

HB

439

TONY KNOWLES
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STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

HB 439
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March 27, 2000

The Honorable Brian Porter
Speaker of the House
Alaska State Legislature
State Capitol
Juneau, AK 99801-1182

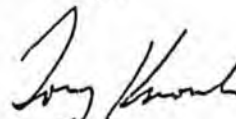
Dear Speaker Porter:

Following the historical practice of extending collective bargaining agreements to non-union state employees, I am transmitting this bill relating to salaries for partially exempt and exempt employees in the Executive branch, legislative and judicial employees.

The bill provides for cost-of-living increases the same as those provided in the collective bargaining agreements that my Administration has reached with the 12 unions representing state employees: a lump sum payment of up to \$1,200 (prorated at \$50 per pay period) for fiscal year 2001, a two percent increase in fiscal year 2002, and a three percent increase in fiscal year 2003.

I believe these modest increases will maintain parity in state employee pay and help all three branches of government recruit and retain qualified employees. I urge your prompt and favorable action on this measure.

Sincerely,



Tony Knowles
Governor

(7)

HOUSE COMMITTEE REPORT

Date Referred to Committee: March 28, 2000

FURTHER REFERRALS:

Finance

Date of Committee Action: 4/6/00

The STATE AFFAIRS Committee considered:

HB 439

HOUSE BILL NO. 439

PAY RAISE FOR NON-UNION STATE EMPLOYEES

"An Act relating to the compensation of certain public employees and officials not covered by collective bargaining agreements; and providing for an effective date."

recommends it be replaced with the following committee substitute CSHB 439(STA) [] the same title [] 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) GOV

[] zero fiscal note(s) [] zero fiscal note(s)

Table with 5 columns: SIGNING WITH RECOMMENDATIONS, DP, DNP, NR, AM. Rows include signatures of Jeannette James, Hal Smalley, Ben Bartlett, and Bill Hillson.

CHAIR'S SIGNATURE Jeannette James

ALASKA STATE LEGISLATURE

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House of Representatives
House District 34

DATE: April 6, 2000
TO: Terry Cramer, 2029
FROM: Barbara Cotting,
State Affairs Committee Aide
RE: STA CS for HB 439

As we discussed on the telephone, the first amendment is to remove legislators from the raise.

Remove Section 1, and also delete "legislators" from page 4 line 5. ✓

The other two amendments follow.

Thanks!

Barbara

AMENDMENT #2

Chris ✓

To: HB 439

Offered in the House State Affairs Committee

Passed

Page 4, line 24, after "BRANCH:" insert:

"a)"

Page 5, following line 1, insert a new paragraph:

"b) Justices of the supreme court, judges of the court of appeals and the superior and district courts, and magistrates are entitled to receive salary adjustments provided for in secs. 5 and 6 of this Act, in accordance with AS 22.05.140(d), AS 22.07.090(c), AS 22.10.190(d), AS 22.15.220(b), and AS 22.15.220(e)."

Allison ✓

Amendment to HB439

Section 7 (a)
Pg. 3, line 26:

Following "in pay status in fiscal year 2000." Add a new sentence:

The lump sum payment will be reduced by amounts necessary to pay mandatory employee and employer deductions.

Amendment # 3

Passed

Am # 1: ✓

1. Remove Section 1

2. p 4 line 5

Delete "Legislators"

(Take Conceptually:
Take all Legislators
Totally from bill.)

Passed

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The TRUST

The Alaska Mental Health Trust Authority

Fax

To: <i>Barbara Catty</i>	From: <i>Jeff Jensen</i>
Fax: <i>865-2381</i>	Pages (including cover): <i>3</i>
Phone:	Date: <i>4/5/00</i>
Re:	CC:

Urgent
 For Review
 Please Comment
 Please Reply

• Comments:

John!

Amendment attached.
 #3

*"Mixing apples & oranges"
 Not moved!*

*Draft as a shell
 for next
 year.*

1-GS2081A.1

Cramer

3/29/00

AMENDMENT

OFFERED IN THE SENATE

TO: SB 298

1 Page 1, line 2, following ";;":

2 Insert "placing employees of the Alaska Mental Health Trust Authority in the
3 exempt service;"

4 Page 2, following line 5:

5 Insert a new bill section to read:

6 **** Sec. 4. AS 39.25.110(11) is amended to read:**

7 (11) the officers and employees of the following boards, commissions,
8 and authorities:

- 9 (A) ~~REPEALED~~
- 10 (B) Alaska Permanent Fund Corporation;
- 11 ~~(B)~~ [(C)] Alaska Industrial Development and Export Authority;
- 12 ~~(C)~~ [(D)] Alaska Commercial Fisheries Entry Commission;
- 13 ~~(D)~~ [(E)] Alaska Commission on Postsecondary Education;
- 14 ~~(E)~~ [(F)] Alaska Aerospace Development Corporation;
- 15 ~~(F)~~ Alaska Mental Health Trust Authority;

16 Renumber the following bill sections accordingly.

17 Page 4, line 6:

18 Delete "sec. 7"

19 Insert "sec. 8"

20 Page 4, line 18:

21 Delete "secs. 5 and 6"

1-GS2081\A.1

- 1 Insert "secs. 6 and 7"

- 2 Page 4, line 19:
- 3 Delete "sec. 7"
- 4 Insert "sec. 8"

- 5 Page 4, line 30:
- 6 Delete "secs. 5 and 6"
- 7 Insert "secs. 6 and 7"

- 8 Page 4, line 31:
- 9 Delete "sec. 7"
- 10 Insert "sec. 8"

Jeff Jesse

HB 439

Enc. 269-1960

Call of the Schedule

HB 439 -

he wants an
amendment.

LM
4/5/00

HB 439 / SB 298

Sectional Analysis

Section 1:

This section increases the current monthly salary of each member of the legislature for FY 2002 and FY 2003. For FY 2002, this Act will increase the current salary by two percent. For FY 2003, this Act will increase the FY 2002 salary by three percent.

Section 2:

This section increases the governor's annual salary for FY 2002 from its current amount by two percent. This section increases the governor's annual salary for FY 2003 from its FY 2002 amount by three percent.

Section 3:

This section increases the lieutenant governor's annual salary for FY 2002 from its current amount by two percent. This section increases the lieutenant governor's annual salary for FY 2003 from its FY 2002 amount by three percent.

Section 4:

This section repeals and reenacts the pay plan schedule to reflect the current pay plan for "classified and partially exempt employees in the executive branch of the state government who are not members of a collective bargaining unit established under the authority of the Public Employment Relations Act (AS 23.40), and for employees of the legislature under AS 24.10 and AS 24.20." This section, along with sections 5 and 6, also has the effect of raising salaries tied to the salary plan by statutory reference, including, for example, judicial officers. See, e.g. AS 22.07.090(c) (court of appeals judges). There are several other such references in the statutes.

Section 5:

This section repeals the existing statutory increase for the pay plan mentioned in sec. 4 of this Act and implements a new one for FY 2002. For FY 2002, the pay plan will increase by two percent.

Section 6:

This section also repeals the existing statutory increase for the pay plan mentioned in sec. 4 of this Act and implements a new one for FY 2003. For FY 2003, the new pay plan will increase, as amended by sec. 5, by three percent.

Section 7:

This section adds a new section to the uncodified law of the State of Alaska regarding lump sum payments for employees mentioned in sec. 4 of this Act for FY 2000. This section also allows for a prorated lump sum payment to be paid to employees of the legislature whose employment was limited to the legislative session and therefore would not be employed on July 1, 2000. All of the employees mentioned in this section are entitled to receive, under this Act, a lump sum payment of up to \$1,200, prorated at \$50 for each pay period that the employee was in pay status in fiscal year 2000.

Section 8:

This section extends the lump sum payments mentioned in sec. 7 of this Act to "[j]ustices of the supreme court, judges of the court of appeals and the superior and district courts, magistrates, legislators, the governor, and the lieutenant governor."

Section 9:

This section refers to permanent and temporary exempt employees in the executive branch of government other than the governor and the lieutenant governor. This section allows for salary adjustments for exempt employees as described in sec. 5 and sec. 6 of this Act. This section also allows for the lump sum payments provided in sec.7 of this Act for exempt employees.

Section 10:

This section refers to permanent and temporary employees in the judicial branch of government (other than judicial officers and magistrates) who are not members of a collective bargaining unit. This section allows for salary adjustments for these employees as described in sec. 5 and sec. 6 of this Act. This section also allows for the lump sum payments provided in sec.7 of this Act for employees in the judicial branch.

Section 11:

This section repeals an existing statute relating to salary increases which is made unnecessary by the foregoing amendments.

Section 12:

This section provides that the Act will become effective July 1, 2000.

ALASKA STATE LEGISLATURE

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House of Representatives
House District 34

March 31, 2000

To Nancy Kelly

Here's the fiscal note you requested for HB 439.

Barbara Cotting

A handwritten signature in cursive script, appearing to read "Barb", written in black ink.

FISCAL NOTE

Bill Version: HB 439

(H) Publish Date: 3/28/00

**STATE OF ALASKA
2000 LEGISLATIVE SESSION**

Revision Date/Time (Note if correction) 3/24/00 Dept. Affected All State Agencies
 Title Compensation for certain state officials BRU _____
 Component _____
 Sponsor Rules Committee
 Requester Governor Component No. _____

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	3,216.5	3,241.8	8,181.8	8,181.8	8,181.8	8,181.8
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	3,216.5	3,241.8	8,181.8	8,181.8	8,181.8	8,181.8

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

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

FUND SOURCE (Thousands of Dollars)

1002, 1016 & 1133 Federal Receipts	323.0	324.2	818.2	818.2	818.2	818.2
1003 GF Match	31.9	32.4	81.8	81.8	81.8	81.8
1004 GF	1,573.5	2,000.2	5,048.2	5,048.2	5,048.2	5,048.2
1005 GF/Program Receipts	85.0	84.3	212.7	212.7	212.7	212.7
1037 GF/Mental Health	27.3	32.4	81.8	81.8	81.8	81.8
1053 Investment Loss Trust Fund	412.1					
1118 Pioneers Homes Receipts	0.6					
Other (Specify Type)	763.1	768.3	1,939.1	1,939.1	1,939.1	1,939.1
TOTAL	3,216.5	3,241.8	8,181.8	8,181.8	8,181.8	8,181.8

Estimate of any current year (FY2000) cost: 0.0

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

The costs shown above for FY2001 are included in the Governor's 2-25-00 operating budget amendment for labor costs, except for a \$69.8 increase in the Legislature's calculation. Incremental costs by fiscal year follow:

	FY2001	FY2002	FY2003
Court System	829.9	672.7	1,009.1
Legislature	499.8	413.1	632.4
Executive Branch	1,886.8	2,156.0	3,298.5
TOTAL	3,216.5	3,241.8	4,940.0

Prepared by: Joan Brown Phone 465-4681
 Division Office of Management and Budget Date/Time 3/24/00 4:13 PM
 Approved by Director: Annalee McConnell *Joan Brown for* Date 03/24/2000
 Agency Office of Management and Budget

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FY2001 Other Funds and Federal Funds

FUND	Fund Source Name	FY 2001 Signing Bonus by Fund Source
1007	Inter-Agency Receipts	15,100
1007	Inter-Agency Receipts	40,500
1007	Inter-Agency Receipts	10,900
1007	Inter-Agency Receipts	1,100
1007	Inter-Agency Receipts	3,000
1007	Inter-Agency Receipts	9,400
007	Total	230,800
1017	Benefits Systems Receipts	400
017	Total	400
1018	Exxon Valdez Oil Spill Settlement	1,300
1018	Exxon Valdez Oil Spill Settlement	16,000
1018	Exxon Valdez Oil Spill Settlement	3,400
018	Total	20,700
1021	Agricultural Loan Fund	1,500
021	Total	1,500
1024	Fish and Game Fund	6,800
1024	Fish and Game Fund	1,100
024	Total	7,900
1025	Science & Technology Endowment Income	13,400
025	Total	13,400
1026	Highway Working Capital Fund	1,900
026	Total	1,900
1027	International Airport Revenue Fund	200
1027	International Airport Revenue Fund	9,800
027	Total	10,000
1034	Teachers Retirement System Fund	600
034	Total	600
1036	Commercial Fishing Loan Fund	900
036	Total	900
1039	U/A Indirect Cost Recovery	3,400
039	Total	3,400
1040	Real Estate Surety Fund	1,100
040	Total	1,100
1049	Training and Building Fund	1,100
049	Total	1,100
1050	Permanent Fund Dividend Fund	1,100
050	Total	1,100
1051	Rural Development Initiative Fund	200

FY2001 Other Funds and Federal Funds

FUND	FUND SOURCE NAME	FY 2001 Signing Bonus by Fund Source
051	Total	200
	Oil/Hazardous Response	
1052	Fund	1,900
052	Total	1,900
	Inter-agency/Oil &	
1055	Hazardous Waste	3,800
055	Total	3,800
	Capital Improvement Project	
1061	Receipts	1,100
	Capital Improvement Project	
1061	Receipts	4,900
	Capital Improvement Project	
1061	Receipts	800
	Capital Improvement Project	
1061	Receipts	800
	Capital Improvement Project	
1061	Receipts	200
	Capital Improvement Project	
1061	Receipts	700
	Capital Improvement Project	
1061	Receipts	24,000
	Capital Improvement Project	
1061	Receipts	4,900
061	Total	37,400
1066	Public School Fund	200
066	Total	200
	Fisheries Enhancement	
1070	Revolving Loan Fund	200
070	Total	200
	Alaska Clean Water Loan	
1075	Fund	200
075	Total	200
	Marine Highway System	
1076	Fund	4,100
076	Total	4,100
1081	Information Service Fund	3,600
081	Total	3,600
	Mental Health Trust	
	Authority Authorized	
1092	Receipts	0
	Mental Health Trust	
	Authority Authorized	
1092	Receipts	2,500
	Mental Health Trust	
	Authority Authorized	
1092	Receipts	12,100
092	Total	14,600
	Mental Health Trust	
1094	Administration	3,800

FY2001 Other Funds and Federal Funds

FUND	FY 2001
CODE Fund Source Name	Signing Bonus by Fund Source
094 Total	3,800
Children's Trust Fund	
1098 Earnings	200
098 Total	200
1100 Alaska Drinking Water Fund	200
100 Total	200
Alaska Industrial Development & Export Authority Receipts	37,700
102 Total	37,700
Alaska Housing Finance Corporation Receipts	160,400
103 Total	160,400
Alaska Permanent Fund Corporation Receipts	2,200
Alaska Permanent Fund Corporation Receipts	38,500
105 Total	40,700
Alaska Post-Secondary Education Commission Receipts	114,700
106 Total	114,700
1108 Statutory Designated Program Receipts	20,800
1108 Statutory Designated Program Receipts	1,900
1108 Statutory Designated Program Receipts	2,100
1108 Statutory Designated Program Receipts	1,700
1108 Statutory Designated Program Receipts	1,500
1108 Statutory Designated Program Receipts	3,000
1108 Statutory Designated Program Receipts	1,900
108 Total	32,900
International Trade and Business Endowment Income	2,300
115 Total	2,300
1141 RCA Receipts	9,200
141 Total	9,200
and Total	763,100
1002 Federal Receipts	319,000
1016 Federal Incentive Payments Indirect Cost	400
1133 Reimbursement	3,600