

SB

29

Revision Date: _____ Dept. Affected: Revenue
 Title: An Act relating to state aid to municipalities BRU: Revenue Operations
 Component: Treasury
 Sponsor: SEN TORGERSON
 Requestor: (S) CRA COMPONENT SERIAL NO. 121

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						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()	-1,005.4	-1,005.4	-1,005.4	-1,005.4	-1,005.4	-1,005.4
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1001 CBRF						
1048 University of AK receipts						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY97) cost \$ 0.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

This legislation will move the payment of municipal assistance from 2/1 forward to 7/31 of each State fiscal year. Investment income will be lost by the State because of this earlier payment. The income lost will be at the rate earned by the CBRF. This is because the general fund borrows from and has a large outstanding liability to the CBRF. Any disbursement of general fund moneys delays repayments to the CBRF.

This rate used to calculate the lost earnings has increased from last year. This is because of the passage of SB 303 which resulted in the Department of Revenue's implementing a new asset allocation which will result in increased total return.

Our fiscal note above assumes the payment is made on 7/31. Attached is a schedule which reflects the effect of payout dates ranging from 7/31 to 12/31.

Prepared by: Betty Martin, Comptroller Phone: 465-2350
 Division: Treasury Date: January 17, 1997
 Approved by Commissioner: Ross Kinney, Deputy Commissioner Date: January 17, 1997
 Agency: Department of Revenue

FISCAL NOTE

Revision Date: January 15, 1997 Dept. Affected: Community & Regional Affairs
 Title: An Act relating to certain programs of state aid to municipalities and recipients in the ... BRU: none
 Sponsor: Sen. Torgerson Component: none
 Requestor: Senate C&RA COMPONENT SERIAL NO. _____

Expenditures/Revenues: (Thousands of Dollars)

	FY 98	FY 99	FY 00	FY 01	FY 03	FY 04
OPERATING						
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	0.0	0.0	0.0	0.0	0.0	0.0

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						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

POSITIONS:

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

Estimate of current (FY97) impact \$ none

ANALYSIS: (Attach a separate page if necessary)
 This bill would make changes in formula allocations and payment dates for the Municipal Assistance Program (AS 29.60.350-375). The implementation of these changes will require substantial transitional activities which will be performed by existing program staff (e.g., writing new regulations, modifying computer programs, etc.). However, these changes should not significantly affect the requirement for program administration on an ongoing basis. Consequently, no notable fiscal impacts are anticipated regarding the department's operations.

Prepared by: Remond Henderson, Director *Remond Henderson* Phone: 465-4708
 Division: Division of Administrative Services Date: 1/16/97
 Approved by Commissioner: *Kim Kolko* Date: 1/16/97
 Agency: Community & Regional Affairs

***Analysis of Advance Payment of Municipal Assistance
Income Lost to CBRF***

If Payment Made On:	<u>2/1/98</u>	<u>12/31/97</u>	<u>11/30/97</u>	<u>10/31/97</u>	<u>9/30/97</u>	<u>8/31/97</u>	<u>7/31/97</u>
Income Lost to CBRF:	0	\$167,569	\$335,137	\$502,706	\$670,274	\$837,843	\$1,005,412

Assumptions:

\$28,726,047 = Municipal Assistance Payment

Payment borrowed from CBRF

CBRF Return = 7% (from FY97 draft investment policy for the CBRF)
and capital market assumptions FY97

Revision Date: _____ Dept. Affected: Revenue
 Title: State Aid to Municipalities and Unorg. Bor. BRU: Revenue Operations
 Component: Treasury
 Sponsor: Senator Torgerson
 Requestor: (S) CRA COMPONENT SERIAL NO. 121

Expenditures/Revenues: (Thousands of Dollars)

OPERATING EXPENDITURES	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
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LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0
CAPITAL EXPENDITURES						
CHANGE IN REVENUES ()	-1,005.4	-1,005.4	-1,005.4	-1,005.4	-1,005.4	-1,005.4

FUND SOURCE (Thousands of Dollars)

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1048 University of AK receipts						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY97) cost \$ \$0.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

The changes proposed in this committee substitute do not change our original fiscal note of 1/17/97. The following comments, which were in the original note, still apply:

This legislation will move the payment of municipal assistance from 2/1 forward to 7/31 of each State fiscal year. Investment income will be lost by the State because of this earlier payment. The income lost will be at the rate earned by the CBRF. This is because the general fund borrows from and has a large outstanding liability to the CBRF. Any disbursement of general fund moneys delays repayments to the CBRF.

This rate used to calculate the lost earnings has increased from last year. This is because of the passage of SB 303 which resulted in the Department of Revenue's implementing a new asset allocation which will result in increased total return.

Our fiscal note above assumes the payment is made on 7/31. Attached is a schedule which reflects the effect of payout dates ranging from 7/31 to 12/31.

Prepared by: Betty Marlin, Comptroller Phone: 465-2350
 Division: Treasury Date: January 23, 1997
 Approved by Commissioner: Ross Kinney, Deputy Commissioner Date: January 23, 1997
 Agency: Department of Revenue

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Income Lost to CBRF***

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Alaska State Legislature



Committee Membership

Senate Finance
Senate Resources
Senate Rules
Legislative Budget & Audit

Senator John Torgerson

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(907) 283-2690
fax 283-9267

Session Address:
State Capitol: Room 514
Juneau, AK 99801-1182
(507) 465-2828
fax 465-4779

SPONSOR STATEMENT - SB 29

This legislation changes the name of the Revenue Sharing program to "Priority Revenue Sharing for Municipal Services", changes the Municipal Assistance Fund to the Communities Fund and requires that payments from the Communities Fund be used for specific prioritized purposes. The intent of these changes is to more accurately reflect the purposes for which payments received are used. These programs appear to have fostered the perception that it is a type of "slush fund" for communities. The change in name and the requirements for use of the monies help to dispel that notion.

Communities are required to spend funds received from the Communities Fund on specific purposes in the following order of priority: (1) Police protection and related public safety services; (2) Fire protection and emergency medical services; (3) Water and sewer services not offset by user fees; (4) Solid waste management; and (5) Other services the governing body determines to have the highest priority. Communities are not, however, required to fund all requests for services in a category before funding services in another category.

Communities that levy and collect property taxes are required to list the allocation received from the Communities Fund and its millage equivalent on the "Notice to Taxpayers."

This bill also revises how appropriations to the Communities Fund are allocated. In the event appropriations continue to be reduced, allocations to, and the resulting payments from, the base amount account will be proportionately reduced. In the past, this account was "held harmless" and appropriation reductions were taken entirely from the per capita account. This resulted in an inequitable reduction of payments to communities.

The minimum entitlement to communities is increased to \$40,000. If, however, appropriations continue to decline, this minimum entitlement may be proportionately reduced along with payments from the base amount and the per capita accounts.

Finally, the date of payment has been changed so that communities receive entitlements from both Priority Revenue Sharing and the Communities Fund on July 31. Previously, payments from revenue sharing were made on July 31 and municipal assistance payments were made on February 1.

(1/16/97: S-CRA/mj)

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SB 29 - Sectional Overview

Section 1: Changes name from state aid to priority revenue sharing.

Section 2: Changes name from state aid for miscellaneous municipal services to priority revenue sharing for municipal services.

Section 3: Changes name from state aid for miscellaneous municipal services to priority revenue sharing for municipal services. Requires communities that levy and collect property taxes to list the allocation received from revenue sharing for communities and its millage equivalent on the notice to taxpayer. Currently these funds do not have to be reported to the public.

Section 4: Changes name from state aid for miscellaneous municipal services to priority revenue sharing for municipal services.

Section 5: Changes name from revenue sharing to priority revenue sharing for municipal services.

Section 6: Changes name from miscellaneous services to municipal services.

Section 7: Changes name from miscellaneous services to municipal services.

Section 8: Renames Municipal Assistance Fund to Communities Fund. Establishes two accounts within the fund --the base amount account and the per capita account. Allocates 1/3 of the appropriation to the Communities Fund to the "base amount account" and 2/3 of the appropriation to the "per capita account." Changes the date the funds are distributed from February 1 to July 31.

Section 9: Adds a new section requiring payments received from both accounts in the Communities Fund to be spent on the following services in the following order of priority:

- Police protection and related public safety services;
- Fire protection and emergency medical services;
- Water and sewer services not offset by user fees;
- Solid waste management;
- Other services determined by the governing body to have the highest priority

This section does not require a municipality to fund all requests it receives for services in a category before funding services in another category.

Section 10: This section is renamed to "Base amount account distributions." Excludes boroughs with a per capita full and true property value exceeding \$500,000 when calculating the base amount to be received by new boroughs. Allows the distributions from the base amount account to be prorated if the amount allocated to the account is insufficient to pay the full base amount to each eligible municipality.

Section 11: Extends definition sections to incorporate new sections in this bill.

Section 12: Renames increased assistance to per capita account distribution. Specifies that allocations to the per capita account will be distributed to municipalities on a per capita basis.

Section 13: Adds a new section stating that the minimum entitlement to those communities eligible for payments under equalization of tax resources for municipal services, priority revenue sharing for municipal services and revenue sharing for safe communities, is \$40,000. Adds an additional section allowing the minimum entitlement to be adjusted (reduced) proportionately in the event future appropriations to the communities fund are reduced.

Section 14: Extends definition sections to incorporate new sections in this bill.

Section 15: Repeals section which specified intent of original legislation that a municipality that levies property taxes reduce those levies in proportion to the amount of state aid received.

Section 16: Establishes effect date of legislation.

(1/16/97: S-CRA/mj)



ALASKA STATE LEGISLATURE

Senate Community & Regional Affairs Committee

State Capitol

Juneau, AK 99801-1182

(907) 465-4989

SB 29 PACKET

1. Sponsor Statement
2. SB 29
3. Sectional
4. Impact Analysis
5. Fiscal Note (CRA)

Alaska State Legislature



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Senate Finance
Senate Resources
Senate Rules
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Section 11: Extends definition sections to incorporate new sections in this bill.

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Section 13: Adds a new section stating that the minimum entitlement to those communities eligible for payments under equalization of tax resources for municipal services, priority revenue sharing for municipal services and revenue sharing for safe communities, is \$40,000. Adds an additional section allowing the minimum entitlement to be adjusted (reduced) proportionately in the event future appropriations to the communities fund are reduced.

Section 14: Extends definition sections to incorporate new sections in this bill.

Section 15: Repeals section which specified intent of original legislation that a municipality that levies property taxes reduce those levies in proportion to the amount of state aid received.

Section 16: Establishes effect date of legislation.

(1/16/97: S-CRA/mj)

A M E N D M E N T

OFFERED IN THE SENATE

TO: SB 29

- 1 Page 2, line 15, following "FOR":
- 2 Insert "SAFE"

- 3 Page 3, line 2, following "FOR":
- 4 Insert "SAFE"

- 5 Page 4, line 19, following "Sec. 29.60.350.":
- 6 Delete "Communities"
- 7 Insert "Safe communities"

- 8 Page 4, line 20, following "for":
- 9 Insert "safe"

- 10 Page 4, line 21, following "department the":
- 11 Insert "safe"

- 12 Page 4, line 23, following "the":
- 13 Insert "safe"

- 14 Page 4, line 29, following "the":
- 15 Insert "safe"

- 16 Page 5, line 3, following "the":
- 17 Insert "safe"

1 Page 5, line 9, following "for":

2 Insert "safe"

3 Page 6, line 9, following "the":

4 Insert "safe"

5 Page 6, line 31, following "the":

6 Insert "safe"

7 Page 7, line 17, following "to the":

8 Insert "safe"

CS FOR SENATE BILL NO. 29(CRA)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTIETH LEGISLATURE - FIRST SESSION

BY THE SENATE COMMUNITY AND REGIONAL AFFAIRS COMMITTEE

Offered:

Referred:

Sponsor(s): SENATOR TORGERSON

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to certain programs of state aid to municipalities and recipients
2 in the unorganized borough; and providing for an effective date."

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

4 * Section 1. AS 29.10.200(50) is amended to read:

5 (50) AS 29.60.120(a) and (c) (priority revenue sharing [STATE AID]
6 for health facilities and hospitals);

7 * Sec. 2. AS 29.20.640(b) is amended to read:

8 (b) Compliance with the provisions of this section is a prerequisite to receipt
9 of municipal tax resource equalization assistance under AS 29.60.010 - 29.60.080 and
10 priority revenue sharing [STATE AID] for [MISCELLANEOUS] municipal services
11 under AS 29.60.100 - 29.60.180. If a municipality does not comply with this section,
12 the department shall withhold the allocations until the required reports are filed.

13 * Sec. 3. AS 29.45.020 is amended to read:

14 Sec. 29.45.020. Taxpayer notice. (a) If a municipality levies and collects

property taxes, the governing body shall provide the following notice:

"NOTICE TO TAXPAYER

For the current fiscal year the (city)(borough) has been allocated the following amount of state aid for school and municipal purposes under the applicable financial assistance Acts:

PUBLIC SCHOOL FOUNDATION PROGRAM	
ASSISTANCE (AS 14.17)	\$
STATE AID FOR RETIREMENT OF SCHOOL	
CONSTRUCTION DEBT (AS 14.11.100)	\$
MUNICIPAL TAX RESOURCE EQUALIZATION	
[ASSISTANCE] (AS 29.60.010 - 29.60.080)	\$
<u>PRIORITY REVENUE SHARING</u> [STATE	
AID] FOR [MISCELLANEOUS] MUNICIPAL	
SERVICES (AS 29.60.100 - 29.60.180)	\$
<u>REVENUE SHARING FOR SAFE COMMUNITIES</u>	
<u>(AS 29.60.350 - 29.60.375)</u>	\$
TOTAL AID	\$

The millage equivalent of this state aid, based on the dollar value of a mill in the municipality during the current assessment year and for the preceding assessment year, is:

	MILLAGE EQUIVALENT	
	PREVIOUS YEAR	THIS YEAR
PUBLIC SCHOOL FOUNDATION		
PROGRAM ASSISTANCE MILLS MILLS
STATE AID FOR RETIREMENT		
OF SCHOOL CONSTRUCTION		
DEBT MILLS MILLS
MUNICIPAL TAX RESOURCE		
EQUALIZATION [ASSISTANCE] MILLS MILLS
<u>PRIORITY REVENUE SHARING</u>		
[STATE AID] FOR [MISCELLANEOUS]		

1 MUNICIPAL SERVICESMILLSMILLS
 2 REVENUE SHARING FOR SAFE
 3 COMMUNITIESMILLSMILLS
 4 TOTAL MILLAGE
 5 EQUIVALENTMILLSMILLS"

6 Notice shall be provided

7 (1) by furnishing a copy of the notice with tax statements mailed for
 8 the fiscal year for which aid is received; or

9 (2) by publishing in a newspaper of general circulation in the
 10 municipality a copy of the notice once each week for a period of three successive
 11 weeks, with publication to occur not later than 45 days after the final adoption of the
 12 municipality's budget.

13 (b) Compliance with the provisions of this section is a prerequisite to receipt
 14 of municipal tax resource equalization [ASSISTANCE] under AS 29.60.010 -
 15 29.60.080 and priority revenue sharing [STATE AID] for [MISCELLANEOUS]
 16 municipal services under AS 29.60.100 - 29.60.180. The department shall withhold
 17 annual allocations under those sections until municipal officials demonstrate that the
 18 requirements of this section have been met.

19 * Sec. 4. AS 29.45.660(b) is amended to read:

20 (b) Compliance with the provisions of this section is a prerequisite to receipt
 21 of municipal tax resource equalization [ASSISTANCE] under AS 29.60.010 -
 22 29.60.080 and priority revenue sharing [STATE AID] for [MISCELLANEOUS]
 23 municipal services under AS 29.60.100 - 29.60.180. The department shall withhold
 24 annual allocations under those sections until municipal officials demonstrate that the
 25 requirements of this section have been met.

26 * Sec. 5. AS 29.60.100 is amended to read:

27 Sec. 29.60.100. Priority revenue sharing for municipal services [REVENUE
 28 SHARING PAYABLE]. In addition to the equalization entitlements paid under
 29 AS 29.60.010 - 29.60.080, during each fiscal year the department shall pay priority
 30 revenue sharing for municipal services to [AID]

31 (1) [TO] a municipality or other eligible recipient that has the power

1 to provide the services described in AS 29.60.110 - 29.60.130 and exercises the power
2 in the manner required by AS 29.60.100 - 29.60.180;

3 (2) [TO] an unincorporated community under AS 29.60.140.

4 * Sec. 6. AS 29.60.170 is amended to read:

5 **Sec. 29.60.170. Municipal [MISCELLANEOUS] services account.** The
6 **municipal [MISCELLANEOUS] services account** is established. Money to carry out
7 the provisions of AS 29.60.100 - 29.60.180 shall be allocated by the department to the
8 account in accordance with AS 29.60.280. If amounts in the account are insufficient
9 to pay each municipality's or other recipient's share authorized under AS 29.60.100 -
10 29.60.180, the amounts that are available shall be distributed pro rata among eligible
11 municipalities and other recipients.

12 * Sec. 7. AS 29.60.280(b) is amended to read:

13 (b) Money in the **municipal [MISCELLANEOUS] services account** established
14 in AS 29.60.170 that exceeds the amount required to fully fund distributions authorized
15 by AS 29.60.100 - 29.60.180 shall be reallocated to the tax equalization account
16 established in AS 29.60.060 and distributed according to the provisions of
17 AS 29.60.010 - 29.60.080.

18 * Sec. 8. AS 29.60.350 is amended to read:

19 **Sec. 29.60.350. Safe communities [MUNICIPAL ASSISTANCE] fund.** (a)
20 **To implement the revenue sharing for safe communities program, there [THERE]**
21 **is established in the department the safe communities [MUNICIPAL ASSISTANCE]**
22 **fund consisting of the base amount account and the per capita account.** The
23 legislature may appropriate to the **safe communities [MUNICIPAL ASSISTANCE]**
24 **fund during each fiscal year a total [AN] amount equal to or greater than 30 percent**
25 **of the income tax revenue received by the state under AS 43.20.011(e) for the previous**
26 **fiscal year. Unless otherwise provided in the appropriation, the department shall**
27 **allocate one-third of the money appropriated to the base amount account and**
28 **two-thirds to the per capita account.**

29 (b) The department shall distribute money from the **safe communities**
30 **[MUNICIPAL ASSISTANCE] fund to each municipality on an annual basis as**
31 **provided in AS 29.60.360 and 29.60.370 and as adjusted under AS 29.60.373.** A

1 municipality may not receive payment until it submits to the department a resolution
 2 approved by the governing body of the municipality that requests the money.
 3 Distribution of money from the safe communities [MUNICIPAL ASSISTANCE] fund
 4 to all municipalities must be made on July 31 [FEBRUARY 1] of the state fiscal year
 5 for which the appropriation to the fund is made. A municipality that incorporates after
 6 July 1 [DECEMBER 31] of a state fiscal year is not eligible for a distribution under
 7 this section until the following state fiscal year.

8 * Sec. 9. AS 29.60.350 is amended by adding new subsections to read:

9 (c) Money from the revenue sharing for the safe communities program
 10 distributed to a municipality shall be used by that municipality only for the following
 11 services in the following ranking of priority:

12 (1) police protection and related public safety services;

13 (2) fire protection and emergency medical services;

14 (3) water and sewer services not offset by user fees;

15 (4) solid waste management;

16 (5) other services determined by the governing body to have the highest
 17 priority.

18 (d) Subsection (c) of this section may not be construed to require a
 19 municipality to fund all requests it receives for services in a category with a higher
 20 ranking of priority before funding services in a category with a lower ranking of
 21 priority.

22 * Sec. 10. AS 29.60.360 is amended to read:

23 Sec. 29.60.360. Base amount account distributions [OF ASSISTANCE].

24 (a) The base amount to be distributed from the base amount account [MUNICIPAL
 25 ASSISTANCE FUND] to each municipality for the fiscal year shall be the amount
 26 received by the municipality during fiscal year 1978 under AS 43.70.080 as that
 27 section provided before the 1978 amendment. A city incorporated within a borough
 28 after June 30, 1977, shall receive as a base amount a share of the amount distributed
 29 to the borough in which it is located based on the ratio of population in the city to the
 30 total population in the borough. A city incorporated outside a borough after June 30,
 31 1977, shall receive as a base amount the amount received by the city in the state most

1 closely approximating it in population at the time of its incorporation. A borough
 2 incorporated after June 30, 1977, shall receive as a base amount the amount received
 3 by the borough in the state most closely approximating it in population at the time of
 4 its incorporation, excluding each borough with a per capita full and true property
 5 value exceeding \$500,000. The base amount to be distributed to each municipality
 6 organized under federal law shall be the amount received as a base amount by the city
 7 most closely approximating it in population on June 30, 1977.

8 (b) If the amount in the base amount account from allocation of
 9 appropriations [APPROPRIATED] to the safe communities [MUNICIPAL
 10 ASSISTANCE] fund [BY THE LEGISLATURE] during a fiscal year is insufficient
 11 for distribution of the full base amount to each municipality, the department shall
 12 prorate the amount available for distribution [ON THE BASIS OF AMOUNTS
 13 RECEIVED DURING THE FISCAL YEAR 1978 UNDER AS 43.70.080].

14 * Sec. 11. AS 29.60.365 is amended to read:

15 Sec. 29.60.365. **Municipalities organized under federal law.** To qualify to
 16 receive money under AS 29.60.350 - 29.60.375 [AS 29.60.350 - 29.60.370], a
 17 municipality organized under federal law as an Indian reserve that existed before
 18 enactment of 43 U.S.C. 1618(a) and is continued in existence under that subsection
 19 shall form a community development corporation with authority to determine how
 20 money received under AS 29.60.350 - 29.60.375 [AS 29.60.350 - 29.60.370] will be
 21 used. The charter must require that the governing board of the corporation shall be
 22 elected at an annual election open to all residents of the municipality who are
 23 registered and qualified to vote in state elections. The department may distribute
 24 money for the municipality only to a corporation organized in accordance with this
 25 section and only after the corporation has delivered a written waiver of sovereign
 26 immunity from legal action by the state to recover all or a portion of the money
 27 distributed under AS 29.60.350 - 29.60.375 [AS 29.60.350 - 29.60.370].

28 * Sec. 12. AS 29.60.370(a) is amended to read:

29 Sec. 29.60.370. Per capita account distribution [INCREASED
 30 ASSISTANCE]. (a) The [IF THE] amount allocated to the per capita account in
 31 the safe communities [MUNICIPAL ASSISTANCE] fund [AT THE TIME OF

1 DISTRIBUTION EXCEEDS THE BASE AMOUNT TO BE DISTRIBUTED UNDER
2 AS 29.60.360, THE EXCESS AMOUNT] shall be distributed to each municipality on
3 the basis of population. Population for the purpose of this section shall be as certified
4 by the commissioner of community and regional affairs. In determining the population
5 of a borough, the population of all cities in the borough shall be deducted from the
6 total population of the borough.

7 * Sec. 13. AS 29.60 is amended by adding new sections to read:

8 **Sec. 29.60.372. Minimum payment.** If a municipality qualifies for a payment
9 during a fiscal year under AS 29.60.010 - 29.60.080, 29.60.100 - 29.60.180, 29.60.290,
10 or 29.60.350 and if the total amount payable to the municipality under those sections
11 is less than \$40,000, the department shall pay to the municipality a minimum payment
12 in an amount equal to the difference between the total amount payable under those
13 sections and \$40,000 as adjusted under AS 29.60.373.

14 **Sec. 29.60.373. Adjustment of payments.** Adjustment of payments shall be
15 determined by prorating amounts payable under AS 29.60.360, 29.60.370, and
16 29.60.372 by a factor that, when applied, reduces all payments in equal proportion so
17 that total payments equal the amount appropriated to the safe communities fund.

18 * Sec. 14. AS 29.60.375 is amended to read:

19 **Sec. 29.60.375. Definition.** In AS 29.60.350 - 29.60.375 [AS 29.60.350 -
20 29.60.370] "municipality" includes a municipality organized under federal law as an
21 Indian reserve that existed before enactment of 43 U.S.C. 1618(a) and is continued in
22 existence under that subsection.

23 * Sec. 15. AS 29.60.370(b) is repealed.

24 * Sec. 16. This Act takes effect July 1, 1997.

From: AML

WHY SUPPORT SB 29, THE "SAFE COMMUNITIES" BILL?

- Last session, the "Safe Communities" bill (SB20) passed the Senate unanimously and passed the House with 38 affirmative votes, but failed because it was not brought up for a concurrence vote in the Senate in the final minutes of the legislative session.
- AML's Candidate Legislative Survey got the following responses:
 - "Will you support the "Safe Communities" bill when it is re-introduced in the next legislative session?
78% yes, 5% support concept, 15% unsure, 2% no
 - "Should the state be concerned about the impact its budget actions have on local taxes and services? Do you support stabilizing funding for municipal revenue sharing?
89% yes, 2% "if feasible", 9% no
- The "Safe Communities" bill targets use of the funds for basic public safety and health services. This bill is an important part of the goal of **making neighborhoods safer.**
- Over the past ten years, municipal revenue sharing has been cut nearly 70%. In the past two years, it has been cut 15%. Local taxpayers have already given their fair share to balancing the state budget. **A further cut in municipal revenue sharing is simply an increase to local taxpayers.** The "Safe Communities" bill is an excellent vehicle to create a permanent and stable revenue sharing program.
- The "Safe Communities" bill has unanimous support from all municipalities, from Anchorage to Ouzinkie. The consensus building that created this bill is a good model for achieving consensus on other statewide issues, such as the education formula.

THE FOUR "LEGS" OF SB 29

1. Changes the name to "Safe Communities." Requires the funds received under this program (formerly Municipal Assistance Program) be used primarily for **basic public safety/health services**.
2. Creates a **\$40,000 minimum** payment for small incorporated municipalities. Larger communities contribute approximately \$238,000 of their allocation to raise minimums for small communities. (Anchorage, Fairbanks, Fairbanks North Star Borough, Juneau, Kenai Peninsula Borough, Mat-Su Borough, and all other large municipalities support this provision to reduce dissolutions of small municipalities.)
3. **Removes the "hold harmless"** clause of the current Municipal Assistance Program. The "hold harmless" provision creates wide variations among funding for communities and is no longer relevant.
4. **Advances the payment date** for Municipal Assistance from February 1 to July 31, which is the same date Revenue Sharing payments are made. This provision **creates the internal equity** in the bill that allows support from all municipalities.

Overview
State Revenue Sharing/Municipal Assistance vs.
Safe Communities Program

CURRENT PROGRAMS

<u>Municipal Assistance</u>		<u>State Revenue Sharing</u>	
<u>Base Distribution</u>	<u>Per Capita Distribution</u>	<u>Primary Allocation</u>	<u>Separate Entitlements</u>
1978 Business Tax as a base (about \$10 million "hold harmless" is distributed off the top)	Per capita distribution of the balance among all communities	$\frac{\text{All local revenue}}{\text{Community tax base} \times \text{Population}}$ (\$25,000 minimum entitlement)	<ol style="list-style-type: none"> 1. Roads 2. Hospitals/health facilities 3. Unincorporated cities (not in boroughs) 4. Vol. fire departments (not in boroughs)

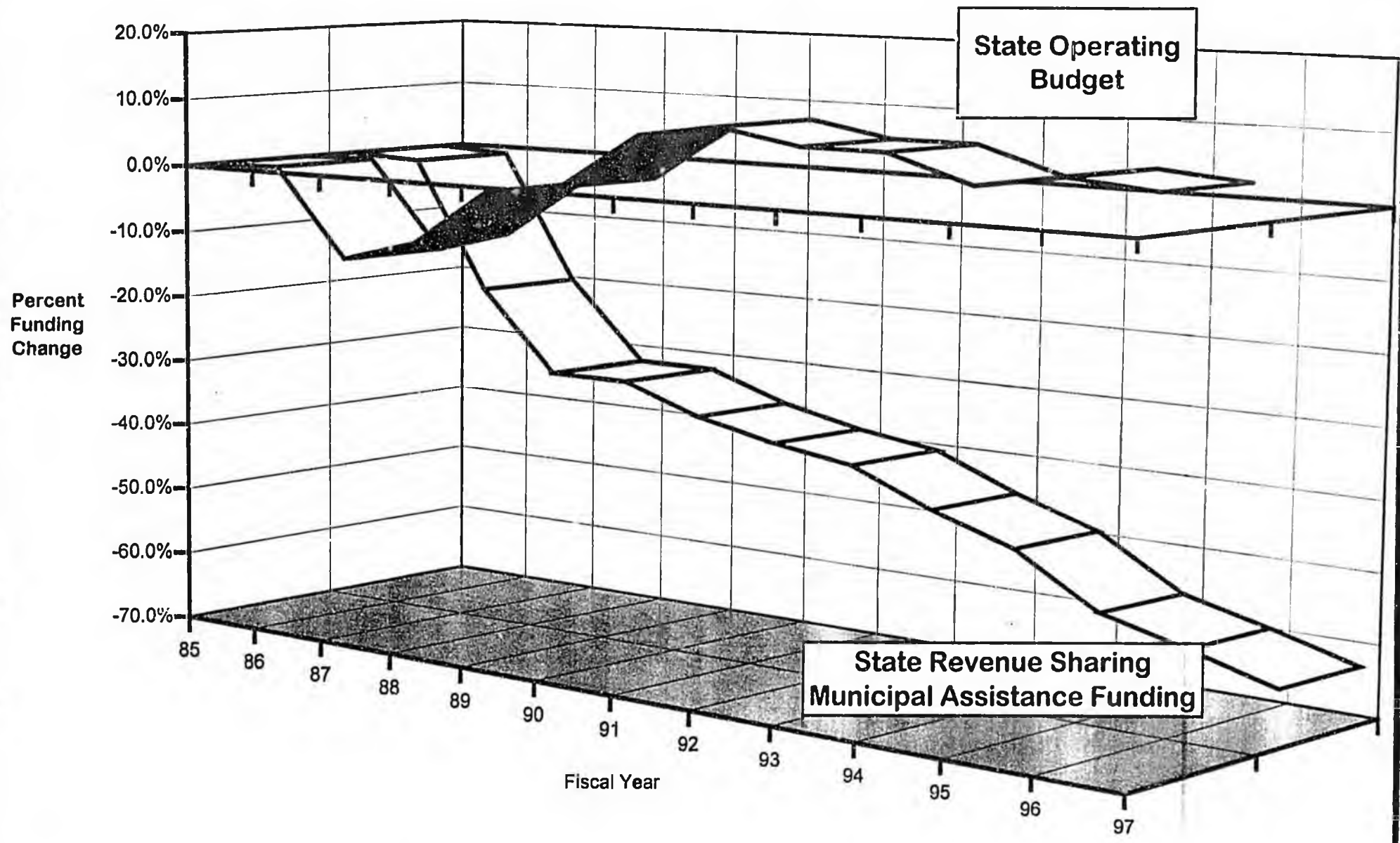
Distributed annually on February 1st

Distributed annually on July 31st

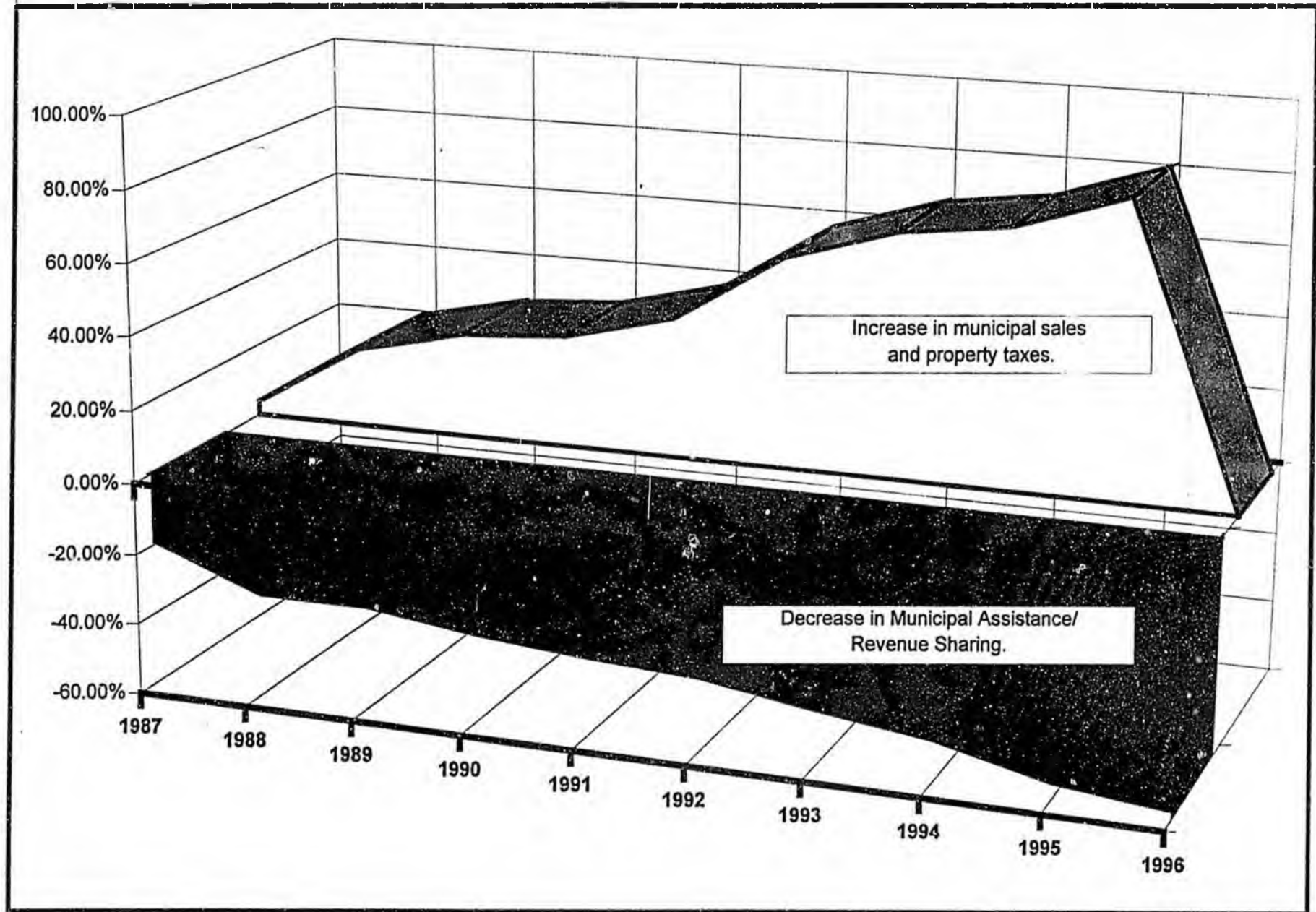
NEW PROPOSAL - SB 29 - SAFE COMMUNITIES

<u>Safe Communities Program</u>	<u>Priority Revenue Sharing Program</u>
<p>All Safe Communities money must be used in the following order of priority:</p> <ol style="list-style-type: none"> 1. Police protection 2. Fire protection & EMS 3. Water & Sewer 4. Solid Waste Mgmt 5. Other services 	<p style="text-align: center;">Same provisions as State Revenue Sharing above</p>
<u>Consolidated Provisions</u>	
<ol style="list-style-type: none"> 1. \$40,000 minimum entitlement for the total of both programs (may be prorated if funding is reduced after FY 98). 2. Date of distribution for both programs adjusted to July 31 (Municipal Assistance is currently distributed on February 1). 3. "Hold harmless" provision removed. 	

**Comparison of State Operating Budget vs.
State Revenue Sharing/Municipal Assistance Funding
FY 85 - FY 97**



Comparison of Decreases in Municipal Assistance/Revenue Sharing vs
Increases in Municipal Sales & Property Taxes



Examples of Impacts of Cutbacks in State Revenue Sharing and Capital Project Matching Grants

Aleknagik

"...with the state Revenue Sharing cutbacks, the City had to cut back on staff work hours to part-time, with no medical, dental, nor life insurance benefits. ...completely eliminated city's refuse pickup services."

Nondalton

"...due to these funding reductions...this community was left without funding for water/sewer, forced to reduce clinic hours, and could not afford to maintain roads leaving the community with seriously hazardous road conditions upon which children could not be safely transported from school."

Lake and Peninsula Borough

"...Pilot Point Airport. Due to runway deterioration, service was recently interrupted for eight days, disrupting freight...and critical medical evacuation capabilities."

Egegik

"lack of funds for freshwater treatment plant maintenance"

Aleutians East Borough

"decreasing state revenues has shifted more of the burden against local taxes. The AEB already contributes 8 mills (for schools) which does not include another four mills each year in payments on financed school improvements... This in turn has forced us to halt our (school) technology program."

Cordova

"Impacted by cuts in revenue sharing....In 1991, the mil rate was 7.094 and 1996 is projected to be 13.5 without an increase in services. In addition, a flat sales tax has increased from 4% to 6%."

Juneau

"School roof deterioration....on the Marie Drake School, the Mendenhall River School, and the Auke Bay Elementary School....If not repaired in the near future, the deterioration will continue thus increasing the final cost to repair and , if unchecked, could result in the loss of use of a portion of the school facilities."

Sand Point

"The original intent for revenue sharing was for each municipality to receive \$2,500 per mile for road maintenance...now it is only approximately \$917 per mile.... the City was forced to sell its rock crushing equipment to supplement General Fund shortfalls....the roads are washed away due to a lack of culverts and storm drainage placed in even the most critical points due to a lack of funds..."



Alaska Municipal League &
Alaska Conference of Mayors
1997 Legislative Platform

1. Approval of the "Safe Communities" bill and maintain current funding for municipal revenue sharing to avoid further state generated local property tax increases. The "four legs" of the Safe Communities bill are:
 - Directs the funds to be used primarily for public safety and health services
 - Establishes a minimum sharing of \$40,000 for small municipalities
 - Removes the "hold harmless" to allow equal treatment to all municipalities
 - Distributes municipal funds on July 31 each year
2. Provide for the long term construction, operation, and maintenance of state and municipal airports, roads, and harbors, including revenue sharing programs for maintenance. Bring state harbors up to an adequate maintenance level through a statewide bond issue, or other funds, to prepare them for possible negotiated transfer to municipalities.
3. Approval of a Long Range Financial Plan that prohibits unfunded mandates and unfunded service responsibilities, adequately funds schools and maintenance of public infrastructure, reasonably reduces state expenses, protects the Permanent Fund, and phases in new tax revenue sources.
4. Actively encourage the construction of a natural gas pipeline with an emphasis on jobs for Alaskans.
5. Restore funding for Municipal Capital Matching Grant Program to \$20 million because local communities can most efficiently determine and meet local capital needs.
6. Create a permanent State/Local Government Partnership Council to negotiate methods to most efficiently provide public services at the lowest possible cost to taxpayers.
7. Provide long term funding of public safety and health services through the equitable sharing of increased statewide alcohol and tobacco taxes, and removing the current prohibition against municipalities voting for local special taxes on the sale or use of alcohol.
8. Reduce the state unfunded mandate for the Senior Citizen Property Tax exemption.
9. Adequately fund a program to construct efficient sanitation systems throughout Alaska.
10. Give communities more tools to reduce youth crime by limiting confidentiality of youth crime information to protect the community, allow municipalities the option of assuming greater jurisdiction over juvenile justice, and limit liability for providing recreational opportunities for youth, such as skateboard parks.

EFFECTS OF SD29 ON FY 97 SRS/MA PAYMENTS (NO BASE AMOUNT HOLD HARMLESS - \$40,000 OVERALL MINIMUM ENTITLEMENT)

Potential Interest Earnings From Early SAFE Payment

Municipality	FY 97 SRS \$\$	FY 97 MA \$\$	FY 97 MA/SRS Total \$\$	SD29	SD29	FY 97 SD29	% Change From Current Programs	SD29	SD29	SD29	SD29	% Change From Current Programs	FY 97 SAFE \$\$	FY 97 SD29	% Change From Current Programs	
				Minimum Ent. Add-On	Minimum Ent. Prorated	FY 97 SAFE \$\$ Prorated		FY 97 SAFE \$\$ Final Payment	SRS/SAFE \$\$ Total Payment	at 6.25% Interest for 6 Months	SRS/SAFE \$\$ Plus Interest					
City of Akhlok	\$24,448	\$2,934	\$27,382	\$24,448	\$3,012	\$27,460	0.29%	\$12,540	\$12,439	\$2,288	\$15,427	\$39,875	45.62%	\$404	\$40,270	47.10%
City of Akiak	\$30,400	\$10,124	\$40,524	\$30,400	\$10,507	\$40,907	1.09%	\$0	\$0	\$10,482	\$10,482	\$40,882	0.88%	\$274	\$41,156	1.50%
City of Akutan	\$29,398	\$13,846	\$43,244	\$29,398	\$14,445	\$43,843	1.38%	\$0	\$0	\$14,328	\$14,328	\$43,726	1.12%	\$375	\$44,102	1.98%
City of Alakanuk	\$32,224	\$24,128	\$56,352	\$32,224	\$24,563	\$56,787	0.77%	\$0	\$0	\$24,365	\$24,365	\$56,589	0.42%	\$638	\$57,227	1.55%
City of Aleknagik	\$29,094	\$6,140	\$35,234	\$29,094	\$6,362	\$35,456	0.63%	\$4,544	\$4,508	\$6,311	\$10,818	\$39,912	13.28%	\$283	\$40,195	14.08%
Aleutians East Borough	\$88,808	\$10,420	\$99,228	\$88,808	\$10,005	\$78,813	-0.52%	\$0	\$0	\$9,924	\$9,924	\$78,732	-0.63%	\$260	\$78,992	-0.30%
City of Allakakol	\$32,506	\$5,037	\$37,543	\$32,506	\$5,249	\$37,755	0.56%	\$2,245	\$2,227	\$5,200	\$7,434	\$39,940	6.38%	\$195	\$40,134	6.90%
City of Ambler	\$40,018	\$10,279	\$50,297	\$40,018	\$10,660	\$50,678	0.77%	\$0	\$0	\$10,581	\$10,581	\$50,599	0.60%	\$277	\$50,875	1.15%
City of Anaktuvuk Pass	\$31,317	\$9,210	\$40,527	\$31,317	\$9,624	\$40,941	1.00%	\$0	\$0	\$9,547	\$9,547	\$40,864	0.81%	\$250	\$41,113	1.43%
Municipality of Anchorage	\$6,460,947	\$12,964,302	\$19,425,249	\$6,460,947	\$12,936,608	\$19,397,555	-0.14%	\$0	\$0	\$12,832,338	\$12,832,338	\$19,293,285	-0.68%	\$335,926	\$19,629,211	1.05%
City of Anderson	\$32,920	\$20,894	\$53,814	\$32,920	\$21,673	\$54,593	1.45%	\$0	\$0	\$21,499	\$21,499	\$54,419	1.12%	\$563	\$54,981	2.17%
City of Angoon	\$23,047	\$21,718	\$44,765	\$23,047	\$22,333	\$45,380	1.37%	\$0	\$0	\$22,153	\$22,153	\$45,200	0.97%	\$580	\$45,780	2.27%
City of Anvik	\$51,479	\$21,380	\$72,859	\$51,479	\$21,945	\$73,424	0.78%	\$0	\$0	\$21,768	\$21,768	\$73,247	0.53%	\$570	\$73,817	1.31%
City of Anvik	\$32,430	\$3,100	\$35,536	\$32,430	\$3,220	\$35,650	0.36%	\$4,336	\$4,301	\$3,202	\$7,503	\$39,939	12.39%	\$196	\$40,135	12.94%
City of Atka	\$30,518	\$3,131	\$33,649	\$30,518	\$3,260	\$33,778	0.38%	\$0,222	\$0,171	\$3,234	\$9,406	\$39,924	18.65%	\$246	\$40,170	10.38%
City of Atkasuk	\$36,888	\$24,571	\$61,459	\$36,888	\$23,510	\$60,400	-1.71%	\$0	\$0	\$23,320	\$23,320	\$60,216	-2.02%	\$611	\$60,827	-1.03%
City of Barrow	\$98,829	\$150,185	\$249,014	\$98,829	\$160,269	\$259,098	1.60%	\$0	\$0	\$158,977	\$158,977	\$257,806	1.09%	\$4,162	\$261,968	2.73%
City of Bethel	\$306,083	\$228,151	\$534,234	\$306,083	\$230,241	\$536,324	0.39%	\$0	\$0	\$228,385	\$228,385	\$534,468	0.04%	\$5,979	\$540,447	1.16%
City of Bettles	\$33,467	\$1,577	\$35,044	\$33,467	\$1,584	\$35,051	0.02%	\$4,909	\$4,909	\$1,571	\$6,480	\$39,947	13.99%	\$170	\$40,117	14.48%
City of Bragig Mission	\$31,848	\$8,445	\$40,293	\$31,848	\$8,807	\$40,655	0.90%	\$0	\$0	\$8,736	\$8,736	\$40,584	0.72%	\$229	\$40,813	1.29%
Bristol Bay Borough	\$62,056	\$54,716	\$116,772	\$62,056	\$55,448	\$117,504	0.63%	\$0	\$0	\$55,001	\$55,001	\$117,057	0.24%	\$1,440	\$118,497	1.48%
City of Buckland	\$42,048	\$13,350	\$55,404	\$42,048	\$13,913	\$55,961	1.01%	\$0	\$0	\$13,801	\$13,801	\$55,849	0.80%	\$361	\$56,210	1.46%
City of Chetomak	\$29,665	\$12,130	\$41,801	\$29,665	\$12,610	\$42,203	1.15%	\$0	\$0	\$12,510	\$12,510	\$42,181	0.91%	\$328	\$42,509	1.69%
City of Chevak	\$29,893	\$21,528	\$51,421	\$29,893	\$22,476	\$52,369	1.64%	\$0	\$0	\$22,294	\$22,294	\$52,287	1.49%	\$584	\$52,871	2.62%
City of Chignik	\$29,555	\$4,730	\$34,285	\$29,555	\$4,904	\$34,459	0.51%	\$5,541	\$5,497	\$4,864	\$10,361	\$39,916	16.42%	\$271	\$40,187	17.21%
City of Chuathbaluk	\$32,053	\$4,230	\$36,283	\$32,053	\$4,381	\$36,434	0.42%	\$3,566	\$3,537	\$4,346	\$7,083	\$39,930	10.07%	\$286	\$40,142	10.04%
City of Coffman Cove	\$52,008	\$8,035	\$60,043	\$52,008	\$8,388	\$60,396	0.59%	\$0	\$0	\$8,320	\$8,320	\$60,328	0.47%	\$218	\$60,546	0.84%
City of Cold Bay	\$30,593	\$10,973	\$41,566	\$30,593	\$10,957	\$41,550	-0.04%	\$0	\$0	\$10,869	\$10,869	\$41,462	-0.25%	\$285	\$41,746	0.43%
City of Cordova	\$193,836	\$125,405	\$319,241	\$193,836	\$125,427	\$319,263	0.01%	\$0	\$0	\$124,416	\$124,416	\$318,252	-0.31%	\$3,257	\$321,509	0.71%
City of Craig	\$61,339	\$65,741	\$127,080	\$61,339	\$68,101	\$129,440	1.86%	\$0	\$0	\$67,552	\$67,552	\$128,891	1.43%	\$1,768	\$130,660	2.82%
City of Deering	\$45,477	\$5,242	\$50,719	\$45,477	\$5,422	\$50,899	0.35%	\$0	\$0	\$5,378	\$5,378	\$50,855	0.27%	\$141	\$50,996	0.55%
City of Delta Junction	\$28,553	\$55,129	\$83,682	\$28,553	\$53,961	\$82,514	-1.40%	\$0	\$0	\$53,526	\$53,526	\$82,079	-1.92%	\$1,401	\$83,480	-0.24%
Denali Borough	\$31,317	\$55,995	\$87,312	\$31,317	\$56,786	\$88,103	0.91%	\$0	\$0	\$56,328	\$56,328	\$87,645	0.38%	\$1,475	\$89,120	2.07%
City of Dillingham	\$76,474	\$97,180	\$173,654	\$76,474	\$98,198	\$174,672	0.58%	\$0	\$0	\$97,405	\$97,405	\$173,879	0.12%	\$2,550	\$176,429	1.59%
City of Diomedes	\$31,317	\$4,896	\$36,213	\$31,317	\$5,108	\$36,425	0.58%	\$3,575	\$3,546	\$5,067	\$8,613	\$39,990	10.26%	\$225	\$40,155	10.89%
City of Eagle	\$26,487	\$5,391	\$31,878	\$26,487	\$5,531	\$32,018	0.44%	\$7,982	\$7,910	\$5,486	\$13,404	\$39,891	25.14%	\$351	\$40,242	26.24%
City of Eek	\$30,682	\$9,117	\$39,799	\$30,682	\$9,495	\$40,177	0.95%	\$0	\$0	\$9,419	\$9,419	\$40,101	0.76%	\$247	\$40,347	1.38%
City of Egegik	\$31,804	\$5,360	\$37,164	\$31,804	\$5,491	\$37,295	0.35%	\$2,845	\$2,624	\$5,447	\$8,070	\$39,934	7.28%	\$211	\$40,146	7.85%
City of Ekwok	\$29,094	\$3,281	\$32,375	\$29,094	\$3,400	\$32,494	0.43%	\$7,506	\$7,445	\$3,373	\$10,818	\$39,912	23.36%	\$283	\$40,195	24.23%
City of Elim	\$32,849	\$9,131	\$41,980	\$32,849	\$9,501	\$42,350	0.88%	\$0	\$0	\$9,424	\$9,424	\$42,273	0.70%	\$247	\$42,520	1.29%
City of Emmonak	\$102,751	\$26,874	\$129,625	\$102,751	\$27,709	\$130,460	0.64%	\$0	\$0	\$27,485	\$27,485	\$130,236	0.47%	\$720	\$130,956	1.03%
City of Fairbanks	\$503,549	\$2,066,975	\$2,570,524	\$503,549	\$2,029,482	\$2,533,031	-1.41%	\$0	\$0	\$2,013,125	\$2,013,125	\$2,516,674	-2.09%	\$52,700	\$2,569,373	-0.04%
Fairbanks NSB	\$1,589,892	\$2,120,627	\$3,710,519	\$1,589,892	\$2,155,336	\$3,745,228	0.69%	\$0	\$0	\$2,137,964	\$2,137,964	\$3,727,856	0.22%	\$55,968	\$3,783,824	1.73%
City of False Pass	\$29,378	\$2,910	\$32,288	\$29,378	\$3,019	\$32,397	0.34%	\$7,603	\$7,542	\$2,994	\$10,536	\$39,914	23.62%	\$276	\$40,190	24.47%
City of Fort Yukon	\$68,709	\$27,407	\$96,116	\$68,709	\$27,810	\$96,519	0.42%	\$0	\$0	\$27,586	\$27,586	\$96,295	0.19%	\$722	\$97,017	0.94%
City of Galena	\$39,611	\$23,394	\$63,005	\$39,611	\$23,588	\$63,197	0.30%	\$0	\$0	\$23,396	\$23,396	\$63,007	0.00%	\$612	\$63,619	0.98%
City of Gambell	\$32,512	\$21,032	\$53,544	\$32,512	\$21,809	\$54,321	1.45%	\$0	\$0	\$21,633	\$21,633	\$54,145	1.12%	\$566	\$54,711	2.18%
City of Golovin	\$31,707	\$5,513	\$37,220	\$31,707	\$5,683	\$37,390	0.46%	\$2,610	\$2,589	\$5,637	\$8,226	\$39,933	7.29%	\$215	\$40,149	7.87%
City of Goodnews Bay	\$30,187	\$7,992	\$38,179	\$30,187	\$8,348	\$38,535	0.93%	\$1,465	\$1,453	\$8,281	\$9,734	\$39,921	4.56%	\$255	\$40,176	5.23%
City of Grayling	\$32,359	\$7,021	\$39,380	\$32,359	\$7,289	\$39,648	0.68%	\$352	\$349	\$7,230	\$7,570	\$39,938	1.42%	\$198	\$40,137	1.92%
City of Haines	\$45,345	\$63,572	\$108,917	\$45,345	\$61,945	\$107,290	0.34%	\$0	\$0	\$63,426	\$63,426	\$107,774	-0.13%	\$1,660	\$110,435	1.39%
Haines Borough	\$26,529	\$36,831	\$63,360	\$26,529	\$37,593	\$64,122	1.20%	\$0	\$0	\$37,290	\$37,290	\$63,819	0.72%	\$976	\$64,795	2.27%
City of Holy Cross	\$32,856	\$9,904	\$42,760	\$32,856	\$10,243	\$43,099	0.79%	\$0	\$0	\$10,161	\$10,161	\$43,017	0.60%	\$266	\$43,283	1.22%
City of Homer	\$141,968	\$191,037	\$333,005	\$141,968	\$191,938	\$333,906	0.27%	\$0	\$0	\$190,391	\$190,391	\$332,357	-0.19%	\$4,984	\$337,341	1.30%
City of Hoonah	\$86,205	\$35,189	\$121,394	\$86,205	\$35,909	\$122,114	0.59%	\$0	\$0	\$35,620	\$35,620	\$121,825	0.36%	\$932	\$122,757	1.12%
City of Hooper Bay	\$29,018	\$33,549	\$62,565	\$29,018	\$34,765	\$63,781	1.94%	\$0	\$0	\$34,485	\$34,485	\$63,501	1.50%	\$903	\$64,403	2.94%
City of Houston	\$73,262	\$31,490	\$104,752	\$73,262	\$32,714	\$105,976	1.89%	\$0	\$0	\$32,451	\$32,451	\$105,713	1.48%	\$849	\$106,562	2.80%
City of Hughes	\$32,232	\$2,515	\$34,747	\$32,232	\$2,619	\$34,851	0.30%	\$5,149	\$5,107	\$2,598	\$7,705	\$39,937	14.94%	\$202	\$40,139	15.52%
City of Huslia	\$33,501	\$8,611	\$42,112	\$33,501	\$8,920	\$42,421	0.73%	\$0	\$0	\$8,848	\$8,848	\$42,349	0.56%	\$232	\$42,581	1.11%

EFFECTS OF SB20 ON FY 97 SRS/MA PAYMENTS (NO BASE AMOUNT HOLD HARMLESS - \$40,000 OVERALL MINIMUM ENTITLEMENT)

Potential Interest Earnings From Early SAFE Payment

Municipality	FY 97 SRS \$\$	FY 97 MA \$\$	FY 97 MA/SRS Total \$\$	SB20	SB20	FY 97 SB20	% Change From Current Programs	SB20	SB20	SB20	SB20	SB20	% Change From Current Programs	FY 97 SAFE \$\$	FY 97 SB20	% Change From Current Programs
				FY 97 SRS \$\$	FY 97 SAFE \$ (No Hold Harmless)	SRS/SAFE \$ Pre Min Ent.		Minimum Ent. Add-On	Minimum Ent. Prorated	FY 97 SAFE \$ Prorated	FY 97 SAFE \$ Final Payment	SRS/SAFE \$ Total Payment		at 5.25% Interest for 6 Months	SRS/SAFE \$ Plus Interest	
City of Hyدابurg	\$23,189	\$14,575	\$37,764	\$23,189	\$14,999	\$38,188	1.12%	\$1,012	\$1,798	\$14,878	\$16,676	\$39,865	5.58%	\$437	\$40,301	6.72%
City & Borough of Juneau	\$1,554,820	\$1,301,027	\$2,855,850	\$1,554,820	\$1,313,455	\$2,868,284	0.45%	\$0	\$0	\$1,302,889	\$1,302,889	\$2,857,698	0.06%	\$34,107	\$2,891,805	1.26%
City of Kachemak	\$24,203	\$13,100	\$37,303	\$24,203	\$13,634	\$37,837	1.47%	\$2,163	\$2,145	\$13,525	\$15,670	\$39,873	6.89%	\$410	\$40,283	7.99%
City of Kake	\$59,894	\$24,180	\$84,074	\$59,894	\$24,971	\$84,865	0.94%	\$0	\$0	\$24,769	\$24,769	\$84,663	0.70%	\$848	\$85,312	1.47%
City of Kaktovik	\$31,317	\$7,639	\$38,956	\$31,317	\$7,850	\$39,167	0.54%	\$833	\$826	\$7,787	\$9,930	\$40,155	2.50%	\$225	\$40,155	3.09%
City of Kaltag	\$32,805	\$8,021	\$40,826	\$32,805	\$8,386	\$41,191	0.89%	\$0	\$0	\$8,318	\$8,318	\$41,123	0.73%	\$218	\$41,341	1.26%
City of Kasan	\$23,330	\$1,310	\$24,640	\$23,330	\$1,365	\$24,695	0.22%	\$15,305	\$15,181	\$1,354	\$16,538	\$39,866	61.79%	\$433	\$40,299	63.55%
City of Kenai	\$201,103	\$364,626	\$565,729	\$201,103	\$362,889	\$563,992	-0.31%	\$0	\$0	\$359,964	\$359,964	\$561,067	-0.82%	\$9,423	\$570,491	0.84%
Kenai Peninsula Borough	\$1,673,983	\$1,227,348	\$2,901,312	\$1,673,983	\$1,239,582	\$2,913,545	0.42%	\$0	\$0	\$1,229,591	\$1,229,591	\$2,903,554	0.08%	\$32,188	\$2,935,742	1.19%
City of Ketchikan	\$353,961	\$475,088	\$829,049	\$353,961	\$471,415	\$825,376	-0.55%	\$0	\$0	\$467,616	\$467,616	\$833,818	0.47%	\$12,2	\$833,818	0.47%
Ketchikan Gateway Borough	\$193,996	\$223,712	\$417,708	\$193,996	\$229,791	\$423,787	1.46%	\$0	\$0	\$227,939	\$227,939	\$421,935	1.01%	\$5,957	\$427,902	2.44%
City of Klana	\$32,656	\$14,370	\$47,026	\$32,656	\$14,853	\$47,509	1.03%	\$0	\$0	\$14,734	\$14,734	\$47,390	0.77%	\$386	\$4,775	1.59%
City of King Cove	\$38,708	\$29,278	\$67,986	\$38,708	\$30,377	\$69,085	1.62%	\$0	\$0	\$30,133	\$30,133	\$68,841	1.26%	\$789	\$68,129	2.42%
City of Kivalina	\$51,037	\$11,052	\$62,089	\$51,037	\$11,535	\$62,572	0.78%	\$0	\$0	\$11,442	\$11,442	\$62,479	0.63%	\$300	\$62,779	1.11%
City of Kluwuk	\$42,955	\$25,229	\$68,184	\$42,955	\$26,182	\$69,137	1.40%	\$0	\$0	\$25,971	\$25,971	\$68,926	1.09%	\$680	\$69,606	2.09%
City of Kobuk	\$33,049	\$2,533	\$35,582	\$33,049	\$2,643	\$35,692	0.31%	\$4,308	\$4,273	\$2,622	\$6,895	\$39,944	12.26%	\$180	\$40,124	12.77%
City of Kodiak	\$159,765	\$400,338	\$560,103	\$159,765	\$398,148	\$557,913	-0.39%	\$0	\$0	\$394,939	\$394,939	\$554,704	-0.96%	\$10,339	\$565,043	0.88%
Kodiak Island Borough	\$445,642	\$231,112	\$676,754	\$445,642	\$239,007	\$684,649	1.17%	\$0	\$0	\$237,080	\$237,080	\$682,722	0.88%	\$6,206	\$688,929	1.80%
City of Kotlik	\$30,502	\$18,199	\$48,701	\$30,502	\$18,889	\$49,391	1.42%	\$0	\$0	\$18,737	\$18,737	\$49,239	1.11%	\$491	\$49,730	2.11%
City of Kotzebue	\$197,731	\$125,923	\$323,654	\$197,731	\$127,388	\$325,119	0.45%	\$0	\$0	\$126,311	\$126,311	\$324,092	0.14%	\$3,308	\$327,400	1.16%
City of Koyuk	\$32,079	\$8,963	\$41,042	\$32,079	\$9,338	\$41,417	0.91%	\$0	\$0	\$9,263	\$9,263	\$41,342	0.73%	\$242	\$41,584	1.32%
City of Koyukuk	\$31,772	\$4,346	\$36,118	\$31,772	\$4,488	\$36,260	0.39%	\$3,740	\$3,710	\$4,452	\$8,162	\$39,934	10.56%	\$214	\$40,147	11.16%
City of Kuparuk	\$23,329	\$740	\$24,078	\$23,329	\$783	\$24,112	0.14%	\$15,888	\$15,760	\$777	\$16,537	\$39,866	65.57%	\$433	\$40,299	67.37%
City of Kwallik	\$30,481	\$22,889	\$53,370	\$30,481	\$23,752	\$54,233	1.62%	\$0	\$0	\$23,560	\$23,560	\$54,041	1.26%	\$617	\$54,658	2.41%
Lake and Peninsula Borough	\$172,345	\$41,608	\$213,953	\$172,345	\$41,913	\$214,258	0.14%	\$0	\$0	\$41,576	\$41,576	\$213,921	-0.02%	\$1,080	\$215,009	0.49%
City of Larsen Bay	\$24,203	\$4,057	\$28,260	\$24,203	\$4,242	\$28,445	0.66%	\$11,555	\$11,462	\$4,208	\$15,670	\$39,873	41.09%	\$410	\$40,283	42.54%
City of Lower Kalslag	\$31,393	\$9,821	\$41,214	\$31,393	\$10,241	\$41,634	1.02%	\$0	\$0	\$10,159	\$10,159	\$41,552	0.82%	\$266	\$41,818	1.47%
City of Manokotak	\$29,846	\$12,866	\$42,712	\$29,846	\$13,411	\$43,257	1.28%	\$0	\$0	\$13,303	\$13,303	\$43,149	1.02%	\$348	\$43,497	1.84%
City of Marshall	\$30,502	\$9,824	\$40,326	\$30,502	\$10,205	\$40,707	0.94%	\$0	\$0	\$10,122	\$10,122	\$40,624	0.74%	\$265	\$40,889	1.40%
Mat-Su Borough	\$1,631,375	\$1,386,362	\$2,997,737	\$1,631,375	\$1,417,082	\$3,048,457	1.69%	\$0	\$0	\$1,405,661	\$1,405,661	\$3,037,036	1.31%	\$36,798	\$3,073,833	2.54%
City of McGrath	\$34,207	\$18,300	\$52,503	\$34,203	\$18,712	\$52,915	0.78%	\$0	\$0	\$18,561	\$18,561	\$52,764	0.50%	\$486	\$53,250	1.42%
City of Mekoryuk	\$30,827	\$6,852	\$37,679	\$30,827	\$7,134	\$37,961	0.75%	\$2,039	\$2,023	\$7,076	\$9,099	\$39,926	5.98%	\$238	\$40,164	6.60%
City of Mountain Village	\$31,240	\$25,971	\$57,211	\$31,240	\$26,061	\$57,301	1.56%	\$0	\$0	\$26,645	\$26,645	\$57,895	1.18%	\$698	\$58,592	2.40%
City of Napakiak	\$30,977	\$11,722	\$42,699	\$30,977	\$12,060	\$43,037	0.78%	\$0	\$0	\$11,963	\$11,963	\$42,940	0.56%	\$313	\$43,253	1.30%
City of Napakiak	\$30,502	\$12,624	\$43,126	\$30,502	\$13,196	\$43,698	1.33%	\$0	\$0	\$13,090	\$13,090	\$43,592	1.08%	\$343	\$43,935	1.88%
City of Nenana	\$50,527	\$27,828	\$78,355	\$50,527	\$27,521	\$78,048	-0.39%	\$0	\$0	\$27,299	\$27,299	\$77,826	-0.68%	\$715	\$78,541	0.24%
City of New Shuyahok	\$29,094	\$13,519	\$42,613	\$29,094	\$14,085	\$43,179	1.33%	\$0	\$0	\$13,972	\$13,972	\$43,066	1.06%	\$366	\$43,431	1.92%
City of Nowlaton	\$29,398	\$5,517	\$34,915	\$29,398	\$5,741	\$35,139	0.64%	\$4,861	\$4,822	\$5,695	\$10,517	\$39,915	14.32%	\$275	\$40,190	15.11%
City of Nightmute	\$30,187	\$5,919	\$36,106	\$30,187	\$6,185	\$36,372	0.74%	\$3,628	\$3,589	\$6,135	\$9,734	\$39,921	10.57%	\$255	\$40,176	11.27%
City of Nikilai	\$31,828	\$3,916	\$35,744	\$31,828	\$4,092	\$35,920	0.49%	\$4,080	\$4,047	\$4,059	\$8,106	\$39,934	11.72%	\$212	\$40,146	12.32%
City of Nome	\$279,273	\$177,407	\$456,680	\$279,273	\$178,814	\$458,087	0.31%	\$0	\$0	\$177,373	\$177,373	\$456,646	-0.01%	\$4,643	\$461,289	1.01%
City of Nondaton	\$31,425	\$7,824	\$39,249	\$31,425	\$8,120	\$39,545	0.77%	\$0	\$0	\$8,061	\$8,061	\$39,486	0.60%	\$211	\$39,697	1.14%
City of Noorvik	\$78,353	\$19,693	\$98,046	\$78,353	\$20,412	\$98,765	0.73%	\$0	\$0	\$20,248	\$20,248	\$98,601	0.57%	\$530	\$99,131	1.11%
City of North Pole	\$27,348	\$82,808	\$110,156	\$27,348	\$82,641	\$109,989	-0.15%	\$0	\$0	\$81,975	\$81,975	\$109,323	-0.76%	\$2,146	\$111,469	1.19%
North Slope Borough	\$343,215	\$1,283,832	\$1,627,047	\$343,215	\$1,191,188	\$1,534,403	-5.69%	\$0	\$0	\$1,181,587	\$1,181,587	\$1,524,802	-6.28%	\$30,932	\$1,555,734	-4.38%
Northwest Arctic Borough	\$241,805	\$24,378	\$266,183	\$241,805	\$24,574	\$266,379	0.07%	\$0	\$0	\$24,376	\$24,376	\$266,181	0.00%	\$638	\$266,819	0.24%
City of Nulikut	\$31,317	\$12,826	\$44,143	\$31,317	\$13,405	\$44,722	1.31%	\$0	\$0	\$13,297	\$13,297	\$44,614	1.07%	\$348	\$44,962	1.86%
City of Nulato	\$32,891	\$11,854	\$44,745	\$32,891	\$12,311	\$45,202	1.02%	\$0	\$0	\$12,212	\$12,212	\$45,103	0.80%	\$320	\$45,423	1.52%
City of Nunapituk	\$43,562	\$14,545	\$58,107	\$43,562	\$15,167	\$58,729	1.07%	\$0	\$0	\$15,045	\$15,045	\$58,607	0.86%	\$394	\$59,001	1.54%
City of Old Harbor	\$24,599	\$10,028	\$34,627	\$24,599	\$10,440	\$35,039	1.19%	\$4,961	\$4,921	\$10,356	\$15,277	\$39,876	15.16%	\$400	\$40,276	16.31%
City of Ouzinkie	\$24,487	\$8,415	\$32,902	\$24,487	\$8,756	\$33,243	1.04%	\$6,757	\$6,703	\$8,685	\$15,388	\$39,875	21.19%	\$403	\$40,278	22.42%
City of Palmar	\$226,460	\$183,282	\$409,742	\$226,460	\$184,834	\$411,294	0.38%	\$0	\$0	\$183,345	\$183,345	\$409,805	0.02%	\$4,800	\$414,604	1.19%
City of Pelican	\$24,527	\$9,428	\$33,955	\$24,527	\$9,493	\$34,020	0.19%	\$5,980	\$5,932	\$9,418	\$15,348	\$39,875	17.44%	\$402	\$40,277	18.62%
City of Peteraburg	\$222,723	\$148,204	\$370,927	\$222,723	\$148,465	\$372,188	0.34%	\$0	\$0	\$148,260	\$148,260	\$370,983	0.02%	\$3,881	\$374,865	1.06%
City of Pilot Point	\$44,732	\$3,378	\$48,110	\$44,732	\$3,476	\$48,208	0.20%	\$0	\$0	\$3,448	\$3,448	\$48,180	0.14%	\$90	\$48,270	0.33%
City of Pilot Station	\$30,709	\$16,599	\$47,308	\$30,709	\$17,319	\$48,028	1.52%	\$0	\$0	\$17,179	\$17,179	\$47,888	1.23%	\$450	\$48,338	2.18%
City of Plinium	\$31,388	\$1,889	\$33,277	\$31,388	\$1,911	\$33,299	0.07%	\$6,701	\$6,647	\$1,895	\$8,543	\$39,931	19.99%	\$224	\$40,154	20.67%
City of Point Hope	\$31,317	\$26,021	\$57,338	\$31,317	\$26,770	\$58,087	1.31%	\$0	\$0	\$26,554	\$26,554	\$57,871	0.93%	\$695	\$58,567	2.14%
City of Port Alexander	\$23,329	\$3,726	\$27,055	\$23,329	\$3,858	\$27,187	0.49%	\$12,813	\$12,709	\$3,827	\$16,537	\$39,866	47.55%	\$433	\$40,299	48.95%

