

LEG. FINANCE - BILLS 1975 - 1976 557

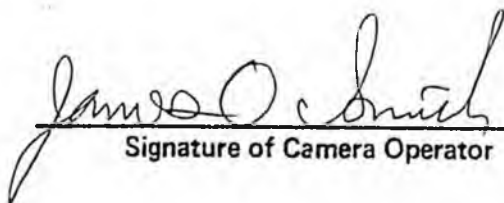
CSSB 380 thru SB 388 am




# 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

5/12/75

COMMITTEE REPORT

HOUSE

Mr. Speaker:

Date May 22, 1975

The Committee on FINANCE has had CSSE 380

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)

(X) recommends it BE REPLACED WITH CS FOR CSSE 380 AND THAT  
CS FOR CS 330 DO PASS

( ) "and" recommends it BE REFERRED TO THE \_\_\_\_\_  
COMMITTEE

( ) reports it back WITHOUT RECOMMENDATION

( ) "other"

Members signing the Majority report:

J. Burkholder J. Malone  
\_\_\_\_\_  
W. ... \_\_\_\_\_  
E. ... \_\_\_\_\_  
H. ... \_\_\_\_\_

Members NOT concurring in the Majority report:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

J. Malone Chairman

Original sponsor: Croft, Miller,  
Hohman and Chance

Offered: 5/8/75  
Referred: Rules

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2

CS FOR SENATE BILL NO. 380

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

NINTH LEGISLATURE - FIRST SESSION

5

A BILL

6

For an Act entitled: "An Act relating to teacher retirement fractional  
7 credit."

8

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

9

\* Section 1. AS 14.25.220(16) is amended to read:

10

(16) "year of service" means membership service during the

11

dates set for a school term under AS 14.03.030; fractional credit shall

12

be given for membership service [AFTER JULY 1, 1967,] during any school

13

year as follows: (A) less than nine days, no credit; (B) nine days or

14

more but less than 27 days, 0.1 years; (C) 27 days or more but less than

15

45 days, 0.2 years; (D) 45 days or more but less than 63 days, 0.3 years;

16

(E) 63 days or more but less than 81 days, 0.4 years; (F) 81 days or more

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but less than 100 days, 0.5 years; (G) 100 days or more but less than

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118 days, 0.6 years; (H) 118 days or more but less than 136 days, 0.7

19

years; (I) 136 days or more but less than 154 days, 0.8 years; (J) 154

20

days or more but less than 172 days, 0.9 years; (K) 172 days or more,

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1.0 years; if service is performed on a part-time basis, one-half credit

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shall be given for each day of service;

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#

Introduced: 4/18/75  
Referred: Health, Education  
and Social Services and  
Finance

BY CROFT, CHANCE,  
HOHMAN AND MILLER

1 IN THE SENATE

2 SENATE BILL NO. 380

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to teacher retirement fractional credit  
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21 1.0 years; if service is performed on a part-time basis, one-half credit  
22 shall be given for each day of service;

23 \* Sec. 2. AS 39.30.090 is amended to read:

24 Sec. 39.30.090. PROCUREMENT OF GROUP INSURANCE. The Department of  
25 Administration may obtain a policy or policies of group insurance cover-  
26 ing state employees and employees of other participating governmental  
27 units subject to the following conditions:

28 (1) A group insurance policy shall provide one or more of the  
29 following benefits: life insurance, accidental death and dismemberment

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obtain full participation in the group insurance program by payment of  
an amount equal to 50 per cent of the premium which is or would be  
charged a state employee for similar coverage.

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# CORRECTION

THIS DOCUMENT  
HAS BEEN REPHOTOGRAPHED  
TO ASSURE LEGIBILITY

Introduced: 4/18/75  
Referred: Health, Education  
and Social Services and  
Finance

BY CROFT, CHANCE,  
HOHMAN AND MILLER

1 IN THE SENATE

2 SENATE BILL NO. 380

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

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24 Sec. 39.30.090. PROCUREMENT OF GROUP INSURANCE. The Department of  
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26 ing state employees and employees of other participating governmental  
27 units subject to the following conditions:

28 (1) A group insurance policy shall provide one or more of the  
29 following benefits: life insurance, accidental death and dismemberment

1 insurance, weekly indemnity insurance, hospital expense insurance,  
2 surgical expense insurance, dental expense insurance, audio-visual  
3 insurance, or other medical care insurance.

4 (2) Each eligible employee of the state, his spouse and his  
5 unmarried children chiefly dependent on him for support and each eligible  
6 employee of another participating governmental unit shall be covered by  
7 the group policy, unless exempt under regulations adopted by the  
8 commissioner of administration.

9 (4) Repealed by sec. 14 ch. 47 SLA 1974.

10 (5) Repealed by sec. 14 ch. 47 SLA 1974.

11 (9) A person receiving benefits under [AS 14.25.110,] AS 22.25  
12 or AS 39.35 who is not 65 years of age may obtain major medical and life  
13 insurance under this section for himself and any dependents who have  
14 not reached the age of 65 years.

15 (10) A person receiving benefits under [AS 14.25.110,] AS 22.25  
16 or AS 39.35 who is 65 years of age or older but who has dependents who  
17 are under 65 may obtain major medical insurance for these dependents  
18 under this section.

19 (11) A person receiving benefits under [AS 14.25.110,] AS 22.25  
20 or AS 39.35 may obtain major medical and prescription drug insurance  
21 under this section for himself and any dependents to cover costs which  
22 are not covered by the federal old age survivor's and disability insurance  
23 program.

24 (12) A person electing to have insurance under (9), (10) or  
25 (11) of this section shall pay the cost of this insurance.

26 (13) No person may elect for coverage under (9), (10) or (11)  
27 of this section unless he was or is presently eligible for coverage  
28 under this section.

29 (14) A retired teacher who is 55 years of age or older may

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obtain full participation in the group insurance program by payment of  
an amount equal to 50 per cent of the premium which is or would be  
charged a state employee for similar coverage.

#



# RECORDS CERTIFICATION



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James O. Smith  
Signature of Camera Operator

1/31/90  
Date

COMMITTEE REPORT

SENATE

5/3/75

Mr. President:

Date 5/7/75

The Committee on FINANCE has had SB 380 relating to teacher retirement fractional credit and medical coverage 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)
- (X) recommends it BE REPLACED WITH CS FOR SB 380 AND THAT CS FOR SB 380 DO PASS
- ( ) "and" recommends it BE REFERRED TO THE \_\_\_\_\_ COMMITTEE
- ( ) reports it back WITHOUT RECOMMENDATION
- ( ) "other"

Members signing the Majority report:

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Members NOT concurring in the Majority report:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ Chairman

COMMITTEE REPORT

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Members signing the Majority report:

<u>Neil Kay</u>	_____	_____
<u>John D. ...</u>	<u>...</u>	_____
<u>...</u>	_____	_____
<u>...</u>	_____	_____

Members NOT concurring in the Majority report:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

Neil Kay Chairman

Original sponsor: Croft, Miller,  
Hohman and Chance

Offered: 5/24/75  
Referred: Rules

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 HOUSE CS FOR CS FOR SENATE BILL NO. 380 am H

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to teacher retirement fractional  
7 credit and retirement credit for military service;  
8 and providing for an effective date."

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

10 \* Section 1. AS 14.25.220(16) is amended to read:

11 (16) "year of service" means membership service during the  
12 dates set for a school term under AS 14.03.030; fractional credit shall  
13 be given for membership service [AFTER JULY 1, 1967,] during any school  
14 year as follows: (A) less than nine days, no credit; (B) nine days or  
15 more but less than 27 days, 0.1 years; (C) 27 days or more but less than  
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21 days or more but less than 172 days, 0.9 years; (K) 172 days or more,  
22 1.0 years; if service is performed on a part-time basis, one-half credit  
23 shall be given for each day of service;

24 \* Sec. 2. AS 14.25.100(a) is repealed and re-enacted to read:

25 (a) A teacher who served as an active member of the armed forces of  
26 the United States after December 31, 1939, may receive creditable service  
27 under this retirement system up to a maximum of five years. Each 12  
28 months of military service equals one school year, and lesser military  
29 periods will be determined for credit purposes in a proportionate ratio

1 to a year. To receive creditable service under this section, the teacher  
2 must have received a discharge other than dishonorable. Credit for  
3 service in the armed forces shall be granted only if the teacher makes  
4 contributions for the service in the same manner as required for outside  
5 service under sec. 60 of this chapter. The military service credited  
6 under this section shall be included in the 10 year limitation of outside  
7 service as specified in sec. 60 of this chapter, except, if entry into  
8 the armed forces is immediately preceded by Alaska membership service  
9 and, following discharge, is continued by Alaska membership service  
10 within one year thereafter or military service time which was acquired  
11 prior to Alaska statehood, service may not be counted for purposes of  
12 determining the applicability of the 10 year limitation on outside  
13 service.

14 \* Sec. 3. AS 14.25.220(6) is amended to read:

15 (6) "military service" means active duty service in the armed  
16 forces of the United States on or after January 1, 1940;

17 \* Sec. 4. AS 14.2' 100(c) and (d) are repealed.

18 \* Sec. 5. This Act takes effect July 1, 1975.  
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Original sponsor: Croft, Miller,  
Hohman and Chance

Offered: 5/24/75  
Referred: Rules

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BY THE FINANCE COMMITTEE

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DEPARTMENT OF EDUCATION  
AGENCY COMMENTS  
on

SB 380 "An Act Relating to Teacher Retirement Fractional Credit  
and Medical Coverage."

Comments: This bill removes the prior cut-off date of "after July 1, 1967" in respect to counting of fractional years of membership service. At the present time only fractional years after July 1, 1967 may be counted.

In addition, the bill provides for the state to pay 50% of the health insurance premium. It is our understanding the retiree picks up the entire premium cost under the present arrangement.

Special Problems: Since the Department of Education does not administer Teacher's Retirement, we do not know what special problems might arise. The proposed amendments would certainly cost more but we would have no way of computing the additional cost.

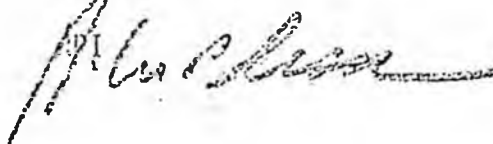
The fractional year amendment would be applicable only for those who had membership service prior to July 1, 1967. Eventually, removing the July 1, 1967 cut-off date will have no effect.

The health provision could require a substantial increase in funding since it could apply to a fairly large group of retirees, especially from now on, since it can be expected that more persons will be retiring at an earlier age.

AGENCY RECOMMENDATIONS

The Department concurs in the amendments and recommends passage.

Prepared by

A handwritten signature in dark ink, appearing to be "R. L. ...", written over a horizontal line.

# STATE OF ALASKA

## DEPARTMENT OF ADMINISTRATION

*DIVISION OF ADMINISTRATIVE SERVICES  
PUBLIC EMPLOYEES' RETIREMENT & TEACHERS' RETIREMENT SYSTEMS,  
HEALTH INSURANCE PROGRAM, GOVERNMENT SOCIAL SECURITY PROGRAM*

JAY S. HAMMOND, Governor

POUCH CR - JUNEAU 99801

April 30, 1975

The Honorable George Hohman, Chairman  
Senate HESS Committee  
Pouch V  
State Capitol  
Juneau, Alaska 99811

Dear Senator Hohman:

I have reviewed the language contained in Senate Bill #380 per your request. Enclosed you will find our suggested amendments to Section 1 of this bill along with the reasons for our recommendations. The additional language which we are recommending would, in our judgement correct several deficiencies which exist in the current law as well as recognize fractional service which is intended in the bill as drafted. There would be no fiscal impact for Section 1 in its original form or by using the suggested amendments.

I can foresee numerous difficulties in providing group insurance as required under Section 2 of Senate Bill #380. In my judgement the approach followed under House Bill #363 is a more desirable way to provide group insurance coverage to retired persons. Regardless of the approach taken, I would recommend that the subject of granting fractional credit to a teacher be handled in a separate bill from the procurement of group insurance for teachers. My reason for this recommendation is the fact that two separate chapters are involved and there will be a substantial cost impact involved in making group insurance available; whereas, the granting of fractional service credit will have no fiscal impact.

The following reasons are given to support my recommendation that the approach used in House Bill #363 might be considered.

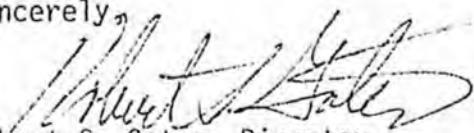
1. Group Insurance would be provided to both retired teachers and retired public employees and survivors who are eligible for a retirement benefit.
2. There would be no age restrictions on those who would receive major medical benefits which is important because disabled persons have a difficult time obtaining major medical insurance and they are frequently younger than age 55.

April 30, 1975

3. The cost of such insurance would be prefunded like any other retirement benefit and would be available to all persons receiving benefits rather than only those who can afford the coverage. This is extremely valuable coverage to any retired person and would have the effect of giving them a tax free increase in benefits.
4. This approach would be substantially less expensive and complicated to administer since we would have a large enough group to obtain lower overall insurance rates and could remit premiums to the carrier based on head count rather than getting involved with payroll deductions from only those enrolled for such coverage. This also greatly reduces the adverse selection which can occur when you have optional participation in a group insurance plan.
5. It would avoid having our present group insurance plan adversely effected by including retired persons. As you probably know there are many employers who participate in the retirement system but do not necessarily participate in the States Group Insurance program. Also the employee makes partial contributions for group insurance with a number of political subdivision. To allow retired persons to participate under our present State Group Insurance Plan and not receive premiums for the active employees with the same employer could have a rather drastic impact on the overall experience of the current group insurance plan. I do not feel this is desirable and could cause a number of political subdivisions to withdraw their participation.
6. Coverage would be restricted to major medical insurance coverage only and would not provide audio, dental or visual coverage. Audio, dental and vision insurance coverage is rarely made available to retired persons due to the absorbent costs which are involved. It is in the area of major medical coverage where most of the serious financial hardships arise and I feel that it is of primary importance to provide coverage in that area.

I appreciate having the opportunity to provide you with our comments on this bill and would enjoy hearing from you if you have any further questions.

Sincerely,



Robert S. Gates, Director  
Division of Retirement & Benefits

RSG/jb  
Enclosures

Suggested Amendment to SB 380

\* Section 1. AS 14.25.220(16) is amended to read:

(16) "year of service" means membership service during the dates set for a school term under AS 14.03.030; fractional credit shall be given for membership service before July 1, 1969, during any school year as follows: (A) less than 20 days, no credit; (B) 20 days or more but less than 35 days, 0.2 years; (C) 35 days or more but less than 49 days, 0.3 years; (D) 49 days or more but less than 63 days, 0.4 years; (E) 63 days or more but less than 77 days, 0.5 years; (F) 77 days or more but less than 91 days, 0.6 years; (G) 91 days or more but less than 105 days, 0.7 years; (H) 105 days or more but less than 119 days, 0.8 years; (I) 119 days or more but less than 133 days, 0.9 years; (J) 133 days or more, 1.0 years; fractional credit shall be given for membership service after July 1, [1967] 1969, during any school year as follows: (A) less than nine days, no credit; (B) nine days or more but less than 27 days, 0.1 years; (C) 27 days or more but less than 45 days, 0.2 years; (D) 45 days or more but less than 63 days, 0.3 years; (E) 63 days or more but less than 81 days, 0.4 years; (F) 81 days or more but less than 100 days 0.5 years; (G) 100 days or more but less than 118 days, 0.6 years; (H) 118 days or more but less than 136 days, 0.7 years; (I) 136 days or more but less than 154 days, 0.8 years; (J) 154 days or more but less than 172 days, 0.9 years; (K) 172 days or more, 1.0 years; if service is performed on a part-time basis, one-half credit shall be given for each day of service;

REASONS:

1. Effective July 1, 1960 the school year was established as 140 days with no credit given for less than 20 days of service.
2. Effective July 1, 1969 the school year was changed to 180 days with no restriction on minimum number of days required.
3. SB 380 as written would require all school years to be at least 172 days. This would be in conflict with the statutes before July 1, 1969 when the established school year was only 140 days.
4. Due to a typographical error when this section was amended in 1973 the year 1967 was inserted rather than 1969. By changing back to 1969 we will bring the Statutes into conformity with the Statutes prior to 1973.

# STATE OF ALASKA

## DEPARTMENT OF ADMINISTRATION

DIVISION OF ADMINISTRATIVE SERVICES  
PUBLIC EMPLOYEES' RETIREMENT & TEACHERS' RETIREMENT SYSTEMS,  
HEALTH INSURANCE PROGRAM, GOVERNMENT SOCIAL SECURITY PROGRAM

JAY S. HAMMOND Governor

POUCH CR - JUNEAU 99801

May 7, 1975

The Honorable Bill Ray  
Senate Finance Committee  
Pouch V  
State Capitol  
Juneau, Alaska 99801

Dear Senator Ray:

I have received a request from one of your staff members to provide a fiscal note for Senate Bill #380.

Apparently consideration is being given to amending this bill so only Section I pertaining to fractional service credit remains. If this amendment is made removing reference to the procurement of group insurance there will be no fiscal impact as a result of enacting Senate Bill #380. If Section II pertaining to the procurement of group insurance for retired teachers remains in the bill there will be substantial cost implications. Enclosed is a copy of a letter sent to Senator Hohman concerning our position on the group insurance portion of this bill.

I trust this provides you with the information you need and if I can be of any further assistance please advise.

Sincerely,

  
Robert S. Gates, Director  
Division of Retirement & Benefits

RSG/jb  
Enclosure

April 30, 1975

The Honorable George Hohman, Chairman  
Senate HESS Committee  
Pouch V  
State Capitol  
Juneau, Alaska 99811

Dear Senator Hohman:

I have reviewed the language contained in Senate Bill #360 per your request. Enclosed you will find our suggested amendments to Section 1 of this bill along with the reasons for our recommendations. The additional language which we are recommending would, in our judgement correct several deficiencies which exist in the current law as well as recognize fractional service which is intended in the bill as drafted. There would be no fiscal impact for Section 1 in its original form or by using the suggested amendments.

I can foresee numerous difficulties in providing group insurance as required under Section 2 of Senate Bill #360. In my judgement the approach followed under House Bill #363 is a more desirable way to provide group insurance coverage to retired persons. Regardless of the approach taken, I would recommend that the subject of granting fractional credit to a teacher be handled in a separate bill from the procurement of group insurance for teachers. My reason for this recommendation is the fact that two separate chapters are involved and there will be a substantial cost impact involved in making group insurance available; whereas, the granting of fractional service credit will have no fiscal impact.

The following reasons are given to support my recommendation that the approach used in House Bill #363 might be considered.


1. Group Insurance would be provided to both retired teachers and retired public employees and survivors who are eligible for a retirement benefit.
2. There would be no age restrictions on those who would receive major medical benefits which is important because disabled persons have a difficult time obtaining major medical insurance and they are frequently younger than age 55.

April 30, 1975

3. The cost of such insurance would be prefunded like any other retirement benefit and would be available to all persons receiving benefits rather than only those who can afford the coverage. This is extremely valuable coverage to any retired person and would have the effect of giving them a tax free increase in benefits.
4. This approach would be substantially less expensive and complicated to administer since we would have a large enough group to obtain lower overall insurance rates and could remit premiums to the carrier based on head count rather than getting involved with payroll deductions from only those enrolled for such coverage. This also greatly reduces the adverse selection which can occur when you have optional participation in a group insurance plan.
5. It would avoid having our present group insurance plan adversely effected by including retired persons. As you probably know there are many employers who participate in the retirement system but do not necessarily participate in the States Group Insurance program. Also the employee makes partial contributions for group insurance with a number of political subdivisions. To allow retired persons to participate under our present State Group Insurance Plan and not receive premiums for the active employees with the same employer could have a rather drastic impact on the overall experience of the current group insurance plan. I do not feel this is desirable and could cause a number of political subdivisions to withdraw their participation.
6. Coverage would be restricted to major medical insurance coverage only and would not provide audio, dental or visual coverage. Audio, dental and vision insurance coverage is rarely made available to retired persons due to the absorbent costs which are involved. It is in the area of major medical coverage where most of the serious financial hardships arise and I feel that it is of primary importance to provide coverage in that area.

I appreciate having the opportunity to provide you with our comments on this bill and would enjoy hearing from you if you have any further questions.

Sincerely,



Robert S. Gates, Director  
Division of Retirement & Benefits

RSG/jb  
Enclosures

Introduced: 4/18/75  
Referred: Health, Education  
and Social Services and  
Finance

BY CROFT, CHANCE,  
HOHMAN AND MILLER

1 IN THE SENATE

2 SENATE BILL NO. 380

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to teacher retirement fractional credit  
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8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 \* Section 1. AS 14.25.220(16) is amended to read:

10 (16) "year of service" means membership service during the  
11 dates set for a school term under AS 14.03.030; fractional credit shall  
12 be given for membership service [AFTER JULY 1, 1967,] during any school  
13 year as follows: (A) less than nine days, no credit; (B) nine days or  
14 more but less than 27 days, 0.1 years; (C) 27 days or more but less than  
15 45 days, 0.2 years; (D) 45 days or more but less than 63 days, 0.3 years;  
16 (E) 63 days or more but less than 81 days, 0.4 years; (F) 81 days or more  
17 but less than 100 days, 0.5 years; (G) 100 days or more but less than  
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19 years; (I) 136 days or more but less than 154 days, 0.8 years; (J) 154  
20 days or more but less than 172 days, 0.9 years; (K) 172 days or more,  
21 1.0 years; if service is performed on a part-time basis, one-half credit  
22 shall be given for each day of service;

23 \* Sec. 2. AS 39.30.090 is amended to read:

24 Sec. 39.30.090. PROCUREMENT OF GROUP INSURANCE. The Department of  
25 Administration may obtain a policy or policies of group insurance cover-  
26 ing state employees and employees of other participating governmental  
27 units subject to the following conditions:

28 (1) A group insurance policy shall provide one or more of the  
29 following benefits: life insurance, accidental death and dismemberment

1 insurance, weekly indemnity insurance, hospital expense insurance,  
2 surgical expense insurance, dental expense insurance, audio-visual  
3 insurance, or other medical care insurance.

4 (2) Each eligible employee of the state, his spouse and his  
5 unmarried children chiefly dependent on him for support and each eligible  
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11 (9) A person receiving benefits under [AS 14.25.110,] AS 22.25  
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Introduced: 4/18/75  
Referred: Health, Education  
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BY CROFT, CHANCE,  
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# CORRECTION

THIS DOCUMENT  
HAS BEEN REPHOTOGRAPHED  
TO ASSURE LEGIBILITY

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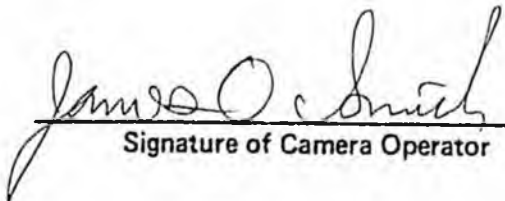
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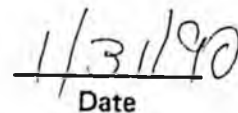


# RECORDS CERTIFICATION



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

SENATE

5/2/75

Mr. President:

Date \_\_\_\_\_

The Committee on FINANCE has had SB 381 special appropriation for a sewer project for Girdwood-Alyeska 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:

\_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

Members NOT concurring in the Majority report:

\_\_\_\_\_ recommends:  
 \_\_\_\_\_ recommends:  
 \_\_\_\_\_ recommends:  
 \_\_\_\_\_ recommends:  
 \_\_\_\_\_ recommends:

\_\_\_\_\_ Chairman

# COMMITTEE REPORT

4/18/75

SENATE

Mr. President:

Date May 2 1975

The Committee on C&R AFFAIRS has had SB 381 special appropriation for a sewer project for Girdwood-Alyeska 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:

James McWhitt \_\_\_\_\_

William \_\_\_\_\_

Brad Bradley \_\_\_\_\_

\_\_\_\_\_

Members NOT concurring in the Majority report:

- \_\_\_\_\_ recommends:
- \_\_\_\_\_ recommends:
- \_\_\_\_\_ recommends:
- \_\_\_\_\_ recommends:
- \_\_\_\_\_ recommends:

Alvin Jolley Chairman

Introduced: 4/13/75  
Referred: Community and  
Regional Affairs and  
Finance

1 IN THE SENATE

BY COLLETTA AND RADWIN

2 SENATE BILL NO. 381

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a special appropriation to the Greater  
7 Anchorage Area Borough for the construction of the  
8 Girdwood-Alyeska sewerage project; and providing for  
9 an effective date."

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

11 \* Section 1. The sum of \$1,600,000 is appropriated from the general fund  
12 to the Greater Anchorage Area Borough for the construction of the Girdwood-  
13 Alyeska sewerage project.

14 \* Sec. 2. This Act takes effect July 1, 1975.  
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ALASKA STATE LEGISLATURE

NINTH. Legislature FIRST. Session

SENATE BILL..... NO. 381..

By COLLETTA AND RADER.....

"An Act making a special appropriation to the Greater Anchorage Area Borough for the construction of the Girdwood-Alyeska sewerage project; and providing for an effective date."

Spec. approp. sewerage project Girdwood-Alyeska

Introduced in the Senate 4/13...., 1975.

HISTORY IN THE SENATE

19	75	Read first time and referred to Committee on
4	10	Community and Regional Affairs and Finance
		Reported back with recommendation that
5	2	<i>Cred to Finance</i>
		Read second time and
		Read third time and
		PASS Effective Date
		Yeas Yeas
		Nays Nays
		Absent Absent
		Excused Excused
		Reconsideration
		PASS Effective Date
		Yeas Yeas
		Nays Nays
		Absent Absent
		Excused Excused
		Reported correctly engrossed
		Signed by President
		Sent to House
SECRETARY OF THE SENATE		

HISTORY IN THE HOUSE

19		Read first time and referred to Committee on
		Reported back with recommendation that
		Read second time and
		Read third time and
		PASS Effective Date
		Yeas Yeas
		Nays Nays
		Absent Absent
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		PASS Effective Date
		Yeas Yeas
		Nays Nays
		Absent Absent
		Excused Excused
		Reported correctly engrossed
		Signed by Speaker
		Returned to Senate
CHIEF CLERK OF THE HOUSE		

HISTORY IN THE SENATE

19		Received from House
		Reported correctly enrolled
		Sent to Governor
		..... By Governor
		Filed with Lt. Governor
		Chapter No. ....

THE LEGISLATURE OF THE STATE OF ALASKA  
FISCAL NOTE

Second Session - Ninth Legislature

I. REQUEST

Bill No. SB 381  
 Title: Appropriating \$1,600,000 to Municipality of Anchorage for Sewer Project  
 Requested by: Senate Finance Date: December 8, 1975  
 Return Date Requested: 1/1/76  
 Agency: Community & Regional Affairs Program: Development

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Local Government Assistance

A. EXPENDITURES: (Thousands of dollars)

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

B. FUNDING: (Thousands of dollars)

GENERAL FUND		-0-				
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

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

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

IV. ATTACHMENTS

V. DATE: 12-31-75 PREPARED BY: Palmer McCarter

Palmer McCarter, Director  
Local Government Assistance Division

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

Introduced: 4/18/75  
Referred: Community and  
Regional Affairs and  
Finance

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Finance

1 IN THE SENATE

BY COLLETTA AND RADER

2 SENATE BILL NO. 381

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a special appropriation to the Greater  
7 Anchorage Area Borough for the construction of the  
8 Girdwood-Alyeska sewerage project; and providing for  
9 an effective date."

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

11 \* Section 1. The sum of \$1,600,000 is appropriated from the general fund  
12 to the Greater Anchorage Area Borough for the construction of the Girdwood-  
13 Alyeska sewerage project.

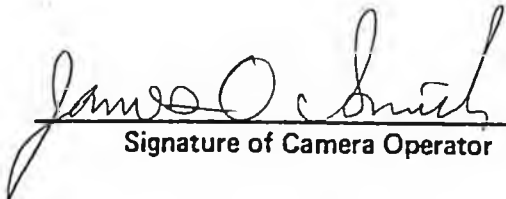
14 \* Sec. 2. This Act takes effect July 1, 1975.  
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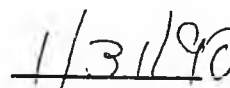


# RECORDS CERTIFICATION



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

SENATE

4/30/75

Mr. President:

Date \_\_\_\_\_

The Committee on FINANCE has had SB 382 relating to state adi to local governments 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:

\_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

Members NOT concurring in the Majority report:

\_\_\_\_\_ recommends:  
 \_\_\_\_\_ recommends:  
 \_\_\_\_\_ recommends:  
 \_\_\_\_\_ recommends:  
 \_\_\_\_\_ recommends:

\_\_\_\_\_ Chairman

COMMITTEE REPORT

4/21/75

SENATE

Mr. President:

Date April 29 1974

The Committee on C&R AFFAIRS has had SB 382 relating to state aid to local governments 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:

Edward C. Wells  
Brad Bradley  
\_\_\_\_\_  
\_\_\_\_\_

Members NOT concurring in the Majority report:

\_\_\_\_\_ recommends:  
\_\_\_\_\_ recommends:  
\_\_\_\_\_ recommends:  
\_\_\_\_\_ recommends:  
\_\_\_\_\_ recommends:

Robert J. Foley Chairman

382

Introduced: 4/21/75  
Referred: Community and  
Regional Affairs and  
Finance

BY THE COMMUNITY AND  
REGIONAL AFFAIRS COMMITTEE

1 IN THE SENATE

2 SENATE BILL NO. 382

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to local governments  
7 payable under AS 43.18.010(k); and providing for an  
8 effective date."

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

10 \* Section 1. AS 43.18.010(k) is amended to read:

11 (k) A city or borough may not receive state shared revenue based  
12 on the population residing on that portion of a military reservation  
13 annexed to a city or borough after January 1, 1973, except as provided  
14 in this subsection. If a military reservation is located within a city  
15 or borough, the city or borough is limited in its entitlement to state  
16 shared revenue, based on the population residing on the reservation, as  
17 follows: 50 per cent of the amount paid per capita for police protection  
18 under (a)(1) of this section; 25 per cent of the amount paid per capita  
19 for parks and recreation under (a)(5) of this section; [AND] 50 per cent  
20 of the amount paid per capita for transportation facilities or services  
21 under (a)(6) of this section; and 50 per cent of the amount paid per  
22 capita for air or water pollution control under (a)(3) of this section.

23 \* Sec. 2. This Act takes effect July 1, 1975.  
24  
25  
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# COMMITTEE COPY

SB 382

ALASKA STATE LEGISLATURE

NINTH Legislature FIRST Session

SENATE BILL NO. 382  
By THE COMMUNITY AND REGIONAL AFFAIRS COMMITTEE

"An Act relating to state aid to local governments payable under AS 43.18.010(k); and providing for an effective date."

state aid to local governments

Introduced in the Senate 4/21, 1975

HISTORY IN THE SENATE

19 75

4 21

4 30

Read first time and referred to Committee on Community and Regional Affairs and Finance

Reported back with recommendation that *Cre*  
*by Finance*

Read second time and

Read third time and

PASS Effective Date  
Yeas Yeas  
Nays Nays  
Absent Absent  
Excused Excused

Reconsideration

PASS Effective Date  
Yeas Yeas  
Nays Nays  
Absent Absent  
Excused Excused

Reported correctly engrossed  
Signed by President  
Sent to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Read first time and referred to Committee on

Reported back with recommendation that

Read second time and

Read third time and

PASS Effective Date  
Yeas Yeas  
Nays Nays  
Absent Absent  
Excused Excused

Reconsideration

PASS Effective Date  
Yeas Yeas  
Nays Nays  
Absent Absent  
Excused Excused

Reported correctly engrossed  
Signed by Speaker  
Returned to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19

Received from House

Reported correctly enrolled

Sent to Governor

..... By Governor

Filed with Lt. Governor

Chapter No. ....

THE LEGISLATURE OF THE STATE OF ALASKA  
FISCAL NOTE

Second Session - Ninth Legislature

I. REQUEST

Bill No. SB 382

Title: State Aid to Local Governments payable under AS 43.18.010 (K)

Requested by: Senate Finance Date: 12/8/75

Return Date Requested: 1/1/76

Agency: Community & Regional Affairs Program: Development

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Municipal Services Revenue Sharing

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.		26.6				
TOTAL		26.6				

B. FUNDING: (Thousands of dollars)

GENERAL FUND		26.6				
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

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

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

Under air-water pollution control the municipality of Anchorage and the Fairbanks North Star Borough qualify and have been receiving funds. The latest military figures are as follows:

Municipality of Anchorage      17,892  
Fairbanks North Star Borough      6,412

and if Kodiak annexes the Coast Guard support center, 2,300 population would be added.

The latest available figures we have received and used for FY 76 state revenue sharing are as follows:

Municipality of Anchorage      17,892  
Fairbanks North Star Borough      6,412  
Coast Guard Support Center Kodiak      2,300

IV. ATTACHMENTS (the 2,300 figure included 280 civilians)

26,604

26.6 funding by using share figures

V. DATE: 12-31-75 PREPARED BY: Palmer McCarter

Palmer McCarter, Director  
Local Government Assistance Division

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

The Legislature of the State of Alaska  
FISCAL NOTE

First Session - Ninth Legislature

I. REQUEST

Bill No. Senate Bill 382  
 Title: Relating to state aid to local governments payable under AS. 43.18.010(K)  
 Requested by: Senate Finance Date: \_\_\_\_\_  
 Return Date Requested: \_\_\_\_\_  
 Agency: Community & Regional Affairs Program: Development

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Municipal Services Revenue Sharing  
 A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 75	FY 76	FY 77	FY 78	FY 79	FY 80
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		35.5	35.5	35.5	35.5	35.5
TOTAL						

B. FUNDING: (Thousands of dollars)

GENERAL FUND		35.5	35.5	35.5	35.5	35.5
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

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

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

Attached

IV. ATTACHMENTS

V. DATE: 5/1/75

PREPARED BY: David Jensen

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

David Jensen  
 Local Government Specialist  
 Local Government Assistance Division

### III ANALYSIS

A decision to increase or decrease military personnel is tied to defense needs, no reliable information can be gathered to substantiate projected needs, hence the assumption is made that military persons on reservations will remain static over the next five years.

At this time the Greater Anchorage Area Borough has 23,339 persons living on military reserve. The Fairbanks North Star Borough has 7,833 persons living on military reserve. Both municipalities did receive state revenue sharing entitlements under the category air and water pollution control. It is expected that the municipalities will continue to receive entitlements under the category, and that the number of persons residing on military reserves within the municipalities will not increase.

The full entitlement for air and water pollution control of \$2 per capita at 50% would entitle the GAAB to approximately \$24,000 and the FNSB to approximately \$9,000 for FY 76.

It is possible the City of Kodiak may annex the military reserve adjacent to the municipality. If such annexation occurs the City of Kodiak would be entitled to approximately \$2,500 under the proposal. The funding projection includes this possibility.

The Legislature of the State of Alaska  
FISCAL NOTE

First Session - Ninth Legislature

I. REQUEST

Bill No. Senate Bill 382

Title: Relating to state aid to local governments payable under AS. 43.18.010(K)

Requested by: Senate Finance

Date: \_\_\_\_\_

Return Date Requested: \_\_\_\_\_

Agency: Community & Regional Affairs

Program: Development

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Municipal Services Revenue Sharing

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 75	FY 76	FY 77	FY 78	FY 79	FY 80
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		35.5	35.5	35.5	35.5	35.5
TOTAL						

B. FUNDING: (Thousands of dollars)

GENERAL FUND		35.5	35.5	35.5	35.5	35.5
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

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

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

Attached

IV. ATTACHMENTS

V. DATE: 5/1/75

PREPARED BY: David Jensen

David Jensen  
Local Government Specialist  
Local Government Assistance Division

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

### III ANALYSIS

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It is possible the City of Kodiak may annex the military reserve adjacent to the municipality. If such annexation occurs the City of Kodiak would be entitled to approximately \$2,500 under the proposal. The funding projection includes this possibility.

Introduced: 4/21/75  
Referred: Community and  
Regional Affairs and  
Finance

1 IN THE SENATE

BY THE COMMUNITY AND  
REGIONAL AFFAIRS COMMITTEE

2 SENATE BILL NO. 382

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to local governments  
7 payable under AS 43.18.010(k); and providing for an  
8 effective date."

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

10 \* Section 1. AS 43.18.010(k) is amended to read:

11 (k) A city or borough may not receive state shared revenue based  
12 on the population residing on that portion of a military reservation  
13 annexed to a city or borough after January 1, 1973, except as provided  
14 in this subsection. If a military reservation is located within a city  
15 or borough, the city or borough is limited in its entitlement to state  
16 shared revenue, based on the population residing on the reservation, as  
17 follows: 50 per cent of the amount paid per capita for police protection  
18 under (a)(1) of this section; 25 per cent of the amount paid per capita  
19 for parks and recreation under (a)(5) of this section; [AND] 50 per cent  
20 of the amount paid per capita for transportation facilities or services  
21 under (a)(6) of this section; and 50 per cent of the amount paid per  
22 capita for air or water pollution control under (a)(3) of this section.

23 \* Sec. 2. This Act takes effect July 1, 1975.  
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28  
29

Introduced: 4/21/75  
Referred: Community and  
Regional Affairs and  
Finance

1 IN THE SENATE

BY THE COMMUNITY AND  
REGIONAL AFFAIRS COMMITTEE

2 SENATE BILL NO. 382

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

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18 under (a)(1) of this section; 25 per cent of the amount paid per capita  
19 for parks and recreation under (a)(5) of this section; [AND] 50 per cent  
20 of the amount paid per capita for transportation facilities or services  
21 under (a)(6) of this section; and 50 per cent of the amount paid per  
22 capita for air or water pollution control under (a)(3) of this section.

23 \* Sec. 2. This Act takes effect July 1, 1975.  
24  
25  
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29

Introduced: 4/21/75  
Referred: Community and  
Regional Affairs and  
Finance

BY THE COMMUNITY AND  
REGIONAL AFFAIRS COMMITTEE

1 IN THE SENATE

2 SENATE BILL NO. 382

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to local governments  
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16 shared revenue, based on the population residing on the reservation, as  
17 follows: 50 per cent of the amount paid per capita for police protection  
18 under (a)(1) of this section; 25 per cent of the amount paid per capita  
19 for parks and recreation under (a)(5) of this section; [AND] 50 per cent  
20 of the amount paid per capita for transportation facilities or services  
21 under (a)(6) of this section; and 50 per cent of the amount paid per  
22 capita for air or water pollution control under (a)(3) of this section.

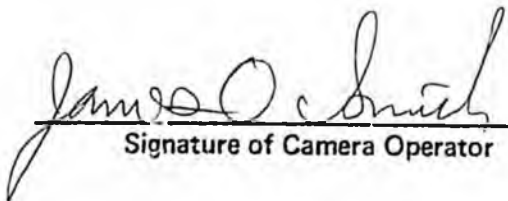
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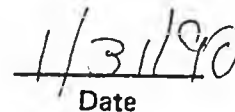


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Signature of Camera Operator

  
Date

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

## COMMITTEE REPORT

5/17/75

HOUSE

Mr. Speaker:

Date \_\_\_\_\_

The Committee on FINANCE has had SB 388 am

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:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Members NOT concurring in the Majority report:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_  
Chairman

388

Introduced: 4/23/75  
Referred: Health, Education  
and Social Services and  
Finance

BY RODEY, BRADLEY, CHANGE, CROFT,  
KERTTULA, MILLER AND RAY

1 IN THE SENATE

2 SENATE BILL NO. 388 *am*

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

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

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

9 \* Section 1. AS 14.52 is amended by adding new sections to read:

10 ARTICLE 2. SCHOOL HOT LUNCH PROGRAM.

11 Sec. 14.52.200. PURPOSE. It is the intent of the legislature that  
12 the state absorb the cost increases in the operation of a school hot  
13 lunch program that have before been borne by the schools or school  
14 districts and thus the local property taxpayer. The state contribution  
15 to the support of a school hot lunch program is intended as a supplement  
16 to available federal grants or other federal assistance for that purpose  
17 and is not paid in lieu of these.

18 Sec. 14.52.210. STATE ASSISTANCE FOR SCHOOL HOT LUNCH PROGRAM. The  
19 Department of Education shall reimburse each eligible school or school  
20 district providing a school hot lunch program from funds appropriated to  
21 it by the legislature for that purpose. Funds received from the state  
22 by a school or school district under secs. 200 - 230 of this chapter  
23 may be used only for a school hot lunch program.

24 Sec. 14.52.220. ELIGIBILITY. (a) To be eligible to receive pay-  
25 ments from the department for a school hot lunch program a school or  
26 school district may not increase the price of a hot lunch provided  
27 students during the years in which it is receiving a payment under sec.  
28 230 of this chapter. In the first full fiscal year of operation of this  
29 program and each fiscal year thereafter a school or school district

1 receiving state assistance under sec. 210 of this chapter shall reduce  
2 the price for each lunch by the amount of the state payment under sec.  
3 230 of this chapter for each lunch served.

4 (b) Private nonprofit or denominational schools are eligible for  
5 state assistance under the program established under secs. 200 - 230 of  
6 this chapter either in the form of direct payments or by payments made  
7 through the school district in which the private nonprofit or denomina-  
8 tional school is geographically located. If the department is precluded  
9 by law from making direct or indirect payments to these schools, the  
10 commissioner of education shall withhold payments to the schools or  
11 districts for the purposes of secs. 200 - 230 of this chapter. With-  
12 holding of these indirect payments through a school district shall be  
13 based on a formula established by the department by regulation or the  
14 number of lunches served to children attending the eligible nonprofit  
15 or denominational schools that are participating in the program.

16 (c) Lunches served to students under this program must meet the  
17 minimum nutritional standards established under sec. 50 of this chapter  
18 or by the commissioner.

19 (d) In secs. 200 - 220 of this chapter, "eligible school or  
20 school district" means a school or school district approved by the  
21 commissioner for participation in the national school lunch program.

22 Sec. 14.52.230. PAYMENTS. (a) For the first two fiscal years of  
23 operation of the program established under secs. 200 - 230 of this  
24 chapter, the department shall pay each participating school or school  
25 district five cents for each lunch served to a student. In the next two  
26 fiscal years the state shall pay each participating school or school  
27 district 10 cents for each lunch served. In the fifth fiscal year the  
28 state shall pay each participating school or school district 15 cents  
29 for each lunch served. In each fiscal year thereafter the state payment

1 to a participating school or school district shall increase by five  
2 cents for each lunch served until the state payment reaches 50 cents for  
3 each lunch served.

4 Sec. 14.52.240. REGULATIONS. The department shall promulgate  
5 regulations under the Administrative Procedure Act (AS 44.62) to imple-  
6 ment the provisions of secs. 200 - 230 of this chapter.

7 \* Sec. 2. This Act takes effect July 1, 1975.  
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ALASKA STATE LEGISLATURE

NINTH... Legislature FIRST... Session

SENATE BILL..... NO. 388....

By RODEY...CROFT...KERTTULA...  
MILLER AND RAY, BRADEEY  
AND CHANCE

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

hot lunch program

Introduced in the Senate ... 4/23, 19... 75

HISTORY IN THE SENATE

19 75	Read first time and referred to Committee on																				
4 23	HEALTH, EDUCATION, & SOCIAL SERVICES AND FINANCE <i>Reported back with HESS! recommendation that <del>be passed</del> w/ amend To Finance</i>																				
5 12																					
5 14	<i>Finance: do pass To Rules</i>																				
5 16	Read second time and <i>amended, advanced</i>																				
5 16	Read third time and																				
5 16	<table border="0"> <tr> <td>PASS <i>ed</i></td> <td>Effective Date</td> </tr> <tr> <td>Yeas 7</td> <td>Yeas</td> </tr> <tr> <td>Nays 1</td> <td>Nays <i>none</i></td> </tr> <tr> <td>Absent 2</td> <td>Absent</td> </tr> <tr> <td>Excused 0</td> <td>Excused</td> </tr> </table> <p>Reconsideration</p> <table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS <i>ed</i>	Effective Date	Yeas 7	Yeas	Nays 1	Nays <i>none</i>	Absent 2	Absent	Excused 0	Excused	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
PASS <i>ed</i>	Effective Date																				
Yeas 7	Yeas																				
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5 16	Reported correctly engrossed																				
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	<i>Beverly Keitahon</i> SECRETARY OF THE SENATE																				

HISTORY IN THE HOUSE

19 75	Read first time and referred to Committee on																				
May 17	<i>Finance</i>																				
	Reported back with recommendation that																				
	Read second time and																				
	Read third time and																				
	<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table> <p>Reconsideration</p> <table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
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	Reported correctly engrossed																				
	Signed by Speaker																				
	Returned to Senate																				
	CHIEF CLERK OF THE HOUSE																				

HISTORY IN THE SENATE

19	Received from House
	Reported correctly enrolled
	Sent to Governor
	..... By Governor
	Filed with Lt. Governor
	Chapter No. ....

Introduced: 4/23/75  
Referred: Health, Education  
and Social Services and  
Finance

1 IN THE SENATE

BY RODEY, BRADLEY, CHANCE, CROFT,  
KERTTULA, MILLER AND RAY

2

SENATE BILL NO. 388

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

NINTH LEGISLATURE - FIRST SESSION

5

A BILL

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

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

9 \* Section 1. AS 14.52 is amended by adding new sections to read:

10

ARTICLE 2. SCHOOL HOT LUNCH PROGRAM.

11

12 Sec. 14.52.200. PURPOSE. It is the intent of the legislature that  
13 the state absorb the cost increases in the operation of a school hot  
14 lunch program that have before been borne by the schools or school  
15 districts and thus the local property taxpayer. The state contribution  
16 to the support of a school hot lunch program is intended as a supplement  
17 to available federal grants or other federal assistance for that purpose  
18 and is not paid in lieu of these.

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19 Sec. 14.52.210. STATE ASSISTANCE FOR SCHOOL HOT LUNCH PROGRAM. The  
20 Department of Education shall reimburse each eligible school or school  
21 district providing a school hot lunch program from funds appropriated to  
22 it by the legislature for that purpose. Funds received from the state  
23 by a school or school district under secs. 200 - 230 of this chapter  
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25 Sec. 14.52.220. ELIGIBILITY. (a) To be eligible to receive pay-  
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28 students during the years in which it is receiving a payment under sec.  
29 230 of this chapter. In the first full fiscal year of operation of this  
program and each fiscal year thereafter a school or school district

1 receiving state assistance under sec. 210 of this chapter shall reduce  
2 the price for each lunch by the amount of the state payment under sec.  
3 230 of this chapter for each lunch served.

4 (b) Private nonprofit or denominational schools are eligible for  
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14 number of lunches served to children attending the eligible nonprofit  
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16 (c) Lunches served to students under this program must meet the  
17 minimum nutritional standards established under sec. 50 of this chapter  
18 or by the commissioner.

19 Sec. 14.52.230. PAYMENTS. (a) For the first two fiscal years of  
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22 district five cents for each lunch served to a student. In the next two  
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Sec. 14.52.240. REGULATIONS. The department shall promulgate regulations under the Administrative Procedure Act (AS 44.62) to implement the provisions of secs. 200 - 230 of this chapter.

\* Sec. 2. This Act takes effect July 1, 1975.

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The Legislature of the State of Alaska  
FISCAL NOTE

First Session - Ninth Legislature

I. REQUEST

Bill No. SENATE BILL 388  
 Title: School Hot Lunch Programs  
 Requested by: Senate HESS Committee Date: 5/9/75  
 Return Date Requested: 5/9/75  
 Agency: Education Program: Financial Support

II. FISCAL DETAIL

Budget Request Unit(s) Affected: New Component  
 A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 75	FY 76	FY 77	FY 78	FY 79	FY 80
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		275,910	284,187	585,427	602,939	931,619
TOTAL						

B. FUNDING: (Thousands of dollars)

GENERAL FUND		275,910	284,187	585,427	602,939	931,619
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	-0/	-0/	0-	0-	-0-/	0-
MAN MONTHS (P./T.)	/	/	/	/	/	/

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

Sec. 14.52.230 of SB 388 provides for 5¢ per lunch in the first two fiscal years, 10¢ in the next two fiscal years and 15¢ in the fifth fiscal year.

Assuming a 3% growth in school lunch participation continues yearly through FY 80, the total lunches served each year would be:

FY 76	5,518,213 @ 5¢ = \$275,910	FY 79	6,029,898 @ 10¢ = 602,939
77	5,683,759 @ 5¢ = 284,187	80	6,210,794 @ 15¢ = 931,619
78	5,854,270 @ 10¢ = 585,427		

IV. ATTACHMENTS

V. DATE: 5/9/75 PREPARED BY: William D. Thomas

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

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