

**SB**

**215**

**HFIN**

**FILE**

# HOUSE COMMITTEE REPORT

(ii)  
Date Referred to Committee: May 5, 1996

FURTHER REFERRALS:

Date of Committee Action: 5/6/96

The FINANCE Committee considered:

CSSB 215(FIN) am

CS FOR SENATE BILL NO. 215(FIN) am

OMNIBUS STATE FEES & COST ASSESSMENTS

"An Act relating to the functions of state agencies, including functions relating to certain state grants, the payment of state money, certain wages, warrants, and terminal leave, the selling of fish and game licenses and tags, certain taxes, royalties, and penalties, certain documents and bonds filed with and records of state agencies, certain public contracts, the service of process, the control of rables, flour and bread standards, the athletic commission and regulation of boxing and wrestling, the regulation of professional geologists, and the water resources board; and providing for an effective date."

recommends it be replaced with the following committee substitute \_\_\_\_\_  the same title  a new title

additional referral to \_\_\_\_\_ Committee  
 attached amendment(s)

ADOPTS: \_\_\_\_\_ Letter of Intent

ATTACHES NEW FISCAL NOTE(S): (Dept) \_\_\_\_\_ APPROVES PREVIOUS: (Dept, Date)  
 fiscal note(s) F-G  fiscal note(s) Senate DOR, 5/1/96  
CED, 1/12/94

zero fiscal note(s) \_\_\_\_\_  zero fiscal note(s) Senate DOR 5/1/96 HSS 1/12/94  
DEC 1/12/96 DRES 1/19/96

SIGNING WITH RECOMMENDATIONS		DP	DNP	NR	AM
<i>Richard J. Goy</i>	Foster				X
<i>John Mulder</i>	Mulder	X			
<i>Steve Martin</i>	Martin			X	
<i>Sean K. Parnell</i>	Parnell			X	
<i>Vic Kohring</i>	Kohring			X	
<i>Ben Goussard</i>	Goussard				X
<i>Pete Kelly</i>	Kelly			X	
<i>Gene Theriault</i>	Theriault				X
<i>Mark Hanley</i>	Hanley			X	

CHAIR'S SIGNATURE *Mark Hanley* *Richard J. Goy*

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

Bill Version: SB 215  
 (S) Publish Date: 1/12/96

Revision Date \_\_\_\_\_ Dept. Affected Health and Social Services  
 Title: Streamlining Bill BRU State Health Services  
 Component: Epidemiology  
 Sponsor: Rules Committee COMPONENT SERIAL NO. 296  
 Requestor: Tony Knowles, Governor See also (SNF): \_\_\_\_\_

Expenditures/Revenues:

(Thousands of Dollars)

OPERATING EXPENDITURES	FY97	FY98	FY99	FY00	FY01	FY02
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

CHANGES IN REVENUES

FUND SOURCE

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF Program Receipts						
1037 GF Mental Health						
Other (please specify)						
<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 10.0

POSITIONS

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS

(Attach a separate page if necessary)

No Fiscal Impact

Prepared By: Peter M. Nakamura, MD, MPH *Pete Nakamura*  
 Division: Public Health

Phone: 465-3090  
 Date: 01/09/96

Approved by Com: James O'Neil  
 Agency: Department of Health & Social Services

Date: 1/9/96

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STATE OF ALASKA  
1996 LEGISLATIVE SESSION

No. 3  
Version: SB 215  
(S) Publish Date: 1/12/96

Revision Date: \_\_\_\_\_ Dept. Affected: Health and Social Services  
Title: Streamlining Bill BRU: State Health Services  
Sponsor: Rules Committee Component: Maternal, Child, & Family Hlth  
Requestor: Tony Knowles, Governor COMPONENT SERIAL NO. 290  
See also (SN#): \_\_\_\_\_

Expenditures/Revenues: (Thousands of Dollars)

OPERATING EXPENDITURES	FY97	FY98	FY99	FY00	FY01	FY02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGES 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						
Other (please specify)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY96) cost: 80.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

There will be zero fiscal impact with these changes. Without the changes the department will need to develop a contracting mechanism which would involve extensive amounts of time and effort by program staff and providers.

Prepared by: Peter M. Nakamura, MD, MPH *P. Nakamura*  
Division: Public Health

Phone: 465-1090  
Date: 01/09/96

Approved by Com: *[Signature]*  
Agency: Department of Health & Social Services

Date: 1/9/96

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FISCAL NOTE

Bill Version: SB 215

(S) Publish Date: 1/12/96

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

Revision Date:  
Title

Streamlining Bill

Department Affected

Environmental  
Conservation

BRU:

Environmental Health

Component:

Seafood and Sanitation Inspections

Rules Committee

Governor

COMPONENT SERIAL NO.

1936

Expenditures/Revenues

(Thousands of Dollars)

	FY 97	FY 98	FY 99	FY 00	FY 01	FY 01
<b>OPERATING EXPENDITURES</b>						
PERSONNEL SERVICES	00	00	00	00	00	00
TRAVEL	00	00	00	00	00	00
EQUIPMENT	00	00	00	00	00	00
LAND & STRUCTURES	00	00	00	00	00	00
GRANTS CLAIMS	00	00	00	00	00	00
MISCELLANEOUS	00	00	00	00	00	00
TOTAL OPERATING	00	00	00	00	00	00
<b>CAPITAL EXPENDITURES</b>	00	00	00	00	00	00
<b>TOTAL IN REVENUES</b>	00	00	00	00	00	00

	FY 97	FY 98	FY 99	FY 00	FY 01	FY 01
<b>RESOURCE</b>						
PERSONNEL	00	00	00	00	00	00
TRAVEL	00	00	00	00	00	00
EQUIPMENT	00	00	00	00	00	00
LAND & STRUCTURES	00	00	00	00	00	00
GRANTS CLAIMS	00	00	00	00	00	00
MISCELLANEOUS	00	00	00	00	00	00
<b>TOTAL</b>	00	00	00	00	00	00

Amount of any current year (FY 96) cost: \$ 00

	FY 97	FY 98	FY 99	FY 00	FY 01	FY 01
<b>POSITIONS</b>						
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.)  
 Fiscal impact  
 Bill repeals statutory requirement that department regulate rabies reporting and animal constraint with no threat to the public safety. The Department of Health and Social Services and local governments will continue rabies control efforts.  
 Bill also repeals the department's authority to administer flour and bread standards. The federal government sets standards for flour and bread which makes state standards unnecessary.

Prepared by Larry Jones  
 Director, Division of Administrative Services

Phone: 465-5010  
 Date: 1/9/96

Approved by Commissioner Lawrence Jones  
 Agency: Department of Environmental Conservation

Date: 1/9/96

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# FISCAL NOTE

Bill Version: SB 215  
 (S) Publish Date: 1/12/96

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

Revision Date: \_\_\_\_\_ Department: Commerce and Economic Development  
 Title: An Act streamlining the functions of state BRU: Occupational Licensing  
 government: \_\_\_\_\_ Component: Operations  
 Sponsor: Rules Committee  
 Requestor: Governor COMPONENT SERIAL NO. 1844

Expenditures/Revenues (Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	(4 4)	(4 4)	(4 4)	(4 4)	(4 4)	(4 4)
TRAVEL	(0 5)	(0 5)	(0 5)	(0 5)	(0 5)	(0 5)
CONTRACTUAL	(0 4)	(0 4)	(0 4)	(0 4)	(0 4)	(0 4)
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>(5 3)</b>	<b>(5 3)</b>	<b>(5 3)</b>	<b>(5 3)</b>	<b>(5 3)</b>	<b>(5 3)</b>
<b>CAPITAL EXPENDITURES</b>						
<b>CHANGE IN REVENUES</b>	<b>(3 9)</b>	<b>(3 9)</b>	<b>(3 9)</b>	<b>(3 9)</b>	<b>(3 9)</b>	<b>(3 9)</b>

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 General Fund						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other 1091 Designated PR	(5 3)	(5 3)	(5 3)	(5 3)	(5 3)	(5 3)
<b>TOTAL</b>	<b>(5 3)</b>	<b>(5 3)</b>	<b>(5 3)</b>	<b>(5 3)</b>	<b>(5 3)</b>	<b>(5 3)</b>

Estimate of any current year (FY 96) cost: \$ 53

POSITIONS

FULL-TIME					
PART-TIME					
TEMPORARY					

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

Section 8 repeals regulatory oversight statutes and statutory references under centralized licensing for the Athletic Commission (AS 05.05 and AS 05.10), and the certification of professional geologists (AS 08.02.011). The reductions identified in this fiscal note represent direct costs associated with these programs: Athletic Commission at \$3.6, and Professional Geologists at \$1.7. The reduction of revenue is based on fees generated in FY 95. Revenue of the Athletic Commission totalled \$1.4 and licenses are renewed annually. Revenue generated by certification of professional geologists totalled \$2.5 and are based on a one time charge with no expiration.

Prepared by: Jennifer Strickler, Administrative Director Phone: 465-2144  
 Division: Occupational Licensing Date: January 9, 1996  
 Approved by Commissioner: William L. Hensley Date: 1-9-96  
 Agency: Commerce and Economic Development

# FISCAL NOTE

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

BILL NO. CSSB 215(FIN) AM

Revision Date: 5/5/96 Dept. Affected: Fish and Game  
 Title: Omnibus state agency operations BRU: Administration and Support  
 Component: Administrative Services  
 Sponsor: Senate Rules  
 Requester: House Finance COMPONENT SERIAL NO. 479

**Expenditures/Revenues**

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	(620.0)	(620.0)	(620.0)	(620.0)	(620.0)	(620.0)
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>(620.0)</b>	<b>(620.0)</b>	<b>(620.0)</b>	<b>(620.0)</b>	<b>(620.0)</b>	<b>(620.0)</b>

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ( )	(620.0)	(620.0)	(620.0)	(620.0)	(620.0)	(620.0)
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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						
1037 GF/Mental Health						
Other Fish and Game Fund	(620.0)	(620.0)	(620.0)	(620.0)	(620.0)	(620.0)
<b>TOTAL</b>	<b>(620.0)</b>	<b>(620.0)</b>	<b>(620.0)</b>	<b>(620.0)</b>	<b>(620.0)</b>	<b>(620.0)</b>

Estimate of any current year (FY 98) cost: \$ 0.0

**POSITIONS**

FULL-TIME						
PART-TIME						
TEMPORARY						

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

See attached page.

Prepared by: Kevin Brooks Sean Bunn for Phone: 465-8143  
 Division: Division of Administration Date: 5/5/96  
 Approved by Commissioner: Frank Rue Sean Bunn for Date: 5/5/96  
 Agency: Fish and Game

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This bill will alter the way in which fish and game license vendor compensation is paid. Currently, the vendor withholds 5% of revenue generated from the sale of sport licenses as commission. The department also pays each vendor an additional \$1 per item sold on a quarterly basis. The amount of additional vendor compensation has been increasing for several years, requiring the department to request supplemental funding each year to cover the increases. This bill will allow vendors to withhold their additional vendor compensation along with their 5% commission. This will result in a reduction of revenue to the fish and game fund and an equal reduction in expenditures to be charge against the fund. This change will streamline the process for paying vendor compensation while having a net zero affect on the fish and game fund. This bill will affect approximately 1000 of the department's 1400 license vendors. It will still be necessary to make payments of up to \$50 to approximately 400 vendors that sell less than 500 licenses per year. The department will continue to report all compensation in the state accounting system and to vendors and the Internal Revenue Service on a form 1099.

An amendment adopted in the Senate allows vendors to assign all of the additional compensation they are entitled to under Section 5 (a)(2) of this bill to a nonprofit fish and game association. Funds so assigned would be transmitted to the department for transfer to the designated nonprofit fish and game association. A check would be issued to the designated nonprofit and a IRS form 1099 to the vendor/agent.

**THE FOLLOWING PAGES MAY  
NOT FILM LEGIBLY BECAUSE OF  
THE POOR QUALITY OF THE ORIGINAL**

Bill Title: \_\_\_\_\_ Dept. Affected: Treasury Revenue: \_\_\_\_\_  
 Title: Amend. to the Agency Regulations and Program 37: \_\_\_\_\_ Tax and Lic. Operations  
 Component: Treasury  
 Sponsor: (S) Rules  
 Author: (S) Finance COMPONENT SERIAL NO. 2

Expenditures/Revenues (Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
COPIES						
EQUIPMENT						
LAND & STRUCTURES						
PLANTS & EQUIP.						
SCHELLANEOUS						
TOTAL OPERATING	00	00	00	00	00	00
CAPITAL EXPENDITURES						
CHANGE IN REVENUES (	685.0	685.5	685.5	685.5	685.5	685.5

FUND SOURCE (Thousands of Dollars)

TOTAL	00	00	00	00	00	00
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Estimate of any current year (FY96) cost \$ 00

POSITIONS

Full-time \_\_\_\_\_  
 Part-time \_\_\_\_\_  
 Temporary \_\_\_\_\_

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

Sections 2 through 5 of this bill change the payment terms for insurance premium tax. This legislation is based on our understanding and assumption that the bill will allow for insurance premium tax payments to be paid online, versus current online payments and paid by an electronic method. The electronic method of payment allows for most the closure of the remittance date, which will be billed directly to their database by the Division of Insurance which will streamline and make more current the status of the remitter's account. This will result in approximately \$7.7 million of previously uncollected fiscal year 1998 revenue being received in FY 97. This will reduce FY 98 or subsequent year revenue. This amount is being received in FY 97. In addition, the easier and more frequent receipt of these funds will result in an estimated increase in the state's earnings to the general fund of \$65.0 in FY 97 and \$65.5 in years thereafter.

Prepared by: Jennifer Ross, Cash Manager and Investment Officer Phone: 465-1700  
 Division: Treasury Date: May 1996  
 Approved: Commissioner John Krue, Deputy Commissioner Date: May 1996  
 Agency: Department of Revenue

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# FISCAL NOTE

Bill Version: no. 9  
CS SB 215 (FIN)

BIL (S) Publish Date: 5/1/96

## STATE OF ALASKA 1996 LEGISLATIVE SESSION

Revision Date: Original Dept Affected: Natural Resources  
 Title: An Act streamlining the functions of state government, including... BRU: Resource Development  
 Sponsor: Rules by request of the Governor Component: Mining Development  
 Requestor: Senate Finance Component Serial No.: 442

### Expenditures/Revenues

(Thousands of Dollars)

OPERATING EXPENDITURES	FY97	FY98	FY99	FY00	FY01	FY02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	00	00	00	00	00	00

CAPITAL EXPENDITURES	00	00	00	00	00	00
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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						
1006 GF/MHTA						
Other						
TOTAL	00	00	00	00	00	00

Estimate of any current year (FY96) cost: \$ none

### 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.)

The Exploration Incentives Credit bill (HB197) enacted during the last session contained a fiscal note that was not approved. This left an annual unfunded mandate of approximately \$620. Before signing the bill, the department contacted the mineral industry to determine how to reduce the overall unfunded administrative costs of the new program. Industry, the department, and the Department of Revenue worked together over the summer and fall to develop a consensus position that resolved the funding shortfall addressed in HB416/SB216 and streamlining measures contained in HB415/SB215. With enactment of both HB415/SB215 and HB416/SB216, the overall net existing shortfall for funding the exploration incentives credit program to the department will be significantly reduced and the decision application process streamlined. This is because the streamlining aspects in HB415/SB215 provide for abolishing the requirement for annual filing and processing with an automatic approval of the commissioner when no action is taken, and substituting a requirement for CPA certification of annual exploration credits exceeding \$40,000 in any one year and a threshold of \$250,000 for filing an application unless the lesser amount is associated with a mine ready to go into production. We estimate there will be 12-14 applications a year, less than 12 filed in the first year with only a limited part of the exploration period eligible for credits. \$10,000 additional revenue is shown on the fiscal note for HB415/SB215.

Prepared by: Jules Tiesion, Director Phone: 289-8825  
 Division: Mining and Water Management Date: 24-Apr-96  
 Approved by Commissioner: [Signature] Date: 24-Apr-96  
 Agency: Natural Resources

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SB215/CS 215 Rev. 4.24.96 For further distribution information call the Governor's Legislative Office

Page 1 of 1

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

FISCAL NOTE

Bill Version: CS SB 215 (FIN)

(S) Publish Date: 5-1-96

Revision Date	Dept. Affected	Revenue
Title	Omnibus State Agency Operations and Program	Revenue Operations
Sponsor	Component	Income and Excise Audit
Requestor	COMPONENT SERIAL NO.	113

Expenditures/Revenues		Thousands of Dollars					
OPERATING EXPENDITURES	FY 95	FY 96	FY 96	FY 95	FY 96	FY 96	
PERSONAL SERVICES							
TRAVEL							
CONTRACTUAL							
SUPPLIES							
EQUIPMENT							
LAND & STRUCTURES							
STAFF CLAIMS							
MISCELLANEOUS							
<b>TOTAL OPERATING</b>	00	00	00	00	00	00	

CAPITAL EXPENDITURES	FY 95	FY 96	FY 96	FY 95	FY 96	FY 96
CHANGE IN REVENUES	00	00	00	00	00	00

FUND SOURCE		Thousands of Dollars					
100 State Receipts							
101 State							
102 SF							
103 SF Program Receipts							
104 SF/Mental Health							
Other							
<b>TOTAL</b>	00	00	00	00	00	00	

Estimate of any current year (FY96) cost \$ 00

POSITIONS	FY 95	FY 96	FY 96	FY 95	FY 96	FY 96
FULL-TIME						
PART-TIME						
TEMPORARY						

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

Section 24 of this bill repeals the 1991 Revenue Act's 10% bond premium. This will reduce staff time spent on processing non-essential awards of bonds and for bonds required to be held by nonresident corporations. It will also reduce office staff's expense on bond compliance programs (i.e., education materials and internet). The state will no longer receive interest earned on the cash bonds sold to the state. The loss of about \$100,000 will be more than offset by increased revenues from the sale of the bonds.

Prepared by:	Robert A. Boring, Clerk	Phone:	465-7300
Director:	Income and Excise Audit	Date:	Nov. 1996
Approved by Commissioner:	Walter L. Condon	Date:	Nov. 1996
Agency:	Department of Revenue		

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**CS SB 215(FIN) am - RELATING TO FUNCTIONS OF STATE GOVERNMENT - SECTIONAL**

<b>Section</b>	<b>Department</b>	<b>Brief Description</b>
1 - 2	Education	Allows school districts to report six year plans for capital maintenance and construction requirements to the Dept. of Education on a biennial basis rather than annually.
3	University	Allows the University to require employees to deposit paychecks directly into bank, savings and loan or credit unions.
4	Fish & Game	Allows the department to award grants for Kenai River drainage projects specifically appropriated for FY94 and FY96
5, 6, 8	Fish & Game	Allows agents of sport fishing and hunting licenses and tags to retain the full 5% allowed for compensation for their services).
7	Fish & Game	Allows agents of sport fishing and hunting licenses and tags to assign a portion of their compensation to an in-state nonprofit fish or game association.
9 - 13	Commerce & Economic Dev and Revenue	Allows the department to collect taxes on insurance premiums more frequently than on an annual basis
14	Natural Resources	Reduces the requirements for filing of credits for certain mining exploration costs. This would eliminate the annual filing and certification process and substitute a threshold of when a credit reaches \$250.0 or the holder is ready to take the credit.
15	Commerce & Economic Dev	Requires the Alaska Railroad Corp to use competitive bidding on construction contracts over \$25,000 that DOTPF authorizes
16	Administration	Shortens the time limit on payment of warrants 1 year - provides consistency with unclaimed property

*Car Jennifer*

**CS SB 215(FIN) am - RELATING TO FUNCTIONS OF STATE GOVERNMENT - SECTIONAL**

<b>Section</b>	<b>Department</b>	<b>Brief Description</b>
17	Administration	Calculates terminal leave payments based on annualized rate of pay
18	Commerce & Economic Dev	With the elimination of non-resident affidavit program in section 24, this removes reference to that program in the section dealing with process serving to non-resident corporations
19, 20	Health & Social Services	Allows the department granting authority for the Infant Learning Program within the Division of Public Health
21	Various	Not allow certain state corporations to contract for lobbying activities
22		Repealers
	Environmental Conservation	(AS 03.05.070) Eliminate requirements that the department report and care for animals suspected of rabies and the disposal of rabid animals
	Environmental Conservation	(AS 17.07.010 - AS 17.07.200) Eliminates the requirements that the department regulate the vitamin and mineral content of flour and bread sold in the state
	Administration	(AS 39.20.250(b)) Eliminates the requirement that employees that have separated from state government employment and are rehired must repay leave received in cash at the time of separation
23		Repealers
	Commerce & Economic Dev	(AS 05.05.010 - AS 05.05.040 and AS 08.01.010(3)) Eliminates the Athletic Commission
	Commerce & Economic Dev	(AS 05.10.010 - AS 05.10.170) Eliminates the Boxing and Wrestling Commission
	Commerce & Economic Dev	(AS 08.02.011 and AS 08.01.010(32)) Eliminates the requirement that professional geologists be certified by the department
	Natural Resources	(AS 46.15.190 - AS 46.15.240) Eliminates the Water Resources Board
24		Repealers

## CS SB 215(FIN) am - RELATING TO FUNCTIONS OF STATE GOVERNMENT - SECTIONAL

Section	Department	Brief Description
	Fish & Game	(AS 16.05.390(d)) Eliminates the calculation required to transmit remainder of vendor compensation for issuance of sport fishing and hunting licenses (see sections 5,6,8)
	Revenue	(AS 43.10.160, AS 43.10.180 - AS 43.10.200) Eliminates non-resident affidavit tax bond program
25, 26		Transitional language
27		Applicability of section 16 on warrants issued on or after effective date of that section
28		Restricts the payment of state money to entities that are not incorporated under the laws of the state.
29 - 31		Effective dates

AMENDMENT 1

Held

OFFERED IN THE HOUSE  
TO CSSB 215(FIN) am

BY Theriacult

Page 9, following line 7:

Insert new bill sections to read:

\*\*Sec. 17. AS 38.05.135(d) is amended to read:

(d) If a royalty or net profit share payment to which the state is entitled under AS 38.05.135 - 38.05.181 is not paid or is underpaid when it becomes due under (c) of this section, the unpaid amount of the royalty or profit share payment bears interest in a calendar quarter at the rate of five percentage points above the annual rate charged member banks for advances by the 12th Federal Reserve District as of the first day of that calendar quarter, or at the annual rate of 11 percent, whichever is greater, compounded quarterly as of the last day of that quarter.

\* Sec. 18. AS 38.05.135(e) is amended to read:

(e) Interest at the rate and compounded in the manner provided in (d) of this section shall be allowed and paid on an overpayment of a royalty or net profit share payment made under AS 38.05.135 - 38.05.181. If the state grants a credit against future payments for the overpayment, interest shall be paid

from the date the overpayment is due or received, whichever date is later, to the date of notice of credit to the payor of the overpayment, or to the date on which the credit is actually taken, whichever period of time is shorter. If the state refunds the overpayment, interest shall be paid from the date the overpayment is due or received, whichever date is later, to the date the state issues a credit for the payment or to the date the state issues the refund, whichever period of time is shorter. The issuance by the state and acceptance by a lessee of a credit or refund of an overpayment under this section does not affect any right of the state or lessee to claim an adjustment and interest on the payment.

• Sec. 19. AS 38.05.135 is amended by adding a new subsection to read:

(f) Notwithstanding (d) and (e) of this section, interest MAY not be paid

(1) on an underpayment of a royalty or net profit share due under this title if the interest is \$150 or less and the underpayment is paid up within 60 days after the date upon which the payment was due under (c) of this section, without regard to an extension of time for filing of the necessary royalty or net profit report; and

(2) on an overpayment of a royalty or net profit share due under this title if the interest is \$150 or less and the state issues a credit for or refund of the overpayment within 60 days after receipt of the overpayment."

Renumber the following bill sections accordingly.

Page 12, following line 12:

Insert a new bill section to read:

"\* Sec. 34. Sections 17-19 of this Act take effect October 31, 1996."

Renumber the following bill section accordingly.