ALB Hearing

Anchorage Daily News
PO Box 149001
Anchorage 99514
switchboard 257-4200

Anchorage Times
PO Box 40
Anchorage 99510
switchboard 263-9000

---

2 white copies to paper; I
keep yellow

McKee sign pink copy
pink & blue → Judy Tobacco

LEGISLATIVE TELECONFERENCE NETWORK

SIGN-IN SHEET

SPONSOR: Sen Williams

SUBJECT: Longevity Bonus

START/END TIME: 10:00 AM 1:30 DATE: 2-18-89

PLEASE PRINT

	NAME/REPRESENTING	ADDRESS	PHONE #	TESTIFY	OBSERVE	BILL #
1	George W. Immergut	650 W Potter 99502	349 89	no	✓	
2	Lily Lendermilk	12441 Louderwilk Cir	346-7671	✓		
3	Tommie & Eula Cleveland	227 Smith Rd	272-4894		✓	
4	Chris L. Gordon	P.O. Box 230196	562-3902		✓	
5	Ethel Oliver	843 W 11th # 405	278-1012		✓	
6	Sylvia Wittmer	7216 Violet Place	243-3701		✓	
7	Jean McGuire	1911 Kenekokenai	349-3166	✓	✓	
8	Jorge C. Hix	3130 W 62nd Ave. 99502	243-2887	✓		
9	Helen E Starbird	3041 Lois Dr #412	276-5726		✓	
10	Jack Starbird	"	"		✓	
11	Joseph R. Henri	C/o Commonwealth North	279-1493	✓		
12	ELINORE FRETZS	PO Box 91167 99509	563 2700		✓	
13	HAROLD PIXLER	4030 LORE Rd	349 3308	✓	✓	
14	LEORA S. EBERLEIN	600 W. 76th AVE. #307	349-8838		✓	
15	EARL MILLER	332 TAYLOR ST	277 8604		✓	
16	DUANE HEYMAN	ANCHORAGE CHAMBER OF COM. 437 E. ST ANCH 99501	272-2401	✓		
17	Earl Plumb	1212 H. St. Anchorage 99501	272 2929		✓	
18	George L. Arcand	4530 O'Malley Rd 99516	346 2260		✓	

LEGISLATIVE TELECONFERENCE NETWORK

SIGN-IN SHEET

Page 2

SPONSOR: Sen Aslaian

SUBJECT: Longevity Bonus

START/END TIME: 10:00 AM 1:30 DATE: 2-18-89

PLEASE PRINT

	NAME/REPRESENTING	ADDRESS	PHONE#	TESTIFY	OBSERVE	BILL #
1	K Nadine Prue	2209 Douglas Dr Anch 99517	243-3807		X	
2	ETIENNE TESSORE	2625 ARLINGTON DR. ANC. 99517	272-6693		X	
3	FLORENCE CRR	2110 DAWNLIGHT CT	279-3001		X	
4	MARILYN SCOTT (CARTA)	PO Box 112827 Anch AK 99511	345-1698	X		
5	Ken Crewdson	200 West 34th Ave. #204 Anchorage AK 99503	344-2071		X	
6	JULIE PETRO / AFN	411 W. 4th Ave Suite 301 Anch AK 99501	274-3611	X		
7	Stanley R. Christensen	PO BOX 190744 ANCHORAGE AK 99519	279-2336	X		
8	Elizabeth R Christensen	PO Box 190744 Anch. AK 99519	279-2336	X		
9	Michael Patak	3600 E 68TH AVE ANCHORAGE	344-5139	X		
10	Pierce Larson	11300 Snow line	346-2264		X	
11	J Chester Gordon	1521 McHugh Ln	272-7039	X		
12	Bob VanHuss	1513 McHugh LN	272-7070		X	
13	Emma Mathews	9499 Brayton Dr Sp 11	349-6454		X	
14	Timothy Twitchell	7500 Margaret Circle 99518	344-0085		X	
15	Ethel Rough	2606 Sorbus Cir	276-4059		X	
16	Andrew Ohls	926 R Street	272-7603		X	
17	[illegible]	1540 K St Anch	272-1320		X	
18	Mark Chapman	250 S Hyt Anch 99508	333-5834		X	

LEGISLATIVE TELECONFERENCE NETWORK

(28)

SIGN-IN SHEET Page 3

SPONSOR: Sen Affairs

SUBJECT: Land Trusty Bonus

START/END TIME: 10:00 AM 1:30 DATE: 2-18-84

PLEASE PRINT

	NAME/REPRESENTING	ADDRESS	PHONE#	TESTIFY	OBSERVE	BILL #
1	Jack Anderson	1430 W 12th Ave	272-9293	Testify		
2	✓	—				
3	Frank Rose	1361 W. 12th	272-2218	✓		
4	Lucile E Basham	1010 W 25th #2	272-1492		✓	
5	Gwen H. Ross	4300 Harrison St	562-4619		X	
6	Dorothy Emmons	3706 Woodland Park Dr	243-3001		✓	
7	Karl Francke	3206 " "	"		✓	
8	Leo Stratson		344	84	54	
9	Etta Mae Sams	~~[illegible]~~	344	3	45	4
10	Al Comisket	1649 Birchwood St	279-4357	✓	✓	
11	Jean M Comiskey	1649 Birchwood St	279-4357		X	
12	Ellen Lockhart	1769 Diamond Dr	561-8274		✓	
13	Forrest E. Lockhart	1769 Diamond Dr.	" "		✓	
14	George W. Rhoton	1101 Cordova St. #323 Anchorage 99501	278-9262		✓	
15	Rosemary Lowery	2961 Wesleyan Dr Anch 99508	333-4714	✓		
16	Lyle W. Reed	1037 W-16th	272-4065		X	
17	Anita Gemp	3529 E 67th Ave	349-1336		X	
18	EDNA ADRIAN	1280 E. 17th Ave., Apt. 322	276-2886	✓		

LEGISLATIVE TELECONFERENCE NETWORK

SIGN-IN SHEET Page 4

SPONSOR: Sen Aliesia

SUBJECT: Longevity Bonus

START/END TIME: 10:00 / 1:30 DATE: 2-18-89

PLEASE PRINT

	NAME/REPRESENTING	ADDRESS	PHONE #	TESTIFY	OBSERVE	BILL #
1	Rosemary Carlow	Box 91371	279-1740		✓	
2	Irwin Carlow	" "	"		✓	
3	Joann Gallagher	448 Aurora Dr.	277-783[illegible]		✓	
4	Margaret Green	3301 Princeton	272 5033	✓		
5	CHARLES GALLAGHER	448 AURORA	277-783[illegible]		✓	
6	Bonnie Parker	2104 McKinley Anch	248-4714			
7	Charles Parker	2104 McKinley Anch 99517	248-4714		✓	
8	CHARLOTTE H. STUART	1628 Wickersham 99501	562-5485		✓	
9	JOHN A. KRIER	1575 H. STREET ANCH. 99501	2768724	No	Time ✓	
10	Jean Smith	Box 1928 Anchorage	277-6013			
11	Ervin D. McKenzie	1335 W 12 Ave Anch 99501	277-0448	✓		
12	MARY A. McKENZIE	1335 W 12th Ave Anch 99501	277-0448			
13	Enrique M. Tutaan	1631 Thwa Ave Anch Ak. 99502	563-7504			
14	SHIRLEY R. DAFFERN	1337 W 13th Ave	279-1819			
15	Robert D. Daffern	1337 W 13th Ave	279-1819			
16	JAMES H. McMAHON	317 E MANOR	277-6153			
17	BETTY McMAHON	317 E MANOR	277-6153			
18	[illegible]	[illegible]	[illegible]			

LEGISLATIVE TELECONFERENCE NETWORK

SIGN-IN SHEET Page 5

SPONSOR: Sen Aldrich

SUBJECT: Longitudinal Bonds

START/END TIME: 10:00 AM 1:30 DATE: 2-18-89

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1	James N. Nordland	1816 Parkside Dr	276-6816		✓	
2	Mike Burns	4169 Westwood	2481530		✓	
3						
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STATE OF ALASKA
ADVERTISING ORDER

SEE BOTTOM FOR INVOICE ADDRESS

ADVERTISING ORDER NO.

AO- 3170512

FROM	Legislative Affairs Agency Senate State Affairs Committee PO Box Y Juneau, AK 99811
TO PUBLISHER	Anchorage Times Anchorage, AK Fax No. 276-9327 ATTN Heidi

AGENCY CONTACT: Sandra Schubert

DATE OF A.O.:

PHONE: (907) 465-4522

DATES ADVERTISEMENT REQUIRED: 2-16-87

THE MATERIAL BETWEEN THE DOUBLE LINES MUST BE PRINTED IN ITS ENTIRETY ON THE DATES SHOWN.

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FIN	AMOUNT	SY	CC	PGM	LC	ACCT	FY	NMR	OPEN ITEM TYPE	NUM	LINE	FLT
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2												
3												
4												

REQUISITIONED BY:

DIVISION APPROVAL

REMITTANCE ADVICE

CERTIFICATION: I certify that the facts herein and on supporting documents are correct that this voucher constitutes a legal charge against funds and appropriations cited that sufficient funds are encumbered to pay this obligation or that there is a sufficient unencumbered balance in the appropriation cited to cover this obligation. I am aware that certifying false, inaccurate or misleading documents constitutes an unsworn falsification under AS 11.56.210.

CERTIFYING OFFICER'S PRINTED NAME	CERTIFYING OFFICER'S SIGNATURE	DATE

02-901 (Rev. 6-85)

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STATE OF ALASKA
ADVERTISING ORDER
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NOTICE TO PUBLISHER
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ADVERTISING ORDER NO.
AO- 3190512

FROM
Legislative Affairs Agency
Senate State Affairs Committee
PO Box Y
Juneau, AK 99811

AGENCY CONTACT: Sandra Schubert
PHONE: (907) 465-4522
DATE OF A.O.:

DATES ADVERTISEMENT REQUIRED:
2-16-89

TO PUBLISHER
Anchorage Times
Anchorage, AK
Fax. No. 263-9329 ATTN: Heidi

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STATE OF ALASKA
ADVERTISING ORDER

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ADVERTISING ORDER NO.

AO- 3190513

FROM	Legislative Affairs Agency State Capitol Affairs Committee PO Box 1 Juneau AK 99811	AGENCY CONTACT: Sandra Schulze PHONE: (907) 465-4372	DATE OF A.O.
TO PUBLISHER	Anchorage Daily News Anchorage, AK Fax No. 279-7110 ATTN: [illegible]	DATES ADVERTISEMENT REQUIRED: 3-16-89 THE MATERIAL BETWEEN THE DOUBLE LINES MUST BE PRINTED IN ITS ENTIRETY ON THE DATES SHOWN. SPECIAL INSTRUCTIONS:	

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REQUISITIONED BY:

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REMITTANCE ADVICE

CERTIFICATION: I certify that the facts herein and on supporting documents are correct that this voucher constitutes a legal charge against funds and appropriations cited that sufficient funds are encumbered to pay this obligation or that there is a sufficient unencumbered balance in the appropriation cited to cover this obligation. I am aware that certifying false, inaccurate or misleading documents constitutes an unsworn falsification under AS 11.56.210.

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02-901 (Rev. 6-85)

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PIONEER BUSINESS FORMS 49784

STATE OF ALASKA
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ADVERTISING ORDER NO.
AO-3190513

FROM
Legislative Affairs Agency
Senate State Affairs Committee
PO Box Y
Juneau, AK 99811

AGENCY CONTACT: Sandra Schubert
DATE OF A.O.:
PHONE: (907) 465-4522

TO PUBLISHER
Anchorage Daily News
Anchorage, AK
Fax No: 279-8170 ATTN: Jana

DATE ADVERTISEMENT REQUIRED: 2-16-89

THE MATERIAL BETWEEN THE DOUBLE LINES MUST BE PRINTED IN ITS ENTIRETY ON THE DATES SHOWN.

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FIN	AMOUNT	SY	CC	PGM	LC	ACCT	FY	NMR DIST	NMR LIQ
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4									

REQUISITIONED BY:

DIVISION APPROVAL

THE ~~HOUSE AND~~ SENATE Committee
on ~~COMMITTEES FOR~~ STATE AFFAIRS
will ~~meet~~ hold a public ~~meeting~~ hearing on

The ~~Future of the Permanent Fund~~

Longevity Bonus Program and SB 5, an Annuity Plan

Saturday, ~~January 28~~ February 18, 1989
10 AM to ~~5~~ 1 PM
Anchorage Legislative Information Office
3111 C Street • ~~Ground~~ 5th Floor Conference Room
Teleconference linkups from most major Alaska cities

For more information contact:

~~Rep. H. A. "Red" Boucher • 465-4931~~
~~Chairman, House Committee on State Affairs~~
Senator ~~Sen.~~ Pat Pourchot • 465-~~3859~~ 4522
Chairman, Senate Committee on State Affairs

2 column by 4"
Thursday morning paper - prefer

(AO # 3190513)
prefer Metro section

Anchorage Daily News
Jana Fax 279-8170

PIONEER BUSINESS FORMS 49784

STATE OF ALASKA
ADVERTISING ORDER
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AO- 3190506

FROM
Legislative Affairs Agency
Senate State Affairs Committee
PO Box Y
Juneau, AK 99811

AGENCY CONTACT: Sandra Schubert
PHONE: (907) 465-3712
DATE OF A.O.:

TO PUBLISHER
Anchorage Times
Anchorage, Alaska

DATES ADVERTISEMENT REQUIRED: 1-27-89

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(2 column by 4 inch)

Anch Daily News
Thurs AM
Jana 257-4262
Fax 279-8170
$167.20

need by Monday

Thurs. PM
Anch Times
(Heidi Fax 263-9329
263-9311
1/23/89 $ 97.92)

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FIN	AMOUNT	SY	CC	PGM	LC	ACCT	FY	NMR DIST	NMR LIQ
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DIVISION APPROVAL X

PAYMENT APPROVAL
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DATE 1/23/89
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ACCOUNT Session

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uld be that mail-ordered mer- the original packaging and as items as possible. Sometimes panies so returns

Bud

Stanfield, respectively. Rivenbark is sales and service supervisor at AVA In-

Technical Review Board since August 1986. Ray is a family community leader-

Times 2/16 B2

THE SENATE COMMITTEE
ON STATE AFFAIRS

will hold a public hearing on

The Longevity Bonus Program and SB5, an Annuity Plan

Saturday, February 18, 1989
10 AM to 1 PM

Anchorage Legislative Information Office
3111 C Street • 5th Floor Conference Room
Teleconference linkups from most major Alaska cities

For more information contact:

Senator Pat Pourchot - 465-4522
Chairman, Senate Committee on State Affairs

377
(ALASK
JUNI

Bourse
Souvenir C
FRE

9:00 A.M. - 10:0
LOBBY DOWNTO
(BETWEEN THE

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CERT
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ther King, Jr.
Peace Choir
ina Graham

School Auditorium
February 18, 1989

Guests
Children's Choir
anet Stotts

mission —

Affairs Council
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FALEA
& Poet,
D.C.

Topic:
LF:
TINE

ruary 17, 1989
OTEL 12 NOON

No Reservations Required
COFFEE/LECTURE $4.00
COFFEE/PASTRY $6.00

Watch the CBS Evening News with Dan Rather at 5PM, then....

WATCH WHAT'S HAPPENING THURSDAY!

5:30
KTVA EYEWITNESS NEWS
with
Steve MacDonald
and
Lauren Maxwell

6PM
WHEEL OF FORTUNE

6:30
JEOPARDY!

7PM
Step into the life-and-death world of the homeless.
Anchored by Dan Rather.
48 HOURS

8PM
When desperadoes take his kids, he takes desperate action.
PARADISE

Senator Pat Pourchot, Chair
Senate State Affairs Comm.
February 18, 1989

HISTORY AND PARTICIPATION RATES IN ALASKA LONGEVITY BONUS PROGRAM

Currently nearly 18,000 Alaskan seniors participate in the Longevity Bonus Program as compared to 3,641 participants when the program was instituted in 1973. During this time the cost rose from $4 million to $54 million in FY 89 and continues to grow at a rate of between $3-$4 million per year.

Prior to 1984 only those Alaskans who were age 65 or older with 25 years of continuous residency were eligible to receive the bonus. In 1984, the 25 year residency requirement was found unconstitutional and the legislature reduced the requirement to one year. Of the 6,354 people who joined the ALB Program between 1985 and 1987, 27% moved to Alaska during the 1980's. One out of five new applicants has been here only the minimum one year needed to qualify for the program.

SB 5 - THE LONGEVITY BONUS/ANNUITY PROGRAM

The Longevity Bonus Under SB 5

SB 5 creates two categories of persons:

1) Those who become 65 on or before January 1, 1991 will qualify for the current Longevity Bonus Program and will continue to receive the FULL $250 monthly bonus payment for life. They will also receive the full Permanent Fund Dividend. They may NOT participate in the Annuity Program.

2) Those who become 65 after January 1, 1991 will receive a declining Longevity Bonus payment. They also have the OPTION of participating in the Annuity Program.

Stays Both Certificates

The Annuity Under SB 5 (for persons turning 65 after 1/1/91)

To participate in the Annuity Program, one must contribute all or a portion of their Permanent Fund Dividend into an annuity account.

Guaranteed $250 only through period of declining bonus.

Persons who choose to contribute 100% of all Permanent Fund Dividends for the maximum length of time will receive a COMBINED Longevity Bonus payment and annuity payment totalling $250 per month. Persons who contribute less than 100% of all their dividends will receive a smaller annuity payment, thus the combined Longevity Bonus and annuity payment will be less than $250 per month.

will actually receive more if start in early age at half age

Then, purely function of amt in individual annuity account — no relation anymore to 250.

The Annuity Program has the advantage of gradually phasing out the Longevity Bonus Program, and participation is open to all residents. However, it is complicated and costly to administer; it tends to discriminate against persons with low-income; annuity payments may affect eligibility for federal programs; and state savings depend on continued full payment of permanent fund dividends.

FIGURE 1 Alaska Longevity Bonus Program Under Senate Bill 5

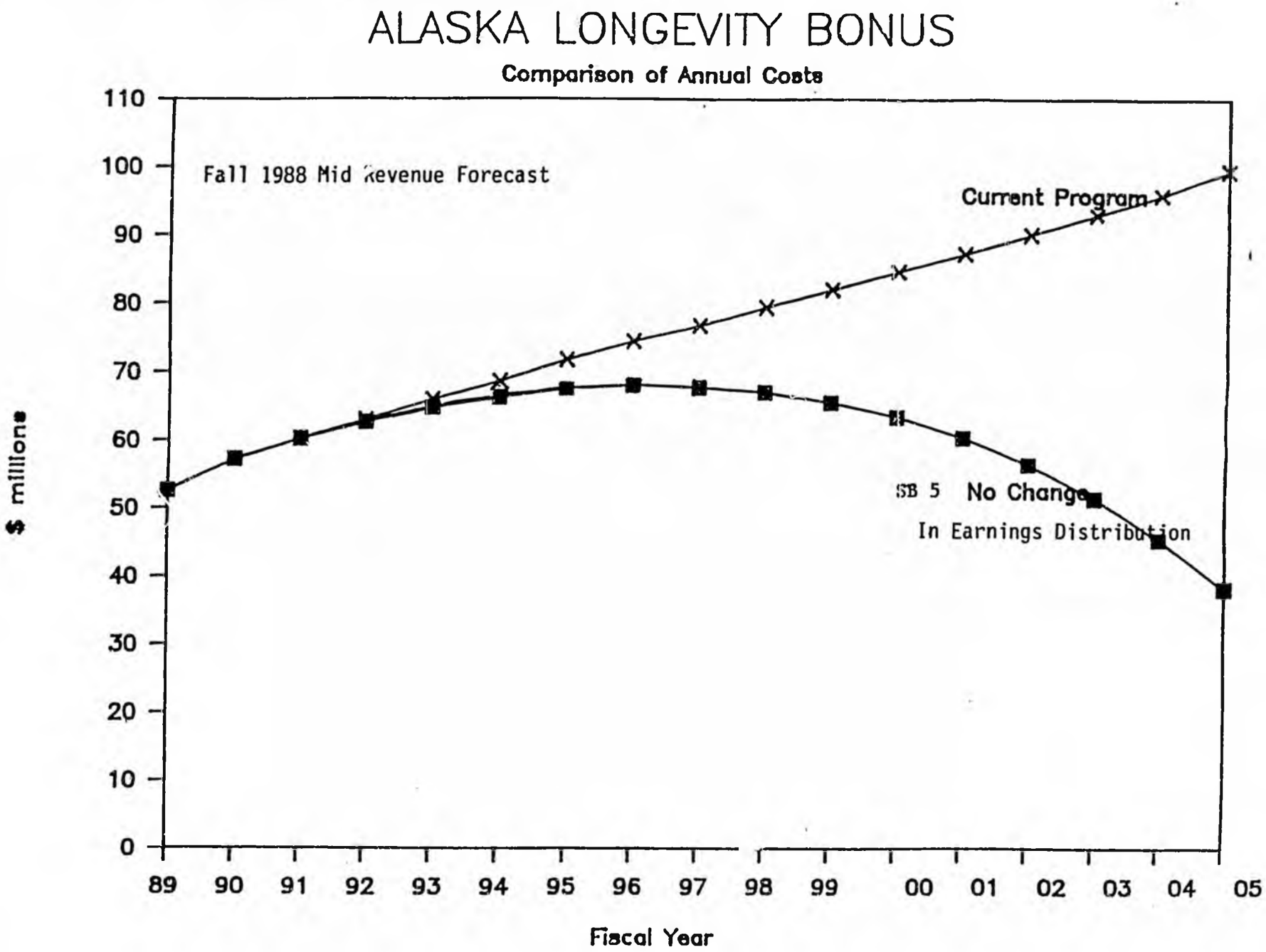

FIGURE 2 Comparison of Proposals to Reduce the Cost of the Alaska Longevity Bonus Program

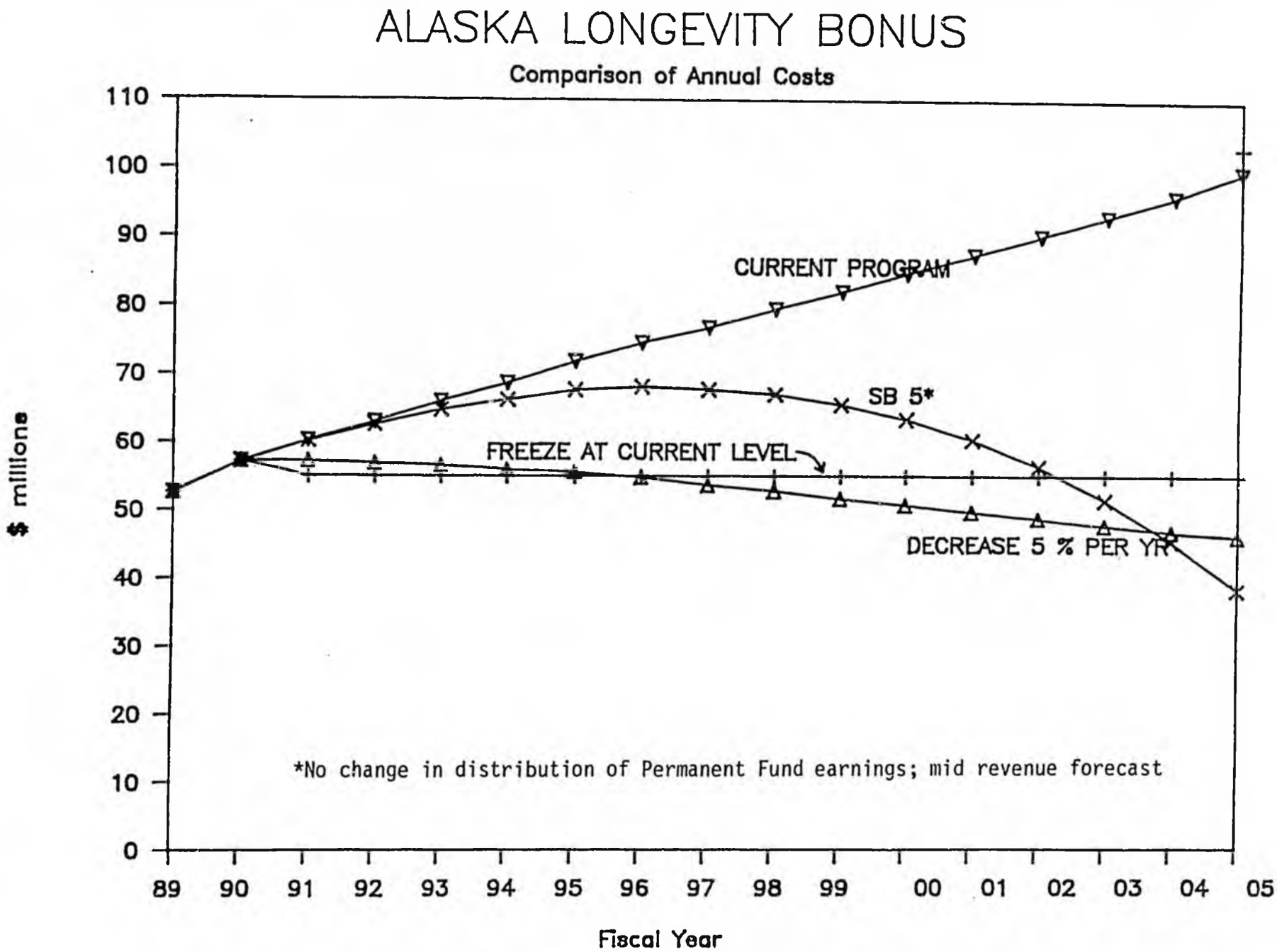

FIGURE 3 Comparison of Proposals to Reduce the Cost of the Alaska Longevity Bonus Program

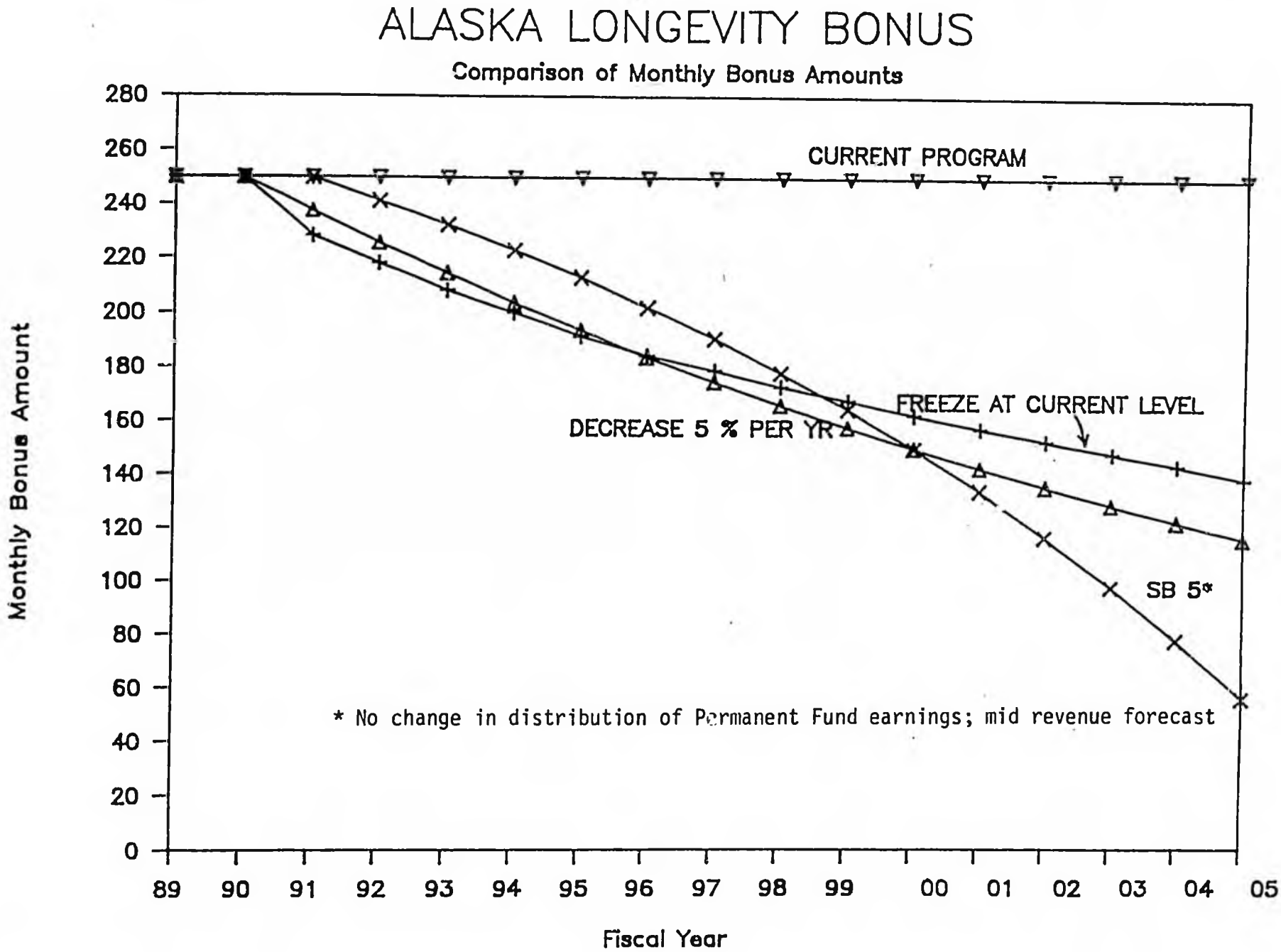

TABLE 1
MONTHLY ANNUITY PAYMENTS POSSIBLE FROM INVESTMENT OF PERMANENT FUND DIVIDENDS IN AN ANNUITY

No Change in Distribution of Permanent Fund Earnings
Revenue Forecast: Mid

		CASE A		CASE B	
		Persons Turning 65 on Jan. 2, 1991		Persons Turning 65 in Following Years	
Fiscal Year	Dividend Received	Monthly Annuity Payment	Monthly Longevity Bonus Payment	Monthly Annuity Payment	Monthly Longevity Bonus Payment
1991	$ 882	$	$ 250.00	$	$ 250.00
1992	801	8.83	241.17	8.68	241.32
1993	842	17.62	232.28	17.92	232.08
1994	885	27.08	222.92	28.42	221.58
1995	915	37.24	212.76	40.33	209.67
1996	960	47.99	202.01	53.62	196.38
1997	1,010	59.56	190.44	68.58	181.42
1998	1,062	72.08	177.92	85.42	164.58
1999	1,116	85.64	164.36	104.32	145.68
2000	1,171	100.36	149.64	125.49	124.51
2001	1,221	116.28	133.72	149.15	100.85
2002	1,269	133.52	116.48	175.47	74.53
2003	1,317	152.09	97.91	204.66	45.34
2004	1,366	172.13	77.87	236.99	13.01
2005	1,415	193.80	56.20	272.74	0.00

Notes:

1. Estimates of monthly annuity payments based on Department of Revenue projections of future Permanent Fund Dividends (Fall 1988) and an interest rate of 9%.

2. Life expectancy va[illegible]s were provided by the Alaska Department of Labor, Demographic Report No. 1[illegible]r 1986.

Taken from House Research Agency Report 89.173S (January 1989).

TABLE 2

EFFECT OF CHANGES IN THE DISTRIBUTION OF PERMANENT FUND EARNINGS ON THE COST OF THE LONGEVITY BONUS PROGRAM AS MODIFIED BY SENATE BILL 5

Department of Revenue Fall 1988 Projections of Future PFDs
Revenue Forecast: Mid

	Number of Recipients		No Change in PF Earnings Distribution		Senate Joint Resolution 5 (Budget Stabilization Fund) Capital Gains=10 %		Senate Joint Resolution 5 (Budget Stabilization Fund) Capital Gains=20 %		House Joint Resolution 13 (Education Endowment Account)		Current Program	
Fiscal Year	Age 65 by 1-1-91	Age 65 after 1-1-91	Bonus Amount	Annual Cost	Bonus Amount	Annual Cost	Bonus Amount	Annual Cost	Bonus Amount	Annual Cost	Bonus Amount	Annual Cost
1989	17,[illegible]2	0	$250	52.6	$250	52.6	$250	52.6	$250	52.6	$250	$52.6
1990	19,065	0	250	57.2	250	57.2	250	57.2	250	57.2	250	57.2
1991	18,159	1,919	250	60.2	250	60.2	250	60.2	250	60.2	250	60.2
1992	17,258	3,762	241	62.7	241	62.7	241	62.7	243	62.7	250	63.1
1993	16,362	5,655	232	64.9	234	65.0	235	65.0	236	65.1	250	66.1
1994	15,473	7,443	223	66.3	227	66.7	229	66.9	230	67.0	250	68.7
1995	14,606	9,357	213	67.7	220	68.5	222	68.8	225	69.1	250	71.9
1996	13,753	11,116	202	68.2	212	69.5	215	70.0	219	70.5	250	74.6
1997	12,918	12,713	190	67.8	204	69.8	207	70.4	213	71.3	250	76.9
1998	12,101	14,439	178	67.1	194	70.0	199	70.7	207	72.1	250	79.6
1999	11,296	16,074	164	65.6	184	69.3	188	70.2	200	72.5	250	82.1
2000	10.507	17,758	150	63.4	171	68.0	176	69.0	193	72.6	250	84.8
2001	9,733	19,418	134	60.4	157	65.8	162	66.8	185	72.3	250	87.5
2002	8,978	21,098	116	56.4	141	62.6	145	63.6	177	71.8	250	90.2
2003	8,245	22,785	98	51.5	123	58.4	126	59.3	168	70.8	250	93.1
2004	7,533	24,482	78	45.5	104	53.2	107	53.9	159	69.4	250	96.0
2005	6,846	26,361	56	38.3	83	46.9	85	47.5	150	67.9	250	99.6
Cumulative Cost				$1,015.8		$1,066.4		$1,075.0		$1,145.2		$1,304.3

Note: The bonus amounts shown are the amounts that would be paid to persons turning 65 years after January 1, 1991; persons turning 65 years prior to January 1, 1991 would receive a $250 monthly bonus.

Prepared by the House Research Agency, January 1989 (89-173Q).

TABLE 3
COMPARISON OF OPTIONS FOR REDUCING THE COST OF THE ALASKA LONGEVITY BONUS PROGRAM

		Freeze Appropriations and Reduce the Bonus Amount Pro Rata						Reduce Bonus Amount 5 Percent Per Year		Senate Bill 5: No change in PFD; mid revenue forecast		Current Program	
		@ $50 million		@ $55 million		@ $60 million							
Fiscal Year	Number of Recipients	Bonus Amount	Annual Cost	Bonus Amount	Annual Cost	Bonus Amount	Annual Cost	Bonus Amount	Annual Cost	Bonus Amount**	Annual Cost	Bonus Amount	Annual Cost
1989	17,542	$250	$52.6	$250	$52.6	$250	$52.6	$250	$52.6	$250	52.6	$250	$52.6
1990	19,065	250	57.2	250	57.2	250	57.2	250	57.2	250	57.2	250	57.2
1991	20,077	208	50.0	228	55.0	249	60.0	238	57.2	250	60.2	250	60.2
1992	21,020	198	50.0	218	55.0	238	60.0	226	56.9	241	62.7	250	63.1
1993	22,017	189	50.0	208	55.0	227	60.0	214	56.6	232	64.9	250	66.1
1994	22,917	182	50.0	200	55.0	218	60.0	204	56.0	223	66.3	250	68.7
1995	23,963	174	50.0	191	55.0	209	60.0	193	55.6	213	67.7	250	71.9
1996	24,869	168	50.0	184	55.0	201	60.0	184	54.8	202	68.2	250	74.6
1997	25,631	163	50.0	179	55.0	195	60.0	175	53.7	190	67.8	250	76.9
1998	26,540	157	50.0	173	55.0	188	60.0	166	52.8	178	67.1	250	79.6
1999	27,370	152	50.0	167	55.0	183	60.0	158	51.8	164	65.6	250	82.1
2000	28,265	147	50.0	162	55.0	177	60.0	150	50.8	150	63.4	250	84.8
2001	29,152	143	50.0	157	55.0	172	60.0	142	49.7	134	60.4	250	87.5
2002	30,076	139	50.0	152	55.0	166	60.0	135	48.8	116	56.4	250	90.2
2003	31,030	134	50.0	148	55.0	161	60.0	128	47.8	98	51.5	250	93.1
2004	32,015	130	50.0	143	55.0	156	60.0	122	46.8	78	45.5	250	96.0
2005	33,208	125	50.0	138	55.0	151	60.0	116	46.2	56	38.3	250	99.6
Cumulative Cost			$859.8		$934.8		$1,009.8		$895.4		$1,015.8		$1,304.3

** The bonus amount given for the Senate Bill 5 option is the amount that a person turning 65 years after January 1, 1991 would receive; persons turning 65 years prior to January 1, 1991 would receive a $250 monthly bonus. For the current program and the other options, all persons 65 years and older would receive the listed bonus amount.

Prepared by the House Research Agency, January 1989 (89-173C).

SB 5
Longevity Bonus

2/18 Teleconference

All Sites statewide incl. Anch. Pion. Home, Homer, Wrangell

10am - 1 pm (+ reserve tele. → 1:30)

Anch 410 (561-7007) Barbara
Downstairs conference rm.

Juu location
Butrovich Rm
Glenn x4648

Bridge No. 562-2867

Anch Pion. Home 276-3414 ext. 211
Recreation Dept
923 W. 11th Ave 99501
ATTN: Jo Sharma and I spoke to (Jo Anderson)

FAX 276-6006

Pat Fix
Ella Blade = Sat. contact

send back up

incl. interim report on health care
Interim Health Care Comm Final Report

will fax 561-2003 Diane Hays, visiting senator's

Invited to attend:

yes ✓ Norma Phillips, Common Sense — DOA profile paper coming — 276-7648

yes ✓ Wayne Heiman, Anch C of C — hasn't taken position, 3d meeting Sat. — 272-2401

yes Joseph Henry, Commonwealth North — 276-1414

2-10 will check & get back to me ✓ Julie Kitka, AFN (needs based) — 274-3611

SC Timber 279-1493

258-2426 FAX

AFN TESTIMONY ON SENATE BILL 5
BEFORE THE SENATE STATE AFFAIRS COMMITTEE
FEBRUARY 18, 1989

GOOD MORNING, MY NAME IS JULIE PETRO AND I AM THE PUBLIC AFFAIRS COORDINATOR FOR THE ALASKA FEDERATION OF NATIVES. AFN IS A STATEWIDE NON-PROFIT ORGANIZATION WHICH SERVES AS AN ADVOCATE ON BEHALF OF ALASKA NATIVE PEOPLE. OUR BOARD OF DIRECTORS CONSISTS OF A MEMBER FROM EACH OF THE 13 NATIVE REGIONAL CORPORATIONS, 10 REGIONAL NON-PROFIT ASSOCIATIONS WHICH DELIVER HEALTH AND HUMAN SERVICES TO THEIR RESPECTIVE REGIONS, AND 13 MEMBERS WHO REPRESENT VILLAGE CORPORATIONS AND TRIBES. ON BEHALF OF OUR TWO CO-CHAIRMEN, HENRY IVANOFF AND MARY JANE FATE, I WOULD LIKE TO THANK YOU FOR THE OPPORTUNITY TO TESTIFY THIS MORNING.

AFN WOULD LIKE TO GO ON RECORD IN OPPOSITION TO SENATE BILL 5 - WE FEEL THAT AMONG THOSE WHO WOULD BE MOST SERIOUSLY AFFECTED BY THE PROPOSED ANNUITY PROGRAM ARE NATIVE ELDERS LIVING IN RURAL AREAS WHO ARE NOT FINANCIALLY WELL OFF.

AFN IS VERY CONCERNED ABOUT THE ABILITY OF RURAL RESIDENTS TO MEET THEIR MOST BASIC NEEDS. AFN RECENTLY RELEASED A REPORT ENTITLED "THE AFN REPORT ON THE STATUS OF ALASKA NATIVES: A CALL FOR ACTION." THIS REPORT CONTAINS AN ANALYSIS OF THE ECONOMIC CONDITION IN RURAL ALASKA AND WE URGE YOU TO SERIOUSLY LOOK AT THIS DATA.

FOR EXAMPLE, THE PER CAPITA INCOME IN WESTERN ALASKA - WHICH IS 85% ALASKA NATIVE - IS SIGNIFICANTLY BELOW THE STATE AND NATIONAL AVERAGES. IN 1986, THE AVERAGE ALASKAN MADE $17,400 A YEAR, THE AVERAGE AMERICAN $14,200. BUT, THE AVERAGE

NATIVE LIVING IN WESTERN ALASKA MADE $11,300. IN ADDITION TO HAVING LESS INCOME, THE MONEY THAT FAMILIES DO HAVE IS WORTH LESS: A FAMILY IN KOTZEBUE, BETHEL OR THE NOME REGION SPENDS 62% MORE PER WEEK ON FOOD, 165% MORE ON ELECTRICITY, AND 46% MORE ON A BARREL OF HEATING OIL THAN DOES A FAMILY OF 4 IN ANCHORAGE.

LOW-INCOME NATIVE ELDERS IN RURAL AREAS WHO RECEIVE THE LONGEVITY BONUS USE THIS MONEY FOR BASIC NEEDS SUCH AS FOOD, ELECTRICITY AND FUEL. AND, BECAUSE ELDERS ARE ALREADY SPENDING ALL OF THEIR MONEY ON NECESSITIES - AND NOT LUXURIES - IT ISN'T LIKELY THAT THEY COULD AFFORD TO PARTICIPATE IN THE ANNUITY PROGRAM. IF THEY WERE ABLE TO GIVE UP PART OF THEIR INCOME NOW FOR THE FUTURE, WHEN THEY DO RECEIVE AN ANNUITY, THEY ARE IN JEOPARDY OF LOSING DOLLAR-FOR-DOLLAR THEIR SUPPLEMENTAL SECURITY INCOME AND OLD AGE ASSISTANCE FUNDS!

AFN SUPPORTS PROVIDING SPECIAL BENEFITS TO ELDERS. HOWEVER, GIVEN OUR STATE'S DECLINING REVENUES AND THE NEED TO BRING THE STATE'S EXPENDITURES INTO CONTROL AND GIVEN THE FACT THAT THE LEGISLATURE IS LOOKING AT THE LONGEVITY PROGRAM AND THE PROPOSED ANNUITY PROGRAM, WE FEEL THAT OUR FIRST RESPONSIBILITY IS TO PROVIDE BENEFITS TO THOSE WHO MOST NEED THEM. AND, RATHER THAN THE PROPOSED ANNUITY PROGRAM, WE WOULD URGE THAT YOU LOOK AT OTHER ALTERNATIVES, INCLUDING A NEEDS-BASED PROGRAM.

IN CLOSING, I WOULD LIKE TO RE-EMPHASIZE THAT AFN OPPOSES SENATE BILL 5 AND URGES YOU TO CONSIDER OTHER ALTERNATIVES TO THE CURRENT PROGRAM, INCLUDING A NEEDS-BASED PROGRAM. THANK YOU.