

S B

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Introduced: 3/29/85  
Referred: Health, Education and  
Social Services and  
Finance

BY FAIKS, HALFORD,  
ELIASON AND STURGULEWSKI

1 IN THE SENATE

2 SENATE BILL NO. 263

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 disqualification for certain  
7 state loan programs for failure to pay child sup-  
8 port."

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

10 \* Section 1. AS 03.10.030 is amended by adding a new subsection to  
11 read:

12 (i) A person is not eligible for a loan under this chapter if  
13 the person has a past due child support obligation at the time of  
14 application.

15 \* Sec. 2. AS 14.43.125(a) is amended to read:

16 (a) A person may apply for and obtain a scholarship loan if the  
17 person

18 (1) is a resident of the state at the time of application  
19 for a scholarship loan;

20 (2) meets the requirements of (b) of this section; [AND]

21 (3) is

22 (A) enrolled as a full-time student in a career educa-  
23 tion or associate or baccalaureate or graduate degree program; or

24 (B) a graduate of a high school, or scheduled for  
25 graduation from a high school within six months, with sufficient  
26 credits to be admitted to a career education program or to an  
27 accredited college or university; and

28 (4) does not have a past due child support obligation at  
29 the time of application.

1 \* Sec. 3. AS 14.43.650(a) is amended to read:

2 (a) To be eligible for a teacher scholarship loan, a student  
3 must

4 (1) be a graduate of a public or private high school in the  
5 state, with sufficient credits to be admitted to an accredited college  
6 or university;

7 (2) be enrolled in or show evidence of intent to enroll in  
8 a degree program directed at a teaching career at the elementary or  
9 secondary school level;

10 (3) meet the conditions set by the student's local school  
11 board with respect to the district's requirements for teachers in  
12 particular subject areas; [AND]

13 (4) submit to the local school board an application pro-  
14 vided by the student financial aid committee under AS 14.43.630(a)(3);  
15 an application may be submitted six months before graduation from high  
16 school; and

17 (5) not have a past due child support obligation at the  
18 time of application.

19 \* Sec. 4. AS 16.10.320(a) is amended to read:

20 (a) A loan under AS 16.10.310 - 16.10.370

21 (1) may not exceed a term of 15 years;

22 (2) may not bear interest exceeding 10-1/2 percent;

23 (3) shall be secured by a first priority lien and appropri-  
24 ate security agreement; [AND]

25 (4) may not exceed 90 percent of the appraised value of the  
26 collateral used to secure the loan, except that a loan granted under  
27 AS 16.10.333 for the purchase of an Alaska limited entry permit may  
28 not exceed an amount determined in accordance with (f) or (h) of this  
29 section; and

1                   (5) may not be made to a person who has a past due child  
2                   support obligation at the time of application.

3 \* Sec. 5. AS 18.56.096(a) is amended to read:

4                   (a) The corporation may not make, participate in the making of,  
5                   purchase, or participate in the purchase of

6                   (1) a first mortgage loan under this chapter for a duplex,  
7                   triplex, or four-plex that exceeds the limitations on first mortgage  
8                   loans for similar housing purchased by the Federal National Mortgage  
9                   Association as to principal amount and loan-to-value ratio;

10                   (2) a second mortgage loan for a duplex, triplex, or four-  
11                   plex the amount of which, when combined with the principal balance of  
12                   a first mortgage loan on the property, exceeds the limitation on the  
13                   amount set out in (1) of this subsection or that has a loan-to-value  
14                   ratio, when considered with the principal balance of the first mort-  
15                   gage loan, that exceeds 90 percent;

16                   (3) a mortgage loan to finance the purchase of new housing  
17                   or for the improvement or rehabilitation of existing housing, unless  
18                   the construction, improvement, or rehabilitation work has been per-  
19                   formed by a contractor who is registered to work as a contractor under  
20                   AS 08.18; this paragraph does not apply if the construction, improve-  
21                   ment, or rehabilitation work

22                   (A) has been totally or substantially performed by the  
23                   borrower;

24                   (B) has been performed by a borrower who acts as the  
25                   contractor for the construction, improvement, or rehabilitation  
26                   work; or

27                   (C) has been performed in an area designated by the  
28                   corporation as exempt from the requirements of this paragraph  
29                   because of the unavailability of registered contractors in that

1 area;

2 (4) a first mortgage loan for a single-family residence  
3 that exceeds the limitations on first mortgage loans for similar  
4 housing purchased by the Federal National Mortgage Association as to  
5 principal amount by more than 10 percent, or has a loan-to-value ratio  
6 that exceeds 95 percent, or a second mortgage loan for a single-family  
7 residence, the amount of which, when combined with the principal  
8 balance of a first mortgage loan on the property, exceeds the limi-  
9 tations on loans for similar housing purchased by the Federal National  
10 Mortgage Association as to principal amount by more than 10 percent,  
11 or has a loan-to-value ratio, when considered with the principal  
12 balance of the first mortgage loan, that exceeds 90 percent; or

13 (5) a first or second mortgage loan for rental housing  
14 unless the borrower agrees not to discriminate against tenants or  
15 prospective tenants because of sex, marital status, changes in marital  
16 status, pregnancy, parenthood, race, religion, color, national origin,  
17 or status as a student; [OR]

18 (6) a first mortgage loan if the borrower has an outstand-  
19 ing first mortgage housing loan under this chapter or an outstanding  
20 first mortgage loan for owner-occupied housing under AS 44.47; or

21 (7) a loan to a person who has a past due child support  
22 obligation at the time of application.

23 \* Sec. 6. AS 26.15.130 is amended by adding a new subsection to read:

24 (c) A person who has a past due child support obligation at the  
25 time of application is not eligible for a loan under this chapter.

26 \* Sec. 7. AS 27.09.020 is amended by adding a new subsection to read:

27 (b) A person who has a past due child support obligation at the  
28 time of application is not eligible for a loan under this chapter.

29 \* Sec. 8. AS 44.47.390 is amended to read:

1           Sec. 44.47.390.   LIMITATIONS ON USE OF HOUSING ASSISTANCE LOAN  
2 FUND). The director may not use the money in the housing assistance  
3 loan fund to

4           (1) originate a direct loan or purchase or participate in  
5 the purchase of a nonconforming or rural housing mortgage loan that  
6 exceeds the limitations on mortgage loans purchased by the Federal  
7 National Mortgage Association as to principal amount or loan-to-value  
8 ratio;

9           (2) originate a direct loan or purchase or participate in  
10 the purchase of a loan made for building materials for nonconforming  
11 or rural housing

12                   (A) that exceeds \$45,000 or exceeds

13                           (i) 80 percent of the appraised value of the work  
14 completed on the nonconforming or rural housing for which  
15 the loan is made if the nonconforming or rural housing is  
16 pledged as collateral for the loan; or

17                           (ii) 90 percent of the value of other property  
18 that is pledged as security for the loan and that is satis-  
19 factory to the director as collateral;

20                   (B) unless the terms of the loan agreement require  
21 inspections and certifications, as required by regulations of the  
22 director, at the expense of the borrower; and

23                   (C) unless the period of time allowed for payment of  
24 the loan is equal to or less than 15 years;

25           (3) originate direct loans or purchase or participate in  
26 the purchase of a nonconforming or rural housing mortgage loan that is  
27 secured by real property the marketable title to which is shown in  
28 accordance with AS 44.47.420(b)(2) if the total amount of outstanding  
29 nonconforming and rural housing mortgage loans held by the division

1 exceeds 10 times the amount of money in the restricted title loss  
2 reserve account (AS 44.47.430);

3 (4) originate a direct loan for nonconforming or rural  
4 housing or purchase or participate in the purchase of a nonconforming  
5 or rural housing mortgage loan, other than a loan for the repair,  
6 remodeling, rehabilitation, or expansion of an existing owner-  
7 occupied residence, if the borrower has an outstanding housing loan  
8 made under a state loan program, other than a loan for nonowner-  
9 occupied housing under AS 44.47.520, that bears interest at a rate  
10 that was less than the prevailing market interest rate for similar  
11 housing loans at the time the loan was made;

12 (5) originate a direct mortgage loan or purchase or partic-  
13 ipate in the purchase of a mortgage loan for rental housing unless the  
14 borrower agrees not to discriminate against tenants or prospective  
15 tenants because of sex, marital status, changes in marital status,  
16 pregnancy, parenthood, race, religion, color, national origin, or  
17 status as a student;

18 (6) originate, purchase, or participate in a loan to a  
19 person who has a past due child support obligation at the time of  
20 application.

21 \* Sec. 9. AS 45.88.020 is amended by adding a new subsection to read:

22 (c) The department may not make a loan under this chapter to a  
23 person who has a past due child support obligation at the time of  
24 application.

25 \* Sec. 10. AS 45.89.030 is amended by adding a new subsection to read:

26 (k) The department may not make a loan under this chapter to a  
27 person who has a past due child support obligation at the time of  
28 application.

# COMMITTEE REPORT

## HOUSE

HOUSE SPECIAL COMMITTEE  
ON STATE LOANS

(7)

5/10/85

FURTHER: FINANCE

Date: March 11, 1986

HEALTH, EDUCATION  
SOCIAL SERVICES

SB 263

The Committee on \_\_\_\_\_ has had \_\_\_\_\_

"An Act relating to disqualification for certain state loan programs for failure to pay child support."

under consideration and recommends:

- do pass  do not pass
- do pass with attached amendments(s)
- replace with CS for SB 2102 (HCS)  same title  
 new title
- and recommends \_\_\_\_\_
- 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

MEMBERS HAVING  
OTHER RECOMMENDATIONS:

[Signature]

[Signature]

[Signature]

[Signature] - "WONDERFUL!"

[Signature]

[Signature]

[Signature]

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[Signature]

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

[Signature]  
Co-CHAIRMAN

[Signature]  
Co-Chair

AMENDMENT

IN THE HOUSE

BY TAYLOR

TO SB 263

Page 1, line 13:

After obligation, insert:

"established by court order or by the Child Support  
Enforcement Division under AS 47.23.160 - 220"

Page 1, line 18:

After obligation, insert:

"established by court order or by the Child Support  
Enforcement Division under AS 47.23.160 - 220"

Page 2, line 17:

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"established by court order or by the Child Support  
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Page 3, line 2:

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Page 4, line 22:

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"established by court order or by the Child Support  
Enforcement Division under AS 47.23.160 - 220"

Page 6, line 19:

After obligation, insert:

"established by court order or by the Child Support  
Enforcement Division under AS 47.23.160 - 220"

Page 6, line 23:

After obligation, insert:

"established by court order or by the Child Support  
Enforcement Division under AS 47.23.160 - 220"

Page 6, line 27:

After obligation, insert:

"established by court order or by the Child Support  
Enforcement Division under AS 47.23.160 - 220"



Alaska State Legislature

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CO-CHAIRMAN  
FINANCE COMMITTEE

907-465-3740

JAN FAIKS  
POUCH V  
CAPITOL BUILDING  
JUNEAU, ALASKA 99811

Senate

April 11, 1985

MEMORANDUM

TO: Senator Bettye Fahrenkamp, Chairman  
FROM: Senator Jan Faiks *Jan Faiks*  
SUBJECT: Background on Senate Bill 263, an Act relating to disqualification for certain state loan programs for failure to pay child support.

This bill will disqualify persons who have an overdue child support obligation from participating in certain state loan programs. Persons who are delinquent in their payments to the Child Support Enforcement Division of the Department of Revenue (CSED) will be prevented from receiving loans from any of the following programs:

<u>Section of Bill</u>	<u>Loan Program</u>
Section 1	Agricultural Loan Program
Sections 2 & 3	Alaska Student Loan Program
Section 4	Commercial Fishing Loan Program
Section 5	Alaska Housing Finance Corporation
Section 6	Veteran's Loan Assumption

Section 7	Mining Loan Program
Section 8	Housing Assistance Loan Program
Section 9	Alternative Technology and Energy Loan Program
Section 10	Residential Energy Conservation Loan Program

Delinquent child support is a monumental problem in Alaska. As of April 2 of this year, CSED has 7198 cases having a total arrearage balance of over \$30,000,000. The Division is now determining what portion of this debt is owed by loan recipients. Once this information is available, I will forward it to the committee.

The Division's files are computerized, and it can share information with loan agencies in three ways. Upon receiving a call from an agency, CSED can respond within minutes with a status report on a particular loan applicant. The Division can match computer tapes with any agency which has a system which is compatible with its IBM equipment. Finally, CSED sends a monthly statement to all absent parents which verifies their current obligation status. The parents can provide a copy of this statement to the lending agency when they file their loan applications, or upon request, CSED can verify their obligations in writing.

Support payments are a debt that is owed to the children of Alaska. When payments are not made, our public assistance programs must often pick up the cost of maintaining our children's health, safety, and comfort. To alleviate hardship and reduce our public welfare costs, I ask you to act favorably on this bill.

# STATE OF ALASKA

## DEPARTMENT OF REVENUE

CHILD SUPPORT ENFORCEMENT DIVISION

BILL SHEFFIELD, GOVERNOR

Dept. of Revenue  
Child Support Enforcement Division  
550 W. 7th, Hunt Bldg., 4th floor  
Anchorage, AK 99501  
Phone: (907) 276-3441  
Toll Free: Zenith 3300

April 4, 1985

Senator Jan Faiks  
Pouch V  
Juneau, AK 99811

re: SB 263

FAIRBANKS FIELD OFFICE  
REGIONAL OFFICE BLDG.  
675 7TH AVENUE, STATION G  
FAIRBANKS, ALASKA 99701  
PHONE: (907) 458-6607

JUNEAU FIELD OFFICE  
1111 W. 8TH STREET, ROOM 110  
JUNEAU, ALASKA 99801  
PHONE: (907) 465-2941

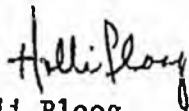
Dear Senator Faiks:

As per Elizabeth Hickerson's request, I have looked at the various options available to Child Support Enforcement to verify child support delinquency information to state agencies administering loan programs. All the fiscal information on a child support case is in our computer system and can be accessed easily. Should we receive a phone call from a loan officer asking for a status report on a particular individual, we would be able to respond to this request in a couple of minutes. Secondly, we can match computer tapes with any agency compatible to the IBM system, a process we currently use with Health and Social Services and the Department of Labor. I discussed this second option with Kerry Romesburg, Director of the Commission on Post-Secondary Education and he felt it would work well with their system. Finally, should an agency need written verification of current obligation status, we mail monthly computerized statements to all absent parents and they can provide a copy of that statement to the loan processing agent upon filing of their application and/or we can verify their obligation in writing upon request.

To illustrate the extent of the problem, as of April 2, 1985, we had an outstanding arrearage balance of \$30,434,052.09 with 8312 cases being enforced by our division out of which 7198 have arrearages.

Thank you for your continued support. If you need additional information, please do not hesitate to call.

Sincerely,



Holli Ploog  
Director  
Child Support Enforcement Division

# Alaska State Legislature

CO-CHAIRMAN  
FINANCE COMMITTEE

907-465-3740



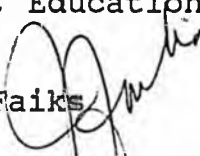
JAN FAIKS  
POUCH V  
CAPITOL BUILDING  
JUNEAU, ALASKA 99611

## Senate

February 24, 1986

### MEMORANDUM

TO: Representative Niilo Kcponen, Co-Chairman  
Representative Max Gruenberg, Co-Chairman  
House Health, Education, and Social Services  
Committee

FROM: Senator Jan Faiks 

SUBJECT: Additional Background Information on Senate Bill  
263, an Act relating to disqualification for  
certain loan programs for failure to pay child  
support.

During the interim, the Alaska Housing Finance Corporation adopted the principles of this bill in its loan application procedure.

The Corporation has begun requiring loan applicants to disclose any unsatisfied child support obligations and to allow verification of their statements with the Alaska Child Support Enforcement Agency. CSEA then cross-checks a list of all AHFC applicants against its delinquency records. Any applicant who is overdue in his child support payments is denied a loan.

Although it is too early to quantify the results, it appears that this system is working. CSEA has found that approximately 5% of loan applicants have overdue support obligations. According to the agency director, most these persons readily pay up their debt so that they can qualify for the housing loans. In some instances, this has resulted in payments of up to \$10,000 going directly to their dependents.

I congratulate AHFC for taking this initiative. Its experience shows that SB 263 can be implemented without placing an undue administrative burden on the agencies even

OUT OF SESSION

1024 WEST SIXTH AVENUE, SUITE 302 ANCHORAGE, ALASKA 99501 907-274-6611

when they must manually cross-check their records. Since the other loan programs have computerized record systems which are compatible with those of the CSEA, verification of their applicants will involve even less effort.

The interaction between the loan agencies and CSEA will have another benefit. It is often difficult for CSEA to locate property of certain debtors in order to satisfy judgments against them. Through contact with the agencies, CSEA can learn about loan collateral which can be attached if a borrower later becomes delinquent in his support obligation.

The results of the new AHFC policy are an exciting preview of what Senate Bill 263 can achieve when it is applied across the board to all state loan programs. It shows that this Act will be an effective tool for securing the financial support of our dependent children.

# ALASKA WOMEN'S LOBBY

POST OFFICE BOX 10-1571, ANCHORAGE, ALASKA 99510

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February 25, 1986

Honorable Niilo Koponen  
Honorable Max Gruenberg  
House Health and Services Committee

Mr. Chairmen and members of the committee:

The Alaska Women's Lobby would like to express it's support for SB 263.

Limiting eligibility for state loans to those individuals who do not have delinquent child support obligations on record with the Child Support Enforcement Agency will encourage the payment of past due child support.

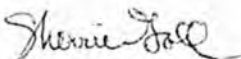
We believe that child support arrearages should be brought current before any state loan is granted.

If the borrower does not have sufficient funds to bring the account current other financing may be obtained to pay for the delinquent child support thereby qualifying the individual for the desired state loan.

A person who ignores his or her responsibility for and obligation to his or her own children may not take his or her obligation to the state more seriously.

We urge the swift passage of this legislation.

Thank you for your consideration.



Sherrie Goll, lobbyist  
Alaska Women's Lobby

# ALASKA WOMEN'S LOBBY

POST OFFICE BOX 10-1571, ANCHORAGE, ALASKA 99510

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February 25, 1986

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Honorable Max Gruenberg  
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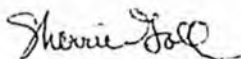
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Sherrie Goll, lobbyist  
Alaska Women's Lobby

MEMORANDUM

TO: HOUSE HESS COMMITTEE MEMBERS  
FROM: NANCY BENNETT, COMMITTEE STAFF  
DATE: FEBRUARY 25, 1986  
RE: TODAY'S AGENDA

WE HAVE TWO BILLS SCHEDULED TODAY:

SB 263 - Relating to disqualification for certain state loan programs for failure to pay child support.

This bill would disqualify persons who have an overdue child support obligation from participating in the following loan programs: agricultural loan, student loan, commercial fishing loan, AHFC, Veteran's loan assumption, mining loan, housing assistance loan, alternative technology and energy loan and residential energy conservation loan program.

HB 461 - Relating to water quality enhancement grants

This bill adds water quality enhancement to the description of existing grant funds used for water supply, sewage and solid waste facilities. DEC would be allowed to grant to municipalities up to 50% of the eligible costs of enhancing water quality if not financed by the federal government and incurred after July 1, 1986. The program must be approved by the department and administration costs are excluded.

A draft CS is in your packet for the purpose of discussing each section as an amendment. In section 1, the word program is added after water quality enhancement, meaning that programs, and not just facilities would qualify. Section 2 would allow replacement costs to be eligible costs for the purposes of the grant program. Section 3 includes the cost of "testing, research, education, enforcement and clean-up programs for the purpose of discovering and solving water pollution problems" as eligible costs. Administration of programs is not mentioned.

The committee is also to re-schedule the briefing on HB 98 and a follow-up hearing on HB 497 at today's meeting

Alaska State Legislature

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CO-CHAIRMAN  
FINANCE COMMITTEE  
907-465-3740

IAN FAIKS  
POUCH V  
CAPITOL BUILDING  
JUNEAU, ALASKA 99811



Senate

April 11, 1985

MEMORANDUM

TO: Senator Bettye Fahrenkamp, Chairman  
FROM: Senator Jan Faiks *Jan Faiks*  
SUBJECT: Background on Senate Bill 263, an Act relating to disqualification for certain state loan programs for failure to pay child support.

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The Division's files are computerized, and it can share information with loan agencies in three ways. Upon receiving a call from an agency, CSED can respond within minutes with a status report on a particular loan applicant. The Division can match computer tapes with any agency which has a system which is compatible with its IBM equipment. Finally, CSED sends a monthly statement to all absent parents which verifies their current obligation status. The parents can provide a copy of this statement to the lending agency when they file their loan applications, or upon request, CSED can verify their obligations in writing.

Support payments are a debt that is owed to the children of Alaska. When payments are not made, our public assistance programs must often pick up the cost of maintaining our children's health, safety, and comfort. To alleviate hardship and reduce our public welfare costs, I ask you to act favorably on this bill.

STATE OF ALASKA 1985 LEGISLATIVE SESSION  
FISCAL NOTE

Revision Date: \_\_\_\_\_

OFFICE OF THE COMMISSIONER

REQUEST

Bill/Resolution No.: SB 263  
 Title: Disqualification for cer-  
tain loans for failure to pay child  
 Sponsor: Faiks  
 Requestor: HESS  
 Date of Request: 4-2-85

FISCAL DETAIL

Agency Affected: Revenue  
 Program Category Affected: Child Support  
Enforcement Division  
 BRU, Program or Subprogram(s) Affected: \_\_\_\_\_

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
OPERATING						
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
TOTAL OPERATING						

CAPITAL						
---------	--	--	--	--	--	--

REVENUE	2.5	2.5	2.5	2.5	2.5	2.5
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FUNDING: (Thousands of Dollars)

GENERAL FUND	.75	.75	.8	.8	.85	.85
FEDERAL FUNDS	1.75	1.75	1.7	1.7	1.65	1.65
OTHER						
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: Attach a separate page if necessary

This figure represents one notice per year for each case currently in arrears which includes postage, paper goods, computer time, and photocopy costs.

Prepared By: Holli Ploor  
 Division: Child Support Enforcement Division

Phone: 276-3441  
 Date: 4-4-85

Approved by Commissioner: [Signature]  
 Agency: [Signature]

Date: 4/5/85

Distribution (by Agency preparing fiscal note):

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

7/1/84

Revenue

STATE OF ALASKA 1985 LEGISLATIVE SESSION  
FISCAL NOTE

Revision Date: \_\_\_\_\_

<p><u>REQUEST</u>                  Bill/Resolution No.: <u>SB 263</u>                  Title: <u>Disqualification</u>                  State loan programs . . . <u>Child Support</u>                  Sponsor: <u>Faiks</u>                  Requestor: _____                  Date of Request: _____</p>	<p><u>FISCAL DETAIL</u>                  Agency Affected: <u>Comm. &amp; Econ. Dev.</u>                  Program Category Affected: _____  <u>Development</u>                  BRU, Program or Subprogram(s) Affected:                  Division of Investments</p>
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EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
<b>OPERATING</b>						
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL		3.3				
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
<b>TOTAL OPERATING</b>		3.3				

<b>CAPITAL</b>		-0-				
----------------	--	-----	--	--	--	--

<b>REVENUE</b>		-0-				
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FUNDING: (Thousands of Dollars)

GENERAL FUND		3.3				
FEDERAL FUNDS						
OTHER						
<b>TOTAL</b>		3.3				

POSITIONS:

FULL-TIME		-0-				
PART-TIME						
TEMPORARY						

ANALYSIS: Attach a separate page if necessary

\$3,300 is requested to revise and reprint existing loan application packets for the loan programs affected by this bill. A new credit authorization form will be sent to the Division of Child Support Enforcement, Department of Revenue, prior to application processing.

Prepared By: Paul B. Arnoldt, Director Phone: 465-2510  
 Division: Division of Investments Date: \_\_\_\_\_

Approved by Commissioner: Loren H. Lounsbury Date: 4/19/85  
 Agency: Commerce and Economic Development

Distribution (by Agency preparing fiscal note):

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

7/1/84

*Investments*

STATE OF ALASKA 1985 LEGISLATIVE SESSION  
FISCAL NOTE

Revision Date: \_\_\_\_\_

**BILL**  
Bill Resolution No.: SB 263  
Title: An Act relating to disqualification for certain loan programs  
Sponsor: Paiks, Halford et al  
Requestor: \_\_\_\_\_  
Date of Request: \_\_\_\_\_

**FISCAL DETAIL**  
Agency Affected: Revenue  
Program Category Affected: \_\_\_\_\_  
BRU, Program or Subprogram(s) Affected: Alaska Housing Finance Corporation

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
<b>OPERATING</b>						
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
<b>TOTAL OPERATING</b>		-0-	-0-	-0-	-0-	
<b>CAPITAL</b>						
<b>REVENUE</b>						

FUNDING: (Thousands of Dollars)

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

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: Attach a separate page if necessary

SB 263 would not have a fiscal impact on AHFC. The Corporation would require that any loan application must contain verification that there is no child support obligation.

Prepared By: Alfonso R. Paiks Phone: 276-5599  
Division: Alaska Housing Finance Corporation Date: \_\_\_\_\_

Approved by Commissioner: \_\_\_\_\_ Date: \_\_\_\_\_  
Agency: \_\_\_\_\_

Distribution (by Agency preparing fiscal note):

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

7/1/84

*Alfonso R. Paiks*

01626

# STATE OF ALASKA

## DEPARTMENT OF REVENUE

CHILD SUPPORT ENFORCEMENT DIVISION

BILL SHEFFIELD, GOVERNOR

Dept. of Revenue  
Child Support Enforcement Division  
550 W. 7th, Hunt Bldg., 4th floor  
Anchorage, AK 99501  
Phone: (907) 276-3441  
Toll Free: Zenith 3300

April 4, 1985

Senator Jan Faika  
Pouch V  
Juneau, AK 99811

re: SB 263

FAIRBANKS FIELD OFFICE  
REGIONAL OFFICE BLDG.  
675 7TH AVENUE, STATION G  
FAIRBANKS, ALASKA 99701  
PHONE: (907) 456-8607

JUNEAU FIELD OFFICE  
1111 W. 8TH STREET, ROOM 110  
JUNEAU, ALASKA 99801  
PHONE: (907) 465-2941

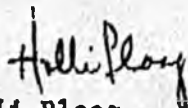
Dear Senator Faika:

As per Elizabeth Hickerson's request, I have looked at the various options available to Child Support Enforcement to verify child support delinquency information to state agencies administering loan programs. All the fiscal information on a child support case is in our computer system and can be accessed easily. Should we receive a phone call from a loan officer asking for a status report on a particular individual, we would be able to respond to this request in a couple of minutes. Secondly, we can match computer tapes with any agency compatible to the IBM system, a process we currently use with Health and Social Services and the Department of Labor. I discussed this second option with Kerry Romesburg, Director of the Commission on Post-Secondary Education and he felt it would work well with their system. Finally, should an agency need written verification of current obligation status, we mail monthly computerized statements to all absent parents and they can provide a copy of that statement to the loan processing agent upon filing of their application and/or we can verify their obligation in writing upon request.

To illustrate the extent of the problem, as of April 2, 1985, we had an outstanding arrearage balance of \$30,434,052.09 with 8312 cases being enforced by our division out of which 7198 have arrearages.

Thank you for your continued support. If you need additional information, please do not hesitate to call.

Sincerely,



Hollie Ploog  
Director  
Child Support Enforcement Division