

SB

303

HFIN

FILE

(11)

HOUSE COMMITTEE REPORT

Date Referred to Committee: April 26, 1996

FURTHER REFERRALS:

Date of Committee Action: 4/27/96

The FINANCE Committee considered:

CSSB 303(FIN)

CS FOR SENATE BILL NO. 303(FIN)

MANAGEMENT OF CONSTIT BUDGET RESERVE FUND

"An Act relating to management of the budget reserve fund; and providing for an effective date."

recommends it be replaced with the following committee substitute

CSSB 303(FIN)

[X] 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) _____

[] fiscal note(s) _____

[] zero fiscal note(s) _____

[X] zero fiscal note(s) DOR 4/23/96

SIGNING WITH RECOMMENDATIONS		DP	DNP	NR	AM
<i>Richard Joseph</i>	Foster	X			
<i>Mark Hanley</i>	Hanley	X			
<i>Sean R Pannell</i>	Pannell	X			
<i>Liz Kohring</i>	Kohring	X			
<i>Ben Grussendorf</i>	Grussendorf	X			
<i>Mike Navarre</i>	Navarre	X			
<i>Patt Kelly</i>	Kelly	X			
<i>Gene Theriault</i>	Theriault	X			

CHAIR'S SIGNATURE *Mark Hanley*

Richard Joseph

Revision Date: April 23, 1996 Dept. Affected: Revenue
 Title: An Act relating to the management of the budget BRU: Revenue Operations
reserve fund Component: Treasury
 Sponsor: Senate Finance Committee
 Requestor: Senate Finance Committee 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						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0
CAPITAL EXPENDITURES						
CHANGE IN REVENUES ()						

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
1001 Constitutional Budget Reserve Fund						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

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

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

Prepared by: Betty Martin, Comptroller *Betty Martin* Phone: 465-2350
 Division: Treasury *[Signature]* Date: April 23, 1996
 Approved by Commissioner: Ross A. Kinney, Deputy Commissioner Date: April 23, 1996
 Agency: Department of Revenue

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PROVIDED BY THE SENATE FINANCE COMMITTEE

CSSB 303 (FIN) OVERVIEW

As of April 24, 1996

Giving the Governor the ability to transfer management of all or a portion of the Constitutional Budget Reserve Fund (CBRF) to the Permanent Fund Corporation

1. provides another tool to increase the investment return on the CBRF so
 - a. the CBRF can become a long range income source for the operations of state government; and
 - b. the increased annual earnings will be available to reduce the budget gap; and
2. avoids the pitfalls of a statutory micro-management of the CBRF.

The investment performance reporting requirements will keep the legislature appraised of the administration's efforts to improve the performance of the CBRF.

SB 303

The Finance Committee considered SENATE BILL NO. 303 An Act relating to management of the budget reserve fund; and providing for an effective date and recommended it be replaced with

CS FOR SENATE BILL NO. 303 (FIN)

Signing do pass: Senator Frank, Cochair, Senators Rieger, Phillips, Donley, Sharp. Signing no recommendation: Senator Halford, Cochair, Senator Zharoff.

Fiscal note information forthcoming.

The bill was referred to the Rules Committee.

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Senator Halford moved and asked unanimous consent that the bill be considered engrossed, advanced to third reading and placed on final passage. Without objection, it was so ordered.

CS FOR SENATE BILL NO. 303(FIN) was read the third time.

The question being: Shall CS FOR SENATE BILL NO. 303(FIN) An Act relating to management of the budget reserve fund; and providing for an effective date pass the Senate? The roll was taken with the following result:

CSSB 303(FIN)

Third Reading - Final Passage

Effective Date

YEAS: 19 NAYS: 1 EXCUSED: 0 ABSENT: 0

Yeas: Adams, Donley, Duncan, Ellis, Frank, Green, Hoffman, Kelly, Leman, Lincoln, Miller, Pearce, R.Phillips, Rieger, Salo, Sharp, Taylor, Torgerson, Zharoff

Nays: Halford

and so, CS FOR SENATE BILL NO. 303(FIN) passed the Senate.

Senator Halford moved and asked unanimous consent that the vote on the passage of the bill be considered the vote on the effective date clause. Without objection, it was so ordered.

Senator Duncan gave notice of reconsideration.