

**HOUSE
COMMITTEE REPORT**

(11)

Date referred: 2/5/86

FURTHER REFERRALS:

DATE: 3-10-86

The FINANCE Committee has considered ^{HB} 48

"An Act relating to compensation of legislators."

and recommends:

- do pass
- do not pass
- do pass with attached amendment(s)
- no recommendation
- replace with CS HB 48 (Juo.) same title
- new title

and recommends DO PASS

further referral to the _____ Committee

- and attaches:
- letter of intent
 - first fiscal note
 - new fiscal note 2 each - dated 2/10/86
 - zero fiscal note

SIGNING DO PASS:

Mike Spinnale
Jim Duncan
Ronald J. ...
Pat ...
Kyle ...
John ...
John ...
Jim ...

SIGNING OTHER RECOMMENDATIONS:

John ... in REC
John ... No Recommendation

John ...
Chairman

Offered: 2/5/86
Referred: Finance

7.0.
02-
2-10-86
Com. Report

Original sponsors: Hurley, Pourchot,
Pettyjohn, et al

1 IN THE HOUSE BY THE JUDICIARY COMMITTEE
2 CS FOR HOUSE BILL NO. 48 (Judiciary)
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 FOURTEENTH LEGISLATURE - SECOND SESSION
5 A BILL
6 For an Act entitled: "An Act relating to compensation of legislators."
7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:
8 * Section 1. AS 24.10.100 is amended to read:
9 Sec. 24.10.100. [ANNUAL] SALARY OF LEGISLATORS. Until
10 January 19, 1987, the [THE] annual salary for each member of the
11 legislature is \$46,800. Beginning January 19, 1987, the monthly salary
12 for each member of the legislature is equal to Step A, Range 10 of the
13 salary schedule in AS 39.27.011(a) for Juneau. The president of the
14 senate and the speaker of the house of representatives are each
15 entitled to an additional \$500 a year during tenure of office.
16 * Sec. 2. AS 24.10 is amended by adding a new section to read:
17 Sec. 24.10.115. LEGISLATIVE PER DIEM. (a) Beginning January 19,
18 1987, a member of the legislature is entitled to receive per diem
19 during a legislative session at the same rate allowed for a state
20 employee under AS 39.20.110 and 39.20.160, including regional varia-
21 tions in the rate where applicable.
22 (b) Per diem during a legislative session shall be calculated at
23 (1) the short-term rate if the legislator is not living in
24 the legislator's place of permanent residence during the session;
25 (2) the long-term rate if the legislator is living in the
26 legislator's place of permanent residence during the session.
27 (c) Beginning January 19, 1987, when the legislature is not in
28 session, a legislator is not entitled to receive per diem but is
29 entitled to be reimbursed for actual expenses incurred while on

1 committee business for an interim committee of the legislature in a
2 place that is not the legislator's place of permanent residence.

3 (d) In this section

4 (1) "long-term rate" means the long-term per diem rate for
5 a state employee established in regulations adopted by the commission-
6 er of administration under AS 39.20.160;

7 (2) "short-term rate" means the short-term per diem rate
8 for a state employee established in regulations adopted by the commis-
9 sioner of administration under AS 39.20.160.

10 * Sec. 3. AS 24.10.120 is amended to read:

11 Sec. 24.10.120. METHOD OF PAYMENT. Salaries, per diem, reim-
12 bursements, and additional allowances for members of the legislature
13 shall be paid by warrants drawn on vouchers approved by the legisla-
14 tive fiscal officer. The legislative fiscal officer shall, by
15 January 31 of each calendar year, file with the Office of Management
16 and Budget a report of all vouchers approved for payment under this
17 section during the preceding calendar year. The report shall provide,
18 by legislator, the date of each voucher, the amount paid, and the
19 basis for approval for payment.

STATE OF ALASKA 1986 LEGISLATIVE SESSION FISCAL NOTE

Revision Date: 2/10/86

REQUEST

Bill/Resolution No.: CSHB 48 (JUD)
 Title: Compensation of Legislators

FISCAL DETAIL

Agency Affected: Legislative Affairs Agency
 BRU: Legislative Council

Sponsor: Hurley, Etcetera
 Requestor: House Finance Committee
 Date of Request: 2/10/86

Components: Salaries and Allowances

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES		(860.5)	(1893.9)	(1893.9)	(1893.9)	(1893.9)
TRAVEL		568.8	568.8	568.8	568.8	568.8
CONTRACTUAL		0	0	0	0	0
SUPPLIES		0	0	0	0	0
EQUIPMENT		0	0	0	0	0
LAND & STRUCTURES		0	0	0	0	0
GRANTS, CLAIMS		0	0	0	0	0
MISCELLANEOUS		0	0	0	0	0
TOTAL OPERATING		(291.7)	(1325.1)	(1325.1)	(1325.1)	(1325.1)

CAPITAL		0	0	0	0	0
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REVENUE		0	0	0	0	0
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FUNDING : (Thousands of Dollars)

GENERAL FUND	(291.7)	(1325.1)	(1325.1)	(1325.1)	(1325.1)
FEDERAL FUNDS	0	0	0	0	0
OTHER	0	0	0	0	0
TOTAL	(291.7)	(1325.1)	(1325.1)	(1325.1)	(1325.1)

POSITIONS :

FULL-TIME					
PART-TIME					
TEMPORARY					

ANALYSIS : Attach a separate page if necessary

This bill changes the current \$46,800 annual salary (\$3,900 monthly) for a legislator to a Step A, Range 10, of the Salary Schedule in AS 39.27.011(a) for Juneau effective 1/19/87. Currently that monthly rate is \$1,845. (see page two)

Prepared by: Al Adams, Chair
 Division: House Finance Committee

Phone: 465-3706
 Date: 2/10/86

Approved by Commissioner: _____
 Agency: _____

Date: _____

Distribution (by Agency preparing fiscal note):

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

CSHB 48 (JUDICIARY)

FY 87

July 1-June 30, 1987 payroll cost before CSHB 48(Jud)	\$3,594,240.00
after CSHB 48 (Jud)	\$2,733,783.60

Difference of	\$ 860,456.40

FY's 88, 89, 90, 91

July 1-June 30, 1988 payroll cost before CSHB 48 (Jud)	\$3,594,240.00
after CSHB 48 (Jud)	\$1,700,352.00

Difference of	\$1,893,888.00

This bill also reinstates per diem effective January 19, 1987, during session at the same rate allowed for a state employee under AS 39.20.110 and AS 39.20.160. Currently those rates would be as follows:

\$80 a day per diem x 120 days x 57 legislators =	\$ 547,200
\$60 a day per diem x 120 days x 3 legislators =	\$ 21,600

Total	= \$ 568,800

No funds are provided for the report required in Sec. 3 of the bill. Any funds needed to prepare the report can be absorbed in Legislative Affairs Agency's FY 87 budget.

STATE OF ALASKA 1986 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: 2/10/86

REQUEST <u>Bill/Resolution No.: CS HB 48(Jud)</u> <u>Title: "An Act relating to compensation of legislators."</u>	FISCAL DETAIL <u>Agency Affected: Administration</u> <u>BRU: Retirement & Benefits</u>
<u>Sponsor: Hurlev</u> <u>Requestor: House Finance</u> <u>Date of Request: 2/10/86</u>	<u>Components: EPORS</u>

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
OPERATING						
PERSONAL SERVICES						
RTMNT & BNFTS						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS	-0-	[114.7]	[297.3]	[321.1]	[346.8]	[374.5]
TRS MATCH						
TOTAL OPERATING	-0-	[114.7]	[297.3]	[321.1]	[346.8]	[374.5]
CAPITAL						
REVENUE						

FUNDING: (Thousands of Dollars)

GENERAL FUND	-0-	[114.7]	[297.3]	[321.1]	[346.8]	[374.5]
FEDERAL FUNDS						
OTHER						
TOTAL	-0-	[114.7]	[297.3]	[321.1]	[346.8]	[374.5]

POSITIONS:	-0-	-0-	-0-	-0-	-0-	-0-
FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: Attach a separate page if necessary

See attached

for John A. Logan

Prepared By: J.K. Humphreys, Director Phone: 465-4470
 Division: Retirement & Benefits Date: 2/10/86

Approved by Commissioner: Eleanor Andrews Date: 2/10/86
 Agency: Department of Administration

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

CS House Bill 48
Fiscal Note Analysis
Prepared by Division of Retirement & Benefits
Department of Administration

February 10, 1986

Analysis: Passage of this bill would decrease the current monthly salary for legislators and would consequently reduce monthly benefit payments to some members of the Elected Public Officers Retirement System (EPORS). Seventeen current EPORS retirees would receive reduced benefits and for this analysis, we have estimated that three of the five members eligible to retire in FY 87 would also be affected.

The FY 87 savings to the State of \$114.7 is calculated by applying the reduction in salary to the EPORS benefit formula and recalculating the total FY 87 projected cost for each EPORS retiree.

Savings for FY 87 are projected for five months. Savings in successive fiscal years are for full years and increase at a rate of 8%.

This fiscal note reflects cost savings relating to EPORS only. Savings in PERS and TRS benefits will presumably be reflected in the fiscal note prepared by the Legislative Affairs Agency in the Personal Services Component since these costs are charged as a percent of salary.

Offered: 2/5/86
Referred: Finance

Original sponsors: Hurley, Pourchot,
Pettyjohn, et al

1 IN THE HOUSE BY THE JUDICIARY COMMITTEE
2 CS FOR HOUSE BILL NO. 48 (Judiciary)
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 FOURTEENTH LEGISLATURE - SECOND SESSION
5 A BILL
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7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:
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10 January 19, 1987, the [THE] annual salary for each member of the
11 legislature is \$46,800. Beginning January 19, 1987, the monthly salary
12 for each member of the legislature is equal to Step A, Range 10 of the
13 salary schedule in AS 39.27.011(a) for Juneau. The president of the
14 senate and the speaker of the house of representatives are each
15 entitled to an additional \$500 a year during tenure of office.
16 * Sec. 2. AS 24.10 is amended by adding a new section to read:
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18 1987, a member of the legislature is entitled to receive per diem
19 during a legislative session at the same rate allowed for a state
20 employee under AS 39.20.110 and 39.20.160, including regional varia-
21 tions in the rate where applicable.
22 (b) Per diem during a legislative session shall be calculated at
23 (1) the short-term rate if the legislator is not living in
24 the legislator's place of permanent residence during the session;
25 (2) the long-term rate if the legislator is living in the
26 legislator's place of permanent residence during the session.
27 (c) Beginning January 19, 1987, when the legislature is not in
28 session, a legislator is not entitled to receive per diem but is
29 entitled to be reimbursed for actual expenses incurred while on

1 committee business for an interim committee of the legislature in a
2 place that is not the legislator's place of permanent residence.

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13 shall be paid by warrants drawn on vouchers approved by the legisla-
14 tive fiscal officer. The legislative fiscal officer shall, by
15 January 31 of each calendar year, file with the Office of Management
16 and Budget a report of all vouchers approved for payment under this
17 section during the preceding calendar year. The report shall provide,
18 by legislator, the date of each voucher, the amount paid, and the
19 basis for approval for payment.

STATE OF ALASKA 1986 LEGISLATIVE SESSION FISCAL NOTE

Revision Date : 2/10/86

REQUEST #2
 Bill/Resolution No. : CSHB 48(Judiciary)
 Title : An Act relating to compensation of
legislators
 Sponsor : House Judiciary Committee
 Requestor : Rep. Al Adams
 Date of Request : 2/9/86

FISCAL DETAIL
 Agency Affected: Legislative Affairs
 BRU : Legislative Council
 Components : Salaries & Allowances

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES		<856.7>	<1,890.2>	<1,890.2>	<1,890.2>	<1,890.2>
TRAVEL		568.8	568.8	568.8	568.8	568.8
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	-0-	<287.9>	<1,321.4>	<1,321.4>	<1,321.4>	<1,321.4>

CAPITAL						
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REVENUE						
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FUNDING : (Thousands of Dollars)

GENERAL FUND	-0-	<287.9>	<1,321.4>	<1,321.4>	<1,321.4>	<1,321.4>
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS :

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : Attach a separate page if necessary

This bill changes the current \$46,800 annual salary (\$3,900 monthly) for a legislator to a Step A, Range 10, of the Salary Schedule in AS 39.27.011(a) for Juneau effective January 19, 1987. Currently that monthly rate is \$1,845. (See Page 2)

Prepared by: Pamela A. Stoops, Manager *Pamela A. Stoops* Phone: (907)465-3850
 Division: Administrative Services Date: 2/10/86
 Approved by Executive Director: Warren W. Endicott *Warren W. Endicott* Date: 2/10/86
 Agency: Legislative Affairs Agency

Distribution (by Agency preparing fiscal note):

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

CONTINUATION of FISCAL NOTE ANALYSIS

For Bill/Resolution No. CSHB 48(Judiciary) Request #2

FY 87	July 1-June 30, 1987 payroll cost before CSHB 48(Jud)	\$3,594,240.00
	after CSHB 48(Jud)	<u>\$2,733,783.60</u>
	Difference of	\$ 860,456.40
FY's 88,	July 1-June 30, 1988 payroll cost before CSHB 48(Jud)	\$3,594,240
89, 90,	after CSHB 48(Jud)	<u>\$1,700,352</u>
91	Difference of	\$1,893,888

This bill also reinstates per diem effective January 19, 1987, during session at the same rate allowed for a state employee under AS 39.20.110 and AS 39.20.160. Currently those rates would be as follows:

\$80 a day per diem x 120 days x 57 legislators	= \$547,200
\$60 a day per diem x 120 days x 3 legislators	= <u>\$ 21,600</u>
Total	\$568,800

Section 3 of this bill adds a new section:

The legislative fiscal officer shall by January 31 of each calendar year, file with the Office of Management and Budget a report of all vouchers approved for payment under this section during the preceding calendar year. The report shall provide, by legislator, the date of each voucher, the amount paid, and the basis for approval for payment.

The legislative fiscal officer already provides the Department of Administration, Division of Finance, with totals for allowances, mileage, and salary by January 15 of each year. This information is needed by the Department of Administration for W-2 purposes. In checking with the Office of Management and Budget, they are not aware of any need for the information and would transmit it to the Department of Administration.

Additional staff would have to be hired to compile a report at this time of year to comply with the deadline. Estimated cost would be \$3,725.00.

boards, councils,

ory Board;

ue;
Department of

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nsportation and
rbanks Interna-

and the deputy
at of Commerce

Public Offices

Compensation

blic Safety for

A 1961; am § 2

SLA 1969; am

h 47 SLA 1974;

§ 2 ch 157 SLA

977); am § 1 ch

41 § 3 (1980);

); am E.O. No.

46 § 4 (1980);

§ 4 ch 110 SLA

82; am § 26 ch

ative Proposal

A 1984; am § 2

59 ch 21 SLA

Effect of amendments. — The first 1985 amendment repealed paragraph (7) of subsection (c), concerning persons holding positions with the Alaska Transportation Commission.

The second 1985 amendment, effective May 10, 1985, repealed subparagraph (c)(9)(J), concerning the Council on Science and Technology.

Chapter 27. Pay Plan for State Employees.

Section

11. Salary schedule

Sec. 39.27.011. Salary schedule. (a) The following monthly basic salary schedule is approved as the pay plan for classified and partially exempt employees in the executive branch of the state government who are not members of a collective bargaining unit established under the authority of the Public Employment Relations Act:

Range No.	Step A	Step B	Step C	Step D	Step E	Step F
05	1,387	1,425	1,467	1,507	1,552	1,593
06	1,467	1,507	1,552	1,593	1,639	1,687
07	1,552	1,593	1,639	1,687	1,740	1,793
08	1,639	1,687	1,740	1,793	1,845	1,903
09	1,740	1,793	1,845	1,903	1,965	2,020
10	1,845	1,903	1,965	2,020	2,082	2,145
11	1,965	2,020	2,082	2,145	2,217	2,286
12	2,082	2,145	2,217	2,286	2,365	2,445
13	2,217	2,286	2,365	2,445	2,531	2,623
14	2,365	2,445	2,531	2,623	2,715	2,818
15	2,531	2,623	2,715	2,818	2,910	3,020
16	2,715	2,818	2,910	3,020	3,129	3,242
17	2,910	3,020	3,129	3,242	3,353	3,468
18	3,129	3,242	3,353	3,468	3,582	3,717
19	3,353	3,468	3,582	3,717	3,831	3,974
20	3,582	3,717	3,831	3,974	4,095	4,246
21	3,831	3,974	4,095	4,246	4,379	4,537
22	4,095	4,246	4,379	4,537	4,687	4,859
23	4,379	4,537	4,687	4,859	5,021	5,209
24	4,687	4,859	5,021	5,209	5,385	5,568
25	5,021	5,209	5,385	5,568	5,773	5,990
26	5,209	5,385	5,568	5,773	5,990	6,206
27	5,385	5,568	5,773	5,990	6,206	6,442
28	5,568	5,773	5,990	6,206	6,442	6,666
29	5,773	5,990	6,206	6,442	6,666	6,901
30	5,990	6,206	6,442	6,666	6,901	7,144

(b) [Repealed, § 38 ch 3 SLA 1980.]

(c) If a state officer or employee is appointed a deputy department head or a division director and, at the time of appointment, the officer

or employee is receiving a salary higher than that set for the position to which appointment has been made, the officer or employee is entitled to continue receiving the higher salary. This subsection does not apply to the salary of a person appointed to a position other than a deputy department head or a division director. (§ 12 ch 148 SLA 1976; am § 1 ch 92 SLA 1977; am §§ 1, 10 ch 80 SLA 1978; am §§ 1, 16, 30, 31, 38 ch 3 SLA 1980; am § 1 ch 50 SLA 1982; am § 1 ch 83 SLA 1983; am § 4 ch 87 SLA 1985)

Cross references. — For applicability of the salary schedules in (a) of this section to employees of the judicial and legislative branches, and to employees of the executive branch not otherwise covered by this section, see § 6, ch. 87, SLA 1985 in the Temporary and Special Acts; for certain employees of the University of

Alaska, see § 7, ch. 87, SLA 1985, in the Temporary and Special Acts; for the Public Employment Relations Act, see AS 23.40.

Effect of amendments. — The 1985 amendment, effective July 16, 1985, rewrote subsection (a).

Chapter 35. Public Employees' Retirement System of Alaska.

Article

2. Membership (§§ 39.35.155, 39.35.157)

Article 2. Membership.

Section

155. [Repealed]

157. [Repealed]

Sec. 39.35.155. Former magistrates. [Repealed, § 60 ch 21 SLA 1985.]

Sec. 39.35.157. Alaska Foreign Office in Tokyo employees. [Repealed, § 60 ch 21 SLA 1985.]

Chapter 50. Conflict of Interest.

Section

145. Participation by municipalities

150. [Repealed]

Section

200. Definitions

Sec. 39.50.145. Participation by municipalities [Effective January 1, 1986]. A municipality may exempt its municipal officers from the requirements of this chapter if a majority of the voters voting on the question at a regular election, as defined by AS 29.71.800(20), or a special municipality-wide election, vote to exempt its municipal officers from the requirements of this chapter. The question of exemption from the requirements of this chapter may be submitted by

Introduced: 1/14/85
Referred: State Affairs, Judiciary
and Finance

BY HURLEY, POURCHOT, BOUCHER
AND PETTYJOHN

1 IN THE HOUSE

2

HOUSE BILL NO. 48

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FOURTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act relating to compensation of legislators."

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

8 * Section 1. AS 24.15 is amended by adding a new section to read:

9 Sec. 24.15.011. LEGISLATIVE PER DIEM. (a) A member of the
10 legislature is entitled to receive per diem at the same rate allowed
11 for a state employee under AS 39.20.110 and 39.20.160, including
12 regional variations in the rate where applicable.

13 (b) A legislator is entitled to receive per diem at the
14 short-term rate

15 (1) during a legislative session if the legislator is not
16 living in the legislator's place of permanent residence during the
17 session; and

18 (2) while on committee business for an interim committee of
19 the legislature in a place that is not the legislator's place of
20 permanent residence.

21 (c) A legislator is entitled to receive per diem at the
22 long-term rate

23 (1) during a legislative session if the legislator is
24 living in the legislator's place of permanent residence during the
25 session; and

26 (2) while engaged in committee business for an interim
27 committee of the legislature at the legislator's place of permanent
28 residence.

29 (d) In this section

1 (1) "long-term rate" means the long-term per diem rate for
2 a state employee established in regulations adopted by the commission-
3 er of administration under AS 39.20.160;

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8 Sec. 24.15.020. SALARY OF LEGISLATORS. The monthly salary for
9 each member of the legislature is equal to Step A, Range 10 [22] of
10 the salary schedule in AS 39.27.011(a) for Juneau, Alaska. The presi-
11 dent of the senate and the speaker of the house of representatives are
12 each entitled to an additional \$500 a year during tenure of office.

13 * Sec. 3. AS 24.15.040 is amended to read:

14 Sec. 24.15.040. METHOD OF PAYMENT. Salaries, per diem and
15 additional allowances for members of the legislature shall be paid by
16 warrants drawn on vouchers approved by the legislative fiscal officer.