

H B

876

COMMITTEE REPORT

HOUSE

FURTHER: FINANCE

(5)

2/16/82

Date: 3/3/82

Mr. Speaker:

The Committee on STATE AFFAIRS has had HB 876

"An Act providing for a federal budget impact fund; and providing for an effective date."

~~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)

[X] replace with CS for HB 876 [X] same title [] new title

and recommends DO PASS

[] AND attaches a "Letter of Intent" [] New Fiscal Note

[] reports it back without recommendation

[] referred to the _____ Committee

MEMBERS SIGNING

DO PASS

[Handwritten signatures]

MEMBERS HAVING

OTHER RECOMMENDATIONS:

[Handwritten signature]
CHAIRMAN

A M E N D M E N T

OFFERED IN THE HOUSE:

By: State Affairs

To: amend HOUSE BILL No. HB 876

SENATE BILL No. _____

PAGE: _____

LINE: _____

Page 2

lines 6 & 7: delete [the Department of Community and Regional Affairs] and insert "the Governor"

lines 7&& 8: delete [From these requests, the department shall compile a list of state departments eligible to receive money from the fund.] and insert "Other agencies or organisations shall submit their requests for state financing of programs under this act to the Department of Community and Regional Affairs."

line 9: delete [also]

line 10: delete [other] and insert 'non-state'

line 12: delete [these] and insert "this" and delete the "on lists."

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSHB 876(SA)
Title An Act providing for a federal budget impact fund.
Requested by State Aff. Date 3/16/82

II. FISCAL DETAIL

Agency Affected ALASKA HIGHWAY SAFETY PLANNING AGENCY - DEPT. OF PUBLIC SAFETY
Program Category Affected PUBLIC PROTECTION
BRU, Program, Or Subprogram(s) Affected HIGHWAY SAFETY PLANNING
(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 82	FY 83	FY 84	FY 85	FY 86	FY 87
100 PERSONAL SERVICES	398.2	397.1	421.9	459.9	501.3	546.4
200 TRAVEL	85.1	60.1	65.5	71.4	77.8	84.8
300 CONTRACTUAL	118.4	40.9	44.6	48.6	53.0	57.7
400 COMMODITIES	5.7	6.2	6.8	7.4	8.0	8.8
500 EQUIPMENT	.9	Ø	Ø	Ø	Ø	Ø
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	1121.2	1222.1	1332.1	1457.0	1582.7	1725.1
TOTAL	1729.5	1716.4	1870.9	2039.3	2222.8	2422.8

FUNDING (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
GENERAL FUND	342.1	987.9	1076.8	1173.8	1279.3	1394.4
FEDERAL FUNDS	1338.1	621.7	754.0	821.8	895.8	976.4
OTHER (Specify Source)						
GF MATCH	49.3	36.8	40.1	43.7	47.7	52.0

POSITIONS

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
FULL TIME	9.0	9.0	9.0	9.0	9.0	9.0
PART TIME						
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instruction, Section 11.)
The figures in the fiscal detail reflect mainly a change in source of funds from federal funds to state general funds. Under new federal guidelines, not only is there a reduction in federal funds, but federal funds received as of October 1, 1981, may not be used for operating costs, which means that codes 100 through 500 must be funded with state funds if the agency is to continue.

The replacement of grant funds affects mainly the various local governments of the state. Under the new funding guidelines, the bulk of federal grant funds received will go to state agencies for statewide programs. This leaves a gap in the program. In that the majority of the problems and programs to solve these problems must be through grants to local governments for which these state grant funds are being requested.

IV. DATE 03/16/82 PREPARED BY CHARLES A. SMITH
AGENCY HIGHWAY SAFETY PLANNING AGENCY
PHONE 465-4371 or 465-4372
Original: Legislative Finance
cc: Budget and Management
Prime Sponsor (First Legislator Named)
33-001 (Rev. 12/81)

Introduced: 2/16/82
Referred: State Affairs and
Finance

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 HOUSE BILL NO. 876

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act providing for a federal budget impact fund; and
7 providing for an effective date."

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

9 * Section 1. LEGISLATIVE FINDINGS. The legislature finds that substantial
10 reductions in federal funding for various programs in the state are proposed
11 for federal fiscal years 1982 and 1983. There exists considerable uncertainty
12 as to the amount and the effect of these reductions in the state because
13 regular appropriation bills for a number of federal programs have not yet
14 been enacted and are subject to a continuing resolution that ends March 31,
15 1982. As a result, it is unlikely that definite information on the total
16 amount of budget reductions for the purpose of assessing the effects on
17 federally funded programs in the state will be available before the end of
18 the Second Session of the Twelfth Legislature. Action will be necessary,
19 therefore, after adjournment of the twelfth legislative session in order to
20 properly address the adverse impact of federal budget reductions on citizens
21 of the state. A federal budget impact fund is established to allow such
22 action to be taken after the legislature adjourns.

23 * Sec. 2. FEDERAL BUDGET IMPACT FUND. There is established in the Office
24 of the Governor a federal budget impact fund. The Department of Revenue is
25 the custodian of the fund. The amount of the fund may not exceed \$20,000,000.
26 From legislative appropriations to the fund, the governor shall make grants
27 to state and other agencies for the continuation of programs affected by
28 reductions in federal appropriations for federal fiscal years 1982 and 1983.

29 * Sec. 3. USE OF FUND. The governor, based on criteria he develops in

1 consultation with the commissioners of affected departments of the executive
2 branch, shall authorize expenditures from the federal budget impact fund for
3 grants to state and other agencies for programs affected by reduced federal
4 appropriations.

5 * Sec. 4. FUND PROCEDURE. 3. State departments shall submit their requests
6 for state financing of programs under this Act to the Department of Community
7 and Regional Affairs. *the Governor, the Attorney General, or the State Auditor shall submit their requests*
8 list of state departments eligible to receive money from the fund. The *Department of Community and Regional Affairs shall also compile a list of other agencies that conduct programs that are federally funded and subject to termination or curtailment due to reduced federal appropriations. The Department of Community and Regional Affairs shall submit these lists to the governor, along with any other information he requests, for his use in approving expenditures from the federal budget impact fund.*
9 Department of Community and Regional Affairs shall *also* compile a list of *other agencies that conduct programs that are federally funded and subject to*
10 *termination or curtailment due to reduced federal appropriations. The*
11 *Department of Community and Regional Affairs shall submit these lists to the*
12 *governor, along with any other information he requests, for his use in ap-*
13 *proving expenditures from the federal budget impact fund.*
14

15 * Sec. 5. REPORTS. (a) The governor shall submit proposed expenditures
16 from the federal budget impact fund to the Legislative Budget and Audit
17 Committee and the chairmen of the senate and house finance committees for
18 review.

19 (b) Forty-five days shall elapse before commencement of expenditures
20 from the fund unless the Legislative Budget and Audit Committee recommends by
21 a majority vote that the expenditures be made earlier.

22 (c) If the Legislative Budget and Audit Committee recommends within the
23 45-day period that the expenditures not be made, the governor shall again
24 review the expenditures and if he determines to authorize the expenditures,
25 he shall provide the Legislative Budget and Audit Committee and the chairmen
26 of the senate and house finance committees with a statement of his reasons
27 before the expenditures are made.

28 * Sec. 6. This Act terminates June 30, 1983.

29 * Sec. 7. This Act takes effect immediately in accordance with AS 01.10. -

1 070(c).

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THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 709 / HB 876
 Title An Act creating the Alaska Federal Budget Impact Fund
 Requested by Legislative Finance Date 2/16/82

II. FISCAL DETAIL

Agency Affected Department of Community & Regional Affairs
 Program Category Affected Community Development
 BRU, Program, Or Subprogram(s) Affected Administration, Office of Commissioner
 (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 82	FY 83	FY 84	FY 85	FY 86	FY 87
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL	200.0					
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	200.0					

FUNDING (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
GENERAL FUND	200.0					
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
FULL TIME						
PART TIME						
TEMPORARY						

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

The Department will utilize these funds to conduct a complete analysis of the impact of federal budget cuts on the quality of life in Alaska and provide recommendations for the expenditure of funds authorized by this legislation. These funds should be available for expenditure through FY83.

IV. DATE 2/16/82

PREPARED BY Richard Aks
 AGENCY Dept. of Community & Regional Affairs
 PHONE 465-4700

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)
 33-001 (Rev. 12/81)