

**HB**

**541**

**HFIN**

**FILE**

**FISCAL NOTE**

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

BILL NO. CSHB 541(FIN)

Revision Date: \_\_\_\_\_  
Title: "An Act relating to the financing of adult and juvenile correctional facilities; providing for the issuance of . . ."  
Sponsor: Rules Committee  
Requestor: (H) Finance

Department Affected: Administration  
BRU: General Services  
Component: Leasing  
**COMPONENT SERIAL NO. 81**

**EXPENDITURES/REVENUES:**

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						7,000.0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>7,000.0</b>

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ( )						
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**FUND SOURCE:**

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						7,000.0
1005 GF/Program Receipts						
1037 GF/Mental Health						
OTHER						
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>7,000.0</b>

Estimate of any current year (FY 96) cost: \$ 0

**POSITIONS:**

FULL-TIME						
PART-TIME						
TEMPORARY						

**ANALYSIS: (Attach a separate page if necessary.)**

Section 7 authorizes the Department of Administration to enter into a lease agreement with the Municipality of Anchorage for the correctional facility. We anticipate lease payments would begin in FY 2002. Leasing payments are not possible to accurately estimate at this time without more detailed planning, but by law cannot exceed \$7,000,000.

Administrative costs anticipated to negotiate lease agreements are expected to come from the Public Facilities Planning Fund.

Prepared by: Duqan Petty  
Division: General Services

Phone: 465-2250  
Date: \_\_\_\_\_

Approved by Commissioner: Mark Boyer  
Agency: Department of Administration

Date: 5/4/96

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Revision Date \_\_\_\_\_ Dept. Affected: Revenue  
 Title: General Obligation Bond for Correctional Facilities BRU: Revenue Operations  
 Component: Treasury Division  
 Sponsor: Rules Committee  
 Requestor: House Finance COMPONENT SERIAL NO. 121

Expenditures/Revenues:

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ( )						
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FUND SOURCE

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Bond Construction Funds						
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY96) cost \$ 0.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

There is no cost to the Treasury Division until voters approve the issuance of bonds. Cost of sale, custodial fees and paying agent fees will be paid from bond proceeds and subsequent interest earnings.

Prepared by: Betty Martin, Comptroller Phone: 465-2352  
 Division: Treasury Division Date: May 4, 1996  
 Approved by Commissioner: Wilson Condon *Wilson Condon* Date: May 4, 1996  
 Agency: Department of Revenue

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# FISCAL NOTE

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

BILL NO. HB541

Revision Date: \_\_\_\_\_ Dept. Affected: Office of the Lt. Governor  
 Title: An Act relating to the issuance of general BRU: Elective Operations  
obligation bonds....constructing state correctional facilities Component: General and Primary Elections  
 Sponsor: Rules Committee  
 Requester: House Finance COMPONENT SERIAL NO. 22

**Expenditures/Revenues**

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	2.2					
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>2.2</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ( )						
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**FUND SOURCE**

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	2.2					
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
<b>TOTAL</b>	<b>2.2</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY96) cost: \$ 0.0

**POSITIONS**

FULL-TIME	0					
PART-TIME	0					
TEMPORARY	0					

**ANALYSIS:** (Attach a separate page if necessary)

This figure includes the cost of providing information about this issue in the Official Election Pamphlet as required by AS 15.58, and the programming costs for counting votes cast on the measure. However, only four measures can be printed on a single ballot card. If this measure requires printing an additional ballot card, the costs will increase by \$53.4.

Prepared by: Dana La Tour Phone: 465-5347  
 Division: Division of Elections Date: 5/4/96  
 Approved by Commissioner: Director of Elections *[Signature]* Date: 5/4/96  
 Agency: Office of the Lt. Governor

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# FISCAL NOTE

**STATE OF ALASKA  
1996 LEGISLATIVE SESSION**

**BILL NO. CSHB 541 (FIN)**

Revision Date: \_\_\_\_\_ Dept. Affected: Corrections  
 Title: "An Act relating to the financing of adult and juvenile correctional facilities....." BRU: ALL  
 Sponsor: House Rules Component: \_\_\_\_\_  
 Requester: H. Finance COMPONENT SERIAL NO. #0694

**Expenditures/Revenues**

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES ( )</b>						
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**FUND SOURCE**

(Thousands of Dollars)

FUND SOURCE	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
1002 Federal Receipts						
1003 GF Match						
1004 GF	0.0	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY96) cost: \$ 0.0

**POSITIONS**

POSITIONS	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
FULL-TIME	3	3	3	3	0	0
PART-TIME						
TEMPORARY						

**ANALYSIS:** (Attach a separate page if necessary)

The operational costs to the Department of Corrections are revenue neutral. Advanced planning costs to the Department of Corrections and Transportation will be borne by an appropriation in the front forms of the operating budget to the "Public Facilities Planning Fund" (PFPF) which will allow the two departments to conduct cooperative advance planning for each set of projects. As bonds are issued the PFPF is reimbursed, until all advanced planning costs are offset by bond proceeds over the life of the projects. Corrections staffing is necessary to ensure that advance architectural and engineering work comports with operational and security needs and so that the need for change orders during construction is minimized. Corrections funding, provided by PFPF funds which are reimbursed by bond proceeds, will be needed for the life of the construction phases to the beginning of the first full year of operations for all institutions and is as follows:

Expenditure Line	FY97	FY98	FY99	FY00	FY 01	FY02
71000	\$ 85.9	\$ 180.9	\$ 190.5	\$ 200.6	\$ 0.0	\$ 0.0
72000	5.0	15.0	15.0	20.0	0.0	0.0
78000	10.0	20.0	20.0	20.0	0.0	0.0
<b>TOTAL</b>	<b>\$ 100.9</b>	<b>\$ 215.9</b>	<b>\$ 225.5</b>	<b>\$ 240.6</b>	<b>\$ 0.0</b>	<b>\$ 0.0</b>

Prepared by: Joseph Reeves Phone: 465-4652  
 Division: Office of the Commissioner Date: 5/4/96  
 Approved by Commissioner: Margaret M. Pugh Date: 5/4/96  
 Agency: Department of Corrections

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**FISCAL NOTE**

**CSHB541 (FIN)**

**"An Act Relating to the financing of adult and juvenile correctional....."**

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Department of Corrections functions required to support design and construction of the proposed construction projects include:

- \* Verify staffing and operational requirements for each facility;
- \* Coordinate RSA services and documentation;
- \* Coordinate design and construction phase meetings at each location;
- \* Attend on-site design phase and construction phase meetings at each location;
- \* Ensure that security-related issues are resolved in each construction plan;
- \* Develop and implement a transition plan inclusive of staff training; and
- \* Confirm operating budget increments for each facility.

# FISCAL NOTE

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

BILL NO. HB 541

Revision Date:	<u>5/4/96</u>	Dept. Affected:	<u>DOT&amp;PF</u>
Title:	<u>G.O. Bonds for Correctional Facility</u>	BRU:	<u>Facilities Management</u>
Sponsor:	<u>House Rules</u>	Component:	<u>Facilities Design and Construction</u>
Requester:	<u>House Finance</u>	COMPONENT SERIAL NO.	<u>1880</u>

**Expenditures/Revenues** (Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	0.0	0.0	0.0	0.0	0.0	0.0

<b>CAPITAL EXPENDITURES</b>	0.0	0.0	0.0	0.0	0.0	0.0
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<b>CHANGE IN REVENUES ( )</b>	0.0	0.0	0.0	0.0	0.0	0.0
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**FUND SOURCE** (Thousands of Dollars)

FUND SOURCE	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
<b>TOTAL</b>	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY96) cost: \$ 0.0

**POSITIONS**

POSITIONS	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
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)

HB 541 provides guidelines for issuance of G.O. Bonds to build prisons <sup>FACILITIES</sup> throughout Alaska. The bill itself does not have a fiscal impact on DOT&PF, but if the bond initiative is approved by the voters, the department will probably require funding to capitalize the Public Facilities Planning Fund to begin work on the proposed projects. Funding sources for the PFPF will be reviewed if the bond initiative passes.

Prepared by: Sam Kito III  
Special Assistant  
Division: Office of the Commissioner  
Approved by: Joseph L. Perkins  
Commissioner  
Agency: Department of Transportation and Public Facilities

Phone: 465-3900  
Date: \_\_\_\_\_  
Date: 5/4/96

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