

COMMITTEE REPORT

SENATE

FURTHER:

FINANCE

2/13/84

Date

4/3/84

Mr. President

The Committee on STATE AFFAIRS considered SB 466

leases by the state; efd.

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

do pass

do pass with attached amendment(s)

replace with/or adopt CS for SB 466(SA)

new title

same title and recommends may do pass

and attached a "LETTER OF INTENT"

NEW FISCAL NOTE

reports it back without recommendation

ZERO

recommends referral to _____ Committee

MEMBERS SIGNING

DO PASS

Kelly
William J. ...
Michael ...

MEMBERS HAVING

OTHER RECOMMENDATIONS

Chairman

do pass
Chairman recommendation

STATE OF ALASKA 1984 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: _____

REQUEST

Bill/Resolution No.: SB 466
 Title: An Act Relating to
Leases by the State
 Sponsor: Bennett, Sackett, et al
 Requestor: _____
 Date of Request: _____

FISCAL DETAIL

Agency Affected: Administration
 Program Category Affected: Division of
General Services & Supply
 BRU, Program or Subprogram(s) Affected:
Leasing & Facilities

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						
400 SUPPLIES						
500 EQUIPMENT						
500 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-
CAPITAL	-0-	-0-	-0-	-0-	-0-	-0-
REVENUE	-0-	-0-	-0-	-0-	-0-	-0-

FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

*NOTE: Although indicated fiscal impact is -0-, there may be some increase in costs due to Lessor's increased exposure to risk.

ANALYSIS: Attach a separate page for analysis

Prepared By: Anselm Staack *A. Staack* Phone: 465-2200
 Division: General Services & Supply Date: 3-36-84

Approved by Commissioner: Lisa Rudd *LR* Date: 3/27/84
 Agency: Administration

Distribution (by Agency preparing fiscal note):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

12/1/83

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12/1/83

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FISCAL NOTE

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 Approved by Commissioner: Lisa Rudd *L. Rudd* Date: 3/27/84
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Distribution (by Agency preparing fiscal note):
 Legislative Finance
 Legislative Sponsor
 Requestor
 Office of Management and Budget
 Impacted Agency(ies)

Offered: 4/4/84
Referred: Finance

Original sponsors: Bennett, Sackett,
Kerttula, et al

1 IN THE SENATE BY THE STATE AFFAIRS COMMITTEE
2 CS FOR SENATE BILL NO. 466 (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 relating to leases by the state; and provid-
7 ing for an effective date."

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

9 * Section 1. AS 37.05.280 is amended to read:

10 Sec. 37.05.280. LEASES. (a) The department shall lease neces-
11 sary space, and contract for the lease of space for the use of the
12 state or an agency of the state, wherever it is necessary and feasi-
13 ble, subject to compliance with the requirements of AS 37.05.220 -
14 37.05.280. A [NO] lease or contract for a lease may not provide for a
15 period of occupancy greater than 40 years. An agency of the state
16 requiring office, warehouse or other space shall lease the space
17 through the department.

18 (b) A contract or lease may not be executed unless procurement
19 of the space by contract or lease has been approved by law or unless a
20 specific appropriation of the required consideration for the first
21 year of the contract or lease has been made before the contract or
22 lease is executed if, (1) the contract or lease is for office, ware-
23 house or other space and the annual consideration is in excess of
24 \$1,000,000, or (2) the total consideration over the life of the con-
25 tract or lease is in excess of \$1,000,000 and any part of the consid-
26 eration may be applied toward acquisition of the property that is the
27 subject matter of the lease or contract.

28 (c) The requirements of (b) of this section do not apply to
29 continuation or renewal of leases executed before the effective date

1 of this Act if the annual rental on the lease is in excess of
2 \$1,000,000 on that date and do not apply to leases executed after the
3 effective date of this Act if a site for the improvement to be leased
4 has been acquired and bid documents for the improvement have been
5 prepared before the effective date of this Act [NO CONTRACT OR LEASE
6 EXECUTED AFTER JANUARY 1, 1966, WHICH PROVIDES FOR A PAYMENT OR PAY-
7 MENTS BY THE STATE IN EXCESS OF \$12,000 ANNUALLY IS VOID UNLESS THE
8 USE OF THE SPACE TO BE PROVIDED FOR BY SUCH CONTRACT OR LEASE HAS BEEN
9 EXPRESSLY APPROVED BY THE LEGISLATURE BY CONCURRENT RESOLUTION].
10 * Sec. 2. This Act takes effect immediately in accordance with AS 01.-
11 10.070(c).

Introduced: 2/13/84
Referred: State Affairs and
Finance

BY BENNETT, SACKETT, KERTTULA,
ELIASON, FAIKS, MOSS, MULCAHY,
STURGULEWSKI AND PETTYJOHN

1 IN THE SENATE

2

SENATE BILL NO. 466

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

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THIRTEENTH LEGISLATURE - SECOND SESSION

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A BILL

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11 space, and contract for the lease of space for the use of the state or
12 an agency of the state, wherever it is necessary and feasible, subject
13 to compliance with the requirements of AS 37.05.220 - 37.05.280. No
14 lease or contract for a lease may provide for a period of occupancy
15 greater than 40 years. An agency of the state requiring office,
16 warehouse or other space shall lease the space through the department.
17 No contract or lease executed after January 1, 1966, which provides
18 for a payment or payments by the state in excess of \$12,000 annually
19 is valid unless the use of the space to be provided for by such con-
20 tract or lease has been expressly approved by the legislature by
21 concurrent resolution. No contract or lease may be executed after the
22 effective date of this Act if the term of the lease is more than three
23 years and the annual rental is in excess of \$150,000 unless a specific
24 appropriation for the required rental payment of the contract or lease
25 for the first three years of the lease term has been made before the
26 contract or lease is executed. No contract or lease may be executed
27 after the effective date of this Act if any of the consideration for
28 the contract or lease may be applied toward acquisition of the
29 property leased if the total consideration for the acquisition exceeds

1 \$150,000 unless a specific appropriation for the total rental payment
2 and all other costs of acquisition under the contract or lease has
3 been made before the contract or lease is executed.

4 * Sec. 2. This Act takes effect immediately in accordance with AS 01.-
5 10.070(c).