

HJR

2

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

H HESS	2-19-87	8:30 a.m.
H HESS	2-20-87	4:30 p.m.

HOUSE COMMITTEE REPORT

(7)

Date referred: 1/19/87

FURTHER REFERRALS: Judiciary
Finance

DATE: February 20, 1987

The Health, Education and Social Services Committee has considered HJR 2

Proposing amendments to the Constitution of the State of Alaska creating a university fund.

RECOMMENDS:

- replace with _____ the same title
- attached amendment(s) a new title
- do pass
- do not pass
- no recommendation
- individual recommendations
- additional referral to the _____ Committee

ADOPTS: _____ letter of intent

ATTACHES NEW FISCAL NOTE(s):

- fiscal impact same as previous fiscal note published _____
- zero fiscal note same as previous zero fiscal note published _____
- zero with analysis

SIGNING DO PASS:

Alice Stanley

Wills Koyama

SIGNING OTHER RECOMMENDATIONS:

Robt. J. ... No Rec.

Bill ... No Rec.

Ellis No Rec.

Wills Koyama

 Co-Chairman's signature
John Ellis

Alaska State Legislature

POUCH V
JUNEAU, ALASKA 99811
(907) 465-4931



CHAIRMAN
Special Committee on
Telecommunications

DISTRICT 10
BOX 111038
ANCHORAGE, ALASKA 99511
(907) 349-2192

MEMBER
Labor and Commerce
State Affairs
Finance—Subcommittee Administration

Representative H. A. "Red" Boucher

MEMORANDUM

February 16, 1987

TO: Representative Koponen, Co-Chairman
Representative Ellis, Co-Chairman
Health, Education and Social Services Committee

FROM: Representative Boucher

SUBJECT: Background on House Joint Resolution 2

This resolution provides the amendments to the Constitution of the State of Alaska necessary to create a university fund.

Section 1 of the resolution amends the Dedicated Funds provision, Article IX, Section 7, Constitution of the State of Alaska. That section currently prohibits the proceeds of any state tax or license to be dedicated to any special purpose except as provided in Section 15, the Alaska Permanent Fund. Section 1 of HJR 2 would also exempt the proposed University Fund (Section 17, discussed below) from the restriction of the Dedicated Funds provision.

Section 2 of the resolution amends Article IX of the Constitution of the State of Alaska to create the University Fund through the addition of a new Section 17. This section provides that at least 5% of all mineral revenues received by the state shall be placed in a university fund. The principal of that fund is to be used only for income-producing investments specifically designated by law. All income from the university fund shall be transferred to the Board of Regents of the University of Alaska to be used for the state university.

Section 3 of the resolution provides that the Constitutional amendments it proposes shall be placed before the voters at the next general election.

STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE

Bill Version: HB 42/HJR 2
Publish Date: _____

REQUEST _____

Revision Date: _____
Title: Creating the University Fund

Agency Affected: Revenue
BRU: _____

Sponsor: Boucher
Requestor: _____

Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
OPERATING						
PERSONAL SERVICES	-	-	-	-	-	-
TRAVEL	-	-	-	-	-	-
CONTRACTUAL	-	-	-	-	-	-
SUPPLIES	-	-	-	-	-	-
EQUIPMENT	-	-	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	-	-	-	-	-
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Millions of Dollars)

GENERAL FUND	-	-	(16.3)	(34.1)	(33.2)	(33.5)
UNIV. FUND PRIN. BALANCE	-	-	15.8	48.9	81.1	113.6
UNIV. FUND INCOME	-	-	.5	1.9	3.9	5.8
TOTAL	-	-	-	-	-	-

POSITIONS:

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

ANALYSIS: Attach a separate page if necessary

See attached.

Prepared By: Robert Elliott *RE*
Division: Research/Revenue

Phone: 465-2173
Date: 2/13/87

Approved by Commissioner: *H. Mula*
Agency: _____

Date: 2/17/87

Distribution (by Agency preparing fiscal note):

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

Continuation of Fiscal Note Analysis

For Bill/Resolution No. HB 42/HJR 2

Analysis:

Figures are based on estimated mineral revenues for January 1987 Revenue Sources, and assume a six percent nominal interest rate and voter approval of the Constitutional Amendment. University Fund Income represents amount transferred to the Board of Regents at the end of each fiscal year. The above decrease in General Fund revenues includes not only the loss of mineral revenues but the subsequent decrease in General Fund investment earnings. Estimated revenues from proposed bonus sales were not included since bids are impossible to anticipate prior to sales.

STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE

Bill Version: HB 42/HJR 2
Publish Date: _____

REQUEST _____

Revision Date: _____
Title: University Fund

Agency Affected: Permanent Fund Corp.
BRU: _____

Sponsor: Rep. Boucher
Requestor: _____

Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
OPERATING						
PERSONAL SERVICES		241.2	255.7	271.0	287.3	304.5
TRAVEL		31.0	32.9	34.8	36.9	39.1
CONTRACTUAL		192.8	204.4	216.6	229.6	243.4
SUPPLIES		3.2	3.4	3.6	3.8	4.0
EQUIPMENT	-	17.2	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	485.4	496.4	526.0	557.6	591.0
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Thousands of Dollars)

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

POSITIONS:

FULL-TIME	-	5	-	-	-	-
PART-TIME	-	-	-	-	-	-
TEMPORARY	-	-	-	-	-	-

ANALYSIS: Attach a separate page if necessary

* According to constitutional provision Article 9, Section 15 funds cannot be comingled with Permanent Fund Assets.

Prepared By: ~~Royce Weller~~ FOR P.F.C. Phone: 465-2300
Division: Revenue/Commissioner's Office Date: 2/18/87

Approved by Commissioner: Hugh Malone Date: 2/18/87
Agency: Department of Revenue

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

NOTE: THIS FISCAL NOTE IS BASED ON INFORMATION SUPPLIED BY THE PERMANENT FUND CORPORATION. Hm
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Alaska State Legislature

House of Representatives

COMMITTEE ON HEALTH, EDUCATION
AND SOCIAL SERVICES

GUEST SIGN IN SHEET

JOINT MEETING OF SENATE AND HOUSE HESS COMMITTEES

Date: 2/20/87 Subject of Meeting Mental Health Trust Lands, HJR 2, HB 42 (House Only)

Name	Address / Representing	Phone	Do you want to Testify?
Karen Pedue	Box H-01 DHESS	3030	no
Dev W. Roegner	1790 E. University Ave - / of M H Commission POB 7205 Anch AK	586-1202	Yes
Anthony Braden	99510 DNP	762-4344	NO