

HFB

181

2 Files (142)

STATE OF ALASKA 1985 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: _____

REQUEST

Bill/Resolution No.: _____
 Title: Relocation to Ketchikan of
certain offices, functions and employees of AHS.
 Sponsor: Robin Taylor
 Requestor: _____
 Date of Request: _____

FISCAL DETAIL

Agency Affected: DOT & PF
 Program Category Affected: _____
Marine Transportation
 BRU, Program or Subprogram(s) Affected: _____
Alaska Marine Highway System

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
OPERATING						
100 PERSONAL SERVICES	-0-	-0-	-0-	-0-	-0-	-0-
200 TRAVEL	1,157.9	53.0	56.2	59.6	63.1	66.9
300 CONTRACTUAL	1,576.0	345.0	366.3	388.3	411.6	436.3
400 SUPPLIES	15.0	15.9	16.9	17.9	19.0	20.1
500 EQUIPMENT	10.0	10.6	11.2	11.9	12.5	13.4
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
TOTAL OPERATING	2,758.9	425.1	425.1	477.7	506.3	536.7
CAPITAL						
REVENUE	-0-	-0-	-0-	-0-	-0-	-0-

FUNDING: (Thousands of Dollars)

GENERAL FUND	1508.9	425.1	450.6	477.7	506.3	536.7
FEDERAL FUNDS						
OTHER	1250.0					
TOTAL	2758.9	425.1	450.6	477.7	506.3	536.7

POSITIONS:

FULL-TIME	-0-	-0-	-0-	-0-	-0-	-0-
PART-TIME	-0-	-0-	-0-	-0-	-0-	-0-
TEMPORARY	-0-	-0-	-0-	-0-	-0-	-0-

ANALYSIS: Attach a separate page if necessary

See Attached Analysis.

Prepared By: Joe D. Camp, Deputy Commissioner
 Division: Alaska Marine Highway System
 Approved by Commissioner: [Signature]
 Agency: _____

Phone: 465-3950
 Date: 3/25/85
 Date: 3/25/85

Distribution (by Agency preparing fiscal note):

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

ANALYSIS

HB - "An Act relating to the relocation to Ketchikan of certain offices, functions and employees of the Alaska Marine Highway System."

In the FY 85 Budget Authorization, the four divisions of the Alaska Marine Highway System (AMHS) had 34 permanent full-time positions and 8 permanent part-time positions located at the headquarters building, 1591 Glacier Avenue, Juneau, and at the AMHS warehouse facility. In the FY 86 Budget Request there are 7 new full-time positions identified.

For the purposes of this analysis it is assumed the number of positions being relocated to Ketchikan is 0. Current employees were polled as to whether or not they would move to Ketchikan if this bill becomes law, resulting in approximately two thirds saying they would not move. Realistically, however, circumstances could change and some would reverse their position. Short of an actual move, the number of personnel requiring moving is speculative. In this analysis it is assumed that 50% of the present personnel would move and that AMHS would have to recruit the other 50% through regular State procedures.

The following assumptions were made:

A. The Cost of Moving Personnel

1. Employees moved had families, average size - four.
2. Employees moved had household goods to be moved, average three bedroom, 8,000 pounds. The average cost per move including straight transportation, cartons, packing, 30 days storage, warehouse handling, insurance and redelivery would be \$6,418.00, per employee.
3. As per collective bargaining agreements, employees would incur 15 days straight per diem at \$80.00 per day and dependents \$40.00. Each family - \$3,000.00. The expense related to relocation for employees would be \$470,900.00 one time costs.

B. The cost of recruitment and relocation of new employees would also average \$3,000.00 based on the same formula for per diem as employees choosing to move.

The State recruitment system requires new hires to be picked from registers of eligibles. This would result in about 66% of these employees would be hired

outside of Ketchikan. Moving expenses would average \$10,000.00 per employee.

The expense related to new employees would be \$147,000.000 per diem and \$490,000.00 in moving for one time costs of \$637,000.00.

- C. There is neither State-owned nor lease available space in Ketchikan of the size necessary to meet AMHS requirements. It is assumed a new Admin/warehouse building would be constructed on the present State-owned Ketchikan Maintenance Facility site.

The capital costs for these new buildings would be \$2,750,000.00. AMHS presently has a capital appropriation, Chapter 138/78 for \$1,500,000.00 to build a Juneau Admin/warehouse facility. If these funds were reappropriated to the Ketchikan facility, the additional capital costs would then be reduced to \$1,250,000.00.

AMHS now occupies State-owned facilities and all costs are budgeted in DOT&PF S.E. Region. It is assumed annual maintenance and utility costs not now an expense to AMHS would have to be budgeted for and that annual cost would be \$65,000.00.

- D. AMHS is tied to the State mainframe for computer services for the reservation syst and Administrative Support i.e., Accounting (SAS), payroll, personnel, etc. At Ketchikan there are not dedicated communication links of the speed and quality necessary to operate between Ketchikan and Juneau for computer services. It is assumed AMHS would have to contract for three micro communication links at an estimated monthly cost of \$12,000.00 and install and lease a long-line consolidator at a monthly cost of \$3,500.00.

The expense related to communication links would be \$186,000.00 annually over and above present costs.

- E. Moving office equipment, etc., from Juneau to Ketchikan would result in a one time cost of \$65,000.00.
- F. There would be ongoing contingent expenses that can be identified but not costed for lack of an experience base. Some are travel and per diem for the Deputy Commissioner for regular DOT&PF conferences and meetings with the Commissioner, and

legislative hearings; Directors and staff travel for business that by necessity can only be done in Juneau such as budgeting, planning, meetings with other Departments, etc; Increased costs for equipment and system repair and maintenance from sources not available in Ketchikan.

The expense related to these contingent items would approximate \$150,000.00 on an annual basis.

- G. Inflation factor is 6% per year.



Alaska State Legislature

February 8, 1985

Official Business

Pouch V
State Capitol
Juneau, Alaska 99811

Richard Knapp, Commissioner
Department of Transportation
Pouch Z
Juneau, Alaska 99811

Dear Commissioner Knapp:

I wanted to follow-up on our conversation yesterday concerning a fiscal note for my bill on relocating the headquarters of the Marine Highway System to Ketchikan. You informed me that the fiscal note would be completed and forthcoming within the next couple of days and I appreciate your promptness in this matter.

I would also like to get the cost estimates of transferring an existing warehouse proposed for Auke Bay to Ketchikan. Please note my letter to you on January 29, when I originally requested this information and summarized my conversation with Mr. Joe Camp. Mr. Camp was very accomodating and I'd like to compliment him on a job well done.

I would appreciate this information at your earliest convenience, Commissioner. If there are any other questions you may have regarding this matter, please don't hesitate to give me a call at 465-4905.

Sincerely,

A handwritten signature in cursive script that reads "Robin L. Taylor".

Robin L. Taylor
Representative



ALASKA STATE LEGISLATURE
HOUSE OF REPRESENTATIVES
RESEARCH AGENCY

Pouch Y, State Capitol
Juneau, Alaska 99811
(907) 465-3991

February 1, 1985

MEMORANDUM

TO: Representative Robin Taylor
FROM: ^{ESL} Eric Laschever, Legislative Analyst
RE: Ferry Maintenance in Ketchikan
Research Request 85-146

Rena Bukovich of your staff asked if there are any State laws, regulations or Department of Transportation and Public Facilities (DOT/PF) policies which require DOT/PF to temporarily store their ferries in Ketchikan.

According to Joe Camp, Deputy Commissioner of the DOT/PF Marine Highway System there are no laws, regulations or policies which require DOT/PF to store their ferries in Ketchikan. Pier 48, in Seattle, is the only facility used regularly by the department for storing the ferries which serve Southeast Alaska. Storage is usually in conjunction with the vessels' annual maintenance. State regulations regarding competitive bidding currently apply to the department's maintenance contracts.

Mr. Camp noted that last year the Ketchikan delegation invited the State to dock two of the State ferries, which were returning from their scheduled maintenance in Seattle, at Ketchikan while the crew performed additional maintenance. The State moored three vessels at the Ketchikan City dock for a total of six to eight weeks.

Mr. Camp added that at least one member of the city assembly protested the mooring of the third vessel and the State eventually payed a moorage fee for this vessel. This cost would not have been incurred had the vessel remained in Seattle while the work was performed. Ketchikan officials did not repeat their invitation this year so DOT/PF did not schedule any maintenance time for Ketchikan. Department of Transportation and Public Facilities has completed most of its winter maintenance and it is not likely that any maintenance will occur this winter in Ketchikan.

The State is constructing a pier and dry dock facility in Ketchikan. The Governor's capital budget request includes \$8.5 million for completing this facility. According to Joe Camp, DOT/PF plans to use the completed portions of this facility in December and January for three

Representative Taylor
February 1, 1985
Page Two

or four vessels. The length of time which these vessels stay in Ketchikan will be determined to a large extent by their operating schedules. The department will store their vessels in Ketchikan instead of Seattle when the facility is completed. The department will apply for a waiver to the competitive bidding requirements so that a sole-source maintenance contract may be entered into with the Ketchikan facility.

Please let us know if we can be of further assistance.

EL

MEMORANDUM

State of Alaska
Department of Transportation & Public Facilities

TO: R. J. Knapp
Commissioner

DATE: November 15, 1984

FILE NO: 140-3710 (35)

TELEPHONE NO: 465-3955

FROM: Joe D. Camp
Deputy Commissioner
Alaska Marine Highway System

SUBJECT: Task Force Recommendations

As you will recall, the Governor's Task Force made 139 recommendations for improvements in the Alaska Marine Highway. There were fourteen recommendations or 10% that we did not concur with. These ranged from removing Alaska Marine Highway System (AMHS) from DOT&PF to changing the location of "Lils Room" on the M/V MALASPINA. Seventy-two of the recommendations have been satisfactorily acted upon.

This memorandum will summarize some of the more visible or significant actions completed, group uncompleted recommendations by category and finally list some of the more significant uncompleted recommendations with the actions pending. They are presented generally in the order in which they appear in the report.

Completed or Ongoing

- ° Dining room service is available at the evening meal on M/V COLUMBIA.
- ° Year around senior citizen passes are available on all vessels except S. E. mainliners.
- ° Video games are in place on most vessels.
- ° Amtrack style sleeper lounges have been installed on M/V LeCONTE with installation on M/V AURORA, M/V BARTLETT and M/V COLUMBIA to follow during overhauls this season.
- ° Public transportation is now available between downtown Juneau and Auke Bay to meet all ferry arrivals and departures.
- ° Fresh Alaska seafood is now available on our vessels.
- ° Reballasting and inclining tests were completed on M/V TAKU on November 15, 1984.

- Steps have been taken to ensure cabin and vehicle space is available for Aleutian Chain passengers on M/V TUSTUMENA.
- M/V TUSTUMENA completed one cross-Gulf trip between Juneau and Seward in November with two trips scheduled about the first of the year.
- A P&P was promulgated, Administrative Code changes made, and a Terminal Tariff published which set forth provisions for private sector vessels' usage of AMHS docks and transfer bridges.
- A centralized reservation system in Juneau with toll-free WATTS lines and expanded hours will become operational in December.
- Budget documents were prepared for FY-86 providing for AMHS to utilize revenues as Program Receipts.
- Hollis terminal upgrade is in progress.
- Hoonah terminal upgrade is programmed for FY-86.
- Whittier terminal upgrade is programmed for FY-86.
- Preliminary negotiations are underway with the Port of Seattle that will lead to upgrading our Pier 48 facilities as well as establish other businesses on the pier.
- The new Metlakatla terminal is nearing the construction stage.
- As maintenance schedules permit, two vessels per week are scheduled out of Seattle during the shoulder and winter seasons.
- M/V MALASPINA cocktail lounge will be upgraded during the forthcoming overhaul period.
- M/V TUSTUMENA's public areas will be upgraded during the forthcoming overhaul period.
- Terminal and ticket office personnel are now in new uniforms.
- A professional negotiator with maritime experience heads our team in negotiations with maritime unions.

Groupings of Recommendations still Pending

- ° Master Plan - Sixteen recommendations referred in some way to development of a "Master Plan". This plan is under development and is scheduled for completion by the first of the year.
- ° Computer Support - Nine recommendations related to computer support throughout AMHS. The reservation computer system is under development and is scheduled for implementation in December 1985. FY-86 budget request has been submitted for other computer support.
- ° Union Negotiations - Eleven recommendations related to ongoing union negotiations.

Specific Pending Items

- ° The issue of programmed receipts has not been resolved.
- ° Full implementation of the marketing effort referred to in nine recommendations is in jeopardy because of FY-86 operating budget restraints.
- ° Duty free shops are on the back burner and will await decisions on terminal modifications in Prince Rupert and Ketchikan.
- ° Contracting for a catering consultant to evaluate our food service is on the back burner at this time.
- ° Terminal operating hours depends on FY-86 operating budget actions.
- ° Travel passes for all AMHS employees are on hold.
- ° Scheduling ship maintenance in days vice months (shortening the period out of service) is being attempted through budget actions.
- ° A decision on service to Hyder awaits completion of the Master Plan and probably procurement of high speed ferries.
- ° Negotiations are ongoing with Transport Canada on a new twenty year lease and improvements to the terminal building.
- ° Relocation of the Ketchikan Airport Ferry Terminal and expansion of the Ketchikan AMHS terminal is pending.

February 8, 1985

The Honorable Robin Taylor
Alaska State House of Representatives
Pouch V
Juneau, AK 99811

Dear Representative Taylor:

This is in reference to our discussion yesterday concerning your proposal to relocate the Alaska Marine Highway System (AMHS) to Ketchikan. Based on my review of your draft bill, the following are preliminary estimates of associated costs.

First, a new administrative/warehouse facility would need to be constructed in Ketchikan for approximately \$2.7 million. Maintenance costs, currently budgeted for under the DOT&PF Southeast Region, would be assumed by AMHS in Ketchikan for an estimated \$65,000 per year.

Next, the assumption was made that fifty percent, or about 100, of the AMHS employees would relocate to Ketchikan. Relocation costs, which include transportation of employees and their families, moving of household goods, and fifteen days straight per diem (as per collective bargaining agreements) would be a one time cost of about \$480,000.

The Marine Highway System is tied to the State mainframe for computer services for the reservation system and administrative support such as payroll and personnel. Because there are no dedicated communication links of the speed and quality necessary to operate between Ketchikan and Juneau for computer services, AMHS would need to contract for three micro communication links at an estimated cost of \$12,000. Additionally, an installation and lease of a long-line consolidator would be necessary at a cost of about \$3,500.

Finally, office equipment would have to be moved from Juneau to Ketchikan. We have estimated the one time cost at \$65,000.

As we discussed, I am providing only estimated costs associated with relocation of the AMHS to Ketchikan. We will be happy to provide you with a formal fiscal note upon introduction of the bill.

Representative Taylor

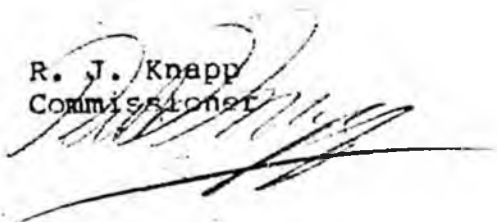
-2-

February 8, 1985

if you have further questions, please feel free to contact me.

Sincerely,

R. J. Knapp
Commissioner



Susan K. Fleischhauer/tde



Alaska State Legislature

January 29, 1985

Official Business

Pouch V
State Capitol
Juneau, Alaska 99811

Richard Knapp, Commissioner
Department of Transportation
Pouch Z
Juneau, Alaska 99811

Dear Commissioner Knapp:

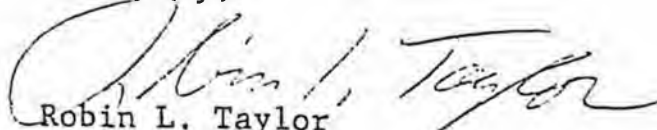
This morning I met with Mr. Jon Scribner and Mr. Joe Camp of your office to discuss matters pertaining to southeast Alaska and District 1. I'd like to compliment them both on a nice job of bringing me up-to-date and wanted to follow-up on a couple suggestions from Joe Camp.

First of all, I am requesting a fiscal note to be prepared for the enclosed copy of a draft bill. This bill would relocate the administrative offices of the Marine Highway System to Ketchikan I feel very strongly that it is important to locate the headquarters of the Marine Highway System near the site of operations, and that Ketchikan is the appropriate location. I understand that the general feeling of the Department is supportive of relocating certain functions of the Marine Highway System to Ketchikan and I am recommending that all administrative offices as well as existing and future warehousing be relocated. Your assistance in preparing a fiscal note will be appreciated.

Also, I discussed with Mr. Camp the possibility of transferring an existing warehouse proposed for Auke Bay to Ketchikan. Mr. Camp was very supportive of this suggestion and said the Department had pretty much decided that it didn't really make sense to have it in Juneau and that the design plans were being changed to build the warehouse in Ketchikan. He also felt that it might be cheaper to build in Ketchikan. I would like to get some cost estimates on what it would cost to build the proposed warehouse in Juneau vs. Ketchikan.

Again, I would like to compliment both Mr. Scribner and Mr. Camp on two very informative meetings. I'll look forward to working with your Department in the future.

Sincerely,


Robin L. Taylor
Representative

Enclosure

ALASKA MARINE HIGHWAY SYSTEM
1984 ACCOMPLISHMENTS

1. Management is making significant gains in providing more service at less cost and in gaining control in some areas where it has been lacking in the past.
 - A. For the first time ever there was a reduction in the actual amount of subsidy over the previous year.
(1983 \$30,232,383 - 1984 \$29,752,062) ~~480K~~
 - B. There were more vessel months of operation in 1984 than ever before, including 1.5 more than was programmed in the budget, yet the subsidy shrank and over \$1 million was lapsed.
 - C. Total costs per week of vessel operation was reduced 3.4% in 1984 over 1983 (1984 \$186,413 vs 1983 \$192,811)
 - D. Overhaul costs are coming down - abuses are being found and stopped - some "Seattle rice bowls" are being broken - some retirements are forthcoming, two Seattle based Masters, one Chief Engineer.
 - E. Long overdue decisions are being made.
 - Vessel radars upgraded ARPAs
 - COLUMBIA Bow Thruster is in Capital Budget
 - Mooring winches installed on vessels aft
 - Public showers installed on 235' vessels
 - AMTRACK style seats are being installed in a phased program
 - Alcohol Rehab for 1 one Master - 2 crew
 - Masters Selection Boards established
 - 100% compliance with Lifeboatman Certificate requirements on vessels
 - Eliminated unnecessary radio officers from TUSTUMENA - cost savings of \$150,000 annually.
 - F. Tightened Administrative Procedures
 - Financial report monthly - vice annual
 - Over 30 day accounts receivable have been reduced greatly
 - Reduced refund response time by 50%
 - Strengthened and now enforce controls over travel agencies in reporting sales and forwarding receipts
 - Travel agency bonding requirements now in line with industry standard
 - Realigned vessel personnel dispatch function
 - Terminal and ticket office personnel in uniform

- G. Ketchikan Vessel Repair Facility is on track and moving.
2. Established Centralized Reservation System in Juneau.
- A. Toll free phone lines - acceptance overwhelming
 - B. Extended hours 6:00 a.m. - 9:00 p.m. daily
 - C. Plan to better serve Alaskans next year
 - D. Credit Card Sales - mail tickets
 - E. Computer upgrade December 1985
 - F. Standby procedures updated and standardized
 - G. Manifest purging
3. We have acted promptly on the Task Force recommendations
- A. Report contained 139 recommendations
 - B. Did not concur with 10% (14)
 - C. Action was completed (or begun and now ongoing) on 61% by early fall (85)
 - D. Capital or Operating Budget action is required on 12% (16).
 - E. Eight percent (11) recommendations referred to Union contracts
 - F. Nine percent (13) recommendations relate to development of long range plans

CSSB 53(L&C)(title-am)

it back as follows: M.M. Miller (Chairman), Gruenberg, Taylor, Pettyjohn and Phillips recommend do pass; Clocksin has no recommendation.

CSSB 53(L&C)(title am) was referred to the Finance Committee.

SB 106

The Finance Committee has considered SENATE BILL NO. 106 (relating to Alaska bidder preference) and reports it back as follows: Cotten (Acting Chairman), Szymanski, Larson, Pourchot, Frank and Binkley recommend do pass; Uehling and Rieger have no recommendation.

SB 106 was referred to the Rules Committee for placement on the calendar.

CSSB 169(Jud)

The Judiciary Committee has considered COMMITTEE SUBSTITUTE FOR SENATE BILL NO. 169 (Judiciary) (limiting the exemption of permanent fund dividends from orders for the collection of debt) and reports it back as follows: M.M. Miller (Chairman), Gruenberg, Taylor, Pettyjohn, Phillips and Clocksin recommend do pass.

CSSB 169(Jud) was referred to the Finance Committee.

HB 15

The Finance Committee has considered HOUSE BILL NO. 15 (requiring an advisory election before an annexation may be proposed to the legislature), recommends it be replaced with COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 15 (Community & Regional Affairs) (page 881) and reports it back as follows: Szymanski, Rieger and Cotten recommend do pass; Adams (Chairman), Ringstad, Larson, Pourchot, Uehling, Frank and Binkley have no recommendation.

HB 15 was referred to the Rules Committee for placement on the calendar.

SsHB 181

The Finance Committee has considered SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 181 (relating to the relocation to Ketchikan

SSHB 181

of consumable warehousing functions of the Alaska marine highway system) and reports it back as follows: Cotten (Acting Chairman), Uehling and Larson recommend do pass; Szymanski, Rieger, Frank and Binkley have no recommendation; Pourchot signed "Do not pass without fiscal note clarification".

SSHB 181 was referred to the Rules Committee for placement on the calendar.

HB 238

The Finance Committee has considered HOUSE BILL NO. 238 (relating to credit for service in the state's retirement systems for certain leave without pay; effective date), recommends it be replaced with COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 238 (Judiciary) (page 1182) and reports it back as follows: Cotten (Acting Chairman), Szymanski, Pourchot and Uehling recommend do pass; Larson, Rieger, Binkley and Frank have no recommendation. A new fiscal note was attached.

HB 238 was referred to the Rules Committee for placement on the calendar.

The new fiscal note appears in House Journal Supplement No. 68.

HB 247

The Judiciary Committee has considered HOUSE BILL NO. 247 (relating to games of chance and contests of skill; effective date), recommends it be replaced with COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 247 (Judiciary):

"An Act relating to games of chance and contests of skill."

and reports it back as follows: M.M. Miller (Chairman), Gruenberg and Taylor recommend do pass; Phillips, Pettyjohn and Clocksin have no recommendation.

HB 247 was referred to the Finance Committee.

HB 373

The Finance Committee has considered HOUSE BILL NO. 373 (repealing the regulation of concert promoters) and reports it back as follows: Larson, Pourchot, Uehling and Frank recommend do pass; Cotten (Acting Chairman), Szymanski, Rieger and Binkley have no recommendation.

STATE OF ALASKA
THE LEGISLATURE

POUCH Y STATE CAPITOL
JUNEAU ALASKA 99811
907 464 3800

LEGISLATIVE AFFAIRS AGENCY

MEMORANDUM

April 17, 1985

SUBJECT: 1978 Transportation bond proceeds
TO: Representative Robin Taylor
FROM: Billy G. Berrier *BGB*
Director
Division of Legal Services

You have asked whether the funds from item 25 of Chapter 138, Session Laws of Alaska 1978 may be used for construction of marine highway system facilities in Ketchikan.

This Act authorized submission of a general obligation bond issue to the voters and the voters approved the issue. The particular item is listed under the heading "Marine" and reads:

(25) Region III - Southeast 3,076,000

The proceeds of the bonds were appropriated to the 1978 Transportation Facilities Construction Fund.

This Act is unusual in that instead of listing each project, its location, and the dollars to be allocated to the project as required by AS 24.30.037 it provided:

To the extent feasible, the proceeds of these bonds shall be allocated, notwithstanding the provisions of AS 24.30.037, by the governor in accordance with the following statewide list of projects and estimates.

The item you referred to is part of the list.

The question of whether this approach is legally proper is not material here since it has not been challenged and under the doctrine of laches could not be now challenged. I have no way of determining whether money which has not been spent or obligated remains. I am aware this arose from a request

Representative Robin Taylor
April 17, 1985
Page 2

in the Capital budget process for Administration -
Warehouse building located in Juneau.

In my opinion if money remains available, the broad power to allocate the bond proceeds which the Act gives the Governor would allow the Governor to make the allocation you suggested. In the face of the general language used in the item as it appears in the act and the broad discretion granted the Governor the material used in the budget process would not control.

BGB:ojb
J14/004

BONDING PROPOSITION NO. 5

HIGHWAY, FERRY, AIRPORT, LOCAL SERVICE ROADS AND TRAILS CONSTRUCTION, CONSTRUCTING AND EQUIPPING MAINTENANCE FACILITIES, AND PLANNING VARIOUS TRANSPORTATION PROJECTS

(Chapter 128, Session Laws of Alaska 1978)

Providing for the issuance of general obligation bonds in the amount of \$88,450,000 for the purpose of paying the cost of highway, ferry, airport, and local service roads and trail construction, for constructing and equipping maintenance facilities, and for planning various transportation projects; and providing for an effective date.

BALLOT QUESTION:

Shall the State of Alaska issue its general obligation bonds in the principal amount of not more than \$88,450,000 for the purpose of paying the cost of highway, ferry, airport, local service roads and trails construction, constructing and equipping maintenance facilities, and planning various transportation projects?

Bonds Yes
Bonds No

VOTE CAST BY MEMBERS OF 10TH STATE LEGISLATURE ON FINAL PASSAGE

Senate (20 members): Yeas 20 Nays 0 Absent or Not Voting 0
House (40 members): Yeas 35 Nays 1 Absent or Not Voting 4

SUMMARY OF PROPOSITION

This proposal, if approved, would provide for the issuance of general obligation bonds of the State in the amount of \$88,450,000 to provide funding for highway, ferry, airport and local service roads and trails construction, for constructing and equipping certain transportation maintenance facilities, and for planning transportation projects. The funds would be allocated as follows:

Project	Location	Amount
(1) Planning, project planning and research	Statewide	\$ 4,601,000
(2) Aviation Projects:		
(A) Region I	Central	2,370,000
(B) Region II	Interior	910,000
(C) Region III	Southeast	475,000
(D) Region IV	Western	1,110,000
(E) Region V	Southcentral	250,000
(F) Statewide		1,285,000
(G) Airport development	Ruby	1,500,000
(3) Highways Projects:		
(A) Region I	Central	10,227,000
(B) Fairview Loop Road	Wasilla	1,500,000
(C) Mountain View Drive, Phase II	Anchorage	1,200,000
(D) Sidewalks	Bethel	150,000
(E) Sidewalks	Homer	150,000
(F) Pedestrian crossing, 6th and Muldoon	Anchorage	200,000
(G) Upgrade and paving of Eagle River North Road	Anchorage	1,200,000
(H) Sealcoating municipal streets and state highways	Anchorage	9,625,000
(I) Upgrade Eagle River South Road	Anchorage	375,000
(J) Region II	Interior	6,119,400
(K) Region III	Southeast	2,055,200
(L) Sidewalks	Wrangell	150,000
(M) Region IV	Western	1,524,000
(N) Region V	Southcentral	3,595,200
(O) Selawik River bridge	Selawik	2,500,000
(P) Local service roads and trails	Statewide, including specific allocations for Districts 2 and 4	15,800,000
(Q) Safety programs	Statewide	3,400,300
(R) Special bridge replacement program	Statewide	1,631,500
(S) Abandoned motor vehicle program	Statewide	120,000
(4) Marine Projects:		
(A) Region III	Southeast	3,076,000
(B) Region V	Southcentral	24,000
(C) Statewide		1,103,000
(5) Maintenance Facilities:		
(A) Region I	Central	1,050,000
(B) Region II	Interior	1,459,700
(C) Region III	Southeast	1,574,800
(6) Facilities and equipment	Unorganized borough	5,000,000



LAWS OF ALASKA

1978

Source

FCCS HCS CSSS 624

Chapter No.

138

State

AN ACT

Providing for the issuance of general obligation bonds in the amount of \$88,450,000 for the purpose of paying the cost of highway, ferry, airport, local service roads and trails construction, constructing and equipping maintenance facilities, and planning various transportation projects; and providing for an effective date.

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

* Section 1. For the purpose of paying the cost of highway, ferry, airport, local service roads and trails construction, constructing and equipping maintenance facilities, and planning various transportation projects, general obligation bonds of the state in the principal amount of not more than \$88,450,000 shall be issued and sold. The full faith, credit and resources of the state are pledged to the payment of the principal of and interest and redemption premium, if any, on these bonds. These bonds shall be issued under the provisions of AS 37.15 as those provisions read at the time of issuance.

* Sec. 2. (a) If the issuance of these bonds is authorized by the qualified voters of the state, a special fund of the state to be known as the "1978 Transportation Facilities Construction Fund" shall be established, to which shall be credited the proceeds of the sale of the bonds described in sec. 1 of this Act except for the accrued interest and premiums. The amount of \$88,450,000 is appropriated from the "1978 Transportation Facilities Construction Fund" to the Department of Transportation and Public Facilities. To the extent feasible, the proceeds of these bonds shall be allocated, notwithstanding the provisions of AS 24.30.037, by the governor in accordance with the following statewide list of projects and estimates, except that of the local service roads and trails allocation \$2,500,000 shall be allocated in accordance with AS 19.30.131(d) to allocation district 2 and \$2,500,000 to allocation district 4:

(1) Planning, Project planning and research - statewide \$ 4,601,800

Aviation

Chapter 138

(2)	Region I - Central	2,370,000
(3)	Region II - Interior	910,000
(4)	Region III - Southeast	475,000
(5)	Region IV - Western	1,110,000
(6)	Region V - Southcentral	250,000
(7)	Statewide	1,285,000
(8)	Airport development - Ruby	1,500,000

Highways

(9)	Region I - Central	10,227,000
(10)	Fairview Loop Road, Wasilla	1,500,000
(11)	Mountain View Drive - Phase II, Anchorage	1,200,000
(12)	Sidewalks, Bethel	150,000
(13)	Sidewalks, Homer	150,000
(14)	Pedestrian crossing, 6th and Muldoon, Anchorage	200,000
(15)	Upgrade/paving - Eagle River North Road	1,200,000
(16)	Sealcoating municipal streets and state highways - Anchorage	9,625,000
(17)	Upgrade Eagle River South Road	375,000
(18)	Region II - Interior	6,119,400
(19)	Region III - Southeast	2,565,200
(20)	Sidewalks, Wrangell	150,000
(21)	Region IV - Western	1,524,000
(22)	Region V - Southcentral	3,596,200
(23)	Selawik River bridge	2,500,000
(24)	Statewide	
	(A) Local service roads and trails	15,800,000
	(B) Safety programs	3,400,300
	(C) Special bridge replacement program	1,631,500
	(D) Abandoned motor vehicle program	120,000

Marine

(25)	Region III - Southeast	2,076,000
(26)	Region V - Southcentral	24,000
(27)	Statewide	1,100,000

Maintenance Facilities

(28)	Region I - Central	1,050,000
(29)	Region II - Interior	1,489,700
(30)	Region III - Southeast	1,574,500
(31)	Facilities and equipment in the Unorganized Borough	5,000,000

(b) Publication by the lieutenant governor of the allocations made in this section is sufficient to meet the requirements of AS 15.15.040.

* Sec. 3. If the issuance of these bonds is authorized by the qualified voters of the state, the amount of \$310,000 or as much of that amount as is found necessary is appropriated from the general fund of the state to the state bond committee to carry out the provisions of this Act and to pay expenses incident to the sale and issuance of the bonds authorized in this Act. The amounts expended from the appropriation authorized by this section shall be reimbursed to the general fund from the proceeds of the sale of the bonds authorized by this Act.

* Sec. 4. The amount withdrawn from the public facility

SAMPLE BALLOT

OFFICIAL BONDING PROPOSITION BALLOT

STATE OF ALASKA
NOVEMBER 7, 1978

Nº 059003

FOLD BALLOT TO THIS LINE

To Be Removed By Election Board

- Mark only with cross marks, "X" marks, checks or plus signs. Marks must be inside or touching square.
- Erasures and corrections shall invalidate only that part of the ballot in which they appear.
- A mark in the square opposite the word "YES" shall be recorded as a vote for the bond issue.
- A mark in the square opposite the work "NO" shall be recorded as a vote against the bond issue.
- If you spoil or mar your ballot, you may return it to the election judge and receive another ballot. Your spoiled ballot will be destroyed in your presence.

BONDING PROPOSITION NO. 1 (CH. 95 SLA 1978)

STATE GENERAL OBLIGATION EROSION AND FLOOD CONTROL, PORT FACILITIES DEVELOPMENT, AND SMALL BOAT LANDINGS AND HARBORS PROJECTS BONDS \$33,290,000

BONDS - YES

Shall the State of Alaska issue its general obligation bonds in the principal amount of not more than \$33,290,000 for the purpose of paying the cost of erosion and flood control, port facilities development, and small boat landing and harbor projects?

BONDS - NO

BONDING PROPOSITION NO. 2 (CH. 96 SLA 1978)

STATE GENERAL OBLIGATION RECREATIONAL FACILITIES CONSTRUCTION BONDS \$5,850,000

BONDS - YES

Shall the State of Alaska issue its general obligation bonds in the principal amount of not more than \$5,850,000 for the purpose of paying the cost of capital improvements to parks, waysides, trails, footpaths, and other recreational facilities?

BONDS - NO

BONDING PROPOSITION NO. 3 (CH. 122 SLA 1978)

STATE GENERAL OBLIGATION HEALTH FACILITIES AND SENIOR CITIZEN CENTERS AND PIONEERS' HOMES CONSTRUCTION BONDS \$25,000,000

BONDS - YES

Shall the State of Alaska issue its general obligation bonds in the principal amount of not more than \$25,000,000 for the purpose of paying the cost of capital improvements for health facilities, senior citizen centers, and pioneers' homes?

BONDS - NO

BONDING PROPOSITION NO. 4 (CH. 137 SLA 1978)

STATE GENERAL OBLIGATION EDUCATIONAL FACILITIES CONSTRUCTION BONDS \$33,656,000

BONDS - YES

Shall the State of Alaska issue its general obligation bonds in the principal amount of not more than \$33,656,000 for the purpose of paying the cost of capital improvements for the educational facilities for vocational education and the University of Alaska?

BONDS - NO

BONDING PROPOSITION NO. 5 (CH. 138 SLA 1978)

STATE GENERAL OBLIGATION HIGHWAY, FERRY, AIRPORT, LOCAL SERVICE ROADS AND TRAILS CONSTRUCTION, CONSTRUCTING AND EQUIPPING MAINTENANCE FACILITIES, AND PLANNING VARIOUS TRANSPORTATION PROJECTS BONDS \$28,450,000

BONDS - YES

Shall the State of Alaska issue its general obligation bonds in the principal amount of not more than \$28,450,000 for the purpose of paying the cost of highway, ferry, airport, local service roads and trails construction, constructing and equipping maintenance facilities, and planning various transportation projects?

BONDS - NO

BONDING PROPOSITION NO. 6 (CH. 139 SLA 1978)

STATE GENERAL OBLIGATION CORRECTIONAL AND PUBLIC SAFETY FACILITIES CONSTRUCTION BONDS \$30,504,000

BONDS - YES

To consolidate and locate administrative and vessel support personnel closer to vessel operations.

the project using the four headings below in the order they appear. Expand upon each section as required. Report heading when commercially response. Submit justification for project in last column of Form 27. Attach feasibility studies, reports, or other documentation available. Use Form 20 as continuation sheet.

- III. DOCUMENTATION OF ESTIMATED CAPITAL COST (Discuss degree of reliability)
- IV. IDENTIFICATION OF ALTERNATIVES CONSIDERED (State why rejected)

Documentation of Need:

All vessel supplies such as food, laundry, equipment, and mechanical supplies, etc. are warehoused at the Support Building in downtown area and administrative personnel are located in the Simpson Building in downtown area. Separation of administrative and supply functions require many trips between offices to effect poor coordination and supervision of the supply function. The Support Building is difficult to operate from and presents significant travel time to the Support Terminal. Much of the System's vessel resupply is performed at Auke Bay because of operational difficulties experienced at the downtown terminal due to traffic congestion.

Analysis of Impact on Operational Expense:

Consolidation and location of administrative and support personnel in close proximity to a ferry terminal will improve operation efficiency and reduce vessel supply operational expense.

Documentation of Estimated Capital Cost:

Cost estimates were developed by the Division of Marine Highway Systems. The estimates are believed to be reasonable. Identification of Alternatives Considered:

None. Continue to operate vessel supply operations out of the Support Building and service vessels principally at Auke Bay. Manage the ferry system from offices located at a downtown location separated from supply and support operations. While this situation is workable, it is not considered the most cost effective and best managerial approach.

STATE OF ALASKA
THE LEGISLATURE

POUCH Y - STATE CAPITOL
JUNEAU, ALASKA 99811
907-465-3800

LEGISLATIVE AFFAIRS AGENCY
LEGISLATIVE REFERENCE LIBRARY

May, 1988

Copies of minutes listed below were originally included in this file. The minutes are available on the STAIRS database CMPR. In order to save space copies of minutes have not been left in the files.

Mary Van Nimwegen

HT 3-26-85 7am
HT 4-16-85 - 7am

Alaska State Legislature

House of Representatives

Committee on Transportation

Pouch V
State Capitol
Juneau, Alaska 99811
(907) 465-4858

Rep. Bette Cato, Chairman



MEMORANDUM

Date: 30 April 1985

To: House Finance Committee

From: Rhonda Cargill, Professional Assistant
House Transportation Committee

Re: SSHB 181 ("An Act relating to the relocation to Ketchikan of certain offices, functions and employees of the Alaska Marine Highway System.")

Enclosed is more back-up for SSHB 181. It contains:

- Legal Opinion from Billy Berrier;
- Bonding Proposition No. 5;
- Session Law, 1978, Chapter No. 138;
- Official Bonding Proposition Ballot (November 7, 1978);
- September 1977 estimate of Administration-Warehouse Building

If you have any questions or concerns, you may reach me at 465-4858.

W O R K D R A F T

M E M O R A N D U M

Date: 30 April 1985

To: House Finance Committee

From: Rhonda Cargill, Professional Assistant
House Transportation Committee

Re: SSHB 181 ("An Act relating to the relocation to Ketchikan of certain offices, functions and employees of the Alaska Marine Highway System.")

Enclosed is more back-up for SSHB 181. It contains:

- Legal Opinion from Billy Berrier;
- Bonding Proposition No. 5;
- Session Law, 1978, Chapter No. 138;
- Official Bonding Proposition Ballot (November 7, 1978);
- September 1977 estimate of Administration-Warehouse Building

If you have any questions or concerns, you may reach me at 465-4858.

HB 182

This bill applies to a wider range of abandoned intangible personal property than does the present AS 09.50.070, and provides for simple transfer of the custody of the personal property from the holder to the state, rather than transfer of the title. Savings accounts, deposits, drafts, money orders, traveler's checks, and safe deposit box contents are among the various property interests held by banking or financial organizations or by business associations which are covered by the bill (proposed AS 34.45.110, 34.45.140, 34.45.150, 34.45.160, 34.45.260). Also included is money owed by an insurance company, specifically including money owed under a life insurance policy or annuity agreement (proposed AS 34.45.170); deposits and refunds held by utilities (proposed AS 34.45.180); undistributed dividends, stock, and payments relating to a debt, held by a corporation (proposed AS 34.45.200); intangible personal property held by private fiduciaries (proposed AS 34.45.220), public officers, and state courts (proposed AS 34.45.230); and any unclaimed property of a dissolved corporation (proposed AS 34.45.210).

In general, any of these property interests that have been abandoned might be claimed by the state if it is established that the amount held and owed belongs to a person whose last known address was in this state, or if the holder of the property is domiciled in this state (proposed AS 34.45.120 and 34.45.140). Holders of these property interests would be subject to the reporting requirements of the bill, which are set out in proposed AS 34.45.280. Abandonment would generally be presumed to have occurred if the owner has not claimed the property or contacted the holder in any way concerning it for a period of five years (proposed AS 34.45.110), except that a 15-year period is established for travelers checks and a seven-year period is established for money orders (proposed AS 34.45.140). Also, special provisions are made for abandonment of stock certificates or similar ownership interests in a business association. Stocks may be presumed abandoned (proposed AS 34.45.200) only if at least seven dividends have been paid and unclaimed in a seven-year period; otherwise the period would continue to run until seven dividends have been paid and not claimed. Proposed AS 34.45.200 distinguishes between dividends themselves (or any other money) that may simply be transferred to the department after five years, and the underlying interest in a business association (usually shares) which represents an interest greater than money.

The period currently prescribed in AS 09.50.070 for presumption of abandonment is seven years for all property. The NCCUSL drafting committee recommends a five-year period for most property, with exceptions as discussed. Most other states now either employ a five-year period or are considering it.

Holder s of property would be required to file an annual report with the Department of Revenue (proposed AS 34.45.280) after first sending a notice to the last known address of

HB 180

HOUSE BILL NO. 180 by Clocksin and M.M. Miller entitled:

"An Act relating to the confidentiality of certain library records"

was read the first time and referred to the Judiciary Committee.

HB 181

HOUSE BILL NO. 181 by Taylor and Sund, entitled:

"An Act relating to the relocation to Ketchikan of certain offices, functions and employees of the Alaska marine highway system."

was read the first time and referred to the Transportation and Finance Committees.

HB 182

HOUSE BILL NO. 182 by the Pules Committee by request of the Governor, entitled:

"An Act relating to the disposition of unclaimed property; and providing for an effective date."

was read the first time and referred to the Judiciary and Finance Committees.

A zero fiscal note and a fiscal note were attached. The fiscal note appears in House Journal Supplement No. 15.

The Governor's transmittal letter dated February 8, 1985, appears below:

"Dear Representative Grussendorf:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill relating to the disposition of unclaimed real and personal property. A detailed analysis of the bill and its relationship to current statutes follows. In addition, the official commentary on the Uniform Unclaimed Property Act (1981), by the National Conference of Commissioners on Uniform State Laws (NCCUSL), should be consulted with regard to the portion of the bill that deals with unclaimed personal property.

The personal property portion of the bill is derived in large part from the Uniform Unclaimed Property Act (1981) which the NCCUSL has approved and recommended for enactment by all states. The 1981 Act is a revision of the NCCUSL's 1966 Uniform Disposition of Unclaimed Property Act.

HCR 20

The Finance Committee has considered HOUSE CONCURRENT RESOLUTION NO. 20 (relating to a report on maximizing local hire), recommends it be replaced with COMMITTEE SUBSTITUTE FOR HOUSE CONCURRENT RESOLUTION NO. 20 (Labor & Commerce) (page 850) and reports it back as follows: Szymanski, Duncan, Larson, Pourchot, Rieger, Frank, Binkley and Cotten recommend do pass; Ringstad (Vice-Chairman) and Uehling have no recommendation.

HCR 20 was referred to the Rules Committee for placement on the calendar.

HB 26

The State Affairs Committee has considered HOUSE BILL NO. 26 (relating to verification of residency of candidates for certain public offices) and reports it back as follows: Hurley (Chairman), M.M. Miller, Navarre, Jenkins, Catu and Boucher recommend do pass. A fiscal note and a letter of intent were attached.

HB 26 was referred to the Judiciary Committee.

The Speaker added a Finance Committee referral to follow the Judiciary Committee referral.

The fiscal note appears in House Journal Supplement No. 60.

The letter of intent, signed by the Chair, appears below:

LETTER OF INTENT
FOR
HOUSE BILL NO. 26

"It is the intent of the House State Affairs Committee, in passing HB 26, that the Division of Elections maintain its impartial status.

It is the further intent of the House State Affairs Committee that the Division of Elections restrict residency verification inquiries to inconsistencies between a candidate's sworn affidavit and any documents executed under oath submitted to the State and available for review by the Division of Elections."

HB 170

The Finance Committee has considered HOUSE BILL NO. 170 (relating to land surveys), recommends it be replaced with COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 170 (Finance):

"An Act relating to land surveys; and providing for an effective date."

HB 170

and reports it back as follows: Ringstad (Vice-Chairman), Szymanski, Duncan, Pourchot, Uehling, Rieger, Frank, Cotten and Larson recommend do pass; Binkley has no recommendation.

HB 170 was referred to the Rules Committee for placement on the calendar.

SSHB 181

The Transportation Committee has considered SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 181 (relating to the relocation to Ketchikan of consumable warehousing functions of the Alaska marine highway system and reports it back as follows: Pignalberi recommends do pass; Davis (Vice-Chairman), Furnace and Marrou have no recommendation. A fiscal note was attached.

SSHB 181 was referred to the Finance Committee.

The fiscal note appears in House Journal Supplement No. 60.

HB 238

The Judiciary Committee has considered HOUSE BILL NO. 238 (relating to credit for service in the state's retirement systems for certain leave without pay; effective date), recommends it be replaced with COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 238 (Judiciary):

"An Act relating to personal leave for pregnancy, childbirth and adoption; credit for service in the state's retirement systems for certain leave without pay; and providing for an effective date."

and reports it back as follows: M.M. Miller (Chairman), Gruenberg, Clocksin, Taylor and Sund recommend do pass; Phillips has no recommendation.

HB 238 was referred to the Finance Committee.

HB 292

The State Affairs Committee has considered HOUSE BILL NO. 292 (relating to credited service for noncertificated school employees who are members of the public employees' retirement system; effective date) and reports it back as follows: Cato recommends do pass; Collins recommends do not pass; Hurley (Chairman), M.M. Miller, Jenkins, Navarre and Boucher have no recommendation. A zero fiscal note with analysis was attached.

COMMITTEE REPORT
HOUSE

4/30

(7)

FURTHER: FINAUCS

3/29/85

Date: 16 April 85

The Committee on TRANSPORTATION has had SSHF 181

"An Act relating to the relocation to Ketchikan of consumable warehousing functions of the Alaska marine highway system."

under consideration and recommends:

- do pass do not pass
- do pass with attached amendments(s)
- replace with CS for _____ same title
 new title
- and recommends _____
- AND attaches a "Letter of Intent" New Fiscal Note ^{Sup 60}
- reports it back without recommendation Zero Fiscal Note Attached
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

Charles D. ...

CHAIRMAN

HB 579

and reports it back as follows: Sund (Chairman) and Cotten recommend do pass; Fuller and Uehling have no recommendation. A zero fiscal note was attached.

HB 579 was referred to the Resources Committee.

INTRODUCTION OF CITATIONS

The following citations were received:

Honoring - Nils Braastad
by Representative Koponen

Honoring - Gastineau Humane Society -
New Animal Shelter Grand Opening
by Representatives Duncan and M.M. Miller
and Senator Ray

The citations were referred to the Rules Committee for placement on the calendar.

INTRODUCTION, FIRST READING AND REFERENCEOF HOUSE BILLS

2d SSHB 181 *file*

2d SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 181 by Taylor, Sund and Goll, entitled:

"An Act relating to the maintenance of vessels of the Alaska marine highway system."

was read the first time and referred to the Transportation and Finance Committees.

SSHE 532

SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 532 by Cotten, Binkley, Collins, Pignalberi, Thompson and Frank, entitled:

"An Act relating to civil actions; amending Alaska Rules of Civil Procedure 11, 49, 52, 58, 68, and 82; and providing for an effective date."

was read the first time and referred to the Labor & Commerce and Judiciary Committees.

HCSSB 187(2d-Jud)

(relating to adoption; effective date) and HOUSE COMMITTEE SUBSTITUTE FOR SENATE BILL NO. 187 (2d Judiciary) (same title) requests limited powers of free conference on the following specific point: Access to Adoption Information for adult adoptees. The letter was signed by Senate members, Rodey and Kelly and House members, Gruenberg, Szymanski and Pettyjohn.

The Speaker granted limited powers of free conference on the specific point mentioned above.

The Chief Clerk was instructed to so notify the Senate.

HB 411

The House Special Committee on Fisheries has considered HOUSE BILL NO. 411 (relating to the composition of the Board of Fisheries and the Board of Game); recommends it be replaced with COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 411 (Fisheries) (same title) and reports it back as follows: Thompson and Jenkins recommend do pass; Navarre recommends do not pass; Goll (Chairman) and Marrou have no recommendation. A zero fiscal note was attached.

HB 411 was referred to the Resources Committee.

HB 519

The House Special Committee on State Loans has considered HOUSE BILL NO. 519 (relating to public finance; effective date), recommends it be replaced with COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 519 (Loans) (same title) and reports it back as follows: Sund (Chairman), Cotten and Duncan recommend do pass; Uehling and Fuller have no recommendation.

HB 519 was referred to the Judiciary Committee.

HB 579

The House Special Committee on State Loans has considered HOUSE BILL NO. 579 (relating to financing of fish processors by the Commercial Fishing and Agriculture Bank), recommends it be replaced with COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 579 (Loans):

"An Act relating to financing of fish processors and agricultural and timber processors and harvestors by the Commercial Fishing and Agriculture Bank."

Leg. Con

February 8, 1985

The Honorable Robin Taylor
Alaska State House of Representatives
Pouch V
Juneau, AK 99811

Dear Representative Taylor:

This is in reference to our discussion yesterday concerning your proposal to relocate the Alaska Marine Highway System (AMHS) to Ketchikan. Based on my review of your draft bill, the following are preliminary estimates of associated costs.

First, a new administrative/warehouse facility would need to be constructed in Ketchikan for approximately \$2.7 million. Maintenance costs, currently budgeted for under the DOT&PF Southeast Region, would be assumed by AMHS in Ketchikan for an estimated \$65,000 per year.

Next, the assumption was made that fifty percent, or about 100, of the AMHS employees would relocate to Ketchikan. Relocation costs, which include transportation of employees and their families, moving of household goods, and fifteen days straight per diem (as per collective bargaining agreements) would be a one time cost of about \$480,000.

The Marine Highway System is tied to the State mainframe for computer services for the reservation system and administrative support such as payroll and personnel. Because there are no dedicated communication links of the speed and capacity necessary to operate between Ketchikan and Juneau for computer services, AMHS would need to contract for three micro communication links at an estimated cost of \$12,000. Additionally, an installation and lease of a long-line consolidator would be necessary at a cost of about \$3,500.

Finally, office equipment would have to be moved from Juneau to Ketchikan. We have estimated the one time cost at \$65,000.

As we discussed, I am providing only estimated costs associated with relocation of the AMHS to Ketchikan. We will be happy to provide you with a formal fiscal note upon introduction of the bill.

Representative Taylor

-2-

February 8, 1985

If you have further questions, please feel free to contact me.

Sincerely,

R. J. Knapp
Commissioner

Susan K. Fleischhauer/fdc

STATE OF ALASKA 1986 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date : _____

REQUEST

Bill/Resolution No. : CS For 2d Sponsor Sub.
Title : "...maintenance of vessels of
the Alaska Marine Highway System."

Sponsor : Taylor, Sund and Goll
Requestor : _____
Date of Request : _____

FISCAL DETAIL

Agency Affected : DOT&PF - AMHS
BRU : Marine Operations

Components : 1) SE Vessels Operations
and Overhaul 2) SW Vessels Operations
and Overhaul.

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES	-0-	-0-	-0-	-0-	-0-	-0-
TRAVEL	-0-	-0-	-0-	-0-	-0-	-0-
CONTRACTUAL	-0-	-0-	-0-	-0-	-0-	-0-
SUPPLIES	-0-	-0-	-0-	-0-	-0-	-0-
EQUIPMENT	-0-	-0-	-0-	-0-	-0-	-0-
LAND & STRUCTURES	-0-	-0-	-0-	-0-	-0-	-0-
GRANTS, CLAIMS	-0-	-0-	-0-	-0-	-0-	-0-
MISCELLANEOUS	-0-	-0-	-0-	-0-	-0-	-0-
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-

CAPITAL	-0-	-0-	-0-	-0-	-0-	-0-
----------------	-----	-----	-----	-----	-----	-----

REVENUE						
----------------	--	--	--	--	--	--

FUNDING : (Thousands of Dollars)

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

POSITIONS :

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : Attach a separate page if necessary

See attached.

Prepared by : Joe D. Camp, Deputy Commissioner Phone : 465-3950
Division : Alaska Marine Highway System Date : 3/18/86

Approved by Commissioner : [Signature] Date : 3/18/86
Agency : DOT/PF

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. CS For 2d Sponsor Substitute for HB 181

There are eventualities relating to the maintenance of vessels of the Alaska Marine Highway System within the State of Alaska that could be positive or negative in impact. At this point in time it is not possible to assess the fiscal impact of the presently written bill.

There is the possibility that the higher costs of doing business in an "Alaskan Shipyard" could be somewhat offset by the savings generated from an interport differential or cost of delivery of a vessel to and from Alaska. On the other side, it would be less desirable for crewmembers to live outside Alaska and more would likely move back resulting in higher COLA payments.

The fiscal impact will remain unknown until some experience is generated in vessel repairs in Alaska.

WORK DRAFT

WORK DRAFT

WORK DRAFT

Hein
3/17/86

Original sponsors: Taylor, Sund
and Goll

1 IN THE HOUSE BY THE TRANSPORTATION COMMITTEE
2 CS FOR 2d SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 181 (Transportation)
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 the maintenance of vessels of the
7 Alaska marine highway system."

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

9 * Section 1. AS 19.65 is amended by adding a new section to read:

10 Sec. 19.65.030. MAINTENANCE OF ALASKA MARINE HIGHWAY SYSTEM
11 VESSELS. A vessel of the Alaska marine highway system may not be
12 transported outside of the state for the purpose of maintenance unless
13 the commissioner of transportation and public facilities determines
14 that there is no facility in the state able and available to perform
15 the maintenance at competitive prices.

16

17

18

19

20

21

22

23

24

25

26

27

28

29

APR 09 1986

PUBLIC OPINION MESSAGE

TO: REPRESENTATIVE BETTE CATO

FROM: IDA LUTON
130 LEIBROCK
SOLDOTNA
262-1597

99669

BILL NO: HB 181

SUBJECT: REQUIRING FERRY MAINTENANCE TO BE IN STATE

MESSAGE:

DO NOT SUPPORT AS 37.05230 AMENDED TO HB 181. WE WANT TO
REPAIR OUR OWN SHIPS.

*O
file*

DATE: 04/08/86 TIME: 09:46:42 SENT BY: SOLDOTNA LIO

COPIES TO: HOUSE MEMBERS
SENATE MEMBERS

APR 09 1986

PUBLIC OPINION MESSAGE

TO: REPRESENTATIVE BETTE CATO

FROM: MELTON VOLK
BOX 3397
SOLDOTNA
262-1597

99669

BILL NO: HB 181

SUBJECT: REQUIRING FERRY MAINTENANCE TO BE IN STATE
MESSAGE:

DO NOT SUPPORT AS 37.05230 AMENDED TO HB 181

O. J. [unclear]

DATE: 04/08/86 TIME: 09:44:35 SENT BY: SOLDOTNA LIO

COPIES TO: HOUSE MEMBERS
SENATE MEMBERS

Introduced: 3/29/85
Referred: Transportation
and Finance

1 IN THE HOUSE

BY TAYLOR, SUND AND
GOLL

2

SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 181

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 the relocation to Ketchikan of
7 consumable warehousing functions of the Alaska marine
8 highway system."

8

9

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

10

* Section 1. RELOCATION OF ALASKA MARINE HIGHWAY SYSTEM WAREHOUSING TO
11 KETCHIKAN. The commissioner of transportation and public facilities shall
12 relocate to Ketchikan the consumable warehousing functions of the Alaska
13 marine highway system.

14

* Sec. 2. The provisions of sec. 1 of this Act do not affect a collec-
15 tive bargaining agreement entered into on or before the effective date of
16 this Act.

STATE OF ALASKA 1985 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: _____

REQUEST

Bill/Resolution No.: SS for HB181
 Title: An Act Relating to the relocation to Ketchikan of consumable warehousing functions of the AMHS.
 Sponsor: Taylor, Sund and Goll
 Requestor: Transportation and Finance
 Date of Request: April 1, 1985

FISCAL DETAIL

Agency Affected: DOT & PF
 Program Category Affected: Transportation
 BRU, Program or Subprogram(s) Affected: Alaska Marine Highway System

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
OPERATING						
100 PERSONAL SERVICES						
200 TRAVEL		37.7				
300 CONTRACTUAL		30.0	31.8	33.7	35.7	37.9
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES		1,500.0				
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
TOTAL OPERATING		1,567.7	31.8	33.7	35.7	37.9

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

REVENUE						
----------------	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

GENERAL FUND	1,567.7	21.8	33.7	35.7	37.9
FEDERAL FUNDS					
OTHER					
TOTAL					

POSITIONS:

FULL-TIME	-0-				
PART-TIME	-0-				
TEMPORARY	-0-				

ANALYSIS: Attach a separate page if necessary

SEE ATTACHED

Prepared By: Joe DeCamp, Deputy Commissioner Phone: 465-3950
 Division: Alaska Marine Highway System Date: 04/02/85

Approved by Commissioner: *Wick May Jr* Date: 4/5/85
 Agency: DOT&PF

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

7/1/84

ANALYSIS

SS for HB 181

"An Act relating to the relocation to Ketchikan of consumable warehousing function of the Alaska Marine Highway System"

For the purposes of this analysis, it is assumed the number of positions being relocated to Ketchikan is four (4). It is assumed current employees would transfer resulting in relocation expense. It is also assumed that one time capital costs would be incurred to construct a new facility and that it would be located on the present state-owned Ketchikan Maintenance Facility site.

The following assumptions were made:

A. The Cost of Moving Personnel

1. Employees moved had families, average size - four.
2. Employees moved had household goods to be moved, average three bedroom, 8,000 pounds. The average cost per move including straight transportation, cartons, packing, 30 days storage, warehouse handling, insurance and redelivery would be \$6,418.00 per employee.
3. As per collective bargaining agreements, employees would incur 15 days straight per diem at \$80.00 per day and dependents \$40.00. Each family - \$3,000.00. The expense related to relocation for employees would be \$12,000.00 one time costs.
4. Total one time employee relocation costs would be \$37,700.00.

B. A new warehouse building would be constructed on the present State-owned Ketchikan Maintenance Facility site.

The capital costs for this new building would be \$1,500,000.00. If these funds are appropriated the facility design and preliminary engineering would require about 12 months, and construction an additional 12 months.

AMHS now occupies State-owned facilities and all costs are budgeted in DOT&PF S.E. Region. It is assumed annual maintenance and utility costs not now an expense to AMHS would have to be budgeted for and that annual cost would be \$30,000.00.

D. Inflation factor is 6% per year.



Dept. of Transportation & Public Facilities

Position Paper

BILL NO: SSHB 181

APPROVED:

R. J. Knapp
R. J. Knapp
Commissioner

TITLE: Relocation to Ketchikan of
Consumable Warehousing Function of
the Alaska Marine Highway System

DATE:

4/3/85

The Department of Transportation and Public Facilities supports moving the Alaska Marine Highway System consumable warehouse from Juneau to Ketchikan.

The current Juneau sub-port warehouse is inefficient, inadequate, in poor condition and needs to be replaced. An analysis of the current operation of our consumable warehousing revealed sound business and operational reasons to also relocate the consumable warehouse. It would be more efficient and cost effective to have this warehouse in a location closer to supply sources and eliminate the need for AMHS vans to take up valuable car deck space between Ketchikan and Juneau. Movement of these vans between Ketchikan and Juneau are estimated to displace between 60 and 80 vehicles total during the summer months with a loss of \$15,000 to \$20,000 in revenue foregone.

The transfer of the warehouse from Juneau to Ketchikan would not "Alaskanize" any jobs as the move of personnel would be within Alaska, nor would additional business be brought into Alaska by this move.

Alaska State Legislature

COMMITTEES:

VICE-CHAIRMAN
HEALTH, EDUCATION & SOCIAL SERVICES

JUDICIARY

FINANCE SUB-COMMITTEE
ON COURT SYSTEM

JOINT COMMITTEE ON
FOREIGN TRADE



PO BOX 1441
WRANGELL, ALASKA 99929
(907) 874-2316

POUCH V
JUNEAU, ALASKA 99811
(907) 465-4905

House of Representatives

ROBIN L. TAYLOR

TO : Rep. Bette Cato
FROM : Rep. Robin Taylor
RE : HB181

RT

April 2, 1985

I have amended house bill no.181 and replaced it with a sponsor substitute. The bill, which deals with the Alaska Marine Highway System was heard in your committee on March 26. I would very much appreciate it if you could reschedule this new version of the bill for a hearing soon.

If you have any questions about the amendment, please give me a call.

Attachment

Introduced: 3/29/85
Referred: Transportation
and Finance

1 IN THE HOUSE

BY TAYLOR, SUND AND
GOLL

2

SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 181

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 the relocation to Ketchikan of
7 consumable warehousing functions of the Alaska marine
8 highway system."

9

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

10

* Section 1. RELOCATION OF ALASKA MARINE HIGHWAY SYSTEM WAREHOUSING TO

11

KETCHIKAN. The commissioner of transportation and public facilities shall
12 relocate to Ketchikan the consumable warehousing functions of the Alaska
13 marine highway system.

14

* Sec. 2. The provisions of sec. 1 of this Act do not affect a collec-
15 tive bargaining agreement entered into on or before the effective date of
16 this Act.

file

HR 181

REQUEST

Bill Resolution No. CS for 2d Sponsor Sub. HB 31
 Title: "...maintenance of vessels of the Alaska Marine Highway System."

Sponsor: Taylor, Sand and Holt
 Requester: _____
 Date of Request: _____

FISCAL DETAIL

Agency Account: DOT&PF - AMHS
 BRU: Marine Operations

Components: 11 SW Vessels Operations and Overhaul, 21 SW Vessels Operations and Overhaul.

EXPENDITURES REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES	-0-	-0-	-0-	-0-	-0-	-0-
TRAVEL	-0-	-0-	-0-	-0-	-0-	-0-
CONTRACTUAL	-0-	-0-	-0-	-0-	-0-	-0-
SUPPLIES	-0-	-0-	-0-	-0-	-0-	-0-
EQUIPMENT	-0-	-0-	-0-	-0-	-0-	-0-
LAND & STRUCTURES	-0-	-0-	-0-	-0-	-0-	-0-
GRANTS, CLAIMS	-0-	-0-	-0-	-0-	-0-	-0-
MISCELLANEOUS	-0-	-0-	-0-	-0-	-0-	-0-
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-

CAPITAL	-0-	-0-	-0-	-0-	-0-	-0-
---------	-----	-----	-----	-----	-----	-----

REVENUE						
---------	--	--	--	--	--	--

FUNDING : (Thousands of Dollars)

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

POSITIONS :

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : Attach a separate page if necessary

See attached.

Prepared by: Joe W. Camp, Deputy Commissioner
 Division: Alaska Marine Highway System

Phone: 465-3950
 Date: 3/18/86

Approved by Commissioner: [Signature]
 Agency: DOT/PE

Date: 3/18/86

For Bill/Resolution No. CS For 2d Sponsor Substitute for HR 181

There are eventualities relating to the maintenance of vessels of the Alaska Marine Highway System within the State of Alaska that could be positive or negative in impact. At this point in time it is not possible to assess the fiscal impact of the presently written bill.

There is the possibility that the higher costs of doing business in an "Alaskan Shipyard" could be somewhat offset by the savings generated from an interport differential or cost of delivery of a vessel to and from Alaska. On the other side, it would be less desirable for crewmembers to live outside Alaska and more would likely move back resulting in higher COLA payments.

The fiscal impact will remain unknown until some experience is generated in vessel repairs in Alaska.

CSSB 269(Res)

A fiscal note appears in House Journal Supplement No. 99.

The Speaker added a Judiciary Committee referral to precede the Finance Committee referral and so, CSSB 269(Res) was referred to the Judiciary Committee.

SB 330

The Judiciary Committee has considered SENATE BILL NO. 330 (relating to civil liability for veterinary care; effective date), recommends it be replaced with HOUSE COMMITTEE SUBSTITUTE FOR SENATE BILL NO. 330 (Judiciary) (same title) and reports it back as follows: M.M. Miller (Chairman), Sund, Taylor, Pettyjohn and Clocksin recommend do pass.

SB 330 was referred to the Rules Committee for placement on the calendar.

HCR 43

The Health, Education & Social Services Committee has considered HOUSE CONCURRENT RESOLUTION NO. 43 (relating to the University of Alaska School of Mineral Industry, Mineral Industry Research Laboratory and Mining Extension Program) and reports it back as follows: Gruenberg and Koponen (Co-chairs), Taylor, Hurley, Pettyjohn and Thompson recommend do pass.

A zero fiscal note with analysis and a fiscal note appear in House Journal Supplement No. 99.

HCR 43 was referred to the Resources Committee.

HJR 67

The State Affairs Committee has considered HOUSE JOINT RESOLUTION NO. 67 (requesting the United States Congress to establish advanced all-weather satellite coverage of North Pacific waters), recommends it be replaced with COMMITTEE SUBSTITUTE FOR HOUSE JOINT RESOLUTION NO. 67 (State Affairs) (same title) and reports it back as follows: Hurley (Chairman), Navarre, Boucher and M.M. Miller recommend do pass. A zero fiscal note was attached.

HJR 67 was referred to the Resources Committee.

2d SSHB 181 *file*

The Transportation Committee has considered 2d SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 181 (relating to maintenance of vessels of the Alaska marine highway system), recommends

2d SSBH 181

it be replaced with COMMITTEE SUBSTITUTE FOR 2d SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 181 (Transportation) (same title) and reports it back as follows: Pignalberi, Shultz and Marrou recommend do pass; Davis (Chairman) has no recommendation.

A zero fiscal note with analysis appears in House Journal Supplement No. 99.

2d SSBH 181 was referred to the Finance Committee.

SSHB 467

The Finance Committee has considered SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 467 (relating to the herding of fish), recommends it be replaced with COMMITTEE SUBSTITUTE FOR SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 467 (Judiciary) (page 2322) and reports it back as follows: Adams (Chairman), Ringstad, Duncan, Larson, Uehling, Pourchot, Rieger, Frank, Szymanski and Cotten recommend do pass. A zero fiscal note was attached.

A letter of intent, signed by Adams (Chairman), appears below:

House Finance Committee
Letter of Intent
for
CSSSHB 467(Jud)

"Committee Substitute for Sponsor Substitute for House Bill 467 (Judiciary) is intended to prohibit the herding of fish by aircraft. It is not the intent of the legislature to otherwise restrict the legal uses of aircraft for spotting schools of fish in conjunction with commercial fishing operations."

SSHB 467 was referred to the Rules Committee for placement on the calendar.

HB 539

The State Affairs Committee has considered HOUSE BILL NO. 539 (relating to reduced rates and discounted service for low-income telecommunication customers), recommends it be replaced with COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 539 (Telecommunications) (page 2306) and reports it back as follows: Hurley (Chairman), Navarre, Boucher and M.M. Miller recommend do pass.

HB 539 was referred to the Rules Committee for placement on the calendar.

INTRODUCTION. FIRST READING AND REFERENCE
OF HOUSE BILLS

SSHB 181

SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 181 by Taylor, Sund and Goll, entitled:

"An Act relating to the relocation to Ketchikan of consumable warehousing functions of the Alaska marine highway system."

was read the first time and referred to the Transportation and Finance Committees.

HB 335

HOUSE BILL NO. 335 by Koponen, Adams, Clocksin, Davis, Fuller, Herrmann, Hurley, M.M. Miller, Sund, Wallis, Goll, Grussendorf and Marrou, entitled:

"An Act relating to practice of midwifery; and providing for an effective date."

was read the first time and referred to the Health, Education & Social Services Committee.

HB 336

HOUSE BILL NO. 336 by Shultz, entitled:

"An Act making a special appropriation to the Department of Natural Resources; and providing for an effective date."

was read the first time and referred to the Resources and Finance Committees.

HB 337

HOUSE BILL NO. 337 by Shultz, entitled:

"An Act relating to vehicle registration."

was read the first time and referred to the State Affairs, Transportation and Finance Committees.

HJR 27

HOUSE JOINT RESOLUTION NO. 27 by Marrou:

Urging the United States Congress to study and reform the Federal Reserve System.

was read the first time and referred to the Finance Committee.

HJR 28

HOUSE JOINT RESOLUTION NO. 28 by Marrou:

Proposing an amendment to the Constitution of the State of Alaska permitting the amendment of the Constitution by initiative and permitting the initiative to apply to appropriations.

was read the first time and referred to the Judiciary and Finance Committees.

HJR 29

HOUSE JOINT RESOLUTION NO. 29 by Marrou:

Requesting Congress to repeal the provisions of the Alaska Statehood Act that require the State of Alaska to retain the mineral resources on lands received by the State from the United States and transferred to private ownership.

was read the first time and referred to the Resources and Judiciary Committees.

HJR 30

HOUSE JOINT RESOLUTION NO. 30 by Marrou:

Proposing an amendment to the Constitution of the State of Alaska relating to the ownership of natural resources by the state on private land.

was read the first time and referred to the Resources and Judiciary Committees.