

LEG. FINANCE - BILLS 1975 - 1976 587

CSSB 605 cont., thru SB 610

## MEMORANDUM

SB 605

TO:  Honorable Hugh Malone  
Alaska Representative  
Juneau

FROM: H. D. Scougal *H. D. Scougal*  
Acting Commissioner  
Department of Highways

DATE : April 13, 1976

SUBJECT: 00-004  
Funding Needs

The attached schedule shows how the need for interim funding was developed. The purpose is to provide State matching from now to the time the bonds are approved by the voters. The estimate of \$40,000,000 represents the amount of federal-aid we expected to use between June 30 and December 31, 1976. While the status of the Federal Highway Act is still undeterminable as Congress has not finalized the Act, we also expect to receive advance federal funds for the change of the federal fiscal year.

The Five-Year Program is our official project listing and the list of projects sent previously is used for internal critical path planning only and not tied to fiscal year funds.

Attachment

HDS/FSB/mth

DEPARTMENT OF HIGHWAYS

Interim Funding Needs

Federal-aid apportionment exceeded estimates as follows:

	<u>Federal</u>	<u>Match Needed</u>
FY 1974	\$ 3,511,074	\$ 478,726
FY 1975	9,552,242	1,302,558
FY 1976	29,871,961	4,073,439
E/R Allot.	<u>2,800,000</u>	<u>381,818</u>
Total	\$45,735,277	\$6,236,541

Federal-aid estimate for period from 6/30/76 and 12/31/76 (included in capital improvement appropriation):

FY 1977 (1/2 year)	\$40,000,000	\$5,454,545
--------------------	--------------	-------------

Total interim appropriation		\$11,691,086
-----------------------------	--	--------------

FISCAL YEAR 1976 CONSTRUCTION

<u>NUMBER</u>	<u>ANCHORAGE (CENTRAL DISTRICT)</u>	
S-0214	1. Newhalen-Hondalton	\$ 5,700,000
S-0411	2. Dillingham-Kanakanak	2,500,000
F-042-1	3. Peters Creek-Eklutna	12,500,000
F-044-1	4. Muldoon Road	5,210,000
F-031-2	5. Seward Highway, Mile 6-50	6,000,000
OS-1(1)	6. Klatt Road	500,000
OS-1(9)	7. Huffman and Birch	400,000
OS-1(6)	8. Central Peninsula Hospital Road	50,000
OS-1(2)	9. Beaver Loop	500,000
OS-1(10)	10. Homesite Loop	150,000
Various	11. Safety	200,000
OS-1(5)	12. Eagle River Road Extension	500,000
Various	13. Off-System	499,151
S-0525	14. Wasilla-Fishhook	672,000
F-042-1	15. Glenn Highway Bikepath	346,000
F-042-1	16. International Airport Road	12,000,000

\$47,727,151

FAIRBANKS (INTERIOR DISTRICT)

OS-2(2)	1. Cantwell Spur	\$ 485,292
HIS-062-2	2. Safety	1,200,000
ALS-0665	3. Peger Road Bridge	1,100,000
F-037-2	4. Nenana to Rex	3,400,000

\$ 6,185,292

JUNEAU (SOUTHEASTERN DISTRICT)

S-0926	1. Hollis Ferry Terminal	\$ 1,400,000
S-0998	2. Angoon Ferry Terminal	500,000
S-0902	3. Deermont - S.C.L.	1,300,000
S-0966	4. Mendenhall Loop	2,400,000
OS-3(4)	5. Union Street, Haines	303,535
F-095-10	6. Haines Highway, Mile 0-5	1,500,000
F-095-10	7. Lutak Road	700,000
S-0987	8. Mud Bay Road	625,000
S-0902	9. South Tongass Highway Guardrail	295,000

\$ 9,023,535

NOME (WESTERN DISTRICT)

Various	1. Off-System	\$ 1,294,000
---------	---------------	--------------


<u>NUMBER</u>	<u>VALDEZ (SOUTH CENTRAL DISTRICT)</u>	
Various	1. Off-System	\$ 140,000
IIHS-042-3	2. Safety	500,000
F-042-3	3. Mendeltna West	6,900,000
F-071-1	4. Tiekel South	5,170,000
F-071-1	5. Richardson Highway New Dock to Mile 6	1,300,000
F-071-2	6. Richardson Highway, Mile 74-81	800,000
F-071-2	7. Richardson Highway, Mile 110-115	504,000
F-071-2	8. Richardson Highway, Mile 125-129	570,000
F-071-1	9. Keystone Tunnel	6,000,000
F-042-3	10. Nelchina Slide	500,000
		<hr/>
		\$22,384,000
	<u>HEADQUARTERS</u>	
Various	PE, R/W Starts and Construction Overruns	\$ 3,000,000
	TOTAL	<hr/>
		\$89,613,978

STATE  
of ALASKA

# MEMORANDUM

TO:  Honorable Hugh Malone  
Chairman, House Finance Committee  
State Legislature  
Juneau

DATE : April 14, 1976

FROM: H. D. Scougal   
Acting Commissioner  
Department of Highways

SUBJECT: 00-3077  
HCSCSSB 605  
Interim Funding Needs

Late yesterday afternoon and again this morning your administrative assistant made a telephone request for an additional listing of projects we expect to advertise in FY '77.

I think a brief review of the Department of Highways' present funding is in order. As of today, we have approximately \$9 million of legislative authorization to expend federal-aid highway funds. The federal government has appropriated to the State and made available for our use some \$45,735,277. We, of course, cannot expend any of those funds until the legislature has authorized their expenditure. That authorization is taken care of in section 2 of the subject bill. A requirement of receiving federal-aid highway funds is that the State match those funds with a certain percentage of State funds. The average ratio at present is 88% federal funds to 12% State funds. This is an average ratio and varies from project to project. We have estimated, and I repeat - it is just an estimate, that we probably will be able to get under contract an additional \$40 million by the end of the calendar year, for a total of approximately \$85.7 million. This amount requires the matching State sum of \$11,691,086 which is taken care of in section 1 of the subject bill. The \$40 million estimate is not appropriated in this bill, merely the matching funds. The general appropriation bill will take care of everything for the next fiscal year. House Bill 623 provides for general obligation bonds for State matching funds. When that bill is passed and the voters have approved the authorization and sale of the bonds, the sum of \$11,691,086 or whatever we have used, which may be less than that amount, will be reimbursed to the general fund, as outlined in section 3.

Boiled down, all this bill does is give legislative approval for State expenditure of available federal funds and advances to the department enough matching funds to cover those federal funds plus the estimated \$40 million.

As to the listing of projects, I can only reiterate what I advised you in my memo dated April 13. That is, that the Five-Year Highway Program is our official project listing and the only list that we follow. We do not plan to deviate from the Five-Year Program but the program is not cast in concrete. There have been delaying obstacles on projects in the

Honorable Hugh Malone

-2-

April 14, 1976

past and we can expect others in the future - relocation agreements, utility agreements, EIS statements and right-of-way. The narrative section of the Five-Year Highway Program points out these changes and the reasons they are necessary.

For the committee's information, we have attached two flow charts. One shows a typical federal-aid project from start to finish; the other shows funding steps.

Attachments

HDS/DMC/mth





STATE  
of ALASKA**MEMORANDUM***Dept. of Highway*

FEB 19 1976

TO:  Honorable Hugh Malone  
Chairman  
House Finance Committee

DATE : February 18, 1976

FROM: *WBP* Walter B. Parker *WBP*  
Commissioner  
Department of HighwaysSUBJECT: 00-3077  
Request of Feb. 13, 1976

In accordance with your request of February 13, 1976 at the House Finance Committee meeting on the Department of Highways' budget, I am submitting the following items:

1. List of estimated federal funds which are unobligated as of this date, along with our forecast of federal revenues through fiscal 1978. We have included federal-aid matching ratios as known and anticipated. The committee must realize that fiscal 77-78 depends on funding provisions not yet passed in Congress as the 1975 Highway Act. The Alaska assistance funds are not in either the House or the Senate version.
2. List of projects awarded by the Department of Highways during calendar year 1975. The estimated total dollars are those listed in our 1975 Construction Program and include total estimated costs of preliminary engineering, right-of-way, construction engineering and utilities, while the awarded amounts do not include these figures.
3. Representative Naughton requested the number of engineering personnel on board during the past calendar year. We have attached a listing of CIP employees as of July 1975 and also as of January 1976. This illustrates the high and low CIP employment of the department. The majority of the employees shown are engineering types. However, there are a few clerical and support people who charge their time to the Capital Improvement Projects budget.

The above represents information requested by your committee to date. If additional information is desired, please contact this office.

## Attachments

CC: Administrative Director  
Chief Design Engineer

WBP/DC/mth

Employees Who Charge to Construction/Engineering CIP

Engineering Personnel on Board

	<u>July 1975</u>	<u>January 1976</u>
Headquarters	116	107
Central District	310	186
Interior District	236	110
Southeastern District	139	77
Western District	18	13
South Central District	<u>53</u>	<u>41</u>
	872	534

FEDERAL FUNDS

(ESTIMATE)

CLASS OF FUNDS	FY-74	FY-75	FY-76	*FY-77	*FY-78	RATIO	CHANCE'S
RURAL PRIMARY			9,263,000	41,500,000	41,500,000	96.05	GOOD
RURAL SECONDARY			3,812,000	23,356,000	23,356,000	96.05	GOOD
URBAN "C"				245,000	245,000	96.05	GOOD
URBAN D	3,803,000	3,793,000	3,708,000	3,802,000	3,802,000	96.05	GOOD
METR. PLANNING				78,000	78,000	96.05	GOOD
H.P.R.			205,000	1,049,000	1,049,000	96.05	GOOD
ALASKA ASSISTANCE			12,208,000	20,000,000	20,000,000	100	POOR
SAFETY			6,582,000	3,154,000	3,154,000	90.00	GOOD
FOREST HWY	1,330,000	2,639,000	2,589,000	2,589,000	2,589,000	100	GOOD
ECONOMIC GROWTH				5,281,000	5,281,000	96.05	FAIR
BRIDGE REPLACEMENT				207,000	207,000	75.00	FAIR
OFF-SYSTEM			6,352,000	10,744,000	10,744,000	96.05	FAIR
SUB-TOTAL	5,133,000	6,432,000	44,719,000	112,005,000	112,005,000		
IMPACT FUNDS				70,000,000	70,000,000	100	GOOD
TOTAL	5,133,000	6,432,000	44,719,000	182,005,000	182,005,000		

\* FY-77&78 FUNDING LEVEL BASED ON FY-76 APPORTIONMENTS.

STATE OF ALASKA  
DEPARTMENT OF HIGHWAYS  
CONTRACT AWARD

Calendar Year 1975

PROJECT NUMBER	PROJECT DESCRIPTION	* ESTIMATED TOTAL COST (DOLLARS)	** CONTRACT AWARD AMOUNT
<u>Central Highway District</u>			
Port Access II	Continuation of Port Access I with connection to Port of Anchorage and new highway alignment to Elmendorf AFB Gate No. 4.	1,200,000	997,552
Minnesota Drive (Anchorage)	13th Avenue to Tudor Road. Recon- struction on existing alignment and pave 2.8 miles.	500,000	408,748
Tudor Road (Anchorage)	Reconstruction on existing align- ment and pave 3.5 miles.	5,100,000	5,343,683
Chester Creek Crossings (Anchorage)	Construction of two underpasses at Ingra and Gambell Streets. (Only one required)	400,000	116,694
Boniface Parkway (Anchorage)	Reconstruction on existing align- ment and pave 1.2 miles.	1,914,000	1,590,163
Anchorage Area Signal System	Upgrade traffic signal system in the Anchorage Metropolitan Area.	1,700,000	1,197,893
Seward Highway (Anchorage)	Construction of interchanges at Tudor and Dowling Road	9,225,000	6,472,739
Sterling Highway	Kenai Spur Road, Kenai to Soldotna. Reconstruct and pave 9.5 miles.	2,700,000	2,058,479
Glenn Highway	Ski Bowl Road to Eagle River. Construction of four lanes on existing alignment. Pave 7.4 miles including construction of three interchanges.	10,500,000	8,817,892
Eagle River Road	New construction, reconstruction and pave 9.0 miles.	3,140,000	2,557,008
Anchorage- Fairbanks Highway	Wasilla to Big Lake Road. Pave 10.0 miles.	905,000	680,563

PROJECT NUMBER	PROJECT DESCRIPTION	* ESTIMATED TOTAL COST (DOLLARS)	** CONTRACT AWARD AMOUNT
Kodiak-Kodiak Naval Air	Kodiak to Naval Air Station. Mile 2.2 to Mile 0.0. Reconstruc- tion on new alignment and pave 2.2 miles.	1,579,000	1,568,910
Cape Chiniak Road	Kodiak Naval Air Station, Mile 0.0 to Mile 2.2. Reconstruction on new alignment and pave 2.2 miles including construction of two bridges.	2,050,000	2,056,694
	District wide Sign Project	165,000	230,332
Anchorage Safety	Traffic Operations Program to Increase Safety. Improvements include: channelization and widening inter- sections, signing, pavement marking, railroad crossings, lighting and grade separation.	300,000	180,212
<u>Interior Highway District</u>			
Anchorage- Fairbanks Highway	New construction of one bridge at Chena River.	1,700,000	2,146,493
Fairbanks Expressway	New construction on new alignment. Gaffney Road to Farmers Loop Road. Pave 2.6 miles including construc- tion of one bridge.	18,160,000	14,636,012
Richardson Highway	Mile 298.9 to Mile 285.5 Canyon Creek to Shaw Creek. Reconstruc- tion and pave 13.4 miles including construction of two bridges.	8,200,000	7,592,046
Remington- Jack Warren Road	Pave 16.0 miles.	720,000	1,395,718
Farmers Loop Phase II	Construct Bicycle Path along Farmers Loop Road.	269,000	493,172
Minto Road	Mile 0 to Mile 11.2. New construc- tion and gravel surface 11.2 miles.	1,727,000	1,527,200
Fairbanks Safety	Traffic Operations Program to Increase Safety. Improvements include: channelization and widen- ing intersections, signing, pave- ment marking, railroad crossings, lighting and grade separations.	300,000	45,774

PROJECT NUMBER	PROJECT DESCRIPTION	* ESTIMATED TOTAL COST (DOLLARS)	** CONTRACT AWARD AMOUNT
<u>Southeastern Highway District</u>			
Wrangell South	Sawmill to Pat Creek. Reconstruct, gravel surface 3.5 miles.	1,660,000	1,236,593
Sawmill Highway (Sitka)	Sitka to Pulp Mill. Reconstruction on existing alignment and pave 5.0 miles including construction of one bridge.	1,200,000	1,529,709
Harris River-Hollis	New construction, gravel surface 8.5 miles including construction of two bridges.	1,257,000	1,258,772
North Tongass Highway (Ketchikan)	Install guardrail at various locations from North City Limits north 6.0 miles and construct scenic turnout.	373,000	282,012
Southeast Area	Area wide bridge deck repair.	315,000	214,077
Juneau Safety	Traffic Operations Program to Increase Safety. Improvements include: channelization and widening intersections, signing, pavement marking, railroad crossings, lighting and grade separations.	200,000	66,052
<u>Western Highway District</u>			
	District wide sign project.	70,000	64,915
Nome Area	Emergency reconstruction and new construction to repair and replace storm damaged roadways.	3,500,000	1,891,324
<u>South Central Highway District</u>			
Tok Cutoff	Mile 2.6 to Mile 18.7. Reconstruction on existing alignment and pave 16.1 miles including construction of one bridge.	6,500,000	9,770,396
Tok Cutoff	Mile 44.0 at Indian River. Construct dykes for roadway and bridge protection 0.5 miles.	318,000	181,972
Lake Avenue (Cordova)	Mile 0.0 to Mile 0.6. Reconstruction on existing alignment and pave 0.6 miles.	785,000	948,214

PROJECT NUMBER	PROJECT DESCRIPTION	* ESTIMATED TOTAL COST (DOLLARS)	** CONTRACT AWARD AMOUNT
Ferry Terminal Access (Cordova)	Reconstruct and pave.	63,000	49,992
Copper River Highway	Mile 1.0 to Mile 13.0. Cordova to Cordova Airport. Pave 12.0 miles.	1,010,000	1,094,297
Copper River Highway	Mile 34.0 to Mile 39.0. Reconstruction of eight bridges and roadway.	9,653,000	7,838,037
Edgerton Cutoff	Lower Tonsina Bridge Mile 19.0. Bridge replacement.	1,200,000	1,468,667
	District wide sign project	185,000	276,618
Valdez Safety	Traffic Operations Program to Increase Safety. Improvements include: channelization and widening intersections, signing, and pavement marking.	200,000	296,806

\* Estimated total cost of project includes PE, R/W, CE, Utilities, and Construction.

\*\* Contract Award Amount is only the construction cost.

STATE OF ALASKA  
CONTRACT AWARDS  
(Projects not Scheduled  
for 1975 in 5 Year Program)

Project Location	Contract Award Amount
<u>Central Highway District</u>	
Anchorage Area Paving	1,778,730
Kenai-Soldotna Illumination	280,675
Seward Highway-Diamond Interchange	2,827,466
Guardrail at 16th and "I" & "L" Streets	18,395
Willow Creek Bridge & Approaches	308,841
Tudor Road Screening	19,450
<u>Interior Highway District</u>	
Central to Circle Hot Springs	877,795
Interior District Resigning	123,522
Old Nenana Highway, Paving	522,412
<u>Southeastern Highway District</u>	
Ward Creek Bridge at Ketchikan	499,995
Whipple Creek-Forrest Boundary Paving	568,701
Hallibut Point Road in Sitka )	1,755,307
Brady, Gavan & Cascade Streets )	
Wrangell Paving-Zimovia Highway & Bennet Street	628,205
Fish Creek Road	931,112
Salmon River Bridge at Gustavus	274,020
Outer Drive, Burger & Lynch Streets in Sitka	146,341
<u>South Central Highway District</u>	
Richardson Highway Paving Mile 40-43 & 65-74	1,194,891



# 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.

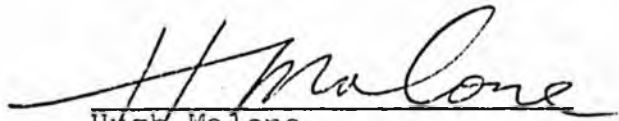
James O. Smith  
Signature of Camera Operator

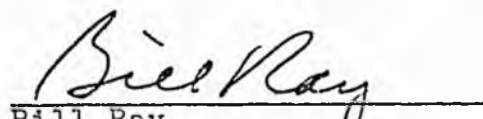
2/8/90  
Date

Joint Finance Committee  
Intent  
for  
Sponsor Substitute for Senate Bill No. 606  
and  
Senate Bill No. 531

It is the Intent of the House and Senate Finance Committees that the Department of Health and Social Services transfer \$358,200 to Contract Institutions in the Division of Mental Health from general funds available in the Medicaid, General Relief Medical, or Assistance Payments appropriations notwithstanding prior Legislative Intent against transferring such funds.

\$53,200 of such funds are to be granted to the Association of Retarded Citizens of Anchorage in lieu of passage of Sponsor Substitute for Senate Bill No. 606. \$305,000 of such funds are to cover costs at the Atascadero State Hospital, the Fairbanks Rehabilitation Center, and the Association of Retarded Citizens of Anchorage in lieu of passage of Senate Bill No. 531.

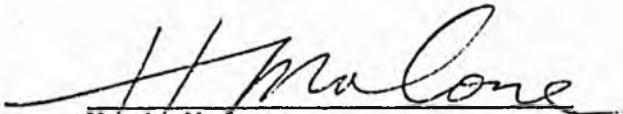
  
Hugh Malone  
Chairman  
House Finance Committee

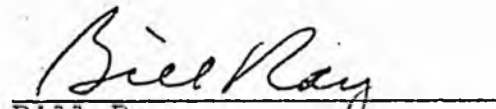
  
Bill Ray  
Chairman  
Senate Finance Committee

Joint Finance Committee  
Intent  
for  
Sponsor Substitute for Senate Bill No. 606  
and  
Senate Bill No. 531

It is the Intent of the House and Senate Finance Committees that the Department of Health and Social Services transfer \$358,200 to Contract Institutions in the Division of Mental Health from general funds available in the Medicaid, General Relief Medical, or Assistance Payments appropriations notwithstanding prior Legislative Intent against transferring such funds.

\$53,200 of such funds are to be granted to the Association of Retarded Citizens of Anchorage in lieu of passage of Sponsor Substitute for Senate Bill No. 606. \$305,000 of such funds are to cover costs at the Atascadero State Hospital, the Fairbanks Rehabilitation Center, and the Association of Retarded Citizens of Anchorage in lieu of passage of Senate Bill No. 531.

  
Hugh Malone  
Chairman  
House Finance Committee

  
Bill Ray  
Chairman  
Senate Finance Committee

# COMMITTEE REPORT

2/13/76

## SENATE

Mr. President:

Date \_\_\_\_\_

The Committee on FINANCE has had SSSB 606 supplemental appropriation to the Association of Retarded Citizens of Anchorage 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

Introduced: 2/13/76  
Referred: Finance

1 IN THE SENATE

BY CHANCE AND WILLIS

2 SPONSOR SUBSTITUTE FOR SENATE BILL NO. 606

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the  
7 Association of Retarded Citizens of Anchorage; and  
8 providing for an effective date."

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

10 \* Section 1. The sum of \$53,200 is appropriated from the general fund to  
11 the Association of Retarded Citizens of Anchorage.

12 \* Sec. 2. This Act takes effect immediately in accordance with AS 01.10.-  
13 070(c).



ALASKA STATE LEGISLATURE

NINTH Legislature SECOND Session

SENATE BILL NO. 696  
 BY CHANCE AND WILLIS

"An Act making a supplemental appropriation to the Alaska Association of Retarded Citizens and providing for an effective date."

Alaska Assoc. of Retarded Citizens

Introduced in the Senate ... 2/5 ... 1976

HISTORY IN THE SENATE

19 76

2 5  
 2 3

Read first time and referred to Committee on Finance

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 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. ....

Introduced: 2/13/76  
Referred: Finance

1 IN THE SENATE BY CHANCE AND WILLIS

2 SPONSOR SUBSTITUTE FOR SENATE BILL NO. 606

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the  
7 Association of Retarded Citizens of Anchorage; and  
8 providing for an effective date."

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

10 \* Section 1. The sum of \$53,200 is appropriated from the general fund to  
11 the Association of Retarded Citizens of Anchorage.

12 \* Sec. 2. This Act takes effect immediately in accordance with AS 01.10.-  
13 070(c).

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

#

Introduced: 2/13/76  
Referred: Finance

1 IN THE SENATE BY CHANCE AND WILLIS  
2 SPONSOR SUBSTITUTE FOR SENATE BILL NO. 606  
3 IN THE LEGISLATURE OF THE STATE OF ALASKA  
4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the  
7 Association of Retarded Citizens of Anchorage; and  
8 providing for an effective date."

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

10 \* Section 1. The sum of \$53,200 is appropriated from the general fund to  
11 the Association of Retarded Citizens of Anchorage.

12 \* Sec. 2. This Act takes effect immediately in accordance with AS 01.10.-  
13 070(c).

14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29

#

Introduced: 2/5/76  
Referred: Finance

1 IN THE SENATE

BY CHANCE AND WILLIS

2 SENATE BILL NO. 606

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the  
7 Alaska Association of Retarded Citizens; and providing  
8 for an effective date."

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

10 \* Section 1. The sum of \$53,200 is appropriated from the general fund to  
11 the Alaska Association of Retarded Citizens.

12 \* Sec. 2. This Act takes effect immediately in accordance with AS 01.10.-  
13 070(c).

14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29

#

Introduced: 2/5/76  
Referred: Finance

1 IN THE SENATE

BY CHANCE AND WILLIS

2 SENATE BILL NO. 606

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the  
7 Alaska Association of Retarded Citizens; and providing  
8 for an effective date."

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

10 \* Section 1. The sum of \$53,200 is appropriated from the general fund to  
11 the Alaska Association of Retarded Citizens.

12 \* Sec. 2. This Act takes effect immediately in accordance with AS 01.10.-  
13 070(c).

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

#



# 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

2/8/90  
Date

# Committee Report

S E N A T E

2/1/76 \_\_\_\_\_ Date

Mr. President:

The Committee on FINANCE has had \_\_\_\_\_

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

Introduced: 2/5/76  
Referred: Finance

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 SENATE BILL NO. 607

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 budget information available to  
7 the legislature."

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

9 \* Section 1. AS 37.07.040 is amended by adding a new paragraph to read:

10 (7) provide the legislative finance division with an advance  
11 copy of the governor's budget workbooks by the first Monday in January  
12 of each year. The advance copy shall be provided on a confidential  
13 basis and shall be used only to prepare budget analysis documents which  
14 will be published and distributed following the delivery of the gover-  
15 nor's budget message to the legislature.

Introduced: 2/5/76  
Referred: Finance

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 SENATE BILL NO. 607

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 budget information available to  
7 the legislature."

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

9 \* Section 1. AS 37.07.040 is amended by adding a new paragraph to read:

10 (7) provide the legislative finance division with an advance  
11 copy of the governor's budget workbooks by the first Monday in January  
12 of each year. The advance copy shall be provided on a confidential  
13 basis and shall be used only to prepare budget analysis documents which  
14 will be published and distributed following the delivery of the gover-  
15 nor's budget message to the legislature.



# 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

2/8/90  
Date

COMMITTEE REPORT

HOUSE

2/9/76

Mr. Speaker:

Date 2-12-76

The Committee on FINANCE has had SB 607

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>T. Buckholt</u>	_____
<u>[Signature]</u>	<u>H. Malone</u>	_____
<u>[Signature]</u>	_____	_____
_____	_____	_____

Members NOT concurring in the Majority report:

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

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

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

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

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

[Signature] Chairman

Introduced: 2/5/76  
Referred: Finance

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2

SENATE BILL NO. 607

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 budget information available to  
7 the legislature."

8

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

9

\* Section 1. AS 37.07.040 is amended by adding a new paragraph to read:

10

(7) provide the legislative finance division with an advance

11

copy of the governor's budget workbooks by the first Monday in January

12

of each year. The advance copy shall be provided on a confidential

13

basis and shall be used only to prepare budget analysis documents which

14

will be published and distributed following the delivery of the gover-

15

nor's budget message to the legislature.

16

17

18

19

20

21

22

23

24

25

26

27

28

29

#



# 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

2/8/90  
Date

# COMMITTEE REPORT

SENATE

2/10/76

Mr. President:

Date \_\_\_\_\_

The Committee on FINANCE has had SB 609  
relating to creditable service in the Teachers' Retirement System  
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

2/5/76

SENATE

\*\*FINANCE\*\*

Mr. President:

Date 2-9-76

The Committee on HEALTH, EDUCATION AND SOCIAL SERVICES has had SB 609 relating to creditable service in the Teachers' Retirement System 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:

Jerguson recommends: DO PASS  
Colletta recommends: No rec.  
Brad Graddy recommends: No Pass  
 \_\_\_\_\_ recommends:  
 \_\_\_\_\_ recommends:

Jerguson Chairman

Introduced: 2/5/76  
Referred: Health, Education  
and Social Services and  
Finance

1 IN THE SENATE

BY SACKETT

2 SENATE BILL NO.609

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 creditable service in the Teachers'  
7 Retirement System."

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

9 \* Section 1. AS 14.25.060(c) is amended to read:

10 (c) If a teacher has creditable outside service, [OR] Bureau of  
11 Indian Affairs (BIA) service or service as a full-time teacher in an  
12 approved or accredited nonpublic institution of higher learning in  
13 Alaska he is indebted, in addition to the contributions required by sec.  
14 50 of this chapter, as follows:

15 (1) If, at the time of becoming a member of the retirement  
16 system, a teacher has creditable outside service, Bureau of Indian  
17 Affairs (BIA) service and service as a full-time teacher in an approved  
18 or accredited nonpublic institution of higher learning in Alaska [NO  
19 MEMBERSHIP SERVICE], his indebtedness is seven per cent of the base  
20 salary paid at the time of first becoming employed as a teacher under  
21 this chapter, multiplied by the total number of these years of [HIS]  
22 creditable [OUTSIDE AND BIA] service [AT THE TIME OF BECOMING A MEMBER].  
23 The combined total nonmembership [OF OUTSIDE AND BIA] service claimed  
24 may not exceed 15 years; however, no more than 10 years outside service  
25 may be claimed. Compound interest at the rate prescribed by regulation  
26 shall be added to the indebtedness beginning July 1, 1963, or at the  
27 time of first becoming employed as a teacher, whichever is later, to the  
28 date of payment or the date of retirement, whichever occurs first.

29 (2) If a teacher, after becoming a member of this retirement

COMMITTEE COPY

1 system, discontinues active membership and subsequently desires to be re-  
2 instated and to receive credit for outside service accumulated in the  
3 interim, his indebtedness to the retirement fund for the additional  
4 credit shall be computed as seven per cent of the base salary received  
5 upon reinstatement multiplied by the number of years of interim outside  
6 and BIA service. Compound interest at the rate prescribed by regulation  
7 shall be added to the indebtedness beginning on July 1, 1963, or at the  
8 time of reinstatement, whichever is later, to the date of payment or the  
9 date of retirement, whichever occurs first.

10 \* Sec. 2. AS 14.25.220(3) is amended to read:

11 (3) "creditable service" means outside service, [AND] Bureau  
12 of Indian Affairs (BIA) service and service as a full-time teacher in  
13 an approved or accredited nonpublic institution of higher learning in  
14 Alaska not exceeding 15 years, with outside service limited to 10 years,  
15 plus all membership service as provided in (5) of this section;  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29

ALASKA STATE LEGISLATURE

NINTH Legislature SECOND Session

SENATE BILL NO. 609

By SACKETT

"An Act relating to creditable service in the Teachers' Retirement System."

creditable service in the Teachers Retirement System

Introduced in the Senate 2/5, 1976

HISTORY IN THE SENATE

19 76

2

5

Read first time and referred to Committee on Health, Education and Social Services and Finance

Reported back with recommendation that *Hess: do pass to 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 - Eighth Legislature

I. REQUEST

Bill Identification: Senate Bill 609  
 Title: An act relating to creditable service under IRS.  
 Requested by: Senate Finance Date: February 13, 1976  
 Return Date Requested: ASAP  
 Agency: Administration - Retirement Program: TRS

II. FISCAL DETAIL

Budget Request Unit(s) Affected: U. of A., DOE and TRS Match

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES	0	2.6	0	0	0	0
200 TRAVEL	0	0	0	0	0	0
300 CONTRACTUAL	0	0	0	0	0	0
400 COMMODITIES	0	0	0	0	0	0
500 EQUIPMENT	0	0	0	0	0	0
600 LAND & STRUCTURES	0	0	0	0	0	0
700 GRANTS, CLAIMS, ETC.	0	7.7	8.6	9.6	10.8	12.1
100 BENEFITS	0	1.5	1.7	1.9	2.1	2.4
TOTAL	0	11.8	10.3	11.5	12.9	14.5

B. FUNDING: (Thousands of dollars)

GENERAL FUND	0	9.2	10.3	11.5	12.9	14.5
FEDERAL FUNDS	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
TRS	0	2.6	0	0	0	0

C. POSITIONS:

PERMANENT/TEMPORARY	0 / 0	0 / 1	0 / 0	0 / 0	0 / 0	0 / 0
MAN MONTHS (P./T.)	0 / 0	0 / 2	0 / 0	0 / 0	0 / 0	0 / 0

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

1. Estimated payroll for FY 77 is \$154,000,000.
2. Increase in Employer-State contribution rate is .01%.
3. It is estimated that covered payroll will increase @ 12% per annum.

IV. ATTACHMENTS

Appendix I

V. DATE: 02/13/76

PREPARED BY: 

Robert S. Gates, Director  
 Division of Retirement & Benefits

Original: Legislative Finance  
 cc: Budget and Management  
 Prime Sponsor (First Legislator Named) SENATOR SACKETT (1) CAP. RM 103  
SENATE FINANCE (1)  
COMMISSIONER'S OFFICE (1)

The Legislature of the State of Alaska  
 FISCAL NOTE  
 Second Session - Eighth Legislature

I. REQUEST

Bill Identification: Senate Bill 609  
 Title: An act relating to creditable service under TRS.  
 Requested by: Senate Finance Date: February 12, 1976  
 Return Date Requested: ASAP  
 Agency: Administration - Retirement Program: TRS

II. FISCAL DETAIL

Budget Request Unit(s) Affected: U. of A., DOE and TRS Match

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES	0	2.6	0	0	0	0
200 TRAVEL	0	0	0	0	0	0
300 CONTRACTUAL	0	0	0	0	0	0
400 COMMODITIES	0	0	0	0	0	0
500 EQUIPMENT	0	0	0	0	0	0
600 LAND & STRUCTURES	0	0	0	0	0	0
700 GRANTS, CLAIMS, ETC.	0	7.7	8.9	9.6	10.8	12.1
100 BENEFITS	0	1.5	1.7	1.9	2.3	2.4
TOTAL	0	11.8	10.3	11.5	12.9	14.5

B. FUNDING: (Thousands of dollars)

	0	9.2	10.3	11.5	12.9	14.5
GENERAL FUND	0	9.2	10.3	11.5	12.9	14.5
FEDERAL FUNDS	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
TRS	0	2.6	0	0	0	0

C. POSITIONS:

	0 / 0	0 / 1	0 / 0	0 / 0	0 / 0	0 / 0
PERMANENT/TEMPORARY	0 / 0	0 / 1	0 / 0	0 / 0	0 / 0	0 / 0
MAN MONTHS (P./T.)	0 / 0	0 / 2	0 / 0	0 / 0	0 / 0	0 / 0

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

1. Estimated payroll for FY 77 is \$154,000,000.
2. Increase in Employer-State contribution rate is .01%.
3. It is estimated that covered payroll will increase 0.12% per annum.

IV. ATTACHMENTS

Appendix I

V. DATE: 02/13/76

PREPARED BY:

  
 Robert S. Gates, Director  
 Division of Retirement & Benefits

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

**FISCAL NOTE**  
**Second Session - Eighth Legislature**

**I. REQUEST**

Bill Identification: Senate Bill 609  
 Title: An act relating to creditable service under TRS.  
 Requested by: Senate Finance Date: February 13, 1976  
 Return Date Requested: ASAP  
 Agency: Administration - Retirement Program: TRS

**II. FISCAL DETAIL**

Budget Request Unit(s) Affected: U. of A., DOE and TRS Match

**A. EXPENDITURES: (Thousands of dollars)**

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES	0	2.6	0	0	0	0
200 TRAVEL	0	0	0	0	0	0
300 CONTRACTUAL	0	0	0	0	0	0
400 COMMODITIES	0	0	0	0	0	0
500 EQUIPMENT	0	0	0	0	0	0
600 LAND & STRUCTURES	0	0	0	0	0	0
700 GRANTS, CLAIMS, ETC.	0	7.7	8.6	9.6	10.8	12.1
100 BENEFITS	0	1.5	1.7	1.9	2.1	2.4
<b>TOTAL</b>	<b>0</b>	<b>11.8</b>	<b>10.3</b>	<b>11.5</b>	<b>12.9</b>	<b>14.5</b>

**B. FUNDING: (Thousands of dollars)**

GENERAL FUND	0	9.2	10.3	11.5	12.9	14.5
FEDERAL FUNDS	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
TRS	0	2.6	0	0	0	0

**C. POSITIONS:**

PERMANENT/TEMPORARY	0 / 0	0 / 1	0 / 0	0 / 0	0 / 0	0 / 0
MAN MONTHS (P./T.)	0 / 0	0 / 2	0 / 0	0 / 0	0 / 0	0 / 0

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

1. Estimated payroll for FY 77 is \$154,000,000.
2. Increase in Employer-State contribution rate is .01%.
3. It is estimated that covered payroll will increase @ 12% per annum.

**IV. ATTACHMENTS**

Appendix I

V. DATE: 02/13/76

PREPARED BY: 

Robert S. Gates, Director  
 Division of Retirement & Benefits

Original: Legislative Finance  
 cc: Budget and Management  
 Prime Sponsor (First Legislator Named) Senator [Name]  
Senate Finance (1)  
Commissioner [Name] (1)

**FISCAL NOTE**  
**Second Session - Eighth Legislature**

**I. REQUEST**

Bill Identification: Senate Bill 609  
 Title: An act relating to creditable service under TRS.  
 Requested by: Senate Finance Date: February 13, 1976  
 Return Date Requested: ASAP  
 Agency: Administration - Retirement Program: TRS

**II. FISCAL DETAIL**

Budget Request Unit(s) Affected: U. of A., DOE and TRS Match

**A. EXPENDITURES: (Thousands of dollars)**

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES	0	2.6	0	0	0	0
200 TRAVEL	0	0	0	0	0	0
300 CONTRACTUAL	0	0	0	0	0	0
400 COMMODITIES	0	0	0	0	0	0
500 EQUIPMENT	0	0	0	0	0	0
600 LAND & STRUCTURES	0	0	0	0	0	0
700 GRANTS, CLAIMS, ETC.	0	7.7	8.6	9.6	10.8	12.1
100 BENEFITS	0	1.5	1.7	1.9	2.1	2.4
<b>TOTAL</b>	<b>0</b>	<b>11.8</b>	<b>10.3</b>	<b>11.5</b>	<b>12.9</b>	<b>14.5</b>

**B. FUNDING: (Thousands of dollars)**

GENERAL FUND	0	9.2	10.3	11.5	12.9	14.5
FEDERAL FUNDS	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
TRS	0	2.6	0	0	0	0

**C. POSITIONS:**

PERMANENT/TEMPORARY	0 / 0	0 / 1	0 / 0	0 / 0	0 / 0	0 / 0
MAN MONTHS (P./T.)	0 / 0	0 / 2	0 / 0	0 / 0	0 / 0	0 / 0

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

1. Estimated payroll for FY 77 is \$154,000,000.
2. Increase in Employer-State contribution rate is .01%.
3. It is estimated that covered payroll will increase @ 12% per annum.

**IV. ATTACHMENTS**

Appendix I

V. DATE: 02/13/76

PREPARED BY: 

Robert S. Gates, Director  
 Division of Retirement & Benefits

Original: Legislative Finance  
 Budget and Management

cc: Prime Sponsor (First Legislator Named) Senator Sacks (1) Comm 103  
SENATE FINANCE (1)  
COMMISSIONERS OFFICE (1)

FILE WITH  
BILL

1581 Alder Drive  
Anchorage, Alaska 99504  
November 15, 1975

Senator John Sackett  
527 3rd Avenue  
Fairbanks  
Alaska 99701

Dear Senator John:

It has been many years since you were one of my students at Sheldon Jackson and Eleanor and I have watched your activities in Alaska politics with interest and a measure of pride.

Since our days at SJ I have continued in teaching and about two more years will be retiring. Right now both Mrs. Rosevear and I are teaching on Elmendorf AF Base under the Anchorage School District.

John, I need your help in a matter of contact with the Alaska Teachers Retirement System.

As it now stands, teachers in BIA schools are given an additional 5 years credit towards retirement over and beyond the 10 years allowed to be brought in from out of state. Of course we have to pay for each year of such credit. Teachers at SJ are not able to take advantage of any outside experience beyond the 10 years. At the least this part of the retirement regulations is discriminatory for SJ, in the high school days provided a great service to the State of Alaska by providing accredited education to many of its young people, including yourself and many Alaskans who are now in responsible positions in state affairs.

I know of at least one former SJ teacher who has been given additional credit and when I brought this to the attention of the TRS, one Field Representative threatened to withdraw this credit from an already retired person. When I received this letter, I did not pursue the matter any further as I would not want to penalize anyone.

Another former SJ teacher, Fred Koschmann, received credit for his SJ service because he moved into the state University system. This is under the Alaska retirement system I believe.

Last year I attempted to have the NEA-Alaska submit a bill that would correct this inequity in the retirement law but when it was brought up, Mr. Bob Gates of the TRS said that such action would not be necessary as it was a "house keeping measure".

I wrote to Mr. Gates and did not receive any answer. Later, however, after correspondence with Earl E. Wischmeier and a discussion with him at the Teachers convention in Anchorage, he did grant me some credit for SJ experience. A short time later I received a letter from Mr. Wischmeier recinding the action.

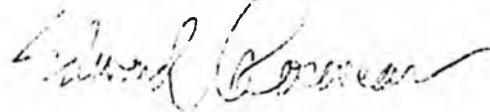
John, through your many contacts in Juneau, would you be willing to check into this matter, and if it is, as Bob Gates says, a housekeeping action, find out why my request has been handled as it has been? I would hate to in any way cause any already retired SJ teacher to loose retirement benéfits because of me.

If additional service credit cannot be received under present law, do you think the many former SJ students in the Legislature might be willing to seek to amend the law to include certified teachers of accredited private schools under the same benéfits as the BIA schools. I do not believe such a change would effect many teachers as SJ dropped the High School department some years back.

Anything that you can do in my behalf' would certainly be appreciated.

If you want copies of my correpondence or would want to talk with me concerning this matter, please let me know.

Very sincerely,



Edward W. Rosevear

Introduced: 2/5/76  
Referred: Health, Education  
and Social Services and  
Finance

1 IN THE SENATE

BY SACKETT

2 SENATE BILL NO.609

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 creditable service in the Teachers'  
7 Retirement System."

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

9 \* Section 1. AS 14.25.060(c) is amended to read:

10 (c) If a teacher has creditable outside service, [OR] Bureau of  
11 Indian Affairs (BIA) service or service as a full-time teacher in an  
12 approved or accredited nonpublic institution of higher learning in  
13 Alaska he is indebted, in addition to the contributions required by sec.  
14 50 of this chapter, as follows:

15 (1) If, at the time of becoming a member of the retirement  
16 system, a teacher has creditable outside service, Bureau of Indian  
17 Affairs (BIA) service and service as a full-time teacher in an approved  
18 or accredited nonpublic institution of higher learning in Alaska [NO  
19 MEMBERSHIP SERVICE], his indebtedness is seven per cent of the base  
20 salary paid at the time of first becoming employed as a teacher under  
21 this chapter, multiplied by the total number of these years of [HIS]  
22 creditable [OUTSIDE AND BIA] service [AT THE TIME OF BECOMING A MEMBER].  
23 The combined total nonmembership [OF OUTSIDE AND BIA] service claimed  
24 may not exceed 15 years; however, no more than 10 years outside service  
25 may be claimed. Compound interest at the rate prescribed by regulation  
26 shall be added to the indebtedness beginning July 1, 1963, or at the  
27 time of first becoming employed as a teacher, whichever is later, to the  
28 date of payment or the date of retirement, whichever occurs first.

29 (2) If a teacher, after becoming a member of this retirement

1 system, discontinues active membership and subsequently desires to be re-  
2 instated and to receive credit for outside service accumulated in the  
3 interim, his indebtedness to the retirement fund for the additional  
4 credit shall be computed as seven per cent of the base salary received  
5 upon reinstatement multiplied by the number of years of interim outside  
6 and BIA service. Compound interest at the rate prescribed by regulation  
7 shall be added to the indebtedness beginning on July 1, 1963, or at the  
8 time of reinstatement, whichever is later, to the date of payment or the  
9 date of retirement, whichever occurs first.

10 \* Sec. 2. AS 14.25.220(3) is amended to read:

11 (3) "creditable service" means outside service, [AND] Bureau  
12 of Indian Affairs (BIA) service and service as a full-time teacher in  
13 an approved or accredited nonpublic institution of higher learning in  
14 Alaska not exceeding 15 years, with outside service limited to 10 years,  
15 plus all membership service as provided in (5) of this section;  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29



# 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

2/8/90  
Date

COMMITTEE REPORT

2/27/76

SENATE

Mr. President:

Date \_\_\_\_\_

The Committee on FINANCE has had SB 610  
stateaid to local school districts

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

**\*\*FINANCE\*\***

2/6/76

SENATE

Mr. President:

Date 2-26-76

HEALTH, EDUCATION

The Committee on AND SOCIAL SERVICES has had SB 610 state to local school districts 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 610 AND THAT CS FOR SB 610 DO PASS
- ( ) "and" recommends it BE REFERRED TO THE \_\_\_\_\_ COMMITTEE
- ( ) reports it back WITHOUT RECOMMENDATION
- ( ) "other"

*same title*

Members signing the Majority report:

Jugan \_\_\_\_\_

Genie Chance \_\_\_\_\_

Paul Bradley \_\_\_\_\_

\_\_\_\_\_

Members NOT concurring in the Majority report:

Colletta recommends: none

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

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

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

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

Jugan Chairman

Original sponsors: Rodey, Chance,  
Croft et al

Offered: 2/27/76  
Referred: Finance

BY THE HEALTH, EDUCATION AND  
SOCIAL SERVICES COMMITTEE

1 IN THE SENATE

2 CS FOR SENATE BILL NO. 610

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 state aid to local school districts;  
7 and providing for an effective date."

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

9 \* Section 1. AS 14.08.121(a) is amended by adding a new paragraph to  
10 read:

11 (3) An additional amount equal to that percentage of a  
12 school's total operating budget expended for utilities in excess of the  
13 average adjusted utility expense percentage for all schools operating  
14 in the city and borough school districts in the prior fiscal year. This  
15 additional amount is defined as  $U_t$  which is equal to the total sum of  
16 all  $U_s$

17  
18 (i.e.,  $U_t = \frac{\sum_{s=1}^{s=n} U_s}{s=1}$ ) where:

19  
20  $U_s = B_s (P_s - f_s \cdot P_a)$  and

21  $U_s$  is equal to the adjusted excess utilities expense for each  
22 school in a given REAA

23  $B_s$  is equal to the total expense budget for each school in a  
24 given REAA

25  $P_s$  is that fraction of the total budget expended for utilities  
26 for each school in a given REAA

27  $f_s$  is the adjustment factor for each school in a given REAA as  
28 found in AS 14.17.051

29  $P_a$  is the average fraction of total budget expended for utili-

1 ties for all schools in city and borough school districts  
2 in the prior fiscal year

3 N is the total number of schools in the REAA's.

4 \* Sec. 2. AS 14.17.041(b) is amended to read:

5 (b) Elementary and secondary schools in districts with ADM of  
6 1,000 or over:

ADM	No. Instructional Units
[UNDER 10	1]
<u>Under</u> [10 -] 20	2
21 - 32	3
33 - 46	4
47 - 62	5
63 - 80	6
81 - 99	7
100 - 3005	7 plus 1 for each 19 pupils or fraction of 19
3006 and over	160 plus 1 for each <u>21</u> [23] pupils or fraction of <u>21</u> [23].

19 \* Sec. 3. AS 14.17.041(a) is amended to read:

20 (a) Elementary and secondary schools in districts with ADM under  
21 1,000:

ADM	No. Instructional Units
[UNDER 10	1]
<u>Under</u> [10 -] 20	2
21 - 32	3
33 - 46	4
47 - 62	5
63 - 80	6
81 - 999	6 plus 1 for each 18

pupils or fraction of 18.

\* Sec. 4. AS 14.17.056 is amended to read:

Sec. 14.17.056. BASE INSTRUCTIONAL UNIT. (a) The base instructional unit for the fiscal year beginning July 1, 1976 [1975] and ending June 30, 1977 [1976] is \$26,000 [\$23,500].

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

\* Sec. 5. This Act takes effect July 1, 1976.

Introduced: 2/6/76  
Referred: Health, Education  
and Social Services and  
Finance

BY RODEY, CHANCE, CROFT, FERGUSON,  
KERTTULA AND RAY

1 IN THE SENATE

2 SENATE BILL NO. 610

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 state aid to local school dis-  
7 tricts; and providing for an effective date."

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

9 \* Section 1. AS 14.17.056 is repealed and re-enacted to read:

10 Sec. 14.17.056. BASE INSTRUCTIONAL UNIT. The base instructional  
11 unit is \$26,000.

12 \* Sec. 2. This Act takes effect July 1, 1976.

13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29

#

THE LEGISLATURE OF THE STATE OF ALASKA  
FISCAL NOTE

Second Session - Ninth Legislature

I. REQUEST

Bill No. S.B. #610  
 Title: relating to school aid to local school districts  
 Requested by: Senate HESS Committee Date: \_\_\_\_\_  
 Return Date Requested: ASAP  
 Agency: Education Program: Pre, elementary & secondary education

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Financial Support Programs

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.		6,306.2	6,495.4	6,690.3	6,891.0	7,097.7
TOTAL						

B. FUNDING: (Thousands of dollars)

GENERAL FUND		6,306.2	6,495.4	6,690.3	6,891.0	7,097.7
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

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

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

Assume 3% growth in succeeding fiscal years.

IV. ATTACHMENTS Attached is impact on district for FY 77.

V. DATE: 2/11/76 PREPARED BY: William A. [Signature]

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

First Session - Ninth Legislature

I. REQUEST

Bill No. H. B. #131  
 Title: Relating to the public school foundation program.  
 Requested by: House HESS Committee Date: 2-27-75  
 Return Date Requested: ASAP  
 Agency: Education Program: Pre-Elementary-Secondary Educ.

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Financial Support Programs

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.	-0-	14,087.7	20,749.8	21,371.8	22,012.4	22,674.2
TOTAL	-0-	14,087.7	20,749.8	21,371.8	22,012.4	22,674.2

B. FUNDING: (Thousands of dollars)

GENERAL FUND	-0-	14,087.7	20,749.8	21,371.8	22,012.4	22,674.2
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

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

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

See attached.

FY 77 Unit Value Increase \$25,000

Assume 3% growth for succeeding fiscal year

Formula: AS.14.17.021(c)

IV. ATTACHMENTS

V. DATE: 2/10/75

PREPARED BY: William D. Thomas

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

	1	2	3	4	5	6	7	8	9	10	11	12	
	FY 76	FY 76	Net	Total	%	Re: Sec. 6	%	Re: Sec. 1	FY 76		Re: Sec. 7		%
	Project	Proj.	Increase	Est.	Area Diff.	Basic Need	Entitlement	State Aid	State Aid	Diff. 8-9	FY 76	Diff. 10-11	Increase
	ADM	Instr.	Re: Sec. 4	I.U.	Re: Sec. 5	@ 23,500	of 93%	@ 93.0000	Present		Mini 874		12-9
		Units					ke: Sec. 1		Statute		Est.		
Anchorage	33,488	1,918	50	1,968		46,248,000	93.0000	43,000,640	37,544,850	5,465,790	1,364,000	4,101,790	11%
Bristol Bay	261	25	1	26	26.25	771,388	93.0000	717,590	565,223	152,167	25,000	127,167	23
Chugach-Eagle River	2,784	164	4	168		3,948,000	95.8613	3,784,694	3,356,101	428,503		428,503	13
Cordova	545	44	5	49	15.00	1,324,225	95.8152	1,268,849	944,756	324,093	5,000	319,093	34
Craig	154	17	--	17		399,500	97.6738	390,207	375,327	14,800		14,800	4
Dillingham	347	28	2	30	26.25	890,062	97.1172	864,404	674,420	189,984	19,030	170,984	25
Fairbanks	9,420	584	15	599	11.25	15,660,106	93.5506	14,650,123	12,108,021	2,542,102	748,000	1,794,102	15
Galena	158	16	--	16	33.75	502,900	99.1866	498,809	397,266	101,543	8,000	93,543	24
Haines	486	36	2	38	7.50	959,975	94.8146	910,196	724,998	185,198	28,000	157,198	22
Hornah	249	24	1	25	7.50	631,562	99.0595	625,623	540,724	84,899		84,899	14
Hydaburg	90	10	1	11		258,500	98.8790	255,602	224,713	30,889		30,889	14
Juneau	4,407	276	18	294		6,909,000	94.2689	6,513,038	5,511,510	1,001,528	496,000	505,528	10
Kake	192	18	1	19	3.75	463,244	99.2185	459,623	406,477	53,146		53,146	13
Kenai	5,679	383	6	389	7.50	9,827,112	93.0000	9,139,215	7,497,225	1,641,990	211,000	1,430,990	20
Ketchikan	2,701	183	9	192		4,512,000	93.0000	4,196,160	3,582,225	613,935	99,000	514,935	15
King Cove	120	15	--	15	26.25	445,031	98.8790	440,042	370,781	69,261		69,261	19
Klawock	57	6	--	6	3.75	146,287	98.8538	144,611	134,778	9,833		9,833	8
Kodiak	2,206	163	7	170	7.50	4,294,625	95.3270	4,093,937	3,473,933	620,004	34,000	586,004	17
Marasmuska-Susitna	2,994	205	5	210	3.75	5,120,062	93.0000	4,761,658	4,012,875	748,783	161,000	587,783	15
Nenana	247	21	1	22	33.75	691,487	98.6748	682,324	470,498	211,826	6,000	205,826	44
Nome	950*	66	3	69	26.25	2,047,144	98.6116	2,017,721	1,625,100	393,621	55,000	338,621	21
North Slope	1,054	97	5	102	33.75	3,205,987	93.0000	2,981,568	2,193,063	788,505		788,505	36
Pelican	55	7	--	7	7.50	176,838	96.6418	170,899	152,190	18,709		18,709	12
Petersburg	657	47	2	49	3.75	1,194,681	95.7064	1,143,386	959,548	183,838	19,000	164,838	17
Selawik	199*	19	1	20	33.75	628,625	99.5614	625,868	474,308	151,560		151,560	32
Sitka	1,836	125	5	130	3.75	3,169,562	94.0381	2,980,596	2,487,194	493,402	41,000	452,402	18
Skarway	220	20	--	20	7.50	505,250	93.0000	469,882	391,500	78,382	2,000	76,382	20
St. Mary's	133*	11	--	11	33.75	345,743	99.6981	344,700	275,139	69,561		69,561	25
Unalaska	130	14	--	14	26.25	415,362	95.7646	397,770	330,414	67,356		67,356	20
Valdez	1,250	83	4	87	15.00	2,351,175	93.0000	2,186,593	1,705,924	480,669	53,000	427,669	25
Wrangell	641	48	2	50	3.75	1,219,062	97.2398	1,185,414	1,002,833	182,581	1,000	181,581	18
Yakutat	160	17	1	18	7.50	454,725	99.3172	451,620	384,442	67,178	3,000	64,178	17
	73,870	4,690	151	4,841		119,717,220		112,364,072	94,898,356	17,465,716	3,378,000	14,087,716	15%

DOE Estimate\*

Total additional cost of proposed legislation is \$14,087,716 in FY 76

	<u>FY 76</u>	<u>FY 77</u>	<u>FY 78</u>	<u>FY 79</u>	<u>FY 80</u>
A) Proposed Statute	<u>112,364.1</u>	<u>123,129.3</u>	<u>126,830.4</u>	<u>130,632.6</u>	<u>134,558.3</u>
Present Statute	94,898.4	98,900.2	101,874.9	104,929.0	108,022.2
+ Revenue Sharing	<u>3,378.0</u>	<u>3,479.3</u>	<u>3,583.7</u>	<u>3,691.2</u>	<u>3,801.9</u>
B) TOTAL	98,276.4	102,379.5	105,458.6	108,620.2	111,884.1
Increase (A - B)	14,087.7	20,749.8	21,371.8	22,012.4	22,674.2

Assume 3% growth in succeeding fiscal year.

ALASKA STATE LEGISLATURE

NINTH Legislature SECOND Session

SENATE BILL NO. 610  
By RODEY, CHANCE, FERGUSON,  
KERTTULA AND RAY AND CROFT

"An Act relating to state aid to local school districts; and providing for an effective date."

state aid/local school districts

Introduced in the Senate 2/6, 19...76

HISTORY IN THE SENATE

19 76

2 6

Read first time and referred to Committee on

Health, Education and Social Services and Finance

*2/27 replace w/ES + do pass -> Finance*  
Reported back with recommendation that Hess:

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. ....

JAY S. HAMMOND  
GOVERNOR



STATE OF ALASKA  
OFFICE OF THE GOVERNOR  
JUNEAU

March 2, 1976

The Honorable Bill Ray  
Chairman  
Senate Finance Committee  
Alaska State Senate  
Pouch V  
Juneau, Alaska 99811

Dear Senator Ray:

SUBJECT: RESPONSE TO YOUR INQUIRIES ON THE COMMITTEE  
SUBSTITUTE FOR SENATE BILL 610

At first review, it is our estimate that the Committee Substitute bill increases the fiscal note for 610 by approximately \$13-1/2 million. The breakdown of the fiscal increase is approximately as follows:

- Section 1 - Approximately \$600,000 increase;
- Section 2 - Approximately \$1.4 million increase  
(about \$1.2 million to Anchorage,  
remainder to Fairbanks);
- Section 3 - \$1.2 million, most of which will  
go to the REAA;
- Section 4 - About \$9.1 million.

Of significant note is that the Committee Substitute does alter existing formulas somewhat, several of which changes would not particularly be recommended by the Department of Education, though if the same end result were desired, perhaps other alternatives could be pursued. Of further importance is the fact that the basic instructional unit which had been incorporated in last year's legislation for Fiscal '77 is being increased by this Committee Substitute, thus defeating the purpose of one year's advance notice to districts for the benefit of planning. Certainly, the districts would like having it increased, but it is not consistent with the philosophy behind the two-year projection approach in that it puts the legislature back in the same situation of being lobbied for instructional unit increases.

The Honorable  
Bill Ray

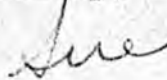
Page 2

March 2, 1976

On cursory review, it appears that the bill anticipates an approximate 10 percent inflation factor which may or may not be accurate. Beyond this original review on my part, there will be more detailed information available immediately from the Department of Education, and my recommendation would be that your Committee ask the Department to testify as soon as possible. They did not testify on the total package from a fiscal point of view for the HESS Committee, so my guess is that you would consider it rather imperative that that review by the Department occur soon in your Committee deliberations.

Please let me know if I can help further.

Sincerely,



Sue S. Greene  
Special Assistant  
to the Governor

JAY S. HAMMOND  
GOVERNOR



STATE OF ALASKA  
OFFICE OF THE GOVERNOR  
JUNEAU

March 2, 1976

The Honorable Bill Ray  
Chairman  
Senate Finance Committee  
Alaska State Senate  
Pouch V  
Juneau, Alaska 99811

Dear Senator Ray:

SUBJECT: RESPONSE TO YOUR INQUIRIES ON THE COMMITTEE  
SUBSTITUTE FOR SENATE BILL 610

At first review, it is our estimate that the Committee Substitute bill increases the fiscal note for 610 by approximately \$13-1/2 million. The breakdown of the fiscal increase is approximately as follows:

Section 1 - Approximately \$600,000 increase;

Section 2 - Approximately \$1.4 million increase  
(about \$1.2 million to Anchorage,  
remainder to Fairbanks);

Section 3 - \$1.2 million, most of which will  
go to the REAA;

Section 4 - About \$9.1 million.

Of significant note is that the Committee Substitute does alter existing formulas somewhat, several of which changes would not particularly be recommended by the Department of Education, though if the same end result were desired, perhaps other alternatives could be pursued. Of further importance is the fact that the basic instructional unit which had been incorporated in last year's legislation for Fiscal '77 is being increased by this Committee Substitute, thus defeating the purpose of one year's advance notice to districts for the benefit of planning. Certainly, the districts would like having it increased, but it is not consistent with the philosophy behind the two-year projection approach in that it puts the legislature back in the same situation of being lobbied for instructional unit increases.

The Honorable  
Bill Ray

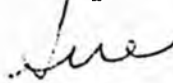
Page 2

March 2, 1976

On cursory review, it appears that the bill anticipates an approximate 10 percent inflation factor which may or may not be accurate. Beyond this original review on my part, there will be more detailed information available immediately from the Department of Education, and my recommendation would be that your Committee ask the Department to testify as soon as possible. They did not testify on the total package from a fiscal point of view for the HESS Committee, so my guess is that you would consider it rather imperative that that review by the Department occur soon in your Committee deliberations.

Please let me know if I can help further.

Sincerely,



Sue S. Greene  
Special Assistant  
to the Governor

Referred to Finance  
Friday, 2/27

Original sponsors: Rodey, Chance,  
Croft et al

Offered: 2/27/76  
Referred: Finance

1 IN THE SENATE

BY THE HEALTH, EDUCATION AND  
SOCIAL SERVICES COMMITTEE

2 CS FOR SENATE BILL NO. 610

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECCND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state aid to local school districts;  
7 and providing for an effective date."

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

9 \* Section 1. AS 14.08.121(a) is amended by adding a new paragraph to  
10 read:

11 (3) An additional amount equal to that percentage of a  
12 school's total operating budget expended for utilities in excess of the  
13 average adjusted utility expense percentage for all schools operating  
14 in the city and borough school districts in the prior fiscal year. This  
15 additional amount is defined as  $U_t$  which is equal to the total sum of  
16 all  $U_s$

17 (i.e.,  $U_t = \sum_{s=1}^{s=n} U_s$ ) where:

20  $U_s = B_s (P_s - f_s \cdot P_a)$  and

21  $U_s$  is equal to the adjusted excess utilities expense for each  
22 school in a given REAA

23  $B_s$  is equal to the total expense budget for each school in a  
24 given REAA

25  $P_s$  is that fraction of the total budget expended for utilities  
26 for each school in a given REAA

27  $f_s$  is the adjustment factor for each school in a given REAA as  
28 found in AS 14.17.051

29  $P_a$  is the average fraction of total budget expended for utili-

1 ties for all schools in city and borough school districts  
2 in the prior fiscal year

3 N is the total number of schools in the REAA's.

4 \* Sec. 2. AS 14.17.041(b) is amended to read:

5 (b) Elementary and secondary schools in districts with ADM of  
6 1,000 or over:

ADM	No. Instructional Units
[UNDER 10	1]
<u>Under</u> [10 -] 20	2
21 - 32	3
33 - 46	4
47 - 62	5
63 - 80	6
81 - 99	7
100 - 3005	7 plus 1 for each 19 pupils or fraction of 19
3006 and over	160 plus 1 for each <u>21</u> [23] pupils or fraction of <u>21</u> [23].

19 \* Sec. 3. AS 14.17.041(a) is amended to read:

20 (a) Elementary and secondary schools in districts with ADM under  
21 1,000:

ADM	No. Instructional Units
[UNDER 10	1]
<u>Under</u> [10 -] 20	2
21 - 32	3
33 - 46	4
47 - 62	5
63 - 80	6
81 - 999	6 plus 1 for each 18

pupils or fraction of 18.

\* Sec. 4. AS 14.17.056 is amended to read:

Sec. 14.17.056. BASE INSTRUCTIONAL UNIT. (a) The base instructional unit for the fiscal year beginning July 1, 1976 [1975] and ending June 30, 1977 [1976] is \$26,000 [\$23,500].

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

\* Sec. 5. This Act takes effect July 1, 1976.

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29

#

Introduced: 2/6/76  
Referred: Health, Education  
and Social Services and  
Finance

BY RODEY, CHANCE, CROFT, FERGUSON,  
KERTTULA AND RAY

1 IN THE SENATE

2 SENATE BILL NO. 610

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 state aid to local school dis-  
7 tricts; and providing for an effective date."

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

9 \* Section 1. AS 14.17.056 is repealed and re-enacted to read:

10 Sec. 14.17.056. BASE INSTRUCTIONAL UNIT. The base instructional  
11 unit is \$26,000.

12 \* Sec. 2. This Act takes effect July 1, 1976.

13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29 #

Original sponsors: Rodey, Chance,  
Croft et al

Offered: 2/27/76  
Referred: Finance

1 IN THE SENATE

BY THE HEALTH, EDUCATION AND  
SOCIAL SERVICES COMMITTEE

2 CS FOR SENATE BILL NO. 610

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 state aid to local school districts;  
7 and providing for an effective date."

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

9 \* Section 1. AS 14.08.121(a) is amended by adding a new paragraph to  
10 read:

11 (3) An additional amount equal to that percentage of a  
12 school's total operating budget expended for utilities in excess of the  
13 average adjusted utility expense percentage for all schools operating  
14 in the city and borough school districts in the prior fiscal year. This  
15 additional amount is defined as  $U_t$  which is equal to the total sum of  
16 all  $U_s$

17 (i.e.,  $U_t = \sum_{s=1}^{s=n} U_s$ ) where:

20  $U_s = B_s (P_s - f_s \cdot P_a)$  and

21  $U_s$  is equal to the adjusted excess utilities expense for each  
22 school in a given REAA

23  $B_s$  is equal to the total expense budget for each school in a  
24 given REAA

25  $P_s$  is that fraction of the total budget expended for utilities  
26 for each school in a given REAA

27  $f_s$  is the adjustment factor for each school in a given REAA as  
28 found in AS 14.17.051

29  $P_a$  is the average fraction of total budget expended for utili-

1 ties for all schools in city and borough school districts  
2 in the prior fiscal year

3 N is the total number of schools in the REAA's.

4 \* Sec. 2. AS 14 17.041(b) is amended to read:

5 (b) Elementary and secondary schools in districts with ADM of  
6 1,000 or over:

ADM	No. Instructional Units
[UNDER 10	1]
<u>Under</u> [10 -] 20	2
21 - 32	3
33 - 46	4
47 - 62	5
63 - 80	6
81 - 99	7
100 - 3005	7 plus 1 for each 19 pupils or fraction of 19
3006 and over	160 plus 1 for each <u>21</u> [23] pupils or fraction of <u>21</u> [23].

19 \* Sec. 3. AS 14.17.041(a) is amended to read:

20 (a) Elementary and secondary schools in districts with ADM under  
21 1,000:

ADM	No. Instructional Units
[UNDER 10	1]
<u>Under</u> [10 -] 20	2
21 - 32	3
33 - 46	4
47 - 62	5
63 - 80	6
81 - 999	6 plus 1 for each 18

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29

pupils or fraction of 18.

\* Sec. 4. AS 14.17.056 is amended to read:

Sec. 14.17.056. BASE INSTRUCTIONAL UNIT. (a) The base instructional unit for the fiscal year beginning July 1, 1976 [1975] and ending June 30, 1977 [1976] is \$26,000 [\$23,500].

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

\* Sec. 5. This Act takes effect July 1, 1976.

Original sponsors: Rodey, Chance,  
Croft et al

Offered: 2/27/76  
Referred: Finance

1 IN THE SENATE

BY THE HEALTH, EDUCATION AND  
SOCIAL SERVICES COMMITTEE

2

CS FOR SENATE BILL NO. 610

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 state aid to local school districts;  
and providing for an effective date."

7

8

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

9

\* Section 1. AS 14.08.121(a) is amended by adding a new paragraph to

10 read:

11

12

13

14

15

16

(3) An additional amount equal to that percentage of a school's total operating budget expended for utilities in excess of the average adjusted utility expense percentage for all schools operating in the city and borough school districts in the prior fiscal year. This additional amount is defined as  $U_t$  which is equal to the total sum of all  $U_s$

17

18

19

$$(i.e., U_t = \sum_{s=1}^{s=n} U_s) \quad \text{where:}$$

20

$$U_s = B_s (P_s - f_s \cdot P_a) \quad \text{and}$$

21

$U_s$  is equal to the adjusted excess utilities expense for each school in a given REAA

22

23

$B_s$  is equal to the total expense budget for each school in a given REAA

24

25

$P_s$  is that fraction of the total budget expended for utilities for each school in a given REAA

26

27

$f_s$  is the adjustment factor for each school in a given REAA as found in AS 14.17.051

28

29

$P_a$  is the average fraction of total budget expended for util-

ties for all schools in city and borough school districts  
in the prior fiscal year

N is the total number of schools in the REAA's.

\* Sec. 2. AS 14.17.041(b) is amended to read:

(b) Elementary and secondary schools in districts with ADM of  
1,000 or over:

ADM	No. Instructional Units
[UNDER 10	1]
<u>Under</u> [10 -] 20	2
21 - 32	3
33 - 46	4
47 - 62	5
63 - 80	6
81 - 99	7
100 - 3005	7 plus 1 for each 19 pupils or fraction of 19
3006 and over	160 plus 1 for each <u>21</u> [23] pupils or fraction of <u>21</u> [23].

\* Sec. 3. AS 14.17.041(a) is amended to read:

(a) Elementary and secondary schools in districts with ADM under  
1,000:

ADM	No. Instructional Units
[UNDER 10	1]
<u>Under</u> [10 -] 20	2
21 - 32	3
33 - 46	4
47 - 62	5
63 - 80	6
81 - 999	6 plus 1 for each 18

pupils or fraction of 18.

\* Sec. 4. AS 14.17.056 is amended to read:

Sec. 14.17.056. BASE INSTRUCTIONAL UNIT. (a) The base instructional unit for the fiscal year beginning July 1, 1976 [1975] and ending June 30, 1977 [1976] is \$26,000 [\$23,500].

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

\* Sec. 5. This Act takes effect July 1, 1976.

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29