

LEG. FINANCE - BILLS 1975 - 1976 435
HB 596 cont., thru HB 605 435

500 - Equipment

FY 77

6.5

Office equipment to establish unit
and for staff (desks, chairs,
typewriters).

FY 78 & FY 79 per FY

3.0

700 - Grants, Claims

Projection of grants and contracts to health districts cannot
be established. Dependent upon number of health districts
requesting delegation of health powers.

Health districts receiving direct services through the
department, on assumption of health powers, through grants
and contracts, will be funded for these services in accordance
with the allotment formula and positions transferred from the
State to the health district. Additional positions may need
to be established by the health district to provide broader
coverage and administrative support.

FPP:ms:ml

Original Sponsor: Rules Committee by
request of the Governor

Offered: 5/12/76
Referred: Finance

1 IN THE HOUSE

BY THE HEALTH, EDUCATION AND
SOCIAL SERVICES COMMITTEE

2 CS FOR HOUSE BILL NO. 596

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to local public health services."

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

8 * Section 1. AS 18.10 is amended by adding new sections to read:

9 CHAPTER 10. LOCAL PUBLIC HEALTH SERVICES

10 [UNITS AND DISTRICTS].

11 Sec. 18.10.011. PURPOSE. The purpose of this chapter is to promote
12 and safeguard the health of the general public by orderly discharge of
13 state authority and responsibility for providing selected public health
14 functions through public health districts and authorizing of

15 (1) grants for comprehensive public health services to local
16 governments as health districts; and

17 (2) contractual arrangements with private health corporations
18 for selected public health services in areas not served by local govern-
19 ments with public health powers.

20 Sec. 18.10.021. PUBLIC HEALTH DISTRICTS. (a) For administration
21 of this chapter, the following areas may be designated public health
22 districts of the state:

23 (1) cities which are within an organized borough and have
24 public health powers;

25 (2) unified municipalities established under AS 29.68.240 -
26 29.68.440, in the municipal area in which public health powers are
27 authorized, whether areawide or in less than the entire area of the
28 municipality;

29 (3) organized boroughs, in the borough area in which public

1 health powers are authorized, whether areawide or in the borough area
2 outside cities only;

3 (4) service areas of organized boroughs established for
4 public health purposes under AS 29.63.090 or by home rule charter;

5 (5) local public health service areas established in the
6 unorganized borough under AS 29.03.020 and secs. 31 - 41 of this chapter
7 and cities in the unorganized borough which are not within a local
8 public health service area;

9 (6) organized boroughs which do not have public health powers
10 either areawide or in the borough area outside cities only but which are
11 served by private health corporations, in the borough area not otherwise
12 designated a public health district under (a)(1) or (4) of this section;

13 (b) A city in the unorganized borough may include itself for pur-
14 poses of this chapter in a local public health service area of the
15 unorganized borough established under secs. 31 - 41 of this chapter or
16 in an area served by a private health corporation under a contract for
17 services to be provided by the corporation, if its governing body, by
18 resolution adopted by a majority of the membership, consents to the
19 inclusion of the city, and the resolution is filed with the commissioner.
20 Nothing in this chapter otherwise restricts or prohibits the combining
21 of two or more public health districts as a single district for the
22 purposes of this chapter, upon mutual agreement for cooperative or joint
23 administration of functions or contract for services to be provided by a
24 private health corporation under this chapter.

25 Sec. 18.10.026. AUTHORITY IN UNORGANIZED BOROUGH. Under AS 29.03.-
26 020 and this chapter, the legislature authorizes establishment of local
27 public health service areas in the unorganized borough within the
28 boundaries of regional educational attendance areas established under
29 AS 14.08.031 if the population, including military personnel and

1 dependents, of an attendance area, or two or more contiguous attendance
2 areas combining to form a single service area, numbers at least 6,000
3 persons, and grants authority to the service areas to provide public
4 health services in accordance with this chapter.

5 Sec. 18.10.031. LOCAL PUBLIC HEALTH SERVICE AREAS IN THE UNORGAN-
6 IZED BOROUGH. (a) Upon receipt of a petition signed by at least 10 per
7 cent of the qualified voters of a regional educational attendance area
8 or of each of two or more contiguous regional educational attendance
9 areas established under AS 14.08.031, the lieutenant governor shall
10 place a question, substantially in the following form, on the ballot in
11 the next general election held in the area:

12 "SHALL A LOCAL PUBLIC HEALTH SERVICE AREA BE FORMED WITHIN THE
13 BOUNDARIES OF THE _____ REGIONAL EDUCATIONAL ATTEN-
14 DANCE AREA(S)?

15 Yes [] No []"

16 (b) Upon certification by the lieutenant governor that in each
17 regional educational attendance areas in which the election on the
18 question is held, a majority of votes on the question are affirmative,
19 the lieutenant governor shall declare the local public health service
20 area to be established.

21 (c) If a petition for establishment of a local public health
22 service area so requests, election of the local public health service
23 area board provided for in sec. 41 of this chapter may be held con-
24 currently with election on the question of establishing the local public
25 health service area.

26 (d) To assure that the population served in each local public
27 health service area remains at a minimum of 6,000 persons, including
28 military personnel and dependents, two or more contiguous regional edu-
29 cational attendance areas established as local public health service

1 areas under this section may combine as a single service area. Combin-
2 ing service areas under this subsection abolishes the offices of the
3 separate boards governing the former separate areas upon election of a
4 single governing board, numbering seven or that number designated by the
5 department, to serve as provided in sec. 41 of this chapter.

6 Sec. 18.10.c' . LOCAL PUBLIC HEALTH SERVICE AREA BOARDS. (a)

7 Each local public health service area of the unorganized borough shall
8 have an elected board representing the population of the area served.
9 The board shall have powers, duties and other functions as prescribed by
10 regulations adopted by the department under sec. 101 of this chapter.

11 (b) A local public health service area board shall number seven
12 members, unless the petition provided for in sec. 31 of this chapter
13 designates a different number of members, or a different number of mem-
14 bers is designated under sec. 31(d) of this chapter to constitute the
15 board. At least four members, or a majority, if the board numbers more
16 than seven, shall be consumers only of health services.

17 (c) Board members shall be elected at large by the qualified
18 voters of the local public health service area; however, each seat on a
19 board shall be designated by letter or number, and a candidate for the
20 board shall indicate the seat for which he is a candidate on his declara-
21 tion of candidacy or other nomination document when he files for office;

22 (d) The term of office of members of a local public health service
23 area board is three years, except that the term of members of the first
24 board elected in each area shall be determined by lot, with two members
25 serving a one-year term, two members a two-year term, and three members
26 a three-year term, if the board numbers seven members, and, if the board
27 numbers more than seven members, terms shall be determined by lot and
28 staggered among one, two and three year terms or so that a majority of
29 the board serve initial one or two-year terms. Nothing in this subsec-

1 tion prohibits reelection of a board member.

2 (e) The lieutenant governor, not less than 60 nor more than 90
3 days after the establishment of a local public health service area
4 including but not limited to combining of two or more contiguous areas
5 into a single area under sec. 31(d) of this chapter, shall provide for
6 the election of the service area board, unless election of the board has
7 been held concurrently with election on the question of establishment of
8 the service area as provided in sec. 31 of this chapter.

9 (f) Except for the first election, elections of board members
10 shall be held annually on the first Tuesday of October.

11 (g) A vacancy on a local public health service area board shall be
12 filled as provided by AS 14.12.070 for school board vacancies.

13 (h) Local public health service area board members are subject to
14 recall upon the same grounds and in the same manner as provided for
15 elected municipal officials in AS 29.28.130 - 29.28.250. The department
16 functions in place of the assembly or council and municipal clerk,
17 except as provided in (i) of this section.

18 (i) Elections under this section, including but not limited to
19 recall elections, shall be administered by the office of the lieutenant
20 governor in the general manner prescribed by the Alaska Election Code
21 (AS 15.05 - 15.60). In addition, the lieutenant governor may adopt
22 regulations considered necessary to conduct the local public health
23 service area elections. The state shall pay election costs.

24 Sec. 18.10.051. GRANTS. (a) The commissioner may make matching
25 grants to governing bodies of public health districts designated under
26 sec. 21(a)(1) - (4) or (b) of this chapter to assist in paying costs of
27 provision of comprehensive public health services under one or more
28 plans of service as required by regulations adopted under sec. 101 of
29 this chapter. Application for a grant shall be submitted in the form

1 and with information which the department by regulation prescribes.

2 (b) A grant is authorized under this section only if

3 (1) application is made on a fiscal year basis and has been
4 submitted through the appropriate health systems agency established
5 under P.L. 93-641 and approved by the commissioner, and

6 (A) the governing body of the municipal area comprising
7 the public health district has submitted to the commissioner a plan
8 for the provision of comprehensive health services and has had the
9 plan initially approved by him; or

10 (B) in those cases in which a plan of services has been
11 initially approved, the commissioner upon his annual review of the
12 plan determines that it, and the activities undertaken under it,
13 continue to meet requirements established for these plans;

14 (2) the governing body of the municipal area comprising the
15 public health district matches 10 per cent of the amount of the grant
16 with revenue or in-kind contributions from the area comprising the
17 district which are not derived from state or federal sources;

18 (3) the governing body of the municipal area comprising the
19 public health district agrees to maintain local expenditures for public
20 health services within the district at a level at least equal to the
21 level of support provided before July 1, 1975.

22 (c) In determining grants to be made under this section, the
23 commissioner shall consider the relationship of the health district plan
24 to the annual implementation plan of the appropriate health systems
25 agency established under P.L. 93-641. In each fiscal year the depart-
26 ment shall, in accordance with the plan of service provided and approved,
27 and under regulations adopted for the purpose, take into consideration
28 the following weighting factors:

29 (1) 50 per cent of grant money available for distribution

1 shall be distributed on the basis of program need, with consideration of
2 such factors as number of infant deaths per 1,000 live births, preschool
3 children, morbidity and mortality rates, number of establishments or
4 institutions requiring sanitary inspectors and administrative costs;

5 (2) 30 per cent shall be distributed on the basis of relative
size of population of the area to be served;

7 (3) 10 per cent of the allocation shall be reserved for
8 adjustments of grant or contract bases as provided in sec. 71 of this
9 chapter;

10 (4) 10 per cent shall be distributed on the basis of relative
11 proportion of expenditures of the local government for public health
12 services within the municipal area comprising the public health district
13 as compared to total operating expenditures of the local government
14 within the district during the fiscal year preceding application.

15 Sec. 18.10.061. CONTRACTS. (a) The commissioner may enter into
16 contracts with the public health districts designated under sec. 21(a)(5)
17 or (b) of this chapter for provision by the districts of specific public
18 health services. As prerequisites to a contract with a district which
19 is a city

20 (1) the population of the city must total at least 2,000
21 persons, and

22 (2) the commissioner must determine that the public health
23 services proposed to be contracted for cannot be provided more effi-
24 ciently through the city's including itself, as provided in sec. 21(b)
25 of this chapter, in a local public health service area which is con-
26 tiguous to the city than by the city's providing the services.

27 (b) The department may enter into a contract with a private health
28 corporation serving a public health district designated under sec. 21(a)-
29 (6) - (7) or (b) of this chapter for the provision by the corporation of

1 specific public health services. The private health corporation with
2 which the department enters into a contract must meet the following
3 requirements:

4 (1) it shall be broadly representative of the population of
5 the area served;

6 (2) its representation of the population of the area is
7 endorsed by the governing body of the organized borough or of a city
8 included within the area served;

9 (3) it serves equally all residents of the state presenting
10 themselves for assistance or services.

11 (c) The amounts authorized and criteria set out for making match-
12 ing grants under sec. 51(c) of this chapter apply also with respect to
13 award of contracts by the department under this section. Application
14 for contracts shall be submitted in the form and with information which
15 the department by regulation prescribes.

16 Sec. 18.10.071. ADJUSTMENTS OF GRANT OR CONTRACT BASE. (a) The
17 allocation of funds for grants and contracts to be determined under the
18 formula prescribed by sec. 51(c) of this chapter shall reflect cost-of-
19 services differentials. The area cost-of-service differential shall be
20 determined annually in the manner provided in AS 39.27.030; however, the
21 area cost-of-service differential to be applied may not be an amount
22 less than the base allocation. For purposes of this section "election
23 districts" as used in AS 39.27.030(a)(1) means election districts
24 designated by the governor's proclamation of reapportionment and re-
25 districting of December 7, 1961, and retained for the House of Repre-
26 sentative by the proclamation of the governor issued September 3, 1965.

27 (b) Allocations calculated under sec. 51(c) of this chapter shall
28 be further increased by 10 per cent if

29 (1) in the unorganized borough the largest community within

1 the public health district is not connected to Anchorage, Fairbanks,
2 Juneau, or Ketchikan by road, railroad, or ferry; or

3 (2) in the unorganized borough, more than one-half of the
4 population of the public health district lives outside of the largest
5 city in the area served.

6 Sec. 18.10.081. EXPENDITURE OF FUNDS. Funds received by a public
7 health district under this chapter shall be expended only on the pur-
8 poses described in the plan of service which has been approved by the
9 commissioner.

10 Sec. 18.10.091. PRORATION. If amounts appropriated by the legisla-
11 ture are insufficient to meet the cost of matching grants calculated
12 under this chapter, such funds as are available shall be allocated pro
13 rata among eligible public health districts.

14 Sec. 18.10.101. REGULATIONS. The commissioner shall adopt regula-
15 tions necessary to implement this chapter. Regulations shall include,
16 but need not be limited to

17 (1) powers, duties and other functions of boards of local
18 public health service areas of the unorganized borough;

19 (2) requirements for the development of a plan of service by
20 a public health district;

21 (3) minimal standards of service;

22 (4) procedures for the application, revision and approval of
23 grants to or contracts with public health districts, which include a
24 detailed allocation formula;

25 (5) public health district program evaluation;

26 (6) qualifications of health personnel.

27 Sec. 18.10.111. DEFINITIONS. In this chapter

28 (1) "commissioner" means the commissioner of the Department
29 of Health and Social Services;

1 (2) "department" means the Department of Health and Social
2 Services;

3 (3) "population" means population as determined by the Depart-
4 ment of Community and Regional Affairs using the latest figures of the
5 U.S. Bureau of the Census reports or other reliable information;

6 (4) "private health corporation" means a nonprofit nongovern-
7 mental organization incorporated under the laws of the state which
8 delivers health services to a particular area of the state; the term
9 includes but is not limited to the health instrumentalities of the
10 Alaska Native regional corporations established under the Alaska Native
11 Claims Settlement Act (P.L. 92-203).

12 * Sec. 2. AS 18.05.040(a)(4), AS 18.10.010 - 18.10.050, and 18.10.260(b)
13 are repealed.

Introduced: 1/16/76
Referred: Health, Education &
Social Services and Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 596

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to local health services."

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

8 * Section 1. AS 18.05.040(a)(4), 18.10.010 -- 18.10.050, and 18.10-
9 .260(b) are repealed.

10 * Sec. 2. AS 18.10 is amended by adding new sections to read:

11 CHAPTER 10. LOCAL HEALTH SERVICES.

12 Sec. 18.10.011. PURPOSE. The purpose of this chapter is to
13 promote and safeguard the health of the general public by orderly
14 delegation of authority and responsibility for providing selected
15 public health functions to local health districts.

16 Sec. 18.10.021. HEALTH DISTRICTS. (a) The health districts of
17 the state, for purposes of administration of this chapter, are:

18 (1) municipalities unified under AS 29.68.240 -- 29.68.440;

19 (2) organized boroughs which have acquired areawide health
20 powers under AS 29.33.250 -- 29.33.290;

21 (3) cities and local health service areas in an organized
22 borough which has not acquired areawide health powers;

23 (4) cities or local health service areas in the unorganized
24 borough;

25 (5) areas in the unorganized borough served by private
26 health corporations as defined in sec. 131 of this chapter.

27 (b) A city in the unorganized borough may be included in a
28 larger health district if its governing body, by a resolution adopted
29 by a majority of the membership, consents to the inclusion of the city

1 in a local health service area or area served by a private health
2 corporation and files the resolution with the commissioner.

3 (c) Nothing in this chapter prohibits combining two or more
4 districts to be treated as a single district for the purposes of this
5 chapter.

6 Sec. 18.10.031. LOCAL HEALTH SERVICE AREAS IN AN ORGANIZED
7 BOROUGH. Standards for the organization and administration of local
8 health service areas in a borough which has not acquired health powers
9 shall be established by the department by regulation.

10 Sec. 18.10.041. LOCAL HEALTH SERVICE AREAS IN THE UNORGANIZED
11 BOROUGH. To provide local health services, the department shall
12 divide the unorganized borough into local health service areas by
13 using the boundaries of the regional educational service areas created
14 under AS 14.08.031. However, the department may combine two or more
15 regional educational service areas to assure that the minimum popula-
16 tion served in each local health service area will be at least 7,500.
17 A city excluded from a regional educationa. service area may be
18 included in a local health service area established by the department
19 only upon the adoption of a resolution by its council as provided in
20 sec. 21(b) of this chapter.

21 Sec. 18.10.051. LOCAL HEALTH SERVICE AREA BOARDS OF THE UNORGA-
22 NIZED BOROUGH. (a) Each local health service area of the unorganized
23 borough shall have an elected local board of health broadly representa-
24 tive of the population of the entire area served.

25 (b) The powers and duties of the boards shall be prescribed by
26 regulations adopted under this chapter.

27 (c) Formation of the boards and terms of office of the members
28 shall be as follows:

29 (1) the qualified voters in each local health service area

1 shall elect a local health service area board of seven members, of whom
2 at least four are otherwise involved with health services only as
3 consumers;

4 (2) local health service area board members shall be elected
5 at large by the qualified voters of the area receiving health services;
6 however, each seat on the health board shall be designated by letter
7 or number, and a candidate for the board shall indicate the seat for
8 which he is a candidate on his declaration of candidacy or other
9 nomination document when he files for office;

10 (3) a vacancy on a local health service area board shall be
11 filled as provided by AS 14.12.070 for school boards;

12 (4) the term of office of members elected to a local health
13 service area board is three years;

14 (5) for the first health board elected in each area the
15 term of office of each member shall be determined by lot with two
16 members serving a one-year term, two members a two-year term, and
17 three members a three-year term;

18 (6) nothing in this section prohibits the re-election of a
19 board member.

20 Sec. 18.10.061. ELECTIONS. (a) In each local health service
21 area in the unorganized borough, the lieutenant governor, not less
22 than 60 nor more than 90 days after the establishment of the local
23 health service area, shall provide for the election of a local health
24 service area board.

25 (b) Except for the first election of local health service area
26 board members under (a) of this section, elections shall be held
27 annually on the first Tuesday of October. Elections shall be admini-
28 stered by the director of elections in the office of the lieutenant
29 governor. The lieutenant governor shall adopt regulations for the

1 conduct of elections of local health service area board members.

2 (c) The members of a local health service area are subject to
3 recall as provided by AS 29.28.130 -- 29.28.250.

4 (d) The cost of each local health service area board election,
5 or recall election under (c) of this section, shall be borne by the
6 state.

7 Sec. 18.10.071. GRANTS. (a) The commissioner may make grants
8 to health districts as defined in sec. 21(a) of this chapter to assist
9 in meeting costs of providing comprehensive public health services
10 under one or more plans of service as required in regulations adopted
11 under this chapter.

12 (b) No grant may be made under this section to a health district
13 unless an application is made on a fiscal year basis and has been
14 submitted through the appropriate Health Systems Agency established
15 under P. L. 93-641 and approved by the commissioner and unless

16 (1) the governing body of the health district has submitted
17 to the commissioner a plan for the provision of comprehensive health
18 services and has had the plan initially approved by him; or

19 (2) in those instances where a plan of services has been
20 initially approved, the commissioner upon his annual review of the
21 plan, determines that it, and the activities undertaken under it,
22 continue to meet requirements established for such plans.

23 (c) In making his determination the commissioner shall consider
24 the relationship of the health district plan to the annual implemen-
25 tation plan of the appropriate Health Systems Agency established under
26 P.L. 93-641.

27 (d) An application for a grant under this section shall be sub-
28 mitted in the form and shall contain the information the commissioner
29 may require by regulation.

1 (e) In each fiscal year the department shall, in accordance with
2 the plan of service provided and approved, and under regulations
3 (including an allotment formula) adopted for the purpose, allot the
4 sum appropriated for such service among the health districts estab-
5 lished under this chapter. The formula shall take into consideration
6 the following factors:

7 (1) 30 per cent shall be distributed on the basis of the
8 population of the area to be served;

9 (2) 35 per cent shall be distributed on the basis of
10 program need taking into consideration such factors as the number of
11 live births, pre-school and school children and the number of establish-
12 ments or institutions requiring sanitary inspections;

13 (3) 15 per cent shall be added to each grant for admini-
14 strative costs;

15 (4) 10 per cent of the allocation shall be reserved for
16 adjustments of grant or contract bases provided by sec. 91 of this
17 chapter;

18 (5) 10 per cent shall be distributed on the basis of local
19 tax effort.

20 (f) The minimum health district share is 10 per cent of the
21 requested state grant. Health district matching funds must be local
22 money which is not derived from state or federal sources. Maintenance
23 of effort must be at not less than the level of support provided by
24 the local governments within the health district before July 1, 1975.

25 Sec. 18.10.081. CONTRACTS. (a) The commissioner may enter into
26 contracts with the health districts described in sec. 21(a)(4) of this
27 chapter for the provision of specific health services:

28 (1) in the case of a city located in the unorganized borough,
29 if the city has a population of 2,000 persons or more; and

1 (2) the commissioner determines that the health services
2 cannot be provided more efficiently through a local health service
3 area which is contiguous to the city.

4 (b) The commissioner may enter into contracts with the health
5 districts described in sec. 21(a)(5) of this chapter for the provision
6 of specific health services if the private health corporation meets
7 all of the following requirements:

8 (1) it is broadly representative of the population of the
9 area served;

10 (2) its representation is endorsed by the governing bodies
11 of the cities within the area it serves; and

12 (3) it serves equally all state residents presenting them-
13 selves for assistance or services.

14 (c) Financial support provided under contract with health
15 districts in accordance with this section shall be paid in the amounts
16 and under the criteria set out in sec. 71(d) and (e) of this chapter
17 and application is made in accordance with regulations adopted under
18 sec. 71(c).

19 Sec. 18.10.091. ADJUSTMENTS OF GRANT OR CONTRACT BASE. (a) The
20 allocation determined by the formula prescribed by sec. 71(d) of this
21 chapter shall reflect cost-of-services differentials. The area cost-
22 of-service differential shall be determined annually in the manner
23 provided in AS 39.27.030; however, the area cost-of-service differential
24 to be applied may not be an amount less than the base allocation.

25 (b) As used in (a) of this section, "election district" means an
26 election district designated by the governor's proclamation of reappor-
27 tionment and redistricting of December 7, 1961, and retained for the
28 House of Representatives by the proclamation of the governor issued
29 September 3, 1965.

1 (c) Allocations calculated under sec. 71(d) of this chapter
2 shall be further increased by 10 per cent if:

3 (1) in the unorganized borough the largest community within
4 the health district, or area served by a private health corporation,
5 is not connected to Anchorage, Fairbanks, Juneau, or Ketchikan by
6 road, railroad, or ferry; or

7 (2) in the unorganized borough, more than one-half of the
8 population of the health district lives outside of the largest city in
9 the area served.

10 Sec. 18.10.101. EXPENDITURE OF FUNDS. Funds received by a
11 health district under this chapter shall be spent only for the purposes
12 described in the plan of service which has been approved by the
13 commissioner.

14 Sec. 18.10.111. PRORATION. If amounts appropriated by the
15 legislature are insufficient to meet the cost of grants calculated
16 under this chapter, the funds that are available shall be allocated
17 pro rata among eligible health districts.

18 Sec. 18.10.121. REGULATIONS. (a) The commissioner shall adopt
19 regulations necessary to implement this chapter.

20 (b) Regulations shall cover, but need not be limited to

21 (1) formation of local health service areas in an organized
22 borough which has not acquired health powers;

23 (2) the powers and duties of the boards of local health
24 service areas in the unorganized borough;

25 (3) requirements for the development of a plan of service
26 by the health district;

27 (4) minimal standards of service;

28 (5) procedures for the application, revision and approval
29 of grants to or contracts with health districts which include a de-

1 tailed allocation formula;

2 (6) health district program evaluation;

3 (7) qualifications of professional health personnel.

4 Sec. 18.10.131. DEFINITIONS. In this chapter

5 (1) "commissioner" means the commissioner of the Department
6 of Health and Social Services;

7 (2) "department" means the Department of Health and Social
8 Services;

9 (3) "private health corporation" means a non-governmental
10 organization incorporated under the laws of Alaska and which delivers
11 health services to a particular area of the state; it includes but is
12 not limited to the health instrumentalities of the Alaska Native
13 regional corporations established under the Alaska Native Claims
14 Settlement Act (P. L. 92-203).

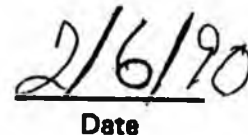


RECORDS CERTIFICATION



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Date

COMMITTEE REPORT

SENATE

5/23/76

5/27/76

Date

Mr. President:

The Committee on Finance has had HB 597 rate of levy for oil & gas reserves ad valorem tax in 1977 under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for _____ and that CS for _____ do pass
- (and) recommends it be referred to the _____ committee
- reports it back without recommendation
- AND attaches a report of its intent
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

Bill Ray R. Polard

John Burtch

Gene Chance

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends: No Rec

_____ recommends: _____

_____ recommends: _____

Bill Ray
Chairman

STATE OF ALASKA

DEPARTMENT OF REVENUE

JAY S. HAMMOND, GOVERNOR

OFFICE OF THE COMMISSIONER

POUCH S - JUNEAU 99811

May 24, 1976

The Honorable Bill Ray
Chairman
Senate Finance Committee
Alaska State Legislature
State Capitol Building
Juneau, Alaska

Re: House Bill No. 597

Dear Senator Ray:

House Bill No. 597, an Act relating to the rate of levy for the oil and gas reserves ad valorem tax, was introduced in the Senate on May 23, 1976 and was referred to the Senate Finance Committee.

For the consideration of the Senate Finance Committee, I am enclosing a copy of a memorandum prepared by Mr. Frederick Boetsch, Deputy Commissioner, Department of Revenue along with a copy of a Fiscal Note prepared by the same writer, advising of effect on revenues and of no additional costs of administration concerning the proposed legislation.

If you or any members of the Senate Finance Committee have any questions on the material submitted, please telephone the writer at 465-2397 and I will contact Mr. Boetsch for further information or testimony at a hearing.

Very truly yours,



R. D. Stevenson
Special Assistant

cc: Sterling Gallagher
Commissioner of Revenue

Frederick Boetsch
Deputy Commissioner
Department of Revenue



"1776-A TRIBUTE FROM OUR STATE TO OUR NATION-1976"



MEMORANDUM


State of Alaska

TO: Sterling Gallagher
Commissioner
Department of Revenue

DATE: January 12, 1976

FILE NO:

TELEPHONE NO:

FROM: Frederick P. Boetsch 
Deputy Commissioner, Taxation
Department of Revenue

SUBJECT: Governor's Bill Setting
Millage Rate and AS 43.58
at 20 mils for 1977

This bill provides for the millage rate to be applied to property taxed under AS 43.58, valued as of January 1, 1977. Based on the judgments used in preparing original estimates on this bill, the setting of a 20 mil rate will generate \$253 million in fiscal 1977 for the General Fund.

cc: Tom Williams, Director
Petroleum Revenue Division

THE LEGISLATURE OF THE STATE OF ALASKA
FISCAL NOTE
 Second Session - Ninth Legislature

I. REQUEST

Bill No. House Bill No. 597
 Title: Rate of levy for the oil and gas reserves ad valorem tax in 1977
 Requested by: House Finance Committee Date: 1/20/76
 Return Date Requested: As soon as possible
 Agency: Revenue Program: Petroleum Revenue

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Petroleum Revenue

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	None	None	None	None	None	None

B. FUNDING: (Thousands of dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY | / | / | / | / | / | /

Introduced: 1/16/76
Referred: Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 597

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the rate of levy for the oil and
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21 10.070(c).

STATE OF ALASKA

DEPARTMENT OF REVENUE

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OFFICE OF THE COMMISSIONER

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Special Assistant

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Commissioner of Revenue

Frederick Boetsch
Deputy Commissioner
Department of Revenue



"1776-A TRIBUTE FROM OUR STATE TO OUR NATION-1976"



MEMORANDUM

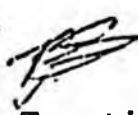
State of Alaska

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Commissioner
Department of Revenue

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Petroleum Revenue Division

STATE OF ALASKA

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Department of Revenue



"1776-A TRIBUTE FROM OUR STATE TO OUR NATION-1976"



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State of Alaska

to: Sterling Gallagher
Commissioner
Department of Revenue

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Petroleum Revenue Division

JAN 16 1976

HB 597

The Honorable Mike Bradner
Speaker of the House
Alaska State Legislature
Juneau, Alaska 99811

Dear Mr. Speaker:

In accordance with AS 24.30.060(b) and the Uniform Rules of the Alaska State Legislature, I am transmitting a bill establishing a 20 mil rate of levy for the oil and gas reserves ad valorem tax (reserve tax) in 1977.

I am asking that the mil rate for 1977 be set this year because our revenue and budget forecasts indicate that we will need the revenues from the oil and gas reserves ad valorem tax during the next fiscal year. By setting the mil rate this year instead of next year it will allow the State to more easily borrow in anticipation of these tax revenues earlier in the fiscal year if the need arises.

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Sincerely,

Jay S. Hammond
Governor

THE LEGISLATURE OF THE STATE OF ALASKA
FISCAL NOTE
 Second Session - Ninth Legislature

I. REQUEST

Bill No. House Bill No. 597
 Title: Rate of levy for the oil and gas reserves ad valorem tax in 1977
 Requested by: House Finance Committee Date: 1/20/76
 Return Date Requested: As soon as possible
 Agency: Revenue Program: Petroleum Revenue

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Petroleum Revenue

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
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300 CONTRACTUAL						
400 COMMODITIES						
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TOTAL	None	None	None	None	None	None

B. FUNDING: (Thousands of dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

N/A

IV. ATTACHMENTS

See memorandum dated January 12, 1976 from Frederick P. Boetsch, Deputy Commissioner to Sterling Gallagher, Commissioner of Revenue

V. DATE: January 29, 1976 PREPARED BY: *Frederick P. Boetsch*

DEPUTY COMMISSIONER, TAXATION

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

JAN 16 1976

HB 597

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Dear Mr. Speaker:

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Governor

Introduced: 1/16/76
Referred: Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO.597

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

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19 [(d) THE RATE OF LEVY MAY NOT EXCEED 20 MILLS.]

20 * Sec. 2. This Act takes effect immediately in accordance with AS 01.-
21 10.070(c).

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Introduced: 1/16/76
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RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James O. Smith
Signature of Camera Operator

2/6/90
Date

"An Act relating to the rate of levy for the oil and gas reserves ad valorem tax in 1977; and providing for an effective date."

COMMITTEE REPORT

1/16/76

HOUSE

Mr. Speaker:

Date 4-8-76

The Committee on FINANCE has had HB 597

under consideration. A Majority of the members of the Committee

recommends it DO PASS

recommends it DO NOT PASS

recommends it DO PASS WITH ATTACHED AMENDMENT(S)

recommends it BE REPLACED WITH CS FOR _____ AND THAT

CS FOR _____ DO PASS

"and" recommends it BE REFERRED TO THE _____
COMMITTEE

reports it back WITHOUT RECOMMENDATION

"other"

Members signing the Majority report:

<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	<u>[Signature]</u>	_____

Members NOT concurring in the Majority report:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

[Signature] Chairman

Introduced: 1/16/76
Referred: Finance

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE HOUSE

2 HOUSE BILL NO. 597

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

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Committee Copy

60-10110 1 11-1-77
11-1-77

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Alaska State Legislature
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THE LEGISLATURE OF THE STATE OF ALASKA
FISCAL NOTE
 Second Session - Ninth Legislature

I. REQUEST

Bill No. House Bill No. 597
 Title: Rate of levy for the oil and gas reserves ad valorem tax in 1977
 Requested by: House Finance Committee Date: 1/20/76
 Return Date Requested: As soon as possible
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II. FISCAL DETAIL

Budget Request Unit(s) Affected: Petroleum Revenue

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
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TOTAL	None	None	None	None	None	None

B. FUNDING: (Thousands of dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

N/A

IV. ATTACHMENTS

See memorandum dated January 12, 1976 from Frederick P. Boetsch, Deputy Commissioner to Sterling Gallagher, Commissioner of Revenue

V. DATE: January 29, 1976 PREPARED BY:

Frederick P. Boetsch
 DEPUTY COMMISSIONER, TAXATION

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

MEMORANDUM


State of Alaska

TO: Sterling Gallagher
Commissioner
Department of Revenue

DATE: January 12, 1976

FILE NO:

TELEPHONE NO:

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cc: Tom Williams, Director
Petroleum Revenue Division

Introduced: 1/16/76
Referred: Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO.597

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

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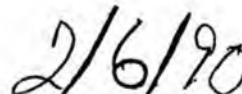


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Signature of Camera Operator


Date

THE LEGISLATURE OF THE STATE OF ALASKA
FISCAL NOTE
 Second Session - Ninth Legislature

I. REQUEST

Bill No. Proposed Legislation HB 601
 Title: An Act relating to the public school foundation program.
 Requested by: Governor's Office Date: 1-12-76
 Return Date Requested: 1-19-76
 Agency: Education Program: Foundation Support

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Financial Support

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	-0-	2,157.1	19,082.1	19,653.6	20,242.3	20,849.4
TOTAL	-0-	2,157.1	19,082.1	19,653.6	20,242.3	20,849.4

B. FUNDING: (Thousands of dollars)

GENERAL FUND	-0-	2,157.1	19,082.1	19,653.6	20,242.3	20,849.4
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

1. Increase of instructional unit value in FY-78 from \$25,000 to \$27,500.
2. Increase basic support from 93% to 95% in FY-77, which results in a 1.79% increase.
3. Projections are based on a 3% increase in ADM per year.

IV. ATTACHMENTS

V. DATE: 1-14-76 PREPARED BY: William A. Thomas

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

January 14, 1976

AGENCY COMMENTS:

AN ACT RELATING TO THE PUBLIC SCHOOL FOUNDATION PROGRAM.

PART A: BASE INSTRUCTIONAL UNIT

- a. The base instructional unit for the fiscal year beginning July 1, 1975 and ending June 30, 1976 is \$23,500.
- b. The base instructional unit for the fiscal year(s) beginning (on or after) July 1, 1976 and ending June 30, 1977 is \$25,000.
- c. The base instructional unit for fiscal years beginning on or after July 1, 1977 is \$27,500.

PART B: STATE AID

- a. (c)(2) K (level of average state support of basic need) = /93/ 95%.
- b. (c)(5) State aid as computed under this section shall constitute at least /93/ 95 percent of the basic need as defined by the department of each school district.
- c. The cost of this change in FY-77 would be \$2,159,148.

"An Act relating to the public school foundation program; and providing for an effective date."

COMMITTEE REPORT

HOUSE

1/23/76

Mr. Speaker:

Date 4-9-76

The Committee on FINANCE has had HB 601

under consideration. A Majority of the members of the Committee

recommends it DO PASS

recommends it DO NOT PASS

recommends it DO PASS WITH ATTACHED AMENDMENT(S)

recommends it BE REPLACED WITH CS FOR _____ AND THAT
CS FOR _____ DO PASS

"and" recommends it BE REFERRED TO THE _____
COMMITTEE

reports it back WITHOUT RECOMMENDATION

"other"

Members signing the Majority report:

<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	<u>[Signature]</u>	_____

Members NOT concurring in the Majority report:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

[Signature] Chairman

Introduced: 1/16/76
Referred: Health, Education &
Social Services and Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 601

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the public school foundation
7 program; and providing for an effective date."

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

9 * Section 1. AS 14.17.021(c)(2) is amended to read:

10 (2) K (minimum level of state support of basic need) = 95

11 [93] per cent;

12 * Sec. 2. AS 14.17.021(c)(5) is amended to read:

13 (5) state aid as computed under this section constitutes at
14 least 95 [93] per cent of the basic need, as defined by the department,
15 of each school district.

16 * Sec. 3. AS 14.17.056 is amended to read:

17 Sec. 14.17.056. BASE INSTRUCTIONAL UNIT. (a) The base instruc-
18 tional unit for the fiscal year beginning July 1, 1976 [1975] and
19 ending June 30, 1977 [1976] is \$25,000 [\$23,500].

20 (b) The base instructional unit for fiscal years beginning on or
21 after July 1, 1977 [1976] is \$27,500 [\$25,000].

22 * Sec. 4. This Act takes effect July 1, 1976.
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28
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JAN 16 1976

143601

The Honorable Mike Bradner
Speaker of the House
Alaska State Legislature
Juneau, Alaska 99811

Dear Mr. Speaker:

In accordance with AS 24.30.060(b) and the Uniform Rules of the Alaska State Legislature, I am transmitting a bill relating to the public school foundation program (AS 14.17).

This bill represents the second phase in the implementation of my goal to achieve 100 per cent State funding of the public schools. To accomplish this, Section 1 of the bill would increase the minimum level of State support under the foundation program, beginning with Fiscal Year 1977, from 93 per cent, as currently provided, to 95 per cent.

Section 2 of the bill would, in order to assist the school districts in keeping abreast with constantly rising costs, raise the amount of the instructional unit under the foundation program from the \$25,000 level currently established for Fiscal Year 1977 to \$27,500 beginning with Fiscal Year 1978.

Sincerely,

Jay S. Hammond
Governor

THE LEGISLATURE OF THE STATE OF ALASKA
FISCAL NOTE
 Second Session - Ninth Legislature

I. REQUEST
 Bill No. Amendment to Title 14, Ch. 17
 Title: Increase of Basic Instructional Unit to \$27,500.
 Requested by: Administration Date: _____
 Return Date Requested: _____
 Agency: Education Program: Foundation Support
Rural & Military Support

II. FISCAL DETAIL
 Budget Request Unit(s) Affected: Financial Support

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.			16,824.0	17,327.7	17,847.2	18,382.5
TOTAL						

B. FUNDING: (Thousands of dollars)

GENERAL FUND			16,824.0	17,327.7	17,847.2	18,382.5
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

1. Increase of instructional unit value in FY 78 from \$25,000 to \$27,500
2. Projections are based on a 3% increase in ADM per year.

IV. ATTACHMENTS

V. DATE: 1/6/76 PREPARED BY: Kenneth Grieser

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

Kenneth C. Grieser

Amendment to Section 14.17.056. Base Instructional Unit

- a. The base instructional unit for the fiscal year beginning July 1, 1975 and ending June 30, 1976 is \$23,500.
- b. The base instructional unit for the fiscal year(s) beginning (on or after) July 1, 1976 and ending June 30, 1977 is \$25,000.
- c. The base instructional unit for fiscal years beginning on or after July 1, 1977 is \$27,500.

THE LEGISLATURE OF THE STATE OF ALASKA
FISCAL NOTE

Second Session - Ninth Legislature

I. REQUEST

Bill No. _____
 Title: Increase basic support from 93% to 95%
 Requested by: Administration Date: _____
 Return Date Requested: _____
 Agency: Education Program: Foundation Support

II. FISCAL DETAIL

Budget Request Unit(s) Affected: _____

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
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600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		2,159.1	2,258.1	2,325.9	2,395.1	2,466.9
TOTAL						

B. FUNDING: (Thousands of dollars)

GENERAL FUND		2,159.1				
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

- Increase basic support from 93% to 95% in FY 77 which results in a 1.79% increase.
- Projections are based on a 3% increase in ADM each year.

IV. ATTACHMENTS

V. DATE: 1/6/76 PREPARED BY: Kenneth C. Grigser

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

Proposed amendment to Chapter 17 Public School Foundation Program

Amend Section 14.17.021 State Aide

(c)(2) K (level of average state support of basic need) = 93 95 percent,

(c)(5) State aide as computed under this section shall constitute at least 93 95 percent of the basic need as defined by the department of each school district.

The cost of this change in FY 77 would be \$2,159,148.

Ignoring source requests

Percent Increase over FY76 (Col. 2)

Fully funded

<u>Reduction</u> Due to SB 491	<u>Increase</u> 25,000 to 26,000 SB 610	<u>Increase</u> 93% to 95% H.B. 601
--------------------------------------	---	---

Anchorage	969,617	1,923,407 10.73	961,292
Bristol Bay		34,101 11.23	16,082
Cordova	2,370	52,423 11.33	15,041
Craig		17,935 11.12	2,489
Dillingham	3,159	48,321 10.28	7,455
Fairbanks	223,150	638,176 10.66	325,301
Galena		21,237 9.30	1,284
Haines	3,159	37,392 11.43	15,175
Hoonah		24,696 10.36	1,692
Hydaburg		14,938 10.75	782
Juneau	17,773	279,594 8.77	103,511
Kake		22,407 10.74	1,166
Kenai	36,730	370,140 11.38	213,925
Ketchikan		175,423 11.72	89,836
King Cove		18,210 10.55	1,354
Klawock		6,378 10.26	527
Kodiak		177,332 11.44	54,296
Matanuska-Susitna	59,638	234,011 11.32	114,857
Nenana	1,579	26,992 10.53	2,742
Nome	2,764	89,810 7.32	8,825
North Slope		131,652 12.22	74,434
Pelican		6,042 11.83	2,326
Petersburg	5,924	47,808 11.04	14,338
Selawik		28,938 10.61	830
Sitka	782	127,530 11.71	53,317
Skagway		21,126 11.57	10,399
St. Mary's		19,425 11.23	599
Unalaska		19,275 10.67	4,954
Valdez	6,714	89,880 11.10	48,300
Wrangell		50,400 9.94	10,788
Yakutat		23,807 10.29	1,227
REAA Schools		1,527,964	
	<u>1,333,359</u>	6,306,200 ✓	<u>2,159,142</u>
		4,778,236	

STATE OF ALASKA DEPARTMENT OF EDUCATION
PUBLIC SCHOOL FOUNDATION PROGRAM COMPUTATIONS
INITIAL REPORTS RECAPITULATION
1976-77 FISCAL YEAR

2-6-76

HB 601

REGIONAL EDUCATION ATTENDANCE AREAS	Revised End of 1st Qtr. ADM	Projected 1976-77 ADM	Instru. Units	Instr. Unit Allot- ment	Basic Need	Equiv. of Local Support \$575/ADM	Preliminary Computation of Entitlement	Per ADM
Northwest	596	590	60	35,110	2,106,600	339,250	2,445,850	4,145
Bering								
Strait	186	181	20	33,141	662,820	104,075	766,895	4,236
Lower Yukon	222	260	29	34,125	989,625	149,500	1,139,125	4,381
Lower								
Kuskokwim	1,331	1,385	94	34,125	3,207,750	796,375	4,004,125	2,891
Upper								
Kuskokwim	277	279	31	35,110	1,088,410	160,425	1,248,835	4,476
Nushagak/ Lake/Penin./								
Brist. Bay	541	532	61	33,141	2,021,601	305,900	2,327,501	4,375
Brist. Bay	347	356	47	33,141	1,557,627	204,700	1,762,327	4,950
Aleutian								
Chain	218	221	30	33,141	994,230	127,075	1,121,305	5,073
Pribilof	179	180	17	33,141	563,397	103,500	666,897	3,704
Adak	615	650	45	33,141	1,491,345	388,125	1,879,470	2,891
McGrath	268	277	32	35,110	1,228,850	159,275	1,388,125	5,011
Middle Yukon	680	59	8	33,438	267,504	33,925	301,429	5,108
		643	69	35,110	2,422,590	369,725	2,792,315	4,342
Upper Yukon	289	14	2	33,438	66,876	8,050	74,926	5,351
		281	33	35,110	1,158,630	161,575	1,320,205	4,698
Upper								
Railbelt	350	357	35	35,110	1,228,850	205,275	1,434,125	4,017
Southeast	396	404	32	26,250	840,000	232,300	1,072,300	2,654
Southern								
Panhandle	438	438	51	26,250	1,338,750	251,850	1,590,600	3,631
Northern								
Panhandle	109	112	12	26,875	322,500	64,400	386,900	3,454
Copper R.	765	772	66	28,750	1,897,500	379,500	2,277,000	2,949
U. Tanana W.	879	911	69	27,813	1,919,097	523,825	2,442,922	2,681
U. Tanana E.	373	373	37	27,813	1,029,081	212,750	1,241,831	3,329
Chugach	50	52	7	28,750	201,250	29,900	231,150	4,445
TOTALS	9,109	9,327	887		28,604,883	5,311,275	33,916,158	1,134,765

INCREASE TO 95% STATE SUPPORT
LESS ADJUSTMENTS

501

*no calculation
base in
75%*

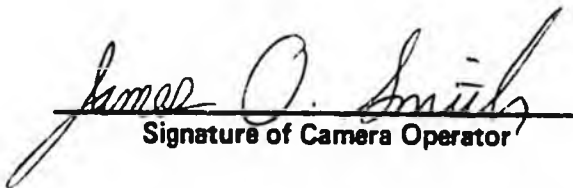
School District	Units	Projected 1976-77 ADM	23,500 Unit Preliminary Computation of Entitlement (93%)	25,000 Unit Preliminary Computation of Entitlement (93% Min)	Increase Between 23,500 & 25,000	Increase Between 93% & 95% level Entitlement	Decrease \$3.00 per ADM Media Charge	Decrease Mini 874 over Prorated FY 76 Entitlement	Increase in FY76 Level of Support	Percent of Increase over FY 76	Increase 25,000 to 26,000 SB 610	Percent Increase over FY 76 (Col. 2)
ANCHORAGE	2058	36,274	45,200,398	48,085,530	2,885,132	961,292	108,822	809,587	2,928,015	6.038	1,923,407	10.73
BRISTOL BAY	27	276	788,198	838,522	50,324	16,082	828	6,451	59,127	7.502	34,101	11.83
CORDOVA	49	577	1,274,739	1,356,105	81,366	15,041	1,671	2,790	91,946	7.213	52,423	11.33
CRAIG	17	151	421,285	448,166	26,881	2,489	453	-	28,917	6.864	17,935	11.12
DILLINGHAM	39	407	1,190,411	1,266,416	76,005	7,453	1,221	8,195	74,042	6.219	48,321	10.28
FAIRBANKS	616	9,670	15,034,455	15,994,230	959,775	325,301	29,010	291,891	964,175	6.413	638,176	10.66
GALENA	16	146	523,824	557,266	33,442	1,284	438	6,800	27,488	5.247	21,237	9.30
HAINES	38	469	910,072	968,142	58,070	15,175	1,407	5,231	66,607	7.319	37,392	11.43
HOONAH	24	255	600,745	639,078	38,333	1,692	765	1,743	37,517	6.245	24,696	10.36
HYDABURG	14	129	351,112	373,515	22,403	782	387	-	22,798	6.493	14,938	10.75
JUNEAU	294	4,482	6,568,442	6,987,703	419,261	103,511	13,446	212,728	296,598	4.516	279,594	8.77
KAKE	21	205	526,688	560,295	33,607	1,166	615	-	34,158	6.485	22,407	10.74
KEHAI	398	5,703	9,350,847	9,947,512	596,665	213,925	17,109	99,215	694,265	7.425	370,140	11.38
KETCHIKAN	188	2,658	4,122,440	4,385,574	263,134	89,836	7,974	37,140	307,856	7.468	175,423	11.72
KING COVE	15	127	462,501	492,129	29,628	1,354	381	-	30,601	6.616	18,210	10.55
KLAWOCK	6	57	149,843	159,404	9,561	527	171	-	9,917	6.618	6,378	10.86
KODIAK	172	2,208	4,166,594	4,432,455	265,861	54,296	6,624	14,124	299,409	7.186	177,332	11.44
MAT SU	241	3,459	5,497,940	5,849,046	351,106	114,857	10,377	67,306	388,280	7.062	234,011	11.32
NEENAH	21	210	651,035	692,605	41,570	2,742	630	2,092	41,590	6.388	26,992	10.53
NOME	70	856	2,151,607	2,288,983	137,376	8,825	2,568	32,955	110,678	5.144	89,810	9.32
NORTH SLOPE	106	1,084	3,253,436	3,461,143	207,707	74,434	3,252	10,985	267,904	8.234	131,652	12.28
PELICAN	6	39	151,505	161,174	9,669	2,326	117	-	11,878	7.840	6,042	11.83
PETERSBURG	48	630	1,123,119	1,194,840	71,721	14,338	1,890	8,021	76,148	6.780	47,808	11.04
SELAWIK	21	197	690,334	734,406	44,072	830	591	-	44,311	6.419	28,938	10.61
SITKA	130	1,790	2,994,122	3,185,330	191,208	53,317	5,370	16,216	222,939	7.446	127,530	11.71
SKAGWAY	21	235	496,310	527,979	31,669	10,399	705	5,056	36,307	7.315	21,126	11.57
ST. MARY'S	15	111	479,199	509,778	30,579	599	333	-	30,845	6.437	19,425	11.23
UNALASKA	15	123	450,981	479,775	28,794	4,954	369	-	33,379	7.401	19,275	10.67
VALDEZ	64	1,181	2,111,193	2,245,950	134,757	48,300	3,543	35,048	144,466	6.843	89,880	11.10
WRANGELL	50	617	1,173,852	1,259,144	85,292	10,788	1,851	1,395	92,834	7.908	50,400	9.94
YAKUTAT	19	190	499,955	531,864	31,909	1,227	570	1,918	30,648	6.130	23,807	10.89
TOTALS		74,496	113,367,182	120,614,059	7,246,877	2,159,142	223,488	1,676,887	7,505,644		4,778,236	

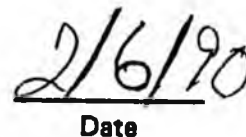


RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.


Signature of Camera Operator


Date

COMMITTEE REPORT

SENATE

5/17/76

5/26/76 Date

Mr. President:

The Committee on Finance has had HB 601
public school foundation program
under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for _____ and that
CS for _____ do pass
- (and) recommends it be referred to the _____
committee
- reports it back without recommendation
- AND attaches a report of its intent
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

<u>Bill Kay</u>	<u>Gene Chance</u>	_____
<u>John R. ...</u>	<u>Kay ...</u>	_____
_____	_____	_____
_____	_____	_____

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends: _____

_____ recommends: _____

_____ recommends: _____

Bill Kay
Chairman

JAN 16 1976

143601

The Honorable Mike Bradner
Speaker of the House
Alaska State Legislature
Juneau, Alaska 99811

Dear Mr. Speaker:

In accordance with AS 24.30.060(b) and the Uniform Rules of the Alaska State Legislature, I am transmitting a bill relating to the public school foundation program (AS 14.17).

This bill represents the second phase in the implementation of my goal to achieve 100 per cent State funding of the public schools. To accomplish this, Section 1 of the bill would increase the minimum level of State support under the foundation program, beginning with Fiscal Year 1977, from 93 per cent, as currently provided, to 95 per cent.

Section 2 of the bill would, in order to assist the school districts in keeping abreast with constantly rising costs, raise the amount of the instructional unit under the foundation program from the \$25,000 level currently established for Fiscal Year 1977 to \$27,500 beginning with Fiscal Year 1978.

Sincerely,

Jay S. Hammond
Governor

Amendment to Section 14.17.056. Base Instructional Unit

- a. The base instructional unit for the fiscal year beginning July 1, 1975 and ending June 30, 1976 is \$23,500.
- b. The base instructional unit for the fiscal year(s) beginning (on or after) July 1, 1976 and ending June 30, 1977 is \$25,000.
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THE LEGISLATURE OF THE STATE OF ALASKA
FISCAL NOTE

Second Session - Ninth Legislature

I. REQUEST

Bill No. _____
 Title: Increase basic support from 93% to 95%
 Requested by: Administration Date: _____
 Return Date Requested: _____
 Agency: Education Program: Foundation Support

II. FISCAL DETAIL

Budget Request Unit(s) Affected: _____

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		2,159.1	2,258.1	2,325.9	2,395.1	2,466.9
TOTAL						

B. FUNDING: (Thousands of dollars)

GENERAL FUND		2,159.1				
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

- Increase basic support from 93% to 95% in FY 77 which results in a 1.79% increase.
- Projections are based on a 3% increase in ADM each year.

IV. ATTACHMENTS

V. DATE: 1/6/76 PREPARED BY: Kenneth C. Grieger

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

Proposed amendment to Chapter 17 Public School Foundation Program

Amend Section 14.17.021 State Aide

(c)(2) K (level of average state support of basic need) = 93 95 percent,

(c)(5) State aide as computed under this section shall constitute at least 93 95 percent of the basic need as defined by the department of each school district.

The cost of this change in FY 77 would be \$2,159,148.

Introduced: 1/16/76
Referred: Health, Education &
Social Services and Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 601

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the public school foundation
7 program; and providing for an effective date."

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

9 * Section 1. AS 14.17.021(c)(2) is amended to read:

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23
24
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JAN 16 1976

14B601

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Speaker of the House
Alaska State Legislature
Juneau, Alaska 99811

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THE LEGISLATURE OF THE STATE OF ALASKA
FISCAL NOTE
 Second Session - Ninth Legislature

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 Requested by: Administration Date: _____
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FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

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V. DATE: 1/6/76 PREPARED BY: Kenneth C. Griener

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

Kenneth C. Griener

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Referred: Health, Education &
Social Services and Finance

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE HOUSE

2 HOUSE BILL NO. 601

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the public school foundation
7 program; and providing for an effective date."

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

9 * Section 1. AS 14.17.021(c)(2) is amended to read:

10 (2) K (minimum level of state support of basic need) = 95

11 [93] per cent;

12 * Sec. 2. AS 14.17.021(c)(5) is amended to read:

13 (5) state aid as computed under this section constitutes at
14 least 95 [93] per cent of the basic need, as defined by the department,
15 of each school district.

16 * Sec. 3. AS 14.17.056 is amended to read:

17 Sec. 14.17.056. BASE INSTRUCTIONAL UNIT. (a) The base instruc-
18 tional unit for the fiscal year beginning July 1, 1976 [1975] and
19 ending June 30, 1977 [1976] is \$25,000 [\$23,500].

20 (b) The base instructional unit for fiscal years beginning on or
21 after July 1, 1977 [1976] is \$27,500 [\$25,000].

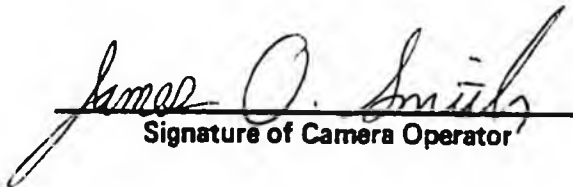
22 * Sec. 4. This Act takes effect July 1, 1976.
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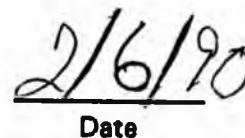


RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.


Signature of Camera Operator


Date

COMMITTEE REPORT

HOUSE

1/27/76

Mr. Speaker:

Date February 24 1976

The Committee on FINANCE has had HB 605

under consideration. A Majority of the members of the Committee

recommends it DO PASS

recommends it DO NOT PASS

recommends it DO PASS WITH ATTACHED AMENDMENT(S)

recommends it BE REPLACED WITH CS FOR HB 605 AND THAT

CS FOR HB 605 DO PASS

"and" recommends it BE REFERRED TO THE _____

COMMITTEE

reports it back WITHOUT RECOMMENDATION

"other"

Members signing the Majority report:

<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	<u>[Signature]</u>	_____
<u>[Signature]</u>	<u>[Signature]</u>	_____

Members NOT concurring in the Majority report:

[Signature] recommends: do not Pass

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

[Signature] Chairman

Original sponsor: McKinnon

IN THE HOUSE

BY THE FINANCE COMMITTEE

CS FOR HOUSE BILL NO. 605

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINTH LEGISLATURE - SECOND SESSION

A BILL

For an Act entitled: "An Act relating to tax exempt obligations."

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

* Section 1. AS 43.20.031(a) is amended by adding a new paragraph to read:

(3) the benefits allowed to taxpayers under Internal Revenue Code section 103, as amended, are allowed only if the obligations were issued by the State of Alaska, a political subdivision of the State of Alaska, a city or borough of the State of Alaska, or public corporations incorporated under the laws of the state.

* Sec. 2. This Act takes effect January 1, 1977.

Introduced: 1/16/76
Referred: Community &
Regional Affairs and Finance

1 IN THE HOUSE

BY MCKINNON

2 HOUSE BILL NO. 605

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to tax exempt obligations."

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

8 * Section 1. AS 43.20.031(a) is amended by adding a new paragraph to read:

9 (3) the benefits allowed to taxpayers under Internal Revenue
10 Code section 103, as amended, are allowed only if the obligations were
11 issued by the State of Alaska, a political subdivision of the State of
12 Alaska or a city or borough of the State of Alaska.

THE LEGISLATURE OF THE STATE OF ALASKA
FISCAL NOTE
 Second Session - Ninth Legislature

I. REQUEST

Bill No. House Bill 605

Title: An Act relating to tax exempt obligations.

Requested by: Jim Rhode, House Finance Committee Date: 1-19-76

Return Date Requested: January 26, 1976

Agency: Revenue Program: Audit

II. FISCAL DETAIL

Budget Request Unit(s) Affected: NONE

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICE						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	none	none	none	none	none	none

B. FUNDING: (Thousands of dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						

C. POSITIONS: None

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

N/A

IV. ATTACHMENTS

See memo attached.

V. DATE: 1-22-76 PREPARED BY: _____

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

MEMORANDUM

State of Alaska

TO: R. D. Stevenson
Assistant to the Commissioner
Administrative Services

DATE: January 23, 1976

FILE NO:

TELEPHONE NO:

FROM: Gary L. Jenkins
Director
Audit Division

SUBJECT: House Bill 605

This bill provides that the interest paid on obligations of the State of Alaska or a political sub-division thereof will be the only municipal interest that will be granted tax exempt status under the Alaska Statutes. The effect on the Treasury, as a result of this proposed legislation, would be minimal. It is anticipated that we would receive an additional \$50,000 in revenue with no related increase in costs.

The major benefit of this kind of legislation would be to encourage Alaskan's to invest in Alaska bonds. Also, please note that the proposed bill does not provide an effective date, which is very necessary. I would suggest an effective date of January 1, 1976.

This same provision is also included in Senate Bill 510, which is being proposed by the Governor to make this and several other minor changes in the Alaska law.

GLJ/bjm