

SB

216

SFIN

FILE

SENATE FINANCE COMMITTEE REPORT

DATE: 5/2/96

DATE TURNED INTO OFFICE: 5-2-96

The Finance Committee considered SENATE BILL NO. 216

Relating to fees or assessment of costs for certain services provided by state government; efd.

and recommends:

- be replaced with _____ CS SB 216 (FIN)
- adopt previous _____ CS _____ (_____)
- attached amendment(s)
- adopt Letter of Intent by the Finance Committee
- further referral to the _____ Committee

Senate Bill:
 same title
 new title
House Bill:
 same title
 technical change
 new: SCR# _____

SIGNING <u>DO PASS</u>	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
		<i>Steve King</i>			
		<i>Paul E. Piro</i>			
		<i>Paul Brinkhoff</i>			
Co-Chair: <i>Bob Jansing</i>		Co-Chair: _____			
Co-Chair: _____		Co-Chair: <i>Richard Heford</i>			

NEW FISCAL NOTE(S):

Department	Date	Zero	Fiscal
DOR (Income/Excise)	2/1/96		6,000.0 Rev.
D Labor	2/2/96		384.5 Rev.
DOE	1/2/96		300 Rev.
DNR	7/24/96		100 Rev.
DEC (for/caring)	5/3/96		22.0

PREVIOUS FISCAL NOTE(S):*

Department	Date	Zero	Fiscal
Gov.	1/10/96		50
DM&A	1/11/96	0	
DC&ED	1/10/96		841.3 Rev.
Gov.	1/10/96	0	
DEC	1/10/96		100.0 Rev.

APPROPRIATION -- no fiscal note

*Include fiscal notes accompanying Governor's bill

FISCAL NOTE

Bill Version: SB 216
(S) Publish Date: 1/12/96

STATE OF ALASKA
1996 LEGISLATIVE SESSION

Revision Date: _____
Title: Governor's Fees Bill
Sponsor: Rules Committee
Requester: Governor Knowles

Department Affected: Revenue
BRU: Alaska Student Aid Corporation
Component: Program Administration

COMPONENT SERIAL NO. 2111

Expenditures/Revenues:

(Thousands of Dollars)

OPERATING	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-

CAPITAL EXPENDITURES						
-----------------------------	--	--	--	--	--	--

CHANGE IN REVENUES	62.5*	123.2	125.6	128.2	131.0	133.6
---------------------------	--------------	--------------	--------------	--------------	--------------	--------------

FUND SOURCE

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 CF						
1005 GF/Program Receipts						
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY96) impact: \$ -0-

ANALYSIS: (Attach a separate page if necessary.) * estimated revenue upon implementation in January, 1997. Currently these authorization-related activities are performed by 2.5 staff at a cost to the Alaska Student Loan Corporation of approximately \$125,000 each year. Through this Bill, the Corporation would have the authority to develop a method of allocating these costs across the regulated population. We anticipate that this could be done on a sliding scale that is tied to the tuition/fee revenues of each institution and would propose that minimum and maximum amounts be set. These funds are program receipts received into the general fund.

Prepared by: Gillian Mays, Legislative Liaison Phone: 485-8718
 Division: Alaska Student Aid Corporation Date: January 11, 1996
 Approved by Executive Director: Diana Barrans
 Agency: Revenue Date: _____

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
 For further distribution information call the Governor's Legislative Office

PRINTED OUT OF
5/2/96

FISCAL NOTE

FIN

STATE OF ALASKA

BILL NO. SB 216

1996 LEGISLATIVE SESSION

Revision Date: 4/12/96

Department Affected: Education

Title: An Act relating to postsecondary education

BRU: Alaska Commission on Postsecondary Education

Component: Program Administration

Sponsor: Rules

Requester: (S) L&C

COMPONENT SERIAL NO. 212

Expenditures/Revenues:

(Thousands of Dollars)

OPERATING	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						

CAPITAL EXPENDITURES						
----------------------	--	--	--	--	--	--

CHANGE IN REVENUES	30 0	30 0	30 0	30 0	30 0	30 0
--------------------	------	------	------	------	------	------

FUND SOURCE

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts	30 0	30 0	30 0	30 0	30 0	30 0
Other						
TOTAL	30 0	30 0	30 0	30 0	30 0	30 0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY96) impact \$ -0-

ANALYSIS Section 2 allows the Commission to develop a fees schedule by regulation to cover, but not exceed, the costs associated with an institution's application for authorization to operate or renewal of authorization. The Commission currently funds the Institutional Authorization activities, 15 employees, from corporate receipts. Staff researched fee schedules of 25 similar state approving agencies and found that the rates varied from \$100 - \$6000. A number of states utilize a system of scaled fees which are tied to tuition rates or tuition revenues -- a mechanism the Commission may wish to adopt.

The above revenue estimate is based on 1995 IA application totals and calculating 4% of the total tuition and fee revenue of the institutions seeking renewal of authorization. The minimum fee would be no less than \$200 and no more than \$2500.

Prepared by Gillian R. Hays, Legislative Liaison
 Division: Alaska Commission on Postsecondary Education
 Approved by Commissioner: Diane Barrans, Executive Director
 Agency: Alaska Commission on Postsecondary Education

Phone: 465-6718
 Date: 4/12/96
 Date: 4/12/96

FISCAL NOTE

No. 2

Version: SB 216

(S) Publish Date: 1/12/96

STATE OF ALASKA
1996 LEGISLATIVE SESSION

Revision Date:	Dept. Affected: <u>Office of the Governor</u>
Title: <u>"An Act relating to fees or assessments of costs for certain services provided by state government...."</u>	BKU: <u>Commissions/Special Offices</u>
Sponsor: <u>Rules Committee</u>	Component: <u>Human Rights Commission</u>
Requester: <u>Governor</u>	COMPONENT SERIAL NO. <u>1</u>

Expenditures/Revenues (Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 100	FY 01	FY 02
PERSONAL SERVICES	5.1	5.1	5.1	5.1	5.1	5.1
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	5.1	5.1	5.1	5.1	5.1	5.1

CAPITAL EXPENDITURES						
-----------------------------	--	--	--	--	--	--

CHANGE IN REVENUES ()	5.1	5.1	5.1	5.1	5.1	5.1
-------------------------------	-----	-----	-----	-----	-----	-----

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts	5.1	5.1	5.1	5.1	5.1	5.1
1037 GF/Mental Health						
Other						
TOTAL	5.1	5.1	5.1	5.1	5.1	5.1

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

POSITIONS

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

The Commission receives many requests for training on preventing discrimination from employers, realtors and other organizations. These training sessions may consist of one hour presentations on the agency's responsibilities or full-day workshops on subjects like preventing discrimination against individuals with disabilities and sexual harassment.

The Commission was once able to respond to all requests for education on Alaska's Human Rights Law and easily meet its role of preventing discrimination without impacting on its enforcement activities. The Commission now has fewer staff at a time when the public's demand for services has soared.

Additional revenue generated by training would help offset the cost of overtime for our investigative staff who have recently been determined overtime eligible.

Prepared by: <u>Paula M. Haley, Executive Director</u>	Phone: <u>7474 x 241</u>
Division: <u>Human Rights Commission</u>	Date: <u>1/9/96</u>
Approved by Commissioner: <u>Jim Ayers, Chief of Staff</u>	Date: <u>1/10/96</u>
Agency: <u>Office of the Governor</u>	

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE

For further distribution information, call the Governor's Legislative Office

FISCAL NOTE

Bill Version: SB 216

STATE OF ALASKA 1996 LEGISLATIVE SESSION

BILL (S) Publish Date: 1/12/96

Revision Date: Original Dept Affected Military & Veteran's Affairs
 Title: An Act relating to fees BRU: Disaster Planning and Control
 Component: Disaster Planning and Control
 Sponsor: Rules Committee
 Requestor: Governor Knowles Component Serial No. 1808

Expenditures/Revenues (Thousands of Dollars)

	FY97	FY98	FY99	FY00	FY01	FY02
OPERATING EXPENDITURES						
PERSONAL SERVICES						
TRAVEL		20	20	20	20	20
CONTRACTUAL		20	20	20	20	20
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	00	40	40	40	40	40
CAPITAL EXPENDITURES	00	00	00	00	00	00
CHANGE IN REVENUES (1005)	00	40	40	40	40	40

FUND SOURCE (Thousands of Dollars)

	FY97	FY98	FY99	FY00	FY01	FY02
1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts		40	40	40	40	40
1006 GF/MHTIA						
Other						
TOTAL	00	40	40	40	40	40

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

POSITIONS

	FY97	FY98	FY99	FY00	FY01	FY02
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 determined by 2 emergency preparedness classes conducted per year - 20 attendees per class - \$100 per attendee per class. One class will be in Juneau, one in Anchorage. The trainer will be paid for by a federal FEMA grant already included in the FY97 operating budget request.

Prepared by: Carol Carroll, Director Phone: 465-4730
 Division: Administrative Services Date: 11-Jan-96
 Approved by Commissioner: [Signature] Date: 11-Jan-96
 Agency: Military & Veteran's Affairs

FISCAL NOTE

No. 4

Bill Version: SB 216

(S) Publish Date: 1/12/96

STATE OF ALASKA 1996 LEGISLATIVE SESSION

Revision Date: _____
Title: Fee Bill

Department Affected: Environmental Conservation

Sponsor: Rules Committee
Requestor: Governor

BRU: Environmental Health
Component: Laboratory Services

COMPONENT SERIAL NO. 2065

Expenditures/Revenues	(Thousands of Dollars)					
	FY 97	FY 98	FY 99	FY 00	FY 01	FY 01
OPERATING EXPENDITURES						
PERSONAL SERVICES	00	00	00	00	00	00
TRAVEL	00	00	00	00	00	00
CONTRACTUAL	00	00	00	00	00	00
SUPPLIES	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	0.0	0.0	0.0	0.0	0.0	0.0
CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
CHANGE IN REVENUES (1005)	100.0	100.0	100.0	100.0	100.0	100.0

FUND SOURCE

1002 Federal Receipts	00	00	00	00	00	00
1003 GF Match	00	00	00	00	00	00
1004 GF	(100.0)	(100.0)	(100.0)	(100.0)	(100.0)	(100.0)
1005 GF Program Receipt	100.0	100.0	100.0	100.0	100.0	100.0
1006 GF-MHTA	00	00	00	00	00	00
Other	00	00	00	00	00	00
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY96) cost: 0.0

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.)

Bill would authorize the department to charge fees to regulate pesticides and broadcast chemicals. Proposed registration fees received from pesticide and broadcast chemical producers would replace general funds. No additional positions are planned.

Prepared by Larry Jones
Division Director, Division of Administrative Services

Phone 465-5010
Date 1/11/96

Approved by Commissioner Lawrence Jones
Agency Department of Environmental Conservation for Commissioner BERN
Date 1/10/96

PREPARED TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
For further distribution information, call the Governor's Legislative Office

FISCAL NOTE

No. 6

STATE OF ALASKA
1996 LEGISLATIVE SESSION

Bill Version: SB 216

(S) Publish Date: 1/12/96

Revision Date: _____
 Title: An Act relating to fees or assessment of costs for certain services provided by state government.
 Sponsor: Rules Committee
 Requestor: Governor

Department: Commerce and Economic Development
 BRU: Occupational Licensing
 Component: Operations

COMPONENT SERIAL NO. 1841

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	00	00	00	00	00	00

CAPITAL EXPENDITURES						
----------------------	--	--	--	--	--	--

CHANGE IN REVENUES	841.3	841.3	841.3	841.3	841.3	841.3
--------------------	-------	-------	-------	-------	-------	-------

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 General Fund						
1091 Designated Program Receipts	(3.0)	(3.0)	(3.0)	(3.0)	(3.0)	(3.0)
1005 GF/AMTA						
Other 1040 RESF	30	30	30	30	30	30
TOTAL	00	00	00	00	00	00

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

POSITIONS

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

Section 1 of the bill amends AS 08.68.472(a) to allow real estate surety fund hearing costs on a claim for reimbursement to be charged to the surety fund. Currently, only costs associated with awarded claims may be paid from the fund. The funding source change of \$3.0 from Designated Program Receipts (1091) to the Real Estate Surety Fund (1040) reflect the statutory change made in Section 1. The \$3.0 identified is a very conservative amount since previously, only costs associated with awarded claims were identified. After the first year of charging all surety fund related hearing costs to the surety fund, full costs of related hearings will be documented.

Section 5 of the bill amends AS 43.70.030(a) to increase the business licensing fee from \$25 per year to \$75 biennially. Licensees are currently valid for two years in which licensees pay \$50. There are approximately 67,300 business licenses which approximately half renew each year. Increasing the fee to \$75 will generate an additional \$841.3 to the General Fund.

Prepared by: Jennifer Schneider, Administrative Officer
 Division: Occupational Licensing
 Approved by Commissioner: William L. Hendley
 Agency: Commerce and Economic Development

Phone: 465-2144
 Date: January 10 1996
 Date: 1/11/96

PREPARED TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
 For further distribution information, call the Governor's Legislative Office

FISCAL NOTE

No. 7
 Bill Version: SB 216
 (S) Publish Date: 1/12/96

STATE OF ALASKA
 1996 LEGISLATIVE SESSION

Revision Date: _____ Dept. Affected: Office of the Governor
 Title: "An Act relating to fees and assessment of costs
for certain services provided by state government...." BRU: Office of Management & Budget
 Sponsor: Rules Committee Component: Governmental Coordination
 Requester: Governor COMPONENT SERIAL NO. 18

Expenditures/Revenues

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 100	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL			3.0	3.3	6.8	7.0
CONTRACTUAL			6.5	6.7	13.4	13.0
SUPPLIES			0.2	0.3	0.6	1.2
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	9.7	10.3	20.8	22.2

CAPITAL EXPENDITURES						
----------------------	--	--	--	--	--	--

CHANGE IN REVENUES			32.5	33.8	67.8	70.4
--------------------	--	--	------	------	------	------

FUND SOURCE

(Thousands of Dollars)

FUND SOURCE	FY 97	FY 98	FY 99	FY 100	FY 01	FY 02
1002 Federal Receipts						
1003 GF Match			(22.8)	(23.5)	(47.0)	(48.2)
1004 GF						
1005 GF Program Receipts			32.5	33.8	67.8	70.4
1007 GF Mental Health						
Other						
TOTAL	0.0	0.0	9.7	10.3	20.8	22.2

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

POSITIONS

POSITION TYPE	FY 97	FY 98	FY 99	FY 100	FY 01	FY 02
FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

Sec 6 allows OMB to adopt regulations to charge for services related to consistency reviews under Alaska's Coastal Management Program. For certain types of large projects (e.g., oil and gas development outside of the common carrier pipeline, forest products manufacturing facilities and development, and other large scale proposals), it is cost-effective for the project proponent to have the early involvement of dedicated state staff which facilitates and expedites the review and permitting of their project. Where industry is willing to pay for dedicated staff, this legislation and fiscal note enables DGC to assemble a team consisting of staff from DGC, state agencies and, if applicable, affected coastal districts, to facilitate early design and review of particular projects. Fee levels would be negotiated based on specific project requirements.

While Alaska will always have large projects, without an established record, we cannot predict revenues from this source until these projects near design and permitting stage. State lead time is often less than a fiscal year. This fiscal note anticipates setting fee rates and gauging industry participation during the regulation process in FY97 and FY98. (continued on page 2)

Prepared by: Diane Mayer *Diane Mayer* Phone: 465-3562
 Division: Governmental Coordination Date: 1/10/96
 Approved by Commissioner: Jim Ayers *Jim Ayers* Date: 1/10/96
 Agency: Office of the Governor

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
 For further distribution information, call the Governor's Legislative Office

For informational purposes only, this fiscal note shows application of the adopted regulations as it would apply to the operating budget of DGC only for a single project in FY99 and FY00. FY01 and FY02 are based on two large project activities. Each year is adjusted for the current inflation rate. Costs associated with additional state agencies and coastal district participation would be included in the fee negotiations with industry and would be distributed to participants through the RSA process.

Until such time as industry need and predictable fee receipts are determined, revenues generated through these fees will increase unrestricted revenue receipts to the GF and will assist in increasing available GF for legislative appropriation.

FISCAL NOTE

No. 8
Bill Version: SB 216

(S) Publish Date: 1/12/96

**STATE OF ALASKA
1996 LEGISLATIVE SESSION**

BILL NO.

Revision Date: _____
Title: Fees for State Services

Department Affected: Labor
BRU: Workers' Compensation
Component: Workers' Compensation

Sponsor: Rules Committee
Requestor: Governor

COMPONENT SERIAL NO. 144

EXPENDITURES/REVENUES:

(Thousands of Dollars)

OPERATING	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	00	00	00	00	00	00

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

CHANGE IN REVENUE	671.3	671.3	671.3	671.3	671.3	671.3
FUND SOURCE #	1005	1005	1005	1005	1005	1005

FINDING:

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	(671.3)	(671.3)	(671.3)	(671.3)	(671.3)	(671.3)
1005 Gr/Program Receipt	671.3	671.3	671.3	671.3	671.3	671.3
1006 GF/MTIA						
Other						
TOTAL	00	00	00	00	00	00

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY96) impact \$ 00

ANALYSIS: (Attach a separate page if necessary) Proposed Legislation of a 4% Workers' Compensation Self-insured Assessment on all self-insured employers would have a zero fiscal impact to the Workers' Compensation Division. The assessment to self-insured employers is similar to the premium tax paid by all insured employers. Exemption of the State is appropriate because the State already allocates 2.5 million to the Worker's Compensation general fund. If this bill is passed the State's contribution would be reduced, but it would still remain greater than the 4% private sector self-insured employer assessment. The new program receipts would offset existing general fund allocations.

Prepared by: Paul Grossel, Director Phone: 465-2790
Division: Workers' Compensation Date: 1/10/96

Approved by Commissioner: Tom Cashen, Commissioner
Agency: Department of Labor Date: 1/10/96

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
For further distribution information call the Governor's Legislative Office

FISCAL NOTE

STATE OF ALASKA
1996 LEGISLATIVE SESSION

BILL NO. CSSB216(L&C)

Revision Date: Original Dept Affected Natural Resources
 Title: An Act relating to fees or assessment of BRU: Resource Development
costs for certain services provided by state government... Component: Mining Development
 Sponsor: Rules by request of the Governor
 Requestor: Senate Finance Component Serial No. 442

(Thousands of Dollars)

Expenditures/Revenues	FY97	FY98	FY99	FY00	FY01	FY02
OPERATING EXPENDITURES						
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	0.0	0.0	0.0	0.0	0.0	0.0
CHANGE IN REVENUES (1005)	10.0	10.0	10.0	10.0	10.0	10.0

(Thousands of Dollars)

FUND SOURCE	FY97	FY98	FY99	FY00	FY01	FY02
1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

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

POSITIONS	FY97	FY98	FY99	FY00	FY01	FY02
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 \$62.0. 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 1/2 filed in the first year with only a limited part of the exploration period eligible for credits.

Prepared by: Jules Tileston, Director Phone: 269-6825
 Division: Mining and Water Management Date: 24-Apr-96
 Approved by Commissioner: [Signature] Date: 24-Apr-96
 Agency: Natural Resources

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE

FISCAL NOTE

STATE OF ALASKA
1996 LEGISLATIVE SESSION

BILL NO. CSSB 216(L&C)

Revision Date: _____
Title: Omnibus State Fees & Cost
 Assessments
Sponsor: Rules Committee
Requestor: Senate Finance

Department Affected: Labor
BRU: Workers' Compensation
Component: Workers' Compensation

COMPONENT SERIAL NO. 344

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	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	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
CHANGE IN REVENUE	384.4	384.4	384.4	384.4	384.4	384.4
FUND SOURCE #	1005	1005	1005	1005	1005	1005

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	(384.4)	(384.4)	(384.4)	(384.4)	(384.4)	(384.4)
1005 GF/Program Receipt	384.4	384.4	384.4	384.4	384.4	384.4
1006 GF/MHT/A						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY98) impact: \$ None

ANALYSIS: (Attach a separate page if necessary)
Proposed legislation of a 4% Workers' Compensation Self-Insured Assessment on all self-insured employers, excluding the state, a municipality, a municipal school district, or a regional educational attendance area, would have a 2013 fiscal impact to the Workers' Compensation Division. The assessment to self-insured employers is similar to the premium fee paid by all insured employers. The new program receipts would off set existing general funds and would take effect January 1, 1997.

Prepared by: Paul Grossl, Director Phone: 465-2790
Division: Workers' Compensation Date: 5/2/96
Tom Cashen
Approved by Commissioner: Tom Cashen, Commissioner
Agency: Department of Labor Date: 5/2/96

PREPARED TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
For further distribution information call the Governor's Legislative Office

Revision Date: _____ Dept. Affected: Revenue
 Title: Omnibus State Fees & Cost Assessments BRU: Audit Operations
 Component: Income and Excise Audit
 Sponsor: Rules/Gov
 Requestor: (S) FIN COMPONENT SERIAL NO. 113

Expenditures/Revenues:

(Thousands of Dollars)

	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
OPERATING EXPENDITURES						
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	00	00	00	00	00	00
CAPITAL EXPENDITURES						
CHANGE IN REVENUES (GF)	6,000.0	6,000.0	6,000.0	6,000.0	6,000.0	6,000.0

FUND SOURCE

(Thousands of Dollars)

	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
002 Federal Receipts						
003 GF Match						
004 GF						
005 GF Program Receipts						
037 GF/Mental Health						
Other						
TOTAL	00	00	00	00	00	00

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

POSITIONS:

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

ANALYSIS (Attach a separate page if necessary)

(See Attached Analysis)

Prepared By: Paul E. Dick Phone: 465-2312
 Division: Income and Excise Audit Date: May 1 1996
 Approved by Commissioner: Wilson L. Condon Date: May 1 1996
 Agency: Revenue

PREPARED TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
 For further distribution information call the Governor's Legislative Office

Fiscal Note Analysis
CSSB 216(FIN) - Omnibus State Fees and Cost Assessments
May 1, 1996
Page 2 of 2

Bill Analysis

This bill analysis includes only sections which pertain to Department of Revenue.

Section 8 deletes reference to AS 43.40.100(2)F (gasohol) for requirements of a certificate of use which applies to sales of tax-exempt motor fuel.

Section 12 repeals the tax exemption for gasohol.

Operating Costs

Department of Revenue does not anticipate any additional operating costs for implementing the tax exemption. Tax return forms would be updated to delete the line for gasohol under exemptions.

Revenue

For FY 96, the first full fiscal year in which gasohol sales were mandated in Anchorage, Department of Revenue projects that 75 million gallons of gasohol will be claimed as exemptions on motor fuel tax returns. Accordingly, the state will forego \$6 million (8¢/gallon times 75 million gallons) in motor fuel tax revenue. Repeal of the exemption will increase General Fund revenue by \$6 million per fiscal year.

FISCAL NOTE

STATE OF ALASKA
1996 LEGISLATIVE SESSION

BILL NO. CSSB 216 (FIN)

Revision Date: _____
Title: Fee Authority Bill
Sponsor: Rules Committee by request of Governor
Requestor: Senate Finance

Department Affected: Environmental Conservation
BRU: Statewide Public Services
Component: Statewide Public Services

COMPONENT SERIAL NO. 2058

Expenditures/Revenues:

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	19.3	19.3	19.3	19.3	19.3	19.3
TRAVEL	0.0	0.0	0.0	0.0	0.0	0.0
CONTRACTUAL	2.7	2.7	2.7	2.7	2.7	2.7
SUPPLIES	0.0	0.0	0.0	0.0	0.0	0.0
EQUIPMENT	0.0	0.0	0.0	0.0	0.0	0.0
LAND&STRUCTURES	0.0	0.0	0.0	0.0	0.0	0.0
GRANTS, CLAIMS	0.0	0.0	0.0	0.0	0.0	0.0
MISCELLANEOUS	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	22.0	22.0	22.0	22.0	22.0	22.0

CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
----------------------	-----	-----	-----	-----	-----	-----

CHANGE IN REVENUES (1005)	0.0	0.0	0.0	0.0	0.0	0.0
---------------------------	-----	-----	-----	-----	-----	-----

FUND SOURCE

1002 Federal Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1003 GF Match	0.0	0.0	0.0	0.0	0.0	0.0
1004 GF	0.0	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipt	22.0	22.0	22.0	22.0	22.0	22.0
1006 GF/MHTIA	0.0	0.0	0.0	0.0	0.0	0.0
Other	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	22.0	22.0	22.0	22.0	22.0	22.0

Estimate of any current year (FY96) cost: 0.0

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.)

Bill would allow the department to set and collect fees to review subdivision plans for sewage disposal or treatment in areas outside an organized borough or municipality. Only about 10% of the plan reviews done by the department are from these areas of the state.

Prepared by: Janice Adair
Division: Director, Division of Environmental Health

Phone: 269-7643
Date: 5/3/96

Approved by Commissioner: *Michael R*
Agency: Department of Environmental Conservation

Date: 5/3/96

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
For further distribution information, call the Governor's Legislative Office

5/2/96

Tom-

Attached are DEC fiscal notes for SB 216. I am concerned that perhaps neither of them apply given the restrictions contained in the committee amendment. Please advise.

Kathy

2618

Call DEC

5/3 am

Talked w/Janice 9:45 5/3/96

FISCAL NOTE

3/2/96
L & C, FIN

STATE OF ALASKA
1996 LEGISLATIVE SESSION

BILL NO. HB 416 / SB 216

Revision Date: 7-Mar-96
Title: Fee Authority Bill
Sponsor: Rules Committee
Requestor: Governor

Department Affected: Environmental Conservation
BRU: Statewide Public Services
Component: Statewide Public Services

COMPONENT SERIAL NO. 2058

Expenditures/Revenues:

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL	29.3	29.3	29.3	29.3	29.3	29.3
CONTRACTUAL	0.0	0.0	0.0	0.0	0.0	0.0
SUPPLIES	0.0	0.0	0.0	0.0	0.0	0.0
EQUIPMENT	0.0	0.0	0.0	0.0	0.0	0.0
LAND & STRUCTURES	0.0	0.0	0.0	0.0	0.0	0.0
GRANTS, CLAIMS	0.0	0.0	0.0	0.0	0.0	0.0
MISCELLANEOUS	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	29.3	29.3	29.3	29.3	29.3	29.3
CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
CHANGE IN REVENUES (1005)	220.0	220.0	220.0	220.0	220.0	220.0

FUND SOURCE

1002 Federal Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1003 GF Match	0.0	0.0	0.0	0.0	0.0	0.0
1004 GF	(190.7)	(190.7)	(190.7)	(190.7)	(190.7)	(190.7)
1005 GF Program Receipt	220.0	220.0	220.0	220.0	220.0	220.0
1006 GF MMTA	0.0	0.0	0.0	0.0	0.0	0.0
Other	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	29.3	29.3	29.3	29.3	29.3	29.3

Estimate of any current year (FY 96) cost: \$ 0.0

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.)

Bill would allow the department to set and collect fees to review subdivision plans for sewage disposal or treatment. Fees collected would replace all the general funds that were transferred to this BRU for the domestic wastewater program. The program receipts collected through these fees will fund salary costs of the technical staff conducting those reviews, salary costs of clerical staff and associated support costs.

Prepared by: Marianne See
Division: Director, Division of Statewide Public Service

Phone: 269-7635
Date: 2/3/96

Approved by Commissioner: *Lawrence Emmons*
Agency: Department of Environmental Conservation

Date: 2/7/96

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
For further distribution information, call the Governor's Legislative Office

FISCAL NOTE

3/8/96
LAC, FIN

STATE OF ALASKA
1996 LEGISLATIVE SESSION

BILL NO. HB 416 / SB 216

Revision Date: 7-Mar-96
 Title: Fee Authority Bill
 Sponsor: Rules Committee
 Requestor: Governor

Department Affected: Environmental Conservation
 BRU: Statewide Public Services
 Component: Statewide Public Services

COMPONENT SERIAL NO. 2058

Expenditures/Revenues:

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL	29.3	29.3	29.3	29.3	29.3	29.3
CONTRACTUAL	0.0	0.0	0.0	0.0	0.0	0.0
SUPPLIES	0.0	0.0	0.0	0.0	0.0	0.0
EQUIPMENT	0.0	0.0	0.0	0.0	0.0	0.0
LAND & STRUCTURES	0.0	0.0	0.0	0.0	0.0	0.0
GRANTS, CLAIMS	0.0	0.0	0.0	0.0	0.0	0.0
MISCELLANEOUS	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	29.3	29.3	29.3	29.3	29.3	29.3

CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
----------------------	-----	-----	-----	-----	-----	-----

CHANGE IN REVENUES (1005)	220.0	220.0	220.0	220.0	220.0	220.0
----------------------------	-------	-------	-------	-------	-------	-------

FUND SOURCE

1002 Federal Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1003 GF Match	0.0	0.0	0.0	0.0	0.0	0.0
1004 GF	(190.7)	(190.7)	(190.7)	(190.7)	(190.7)	(190.7)
1005 GF Program Receipt	220.0	220.0	220.0	220.0	220.0	220.0
1006 GF MITIA	0.0	0.0	0.0	0.0	0.0	0.0
Other	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	29.3	29.3	29.3	29.3	29.3	29.3

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

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.)

Bill would allow the department to set and collect fees to review subdivision plans for sewage disposal or treatment. Fees collected would replace all the general funds that were transferred to this BRU for the domestic wastewater program. The program receipts collected through these fees will fund salary costs of the technical staff conducting those reviews, salary costs of clerical staff and associated support costs.

Prepared by: Marianne See
 Division: Director, Division of Statewide Public Service

Phone: 269-7635
 Date: 2/5/96

Approved by Commissioner: [Signature]
 Agency: Department of Environmental Conservation

Date: 3/7/96

PREPARED TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
 For further distribution information, call the Governor's Legislative Office

FISCAL NOTE

No. 5

STATE OF ALASKA
1996 LEGISLATIVE SESSION

BILL NO. _____ Bill Version: SB 216
(S) Publish Date: 1/12/96

Revision Date: _____
Title: Fee Bill
Sponsor: Rules Committee
Requestor: Governor

Department Affected: Environmental Conservation
BRU: Statewide Public Services
Component: Statewide Public Services

COMPONENT SERIAL NO. 2058

Expenditures/Revenues:

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 01
PERSONAL SERVICES	0.0	0.0	0.0	0.0	0.0	0.0
TRAVEL	0.0	0.0	0.0	0.0	0.0	0.0
CONTRACTUAL	0.0	0.0	0.0	0.0	0.0	0.0
SUPPLIES	0.0	0.0	0.0	0.0	0.0	0.0
EQUIPMENT	0.0	0.0	0.0	0.0	0.0	0.0
LAND & STRUCTURES	0.0	0.0	0.0	0.0	0.0	0.0
GRANTS CLAIMS	0.0	0.0	0.0	0.0	0.0	0.0
MISCELLANEOUS	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0
CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
CHANGE IN REVENUES (1005)	220.0	220.0	220.0	220.0	220.0	220.0

FUND SOURCE

1002 Federal Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1003 GF Match	0.0	0.0	0.0	0.0	0.0	0.0
1004 GF	(220.0)	(220.0)	(220.0)	(220.0)	(220.0)	(220.0)
1005 GF Program Receipts	220.0	220.0	220.0	220.0	220.0	220.0
1006 GF MHTIA	0.0	0.0	0.0	0.0	0.0	0.0
Other	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY 96) cost: \$ 0.0

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.)

Bill would allow the department to set and collect fees to review subdivision plans for sewage waste disposal or treatment. Fees collected would replace general funds currently funding salary costs of the technical staff conducting those reviews, salary costs of clerical staff and associated support costs.

Prepared by: Larry Jones *Lawrence Jones*
Division: Director, Division of Administrative Services

Phone: 465-5610
Date: 1/11/96

Approved by Commissioner: Lawrence Jones for Commissioner *Lawrence Jones for Commissioner*
Agency: Department of Environmental Conservation

Date: 1/10/96
BURDEN

PREPARED TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
For further distribution information, call the Governor's Legislative Office



Official Business

Alaska State Senate

Senate Finance Committee

Mail Stop 3100
State Capitol
Juneau, Alaska 99801-1182

**SENATE FINANCE COMMITTEE
LETTER OF INTENT
TO ACCOMPANY
COMMITTEE SUBSTITUTE FOR SB 216 (FIN)**

It is the intent of the legislature that rather than establish authority for the Department of Environmental Conservation to charge review fees for subdivision plans for sewage waste disposal or treatment submitted under AS 46.03.090 within organized boroughs and municipalities, that each organized borough or municipality should determine if such reviews are necessary. If the borough or municipality determines such reviews are necessary, the borough or municipality may establish an appropriate fee for approving the plans.

moved Sen. Frank
w/o objection
adopted

Letter of Intent
AMENDMENT

OFFERED IN THE SENATE

BY: SENATOR FRANK

TO: CSSB 216 (FIN) [version K, Cook, 5/1/96]

Page 5, Line 20:

Insert a new bill section to read:

• Sec. 15. SUBDIVISION PLAN REVIEWS. It is the intent of the legislature that rather than establish authority for the Department of Environmental Conservation to charge review fees for subdivision plans for sewage waste disposal or treatment submitted under AS 46.03.090 within organized boroughs and municipalities, that each organized borough or municipality should determine if such reviews are necessary. If the borough or municipality determines such reviews are necessary, the borough or municipality may establish an appropriate fee for approving the plans.

Renumber remaining sections.

Page 5, Line 21:

Delete " 11, and 14"

Insert "11, 14, and 15"

A FAX

Alaska State Legislature

Date: 5-1-96

To: Legal Services - Attn: Karen

Fax #: 2029 Phone #: 2450

From: Kathy - Senate Finance

Phone #: 2618

Re: Final CSSB 216 (Fix) Using work draft
9-B52024\K as the base, please incorporate the
attached amendment and lengthen the title
to reflect all elements within the bill.

Please return the final to Room 520
of the Capitol Bldg.

Following this page, please find 1 page(s). If this does not reach you in full, please inform us ASAP.



THANK YOU

AMENDMENT to ~~Amendment #3~~ ^{bill #6}

moved Sen. Frank
w/o objection
adopted

OFFERED IN THE SENATE

Sen. Frank

TO: CS SB 216(L&C)

SENATE FINANCE
COMMITTEE

Amendment Number: 3
Bill Number: CS SB 216(L&C)
Sponsor: Gov. Date: 2/23/96
Logged In By: AL

Page 1 line 7
Following "response."
Delete "and"

Page 1, line 8:
Following "chemicals":
Insert "and subdivision plans for sewage waste disposal or treatment:"

Page 3, after line 29:
Insert new bill subsection to read: outside of an organized borough or municipality
(9) subdivision plans for sewage waste disposal or treatment
submitted under AS 46.03.090.

The fees authorized
by this subsection
may not be levied
for review of
subdivisions being
divided into 4 lots
or less where each
lot is at least one
acre in size.

9-GS2024\K
Cook
5/1/96

SFC
5/2/96
RP
moved
Adopted

CS FOR SENATE BILL NO. 216(FIN)
IN THE LEGISLATURE OF THE STATE OF ALASKA
NINETEENTH LEGISLATURE - SECOND SESSION

BY THE SENATE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

A BILL

FOR AN ACT ENTITLED

5/2/96 motion
to have the title
reflect coverage of
the bill
Adopted

1 "An Act relating to fees, assessments, and costs for certain functions of state
2 or municipal government; relating to a tax exemption; and providing for an
3 effective date."

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

5 • Section 1. AS 08.88.472(a) is amended to read:

6 (a) The [WHEN AN AWARD IS MADE FROM THE REAL ESTATE
7 SURETY FUND UNDER AS 08.88.470, THE] commission may charge to the real
8 estate surety fund the costs of a hearing on a claim for reimbursement held under
9 AS 08.88.465. The commission shall deposit into the real estate surety fund
10 amounts [AS 08.88.071 OR 08.88.465, AMOUNTS SUBSEQUENTLY] recovered
11 [BY THE COMMISSION] for these costs from the licensee under AS 08.88.071(b) or
12 from other parties under AS 08.88.490 [SHALL BE DEPOSITED TO THE REAL
13 ESTATE SURETY FUND].

14 • Sec. 2. AS 14.48.090 is repealed and reenacted to read:

1 Sec. 14.48.090. FEES. The commission shall adopt regulations that establish
2 the amount and manner of payment of application fees, authorization or permit fees,
3 renewal fees, investigation fees, and all other fees as appropriate for the authorization
4 to operate under AS 14.48.070 and the agent's permit for services under AS 14.48.080.

5 • Sec. 3. AS 18.80.060(b) is amended to read:

6 (b) In addition to other powers and duties prescribed by this chapter, the
7 commission may

8 (1) delegate to the executive director all powers and duties given it by
9 this chapter except the duties and powers given it by AS 18.80.120 and 18.80.130;

10 (2) call upon the departments and agencies of the state, with the
11 approval of the governor, for cooperation and assistance in carrying out this chapter;

12 (3) hold hearings under AS 18.80.120;

13 (4) establish the amount and manner of payment of fees for
14 services, information, and materials that the commission provides to public and
15 private organizations and other persons.

16 • Sec. 4. AS 23.30.090 is amended by adding new subsections to read:

17 (b) An employer authorized as a self-insurer, except the state, a municipality,
18 a municipal school district, or a regional educational attendance area shall pay to the
19 department, for administrative services provided by the department, a fee of four
20 percent of the total amount reported in the report filed by the employer under
21 AS 23.30.155(m) for the preceding calendar year. The board shall adopt regulations
22 establishing the procedures for payment of the fee under this subsection. The
23 department shall transfer the fees collected under this subsection to the Department of
24 Revenue for deposit in the state treasury.

25 (c) In (b) of this section, "total amount reported" means the total of all
26 temporary total disability payments, temporary partial disability payments, permanent
27 partial disability payments, permanent partial impairment payments, permanent total
28 disability payments, medical benefits, reemployment benefits, health benefits, attorney
29 fees, litigation costs, penalties, interest, and other payments paid by the employer and
30 reported in the employer's annual report filed under AS 23.30.155(m).

31 • Sec. 5. AS 27.30 is amended by adding a new section to read:

1 Sec. 27.30.095. FEES. The commissioner may charge a fee for direct costs
2 incurred by the department in evaluating or auditing an application to certify the credit
3 authorized under AS 27.30.010, including the cost of contractors selected by the
4 commissioner to assist in the evaluation or audit. The fee may not exceed \$500 for
5 each application covering one or more years if the amount claimed in the application
6 is \$1,000,000 or less. The fee may not exceed \$1,000 for each application covering
7 one or more years if the amount claimed in more than \$1,000,000.

- 8 • Sec. 6. AS 29.35 is amended by adding a new section to read:

9 Sec. 29.35.085. COSTS OF PRISONERS. A municipality may charge a
10 prisoner in a municipal facility for room, board, and personal expenses of the prisoner,
11 subject to the ability of the prisoner to pay the charge. A charge imposed under this
12 section may not exceed \$70 per day.

- 13 • Sec. 7. AS 35.10 is amended by adding a new section to article 2 to read:

14 Sec. 35.10.121. MARINE AND HARBOR FACILITY FEES. (a) The
15 department may establish fees, by regulation, for the use of state marine or harbor
16 facilities that provide for the reasonable costs of management, operation, maintenance,
17 and replacement of those facilities.

18 (b) A municipality that leases a state marine or harbor facility under
19 AS 35.10.120 may, by ordinance and in accordance with the lease, establish and
20 collect reasonable fees for the use of those facilities. The municipality shall establish,
21 by ordinance, a separate account into which those fees shall be deposited. The
22 municipality shall disburse money from the account in accordance with the lease and
23 applicable law.

- 24 • Sec. 8. AS 43.40.015(d) is amended to read:

25 (d) A certificate of use is not required

26 (1) for fuel exempted under AS 43.40.100(2)(C) [(F)] or (K); and

27 (2) for fuel exempted under AS 43.40.100(2)(J) other than fuel sold or
28 transferred under this exemption to a person who is engaged in construction or mining
29 activity.

- 30 • Sec. 9. AS 43.70.030(a) is amended to read:

31 (a) The license fee for each business is \$75 for a two-year period (\$25 PER

1 YEAR].

2 • Sec. 10. AS 44.35.040 is amended to read:

3 Sec. 44.35.040. FEES FOR CERTAIN TRAINING. The Department of Military
4 and Veterans' Affairs may adopt regulations establishing reasonable fees for training
5 provided by the department to persons relating to emergency management response.
6 Regulations adopted under this section must establish [THE TRANSPORTATION,
7 STORAGE, OR OTHER MANAGEMENT OF HAZARDOUS SUBSTANCES, AND
8 ESTABLISHING] procedures for the collection of the fees.

9 • Sec. 11. AS 44.46.025(a) is amended to read:

10 (a) The Department of Environmental Conservation may adopt regulations that
11 prescribe reasonable fees, and establish procedures for the collection of the fees, to
12 cover the applicable direct costs, not including travel, of inspections, permit
13 preparation and administration, plan review and approval, and other services provided
14 by the department relating to

15 (1) agriculture and animals under AS 03.05; food, drugs, and cosmetics
16 under AS 17.20; and public accommodations and facilities under AS 18.35;

17 (2) certificates of inspection for motor vehicles under AS 46.14.400 or
18 46.14.510;

19 (3) sewerage system and treatment works and wastewater disposal
20 systems, and drinking water systems, under AS 46.03.720;

21 (4) [REPEALED

22 (5) REPEALED

23 (6)] water and wastewater operator training under AS 46.30;

24 (5) [(7)] control of solid waste facilities under AS 46.03.020(10) and
25 46.03.100;

26 (6) [(8)] certification of laboratories conducting environmental analyses
27 of public drinking water systems or of oil or hazardous substances, or conducting other
28 analyses required by the department;

29 (7) [(9)] certification of federal permits or authorizations under 33
30 U.S.C. 1341, sec. 401 (Clean Water Act);

31 (8) regulation of pesticides and broadcast chemicals under

1 AS 46.03.320 and 46.03.330.

2 * Sec. 12. AS 43.40.100(2)(F) is repealed.

3 * Sec. 13. TRANSITIONAL PROVISION: ADOPTION OF REGULATIONS. The state
4 agencies affected by this Act may proceed to adopt regulations necessary to implement the
5 changes made by secs. 2 - 5, 7, and 9 - 11 of this Act, respectively. The regulations take
6 effect under AS 44.62 (Administrative Procedure Act), but not before the respective effective
7 dates of secs. 2 - 5, 7, and 9 - 11 of this Act.

8 * Sec. 14. TRANSITIONAL PROVISION: TEMPORARY FEE SCHEDULE FOR
9 CERTAIN ACTIVITIES RELATED TO POSTSECONDARY EDUCATIONAL
10 INSTITUTIONS AND AGENTS. Until a new fee schedule is adopted by regulation to
11 implement the changes made by sec. 2 of this Act, the Alaska Commission on Postsecondary
12 Education, or its successor state agency, may charge the fees set out in the following schedule
13 for an authorization to operate an institution in this state and for an agent's permit related to
14 activities for postsecondary educational institutions:

15	(1) authorization to operate	\$100;
16	(2) renewal of authorization to	
17	operate	\$100;
18	(3) an agent's permit	\$ 50;
19	(4) renewal of an agent's permit	\$ 50.

20 * Sec. 15. Section 13 of this Act takes effect immediately under AS 01.10.070(c).

21 * Sec. 16. Sections 1 - 3, 5 - 7, 10, 11, and 14 of this Act take effect July 1, 1996.

22 * Sec. 17. Sections 4 and 9 of this Act take effect January 1, 1997.

CS SB 216(FIN) - RELATING TO FEES CHARGED BY STATE AGENCIES - SECTIONAL

Section	Department	Brief Description	Revenues	
			FY97	Future Years
1	Commerce & Economic Dev	Allows the department to charge costs of hearings related to the real estate surety fund on an ongoing basis rather than upon conclusion of a case. This clarifies and simplifies the real estate surety fund statutes by allowing all hearing costs to be charged to the real estate surety fund.	3.0	
2	Education	Allows the department to set fees by regulation for applications to operate and for agents' permits related to postsecondary education institutions This will allow the corporation to cover costs of this process by allocating these costs across the regulated population. Charges will be based on a sliding scale tied to the tuition/fee revenues of each institution and will set minimums and	62.5	
3	Governor	Allows the Human Rights Commission to charge fees for education and training services and for materials provided to the public The Commission has had to direct more of its limited resources towards enforcement and less to training in recent years. This section will allow the Commission to charge for training to deal with this unmet need. <i>Request technical</i>	5.1	
4	Labor	Requires self-insured employers to pay a fee to cover the costs of activities related to Workers' Compensation claims processing. The bill exempts municipalities, school districts and regional educational attendance areas from these provisions. 4% user fee on all workers compensation costs paid during the previous calendar year. This is similar to the premium tax paid by employers' for WC policies. This fee would cover the cost of processing & hearings on claim disputes before the	671.3	
5	Natural Resources	Allows the department to charge a fee for direct costs of evaluating or auditing an application for exploration credits for mine development.		
6		Allows municipalities to charge prisoners for costs of incarceration subject to prisoners' ability to pay		

CS SB 216(FIN) - RELATING TO FEES CHARGED BY STATE AGENCIES - SECTIONAL

7	Transportation & Public Facilities	Allows the department to charge for the use of state marine or harbor facilities and requires municipalities that lease state marine or harbor facilities to charge comparable fees and account for those fees separately.		
8	Revenue	Removes gasohol from the requirement of use permits		
9	Commerce & Economic Dev	Increases business license fees charged by Occupational Licensing from \$25 per year to \$75 every 2 years The business license fees have not been changed since statehood. The increased revenues will help close the fiscal gap. Occupational licensing collects the current fees on a biannual basis.	841.3	
10	Military & Veterans' Affairs	Allows the department to charge fees for emergency management response training Municipalities, non-profits and for-profit organizations are interested in receiving training on emergency preparedness. The fees will cover travel and facility rental necessary to conduct the training. The trainer is funded from federal FEMA funds.	0.0	4.0
11	Environmental Conservation	Allows the department to charge chemical firms fees for pesticide and broadcast chemical use.	100.0	
12	Revenue	Removes the gasohol from the exemptions from the definition of motor fuel		
13, 14		Transitional language		
15 - 17		Effective dates		
			<hr/> 1,683.2	4.0
PROPOSED AMENDMENT				
New	Environmental Conservation	Allows the department to charge fees for review of subdivision plans for sewage waste disposal or treatment facilities The department will set and collect fees for review of subdivision plans for sewage disposal or treatment. The fees will replace GF transferred from the domestic wastewater program. This will fund technical staff conducting reviews and supporting costs.	220.0	

April 12, 1996

MEMO TO FILE

TO: Finance Committee

BILL/RES. NO.: SENATE BILL NO. 216

"An Act relating to fees or assessment of costs for certain services provided by state government, including hearing costs related to the real estate surety fund; fees for authorization to operate a postsecondary educational institution or for an agent's permit to perform services for a postsecondary educational institution; administrative fees for self-insurers in workers' compensation; business license fees; fees for activities related to coastal zone management, training relating to emergency management response, regulation of pesticides and broadcast chemicals, and subdivision plans for sewage waste disposal or treatment; and providing for an effective date."

ATTENTION: Nancy, Rhonda, Heidi
Senate Secretary's Office

This bill/resolution has not yet received a do pass recommendation.

Leave this note in the file.

SENATE COMMITTEE REPORT
First Committee of Referral

DATE: 2/23/96

FURTHER: Finance

Date of 5-Day Notice: 4/4/96
 (in accordance with Uniform Rule 23)

DATE TURNED INTO OFFICE: 4/19/96

The Labor & Commerce Com considered SB 216

Omnibus state fees and cost assessments.

PFW's

and recommends:

- be replaced with CS SB 216 (LIC)
- adopt previous CS _____
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to the _____ Committee

- Senate Bill:
- same title
 - new title
- House Bill:
- same title
 - technical title
 - new: SCR _____

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
		<i>Mick Miller</i>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
		<i>John Ryan</i>	<input checked="" type="checkbox"/>		
CHAIR: <i>[Signature]</i>		CHAIR: <i>T. Kelly</i>			

NEW FISCAL NOTE(S):

Department	Date	Zero	Fiscal

PREVIOUS FISCAL NOTE(S):*

Department	Date	Zero	Fiscal
Revenue	1/11/96		62.5
Office of Gov.	1/9/96		5.1
Military; Vet. Affs	1/11/96		4.0
DEC	1/11/96		100.0
DEC	1/10/96		220.0
DCEO	1/10/96		741.3
Office of Gov.	1/10/96		32.5

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill

DO Labor 1/10/96 (671.3) change in RUMU

A M E N D M E N T

OFFERED IN THE SENATE

BY: SENATOR FRANK

TO: CSSB 216 (FIN) [version K, Cook, 5/1/96]

Page 5, Line 20:

Insert a new bill section to read:

* Sec. 15. SUBDIVISION PLAN REVIEWS. It is the intent of the legislature that rather than establish authority for the Department of Environmental Conservation to charge review fees for subdivision plans for sewage waste disposal or treatment submitted under AS 46.03.090 within organized boroughs and municipalities, that each organized borough or municipality should determine if such reviews are necessary. If the borough or municipality determines such reviews are necessary, the borough or municipality may establish an appropriate fee for approving the plans.

Renumber remaining sections.

Page 5, Line 21:

Delete " 11, and 14"

Insert "11, 14, and 15"

5/2/96

Tom -

Tom Cook, Legal

Services, says amend.

language is "awful."

She wants to reword.

Please give her a call.

at 2450.

Kathy

AMENDMENT to bill #6 Amendment #3

moved Sen. Frank w/o objection adopted

OFFERED IN THE SENATE

Sen. Frank

TO: CS SB 216(L&C)

SENATE FINANCE COMMITTEE

Amendment Number: 3
Bill Number: CS SB 216(L&C)
Sponsor: Gov. Date: 4/23/96
Logged In By: JL

Page 1 line 7
Following "response,"
Delete "and"

Page 1, line 8:
Following "chemicals;":
Insert "and subdivision plans for sewage waste disposal or treatment:"

Page 3, after line 29:
Insert new bill subsection to read: outside of an organized borough or municipality
(9) subdivision plans for sewage waste disposal or treatment
submitted under AS 46.03.090.

The fees authorized
by this subsection
may not be levied
for review of
subdivisions being
divided into 4 lots
or less where each
lot is at least one
acre in size.

STATE OF ALASKA

APR 16 1996

TONY KNOWLES, GOVERNOR

DEPT. OF ENVIRONMENTAL CONSERVATION

DIVISION OF ENVIRONMENTAL HEALTH
555 CORDOVA STREET
ANCHORAGE, ALASKA 99501

Telephone: (907) 269-7644

Fax: (907) 269-7654

HAND DELIVERED
April 15, 1996

The Honorable Rick Halford
Co-Chair, Senate Finance Committee
Juneau, AK 99801

Dear Senator Halford:

CSSB 216 (L&C), authorizing user fees for certain activities, has been referred to your committee. When originally introduced, this bill in part would have allowed the Department of Environmental Conservation to charge a fee for reviewing subdivision plans. The Labor and Commerce committee deleted this provision. It is our hope that the Finance Committee will consider adding it back. I have sent a similar letter to Senator Frank.

When the bill was before Labor and Commerce, the primary concern expressed was that DEC's review somehow duplicates work performed by engineers hired by the subdivision developers. Obviously, I did not do a sufficient job at explaining the differences between DEC's role and that of the private engineers. I have therefore put together a brief, but I hope, fuller explanation of what DEC does and why. It is enclosed for your perusal.

There were also statements made by the committee members that since we had general funds to do this work, the Department would be able to continue to perform the plan reviews without fee authority. While that was true at the time, the general funds in the Division of Statewide Public Service that supported this function have since been cut. Therefore, without this fee authority, review of subdivision plans will cease.

The Department does have authority to charge fees for individual lot certification, which is required by lending institutions before they will make loans on homes with an on-lot sewage system. However, when problems arise after the individual lots are developed, the cost to the state and municipality through a CIP fix or to the homeowners can be - and usually is - considerable. I've included some information on this point in the enclosed fact sheet. If the subdivision plans are reviewed before the property is sold, there is an opportunity at that point to resize or reconfigure the lots. It also seems odd to risk spending thousands or millions of dollars on fixing problems that likely would have been prevented for a few hundred dollars.

April 15, 1996

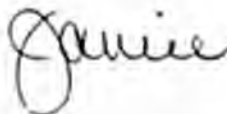
Last week, Don Gilman, the Mayor of the Kenai Peninsula Borough, sent a letter to you about subdivision plan reviews. It expressed his support for continuance of this function by some governmental entity, be it the state or the municipalities. I've enclosed a copy for your easy reference. As Mayor Gilman notes, at this time only Anchorage and Valdez perform this function. He indicates Kenai's willingness to accept this responsibility but points out that most local governments will not voluntarily do so.

This certainly seems to be the case for the Mat-Su Borough, which passed a resolution last month in support of DEC's continuing to perform subdivision plan reviews supported by fees. I've also enclosed a copy of that resolution for your review.

Safe sewage disposal is something everyone needs. It's so basic, most buyers don't consider the possibility they may not have it. Failure to have adequate sewage disposal is not only disgusting, it poses a significant health threat. And, property without an affordable, workable sewage disposal system loses value. While no review can absolutely guarantee a system won't fail, what we have seen is that the systems that have failed are those where no state or municipal review was done.

I will be in Juneau Monday afternoon through Thursday noon and would be happy to answer any questions you or your staff might have on this topic. I can be reached at 465-5065. Thank you for your consideration.

Sincerely,



Janice Adair
Director &
Legislative Liaison

JA/id (EH/g/ch/SB216.fin)

Enclosures:

- Subdivision Plan Review Fact Sheet
- Letter from Mayor Gilman, dated 4-12-96
- Mat-Su Borough Resolution, dated 3-19-96

cc: The Honorable Steve Reiger (w/encl)
The Honorable Bert Sharp (w/encl)
The Honorable Randy Phillips (w/encl)
The Honorable Fred Zharoff (w/encl)
The Honorable Dave Donley (w/encl)

SUBDIVISION PLAN REVIEW

- **What is a subdivision plan review?**

Subdivision plans are reviewed to ensure that proposed lots are sized properly to support safe sewage treatment and disposal.

- **Why are these reviews done, and who does them?**

Ensuring the proposed lots in a subdivision can accommodate safe and economical sewage treatment and disposal is a basic governmental public health review of the subdivision. Equally important, ensuring proper sewage disposal helps maintain property values.

The subdivision review is the first and sometimes only opportunity for the state or municipal government to work with developers and their engineers to assure consistent and proven concepts are applied in dealing with sewage disposal issues.

In most places in the state, it is the Department of Environmental Conservation which does these reviews. However, a municipality may opt through adoption of an ordinance to undertake this activity. Both the Municipality of Anchorage and Valdez have done so.

- **Doesn't this duplicate what private engineers do for the developers?**

Whereas private engineers work with the developer on an individual subdivision and ensures compliance with Title 29, state or municipal review looks at the setting of the subdivision in relation to other subdivisions, adjacent lots, ground water, drinking water, other nearby waterbodies and so on. It's more of a public health review, rather than strictly an engineering review and ensures compliance with Title 46.

- **So what? Why is this important?**

A lot or subdivision that has a failing sewage disposal system can't be sold - banks won't issue a loan, even if there was a willing buyer. Homesites can end up with raw sewage on the ground or contaminated drinking water wells when a system fails.

While nothing can guarantee there will never be a problem, subdivision review is the best insurance we have to head off million-dollar problems for communities, and thousand-dollar problems for individual homeowners. It's a pay-now-or-pay-later situation. Some examples are on the back.

- **How much will it cost and who will pay?**

The Department estimates that the fee would run about \$300 per subdivision. The average subdivision has 7 lots, so the fee would be equal to about \$43 per lot. The developer of the property would pay the fee, though it's likely it would be passed on as a small increase in the cost of each lot. It's important to remember though that it can cost homeowners tens of thousands of dollars to correct the problems with sewage disposal this review is intended to avoid.

EXAMPLES

- *Talkeetna and Wasilla.* The Talkeetna area was so saturated with failing septic systems, the state and federal governments had to install a \$5.6 million sewer system. In Wasilla, a similar problem wound up costing \$14 million.
- *Castaway Cove/Kenai.* People who purchased lots in two riverside subdivisions, at premium riverside prices, found the lots could not support on-lot septic systems. They can build nothing more than boathouses.
- *McDonald Spit/Kenai.* A five acre tract was subdivided into lots that were too small to accommodate on-site sewage treatment. The lots were sold, and the purchasers found they were unable to secure loans to build on their property and are facing substantial costs to accommodate on-site disposal.
- *Fairbanks.* As septic failures surface in Fairbanks subdivisions, as as more people crowd out the existing systems' capacities, homeowners who want to buy or sell property are having to spend \$6,000 to \$10,000 per lot to install proper sewage disposal systems.
- *Chugiak.* When septic systems on residential property failed in Chugiak, ground water - the source for the Chugiak Elementary school's drinking water became contaminated. The school had to abandon it's well and install a connection to the municipal water system. It will also have to upgrade its onsite wastewater system. Cost, about \$2 million - and this doesn't include the cost to the individual homeowners.



KENAI PENINSULA BOROUGH

144 N BINKLEY SOLDOTNA, ALASKA 99869-7599
BUSINESS (907) 262-4441 FAX (907) 262-1892

VIA FAX 465-4928

DON GILMAN
MAYOR

April 12, 1996

The Honorable Senator Rick Halford, Co-Chairman
Senate Finance Committee
State Capitol, Room 508
Juneau, Alaska 99801-1182

Dear Senator Halford:

RICK

Janice Adair from the Alaska Department of Conservation has asked that I comment to you on the pending proposal to either authorize a \$250 plan review fee for ADEC review of subdivisions or transfer that review responsibility to local governments. As you know, Unified Municipalities like Anchorage, Juneau, Sitka and Boroughs such as the Kenai Peninsula Borough must review and approve subdivisions according to standards established under Title 29 of the Alaska Statutes. Currently only Anchorage and Valdez include within their subdivision review water and wastewater regulations. The rest of the communities rely upon ADEC to perform this function.

It is my opinion that the Kenai Peninsula Borough would accept the review function if ADEC discontinued its plan check. It is my understanding that subdivision review is not a function which ADEC must perform but one which has been assumed because the water and wastewater review was not required at the local level. I have consulted with our planning commission on this issue and it was their view that the professional surveyors and engineers who submit the plats to the borough could provide evidence of the water/wastewater requirements in any particular subdivision. This would eliminate the necessity for ADEC review. However, unless either the legislature or ADEC requires the local governments to perform this function it is safe to assume that not all local governments will take on this task.

If the Kenai Peninsula Borough were to include water/wastewater plan review by the professional surveyors the added cost which the borough would incur would be incorporated into the subdivision review charge which we periodically adjust. Currently we charge \$60 for plats which have 4 lots or less and \$75-\$2.00 per lot for plats with more than 4 lots. Added costs for water/wastewater review would be minimal because the developer would be paying the professional engineer for the investigation of the property and the out of pocket expenses. The borough can do this because we already have staff that are dedicated full time to subdivision review. Under any circumstances the developer of the land should bear the expense of the review and in my opinion the reviews should continue.

I hope I haven't bored you to death with detail and this information can be some help in your deliberations on this matter.

Sincerely yours,

Don Gilman
Kenai Peninsula Borough Mayor

DG:M

cc: Ms. Janice Adair

Adopted: 3/19/96

**MATANUSKA-SUSITNA BOROUGH
RESOLUTION SERIAL NO. 96-016**

A RESOLUTION OF THE MATANUSKA-SUSITNA BOROUGH ASSEMBLY SUPPORTING ALASKA DEPARTMENT OF ENVIRONMENTAL CONSERVATION REVIEW OF SUBDIVISION PLANS AND CHARGING APPROPRIATE USER FEES.

WHEREAS, ground water is an important drinking water source to the residents of the Matanuska-Susitna Borough and needs to be protected from overdevelopment or improper development of land; and

WHEREAS, ground water and surface water are valuable economic resources, and the protection of these resources is of concern to the residents of the Matanuska-Susitna Borough; and

WHEREAS, Alaska Department of Environmental Conservation has numerous statutorily delegated duties, such as water and wastewater plan reviews, and protection of ground and surface waters; and

WHEREAS, Alaska Department of Environmental Conservation has the engineering expertise to conduct subdivision plan reviews to assure that subdivision lots can be properly developed with wastewater disposal systems; and

WHEREAS, Alaska Department of Environmental Conservation's budget in the Domestic Wastewater Program has been significantly reduced since 1992; and

WHEREAS, other partners of this program transfer much of the service cost to the user; and

WHEREAS, the Matanuska-Susitna Borough is recovering from a long debilitating recession, elimination of the Alaska Department:


of Environmental Conservation subdivision plan wastewater disposal reviews will cause economic hardship in the Borough; and

WHEREAS, the Matanuska-Susitna Borough would need to hire additional engineering staff to conduct such reviews, at substantial costs; and

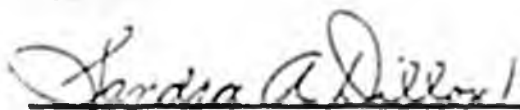
WHEREAS, the Alaska Department of Environmental Conservation should charge user fees to the subdivision developer which recovers the costs associated with subdivision plan reviews, so there is no net cost to the state.

NOW THEREFORE, BE IT RESOLVED, that the Matanuska-Susitna Borough Assembly supports the continuation of the Alaska Department of Environmental Conservation's subdivision plan review responsibilities and the proposed amendment to AS 44.66.025(A) to allow for the charging of appropriate user fees for this service.

ADOPTED by the Matanuska-Susitna Borough Assembly this 19th day of March, 1996.


BARBARA LACHER, Borough Mayor

ATTEST:


SANDRA A. DILLON, Borough Clerk

(SEAL)

AMENDMENT

SENATE FINANCE
COMMITTEE

OFFERED IN THE SENATE

TO: CS SB 216(L&C)

Amendment Number: 1

Bill Number: CS SB 216(L&C)

Sponsor: Gov. Date: 4/23/96

Logged In By: AN

Page 1, line 5:

Following "compensation:"

Insert "fees for services and materials provided by the Human Rights
Commission;"

Page 2, after line 11:

Insert new bill section to read:

*Sec. 3. AS 18.80.060(b) is amended to read:

(b) In addition to other powers and duties prescribed by this chapter, the
commission may

(1) delegate to the executive director all powers and duties given it
by this chapter except the duties and powers given it by AS 18.80.120 and 18.80.130;

(2) call upon the departments and agencies of the state, with the
approval of the governor, for cooperation and assistance in carrying out this chapter;

(3) hold hearings under AS 18.80.120;

(4) establish the amount and manner of payment of fees for
services, information and materials that the commission provides to public and private
organization and other person.

Renumber the following bill sections accordingly:

Page 4, line 1:

Delete "secs. 2 - 6"

Insert "secs. 2 - 7"

Page 4, line 3:

Delete "secs. 2 - 6"

Insert "secs. 2 - 7"

Page 4, line 16:

Delete "Section 7"

Insert "Section 8"

Page 4, line 17:

Delete "Sections 1, 2, 5, 6, and 8"

Insert "Sections 1, 2, 3, 6, 7, and 9"

Page 4, line 18

Delete "Sections 3 and 4"

Insert "Sections 4 and 5"

AMENDMENT

SENATE FINANCE

COMMITTEE

Amendment Number: 2

Bill Number: CS SB 216(L&C)

Sponsor: Gov. Date: 4/23/96

Logged In By: EV

OFFERED IN THE SENATE

TO: CS SB 216(L&C)

Page 1, line 6:

Following "compensation:"

Insert "fees for activities related to coastal zone management;"

Page 2, after line 29:

Insert new bill section to read:

*Sec. 5. AS 44.19.145(a)(11) is amended to read:

(11) render, on behalf of the state, all federal consistency determinations and certifications authorized by 16 U.S.C. 1456 (Sec. 307, Coastal Zone Management Act of 1972), and each conclusive state consistency determination when a project requires a permit, lease, or authorization from two or more state resource agencies; the office may adopt regulations to charge fees for services provided under this paragraph.

Renumber the following bill sections accordingly:

Page 4, line 1:

Delete "secs. 2 - 6"

Insert "secs. 2 - 7"

Page 4, line 3:

Delete "secs. 2 - 6"

Insert "secs. 2 - 7"

Page 4, line 16:

Delete "Section 7"

Insert "Section 8"

Page 4, line 17:

Delete "Sections 1, 2, 5, 6, and 8"

Insert "Sections 1, 2, 5 - 7, and 9"

AMENDMENT

OFFERED IN THE SENATE

TO: ^{CS} SB 216(L+C)

SENATE FINANCE
COMMITTEE

Amendment Number: 4

Bill Number: CS SB 216(L+C)

Sponsor: Gov. Date: 4/23/96

Logged In By: AL

Page 1, line 8:

Following "chemicals,":

Delete "and"

Following "treatment":

Insert ", and state marine and harbor facilities and the lease of those facilities"

Page 2, following line 26:

Insert a new bill section to read:

* Sec. 4. AS 35.10 is amended by adding a new section to article 2 to read:

Sec. 35.10.121. MARINE AND HARBOR FACILITY FEES. (a) The department may establish fees, by regulation, for the use of state marine or harbor facilities that provide for the reasonable costs of management, operation, maintenance, and replacement of those facilities.

(b) A municipality that leases a state marine or harbor facility under AS 35.10.120 shall, by ordinance and in accordance with the lease, establish and collect reasonable fees for the use of those facilities. ~~At minimum, the fees may not~~

~~be less than the fees established by the department for that type of facility under (a) of~~
~~this section.~~ The municipality shall establish, by ordinance, a separate account into
which those fees shall be deposited. The municipality shall disburse money from the
account in accordance with the lease and applicable law."

Renumber the following bill sections accordingly.

Page 4, line 1:

Delete "secs. 2 - 6"

Insert "secs. 2 - 7"

Page 4, line 3:

Delete "secs. 2 - 6"

Insert "secs. 2 - 7"

Page 4, line 16:

Delete "Section 7"

Insert "Section 8"

Page 4, line 17:

Delete "Sections 1, 2, 5, 6, and 8"

Insert "Sections 1, 2, 4, 6, 7, and 9"

Page 4, line 18:

• Delete "Sections 3 and 4"

Insert "Sections 3 and 5"

AMENDMENT

SENATE FINANCE
COMMITTEE

Amendment Number: 5
Bill Number: CS SB 216(L&C)
Sponsor: Gov. Date: 4/23/96
Logged In By: RL

OFFERED IN THE SENATE

TO: CS SB 216(L&C)

Page 1, line 5:

Following "compensation:"

Insert "fees for evaluating or auditing applications for exploration incentive credits:"

Page 2, after line 26:

Insert new bill sections to read:

"Sec. 4. AS 27.30 is amended by adding a new section to read:

Sec. 27.30.095. FEES. The commissioner may charge a fee for direct costs incurred by the department in evaluating or auditing an application to certify the credit authorized under AS 27.30.010, including the cost of contractors selected by the commissioner to assist in the evaluation or audit. The fee may not exceed \$500 for each application covering one or more years if the amount claimed in the application is \$1,000,000 or less. The fee may not exceed \$1,000 for each application covering one or more years if the amount claimed is more than \$1,000,000.

Renumber the following bill sections accordingly.

Page 4, line 1:

Delete "secs. 2 - 6"

Insert "secs. 2 - 7"

Page 4, line 3:

Delete "secs. 2 - 6"

Insert "secs. 2 - 7"

Page 4, line 16:

Delete "Section 7"

Insert "Section 8"

Page 4, line 17:

Delete "Sections 1, 2, 5, 6, and 8"

Insert "Sections 1, 2, 4, 6, 7, and 9"

Page 4, line 18:

Delete "Sections 3 and 4"

Insert "Sections 3 and 5"

APR 16 1996

OFFICE OF THE GOVERNOR

OFFICE OF MANAGEMENT AND BUDGET

P.O. BOX 110020
JUNEAU, ALASKA 99811-0020
PHONE: (907) 465-4660
FAX: (907) 465-3008

April 16, 1996

The Honorable Steve Frank
The Honorable Rick Halford
Co-Chairs, Senate Finance Committee
State Capitol
Juneau, AK 99801-1182

Dear Senators:

By request of the Governor, SB 216 ("An Act relating to fees or assessments of costs...") was introduced and, subsequently, referred to your committee. On behalf of Governor Knowles, I respectfully request that this legislation be scheduled for a hearing.

This measure represents the Governor's goal to find areas that can, and should, be supported by user fees. This legislation can bring almost an additional \$1.7 million to the state treasury to support the costs of emergency response training, processing sewage disposal and treatment plans, regulation of pesticides and broadcast chemicals, and administrative fees for self-insurers in workers' compensation. This bill also includes new revenue that would go directly to the unrestricted general fund as an additional revenue source and does not support specific current expenses of the state.

This administration is committed to working with you to find means of providing needed services with less general fund revenues. I urge you to schedule this legislation.

Your attention to this request is greatly appreciated.

Sincerely,



Annalee McConnell
Director

cc: Senator Steve Reiger
Senator Bert Sharp
Senator Randy Phillips
Senator Fred Zharoff
Senator Dave Donley

SENATE FINANCE COMMITTEE REPORT

DATE: 5/2/96

DATE TURNED INTO OFFICE: 5-2-96

The Finance Committee considered SENATE BILL NO. 216

Relating to fees or assessment of costs for certain services provided by state government; efd.

and recommends:

- be replaced with _____ CS SB 216 (FIN)
- adopt previous _____ CS _____ (_____)
- attached amendment(s)
- adopt Letter of Intent by the Finance Committee
- further referral to the _____ Committee

Senate Bill:
 same title
 new title
 House Bill:
 same title
 technical change
 new: SCR# _____

SIGNING <u>DO</u> PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
		<i>Steve Kim</i>			
		<i>Paul E. [unclear]</i>			
		<i>[unclear]</i>			
		<i>[unclear]</i>			
Co-Chair: <i>[Signature]</i>	<input checked="" type="checkbox"/>	Co-Chair: <i>[Signature]</i>			
Co-Chair: <i>[Signature]</i>		Co-Chair: <i>[Signature]</i>			

NEW FISCAL NOTE(S):

Department	Date	Zero	Fiscal

PREVIOUS FISCAL NOTE(S):*

Department	Date	Zero	Fiscal

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill

APR 16 1996

OFFICE OF THE GOVERNOR

OFFICE OF MANAGEMENT AND BUDGET

P.O. BOX 110020
JUNEAU, ALASKA 99811-0020
PHONE: (907) 465-4660
FAX: (907) 465-3008

April 16, 1996

The Honorable Steve Frank
The Honorable Rick Halford
Co-Chairs, Senate Finance Committee
State Capitol
Juneau, AK 99801-1182

Dear Senators:

By request of the Governor, SB 216 ("An Act relating to fees or assessments of costs...") was introduced and, subsequently, referred to your committee. On behalf of Governor Knowles, I respectfully request that this legislation be scheduled for a hearing.

This measure represents the Governor's goal to find areas that can, and should, be supported by user fees. This legislation can bring almost an additional \$1.7 million to the state treasury to support the costs of emergency response training, processing sewage disposal and treatment plans, regulation of pesticides and broadcast chemicals, and administrative fees for self-insurers in workers' compensation. This bill also includes new revenue that would go directly to the unrestricted general fund as an additional revenue source and does not support specific current expenses of the state.

This administration is committed to working with you to find means of providing needed services with less general fund revenues. I urge you to schedule this legislation.

Your attention to this request is greatly appreciated.

Sincerely,



Annalee McConnell
Director

cc: Senator Steve Reiger
Senator Bert Sharp
Senator Randy Phillips
Senator Fred Zharoff
Senator Dave Donley

CS SB 216(L&C) - RELATING TO FEES CHARGED BY STATE AGENCIES - SECTIONAL

Section	Department	Brief Description	Revenues	
			FY97	Future Years
1	Commerce & Economic Dev	Allows the department to charge costs of hearings related to the real estate surety fund on an ongoing basis rather than upon conclusion of a case. This clarifies and simplifies the real estate surety fund statutes by allowing all hearing costs to be charged to the real estate surety fund.	3.0	
2	Education	Allows the department to set fees by regulation for applications to operate and for agents' permits related to postsecondary education institutions. This will allow the corporation to cover costs of this process by allocating these costs across the regulated population. Charges will be based on a sliding scale tied to the tuition/fee revenues of each institution and will set minimums and maximums.	62.5	
3	Labor	Requires self-insured employers to pay a fee to cover the costs of activities related to Workers' Compensation claims processing. The bill exempts municipalities, school districts and regional educational attendance areas from these provisions. 4% user fee on all workers compensation costs paid during the previous calendar year. This is similar to the premium tax paid by employers' for WC policies. This fee would cover the cost of processing & hearings on claim disputes before the	671.3	
4	Commerce & Economic Dev	Increases business license fees charged by Occupational Licensing from \$25 per year to \$75 every 2 years. The business license fees have not been changed since statehood. The increased revenues will help close the fiscal gap. Occupational licensing collects the current fees on a biannual basis.	841.3	
5	Military & Veterans' Affairs	Allows the department to charge fees for emergency management response training. Municipalities, non-profits and for-profit organizations are interested in receiving training on emergency prep. redress. The fees will cover travel and facility rental necessary to conduct the training. The trainer is funded from federal FEMA funds.	0.0	4.0

6	Environmental Conservation	Allows the department to charge chemical firms fees for pesticide and broadcast chemical use.	100.0	
8		Transitional language		
9 - 11		Effective dates		
Proposed Amendments			TOTAL	1,678.1
New	Governor	Allows the Human Rights Commission to charge fees for education and training services and for materials provided to the public The Commission has had to direct more of its limited resources towards enforcement and less to training in recent years. This section will allow the Commission to charge for training to deal with this unmet need. <i>Request technical amendment to</i>	5.1	
New	Governor	Allows the Division of Governmental Coordination to charge fees for federal consistency determinations Consistency review process provides a consolidated state response to coastal development projects and related state and federal permit applications. This will allow DGC to charge industry for large and medium size projects. The funds will be used to assemble a team to facilitate early design and review of particular projects. Projects could include forest products manufacturing facilities, oil & gas development projects and mine development in the coastal areas.	0.0	32.5
New	Environmental Conservation	Allows the department to charge fees for review of subdivision plans for sewage waste disposal or treatment facilities The department will set and collect fees for review of subdivision plans for sewage disposal or treatment. The fees will replace GF transferred from the domestic wastewater program. This will fund technical staff conducting reviews and supporting costs.	220.0	
New	Transportation & Public Facilities	Allows the department to charge for the use of state marine or harbor facilities and requires municipalities that lease state marine or harbor facilities to charge appropriate fees and account for those fees separately.		

New Natural Resources Allows the department to charge a fee for direct costs of evaluating or auditing an application for exploration credits for mine development.

TONY KNOWLES
GOVERNOR



P O Box 110001
Juneau, Alaska 99811-0001
(907) 465-3500
Fax (907) 465-3532

STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

January 12, 1996

The Honorable Drue Pearce
President of the Senate
Alaska State Legislature
State Capitol
Juneau, AK 99801-1182

Dear President Pearce:

As we work to close Alaska's budget gap, my fiscal plan combines spending cuts with increases in certain fees and taxes. This fee bill asks users of state services to take responsibility and help cover the costs of the agencies that serve them.

Section 1 of the bill would grant to the Real Estate Commission the power to charge the real estate surety fund for claim hearing costs as they are incurred. Presently, the commission must await the conclusion of a hearing before charging the fund. Because these costs may have been incurred during a fiscal year that has since been "closed out," the costs often cannot be reimbursed from the surety fund. In addition, this section would delete a misleading statutory reference to clarify that only the costs of surety fund claim hearings, and not the costs of all disciplinary hearings, may be charged to the fund.

Section 2 would allow the Alaska Commission on Postsecondary Education to charge fees for processing educational institutions' applications for authorization to operate, along with application fees for the institutions' agent permits.

Section 3 of the bill would authorize the State Commission for Human Rights to establish and charge fees for educational and training services and for information and materials the commission provides to the public. This amendment would help the commission cover costs associated with its education efforts to eliminate discrimination.

The Honorable Drue Pearce

January 12, 1996

Page 2

Section 4 of the bill would establish an administrative fee for self-insured employers under the Alaska Workers' Compensation Act. Most employers currently pay a portion of the cost of running the state workers' compensation program through their insurance premium tax. Self-insured employers, however, are receiving the same state services but are not currently contributing to the cost of running the system. Under this bill, employers would share in those costs.

Section 5 would change the biennial fee for a business license from \$50 to \$75. This would mark the first fee increase since statehood.

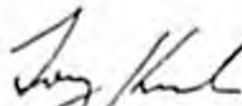
Section 6 of the bill would allow the Division of Governmental Coordination in the Office of the Governor to adopt regulations to charge for services related to federal consistency determinations and certifications under the Coastal Zone Management Act.

Section 7 of the bill would authorize the Department of Military and Veterans' Affairs to adopt regulations setting reasonable fees for classes and seminars on emergency response procedures.

Section 8 of the bill would authorize the Department of Environmental Conservation to adopt regulations setting fees for the regulation of pesticides and broadcast chemicals and for the review of subdivision plans for sewage waste disposal or treatment.

This legislation, coupled with my spending plan, is a step toward closing Alaska's budget gap. I urge your prompt consideration and passage of this bill.

Sincerely,



Tony Knowles
Governor

SENATE FINANCE COMMITTEE REPORT

DATE: 4/12/96

DATE TURNED INTO OFFICE: 5-2-96

The Finance Committee considered SB 216

Omnibus state fees and cost assessments.

and recommends:

- be replaced with _____ CS SB 216 (Fix)
- adopt previous _____ CS _____
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to the _____ Committee

- Senate Bill:
- same title
 - new title
- House Bill:
- same title
 - technical change
 - new: SCR# _____

SIGNING <u>DO</u> PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
		<i>Steve King</i>	✓		
		<i>Paul E. Hoff</i>	✓		
		<i>Paul E. Hoff</i>	✓		
<i>Bob King</i>	✓				
Co-Chair: _____		Co-Chair: _____			
Co-Chair: _____		Co-Chair: <i>Rick Helford</i>	✓		

NEW FISCAL NOTE(S):

Department Date Zero Fiscal

PREVIOUS FISCAL NOTE(S):*

Department Date Zero Fiscal

APPROPRIATION -- no fiscal note

*Include fiscal notes accompanying Governor's bill