

HCR

8

SFIN

FILE

SENATE FINANCE COMMITTEE REPORT

REPORTED OUT
 MAY 11 2007
 SENATE FINANCE COMMITTEE

DATE: 5/9/07

FURTHER:

DATE TURNED
IN TO OFFICE: 11 May 2007

Finance Committee considered CS FOR HOUSE CONCURRENT RESOLUTION NO. 8(L&C)

HCR 8 RCA TASK FORCE

Establishing a legislative task force to make recommendations regarding job descriptions and salary changes for the commissioners and support staff and the possible need for additional support staff of the Regulatory Commission of Alaska.

and recommends:

- be replaced with SCS or CS _____ (_____)
- adopt previous SCS or CS _____ (_____)
- attached amendment(s)
- attach _____ Letter of Intent
- further referral to _____ Committee

SENATE BILL:

Same Title

New Title

HOUSE BILL:

Same Title

Technical Title Change

New Title w/ SCR # _____

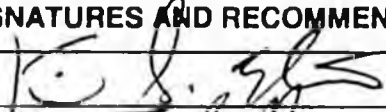

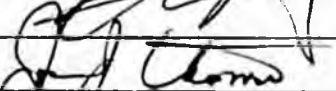

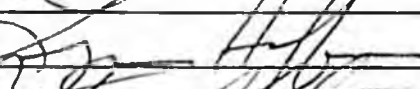
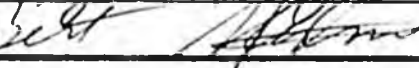
NEW FISCAL NOTE(S):

Department	Date	Fiscal	Indet.	Zero	FN#

PREVIOUS FISCAL NOTE(S):

Department	Date	Fiscal	Indet.	Zero	FN#
Leg Council	4/30/07	10.0			#1

APPROPRIATION - no fiscal note

SIGNATURES AND RECOMMENDATIONS:	PRINTED LAST NAME	DO PASS	DO NOT PASS	NO REC	AMEND
	Elton	✓			
	Dyson	✓			
	Higgins	✓			
	Thomas	✓			
CO-CHAIR: 	Hoffman			✓	
CO-CHAIR: 	Stedman			✓	

FISCAL NOTE

REPORTED OUT
 MAY 11 2007
 SENATE FINANCE COMMITTEE

STATE OF ALASKA
2007 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: CSHCR 8(L&C)
 (H) Publish Date: 5/2/07

Revision Date/Time (Note if correction): _____ Dept. Affected: _____
 Title "Establishing a Task Force to make RDU Legislative Council
recommendations regarding job descriptions and salary..." Component Council and Subcommittees
 Sponsor Representative Olson
 Requester Representative Olson Component No. 783

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013
Personal Services						
Travel	10.0					
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	10.0	0.0	0.0	0.0	0.0	0.0

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

FUND SOURCE	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013
1002 Federal Receipts						
1003 GF Match						
1004 GF	10.0					
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	10.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2007) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2008 budget proposal:

POSITIONS

POSITIONS	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013
Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

HCR 8 establishes a Task Force to make recommendations regarding job descriptions and salary changes for the Commissioners and support staff of the Regulatory Commission of Alaska. For purposes of this fiscal note it is assumed the Task Force will meet five times. Three of the meetings will be by teleconference and two meetings will require travel and be held in Anchorage. Travel costs for the Legislative members are included in this fiscal note. Travel costs for Executive Branch members will be absorbed within Executive Branch budgets. The Task Force will be staffed by Legislative staff of Legislators appointed to the Task Force. The Task force will make a final report of its findings and recommendations to the Legislature not later than February 1, 2008. The Task Force will end May 30, 2008. The Legislative Affairs Agency will absorb the cost to print the report and to teleconference meetings of the Task Force.

Prepared by: Karla Schofield, Deputy Director
 Division: Legislative Affairs Agency
 Approved by: Pamela Varni, Executive Director
 Agency: Legislative Affairs Agency

Phone 465-6626
 Date/Time 4/30/07 11:56 AM
 Date 4/30/2007

FISCAL NOTE

STATE OF ALASKA
2008 LEGISLATIVE SESSION

Fiscal Note Number: 1
Bill Version: SCS HB2
() Publish Date: _____

Identifier (file name): SCSHB2-EED-TLS-04-09-08 Dept. Affected: Education & Early Development
Title: An act relating to unemployment contributions for the RDU: TLS
Alaska technical and vocational education program... Component: Student and School Achievement
Sponsor: Representative Neuman
Requester: Senate Finance Component Number: 2796

Expenditures/Revenues (Thousands of Dollars)

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

	Appropriation Required	Information						
		FY 2009	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
OPERATING EXPENDITURES								
Personal Services								
Travel								
Contractual								
Supplies								
Equipment								
Land & Structures								
Grants & Claims		120.2	0.0	0.0	0.0	0.0	0.0	0.0
Miscellaneous								
TOTAL OPERATING		120.2	0.0	0.0	0.0	0.0	0.0	0.0

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 Interagency Receipts		120.2	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL		120.2	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2008) cost: _____

POSITIONS

Full-time							
Part-time							
Temporary							

ANALYSIS: (Attach a separate page if necessary)

Department of Education & Early Development anticipated an increment of 29.7 in the operating budget and this fiscal note increases the total allocation to 377.9.

Prepared by: Mark Lewis, Admin Services Director
Division: Admin Services
Approved by: Barbara Thompson, Interim Commissioner
Education & Early Development

Phone: 465-2875
Date/Time: 4/11/08 12:00 AM
Date: 4/11/2008

FISCAL NOTE

STATE OF ALASKA
2008 LEGISLATIVE SESSION

Fiscal Note Number: _____
Bill Version: SCS HB 2
() Publish Date: _____

Identifier (file name): HB002SCS(FIN)-DOLWD-CO-04-11-08 Dept. Affected: Labor and Workforce Development
Title: "An Act relating to unemployment contributions for the Alaska technical and vocational education program..." RDU: Office of the Commissioner
Sponsor: Representative Neuman Component: Commissioner's Office
Requester: Senate FIN Component Number: 340

Expenditures/Revenues (Thousands of Dollars)

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

	Appropriation Required	Information						
		FY 2009	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
OPERATING EXPENDITURES								
Personal Services								
Travel								
Contractual								
Supplies								
Equipment								
Land & Structures								
Grants & Claims		1,704.3		1,704.3	1,704.3	1,704.3	1,704.3	1,704.3
Miscellaneous								
TOTAL OPERATING		1,704.3	0.0	1,704.3	1,704.3	1,704.3	1,704.3	1,704.3

CAPITAL EXPENDITURES								
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CHANGE IN REVENUES (TVEP 1151)	3,017.5	0.0	3,017.5	3,017.5	3,017.5	3,017.5	3,017.5
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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							
1151 Technical Voc Ed Program Rcpts		1,704.3		1,704.3	1,704.3	1,704.3	1,704.3
TOTAL		1,704.3	0.0	1,704.3	1,704.3	1,704.3	1,704.3

Estimate of any current year (FY2008) cost: None

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

See attached.

Prepared by: Guy Bell, Assistant Commis. jr
Division: Office of the Commissioner
Approved by: Click Bist.op, Commissioner
Department of Labor and Workforce Development

Phone: 465-2700
Date/Time: 4/11/08 8:29 AM
Date: 4/11/08

FISCAL NOTE

STATE OF ALASKA
2008 LEGISLATIVE SESSION

BILL NO. SCS HB 2

ANALYSIS CONTINUATION

Section 1(a) of this bill increases the amount allocated to the Alaska Training and Vocational Education Program (TVEP) account from the current 0.10 percent (\$6.0 million) to 0.15 (\$9.1 million) of taxable wages that are subject to employee contributions under AS 23.20.290(d). This equates to an additional investment of approximately \$3 million per year into TVEP which would be used for grants to training entities. Section 3 makes changes to the statutory distribution of the receipts.

There will be no cost to the Employment Security Division, Unemployment Insurance Component to implement these changes.

The department cannot quantify the impact of this change on Unemployment Insurance (UI) rates. On the one hand, employer tax rates may be higher with an additional \$3 million per year allocation to the TVEP than they would be without such an allocation. On the other hand, the workers trained by virtue of the TVEP funded programs are contributing to the UI program and reducing their call on unemployment benefits, thereby contributing to the solvency of the UI program and keeping employer rates lower than they would otherwise be.

This is a consolidated Fiscal Note for the Department of Labor and Workforce Development as the bill would affect the funding levels for a number of existing department components and it would also establish four new ones. In addition to this department the bill also affects the funding received by the University of Alaska and the Department of Education and Early Development. See the following page for specifics on funding level changes.

FISCAL NOTE

STATE OF ALASKA
2008 LEGISLATIVE SESSION

BILL NO. SCS HB 2

ANALYSIS CONTINUATION

Department of Labor and Workforce Development
FY09 TVEP Funding Distribution (in thousands)

	<u>Current Distribution</u>	<u>Proposed Distribution</u>	<u>Change</u>
FY08 Est Ending Bal:	1,001.5	1,001.5	
FY09 Est Revenue:	(0.1%) 6,035.0	(0.15%) 9,052.5	3,017.5
Less Reserve:	(250.0)	(250.0)	
Net Available	<u>6,786.5</u>	<u>9,804.0</u>	<u>3,017.5</u>

Entity	Current Percent	FY08 Allocation	FY09 Allocation	Proposed Percent	Revised FY09	FY09 Change
Revenue Collection Costs (DOLWD) Administration		344.8	356.9 0.0		356.9 0.0	0.0 0.0
University of Alaska	55%	134.3	3,542.9	45.0%	4,251.2	708.3
Univ of AK Southeast				5.0%	472.4	472.4
Galena (DEED)	4%	228.0	257.7	4.0%	377.9	120.2
Kotzebue (DOLWD)	11%	626.9	708.6	9.0%	850.2	141.6
AVTEC (DOLWD)	22%	1,253.7	1,417.2	17.0%	1,606.0	188.8
SAVEC (DOLWD)	4%	228.0	257.7	3.0%	283.4	25.7
Yuuut (DOLWD)	4%	228.0	257.7	9.0%	850.2	592.5
Delta (DOLWD)				3.0%	283.4	283.4
NACTEC (DOLWD)				3.0%	283.4	283.4
New Frontier (DOLWD)				2.0%	188.9	188.9
Total	100%	6,043.7	6,798.6	100.0%	9,804.0	3,005.4

Note 1: Due to the use of revenue projections to determine the annual appropriation amount, actual receipts may be higher or lower than budgeted authorization. To accommodate revenue shortfalls a reserve of 250.0 is maintained.

Note 2: The difference in the current FY09 revenue distributed of \$6,798.6 and the total revenue available of \$6,786.5 is the result of a calculation done for the costs of the new GPU salary contract which increased the Revenue Collection Costs. The calculation was made after the initial fund allocations were done and distributed. The cost increase of \$12.1 is included in the FY09 Governor's budget and will be absorbed by the funds held in reserve.