaska 99811

March 31, 1980

TO: Senator Bob Mulcahy
Vice-Chairman
Senator Tim Kelly
Senator Pat Rodey
Senator Mike Colletta
Senator Don Bennett

Senator Brad Bradley
Senator Jalmar Kerttula
Senator Glenn Hackney
Senator Ed Dankworth
Senator Bettye Fahrenkamp
Senator Frank Ferguson

FROM: Arliss Sturgulewski 
Chairman

SUBJECT: Committee Meetings, Capitol Building, Butrovich Room

Tuesday, April 1, 1980 - 1:30 p.m.

- SB 370 - An Act relating to fire prevention
- SB 389 - An Act relating to the senior citizens tax exemption
- SB 510 - An Act exempting business inventory from municipal property tax levy, and providing for reimbursement to municipalities of tax revenues lost by operation of the exemption; and providing for an effective date
- SB 451 - An Act establishing a grant fund to be used for construction of community sports and recreation facilities, and providing for management of the facilities by local sports and recreation facility councils
- SB 452 - An Act making a special appropriation to the Department of Community and Regional Affairs for grants for planning and construction of community sports and recreation facilities; and providing for an effective date.
- SB 351 - An Act relating to state aid to local governments; and providing for an effective date



Official Business

Alaska State Legislature

Senate Committee on Community & Regional Affairs

Pouch V
State Capitol
Juneau, Alaska 99811

January 23, 1980

TELECONFERENCE NOTICE

February 6, 1980 / 8-10 a.m. (Juneau time)

Southeastern Alaska - Ketchikan and Sitka

February 7, 1980 / 1:30 p.m. (Juneau time)

first round robin grouping:

Soldotna, Anchorage, Fairbanks, Kodiak, Valdez

second round robin grouping:

Dillingham, Bethel, Kotzebue, and Nome

We are pleased to enclose the reports of the Local Government Interim Study by the Joint Senate and House Community and Regional Affairs Committee.

Legislation composed of seven bills was introduced jointly by the Senate and the House, Monday, January 21, 1980. Copies of the following bills may be obtained from your nearest Legislative Information Office. The complete package consists of Senate Bills 348, 349, 350, 351, 352, 353, 354; OR House Bills 580, 581, 582, 583, 584, 585, and 586.

For your additional information all the Senate bills in the package were assigned to the Senate Community and Regional Affairs Committee, with a referral to the Finance Committee. All the House bills in the package were assigned as follows: HB 580 - C/RA & Finance; HB 581 C/RA; HB 582 C/RA and Finance; HB 583 C/RA and Finance; HB 584 C/RA and Judiciary; HB 585 C/RA; and HB 586 C/RA. You might want to contact the referrals as well, after the bills leave the Community and Regional Affairs Committees. Senator John Sackett is Chairman of Senate Finance; Representative Russ Meekins is Chairman of House Finance, and Representative Charles Parr is Chairman of Judiciary.

In the event you are unable to give your comments during the set teleconference times, please feel free to contact the Senate and House R/CA Committees at Pouch V, Juneau, Alaska 99811.

FY 81

154 municipalities

x 25,000 additional entitlement

3,850,000

x 23.63% average of COLA's

909,755

3,850,000

4,759,755 FY 81 additional funding

FY 82

158 municipalities

x 25,000 additional entitlement

3,950,000

x 23.63% average COLA's assuming no changes

933,385

3,950,000

4,883,385 FY 82 additional funding

FY 83 through FY 84 is anticipated to remain at the same level

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSHB 583
 Title An Act relating to State Aid to Local Governments
 Requested by C&RA Committee Date 4-4-80

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs
 Program Category Affected Development
 BRU, Program, or Subprogram(s) Affected Local Government Assistance - Grants
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)
EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		1893.1	1893.1	1893.1	1893.1	1893.1
TOTAL		1893.1	1893.1	1893.1	1893.1	1893.1

FUNDING (Thousands of Dollars)

GENERAL FUND		1893.1	1893.1	1893.1	1893.1	1893.1
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME		0	0	0	0	0
PART TIME						
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

Under the FY 1980 program 74 municipalities received less than \$25,000. It is assumed that all other municipalities eligible for the program will also apply in FY 1981, which is an additional 18 applicants, for a total of 92 municipalities eligible for the minimum grant entitlement of \$25,000.

Minimum Entitlement	\$ 25,000
Average COLA	x 123.65%
Total Minimum Entitlement	\$ 30,912
Eligible Applicants	x 92
	\$2,843,904
Already Funded in FY 81 Budget	- 950,820
Additional Funding Required for FY 81 Budget	\$1,893,084

IV. DATE 4-4-80 PREPARED BY Netta Crapo
 AGENCY Community & Regional Affairs
 Original: Legislative Finance PHONE 465-4733
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

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A.V.C.P. EMPLOYMENT & TRAINING
P.O. BOX 848
BEIHEL, ALASKA 99559
Phone: 543-3243

June 10
+

*File of
SPB 351*

March 11, 1980

Senator Arliss Sturgulewski
Alaska State Senate
Pouch V
Juneau, Alaska 99811

Dear Senator Sturgulewski:

I would like to thank you on behalf of A.V.C.P., Employment & Training and the City Administrators from the A.V.C.P. Region.

We are sincerely appreciative of your time, guidance and personal assistance which you provided. We are especially appreciative of your awareness and sensitivity to rural problems, although you represent the Anchorage Metropolitan area and areas.

Thank you.

Respectfully,

Theresa Peoples

Theresa Peoples
Local Government Training
Coordinator

cc: John Angaiak
Director

Alice Beans
Assistant Trainer

Gemma Akerelrea
City Administrator
Scammon Bay, Alaska

Alice Fitka
City Administrator
Marshall, Alaska

Joshua Cleveland
City Administrator
Quinhagak, Alaska

Sam George
City Administrator
Akiachak, Alaska

TP/rmj



David H. Murr, Mayor

February 22, 1980

Senator Arliss Sturgulewski, Chairman
Senate Community and Regional Affairs Committee
Pouch V
Juneau, Alaska 99811

RE. SB 351

Dear Senator:

We urge you to retain the wording "additional \$25,000" in relation to the eligibility for revenue sharing.

We take this position because, as you undoubtedly know, the cities are operating on a road budget based on a 1971 economy. We have consistently spent much more than the required 20%, but still find ourselves with difficult maintenance problems because we can not afford to do the work properly.

Similarly, we find that our snow plowing budget is usually inadequate, because of revenue sharing limitations.

If the additional \$25,000 were given, we believe that that would go a long way in covering administrative costs, thereby relieving a higher proportion of road money to be spent on roads.

Similarly, we are operating a fire department on \$3,300 per year, based on a census of 440, but we have 22 sq. miles within our city limits. The \$3,300 hardly buys gas and oil, much less much needed safety equipment.

We are located in Senator Kerttula's district and he is well aware of our problems also.

We also support the Municipal League request for additional funding for the cities. We do have a Business License fee, but thus far, it only averages \$325 per year revenue.

We appreciate your efforts on our behalf.

Sincerely,

David H. Murr, Mayor

cc: Senator Jalmar Kerttula

CITY OF HOONAH

P. O. BOX 360
HOONAH, ALASKA 99829
(907) 945-3222



February 22, 1980

Senator John C. Sackett
Pouch V
Juneau, Alaska 99811

Dear Senator Sackett:

I am Writing this letter on behalve of the City of Hoonah regarding SB 351.

Due to high fuel and electrical cost small cities such as Hoonah faces near bankruptcy in the future if we do not receive some sort of aid soon. Senate Bill 351 would be a means of helping release the financial burdens faced by rural communities.

We are supportive of SB 351 and urge its passage as soon as possible. Thanking you in advance.

Respectfully

Miles Murphy
Mayor City of Hoonah

cc:

Senator Don Bennett
Senator W. E. "Brad" Bradley
Senator Mike Colletta
Senator M. E. Dankworth
Senator Bettye Fahrenkamp
Senator Frank R. Ferguson
Senator Glenn Hackney
Senator George H. Hohman
Senator Tim Kelly
Senator Jalmar M. Kerttula
Senator H. D. "Pete" Meland
Senator Bob Mulcahy
Senator Bill Ray
Senator Patrick Rodey

Senator Terry Stimson
Senator Arliss Sturgulewski
Senator Bill Sumner
Senator Clem Tillion
Senator Robert H. Ziegler Sr.
Representative Jim Duncan
Representative Richard I. Eliason
Representative Oral Freeman
Representative Terry Gardiner
Representative E. J. Haugen
Representative Mike Miller

City Of Quinhagak
General Delivery
Quinhagak, Alaska 99655
February 19, 1980

Senator George Hohman
Juneau, Alaska 99801

RE: Senate Bill 351

Dear Senator Hohman,

The City of Quinhagak is pleased to receive and read Senate ~~Bill 351~~ by Rules Committee for Community And Regional Affairs.

Cities in rural areas increasingly become aware of the concerns of the need for financial assistance from State Government, in order to function properly as local Government.

As any other governments finance is the key for successful and efficient operation of the city and its personnel and other city services. Without personnel and other needed local government services, cities never function properly.

The city is therefore requesting your needed assistance in support of this Bill (Senate Bill 351), city also is requesting your office to encourage passage of any bill designed to generate additional revenues to rural cities.

We are requesting copies of any correspondence from your office for the cities files, your assistance is greatly appreciated in this important matter.

Untill than,
Sincerely,

Sam Cleveland
Sam Cleveland, Mayor
City of Quinhagak

CC. File

515351

RESOLUTION NO 12 February 11 19 80

CITY OF FORTUNA LEDGE
FORTUNA LEDGE, ALASKA 99585

WHEREAS, the city revenue sharing is limited to per capita and expenditures; and

Whereas, the City has to raise some monies from other source such as bingos, bake sales to lease space and donations; and

WHEREAS, the Grant will provide the village with better financial status than State Revenue Sharing.

WHEREAS, the village of Fortuna Ledge have been getting State Revenue Sharing that does not meet village financial needs.

NOW THEREFORE, be it resolved that the grant will liquidate city expenditures; and

FURTHER MORE, be it resolved that the grant will provide sound revenue for the city of Marshall.

NOW THEREFORE, be it resolved that the Revenue Sharing be formulated to a Grant of a minimum of \$25,000.

SIGNED BY,

CITY COUNCILS

John Oney, Mayor
Luis Andrew Sr
Ruth Oney - Secretary
Paul Boots - Member
Johnny Boots - Member

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSIB 583

Title An Act relating to State Aid to Local Governments

Requested by CoRA Committee

Date 4-4-80

II. FISCAL DETAIL

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Program Category Affected Development

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IV. DATE 4-4-80

PREPARED BY Netta Crago

AGENCY Community & Regional Affairs

PHONE 465-4733

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

SENATE STAFF
FERGUSON
RESOLUTION #80-05
Deering City Council
Deering, Alaska 99736

T file at
SB351
91

A RESOLUTION OF THE DEERING CITY COUNCIL SUPPORTING
THE SENATE COMMUNITY AND REGIONAL AFFAIR COMMITTEE
SENATE BILL 351

WHEREAS, the Deering City Council is the governing body
of the City of Deering, Alaska; and

WHEREAS, it is the responsibility of the Deering City
Council to provide municipal services to the citizens of
Deering, Alaska; and

WHEREAS, the population of the City of Deering, Alaska
is not large enough to provide a sufficient tax base to pro-
vide adequate municipal services; and

WHEREAS, the Deering City Council is dependent on State
and/or Federal Agencies for funds to provide these services;
and;

WHEREAS, Senate Bill 351 proposed by the Senate Comm-
unity and Regional Affairs Committee would make funds avail-
able to provide these services;

NOW THEREFORE BE IT RESOLVED THAT the Deering City Council
fully approves and supports Senate Bill 351 proposed by the
Senate Community and Regional Affairs Committee; and

BE IT FURTHER RESOLVED THAT the Deering City Council
directs any and all interested parties to assist the Senate
Community and Regional Affairs Committee in the approval of
this Bill.

Adopted at a regularly scheduled meeting of the Deering City
Council held on March 3, 1980, in Deering, Alaska.

ATTEST:

Gilbert S. Barr
Gilbert S. Barr
City Manager

Calvin Moto
Calvin Moto
Mayor

DATE:

4-7-80

Gilbert Karman
Gilbert Karman
Vice Mayor

Delores P. Barr
Delores P. Barr
Secretary