

COMMITTEE REPORT
HOUSE

(11)

FURTHER:

5/17/84

Date: 5-24-84

The Committee on FINANCE has had HB 488

"An Act creating the Alaska-United States Olympic Trust fund;
and providing for an effective date."

under consideration and recommends:

- do pass do not pass
- do pass with attached amendments(s) same title
- replace with CS for HR 488 (SA) new title
- and recommends do pass
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendation Zero Fiscal Note Attached
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

Walter E. G. ...

...

T. H. ...

...

MILO H. FRITZ

MEMBERS HAVING
OTHER RECOMMENDATIONS:

Walt ...

LINDSEY - Pass if zero Fiscal Note

AD ...

...

Walter E. G. ...

CHAIRMAN

Offered: 5/17/84
Referred: Finance

Original sponsors: Bettisworth, Hayes
and Martin

1 IN THE HOUSE BY THE STATE AFFAIRS COMMITTEE
2 CS FOR HOUSE BILL NO. 488 (State Affairs)
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 THIRTEENTH LEGISLATURE - SECOND SESSION
5 A BILL
6 For an Act entitled: "An Act creating an Olympic reserve account in the
7 general fund; and providing for an effective date."
8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:
9 * Section 1. LEGISLATIVE INTENT. The legislature finds that it is
10 beneficial to support and encourage the spirit of dedication and excellence
11 symbolic of olympic athletes and to register wholehearted support of the
12 Olympic Games. Therefore, the legislature shall establish an Olympic
13 reserve account in the general fund.
14 * Sec. 2. OLYMPIC RESERVE ACCOUNT. There is created in the general
15 fund an Olympic reserve account. The Olympic reserve account shall consist
16 of money obtained from salary deduction contributions of officers and
17 employees of the state under sec. 3(a) of this Act. The Department of
18 Administration shall hold that money in trust and shall make regular pay-
19 ments from the reserve account to the beneficiary of the trust, the offi-
20 cial United States Olympic Committee in Alaska, after that committee has
21 established a private fund for private contributions.
22 * Sec. 3. SALARY DEDUCTIONS AND OTHER CONTRIBUTIONS. (a) During the
23 1984 - 1985 fiscal year, one dollar a month shall be withdrawn from the
24 salary of each officer and employee of the state who requests involvement
25 in the program under (c) of this section. Salary deduction contributions
26 shall be deposited into the Olympic reserve account.
27 (b) The state may appropriate to the official United States Olympic
28 Committee in Alaska a matching amount equal to the amount of
29 (1) all private donations to the official United States Olympic

1 Committee in Alaska, not to exceed \$1,000,000 in the aggregate; and

2 (2) the salary deduction contributions made by all state offi-
3 cers and employees during fiscal year 1984 - 1985.

4 (c) The Department of Administration shall, before July 1, 1984,

5 (1) inform all state officers and employees about the deduction
6 program; and

7 (2) provide all state officers and employees with a form, ad-
8 dressed to the governor or the governor's designee, on which the intention
9 to participate in the Alaska-United States Olympic Trust Fund may be indi-
10 cated.

11 * Sec. 4. This Act is repealed June 30, 1985.

12 * Sec. 5. This Act takes effect immediately in accordance with AS 01.-
13 10.070(c).

STATE OF ALASKA 1984 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: May 21, 1984
Page 1 of 2

REQUEST

Bill/Resolution No.: CS HB 488
Title: An act creating the Alaska-US Olympic Reserve
Sponsor: Bettisworth/Hayes/Martin
Requestor: State Affairs Committee
Date of Request: _____

FISCAL DETAIL

Agency Affected: Administration
Program Category Affected: General Government Centralized Administrative Services/Finance
BRU, Program of Subprogram(s) Affected: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 84	FY 85	FY 86	FY 87	FY 88	FY 89
OPERATING						
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL		10.0	0	0	0	0
400 SUPPLIES						
500 EQUIPMENT						
500 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC		1,045.0	0	0	0	0
800 MISCELLANEOUS						
TOTAL OPERATING		1,055.0	0	0	0	0
CAPITAL						
REVENUE						

FUNDING: (Thousands of Dollars)

GENERAL FUND		1,055.0	0	0	0	0
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

FULL-TIME		0				
PART-TIME		0				
TEMPORARY		0				

SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

ANALYSIS: Attach a separate page for any Analysis.

Prepared By: Kenneth E. Bischoff *KES A*
Division: Finance

Phone: 465-2240
Date: May 21, 1984

Approved by Commissioner: Lisa Rudd *LR*
Agency: DEPARTMENT OF ADMINISTRATION

Date: 5/22/84

Distribution (by Agency preparing fiscal note):
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

Committee Substitute for House Bill 488
Fiscal Note Analysis
Prepared by Division of Finance
Department of Administration
May 21, 1984

We have assumed that the State will match the full \$1,000,000 private donations.

The State employee match is based on the assumption that 20% of the 18,818 State employees (count as of December 31, 1983) will participate in this program.

The estimated cost of producing the payroll deduction authorization forms and administering the program is \$10,000.

Private donations	\$1,000,000
State employee match (DOA)	45,000 (A)
Administrative cost (DOA)	<u>10,000</u>
Total	<u>\$1,055,000</u>

A: $20\% \times 18,818 \times \$1.00 \times 12 \text{ months} = \$45,163$ Rounded

16/3D2/0518-02

Position Paper

CS HB 488

The Department of Administration supports the intent of this bill. Our previous concern that the State would be obligated to match unlimited private donations has been eliminated by the insertion of the "not to exceed \$1,000,000" phrase in section 3(b).

House Bill 488 would not pose a major accounting difficulty. Contributions deducted from employee salaries would be accumulated in a miscellaneous deduction account and transferred to a General Fund Reserve account established for the Department of Administration. The Department of Administration would periodically draw a warrant on the reserve account, payable to the United States Olympic Committee in Alaska.

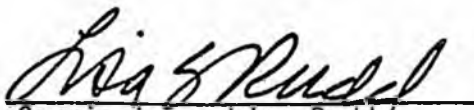
Although the payroll system has the ability to automatically deduct authorized contributions from employees' salaries it does have a limit as to the number of deductions that can be made for an employee. When the limit is exceeded for an employee the Payroll Section is required to manually intervene in order to properly apply the deductions.

Currently few employees have reached the deduction limit of the system. House Bill 488 will not severely increase the manual payroll effort required at this time. Caution must be used when considering additional legislation of this nature in order to assure that the automated deduction limits of the payroll system are not exceeded and the Payroll Section is not forced to a largely manual effort to properly account for and distribute the payroll deductions.

Based on our reading of this bill, its provisions are effective for FY 85 only and will cease June 30, 1985.

 A

Kenneth E. Bischoff
Division of Finance



Commissioner Lisa Rudd
Department of Administration

16/3D2/0518-01

Offered: 5/17/84
Referred: Finance

Original sponsors: Bettisworth, Hayes
and Martin

1 IN THE HOUSE BY THE STATE AFFAIRS COMMITTEE
2 CS FOR HOUSE BILL NO. 488 (State Affairs)
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 THIRTEFNTH LEGISLATURE - SECOND SESSION
5 A BILL

6 For an Act entitled: "An Act creating an Olympic reserve account in the
7 general fund; and providing for an effective date."

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

9 * Section 1. LEGISLATIVE INTENT. The legislature finds that it is
10 beneficial to support and encourage the spirit of dedication and excellence
11 symbolic of olympic athletes and to register wholehearted support of the
12 Olympic Games. Therefore, the legislature shall establish an Olympic
13 reserve account in the general fund.

14 * Sec. 2. OLYMPIC RESERVE ACCOUNT. There is created in the general
15 fund an Olympic reserve account. The Olympic reserve account shall consist
16 of money obtained from salary deduction contributions of officers and
17 employees of the state under sec. 3(a) of this Act. The Department of
18 Administration shall hold that money in trust and shall make regular pay-
19 ments from the reserve account to the beneficiary of the trust, the offi-
20 cial United States Olympic Committee in Alaska, after that committee has
21 established a private fund for private contributions.

22 * Sec. 3. SALARY DEDUCTIONS AND OTHER CONTRIBUTIONS. (a) During the
23 1984 - 1985 fiscal year, one dollar a month shall be withdrawn from the
24 salary of each officer and employee of the state who requests involvement
25 in the program under (c) of this section. Salary deduction contributions
26 shall be deposited into the Olympic reserve account.

27 (b) The state may appropriate to the official United States Olympic
28 Committee in Alaska a matching amount equal to the amount of

29 (1) all private donations to the official United States Olympic

1 Committee in Alaska, not to exceed \$1,000,000 in the aggregate; and

2 (2) the salary deduction contributions made by all state offi-
3 cers and employees during fiscal year 1984 - 1985.

4 (c) The Department of Administration shall, before July 1, 1984,

5 (1) inform all state officers and employees about the deduction
6 program; and

7 (2) provide all state officers and employees with a form, ad-
8 dressed to the governor or the governor's designee, on which the intention
9 to participate in the Alaska-United States Olympic Trust Fund may be indi-
10 cated.

11 * Sec. 4. This Act is repealed June 30, 1985.

12 * Sec. 5. This Act takes effect immediately in accordance with AS 01.-
13 10.070(c).

Introduced: 1/9/84
Referred: State Affairs and
Finance

BY BETTISWORTH, HAYES AND
MARTIN

1 IN THE HOUSE

2

HOUSE BILL NO. 488

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

THIRTEENTH LEGISLATURE - SECOND SESSION

5

A BILL

6 For an Act entitled: "An Act creating the Alaska-United States Olympic
7 Trust Fund; and providing for an effective date."

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

9 * Section 1. LEGISLATIVE INTENT. The legislature finds that it is
10 beneficial to support and encourage the spirit of dedication and excellence
11 symbolic of olympic athletes and to register wholehearted support of the
12 1984 Winter Olympic Games in Yugoslavia and the 1984 Summer Olympic Games
13 in Los Angeles, California. Therefore, the legislature shall establish an
14 Alaska-United States Olympic Trust Fund.

15 * Sec. 2. ALASKA-UNITED STATES OLYMPIC TRUST FUND. (a) There is
16 created in the Office of the Governor the Alaska-United States Olympic
17 Trust Fund. The fund shall be made available to the official United States
18 Olympic Committee in Alaska. The Alaska-United States Olympic Trust Fund
19 shall consist of money obtained from salary deduction contributions of
20 officers and employees of the state, from private donations, and from state
21 matching contributions.

22 (b) During the 1984 - 1985 fiscal year, one dollar a month shall be
23 withdrawn from the salary of each officer and employee of the state who
24 requests involvement in the program under (d) of this section. Salary
25 deduction contributions shall be deposited into the Alaska-United States
26 Olympic Trust Fund.

27 (c) The state shall appropriate to the Alaska-United States Olympic
28 Trust Fund an amount equal to the amount of

29 (1) all private donations; and

1 (2) the salary deduction contributions made by all state offic-
2 ers and employees during fiscal year 1984 - 1985.

3 (d) The Department of Administration shall, before July 1, 1984

4 (1) inform all state officers and employees about the deduction
5 program; and

6 (2) provide all state officers and employees with a form, ad-
7 dressed to the governor or the governor's designee, on which the intention
8 to participate in the Alaska-United States Olympic Trust Fund may be indi-
9 cated.

10 * Sec. 3. This Act takes effect June 30, 1984.

11 * Sec. 4. This Act is repealed June 30, 1985.

Offered: 5/17/84
Referred: Finance

Original sponsors: Bettisworth, Hayes
and Martin

1 IN THE HOUSE BY THE STATE AFFAIRS COMMITTEE
2 CS FOR HOUSE BILL NO. 488 (State Affairs)
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 THIRTEENTH LEGISLATURE - SECOND SESSION
5 A BILL

6 For an Act entitled: "An Act creating an Olympic reserve account in the
7 general fund; and providing for an effective date."

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

9 * Section 1. LEGISLATIVE INTENT. The legislature finds that it is
10 beneficial to support and encourage the spirit of dedication and excellence
11 symbolic of olympic athletes and to register wholehearted support of the
12 Olympic Games. Therefore, the legislature shall establish an Olympic
13 reserve account in the general fund.

14 * Sec. 2. OLYMPIC RESERVE ACCOUNT. There is created in the general
15 fund an Olympic reserve account. The Olympic reserve account shall consist
16 of money obtained from salary deduction contributions of officers and
17 employees of the state under sec. 3(a) of this Act. The Department of
18 Administration shall hold that money in trust and shall make regular pay-
19 ments from the reserve account to the beneficiary of the trust, the offi-
20 cial United States Olympic Committee in Alaska, after that committee has
21 established a private fund for private contributions.

22 * Sec. 3. SALARY DEDUCTIONS AND OTHER CONTRIBUTIONS. (a) During the
23 1984 - 1985 fiscal year, one dollar a month shall be withdrawn from the
24 salary of each officer and employee of the state who requests involvement
25 in the program under (c) of this section. Salary deduction contributions
26 shall be deposited into the Olympic reserve account.

27 (b) The state may appropriate to the official United States Olympic
28 Committee in Alaska a matching amount equal to the amount of

29 (1) all private donations to the official United States Olympic

1 Committee in Alaska, not to exceed \$1,000,000 in the aggregate; and

2 (2) the salary deduction contributions made by all state offi-
3 cers and employees during fiscal year 1984 - 1985.

4 (c) The Department of Administration shall, before July 1, 1984,

5 (1) inform all state officers and employees about the deduction
6 program; and

7 (2) provide all state officers and employees with a form, ad-
8 dressed to the governor or the governor's designee, on which the intention
9 to participate in the Alaska-United States Olympic Trust Fund may be indi-
10 cated.

11 * Sec. 4. This Act is repealed June 30, 1985.

12 * Sec. 5. This Act takes effect immediately in accordance with AS 01.-
13 10.070(c).