

**HB**

**380**

**HFIN**

**FILE**

(11)

HOUSE COMMITTEE REPORT

Date Referred to Committee: March 3, 2000

FURTHER REFERRALS:

Date of Committee Action: 3/16/00

The FINANCE Committee considered:

HB 380

HOUSE BILL NO. 380

INSURER TAX CREDIT: FIRE STANDARDS COUNCIL

"An Act relating to contributions to the Alaska Fire Standards Council and to an insurer tax credit for those contributions; and providing for an effective date."

recommends it be replaced with the following committee substitute (S HB 380 (L.C)) [ ] the same title [x] a new title

[ ] additional referral to \_\_\_\_\_ Committee

[ ] attached amendment(s)

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

ATTACHES NEW FISCAL NOTE(S): (Dept)

APPROVES PREVIOUS: (Dept/Date)

[x] fiscal note(s) DCEI

[ ] fiscal note(s)

[ ] zero fiscal note(s)

[x] zero fiscal note(s) DPS 2/23/00

SIGNING WITH RECOMMENDATIONS		DP	DNP	NR	AM
<i>Gene Therriault</i>	Therriault	x			
<i>Bob Bunde</i>	Bunde			✓	
<i>Alan Austin</i>	Austinman	x			
<i>Paul J. Davis</i>	F. DAVIS			x	
<i>Harold Davis</i>	G. DAVIS	x			
<i>W.K. Williams</i>	Williams	x			
<i>Gail Phillips</i>	Phillips	✓			
<i>[Signature]</i>	FOSTER	x			

CHAIR'S SIGNATURE

# FISCAL NOTE

**STATE OF ALASKA**  
**2000 LEGISLATIVE SESSION**

**BILL NO. CSHB 380 (L&C)**

Revision Date <u>March 8, 2000</u>	Dept. Affected <u>Community &amp; Econ Dev/Public Safety</u>
Title <u>An Act relating to contributions to the Alaska Fire Standards Council and to an insurer tax credit</u>	BRU <u>Insurance /AFSC</u>
Sponsor <u>Rep. Therriault</u>	Component <u>Insurance /AFSC</u>
Requester <u>Finance</u>	Component No. <u>354</u>

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

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006
Personal Services	0.0	0.0	0.0	0.0	0.0	0.0
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)

1002 Federal Receipts						
1003 GF Match						
1004 GF	(150.0)	(150.0)	(150.0)	(150.0)	(150.0)	(150.0)
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (AFSC)	220.0	220.0	220.0	220.0	220.0	220.0
<b>TOTAL</b>	<b>70.0</b>	<b>70.0</b>	<b>70.0</b>	<b>70.0</b>	<b>70.0</b>	<b>70.0</b>

Estimate of any current year (FY2000) cost: 0.0

**POSITIONS**

Full-time	0	0	0	0	0	0
Part-time						
Temporary						

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

The bill allows a limited tax credit for contributions to the Alaska Fire Standards Council. The contributions would partially offset premium taxes that insurance companies pay on coverage for losses due to fire collected under AS 21.09.210 (general premium tax). The contributions would become designated program receipts under Sec. 2 of the bill. It is impossible to know how many insurance companies may choose to make a contribution and take the limited tax credit against their premium tax obligation to the state. The amount assumed in this fiscal note is consistent with the Governor's proposed budget, which assumes \$220.0 funding for the AFSC. DCED takes a neutral position regarding this bill.

Prepared by: Jeffrey W. Bush  
 Division: Commissioner's Office  
 Approved by: Commissioner Deborah B. Sedwick  
 Agency: Community & Economic Development

Phone: 465-2500  
 Date/Time: 3/8/00 9:28 AM  
 Date: 3/8/00

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# FISCAL NOTE

Bill Version: CSHB 380 (STA)  
 (H) Publish Date: 2/23/00

**STATE OF ALASKA  
 2000 LEGISLATIVE SESSION**

Revision Date		Dept. Affected	<u>Public Safety</u>
Title	<u>INSURER TAX CREDIT: FIRE STANDARDS</u>	BRU	<u>Ak. Fire Standards Council</u>
COUNCIL		Component:	<u>Ak. Fire Standards Council</u>
Sponsor	<u>Representative Therault</u>		
Requester	<u>H. State Affairs</u>	Component No.	<u>2428</u>

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

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
<b>TOTAL OPERATING</b>						
<b>CAPITAL EXPENDITURES</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>CHANGE IN REVENUES ( )</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>

**FUND SOURCE (Thousands of Dollars)**

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
<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 (FY2000) cost: 0.0

**POSITIONS**

Full-time	0	0	0	0	0	0
Part-time	0	0	0	0	0	0
Temporary	0	0	0	0	0	0

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

This bill has the potential, pending taxpayer participation in the program, of generating non-general fund funding to cover costs associated with the Alaska Fire Standards Council (AFSC). The level of taxpayer participation is not known at this time.

NOTE: The Gov. FY2001 budget request includes \$220.00 for the AFSC (\$120.0 GF/\$100.0 Des/PR)

Prepared by:	<u>Royce Weller, Special Assistant</u>	Phone	<u>465-4322</u>
Division	<u>Office of the Commissioner</u>	Date/Time	<u>2/19/2000</u>
Approved by:		Date	<u>2/19/00</u>
Agency	<u>Commissioner Ronald L. Otte, Dept. of Public Safety</u>		

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# Alaska State Legislature

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## House Of Representatives

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House District 33

House Bill 380

"An Act relating to contributions to the Alaska Fire Standards Council and to an insurer tax credit for those contributions."

SPONSOR: Representative Gene Therriault

### SPONSOR STATEMENT:

House Bill 380 creates an insurance tax credit for contributions to the Alaska Fire Standards Council for fire services training programs. Development of fire standards that address the unique challenges posed by Alaska's climate will benefit Alaskans as the incidence of casualty and property loss goes down, including fatalities.

The Alaska Fire Standards Council will be established on July 1, 2000 as directed in legislation passed by the 20<sup>th</sup> Alaska State Legislature. It will adopt minimum standards for employment and curriculum requirements for firefighters and fire instructors and their certification. It will establish and maintain firefighter and fire instructor training programs. The certification of firefighters will be optional. While national standards already exist, they do not take into account many of the unique qualities Alaska's climate presents.