

SB

534





Official Business

# Alaska State Legislature

Senate  
Committee on  
Community & Regional Affairs

Pouch V  
State Capitol  
Juneau, Alaska 99811

April 17, 1980

TO: Senator Bob Mulcahy, Vice-Chairman  
Senator Tim Kelly  
Senator Pat Rodey  
Senator Terry Stimson

FROM: Senator Arliss Sturgulewski, Chairman AS

SUBJECT: Committee Meeting, Capitol Building, Butrovich Rm.

Thursday, April 17 - 1:30 p.m.

SB 534 - An Act authorizing rebate of a portion of real property taxes and special assessments paid on the principal place of residence of a state resident; and providing for an effective date.

T

Sen. Mulcahy

waived SB 534

(State Affairs)

today as



# STATE OF ALASKA

JAY S. HAMMOND, GOVERNOR

## DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

VOUCH 5 - JUNEAU 99811

April 3, 1980

The Honorable Bob Mulcahy  
Senate State Affairs Committee  
Room 514 - Capitol Building  
Juneau, Alaska 99811

Dear Senator Mulcahy:

Re: Senate Bill No. 534

Senate Bill No. 534, an Act authorizing rebate of a portion of real property taxes and special assessments paid on the principle place of residence of a state resident, was introduced in the Senate on March 27, 1980 and was referred to the Senate State Affairs; Senate Community and Regional Affairs and Finance Committees.

For the consideration of the Senate State Affairs Committee, I am enclosing copies of Fiscal Notes prepared by P. A. Wall, Director, Administrative Services Division and Barbara Sorensen, Research Section of the Department of Revenue concerning the proposed legislation.

Sincerely,



R. D. Stevenson  
Special Assistant

cc: The Honorable Arliss Sturgulewski  
Chairman  
Senate Community & Regional  
Affairs Committee

Joseph K. Donohue  
Deputy Commissioner  
Department of Revenue

The Honorable John Sackett  
Chairman  
Senate Finance Committee

P. A. Wall, Director  
Administrative Services Division  
Department of Revenue

Vincent Wright  
Research Section  
Department of Revenue

THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 534  
 Title Authorizing rebate of a portion of real property taxes & special assessments paid  
~~XXXXXX~~ on the principal place of residence of a State Date 3-28-80  
resident.

II. FISCAL DETAIL

Agency Affected \_\_\_\_\_ Revenue \_\_\_\_\_  
 Program Category Affected \_\_\_\_\_ General Government \_\_\_\_\_  
 BRU, Program, or Subprogram(s) Affected Administration & Support, Management Services  
 (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		97.8	84.5	90.5	96.8	103.6
200 TRAVEL						
300 CONTRACTUAL		62.4	66.8	71.4	76.4	81.8
400 COMMODITIES		2.5	2.7	2.9	3.1	5.2
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		162.7	154.0	164.8	176.3	190.6

FUNDING (Thousands of Dollars)

GENERAL FUND		162.7	154.0	164.8	176.3	190.6
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

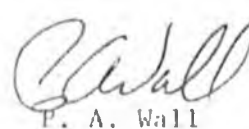
POSITIONS

FULL TIME		2/24mm	2/24mm	2/24mm	2/24mm	2/24mm
PART TIME		5/18mm	5/15mm	5/15mm	5/15mm	5/15mm
TEMPORARY						

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

The Department of Community and Regional Affairs estimates that 125,000 of the estimated 196,900 property parcels in the State will be eligible for payments under SB 534. The Department will promulgate regulations. Application forms will be designed, printed and distributed. The receipt and processing of 125,000 applications and resulting payments will occur each year. Community and Regional Affairs has estimated a five percent growth.

(continued on next page)

IV. DATE April 2, 1980 PREPARED BY  P. A. Wall  
 AGENCY Revenue  
 PHONE 465-2313  
 Original: Legislative Finance  
 cc: Budget and Management  
 Prime Sponsor (First Legislator Named)

Positions

1 PPT Systems Analyst, 6 mms @ \$2,465 per mo.	=	29.6
Benefits - 4.4, FICA - 2.0, H.I. - 1.5	=	7.9
2 PPT Tax Scanners, R 8 @ \$1,277	=	30.6
Benefits 4.6, FICA - 2.0, H.I. 3.0	=	9.6
4 PPT Tax Scanners, R 8, 3 months ea. @ \$1,277	=	15.3
Benefits - 2.3, FICA - 1.0, H.I. - 1.5	=	4.8

Other Expenditures

Forms, 125,000 @ \$30M	=	3.8
Envelopes, 125,000 @ \$11.54M	=	1.4
Warrant Stock, 125,000 @ \$35	=	4.4
Postage, 125,000 @ 15 cents ea. for payments	=	18.8
125,000 @ 10 cents ea. for forms distribution	=	12.5
DP Chargeback - Storage & Processing	=	18.0
Miscellaneous Contractual Insurance, Phone Calls, Maintenance	=	3.5
Commodities	=	2.5

1	POSITION TITLE Systems Analyst	RANGE/STEP 18A	BARG. UNIT. GGU	LOCATION Juneau	GOV.	APPROV.	(DISAP)
2	TYPE OF POSITION PPT	STAFF MONTHS 6	RP No.	PCN No.	PRIORITY SB 534	FORM 12	PAGE/LINE
						LEG.	

3	TYPE OF EXPENDITURE	AMOUNT
	1	2
4	PERSONAL SERVICES: SALARY	29.6
5	BENEFITS	4.4
6	FICA	2.0
7	HEALTH INS.	1.5
8	TOTAL PERSONAL SERVICES	37.5
9	TRAVEL	
10	CONTRACTUAL DP Chargeback	18.0
11	COMMODITIES	
12	EQUIPMENT	
13	OTHER	
14	TOTAL COST	55.5

JUSTIFICATION:

SB 534 creates a new document processing and payment system. The computer system to capture data from application forms and process the data to achieve payments and files will be designed and programmed by this position. Both the data capture machines and the processing itself requires programming. Processing includes batch processing, error correction, warrant control, preparation, release and redemption, and file maintenance.

The man month requirement will drop to three for the second and following years.

	CODE	FUNDING SOURCE
15		FED RCPTS
16		GF MATCH
17		GEN. FUND
18		I-A RCPTS
19		PGM RCPTS
20		OTHER

21	CONTINUATION	
22	ADDITION	

FOR B&M USE ONLY

4A KEY NUMBER \_\_\_\_\_ COLUMN NO. \_\_\_\_\_

AGENCY Revenue PROGRAM AREA General Government

BRU Administration & Support

COMPONENT Management Services

**13** REQUEST FOR NEW POSITION.

FY 81

1	POSITION TITLE Tax Scanners			RANGE/STEP 8 A	BARG. UNIT. GGU	LOCATION Juneau	GOV.	APPROV.	DISAP.						
2	TYPE OF POSITION PFT	STAFF MONTHS 24	RF No.	PCN No.	PRIORITY SB 534	FORM 12	PAGE/LINE	LEG.							
3	TYPE OF EXPENDITURE			AMOUNT											
	1	2	3												
4	PERSONAL SERVICES SALARY		30.6	JUSTIFICATION:  These two positions will handle the continuous workload. Forms distribution, assisting with mail, batch processing and payment release. Handling phone calls and correspondence. Processing of payments returned by the U.S. Postal Service will also be required. About 15,000 payments will require special handling.											
5	BENEFITS		4.6												
6	FICA		2.0												
7	HEALTH INS.		3.0												
8	TOTAL PERSONAL SERVICES		40.2												
9	TRAVEL														
10	CONTRACTUAL		44.4												
11	COMMODITIES		2.5												
12	EQUIPMENT														
13	OTHER														
14	TOTAL COST		87.1												
	CODE	FUNDING SOURCE													
15		FED RCPTS.													
16		GF MATCH.													
17		GEN. FUND		87.1											
18		I-A RCPTS.													
19		PGM RCPTS													
20		OTHER													
21	CONTINUATION			FOR B&M USE ONLY											
22	ADDITION														
4A KEY NUMBER _____ COLUMN NO. _____															

AGENCY Revenue PROGRAM AREA General Government

BRU Administration & Support

COMPONENT Management Services

**13** REQUEST FOR NEW  
POSITION.

Page 2 of 3

REVISED  
DATE \_\_\_\_\_

FY 81

1	POSITION TITLE Tax Scanners			RANGE/STEP 8A	BARG. UNIT. GGU	LOCATION Juneau	GOV.	APPROV.	DISAP.
2	TYPE OF POSITION PPT	STAFF MONTHS 12	RP No.	PCN No.	PRIORITY SB 534	FORM 12 PAGE/LINE	LEG.		
3	TYPE OF EXPENDITURE			AMOUNT		JUSTIFICATION:			
	1	2	3						
4	PERSONAL SERVICES:								
	SALARY		15.3						
5	BENEFITS		4.6						
6	FICA		2.0						
7	HEALTH INS.		3.0						
8	TOTAL PERSONAL SERVICES		20.1						
9	TRAVEL								
10	CONTRACTUAL								
11	COMMODITIES								
12	EQUIPMENT								
13	OTHER								
14	TOTAL COST		20.1						
	CODE	FUNDING SOURCE							
15		FED RCPTS.							
16		GF MATCH.							
17		GEN. FUND		20.1					
18		I-A RCPTS.							
19		PGM RCPTS							
20		OTHER							
21	CONTINUATION								
22	ADDITION		FOR B&M USE ONLY						
4A KEY NUMBER _____ COLUMN NO. _____									

These four positions will work three months each in opening and processing mail, data capture of applications, batch processing and error correction and payment processing.

AGENCY Revenue PROGRAM AREA General Government

BRU Administration & Support

COMPONENT Management Services

**13** REQUEST FOR NEW  
POSITION.

Page 3 of 3

REVISED  
DATE \_\_\_\_\_

FY 81

FISCAL NOTE

I. REQUEST

Bill/Resolution No. S B 534  
 Title An act authorizing a rebate for part of the property taxes paid.  
 Requested by \_\_\_\_\_ Date 4-1-80

II. FISCAL DETAIL

Agency Affected \_\_\_\_\_  
 Program Category Affected \_\_\_\_\_  
 BRU, Program, or Subprogram(s) Affected \_\_\_\_\_  
 (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.						

TOTAL

FUNDING (Millions of Dollars)

	(0)	(21.0)	(22.0)	(22.5)	(23.0)	(24.0)
GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

The bill proposes to establish a reimbursement program for 30 percent of the property taxes paid on primary residences. The claim for reimbursement is to be submitted to the Department of Revenue starting with property taxes paid for the assessment year 1980. The rebates are subject to legislative appropriation.

IV. DATE 4-1-80 PREPARED BY Barbara Sorenson *(Signature)*

AGENCY Revenue

PHONE 2174

Original: Legislative Finance  
 cc: Budget and Management  
 Prime Sponsor (First Legislator Named)

#8371 - Chenoweth

ALASKA STATE LEGISLATURE

ELEVENTH Legislature SECOND Session

SENATE BILL NO. 534

By THE COMMERCE COMMITTEE

"An Act authorizing rebate of a portion of real property taxes and special assessments paid on the principal place of residence of a state resident; and providing for an effective date."

Introduced in the Senate 3/27/80, 19....

HISTORY IN THE SENATE

19 80

3 27

4 3

Read first time and referred to Committee on State Affairs, Community & Regional Affairs and Fin. Reported back with recommendation that

Read second time and

Read third time and

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reconsideration

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reported correctly engrossed
Signed by President
Sent to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Read first time and referred to Committee on

Reported back with recommendation that

Read second time and

Read third time and

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reconsideration

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reported correctly engrossed
Signed by Speaker
Returned to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19

Received from House

To enrolling

Reported correctly enrolled

Sent to Governor

..... by Governor

Filed with Lt. Governor

Chapter No. ....