

HB

401

COMMITTEE REPORT

HOUSE

FURTHER: FINANCE

3/25/81

(5)

Date: 5-6-81

Mr. Speaker:

The Committee on STATE AFFAIRS has had HB 401

"An Act authorizing participation by magistrates in the judicial retirement system; and providing for an effective date."

under consideration and reports it back as follows:

- 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
DC PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

John D. Miller

W. O. O.

W. O. O.

CHAIRMAN

STATE OF ALASKA

JAY S. HAMMOND, GOVERNOR

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

POUCH C

JUNEAU, ALASKA 99611

Ph: 465-2200

May 11, 1981

Honorable Mike Miller
Pouch V
Juneau, AK 99811

Dear Representative Miller:

During your committee hearing on House Bill 401, An Act Authorizing Participation by Magistrates in the Judicial Retirement System, on May 7, 1981, you requested a revised fiscal note reflecting only the "47" active Magistrates.

The revised fiscal note is attached and reflects a savings in PERS of \$148.2 and a cost to JRS of \$642.7.

If I can be of further assistance, please let me know.

Respectfully,



W. R. Hudson
Commissioner

WRH/dm
C3/D1

FISCAL NOTE

I. REQUEST
 Bill/Resolution No. House Bill 401
 Title An Act Authorizing Participation by Magistrates in the Judicial Retirement System
 Requested by Representative Miller Date 5-7-81

II. FISCAL DETAIL
 Agency Affected Administration - Division of Retirement and Benefits
 Program Category Affected Labor Services
 BRU, Program, or Subprogram(s) Affected PERS & JRS
 (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 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 STATE TRS MATCHING						
100 BENEFITS	0	494.5	494.5	494.5	494.5	494.5
TOTAL	0	494.5	494.5	494.5	494.5	494.5

FUNDING (Thousands of Dollars)

GENERAL FUND	405.0	405.0	405.0	405.0	405.0
FEDERAL FUNDS	(6.8)	(6.8)	(6.8)	(6.8)	(6.8)
VETERAN'S FUND	(.3)	(.3)	(.3)	(.3)	(.3)
FISH & GAME FUND	(.9)	(.9)	(.9)	(.9)	(.9)
HIGHWAY FUND	(1.9)	(1.9)	(1.9)	(1.9)	(1.9)
AIRPORT FUND	(4.3)	(4.3)	(4.3)	(4.3)	(4.3)
CAPITAL FUND	(12.6)	(12.6)	(12.6)	(12.6)	(12.6)
PERS					
TRS					

POSITIONS NONE

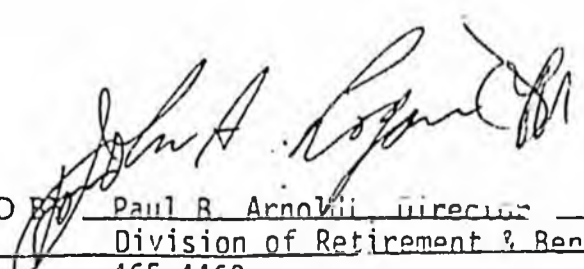
FULL TIME					
PART TIME					
TEMPORARY					

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

This is a summary of pages 2 and 3.

IV. DATE 5-7-81 PREPARED BY Paul B. Arnold, Director
 AGENCY Division of Retirement & Benefits
 PHONE 465-4460

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named) Representative Haugen
 Office of the Governor (Keith Specking)



THE LEGISLATURE OF THE STATE OF ALASKA
 TWELFTH LEGISLATURE

Revised: 5-7-81
 Page 2 of 3 pages

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill 401
 Title An Act Authorizing Participation by Magistrates in the Judicial Ret. System
 Requested by Representative Miller Date 5-7-81

II. FISCAL DETAIL

Agency Affected Administration-Division of Retirement and Benefits
 Program Category Affected Labor Services
 BRU, Program, or Subprogram(s) Affected 02-96-8-01-02-07 (JRS)

(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 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
100 Benefits	-0-	642.7	642.7	642.7	642.7	642.7
TOTAL	-0-	642.7	642.7	642.7	642.7	642.7

FUNDING (Thousands of Dollars)

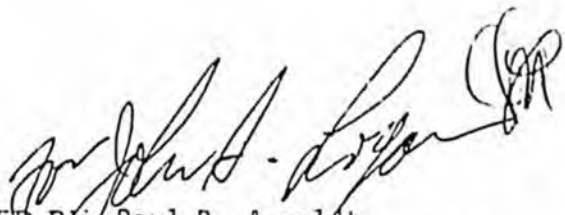
GENERAL FUND	-0-	642.7	642.7	642.7	642.7	642.7
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS NONE

FULL TIME						
PART TIME						
TEMPORARY						

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

1. Estimate approximately 47 Magistrates would be affected.
2. Estimate the average service per affected member to be approximately 5 years.
3. To fund this bill, the State contribution rate would be 60.71% of the FY82 covered payroll by Magistrates.
4. Estimated FY82 covered payroll for Magistrates to be \$1,058,574 (Assumes no annual increase).



IV. DATE 5-7-81

PREPARED BY Paul R. Arnold
 AGENCY Division of Retirement and Benefits
 PHONE 465-4460

Original: Legislative Finance
 cc: Budget and Management

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill 401
 Title An Act Authorizing Participation by Magistrates in the Judicial Ret. System
 Requested by Representative Miller Date 5-7-81

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement and Benefits
 Program Category Affected Labor Services
 BRU, Program, or Subprogram(s) Affected 02-96-8-01-01-01 (PERS)
 (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 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 STATE TRS MATCHING						
100 BENEFITS	-0-	(148.2)	(148.2)	(148.2)	(148.2)	(148.2)
TOTAL	-0-	(148.2)	(148.2)	(148.2)	(148.2)	(148.2)

FUNDING (Thousands of Dollars)

GENERAL FUND		(121.4)	(121.4)	(121.4)	(121.4)	(121.4)
FEDERAL FUNDS		(6.8)	(6.8)	(6.8)	(6.8)	(6.8)
VETERAN'S FUND		(.3)	(.3)	(.3)	(.3)	(.3)
FISH & GAME FUND		(.9)	(.9)	(.9)	(.9)	(.9)
HIGHWAY FUND		(1.9)	(1.9)	(1.9)	(1.9)	(1.9)
AIRPORT FUND		(4.3)	(4.3)	(4.3)	(4.3)	(4.3)
CAPITAL FUND		(12.6)	(12.6)	(12.6)	(12.6)	(12.6)
PERS						
TRS						

POSITIONS NONE

FULL TIME						
PART TIME						
TEMPORARY						

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

1. This bill would reduce the State contribution to PERS and increase the cost of the JRS.
2. The reduced State contribution to PERS will be 14.00% of covered payroll for Magistrates (estimated to be \$1,058,574 in FY 82--and assumes no annual increase).

IV. DATE 5-7-81 PREPARED BY Paul R. Arnold, Director
 AGENCY Division of Retirement & Benefits
 PHONE 465-4460

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named) Representative Haugen
 Office of the Governor (Keith Specking)

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill 401
 Title An Act Authorizing Participation by Magistrates in the Judicial Retirement System
 Requested by Representative Miller Date 5-7-81

II. FISCAL DETAIL

Agency Affected Administration Division of Retirement and Benefits

Program Category Affected Labor Services

BRU, Program, or Subprogram(s) Affected PERS & JRS

(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 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 STATE TRS MATCHING						
100 BENEFITS	0	494.5	494.5	494.5	494.5	494.5
TOTAL	0	494.5	494.5	494.5	494.5	494.5

FUNDING (Thousands of Dollars)

GENERAL FUND		405.0	405.0	405.0	405.0	405.0
FEDERAL FUNDS		(6.8)	(6.8)	(6.8)	(6.8)	(6.8)
VETERAN'S FUND		(.3)	(.3)	(.3)	(.3)	(.3)
FISH & GAME FUND		(.9)	(.9)	(.9)	(.9)	(.9)
HIGHWAY FUND		(1.9)	(1.9)	(1.9)	(1.9)	(1.9)
AIRPORT FUND		(4.3)	(4.3)	(4.3)	(4.3)	(4.3)
CAPITAL FUND		(12.6)	(12.6)	(12.6)	(12.6)	(12.6)
PERS						
TRS						

POSITIONS NONE

FULL TIME						
PART TIME						
TEMPORARY						

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

This is a summary of pages 2 and 3.

IV. DATE 5-7-81 PREPARED BY Paul B. Arnoldt, Director
 AGENCY Division of Retirement & Benefits
 PHONE 465-4460

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named) Representative Haugen
 Office of the Governor (Keith Specking)

THE LEGISLATURE OF THE STATE OF ALASKA
 TWELFTH LEGISLATURE

Revised: 5-7-81
 Page 2 of 3 pages

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill 401
 Title An Act Authorizing Participation by Magistrates in the Judicial Ret. System
 Requested by Representative Miller Date 5-7-81

II. FISCAL DETAIL

Agency Affected Administration-Division of Retirement and Benefits
 Program Category Affected Labor Services
 ERU, Program, or Subprogram(s) Affected 02-96-8-01-02-07 (JRS)
 (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 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
100 Benefits	-0-	642.7	642.7	642.7	642.7	642.7
TOTAL	-0-	642.7	642.7	642.7	642.7	642.7

FUNDING (Thousands of Dollars)

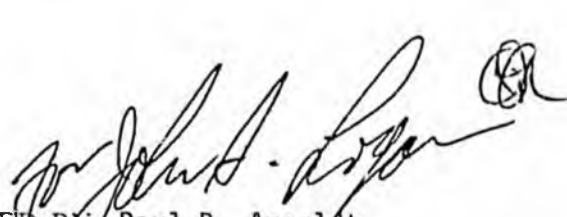
GENERAL FUND	-0-	642.7	642.7	642.7	642.7	642.7
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS NONE

FULL TIME						
PART TIME						
TEMPORARY						

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

1. Estimate approximately 47 Magistrates would be affected.
2. Estimate the average service per affected member to be approximately 5 years.
3. To fund this bill, the State contribution rate would be 60.71% of the FY82 covered payroll by Magistrates.
4. Estimated FY82 covered payroll for Magistrates to be \$1,058,574 (Assumes no annual increase).



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 AGENCY Division of Retirement and Benefits
 PHONE 465-4460

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

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill 401
Title An Act Authorizing Participation by Magistrates in the Judicial Ret. System
Requested by Representative Miller Date 5-7-81

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement and Benefits

Program Category Affected Labor Services

BRU, Program, or Subprogram(s) Affected 02-96-8-01-01-01 (PERS)

(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 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 STATE TRS MATCHING						
100 BENEFITS	-0-	(148.2)	(148.2)	(148.2)	(148.2)	(148.2)
TOTAL	-0-	(148.2)	(148.2)	(148.2)	(148.2)	(148.2)

FUNDING (Thousands of Dollars)

GENERAL FUND	(121.4)	(121.4)	(121.4)	(121.4)	(121.4)
FEDERAL FUNDS	(6.8)	(6.8)	(6.8)	(6.8)	(6.8)
VETERAN'S FUND	(.3)	(.3)	(.3)	(.3)	(.3)
FISH & GAME FUND	(.9)	(.9)	(.9)	(.9)	(.9)
HIGHWAY FUND	(1.9)	(1.9)	(1.9)	(1.9)	(1.9)
AIRPORT FUND	(4.3)	(4.3)	(4.3)	(4.3)	(4.3)
CAPITAL FUND	(12.6)	(12.6)	(12.6)	(12.6)	(12.6)
PERS					
TRS					

POSITIONS NONE

FULL TIME					
PART TIME					
TEMPORARY					

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

1. This bill would reduce the State contribution to PERS and increase the cost of the JRS.
2. The reduced State contribution to PERS will be 14.00% of covered payroll for Magistrates (estimated to be \$1,058,574 in FY 82--and assumes no annual increase).

IV. DATE 5-7-81 PREPARED BY Paul R. Arnoldt, Director
AGENCY Division of Retirement & Benefits
PHONE 465-4460

Original: Legislative Finance
cc: budget and Management
Prime Sponsor (First Legislator Named) Representative Haugen
Office of the Governor (Keith Specking)

HB
401

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill 401 (Page 1 of 3)
Title An Act Authorizing Participation by Magistrates in the Judicial Ret. System
Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement and Benefits
Program Category Affected LABOR SERVICES
BRU, Program, or Subprogram(s) Affected PIPS & TR
(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 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 STATE TPS MATCHING						
100 BENEFITS	-0-	1,049.6	1,049.6	1,049.6	1,049.6	1,049.6
TOTAL	-0-	1,049.6	1,049.6	1,049.6	1,049.6	1,049.6

FUNDING (Thousands of Dollars)

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
GENERAL FUND		1,106.5	1,106.5	1,106.5	1,106.5	1,106.5
FEDERAL FUNDS	(14.5)	(14.5)	(14.5)	(14.5)	(14.5)	(14.5)
VETERAN'S FUND	(.6)	(.6)	(.6)	(.6)	(.6)	(.6)
FISH & GAME FUND	(1.9)	(1.9)	(1.9)	(1.9)	(1.9)	(1.9)
HIGHWAY FUND	(4.1)	(4.1)	(4.1)	(4.1)	(4.1)	(4.1)
AIRPORT FUND	(9.1)	(9.1)	(9.1)	(9.1)	(9.1)	(9.1)
CAPITAL FUND	(26.7)	(26.7)	(26.7)	(26.7)	(26.7)	(26.7)
PERM						
TRS						

POSITIONS NONE

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
FULL TIME						
PART TIME						
TEMPORARY						

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

This is a summary of pages 2 and 3

IV. DATE 5/5/81

PREPARED BY Paul B. Arnoldt, Director
AGENCY Division of Retirement & Benefits
PHONE 465-4860

Original: Legislative Finance

HB
401

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill 401 (Page 2 of 3)
Title An Act Authorizing Participation by Magistrates in the Judicial Ret. System
Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Administration-Division of Retirement and Benefits
Program Category Affected LABOR SERVICES
BRU, Program, or Subprogram(s) Affected 02-96-A-01-00-07 (195)
(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 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS - CLAIMS, ETC						
100 BENEFITS	-0-	1,364.2	1,364.2	1,364.2	1,364.2	1,364.2
TOTAL	-0-	1,364.2	1,364.2	1,364.2	1,364.2	1,364.2

FUNDING (Thousands of Dollars)

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
GENERAL FUND	-0-	1,364.2	1,364.2	1,364.2	1,364.2	1,364.2
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
FULL TIME						
PART TIME						
TEMPORARY						

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

1. Estimate approximately 83 Magistrates would be affected.
2. Estimate the average service per affected member to be approximately 5 years.
3. To fund this bill, the State contributions rate would be 60.71% of the FY82 covered payroll for Magistrates.
4. Estimated FY82 covered payroll for Magistrates to be \$2,247,000 (assumes no annual increase).

IV. DATE 5/5/81

PREPARED BY Paul B. Arnoldt
AGENCY Division of Retirement and Benefits

HB
401

FISCAL NOTE

I. REQUEST
 Bill/Resolution No. House Bill 401 (Page 3 of 3)
 Title An Act Authorizing Participation by Magistrates in the Judicial Bar System
 Requested by _____ Date _____

II. FISCAL DETAIL
 Agency Affected Administration - Division of Retirement and Benefits
 Program Category Affected Labor Services
 BRU, Program, or Subprogram(s) Affected 0-75-8-01-01-91 (PERS)
 (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 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 STATE TIES MATCHING						
100 BENEFITS	-0-	(314.6)	(314.6)	(314.6)	(314.6)	(314.6)
TOTAL	-0-	(314.6)	(314.6)	(314.6)	(314.6)	(314.6)

FUNDING (Thousands of Dollars)

GENERAL FUND		(257.7)	(257.7)	(257.7)	(257.7)	(257.7)
FEDERAL FUNDS		(14.5)	(14.5)	(14.5)	(14.5)	(14.5)
VETERAN'S FUND		.6	.6	.6	.6	.6
FISH & GAME FUND		1.9	1.9	1.9	1.9	1.9
HIGHWAY FUND		4.1	4.1	4.1	4.1	4.1
AIRPORT FUND		9.1	9.1	9.1	9.1	9.1
CAPITAL FUND		(26.7)	(26.7)	(26.7)	(26.7)	(26.7)
PERS						
IRS						

POSITIONS NONE

FULL TIME						
PART TIME						
TEMPORARY						

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

PART TIME
 TEMPORARY: DAYS OFF would reduce the state contribution to PERS and increase the cost of the Judicial Retirement System.


- The reduced State contribution to PERS will be 14.00% of covered payroll for magistrates (estimated to be \$2,247,000 in FY 82 and assumes no annual increase).

IV. DATE 5/5/81 PREPARED BY Paul B. Arnoldt, Director
 AGENCY Division of Retirement & Benefits

HB 401 continued

The letter regarding the fiscal note appears as follows:

TO: Sam Cotten, Chairman
House Finance

FROM: Mike Miller, Chairman
House State Affairs 

DATE: May 7, 1981

RE: Fiscal Note, HB 401

In preparing a fiscal note for HB 401, an act which places magistrates under the judicial retirement system, the Division of Retirement has come up with a fiscal note which indicates that 23 magistrates would be affected by this legislation. During the course of the hearing on this legislation, it was brought out, however, that there are only 47 "bonified" magistrates, the balance being "acting" magistrates who are actually public employees with only incidental and occasional call to serve as magistrates. It is the position of the State Affairs Committee that only the 47 designated, and not the "acting" magistrates, should be covered under the proposed legislation. We did not amend the legislation, because we thought this was not necessary. However, you may wish to consider amendatory language to make it completely clear. In any event, the Division of Retirement is preparing a new fiscal note, which will reflect the lesser number of employees who would be affected by the legislation.

HB 508

The State Affairs Committee has had HOUSE BILL NO. 508 (relating to requirements for fiscal notes and employment notes in the legislative process; effective date) under consideration and recommends it be replaced with COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 508 (State Affairs)(same title) that it do pass and attaches a fiscal note. Concurring: Miller (Chairman), Brown and Fuller. Not concurring: Abood recommends it not pass. Cuddy has no recommendation.

HB 508 was referred to the Finance Committee.

The fiscal note appears in House Journal Supplement No. 39.