

H B

525

Item 2

REQUEST:

FISCAL NOTE

Revision Date: _____
Title: PERS benefits for Village
Public Safety Officers
Sponsor: Representative MacLean
Requestor: House State Affairs

Agency Affected: Public Safety
BRU: Village Public Safety Officers
Component: VPSO Contracts: VPSO
Support

EXPENDITURES/REVENUES: (Thousands of Dollars) (Inflation not included)

OPERATING	FY 91	FY 92	FY 93	FY 94	FY 95	FY 96
PERSONAL SERVICES	\$ 18.1	\$ 18.1	\$ 18.1	\$ 18.1	\$ 18.1	\$ 18.1
TRAVEL						
CONTRACTUAL	\$ 510.8	\$ 510.8	\$ 510.8	\$ 510.8	\$ 510.8	\$ 510.8
SUPPLIES	\$.8	\$.8	\$.8	\$.8	\$.8	\$.8
EQUIPMENT	\$ 7.0	-0-		-0-	-0-	-0-
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	\$ 536.7	\$ 529.7	\$ 529.7	\$ 529.7	\$ 529.7	\$ 529.7

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

GENERAL FUND	\$ 536.7	\$ 529.7	\$ 529.7	\$ 529.7	\$ 529.7	\$ 529.7
FEDERAL FUNDS						
OTHER						
TOTAL	\$ 536.7	\$ 529.7	\$ 529.7	\$ 529.7	\$ 529.7	\$ 529.7

POSITIONS:

FULL-TIME	-0-	-0-	-0-	-0-	-0-	-0-
PART-TIME	1	1	1	1	1	1
TEMPORARY	-0-	-0-	-0-	-0-	-0-	-0-

ANALYSIS : (Attach a separate page if necessary)

Assumes an effective date of July 1, 1990, a 14.48 percent PERS rate, no retroactive employer's costs, and that all Non-Profit Regional Corporations employing Village Public Safety Officers (VPSO), under Contract to the Department of Public Safety (DPS), cannot become qualified "participating employers" in the Public Employer Retirement System (PERS) and will therefore require DPS to track, _____ employee and employer contributions, and transfer such funds _____ the State's PERS program on behalf of the contractors.

Jan
2/24/90

Prepared by: K Kenneth Bischoff
Division: Administrative Services

Phone: 465-4336
Date: 2/23/90

Approved by Commissioner: A.H. Arthur English
Agency: Department of Public Safety

Date: 2/23/90

DEPARTMENT OF PUBLIC SAFETY

CONTINUATION OF FISCAL NOTE ANALYSIS
FOR HB 525

This bill would extend State of Alaska Public Employees Retirement System (PERS) eligibility to 124 Village Public Safety Officers (VPSO) employed by 10 Non-Profit Regional Corporations under contract to the Department of Public Safety to develop and support the VPSO Program within their geographical areas. The State of Alaska, Department of Public Safety would have the responsibility to pay the employer's contribution for each of the Contracting Non-Profit Regional Corporation VPSOs.

In order to implement this bill, the Department of Public Safety would have to amend all 10 Non-Profit Regional Corporations Contract Funding terms to allow full reimbursement to the Contractors for their employer's contributions to PERS on behalf of their VPSO employees and track, collect employee and employer costs back from the Contractor for deposit into the PERS system.

SUMMARY OF COSTS

NON-PROFIT CONTRACTOR COSTS:(Contractual Services)

<u>CONTRACTOR</u>	<u># VPSOs</u>	<u>BUDGETED VPSO SALARY</u>	<u>CONTRACTORS PERS COSTS</u>
Ass'n Village	33	\$ 735,538	\$ 106,506
Aleut.-Prib.	8	193,872	28,073
Bristol Bay	17	398,828	57,750
EEDA	1	19,068	2,761
Kawerak	15	372,331	53,914
Kodiak Natives	6	120,679	17,474
Mauneluk	10	249,057	36,063
Pacific Rim	4	73,920	10,704
Tanana Chiefs	18	460,581	66,692
Tlingit Haida	12	<u>221,720</u>	<u>32,105</u>
SUB-TOTAL	124	\$ 2,845,594	\$ 412,042
Contractor's Administrative Overhead Charge @ 23.3509 percent average			\$ <u>96,216</u>
TOTAL CONTRACTOR COSTS			\$ 508,258

PUBLIC SAFETY COSTS:

Personal Services;		
1 PPT Acc't Tech I.	\$	18,127
Contractual Svcs;		
Communication/Telephone/Postage	\$	2,500
Supplies;		
Misc. Office Supplies	\$	750
Equipment; (one-time)		
Desk, chair, file, AKSAS		
Computer and printer	\$	<u>7,000</u>
TOTAL PUBLIC SAFETY COSTS:		\$ <u>28,377</u>

TOTAL FISCAL NOTE \$ 536,635

Position Title ACCOUNTING TECHNICIAN I		No. of Positions 1	Range/Step 127A	Barg. Unit GGO												
Time Status PPI	Staff Months 6	Location Anchorage		Election District 7-15												
Type of Expenditure		Justification														
Amount		<p>New Accounting Technician I, Range 12, Step A, within the Village Public Safety Officers BRU, VPSO Support Component to track Non-Profit Regional Corporation VPSO's monthly salary costs and set-up procedures to collect monthly employee and employer contributions to the State's Public Employees Retirement System (PERS) on behalf of the VPSOs on behalf of the Non-Profit Contractors who are not qualified "participating employer's" to the State PERS system. The new position would only be needed on a part-time basis to track VPSO Monthly salary reimbursement requests from the employing contractor and coordinate collection and transfer of employee and employer contributions into the State PERS system.</p> <p>PERSONAL SVCS: 6 Months @ \$ 3,021.16 = \$ 18,127 CONTRACTUAL SVCS: \$ 2,500 for base telephone/Toll costs postage/State network costs/other misc. SUPPLIES: \$ 750 miscellaneous office supplies/paper/etc. EQUIPMENT: (One-Time Items) \$ 7,000</p> <table> <tr><td>1 AKSAS Workstation /Printer</td><td>\$ 4,552</td></tr> <tr><td>1 Desk</td><td>\$ 850</td></tr> <tr><td>1 Chair</td><td>\$ 275</td></tr> <tr><td>1 3-Drawer Cabinet (locking)</td><td>\$ 403</td></tr> <tr><td>1 Calculator</td><td>\$ 220</td></tr> <tr><td>1 Typewriter</td><td>\$ 700</td></tr> </table>			1 AKSAS Workstation /Printer	\$ 4,552	1 Desk	\$ 850	1 Chair	\$ 275	1 3-Drawer Cabinet (locking)	\$ 403	1 Calculator	\$ 220	1 Typewriter	\$ 700
1 AKSAS Workstation /Printer	\$ 4,552															
1 Desk	\$ 850															
1 Chair	\$ 275															
1 3-Drawer Cabinet (locking)	\$ 403															
1 Calculator	\$ 220															
1 Typewriter	\$ 700															
1	2				3											
Salary	\$ 12,432				////////////////////											
Benefits*	5,695				////////////////////											
Premium Pay (Included in Above)	////////////////////	////////////////////														
Other	////////////////////	////////////////////														
Total Personal Services	////////////////////	\$ 18,127														
Travel																
Contractual		\$ 2,500														
Commodities		\$ 750														
Equipment		\$ 7,000														
Other																
Total Cost		\$ 28,377														
Funding Source for Total Cost																
Federal Receipts	1002															
G.F. Match	1003															
General Fund	1004		\$ 28,377													
Program Receipts/GF	1005															
I-A Receipts	1007															
CIP Receipts	1061															
Other																
* Personal Services Salary and Benefits Costs are from PACS calculations.																

REQUEST FOR
NEW POSITION

AGENCY Department of Public Safety
BRU Village Public Safety Officers
COMPONENT VPSO Support

Page 1 of 1
Revised Date

FY 91

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: Administration
 Title: An Act relating to retirement benefits for village public safety officers BRU: Retirement and Benefits
 Sponsor: MacLean Components: Retirement and Benefits
 Requestor: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 91	FY 92	FY 93	FY 94	FY 95	FY 96
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
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REVENUE	0	0	0	0	0	0
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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	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)

Passage of this bill would have no measurable impact on the Public Employees' Retirement System contribution rate.

Please refer to page two for an analysis.

Prepared by: Sally Smith Phone: 465-4460
 Division: Retirement and Benefits Date: 2/23/90
 Approved by Commissioner: Frank S. Baxter Date: 2/26/90
 Agency: Department of Administration

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

House Bill 525
Analysis of Fiscal Implications to the Retirement Funds
Prepared by Division of Retirement & Benefits
Department of Administration
February 23, 1990

Analysis: This bill will require that village public safety officers be include in the Public Employees' Retirement System and that contributions be paid for by the state. There are currently 125 village public safety officers working for Native Corporations and receiving benefits through them.

Because there are only 125 people involved, there would not be an adverse impact on the actuarial soundness of the PERS. The increase in the unfunded liability and the decrease in the funding ratio would be negligible.