

**SB**

**229**

**SFIN**

**FILE**

# SENATE FINANCE COMMITTEE REPORT

DATE: 3/22/96

DATE TURNED INTO OFFICE: 4/19/96

The Finance Committee considered SENATE BILL NO. 229

SIC 4/19/96

Relating to employment contributions and to making the state training and employment program a permanent state program.

and recommends:

- be replaced with CS SB 229 (FIN)
- 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 PASS</u>	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>Fred A. Zhanoff</i>	✓	<i>Steve Kim</i>	✓		
		<i>Paul E. Kelly</i>	✓		
		<i>Wendell Stanley</i>	✓		
		<i>Bob King</i>	✓		
Co-Chair: <i>Rich Halford</i>	✓	Co-Chair:			
Co-Chair: <i>Don</i>	✓	Co-Chair:			

**NEW FISCAL NOTE(S):**

Department	Date	Zero	Fiscal
CIRA/step	4/19/96		1,824.6
CIRA/state serv. Deliv.	4/19/96		1,509.0
DLabor/Sec. 5	4/19/96		211.8
DLabor/ <sup>State Training &amp;</sup> Employment Program	4/19/96		3,966.2

**PREVIOUS FISCAL NOTE(S):\***

Department	Date	Zero	Fiscal

APPROPRIATION -- no fiscal note

\*include fiscal notes accompanying Governor's bill

2/1/96

# FISCAL NOTE

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

BILL NO. SB 229

Revision Date: \_\_\_\_\_ Dept. Affected: Office of the Governor  
 Title: "An Act relating to employment contributions and to making the state training and employment program a permanent..." BRU: Commissions/Special Offices  
 Sponsor: Rules Committee Component: Human Resource Investment Council  
 Requester: Governor COMPONENT SERIAL NO. 2055

### Expenditures/Revenues (Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 100	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ( )						
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### FUND SOURCE (Thousands of Dollars)

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

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

### POSITIONS

FULL-TIME						
PART-TIME						
TEMPORARY						

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

No fiscal impact.

Prepared by: Mike Andrews, Exec. Director Phone: 269-7490  
 Division: Human Resource Investment Council Date: 2/2/96  
 Approved by Commissioner: Jim Ayers, Chief of Staff Date: 2/2/96  
 Agency: Office of the Governor

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LEGISLATIVE COUNCIL ON GOVERNMENT OPERATIONS

# FISCAL NOTE

Revision Date: \_\_\_\_\_ Dept. Affected: Community & Regional Affairs  
 Title: An Act relating to employment contributions and the state training program BRU: Employment/Training/Rural Dev  
 Sponsor: Rules Committee Component: Statewide Service Delivery  
 Requestor: Governor COMPONENT SERIAL NO. 1178

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	-63.6	-63.6	-63.6	-63.6	-63.6	-63.6
TRAVEL	-18.3	-18.3	-18.3	-18.3	-18.3	-18.3
CONTRACTUAL	-43.0	-43.0	-43.0	-43.0	-43.0	-43.0
SUPPLIES	-4.0	-4.0	-4.0	-4.0	-4.0	-4.0
EQUIPMENT	-1.5	-1.5	-1.5	-1.5	-1.5	-1.5
LAND & STRUCTURES						
GRANTS, CLAIMS	-1,328.2	-1,328.2	-1,328.2	-1,328.2	-1,328.2	-1,328.2
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>-1,458.6</b>	<b>-1,458.6</b>	<b>-1,458.6</b>	<b>-1,458.6</b>	<b>-1,458.6</b>	<b>-1,458.6</b>

CAPITAL EXPENDITURES						
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REVENUE FUND SOURCE:						
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FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other 1007 I/A	-1,458.6	-1,458.6	-1,458.6	-1,458.6	-1,458.6	-1,458.6
<b>TOTAL</b>	<b>-1,458.6</b>	<b>-1,458.6</b>	<b>-1,458.6</b>	<b>-1,458.6</b>	<b>-1,458.6</b>	<b>-1,458.6</b>

Estimate of current year (FY96) costs:

POSITIONS:						
FULL-TIME	-1.0	-1.0	-1.0	-1.0	-1.0	-1.0
PART-TIME						
TEMPORARY						

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

This bill makes the state training and employment program permanent. The program is funded by a worker contribution on one-tenth of one percent of covered wages collected by the Department of Labor. This is done at no additional cost to the worker by giving a credit of this amount for the employee contribution currently provided for in AS 23 20 290. Budget numbers for information only; this shows impact if legislation does not pass.

Prepared by Remond Henderson, Director *Remond Henderson* Phone: 465-4708

Division: Division of Administrative Services Date: 01/04/96

Approved by Commissioner *Mike Hudson* Date: 01/04/96

Agency: Community & Regional Affairs

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# FISCAL NOTE

Revision Date: \_\_\_\_\_ Dept. Affected: Community & Regional Affairs  
 Title: An Act relating to employment contributions and the state training program BRU: Employment/Training/Rural Dev.  
 Component: State Training & Employment Pgm.  
 Sponsor: Rules Committee  
 Requestor: Governor COMPONENT SERIAL NO. 1012

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	0.0	0.0	0.0	0.0	0.0	0.0
TRAVEL	-11.0	-11.0	-11.0	-11.0	-11.0	-11.0
CONTRACTUAL	-87.1	-87.1	-87.1	-87.1	-87.1	-87.1
SUPPLIES	-2.2	-2.2	-2.2	-2.2	-2.2	-2.2
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS	-2,065.1	-2,065.1	-2,065.1	-2,065.1	-2,065.1	-2,065.1
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>-2,165.4</b>	<b>-2,165.4</b>	<b>-2,165.4</b>	<b>-2,165.4</b>	<b>-2,165.4</b>	<b>-2,165.4</b>

CAPITAL EXPENDITURES						
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REVENUE FUND SOURCE:						
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FUNDING (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other 1007 I/A	-2,165.4	-2,165.4	-2,165.4	-2,165.4	-2,165.4	-2,165.4
<b>TOTAL</b>	<b>-2,165.4</b>	<b>-2,165.4</b>	<b>-2,165.4</b>	<b>-2,165.4</b>	<b>-2,165.4</b>	<b>-2,165.4</b>

Estimate of current year (FY96) costs: \$ 2,165.4

POSITIONS

FULL-TIME	0	0	0	0	0	0
PART-TIME						
TEMPORARY						

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

This bill makes the state training and employment program permanent. The program is funded by a worker contribution on one-tenth of one percent of covered wages collected by the Department of Labor. This is done at no additional cost to the worker by giving a credit of this amount for the employee contribution currently provided for in AS 23 20 290. Budget numbers for information only; this shows impact if legislation does not pass.

Prepared by: Remond Henderson, Director *Remond Henderson* Phone: 465-4768  
 Division: Division of Administrative Services Date: 01/04/96  
 Approved by Commissioner: *Mike Duda* Date: 01/04/96  
 Agency: Community & Regional Affairs

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# FISCAL NOTE

Bill Ver. SB 229

No. 3

SB 229

BIL (S) Publish Date: 1/17/96

## STATE OF ALASKA 1996 LEGISLATIVE SESSION

Revision Date: \_\_\_\_\_  
 Title: "An Act relating to employment contributions and the state training program..."  
 Sponsor: Rules Committee  
 Requestor: Governor

Department Affected: Labor  
 BRU: Employment Security  
 Component: State Training & Employment Program  
 COMPONENT SERIAL NO. 1184

### EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>

CAPITAL						
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CHANGE IN REVENUE FUND SOURCE #						
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### FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt						
1006 GF/MHTIA						
1054 St Empl & Trng Pgm	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *
<b>TOTAL</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>

### POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY96) impact: \$ None

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

This bill makes the State Training and Employment Program permanent. The program is funded by a worker contribution of one-tenth of one percent of covered wages collected by the Department of Labor. This is done at no additional cost to the worker by diverting a portion of the employee contribution currently provided for in AS 23.20.290.

- \* Per instruction from the Office of Management & Budget, to avoid disruption to other budgets which rely on this funding, existing expenditure authorization has not been deleted from the department's operating budget. The amounts shown above are for informational purposes only.

Prepared by: Rebecca Nance, Director Phone: 465-2712  
 Division: Employment Security Division Date: 12/12/95  
 Approved by Commissioner: Tom Cashen, Commissioner  
 Agency: Department of Labor Date: 12/12/95

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# FISCAL NOTE

3/14/96 #4  
SFA, LAC, FIN

**STATE OF ALASKA**  
**1996 LEGISLATIVE SESSION**

**BILL NO: SB229**

Revision Date: 3/15/96  
Title: An act relating to employment contributions and the state training program  
Sponsor: Rules by Req. of Gov.  
Requestor: (S) C&RA

Dept. Affected: Community & Regional Affairs  
BRU: Employment/Training/Rural Dev.  
Component: State Training & Employment (STEP)  
COMPONENT SERIAL NO. 1012

**EXPENDITURES/REVENUES: (Thousands of Dollars) (inflation not included)**

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	0.0	0.0	0.0	0.0	0.0	0.0
TRAVEL	11.0	11.0	11.0	11.0	11.0	11.0
CONTRACTUAL	87.0	87.0	87.0	87.0	87.0	87.0
SUPPLIES	2.0	2.0	2.0	2.0	2.0	2.0
EQUIPMENT	0.0	0.0	0.0	0.0	0.0	0.0
LAND & STRUCTURES						
GRANTS, CLAIMS	1,724.6	1,724.6	1,724.6	1,724.6	1,724.6	1,724.6
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES ( )</b>						
Revenue Code						

**FUNDING: (Thousands of Dollars)**

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other	1,824.6	1,824.6	1,824.6	1,824.6	1,824.6	1,824.6
<b>TOTAL</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>

Estimate of current year (FY 96) impact \$ \_\_\_\_\_

**POSITIONS:**

FULL-TIME						
PART-TIME						
TEMPORARY						

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

This bill makes the state training and employment program permanent. The program is funded by a worker contribution on one-tenth of one percent of covered wages collected by the Department of Labor. This is done at no additional cost to the worker by giving credit of this amount for the employee contribution currently provided for in AS 23.20.290. Budget numbers for information only.

Prepared By: Richard Henderson, Director *Richard Henderson* Phone: 465-4708  
Division: Division of Administrative Services Date: 03/08/96  
Approved by Commissioner: Mike Irwin, Commissioner *Mike Irwin* Date: 03/08/96  
Agency: Community & Regional Affairs

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# FISCAL NOTE

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**STATE OF ALASKA**  
**1996 LEGISLATIVE SESSION**

**BILL NO: SB229**

Revision Date: 3/15/96  
 Title: An act relating to employment contributions and the state training program  
 Sponsor: Rules by Req. of the Gov.  
 Requestor: (S) C&RA

Dept. Affected: Community & Regional Affairs  
 BRU: Employment/Training/Rural Dev.  
 Component: Statewide Service Delivery  
 COMPONENT SERIAL NO. 1178

**EXPENDITURES/REVENUES: (Thousands of Dollars) (inflation not included)**

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	83.8	83.8	83.8	83.8	83.8	83.8
TRAVEL	18.3	18.3	18.3	18.3	18.3	18.3
CONTRACTUAL	43.0	43.0	43.0	43.0	43.0	43.0
SUPPLIES	4.0	4.0	4.0	4.0	4.0	4.0
EQUIPMENT	1.5	1.5	1.5	1.5	1.5	1.5
LAND & STRUCTURES						
GRANTS CLAIMS	1,378.6	1,378.6	1,378.6	1,378.6	1,378.6	1,378.6
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ( ) Revenue Code						
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**FUNDING: (Thousands of Dollars)**

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1008 GE/MBTIA						
Other	1,509.0	1,509.0	1,509.0	1,509.0	1,509.0	1,509.0
<b>TOTAL</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>

Estimate of current year (FY 00) impact \$ \_\_\_\_\_

**POSITIONS:**

FULL-TIME	1.0	1.0	1.0	1.0	1.0	1.0
PART-TIME						
TEMPORARY						

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

This bill makes the state training and employment program permanent. The program is funded by a worker contribution on one-tenth of one percent of covered wages collected by the Department of Labor. This is done at no additional cost to the worker by giving credit of this amount for the employee contribution currently provided for in AS 23.20.290. Budget numbers for information only.

Prepared By: Remond Henderson, Director *Remond Henderson* Phone: 465-4708  
 Division: Division of Administrative Services Date: 03/08/96  
 Approved by Commissioner: Mike Irwin, Commissioner Date: 03/08/96  
 Agency: Community & Regional Affairs

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# FISCAL NOTE

*Old # 5 numbers 2/22/96  
5 (CR 9)  
L.S.  
Fin*

**STATE OF ALASKA**  
**1996 LEGISLATIVE SESSION**

**BILL NO: SB229**

Revision Date: \_\_\_\_\_ Dept. Affected: Community & Regional Affairs  
 Title: An act relating to employment contributions and the state training program BRU: Employment/Training/Rural Dev.  
 Sponsor: Rules Committee Component: Statewide Service Delivery  
 Requestor: Governor COMPONENT SERIAL NO. 1178

**EXPENDITURES/REVENUES: (Thousands of Dollars) (inflation not included)**

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	83.6	83.6	83.6	83.6	83.6	83.6
TRAVEL	18.3	18.3	18.3	18.3	18.3	18.3
CONTRACTUAL	43.0	43.0	43.0	43.0	43.0	43.0
SUPPLIES	4.0	4.0	4.0	4.0	4.0	4.0
EQUIPMENT	1.5	1.5	1.5	1.5	1.5	1.5
LAND & STRUCTURES						
GRANTS CLAIMS	1,378.6	1,378.6	1,378.6	1,378.6	1,378.6	1,378.6
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ( ) Revenue Code						
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**FUNDING: (Thousands of Dollars)**

1002 Federal Receipts						
1003 GE Match						
1004 GE						
1005 GE/Program Receipts						
1006 GE/AMTIA						
Other	1,509.0	1,509.0	1,509.0	1,509.0	1,509.0	1,509.0
<b>TOTAL</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>

Estimate of current year (FY 96) impact: \$ \_\_\_\_\_

**POSITIONS:**

FULL-TIME	1.0	1.0	1.0	1.0	1.0	1.0
PART-TIME						
TEMPORARY						

**ANALYSIS (Attach a separate page if necessary)**  
 This bill makes the state training and employment program permanent. The program is funded by a worker contribution on one-tenth of one percent of covered wages collected by the Department of Labor. This is done at no additional cost to the worker by giving credit of this amount for the employee contribution currently provided for in AS 23.20.290. Budget numbers for information only.

Prepared By Remond Henderson, Director *Remond Henderson* Phone 465-4708  
 Division Division of Administrative Services Date 02/20/96  
 Approved by Commissioner Mike Irwin, Commissioner *Mike Irwin* Date 02/20/96  
 Agency Community & Regional Affairs

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# FISCAL NOTE

No. 4

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

BILL NO: Bill Version: CSSB 229(CRA)  
(S) Publish Date: 3-20-96

Revision Date: <u>3/15/96</u>	Dept. Affected: <u>Community &amp; Regional Affairs</u>
Title: <u>An act relating to employment contributions and the state training program</u>	BRU: <u>Employment/Training/Rural Dev.</u>
Sponsor: <u>Rules by Req. of Gov.</u>	Component: <u>State Training &amp; Employment</u>
Requestor: <u>(S) C&amp;RA</u>	(STEP)
	COMPONENT SERIAL NO. <u>1012</u>

**EXPENDITURES/REVENUES: (Thousands of Dollars) (inflation not included)**

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	0.0	0.0	0.0	0.0	0.0	0.0
TRAVEL	11.0	11.0	11.0	11.0	11.0	11.0
CONTRACTUAL	87.0	87.0	87.0	87.0	87.0	87.0
SUPPLIES	2.0	2.0	2.0	2.0	2.0	2.0
EQUIPMENT	0.0	0.0	0.0	0.0	0.0	0.0
LAND & STRUCTURES						
GRANTS, CLAIMS	1,724.6	1,724.6	1,724.6	1,724.6	1,724.6	1,724.6
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>

<b>CAPITAL EXPENDITURES</b>						
<b>CHANGE IN REVENUES:</b>						
Revenue Code						

**FUNDING: (Thousands of Dollars)**

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other	1,824.6	1,824.6	1,824.6	1,824.6	1,824.6	1,824.6
<b>TOTAL</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>

Estimate of current year (FY 96) impact: \$ \_\_\_\_\_

**POSITIONS:**

FULL-TIME					
PART-TIME					
TEMPORARY					

**ANALYSIS (Attach a separate page if necessary)**  
 This bill makes the state training and employment program permanent. The program is funded by a worker contribution on one-tenth of one percent of covered wages collected by the Department of Labor. This is done at no additional cost to the worker by giving credit of this amount for the employee contribution currently provided for in AS 23.20.290. Budget numbers for information only.

Prepared By	Remond Henderson, Director <i>Remond Henderson</i>	Phone	465-4708
Division	Division of Administrative Services	Date	03/08/96
Approved by Commissioner	Mike Irwin, Commissioner <i>[Signature]</i>	Date	03/08/96
Agency	Community & Regional Affairs		

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# FISCAL NOTE ( No. 5)

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

BILL NO: Bill Version: CSSB 229(CKA)

(S) Publish Date: 3-20-96

Revision Date: 3/5/96  
 Title: An act relating to employment contributions and the state training program  
 Sponsor: Rules by Req. of the Gov.  
 Requestor: (S) CSRA

Dept. Affected: Community & Regional Affairs  
 BRU: Employment/Training/Rural Dev.  
 Component: Statewide Service Delivery  
 COMPONENT SERIAL NO. 1178

**EXPENDITURES/REVENUES: (Thousands of Dollars) (inflation not included)**

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	83.8	83.8	83.8	83.8	83.8	83.8
TRAVEL	18.3	18.3	18.3	18.3	18.3	18.3
CONTRACTUAL	43.0	43.0	43.0	43.0	43.0	43.0
SUPPLIES	4.0	4.0	4.0	4.0	4.0	4.0
EQUIPMENT	1.5	1.5	1.5	1.5	1.5	1.5
LAND & STRUCTURES						
GRANTS, CLAIMS	1,378.8	1,378.8	1,378.8	1,378.8	1,378.8	1,378.8
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES ( )</b>						
Revenue Code						

**FUNDING: (Thousands of Dollars)**

1002 Federal Receipts						
1003 GE Match						
1004 GE						
1005 GE/Program Receipts						
1008 GE/MHTIA						
Other	1,509.0	1,509.0	1,509.0	1,509.0	1,509.0	1,509.0
<b>TOTAL</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>

Estimate of current year (FY 96) impact: \$ \_\_\_\_\_

**POSITIONS:**

FULL-TIME	1.0	1.0	1.0	1.0	1.0	1.0
PART-TIME						
TEMPORARY						

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

This bill makes the state training and employment program permanent. The program is funded by a worker contribution on one-tenth of one percent of covered wages collected by the Department of Labor. This is done at no additional cost to the worker by giving credit of this amount for the employee contribution currently provided for in AS 23.20.290. Budget numbers for information only.

Prepared By: Remond Henderson, Director *Remond Henderson* Phone: 465-4708  
 Division: Division of Administrative Services Date: 01/08/96  
 Approved by Commissioner: Mike Inwin, Commissioner Date: 01/08/96  
 Agency: Community & Regional Affairs

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# FISCAL NOTE

No. 6  
 Bill Version: CSSB 229(CRA)  
 (S) Publish Date: 3-20-96

STATE OF ALASKA  
 1996 LEGISLATIVE SESSION

Revision Date: \_\_\_\_\_ Dept. Affected: Office of the Governor  
 Title: "An Act relating to employment contributions and BRU: Commissions/Special Offices  
to making the state training and employment program a permanent... Component: Human Resource Investment  
 Sponsor: Rules Committee Council \_\_\_\_\_  
 Requester: Governor COMPONENT SERIAL NO. 2055

**Expenditures/Revenues**

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 100	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES						
--------------------	--	--	--	--	--	--

**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						
1004 GF						
1005 GF Program Receipts						
1037 GF Mental Health						
Other						
<b>TOTAL</b>	0.0	0.0	0.0	0.0	0.0	0.0

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

**POSITIONS**

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)

No fiscal impact.

Prepared by: Mike Andrews, Exec. Director Phone: 269-7490  
 Division: Human Resource Investment Council Date: 2/2/96  
 Approved by Commissioner: Jim Ayers, Chief of Staff Date: 2/2/96  
 Agency: Office of the Governor

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# FISCAL NOTE

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

BILL NO: CS SB 287 (CRA)

Revision Date: 4/15/96 Dept. Affected: Community & Regional Affairs  
 Title: An Act relating to the unincorporated commu- BRU: Administration and Support  
nity capital project matching grant program... Component: Administrative Services  
 Sponsor: Senator Torgerson  
 Requestor: Senate C&RA COMPONENT SERIAL NO. 684

**EXPENDITURES/REVENUES: (Thousands of Dollars) (inflation not included)**

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	42.7	43.9	45.3	46.0	48.1	49.6
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>42.7</b>	<b>43.9</b>	<b>45.3</b>	<b>46.0</b>	<b>48.1</b>	<b>49.6</b>

CAPITAL EXPENDITURES						
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Revenue Fund Source	0.0	0.0	0.0	0.0	0.0	0.0
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**FUNDING: (Thousands of Dollars)**

1002 Federal Receipts						
1003 GE Match						
1004 GE	42.7	43.9	45.3	46.0	48.1	49.6
1005 GE/Program Receipts						
1008 GE/INTIA						
Other						
<b>TOTAL</b>	<b>42.7</b>	<b>43.9</b>	<b>45.3</b>	<b>46.0</b>	<b>48.1</b>	<b>49.6</b>

Estimate of current year (FY 96) impact: \$ none

**POSITIONS:**

FULL-TIME	1	1	1	1	1	1
PART-TIME						
TEMPORARY						

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

Based on the definition of communities eligible for program participation under this legislation, the Department assumes approximately 60 additional unincorporated communities could participate. The program provides for a \$25,000 match for each unincorporated participant. Therefore, an additional \$1,500,000 would be needed to fully fund the unincorporated element of the amended Capital Match Program administered by the Department. However, it is our understanding that either the additional required funds would be re-allocated to the Department from the municipal element of the program administered by the Department of Administration or the unincorporated program funding level would be held at the level required (continued next page)

Prepared By: Remond Henderson, Director Phone: 465-4708  
 Division: Administrative Services Date: 4/15/96  
 Approved by Commissioner: Mike Owen Date: 4/15/96  
 Agency: Mike Owen, Dept. of Community & Reg. Affairs

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STATE OF ALASKA  
1996 LEGISLATIVE SESSION

BILL NO: CL 287 (CRA)

Revision Date: 4/15/96

Dept. Affected: Community & Regional Affairs

ANALYSIS CONTINUED:

before the addition of the 60 new communities (\$1.7 million). The latter case would result in a pro-rating of each unincorporated community's share from \$25,000 down to \$13,281. In either case, there would be zero net fiscal impact to the general fund with regard to funding the Capital Match Program under the proposed amendment.

The addition of 60 new participants in the unincorporated community Capital Match Program administered by the Department will translate into increased burdens of grant tracking and community assistance for the agency. Existing staff would not be able to absorb the increased work load. The Department feels these additional duties could only be absorbed by a new grant administration position. Therefore, a Grants Administrator I (range 13) with full-time funding is included in the fiscal note. It is important that full funding be attached due to the imminent general fund reductions to the component.

# FISCAL NOTE

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

BILL NO. CSSB 229 (FIN)

Revision Date: 4/19/96 Dept. Affected: Community & Regional Affairs  
 Title: An Act relating to employment contributions and the state training program BRU: Employment/Training/Rural Dev.  
 Sponsor: Rules by Request of the Governor Component: State Training & Employment Pgm (STEP)  
 Requestor: Senate Finance COMPONENT SERIAL NO. 1012

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

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	0.0	0.0	0.0	0.0	0.0	0.0
TRAVEL	11.0	11.0	11.0	11.0	11.0	11.0
CONTRACTUAL	87.0	87.0	87.0	87.0	87.0	87.0
SUPPLIES	2.0	2.0	2.0	2.0	2.0	2.0
EQUIPMENT	0.0	0.0	0.0	0.0	0.0	0.0
LAND & STRUCTURES						
GRANTS, CLAIMS	1,724.6	1,724.6	1,724.6	1,724.6	1,724.6	1,724.6
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>REVENUE FUND SOURCE:</b>						
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**FUNDING** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other 1007 W.	1,824.6	1,824.6	1,824.6	1,824.6	1,824.6	1,824.6
<b>TOTAL</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>	<b>1,824.6</b>

Estimate of current year (FY96) cost: \_\_\_\_\_

POSITIONS						
FULL-TIME						
PART-TIME						
TEMPORARY						

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

This bill makes the state training and employment program permanent. The program is funded by a worker contribution on one-tenth of one percent of covered wages collected by the Department of Labor. This is done at no additional cost to the worker by giving credit of this amount for the employee contribution currently provided for in AS 23.20.290. Budget numbers for information only.

Prepared by: Remond Henderson, Director *Remond Henderson* Phone: 465-4708  
 Division: Division of Administrative Services Date: 04/19/96  
 Approved by: Mike Irwin, Commissioner *[Signature]* Date: 04/19/96  
 Agency: Community & Regional Affairs

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# FISCAL NOTE

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

BILL NO: CSSB229 (FIN)

Revision Date: 04/19/96  
Title: An act relating to employment contributions and the state training program  
Sponsor: Rules by Request of the Governor  
Requestor: Senate Finance

Dept. Affected: Community & Regional Affairs  
BRU: Employment/Training/Rural Dev.  
Component: Statewide Service Delivery  
COMPONENT SERIAL NO. 1178

**EXPENDITURES/REVENUES: (Thousands of Dollars) (inflation not included)**

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	63.6	63.6	63.6	63.6	63.6	63.6
TRAVEL	18.3	18.3	18.3	18.3	18.3	18.3
CONTRACTUAL	43.0	43.0	43.0	43.0	43.0	43.0
SUPPLIES	4.0	4.0	4.0	4.0	4.0	4.0
EQUIPMENT	1.5	1.5	1.5	1.5	1.5	1.5
LAND & STRUCTURES						
GRANTS CLAIMS	1,378.6	1,378.6	1,378.6	1,378.6	1,378.6	1,378.6
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ( ) Revenue Code						
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**FUNDING: (Thousands of Dollars)**

1002 Federal Receipts						
1003 GE Match						
1004 GE						
1005 GE/Program Receipts						
1009 GE/MHTIA						
Other: 1007 IVA	1,509.0	1,509.0	1,509.0	1,509.0	1,509.0	1,509.0
<b>TOTAL</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>

Estimate of current year (FY 96) impact \$ \_\_\_\_\_

**POSITIONS:**

FULL TIME	1.0	1.0	1.0	1.0	1.0	1.0
PART TIME						
TEMPORARY						

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

This bill makes the state training and employment program permanent. The program is funded by a worker contribution on one-tenth of one percent of covered wages collected by the Department of Labor. This is done at no additional cost to the worker by giving credit of this amount for the employee contribution currently provided for in AS 23.20.290. Budget numbers for information only.

Prepared By: Remond Henderson, Director *Remond Henderson* Phone: 465-4708  
 Division: Division of Administrative Services Date: 04/19/96  
 Approved by Commissioner: Mike Irwin, Commissioner *Mike Irwin* Date: 04/19/96  
 Agency: Community & Regional Affairs

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# FISCAL NOTE

No. 7

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

Bill Version: CS SB 229(L&C)  
(S) Publish Date: 3-22-96

Revision Date: \_\_\_\_\_ Department Affected: All  
 Title: Calculation of Unemployment Insurance Benefits BRU: All  
 Sponsor: Rules Committee Component: All  
 Requestor: Senate Labor & Commerce COMPONENT SERIAL NO. \_\_\_\_\_

**EXPENDITURES/REVENUES:** (Thousands of Dollars)

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	231.8	467.1	477.7	490.3	502.7	520.4
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>231.8 *</b>	<b>467.1 *</b>	<b>477.7 *</b>	<b>490.3 *</b>	<b>502.7 *</b>	<b>520.4 *</b>

CAPITAL						
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CHANGE IN REVENUE						
FUND SOURCE #						

**FUNDING:** (Thousands of Dollars)

1002 Federal Receipts	29.3	59.1	60.4	62.0	63.6	65.8
1003 GF Match						
1004 GF	133.4	268.8	274.9	282.2	289.3	299.5
1005 GF Program Receipt						
1006 GF/MHTIA						
Other	69.1	139.2	142.4	146.1	149.8	155.1
<b>TOTAL</b>	<b>231.8 *</b>	<b>467.1 *</b>	<b>477.7 *</b>	<b>490.3 *</b>	<b>502.7 *</b>	<b>520.4 *</b>

**POSITIONS:**

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY 96) impact: \$ None

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

Section 5 of the bill revises the unemployment insurance weekly benefit amount schedule, so that the maximum benefit amount for a calendar year is based on the taxable wage base in effect for that year. The personal services impact is the state portion of the increased benefit payments, i.e., that portion which goes to ex-state employees. Impacts for FY 2001-2002 is extrapolated from data for FY 97-2000. An effective date of January 1, 1997 is assumed.

- The department is not seeking an additional appropriation. Amounts shown are additional charges against payroll which will occur quarterly as claims are filed. Current UI reimbursements for ex-state employees are 85% of payroll. The new benefit schedule would increase reimbursements less than 1%.

Prepared by: Rebecca Nance, Director Phone: 465-2712  
 Division: Employment Security Division Date: 3/22/96  
 Approved by Commissioner: Tom Cashen, Commissioner  
 Agency: Department of Labor Date: 3/22/96

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# FISCAL NOTE

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

BILL NO. CSSB 229(FIN) Sec. 5

Revision Date: \_\_\_\_\_  
 Title: Calculation of Unemployment Insurance Benefits  
 Sponsor: Rules Committee  
 Requestor: Senate Labor & Commerce

Department Affected: All  
 BRU: All  
 Component: All

COMPONENT SERIAL NO. \_\_\_\_\_

**EXPENDITURES/REVENUES:**

(Thousands of Dollars)

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	231.8	467.1	477.7	490.3	502.7	520.4
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>231.8 *</b>	<b>467.1 *</b>	<b>477.7 *</b>	<b>490.3 *</b>	<b>502.7 *</b>	<b>520.4 *</b>

CAPITAL						
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CHANGE IN REVENUE FUND SOURCE #						
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**FUNDING:**

(Thousands of Dollars)

1002 Federal Receipts	29.3	59.1	60.4	62.0	63.6	65.8
1003 GF Match						
1004 GF	133.4	268.8	274.9	282.2	289.3	299.5
1005 GF/Program Receipt						
1006 GF/MHTIA						
Other	69.1	139.2	142.4	146.1	149.8	155.1
<b>TOTAL</b>	<b>231.8 *</b>	<b>467.1 *</b>	<b>477.7 *</b>	<b>490.3 *</b>	<b>502.7 *</b>	<b>520.4 *</b>

**POSITIONS:**

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY96) impact: \$ None

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

Section 5 of the bill revises the unemployment insurance weekly benefit amount schedule to provide a maximum benefit amount of \$248 for benefit years beginning on or after January 1, 1997. The personal services impact is the state portion of the increased benefit payments, i.e., that portion which goes to ex-state employees. Impacts for FY 2001-2002 are extrapolated from data for FY 97-2000.

- \* The department is not seeking an additional appropriation. Amounts shown are additional charges against payroll which will occur quarterly as claims are filed. Current UI reimbursements for ex-state employees are 85% of payroll. The new benefit schedule would increase reimbursements less than .1%.

Prepared by: Rebecca Nance Phone: 465-2712  
 Division: Employment Security Division Date: 4/18/96

Approved by Commissioner: Tom Cashen Commissioner  
 Agency: Department of Labor Date: 4/18/96

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# FISCAL NOTE

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

BILL NO. CSSB 229(L&C) -

Revision Date 3/27/96 Dept. Affected: Community & Regional Affairs  
 Title: An Act relating to employment contributions and the state training program BRU: Employment/Training/Rural Dev  
 Component: Statewide Service Delivery  
 Sponsor: Rules Committee  
 Requestor: Senate Labor & Commerce COMPONENT SERIAL NO. 1178

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES	63.6	63.6	63.6	63.6	63.6	63.6
TRAVEL	18.3	18.3	18.3	18.3	18.3	18.3
CONTRACTUAL	43.0	43.0	43.0	43.0	43.0	43.0
SUPPLIES	4.0	4.0	4.0	4.0	4.0	4.0
EQUIPMENT	1.5	1.5	1.5	1.5	1.5	1.5
LAND & STRUCTURES						
GRANTS, CLAIMS	1,378.6	1,378.6	1,378.6	1,378.6	1,378.6	1,378.6
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>

CAPITAL EXPENDITURES						
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REVENUE FUND SOURCE:						
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FUNDING (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other 1007 I/A	1,509.0	1,509.0	1,509.0	1,509.0	1,509.0	1,509.0
<b>TOTAL</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>	<b>1,509.0</b>

Estimate of current year (FY96) costs:  
POSITIONS

FULL-TIME	10	10	10	10	10	10
PART-TIME						
TEMPORARY						

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

This bill extends the state training and employment program through June 30, 1998. The program is funded by a worker contribution of one-tenth of one percent of covered wages collected by the Department of Labor. This is done at no additional cost to the worker by giving a credit of this amount for the employee contribution currently provided for in AS 23.20.290. Budget numbers for information only.

Prepared by: Remond Henderson, Director *Remond Henderson* Phone: 465-4708  
 Division: Division of Administrative Services Date: 3/27/96  
 Approved by: Commissioner *Mike Duran* Date: 3/27/96  
 Agency: Community & Regional Affairs

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# FISCAL NOTE

No. 8

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

Bill Version: ASB 229(LLC)  
(S) Publish Date: 3-22-96

Revision Date: \_\_\_\_\_  
Title: State Training & Employment Program  
Sponsor: Rules Committee  
Requestor: Senate Labor & Commerce

Department Affected: Labor  
BRU: Employment Security  
Component: State Training & Employment Program  
COMPONENT SERIAL NO. 1184

**EXPENDITURES/REVENUES:** (Thousands of Dollars)

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>

CAPITAL						
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CHANGE IN REVENUE						
FUND SOURCE #						

**FUNDING:** (Thousands of Dollars)

*002 Federal Receipts						
*003 GF Match						
*004 GF						
*005 GF/Program Receipt						
*006 GF/MHTIA						
*054 St Empl & Trng Pgm	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *
<b>TOTAL</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>

**POSITIONS:**

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY96) impact: \$ None

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

Section 2 of the bill makes the State Training and Employment Program permanent. The program is funded by a worker contribution of one-tenth of one percent of covered wages collected by the Department of Labor. This is done at no additional cost to the worker by diverting a portion of the employee contribution currently provided for in AS 23.20.290.

- Per instruction from the Office of Management & Budget, to avoid disruption to other budgets which rely on this funding, existing expenditure authorization has not been deleted from the department's operating budget. The amounts shown above are for informational purposes only.

Prepared by: Rebecca Nance, Director Phone: 465-2712  
Division: Employment Security Division Date: 1/22/96

Approved by Commissioner: Tom Cashen, Commissioner  
Agency: Department of Labor Date: 1/22/96

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# FISCAL NOTE

STATE OF ALASKA  
1996 LEGISLATIVE SESSION

BILL NO. CSSB 229(FIN) Sec. 2

Revision Date: \_\_\_\_\_  
 Title: State Training & Employment Program  
 Sponsor: Rules Committee  
 Requestor: Senate Labor & Commerce

Department Affected: Labor  
 BRU: Employment Security  
 Component: State Training & Employment Program  
 COMPONENT SERIAL NO. 1184

**EXPENDITURES/REVENUES:** (Thousands of Dollars)

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>

<b>CAPITAL</b>						
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<b>CHANGE IN REVENUE FUND SOURCE #</b>						
--	--	--	--	--	--	--

**FUNDING:** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt						
1006 GF/MHTIA						
1054 St Empl & Trng Prgm	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *	3,946.2 *
<b>TOTAL</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>	<b>3,946.2 *</b>

**POSITIONS:**

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY96) impact: \$ None

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

Section 2 of the bill makes the State Training and Employment Program permanent. The program is funded by a worker contribution of one-tenth of one percent of covered wages collected by the Department of Labor. This is done at no additional cost to the worker by diverting a portion of the employee contribution currently provided for in AS 23.20.290.

- \* Per instruction from the Office of Management & Budget, to avoid disruption to other budgets which rely on this funding, existing expenditure authorization has not been deleted from the department's operating budget. The amounts shown above are for informational purposes only.

Prepared by: Rebecca Nance, Director Phone: 465-2712  
 Division: Employment Security Division Date: 4/19/96

Approved by Commissioner: Tom Cashen, Commissioner  
 Agency: Department of Labor Date: 4/19/96

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moved Sen. Zharoff  
w/o objection  
reported out  
4/19/96  
9-GS2026/G

CS FOR SENATE BILL NO. 229(L&C)

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - SECOND SESSION

BY THE SENATE LABOR AND COMMERCE COMMITTEE

Offered: 3/22/96  
Referred: Finance

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

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to employment contributions, to the calculation of  
2 unemployment insurance benefits, and to the state training and employment  
3 program; and providing for an effective date."

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

5 \* Section 1. FINDINGS. The legislature finds that

6 (1) an inadequate number of jobs exist in this state to meet the needs of those  
7 seeking employment;

8 (2) many Alaskans are having difficulty finding jobs, especially in trying to  
9 meet the changing technology needs in this state;

10 (3) employer and employee contributions paid into the unemployment  
11 insurance system are used for payment of compensation to unemployed workers and allocation  
12 of a small portion of employment contributions paid by employees would provide money to  
13 develop a state training and employment program to meet the training needs of Alaskans;

14 (4) a state training and employment program would

1 (A) help prevent future claims against unemployment benefits;

2 (B) foster new jobs by encouraging businesses to locate in the state due  
3 to availability of a skilled labor force and by minimizing employers' unemployment  
4 costs; and

5 (C) increase training opportunities to those workers severely affected  
6 by the fluctuations in the state economy or technological changes in the workplace in  
7 the state;

8 (5) it would be beneficial to the state for state training and employment  
9 programs funded by the state training and employment program to supplement, but not to  
10 displace, programs funded by money available to a training entity for public or private  
11 training, and not to replace, parallel, compete with, or duplicate existing federally approved,  
12 jointly administered apprenticeship and training programs;

13 (6) it would be beneficial to the state to make the state training and  
14 employment program a permanent state program to benefit Alaska workers, businesses, and  
15 industry.

16 \* Sec. 2. AS 23.15 is amended by adding new sections to read:

17 **ARTICLE 4A. STATE TRAINING AND EMPLOYMENT PROGRAM.**

18 **Sec. 23.15.620. STATE TRAINING AND EMPLOYMENT PROGRAM.**

19 There is created in the department a program to finance and award grants to  
20 employment assistance and training entities. Employment assistance and training  
21 entities shall give appropriate state agencies full access to accounting records  
22 concerning grants received to assure compliance with program standards.

23 **Sec. 23.15.625. EMPLOYMENT ASSISTANCE AND TRAINING**  
24 **PROGRAM ACCOUNT.** The employment assistance and training program account  
25 is established in the general fund. The commissioner of administration shall separately  
26 account for money collected under AS 23.15.630 that the department deposits in the  
27 general fund. The annual estimated balance in the account may be appropriated by the  
28 legislature to the department to implement AS 23.15.620 - 23.15.660. The legislature  
29 may appropriate the lapsing balance of the account to the unemployment compensation  
30 fund established in AS 23.20.130.

31 **Sec. 23.15.630. SPECIAL EMPLOYEE UNEMPLOYMENT CREDIT AND**

1 CONTRIBUTIONS FOR PROGRAM. (a) In the manner provided in AS 23.20, the  
2 department shall collect from each employee an amount equal to one-tenth of one  
3 percent of the wages, as set out in AS 23.20.175, on which the employee is required  
4 to make contributions under AS 23.20.290(d). The department shall remit to the  
5 Department of Revenue, in accordance with AS 37.10.050, money collected under this  
6 subsection.

7 (b) Notwithstanding AS 23.20.290(d), the department shall credit each  
8 employee with an amount equal to the amount collected from the employee under (a)  
9 of this section against unemployment contributions owed by the employee under  
10 AS 23.20.

11 (c) The department shall assess and collect, under AS 23.20.185 - 23.20.275,  
12 interest and penalties for delinquent reports and payments due under this section.  
13 Interest and penalties collected shall be handled in accordance with AS 23.20.130(d).

14 Sec. 23.15.635. PEOPLE TO BE SERVED. Within the limits of its grant, an  
15 employment assistance and training entity receiving a grant under AS 23.15.651 shall  
16 provide services set out in AS 23.15.640 to state residents who, immediately before  
17 beginning training or receiving benefits under a grant financed by this program,

18 (1) are unemployed and

19 (A) are receiving unemployment insurance benefits; or

20 (B) have exhausted the right to unemployment insurance  
21 benefits within the past three years;

22 (2) are employed, but liable to be displaced within the next six months  
23 because of

24 (A) reductions in overall employment within a business;

25 (B) elimination of the worker's current job; or

26 (C) a change in conditions of employment requiring that, to  
27 remain employed, the employee must learn substantially different skills that the  
28 employee does not now possess; or

29 *San Fran. moved w/o objection adopted* (3) have worked in a position covered by AS 23.20 ~~at any time during~~  
30 ~~the last three years~~, and are not currently eligible for unemployment insurance benefits  
31 because

1 (A) their employment has been seasonal, temporary, part-time,  
2 or marginal;

3 (B) their qualifying wages are insufficient because of limited  
4 job opportunity; or

5 (C) they are employed but, because they are underemployed,  
6 they are in need of employment assistance and training to obtain full  
7 employment.

8 Sec. 23.15.640. SERVICES FOR ELIGIBLE PEOPLE. Subject to the limits  
9 of its grant, an entity receiving a grant under AS 23.15.651 shall provide one or more  
10 program elements. The program elements include

- 11 (1) industry-specific training;
- 12 (2) on-the-job training;
- 13 (3) institutional or classroom job-linked training;
- 14 (4) support services, including allowances;
- 15 (5) relocation assistance; or
- 16 (6) provisions of necessary tools, work-related clothing, safety gear, or  
17 other necessities to obtain or retain employment.

18 Sec. 23.15.645. DUTIES AND POWERS OF THE DEPARTMENT. (a) The  
19 department shall award a grant to the council to

- 20 (1) administer a state training and employment program; and
- 21 (2) award grants to qualified entities.

22 (b) When a grant is awarded to the council, the department shall annually  
23 provide to the council a priority list of targeted projects or services, based on  
24 unemployment statistics, unemployment insurance claims, occupational and industrial  
25 projections, availability of other training and employment programs, and other relevant  
26 data. The department shall also provide annually to the council a priority list of  
27 criteria for eligibility to maximize services to those people most in need of training  
28 under AS 23.15.620 - 23.15.660. In developing the priority list for targeted projects  
29 and services, the department shall solicit comments from the Department of  
30 Community and Regional Affairs, Department of Education, Department of Commerce  
31 and Economic Development, University of Alaska, organized labor, the council, and

1 the administrative entities of the substate service delivery areas established for the  
2 council. The department shall give preference to projects and services that train  
3 individuals in industries identified in the resident hire report required under  
4 AS 36.10.130 as employing a disproportionate percentage of nonresident individuals.

5 (c) The department may adopt regulations necessary to implement this chapter.

6 (d) The council shall establish grant administration requirements including  
7 accounting procedures that apply to qualified entities and their grantees.

8 (e) In making a grant under this section, the council shall require that the  
9 qualified entity and grantees of the qualified entity limit the amount of the grant  
10 proceeds spent on administration so that the total spent on administration from the  
11 proceeds of the employment assistance and training program account, including  
12 amounts spent by the council itself, does not exceed 20 percent. The amount collected  
13 and remitted in accordance with the shared cost requirements of the federal Office of  
14 Management and Budget Circular A-87 entitled "Cost Principles for State and Local  
15 Governments" is not considered an amount spent on administration under this  
16 subsection.

17 Sec. 23.15.651. DUTIES OF ALASKA HUMAN RESOURCE INVESTMENT  
18 COUNCIL; GRANTS; ELIGIBLE ENTITIES. (a) In implementing this program  
19 under a grant received under AS 23.15.645, and subject to the limit of its grant the  
20 council shall award grants, in accordance with the priority list established by the  
21 department under AS 23.15.645(b) to employment assistance and training entities. A  
22 training entity is eligible for a grant under this section if the entity meets program  
23 requirements and can demonstrate that

24 (1) its accounting systems include controls adequate to check the  
25 accuracy and reliability of accounting data, promote operating efficiency, and assure  
26 compliance with program requirements and generally accepted accounting principles;  
27 and

28 (2) its activities do not replace or compete in any way with a federally  
29 approved, jointly administered apprenticeship program or any other existing training  
30 programs.

31 (b) The council may not award a grant if the grant would displace money

1 available through existing public or private training programs.

2 (c) To provide administration of the program, the council may use the  
3 administrative entities of the substate service delivery areas.

4 (d) The council shall annually provide the department with financial and  
5 performance reporting on the activities of the program and recommendations  
6 concerning continuation of funding.

7 Sec. 23.15.660. DEFINITIONS. In AS 23.15.620 - 23.15.660,

8 (1) "council" means the Alaska Human Resource Investment Council  
9 established in AS 44.19.620;

10 (2) "program" means the state training and employment program  
11 established in AS 23.15.620 - 23.15.660; and

12 (3) "substate service delivery areas" means those areas designated by  
13 the governor under 29 U.S.C. 1532.

14 \* Sec. 3. AS 23.20.290(c) is amended to read:

15 (c) Beginning January 1, 1997 [JANUARY 1, 1981], the rate of contributions  
16 for each employer is 80 [82] percent of the average benefit cost rate multiplied by the  
17 employer's experience factor set out in column C of the table in this subsection  
18 opposite the employer's applicable rate class set out in column A plus the fund  
19 solvency adjustment required under (f) of this section. However, the rate of  
20 contributions for an employer may not be less than one percent or more than six and  
21 one-half percent. The rate of contributions for an employer in rate class 21 may not  
22 be less than 5.4 percent. The rate of contributions for an employer must be rounded  
23 to the nearest 1/100th [ONE-HUNDREDTH] of one percent.

24	COLUMN A	COLUMN B	COLUMN C
25	Rate Class	Cumulative	Experience
26		Ratable Payroll	Factor
27		at least	but less than
28		(percent)	(percent)
29	1	5	.40
30	2	5	.45
31	3	10	.50

1	5	20	25	.60
2	6	25	30	.65
3	7	30	35	.70
4	8	35	40	.80
5	9	40	45	.90
6	10	45	50	1.00
7	11	50	55	1.00
8	12	55	60	1.10
9	13	60	65	1.20
10	14	65	70	1.30
11	15	70	75	1.35
12	16	75	80	1.40
13	17	80	85	1.45
14	18	85	90	1.50
15	19	90	95	1.55
16	20	95	99.99	1.60
17	21	99.99		1.65.

18 \* Sec. 4. AS 23.20.290(d) is amended to read:

19 (d) Beginning January 1, 1997 [JANUARY 1, 1981], and for each succeeding  
20 year thereafter, the rate of contributions payable by each employee of an employer  
21 who is subject to AS 23.20.165 is 20 [18] percent of the average benefit cost rate as  
22 determined in (e) of this section rounded to the nearest 1/100th [ONE-TENTH] of one  
23 percent. However, the rate of contributions for an employee may not be less than one-  
24 half percent or more than one percent.

25 \* Sec. 5. AS 23.20.350(d) is amended to read:

26 (d) An individual who is eligible under (a) of this section is entitled to receive  
27 the weekly benefit amount set out in column (B) of the table in this subsection that is  
28 opposite the amount set out in column (A) of the individual's base period wages  
29 determined under (c) of this section:

30	(A)	(B)
31	Base Period Wages	Weekly Benefit

			Amount
1			
2	At least	But less than	
3	0	1,000	\$ 0
4	1,000	1,250	44
5	1,250	1,500	46
6	1,500	1,750	48
7	1,750	2,000	50
8	2,000	2,250	52
9	2,250	2,500	54
10	2,500	2,750	56
11	2,750	3,000	58
12	3,000	3,250	60
13	3,250	3,500	62
14	3,500	3,750	64
15	3,750	4,000	66
16	4,000	4,250	68
17	4,250	4,500	70
18	4,500	4,750	72
19	4,750	5,000	74
20	5,000	5,250	76
21	5,250	5,500	78
22	5,500	5,750	80
23	5,750	6,000	82
24	6,000	6,250	84
25	6,250	6,500	86
26	6,500	6,750	88
27	6,750	7,000	90
28	7,000	7,250	92
29	7,250	7,500	94
30	7,500	7,750	96
31	7,750	8,000	98

100	8.250	8.250	8.250
102	8.500	8.250	8.250
104	8.750	8.500	8.250
106	9.000	8.750	8.250
108	9.250	9.000	8.250
110	9.500	9.250	8.250
112	9.750	9.500	8.250
114	10.000	9.750	8.250
116	10.250	10.000	8.250
118	10.500	10.250	8.250
120	10.750	10.500	8.250
122	11.000	10.750	8.250
124	11.250	11.000	8.250
126	11.500	11.250	8.250
128	11.750	11.500	8.250
130	12.000	11.750	8.250
132	12.250	12.000	8.250
134	12.500	12.250	8.250
136	12.750	12.500	8.250
138	13.000	12.750	8.250
140	13.250	13.000	8.250
142	13.500	13.250	8.250
144	13.750	13.500	8.250
146	14.000	13.750	8.250
148	14.250	14.000	8.250
150	14.500	14.250	8.250
152	14.750	14.500	8.250
154	15.000	14.750	8.250
156	15.250	15.000	8.250
158	15.500	15.250	8.250
160	15.750	15.500	8.250

1	15,750	16,000	162
2	16,000	16,250	164
3	16,250	16,500	166
4	16,500	16,750	168
5	16,750	17,000	170
6	17,000	17,250	172
7	17,250	17,500	174
8	17,500	17,750	176
9	17,750	18,000	178
10	18,000	18,250	180
11	18,250	18,500	182
12	18,500	18,750	184
13	18,750	19,000	186
14	19,000	19,250	188
15	19,250	19,500	190
16	19,500	19,750	192
17	19,750	20,000	194
18	20,000	20,250	196
19	20,250	20,500	198
20	20,500	20,750	200
21	20,750	21,000	202
22	21,000	21,250	204
23	21,250	21,500	206
24	21,500	21,750	208
25	21,750	22,000	210
26	22,000	22,250	212
27	22,250	22,500	214 (212)
28	22,500	22,750	216
29	22,750	23,000	218
30	23,000	23,250	220
31	23,250	23,500	222

1	<u>23,500</u>	<u>23,750</u>	<u>224</u>
2	<u>23,750</u>	<u>24,000</u>	<u>226</u>
3	<u>24,000</u>	<u>24,250</u>	<u>228</u>
4	<u>24,250</u>	<u>24,500</u>	<u>230</u>
5	<u>24,500</u>	<u>24,750</u>	<u>232</u>
6	<u>24,750</u>	<u>25,000</u>	<u>234</u>
7	<u>25,000</u>	<u>25,250</u>	<u>236</u>
8	<u>25,250</u>	<u>25,500</u>	<u>238</u>
9	<u>25,500</u>	<u>25,750</u>	<u>240</u>
10	<u>25,750</u>	<u>26,000</u>	<u>242</u>
11	<u>26,000</u>	<u>26,250</u>	<u>244</u>
12	<u>26,250</u>	<u>26,500</u>	<u>246</u>
13	<u>26,500</u>	<u>26,750</u>	<u>248</u>
14	<u>26,750</u>		<u>248.</u>

15 \* Sec. 6. AS 23.15.620, 23.15.625, 23.15.630, 23.15.635, 23.15.640, 23.15.645, 23.15.651,  
16 and 23.15.660 are repealed June 30, 1998.

17 \* Sec. 7. Sections 3 - 5 of this Act apply to benefit years for unemployment insurance  
18 beginning on or after January 1, 1997.

19 \* Sec. 8. Sections 1 and 2 of this Act take effect July 1, 1996.

20 \* Sec. 9. Sections 3 - 5 and 7 of this Act take effect January 1, 1997.

MAR 25 1996



## Coastal Villages Fishing Cooperative

204 N. Franklin, Suite 1 • Juneau, AK 99801 • Phone 907-586-2360 • Fax 907-586-2333

March 25, 1996

Senator Rick Halford  
Alaska State Senate  
State Capitol Building Room 508  
Juneau, AK 99811-1182


Dear Senator Halford:

Two weeks ago, we discussed SB 229, a bill to reauthorize and make permanent the State Employment Training Program ("STEP"). This program is funded with a portion of the unemployment insurance benefits paid to the State of Alaska. You asked that I remind you about this bill when it reached the Senate Finance Committee. I understand that it is now out of Senator Community and Regional Affairs and Labor and Commerce and has reached your committee.

The Coastal Villages Fishing Cooperative ("CVFC") fully supports this bill and the continuation of this program. STEP funding is very important in providing training funds for residents of rural Alaska. CVFC has received some funding from this program to support its internship program that has assisted Lower Kuskokwim area residents find employment in the seafood industry as well as in other employment fields. We are also in the process of creating an Employment Counselor position within the Department of Labor in Bethel with a combination of CVFC's operating funds and a STEP grant. This funding, which will carry over into FY97 if the STEP program is reauthorized, will provide a needed service to area villages. At the present time, there is virtually no assistance given in helping area residents prepare for or find a job after graduating from high school.

We appreciate your support for this legislation and would be pleased to do anything possible to ensure its passage.

Very truly yours,

  
\_\_\_\_\_  
Norman A. Cohen  
Executive Director

4/18/96  
DOLabor

FY95 ALASKA STATEWIDE SERVICE DELIVERY AREA  
GRANT LINE ITEM ACTUALS

Employment Assistance	173886.50
Industry Specific Training	260914.12
On-the-Job Training	8384.75
Class/Occupational Skills	264540.34
Relocation Assistance	7011.85
Tools/Clothes/Gear	7457.00
Support Services	<u>286985.00</u>
	1008939.58

STATE TRAINING AND EMPLOYMENT PROGRAM  
FY95 TOTALS FOR THE STATEWIDE SERVICE DELIVERY AREA

Total Subgrant and RSA Obligations	865942.22
Total Individual Referral Obligations	<u>142997.70</u>
	1008939.92

FY95 STATE TRAINING AND EMPLOYMENT PROGRAM  
SUBGRANTS AND RSA'S

Page 1

Grant Name	Location	Grant Amount
Chatham Straits	Petersburg	31250.00
OPAG, Inc.	Anchorage	80734.92
Golden Age Fishery	Seattle	10899.00
Painters Local	Fairbanks	84572.00
Alaska Laborers Training Trust	Anchorage	60715.00
Norton Sound Economic Dvlp Council	Elim	23909.00
Bristol Bay Native Assoc.	Anchorage	61476.00
Copper Valley	Glennallen	47454.00
People Count, Inc.	Kenai	63283.50
Hospice & Homecare	Juneau	15759.32
Project Career Course	Juneau	54935.50
SERRC	Juneau	33550.00
UAS Project New Chance	Sitka	14174.00
Yukon Flats School District	Fort Yukon	949.20
Louden Village Council	Galena	1663.20
City of Koyukuk	Koyukuk	1125.55
Assoc. of Village Council Presidents	Bethel	24558.78
New Frontier Business School	Soldotna	1416.00
Preferred Plumbing and Heating	Kenai	4160.00
Alaska Joint Electrical Apprentice	Fairbanks	40840.00
Rural Assessment/Base Management		37320.00
STEP Pilot Project		121950.00
STEP Power Plant Operator		43447.25
<b>TOTAL FY95 SUBGRANTS AND RSA'S</b>		<b>865942.22</b>



FY95 STATE TRAINING AND EMPLOYMENT PROGRAM  
INDIVIDUAL REFERRALS

Page 2

Grant Name	Location	Grant Amount
Sears	Att. GA	379.91
UAF N.W. Campus	Nome	395.80
DOE/Avtec	Seward	3850.00
DOE/Avtec	Seward	9558.50
George Kner	Nome	120.55
UAF N.W. Campus	Nome	1074.55
World Express Travel	Anchorage	1341.00
Robert Armstrong	Lakewood, Ore	3183.81
American Express Travel	Anchorage	389.00
Bering Air Inc.	Nome	352.00
Fat Freddies	Nome	261.77
C.L. Tobin	Nome	800.00
Blanche White	Bethel	9420.00
Testing Institute of Alaska	Anch	5118.00
Blanche White	Bethel	7070.00
Kenai Peninsula Comm. College	Soldotna	798.00
People Count, Inc.	Kenai	3900.00
DOE/Avtec	Seward	795.00
New Frontier Vocational Tech	Soldotna	5450.00
Linn-Benton College	Albany, Ore.	1114.75
OPAG, Inc.	Anchorage	18400.00
New Frontier Vocational Tech	Soldotna	2450.00
Manny's Drivers	Kenai	240.00
Dan S. Ward	Soldotna	731.00
Tim Walker	Nikiski	200.00
Scott Koplín	Kenai	47.26
Alaska Industrial Hardware	Anchorage	496.55
US Travel	Anchorage	1829.50
Kris Simon	Albany, Ore.	1000.00
6 Mile Air Service	Nondalton	100.00
Quinnal Landing Hotel	King Salmon	11840.00
First National Bank of Anchorage	Anchorage	464.00
SUBTOTAL		92948.95
 TOTAL FY95 INDIVIDUAL REFERRALS		 142997.70

4/13/96  
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## DEFINITION FOR STATE TRAINING EMPLOYMENT PROGRAMS (STEP) CATEGORIES

### EMPLOYMENT AND TRAINING SERVICES (EMPLOYMENT ASSISTANCE)

Services which may be available to youth and adults with funds provided under this title may include, but need not limited to;

- (1) job search assistance,
- (2) job counseling,
- (3) remedial education and basic skills training,
- (4) institutional skill training,
- (5) on-the-job training,
- (6) programs of advance career training which provide a formal combination of on-the-job and institutional training and internship assignments which prepares individuals for career employment,
- (7) training programs operated by the private sector, including those operated by labor organizations or by consortia of private sector employers utilizing private sector facilities, equipment, and personnel to train workers in occupations for which demand exceeds supply,
- (8) outreach to make individuals aware of, and encourage the use of employment and training services,
- (9) specialized surveys not available through other labor market information sources,
- (10) programs to develop work habits and other services to individuals to help them obtain and retain employment,
- (11) supportive services (not to exceed six (6) months following completion of training) necessary to enable individuals to participate in the program and to assist them in retaining employment,
- (12) upgrading and retraining,
- (13) education-to-work transition activities,

- (14) literacy training and bilingual training.
- (15) work experience,
- (16) vocational exploration,
- (17) attainment of certificates of high school equivalency,
- (18) job development,
- (19) employment generating activities to increase job opportunities for eligible individuals in the area,
- (20) pre-apprenticeship programs,
- (21) disseminating information on program activities to employers,
- (22) use of advanced learning technology for education, job preparation, and skills training,
- (23) development of job openings,
- (24) on-site industry specific training programs supportive of industrial and economic development,
- (25) follow-up services with participants placed in unsubsidized employment,
- (26) coordinated programs with other federal employment-related activities,
- (27) needs based payments necessary to participation in accordance with a locally developed formula or procedure, and
- (28) customized training conducted with a commitment by an employer or group of employers to employ an individual upon successful completion of that training.

In addition to the services for youth which may be available on accordance with Section 204 of the Act, the job training plan may, at the option of those responsible for its preparation, elect to include one or more of the exemplary youth programs each of which may be modified by the plan to accommodate local conditions. (JTPA-MIS)

#### **(A) INDUSTRY SPECIFIC PROGRAMS**

These training programs are expected to attract high growth industries through availability of a trained workforce.

Proposals should address employment needs of a specific industry and may include several training components (specialized occupational skills, on-the-job training, etc.) While operation of such a program does not hinge on firm employer commitment to hire specific graduates, participants must have a reasonable expectation of employment within the industry upon successful completion of training.

**(B) CLASSROOM/OCCUPATIONAL SKILLS TRAINING**

This type of training is typically conducted in classrooms or other "institutional" settings. Curriculum is based on requirements for a specific occupation rather than on the needs of one employer or the general educational needs of a particular participant. Training is directed at achievement of a planned outcome of basic proficiency or knowledge in a specific occupational area.

**(C) ON-THE-JOB TRAINING (OJT) (AK)**

A training program in which the training is provided by employers at their business site to provide knowledge or skills essential to the full and adequate performance of the job. Employers must make a firm commitment to hire all participants successfully completing training and to provide necessary training to participants during the term of the OJT agreement. As compensation for the extraordinary cost of hiring and training unskilled individuals, employers are reimbursed up to and including 50% of the cost of the participant's wages for the duration of the on-the-job training period. Participants must be paid the prevailing entry level wage for that occupation and afforded the same rights and benefits as the employer's other employees, such as insurance and workers compensation coverage, retirement, or leave accrual. Wage cost reimbursement to the employer shall not exceed 50% of the total wages paid to the participant during the period of OJT, but may be designed so that a higher reimbursement rate is in effect during the first part of the training and a lower rate during the latter part of the training period. (P.I. 199 On-The-Job training contracts) (P.I. 420 Participant file) (P.I. 431 Activity Codes and Definitions for Youth and Adults) (P.I. 520 Program Activities and Services) (P.I. 620 Program Activities and Services)

**(D) RELOCATION ASSISTANCE (AK)**

The activities necessary to arrange for a family to move to a new abode for the purpose of accepting long-duration employment. Activities may include, but are not limited to: The cost of the actual transfer of goods and property, including mileage for the family's travel; emergency assistance; rent subsidies; and other supportive services. A Basic Readjustment activity and a Retraining activity. (LJTPA, JTPA-MIS) (P.I. 420 Participant File) (P.I. 431 Activity Codes and Definitions for Youth and Adults)

**(E) TOOLS, WORKCLOTHES/UNIFORMS, SAFETY EQUIPMENT, ETC**

These items may be provided when necessary to obtain and/or retain employment. When these items are primarily necessary for participation in TRAINING rather than EMPLOYMENT, they should NOT be considered supportive services, but instead should be charged to the training category.

## TOOLS

Individual tools purchased are viewed as expendable items, as long as the amount paid for the tools is below \$500. If purchased as a package, the invoiced amount should be less than \$500, otherwise the property tracking requirements of JTPO Policy 105 must be followed. In no case shall more than \$999 worth of tools be provided for a participant.

## WORKCLOTHES/UNIFORMS

If the participant does not have the means to provide the basic clothing necessary for a program activity, or obtain and/or retain employment, clothing may be provided. Such clothing will be limited to the "essentials" necessary. This may include clothing essential for job interviewing. It may not include "non-essential" items, such as jewelry, watches, etc. Clothing assistance is limited to a maximum amount of \$250, unless specifically required for a training course, in which case it shall be limited to \$499.

## SAFETY EQUIPMENT, ETC

Up to \$499 may be provided for safety equipment and/or supplies. This may include items such as head, ear and eye protection, as well as any other safety devices required for employment and not normally provided by the employer.

## (F) SUPPORTIVE SERVICES

Services which are necessary to enable an individual eligible for training under JTPA, but cannot afford to pay for such services, to participate in a training program funded under this Act. Such supportive services may include transportation, health care, special services and materials for the handicapped, child care, meals, temporary shelter, financial counseling, and other reasonable expenses required for participation in the training program and may be provided in-kind or through cash assistance. (JTPA Section 4 (24) and 204 (11) and 314 (c) (15)) (P.I. 420 Participant File) (P.I. 431 Activity Codes and Definitions for Youth and Adult) (P.I. 520 Program Activities and Services) (P.I. 620 Program Activities and Services)

NOTE: Supportive services necessary to assist individuals in retaining employment may be provided for not to exceed six months following completion of training (Section 204 (11)).

NOTE: Supportive services including child care, community assistance, and financial and personal counseling which shall terminate not later than the 90th day after the participant has completed other services under this part, except counseling necessary to assist participants to retain employment shall terminate not later than 6 months following the completion of the training. (Section 314 (c) (15))

SENATE FINANCE COMMITTEE

SB 229 STATE TRAINING & EMPLOYMENT PROGRAM

PLEASE SIGN-IN BELOW

NAME: MARA MICKELSON  
Co./Dept/Title: DCRA Phone: 465-4891  
Address: Tunecan Zip: \_\_\_\_\_  
Do you wish to testify?  Yes  No  Respond to Questions

NAME: DAVID STONE  
Co./Dept/Title: Producers Council President Phone: 463-5704  
Address: Tunecan Zip: 99801  
Do you wish to testify?  Yes  No  Respond to Questions

#1  
please

NAME: Dwight Perkins  
Co./Dept/Title: Dept. of Labor Phone: 465-2700  
Address: \_\_\_\_\_ Zip: \_\_\_\_\_  
Do you wish to testify?  Yes  No  Respond to Questions

NAME: \_\_\_\_\_  
Co./Dept/Title: \_\_\_\_\_ Phone: \_\_\_\_\_  
Address: \_\_\_\_\_ Zip: \_\_\_\_\_  
Do you wish to testify?  Yes  No  Respond to Questions

# SENATE COMMITTEE REPORT

DATE: 3/20/96

FURTHER: Finance

DATE TURNED INTO OFFICE: 3/22/96

The Labor & Commerce Committee considered SENATE BILL NO. 229

Relating to employment contributions and to making the state training and employment program a permanent state program.

FN

and recommends:

- be replaced with CS SB 229 (LSC)
- 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 OFFICER	LP	OTHER RECOMMENDATIONS	NR	DNF	AM
<i>John J. Duncan</i>	✓	<i>Mark Miller</i>	✓		
<i>John J. Duncan</i>	✓				
<i>Judith G. Salo</i>	✓				
CHAIR: <i>Tom Kelly</i>	✓				

**NEW FISCAL NOTE(S):**

Department                      Date    Zero    Fiscal

Sec 5	DOL	3/22/96		2318
Sec 2	DOL	3/22/96		3946.2

**PREVIOUS FISCAL NOTE(S):\***

Department                      Date    Zero    Fiscal

Office of GOJ	2/2/96			
DOA	3/2/96			1509
CRA	3/2/96			1,824.6
DOZ	12/12/95			3946.2
DOA	1/4/96			-145.6
DOA	1/4/96			-2165.4

APPROPRIATION -- no fiscal note

\*include fiscal notes accompanying Governor's bill

AMENDMENT

4/18/96

OFFERED IN THE SENATE  
TO: CSSB 287(CRA)

BY SENATOR TORGERSON

*Requested @ 5:45 pm*

1 Page 2, line 21:  
2 Delete "[ENTITY] or a Native village council"  
3 Insert "[ENTITY OR A NATIVE VILLAGE COUNCIL]"

4 Page 2, line 25:  
5 Delete "entity"  
6 Insert "corporation"

7 Page 2, line 26:  
8 Delete "entity"  
9 Insert "corporation [ENTITY]"

10 Page 2, line 27:  
11 Delete "entity"  
12 Insert "corporation [ENTITY]"

13 Page 2, line 30:  
14 Delete "[ENTITY] or Native village council"  
15 Insert "[ENTITY OR NATIVE VILLAGE COUNCIL]"

16 Page 3, line 2:  
17 Delete "An entity"  
18 Insert "A corporation"

19 Page 3, line 5:

*FIN*  
*Catalina*

- 1 Delete "if it is a nonprofit corporation"
  
- 2 Page 3, line 15:
- 3 Delete "[ENTITY] or Native village council"
- 4 Insert "[ENTITY OR NATIVE VILLAGE COUNCIL]"
  
- 5 Page 3, line 23:
- 6 Delete "entities"
- 7 Insert "corporations [ENTITIES]"
  
- 8 Page 3, line 26:
- 9 Delete "entity"
- 10 Insert "corporation [ENTITY]"
  
- 11 Page 3, line 29:
- 12 Delete "An entity"
- 13 Insert "A corporation [AN ENTITY]"
  
- 14 Page 4, line 3:
- 15 Delete "entity"
- 16 Insert "corporation [ENTITY]"
  
- 17 Page 4, line 6:
- 18 Delete "an entity [OR COUNCIL]"
- 19 Insert "a corporation [AN ENTITY OR COUNCIL]"
  
- 20 Page 4, line 7:
- 21 Delete "[ENTITY] or Native village council"
- 22 Insert "[ENTITY OR NATIVE VILLAGE COUNCIL]"
  
- 23 Page 4, lines 28 - 31:
- 24 Delete all material and insert:

1       "• Sec. 7. TRANSITION. A Native village council that has made a draw before the  
2 effective date of this Act from an unincorporated community's individual grant account for  
3 a capital project that has not been completed by the effective date of this Act may continue  
4 to make draws for that project. For purposes of this section, AS 37.06.020(b) - (e) and (g)  
5 and 37.06.030(b) apply as they read immediately before the effective date of this Act.

6       "• Sec. 8. AS 37.06.020(g) is repealed."

7 Page 4, line 32:

8       Delete "July 1, 1996"

9       Insert "immediately under AS 01.10.070(c)"

TONY KNOWLES  
GOVERNOR



P.O. Box 110001  
Juneau, Alaska 99811-0001  
(907) 486-3500  
Fax (907) 486-3532

STATE OF ALASKA  
OFFICE OF THE GOVERNOR  
JUNEAU

January 19, 1996

229  
The Honorable Drue Pearce  
President of the Senate  
Alaska State Legislature  
State Capitol  
Juneau, AK 99801-1182

Dear President Pearce:

Under the authority of art. III, sec. 18 of the Alaska Constitution, I am transmitting a bill making the state training and employment program ("STEP") a permanent state program.

The STEP is an integral component of Alaska's job training program and has enabled participants to increase their average quarterly earnings from nine to 12 percent. The STEP was established as a temporary, pilot program in 1989 and has been extended twice -- in 1991 and 1993. Since its inception, STEP has trained 4,890 Alaska workers at an average cost of \$2,000 per participant which is covered by Alaska employees. The program is financed entirely by employee payroll contributions with no employer contributions or general fund monies.

The STEP serves workers who would often be ineligible for employment training assistance through other programs. It offers workers the opportunity to acquire skills by investing in themselves, and helps those workers who have been displaced from their jobs to learn more skills. Nearly 60 percent of those entering the program are receiving unemployment benefits, and over 80 percent of the participants successfully complete the training and increase their employment opportunities.

The STEP will expire June 30, 1996, unless renewed by the Legislature. As federal training money decreases from year to year, continuing STEP and making it a permanent program will help Alaskans receive the training they need to respond to the changing needs of business and industry.

I urge your support of this important bill.

Sincerely,

A handwritten signature in black ink that reads "Tony Knowles".  
Tony Knowles  
Governor

# SENATE COMMITTEE REPORT

## First Committee of Referral

DATE: 1/19/96

FURTHER Labor & Commerce  
Finance

Date of 5-Day Notice: 2/1/96  
(in accordance with Uniform Rule 23)

DATE TURNED  
INTO OFFICE: 3/19/96

The Community & Regional Affairs Committee considered SB 229

Relating to state training and employment program.

*FN's & OFN's*

and recommends:

- be replaced with CS SB 229 (CRA)
- 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<sup>o</sup> \_\_\_\_\_

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>[Signature]</i>	✓	<i>[Signature]</i>	✓		
<i>[Signature]</i>		<i>[Signature]</i>	✓		
CHAIR: <i>[Signature]</i>	✓				

**NEW FISCAL NOTE(S):**

Department                      Date    Zero    Fiscal

	Department	Date	Zero	Fiscal
	<del>_____</del>	<del>_____</del>	<del>_____</del>	<del>_____</del>
CS	Comm & Regl Affairs #212			✓
CS	Comm & Regl Affairs #274			✓
CS	Gov Affs & Human Res Dev Law 226h			✓

**PREVIOUS FISCAL NOTE(S):\***

Department                      Date    Zero    Fiscal

	Department	Date	Zero	Fiscal
CS	LABOR #3	1/19/96		✓

APPROPRIATION -- no fiscal note

\*include fiscal notes accompanying Governor's bill