

**HB**

**244**

**HFIN**

**FILE**

# HOUSE COMMITTEE REPORT

(11)

Date Referred to Committee: April 10, 1997

FURTHER REFERRALS:

Date of Committee Action: 4/15/97

The FINANCE Committee considered:

HB 244

HOUSE BILL NO. 244

LIMIT ON COLAS FOR CERTAIN STATE EMPLOYEE

"An Act relating to cost-of-living adjustments to state employee compensation; and providing for an effective date."

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

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

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

ATTACHES NEW FISCAL NOTE(S): (Dept) \_\_\_\_\_ APPROVES PREVIOUS: (Dept/Date)

[ ] fiscal note(s) \_\_\_\_\_ [ ] fiscal note(s) \_\_\_\_\_

3  zero fiscal note(s) GOV, LAA [ ] zero fiscal note(s) \_\_\_\_\_  
Court

SIGNING WITH RECOMMENDATIONS	DP	DNP	NR	AM
<i>Gene Ferrisault</i>	X			
<i>Mark P. Harty</i>	X			
<i>Terry Martin</i>	X			
<i>Bud Brown</i>		X		
<i>Phil Harty</i>	X			
<i>Edna Hill</i>	X			
<i>Eric Harty</i>	X			

CHAIR'S SIGNATURE *Gene Ferrisault* *Mark P. Harty*

# FISCAL NOTE

STATE OF ALASKA  
1997 LEGISLATIVE SESSION

BILL NO. HB 244

Revision Date: \_\_\_\_\_  
Title: Cost of living adjustments to compensation

Dept. Affected: Alaska Court System  
BRU: Appellate Courts, Trial Courts & Administration

Sponsor: House Finance Committee  
Requestor: \_\_\_\_\_

Component: \_\_\_\_\_  
COMPONENT SERIAL NO. 767, 768 & 769

**Expenditures/Revenues**

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
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	0.0	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other						
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY 97) cost: None

**Positions**

Full-Time						
Part-Time						
Temporary						

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

This legislation provides that the COLA increase authorized for FY 98 and FY 99 may not be paid unless funded.

If the COLA is funded, the court system estimates the following costs:

BRU	FY 98	FY 99
Appellate Courts	54,000	54,800
Trial Courts	446,500	453,200
Administration	83,400	84,600
<b>Total</b>	<b>583,900</b>	<b>572,400</b>

Prepared by: C. S. Christensen III, Staff Counsel  
Agency: Alaska Court System

Phone: 284-8228  
Date: 04/15/97

Approved by: Stephanie J. Cole, Acting Administrative Director  
Agency: Alaska Court System

Date: 04/15/97

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# FISCAL NOTE

**STATE OF ALASKA  
1997 LEGISLATIVE SESSION**

**BILL NO. HB 244**

Revision Date \_\_\_\_\_ Dept. Affected All  
 Title An Act relating to cost-of-living adjustments to BRU  
state employee compensation Component \_\_\_\_\_  
 Sponsor House Finance Committee  
 Requester \_\_\_\_\_ Component Serial No. \_\_\_\_\_

**Expenditures/Revenues**

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES [ ]</b>						
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**FUND SOURCE**

(Thousands of Dollars)

FUND SOURCE	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
All other funds						
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY97) cost: 0.0

**POSITIONS**

POSITIONS	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
Full-time						
Part-time						
Temporary						

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

This bill will have no fiscal impact.

If the bill does not pass, partially exempt and exempt employees would be entitled to a cost-of-living increase even if the legislature has explicitly rejected funding for cost-of-living increases. In this case, agencies would have to absorb the cost of the salary adjustment. If this situation were to occur this session, the FY98 impact for the executive branch would be that agencies would have to absorb salary increases amounting to about \$750.0 GF and \$650.0 other funds.

This bill would not affect the University of Alaska.

Prepared by Dan Spencer  
 Division Office of Management and Budget  
 Approved by Annalee McConnell  
 Agency Director, Office of Management & Budget

Phone 465-4681  
 Date 4/15/97  
 Date 4/15/97

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# FISCAL NOTE

**STATE OF ALASKA**  
**1997 LEGISLATIVE SESSION**

NO. \_\_\_\_\_  
 BILL VERSION: HB 244  
 PUBLISH DATE: \_\_\_\_\_

Revision Date: \_\_\_\_\_  
 Title: "An Act relating to cost-of-living  
adjustments to state employee compensation; and....  
 Sponsor: House Finance Committee  
 Requestor: Rep. Therriault

Department Affected: Legislative Affairs Agency  
 BRU: All  
 Component: All

COMPONENT SERIAL NO:

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

OPERATING	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
PERSONAL SERVICES	0	0	0	0	0	0
TRAVEL	0	0	0	0	0	0
CONTRACTUAL	0	0	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	0	0	0	0	0	0

<b>CAPITAL</b>	0	0	0	0	0	0
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<b>REVENUE FUND SOURCE</b>	0	0	0	0	0	0
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**FUNDING: (Thousands of Dollars)**

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS						
OTHER FUND SOURCE						
<b>TOTAL</b>	0	0	0	0	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

Estimate of current year impact: \_\_\_\_\_

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

HB 244 makes the cost-of-living adjustments to state employee compensation for FY 98 and FY 99 subject to funding by the Legislature. COLA funding was included in the Legislature's FY 98 budget request so no additional funding is included in this fiscal note. If the Legislature does not fund the cost-of-living adjustment, the funding will not be included in the FY 98 authorized budget.

Prepared By: Karla Schofield, Deputy Director *Karla Schofield* Phone: 465-3852  
 Division: Administrative Services Date: 4/14/97

Approved By: Pamela A. Varni, Executive Director *Pamela A. Varni*  
 Agency: Legislative Affairs Agency Date: 4/14/97

Distribution (by preparer): Leg. Finance, Legislative Sponsor, Requestor, OMB, Gov. , & Impacted Agency(ies).

Alaska State Legislature  
House Finance Committee

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## COMMITTEE SPONSOR STATEMENT

### HB 244

**"An Act relating to cost of living adjustments to state employee compensation; and providing for an effective date"**

AS 39.27.011 contains the salary schedule for classified and partially exempt employees in the executive branch of government who are not members of a collective bargaining unit. When the monetary terms for year one of the union contracts were approved last session, language was also added to non union statutory salary schedules granting similar increases for fiscal years 1998 and 1999

HB 244 amends the statutory salary schedule language added last session to make any increases for fiscal years 1998 and 1999 subject to annual funding by the legislature. This makes non union salary increases subject to the same appropriation language as union increases.