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SENATE COMMITTEE REPORT

FURTHER

2/3/89

DATE TURNED INTO OFFICE 2/22/89

Mr. President:

FINANCE Committee considered SB 25

Common interest community managers

and recommended

- replace with _____ CS _____) same title
- or adopt _____ CS SB 25 (LTC)) new title
- attached amendment(s) and technical title change (HB only)
- _____ letter of intent adopted

do pass

do not pass

no recommendation

individual recommendations

further referral to _____

- FISCAL NOTE(S) zero fiscal impact appropriation no FN
- new updated previous
- same as previous fiscal note(s) published 1/9/89 DATED

(see correction in analysis p. 2 of fiscal note.)

MEMBERS SIGNING DO PASS

OTHER RECOMMENDATIONS

[Signature] *Zharoff*

[Signature] *Finocan*

[Signature] *Frank*

[Signature] *Pearce*

[Signature] *Uehling*

Chairman signature and recommendation

Committee Backup attached

[Signature] *Co-Chair*
DO PASS

FISCAL NOTE

REQUEST:

Revision Date: 2/3/89
Title: An Act relating to common interest community managers.
Sponsor: Senator Faiks
Requestor: Senate Labor & Commerce

Agency Affected: Commerce & Econ. Dev.
BRU: Occupational Licensing
Components: Administration

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94
PERSONAL SERVICES		7.9	7.9	7.9	7.9	7.9
TRAVEL						
CONTRACTUAL SUPPLIES		1.5	1.5	1.5	1.5	1.5
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		9.4	9.4	9.4	9.4	9.4
CAPITAL						
REVENUE		5.0	.5	6.0	.5	7.0

FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER		9.4	9.4	9.4	9.4	9.4
TOTAL		9.4	9.4	9.4	9.4	9.4

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

This fiscal note is based on the assumption that 50 individuals will be licensed initially, with a growth rate of at least five new applicants each year. The revenues to be generated are assuming licensees will pay \$50.00 per year and renew on a biennial cycle.

Prepared by: Jennifer Strickler, Administrative Officer Phone: 465-2144
Division: Occupational Licensing Date: 2/6/89

Approved by Commissioner: Larry Mercurieff Date: 2/2/89
Agency: Department of Commerce & Economic Development

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

3253D-1/020789a

RECEIVED

FEB 8 1989

page 1 of 2

LEGISLATIVE FINANCE

CONTINUATION OF FISCAL NOTE ANALYSIS

For Bill/Resolution No. SB 25

The differences in revenues and costs are expected to be covered by the division's operating budget until the fees are reassessed.

Calculations for this fiscal note assume that common interest community managers, like all other licensing programs, will be responsible for sharing in the administrative costs of the division. Therefore, based on 50 licensees, common interest community managers will be responsible for covering .19% of the administrative costs. The .19% is derived by dividing the anticipated number of licensees (50) into the total number of licensees (26,995), not including business licenses.

2/9/89 Sen. Fairs noted error. The .19% should be .019%.

Offered: 2/3/89
Referred: Finance

6-0160E

Original sponsor: Faiks

1 IN THE SENATE

BY THE LABOR AND
COMMERCE COMMITTEE

2

CS FOR SENATE BILL NO. 25 (L&C)

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

SIXTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act relating to common interest community man-
7 agers."

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

9 * Section 1. AS 08.01.010 is amended by adding a new paragraph to read:

10 (31) regulation of common interest community managers under
11 AS 08.15.

12 * Sec. 2. AS 08.01.050(a) is amended to read:

13 (a) The department shall perform the following administrative
14 and budgetary services when appropriate:

15 (1) collect and record fees;

16 (2) maintain records and files;

17 (3) issue and receive application forms;

18 (4) notify applicants of acceptance or rejection as deter-
19 mined by the board or as determined by the department under AS 08.11
20 for audiologists, under AS 08.15 for common interest community man-
21 agers, under AS 08.45 for naturopaths, or under AS 08.55 for hearing
22 aid dealers;

23 (5) designate dates examinations are to be held and notify
24 applicants;

25 (6) publish notice of examinations and proceedings;

26 (7) arrange space for holding examinations and proceedings;

27 (8) notify applicants of results of examinations;

28 (9) issue licenses or temporary licenses as authorized by
29 the board or as authorized by the department under AS 08.11 for

1 audiologists, under AS 08.15 for common interest community managers,
2 under AS 08.45 for naturopaths, or under AS 03.55 for hearing aid
3 dealers;

4 (10) issue duplicate licenses upon submission of a written
5 request by the licensee attesting to loss of or the failure to receive
6 the original and payment by the licensee of a fee established by
7 regulation adopted by the department;

8 (11) notify licensees of renewal dates at least 30 days
9 before the expiration date of their licenses;

10 (12) compile and maintain a current register of licensees;

11 (13) answer routine inquiries;

12 (14) maintain files relating to individual licensees;

13 (15) arrange for printing and advertising;

14 (16) purchase supplies;

15 (17) employ additional help when needed;

16 (18) perform other services that may be requested by the
17 board;

18 (19) provide inspection, enforcement, and investigative
19 services to the boards and for the occupations listed in AS 08.01.010,
20 regarding all licenses issued by or through the department;

21 (20) retain and safeguard the official seal of a board and
22 prepare, sign, and affix a board seal, as appropriate, for licenses
23 approved by a board;

24 (21) issue business licenses under AS 43.70.

25 * Sec. 3. AS 08 is amended by adding a new chapter to read:

26 CHAPTER 15. COMMON INTEREST COMMUNITY MANAGERS.

27 Sec. 08.15.010. QUALIFICATIONS FOR A COMMON INTEREST COMMUNITY
28 MANAGER LICENSE. (a) The department shall license as a common inter-
29 est community manager an individual who

- 1 (1) is 18 years of age or older;
2 (2) applies on a form provided by the department;
3 (3) pays the fee required under AS 08.15.030;
4 (4) furnishes evidence satisfactory to the department that
5 the individual has not engaged in conduct that is a ground for impos-
6 ing disciplinary sanctions under AS 08.15.040; and
7 (5) meets additional requirements established under regu-
8 lations adopted by the department.

9 (b) An individual licensed under (a) of this section may renew
10 the license upon evidence satisfactory to the department that the
11 individual has completed continuing education of not less than 12
12 hours per year in courses approved by the department in the law of
13 common interest communities or in business or accounting.

14 Sec. 08.15.020. EXEMPTIONS FROM REQUIREMENT OF LICENSURE. (a)
15 An officer or employee of the Alaska Housing Finance Corporation or of
16 a bank or other financial institution, when acting as a common in-
17 terest community manager, is not required to be licensed under AS 08.-
18 15.010.

19 (b) An individual who is licensed under AS 08.08, when acting as
20 a common interest community manager, is not required to be licensed
21 under AS 08.15.010.

22 (c) An individual who is an officer or a member of the executive
23 board of a common interest community established under AS 34.08 or an
24 officer or a member of the board of directors of a horizontal property
25 regime established under AS 34.07 is not required to be licensed under
26 AS 08.15.010 to manage that common interest community or horizontal
27 property regime.

28 (d) Except for the manager of a horizontal property regime or
29 common interest community established under AS 34.07 or AS 34.08, an

1 employee of a horizontal property regime or common interest community
2 is not required to be licensed under this chapter.

3 Sec. 08.15.030. FEES. The department shall set fees under
4 AS 08.01.065 for each of the following with respect to licensure of
5 common interest community managers:

- 6 (1) application and license;
- 7 (2) application for renewal of license;
- 8 (3) delinquency;
- 9 (4) application for reinstatement;
- 10 (5) duplicate license.

11 Sec. 08.15.040. GROUNDS FOR IMPOSITION OF DISCIPLINARY SANCTIONS
12 ON A COMMON INTEREST COMMUNITY MANAGER. After a hearing, the depart-
13 ment may impose a disciplinary sanction on a common interest community
14 manager licensed under AS 08.15.010 when the department finds that the
15 licensee

- 16 (1) secured a license through deceit, fraud, or intentional
17 misrepresentation;
- 18 (2) engaged in deceit, fraud, or intentional misrepresenta-
19 tion as a common interest community manager;
- 20 (3) has been convicted of a felony or other crime that
21 affects the licensee's ability to continue to act as a common interest
22 community manager;
- 23 (4) failed to comply with a provision of this chapter or a
24 regulation adopted under this chapter, or an order of the department.

25 Sec. 08.15.050. DISCIPLINARY SANCTIONS. (a) When it finds that
26 a common interest community manager licensed under AS 08.15.010 has
27 committed an act listed in AS 08.15.040, the department may impose the
28 following sanctions singly or in combination:

- 29 (1) permanently revoke a license;

- 1 (2) suspend a license for a determinate period of time;
2 (3) censure a licensee;
3 (4) issue a letter of reprimand; or
4 (5) impose limitations or conditions on the work of a li-
5 censee.

6 (b) The department may withdraw a revocation, suspension, limi-
7 tation, condition, or probationary status if the department finds that
8 the deficiency that required the sanction has been remedied.

9 Sec. 08.15.060. PROHIBITED ACTS. Unless an individual is li-
10 censed under this chapter or is exempted from licensure under AS 08.-
11 15.020, the individual may not manage a horizontal property regime or
12 common interest community established under AS 34.07 or AS 34.08.

13 Sec. 08.15.070. PENALTY. An individual who violates AS 08.15.-
14 060 is guilty of a class B misdemeanor.

15 Sec. 08.15.080. REGULATIONS AND PROCEDURES. The department may
16 adopt regulations to implement this chapter. The Administrative
17 Procedure Act (AS 44.62) applies to regulations and proceedings under
18 this chapter.

19 Sec. 08.15.100. DEFINITION. In this chapter, "department" means
20 the Department of Commerce and Economic Development.

21 * Sec. 4. AS 34.08.490(b) is amended to read:

22 (b) A manager licensed under AS 08.15 or [PROFESSIONAL MANAGER,
23 MANAGING AGENT,] accountant, or other person with whom the association
24 has contracted for services shall return all association records
25 within five days of the termination of the contract. If the associa-
26 tion records are not returned within five days, the association may
27 sue for their return and for damages.



Official Business

Alaska State Legislature

SENATE

Committee on Finance

P.O. Box V
State Capitol
Juneau, Alaska 99811

SUMMARY OF AMENDMENTS APPEARING IN CSSB 25 (L&C)

The Labor and Commerce Committee made one amendment to SB 25:

Page 3, line 11 of CSSB 25 (L&C) - Provides that a person licensed under 08.15.010(a) may renew their license after taking 12 hours per year of approved classes. (was 24 hours in the original Bill.)

*This summary plus attached
CSSB 15 (Finance) pulled from
Committee files. Legal Services
reversed its prior opinion
re: constitutionality.*

Original sponsor: Faiks

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 CS FOR SENATE BILL NO. 25 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to common interest community man-
7 agers."

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19 mined by the board or as determined by the department under AS 08.11
20 for audiologists, under AS 08.15 for common interest community man-
21 agers, under AS 08.45 for naturopaths, or under AS 08.55 for hearing
22 aid dealers;

23 (5) designate dates examinations are to be held and notify
24 applicants;

25 (6) publish notice of examinations and proceedings;

26 (7) arrange space for holding examinations and proceedings;

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28 (9) issue licenses or temporary licenses as authorized by
29 the board or as authorized by the department under AS 08.11 for audi-

1 ologists, under AS 08.15 for common interest community managers, under
2 AS 08.45 for naturopaths, or under AS 08.55 for hearing aid dealers;

3 (10) issue duplicate licenses upon submission of a written
4 request by the licensee attesting to loss of or the failure to receive
5 the original and payment by the licensee of a fee established by
6 regulation adopted by the department;

7 (11) notify licensees of renewal dates at least 30 days
8 before the expiration date of their licenses;

9 (12) compile and maintain a current register of licensees;

10 (13) answer routine inquiries;

11 (14) maintain files relating to individual licensees;

12 (15) arrange for printing and advertising;

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14 (17) employ additional help when needed;

15 (18) perform other services that may be requested by the
16 board;

17 (19) provide inspection, enforcement, and investigative
18 services to the boards and for the occupations listed in AS 08.01.010,
19 regarding all licenses issued by or through the department;

20 (20) retain and safeguard the official seal of a board and
21 prepare, sign, and affix a board seal, as appropriate, for licenses
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28 est community manager an individual who

29 (1) is a state resident who is 18 years of age or older;

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3 (4) furnishes evidence satisfactory to the department that
4 the individual has not engaged in conduct that is a ground for impos-
5 ing disciplinary sanctions under AS 08.15.040; and
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8 (b) An individual licensed under (a) of this section may renew
9 the license upon evidence satisfactory to the department that the
10 individual has completed continuing education of not less than 12
11 hours per year in courses approved by the department in the law of
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25 AS 08.15.010 to manage that common interest community or horizontal
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13 manager licensed under AS 08.15.010 when the department finds that the
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16 misrepresentation;

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19 (3) has been convicted of a felony or other crime that
20 affects the licensee's ability to continue to act as a common interest
21 community manager;

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- 29 (2) suspend a license for a determinate period of time;

1 (3) censure a licensee;
2 (4) issue a letter of reprimand; or
3 (5) impose limitations or conditions on the work of a li-
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6 tation, condition, or probationary status if the department finds that
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9 censed under this chapter or is exempted from licensure under AS 08.-
10 15.020, the individual may not manage a horizontal property regime or
11 common interest community established under AS 34.07 or AS 34.08.

12 Sec. 08.15.070. PENALTY. An individual who violates AS 08.15.-
13 060 is guilty of a class B misdemeanor.

14 Sec. 08.15.080. REGULATIONS AND PROCEDURES. The department may
15 adopt regulations to implement this chapter. The Administrative
16 Procedure Act (AS 44.62) applies to regulations and proceedings under
17 this chapter.

18 Sec. 08.15.100. DEFINITION. In this chapter, "department" means
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20 * Sec. 4. AS 34.08.490(b) is amended to read:

21 (b) A manager licensed under AS 08.15 or [PROFESSIONAL MANAGER,
22 MANAGING AGENT,] accountant, or other person with whom the association
23 has contracted for services shall return all association records
24 within five days of the termination of the contract. If the associa-
25 tion records are not returned within five days, the association may
26 sue for their return and for damages.

5/1/90 H (Jud)

FISCAL NOTE

REQUEST:

Revision Date: _____
 Title: An Act relating to common interest community managers.
 Sponsor: Senator Faiks
 Requestor: House Judiciary
 Agency Affected: Commerce & Econ. Dev.
 BRU: Occupational Licensing
 Components: Administration

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 91	FY 92	FY 93	FY 94	FY 95	FY 96
PERSONAL SERVICES	7.9	7.9	7.9	7.9	7.9	7.9
TRAVEL						
CONTRACTUAL	1.5	1.5	1.5	1.5	1.5	1.5
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	9.4	9.4	9.4	9.4	9.4	9.4
CAPITAL						
REVENUE	5.0	5.0	.5	6.0	.5	7.0

FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER	9.4	9.4	9.4	9.4	9.4	9.4
TOTAL	9.4	9.4	9.4	9.4	9.4	9.4

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary) No fiscal impact for FY 90.
 This fiscal note is based on the assumption that 50 individuals will be licensed initially, with a growth rate of at least five new applicants each year. The revenues to be generated are assuming licensees will pay \$50.00 per year and renew on a biennial cycle.

Prepared by: Jennifer Strickler, Administrative Officer Phone: 465-2144
 Division: Occupational Licensing Date: 4/28/90
 Approved by Commissioner: Larry Merculieff Date: 5/30/90
 Agency: Department of Commerce & Economic Development

Distribution (by preparer):
 Legislative Finance
 Legislative Sponsor
 Requestor
 Office of Management and Budget
 Impacted Agency(ies)
 3253D-1/043090c

CONTINUATION OF FISCAL NOTE ANALYSIS - CSSB 25 (L&C)

The differences in revenues and costs are expected to be covered by the division's operating budget until the fees are reassessed.

Calculations for this fiscal note assume that common interest community managers, like all other licensing programs, will be responsible for sharing in the administrative costs of the division. Therefore, based on 50 licensees, common interest community managers will be responsible for covering .019% of the administrative costs. The .019% is derived by dividing the anticipated number of licensees (50) into the total number of licensees (26,995), not including business licenses.

2/1/89
S(LIC) 1001 F

FISCAL NOTE

REQUEST:

Revision Date: _____
Title: An Act relating to common interest community managers.
Sponsor: Senator Faiks
Requestor: _____

Agency Affected: Commerce & Economic Dev.
PRU: Occupational Licensing
Components: Administration

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94
PERSONAL SERVICES		7.9	7.9	7.9	7.9	7.9
TRAVEL						
CONTRACTUAL		1.5	1.5	1.5	1.5	1.5
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		9.4	9.4	9.4	9.4	9.4

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

REVENUE		5.0	.5	6.0	.5	7.0
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER GF/PR		9.4	9.4	9.4	9.4	9.4
TOTAL		9.4	9.4	9.4	9.4	9.4

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

This fiscal note is based on the assumption that 50 individuals will be licensed initially, with a growth rate of at least 5 new applicants each year. The revenues to be generated are assuming licensees will pay \$50 per year and renew on a biennial cycle. The difference in revenues and costs are expected to be covered by the division's operating budget, until the fees are reassessed.

Prepared by: Jennifer Strickler, Administrative Officer Phone: 465-2144
Division: Occupational Licensing Date: January 18, 1989

Approved by Commissioner: Larry Merculieff Date: 1/31/89
Agency: Commerce and Economic Development

Distribution (by preparer):

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

RECEIVED
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CONTINUATION OF FISCAL NOTE ANALYSIS

For Bill/Resolution No. SB 25

Calculations for this fiscal note assume that common interest community managers, like all other licensing programs, will be responsible for sharing in the administrative costs of the division. Therefore, based on 50 licensees, common interest community managers will be responsible for covering .19% of the administrative costs. The .19% is derived by dividing the anticipated number of licensees (50) into the total number of licensees (26,995), not including business licenses.