

LEG. FINANCE - BILLS 1977 - 1978 639

HB 1 cont., thru CSHB 5

639

- 1 (3) State Medical Board (AS 08.64.010);
- 2 (4) Board of Nursing (AS 08.68.010);
- 3 (5) Board of Dispensing Opticians (AS 08.71.010);
- 4 (6) Board of Examiners in Optometry (AS 08.72.010);
- 5 (7) Board of Pharmacy (AS 08.80.010);
- 6 (8) Board of Psychologist and Psychological Associate
- 7 Examiners (AS 08.86.010);
- 8 (9) Board of Veterinary Examiners (AS 08.98.010);
- 9 (10) Board of Nursing Home Administrators (AS 08.70.010);
- 10 (11) Physical Therapy Board (AS 08.84.010);
- 11 (12) Alaska State Board of Public Accountancy (AS 08.04.010);
- 12 (13) Board of Barber Examiners (AS 08.12.010);
- 13 (14) Collection Agency Board (AS 08.24.011);
- 14 (15) Board of Hairdressing and Beauty Culture Examiners
- 15 (AS 08.28.010);
- 16 (16) Board of Electrical Examiners (AS 08.40.010);
- 17 (17) State Board of Registration for Architects, Engineers and
- 18 Land Surveyors (AS 08.48.011);
- 19 (18) Guide Licensing and Control Board (AS 08.54.010);
- 20 (19) Board of Marine Pilots (AS 08.62.010);
- 21 (20) Real Estate Commission (AS 08.88.011);
- 22 (21) Board of Welding Examiners (AS 08.99.010).

23 (b) Boards and commissions listed in this subsection expire on
24 July 1, 1979:

- 25 (1) Commission on the Administration of Justice (AS 44.19.-
- 26 746);
- 27 (2) Alaska Police Standards Council (AS 18.65.140);
- 28 (3) State Board of Parole (AS 33.15.010);
- 29 (4) Violent Crimes Compensation Board (AS 18.67.020);

- 1 (5) Alaska Public Utilities Commission (AS 42.05.010);
- 2 (6) Alaska Transportation Commission (AS 42.07.011);
- 3 (7) Alaska Public Offices Commission (AS 15.13.020);
- 4 (8) Vocational Educational Advisory Council (P.L. 91-576);
- 5 (9) Alaska Public Broadcasting Commission (AS 14.58.010);
- 6 (10) Professional Teaching Practices Commission (AS 14.20.380);
- 7 (11) Western Interstate Commission for Higher Education
- 8 (AS 14.40.690);
- 9 (12) Advisory Council on Libraries (P.L. 91-600);
- 10 (13) Education Commission of the States (AS 14.40.700);
- 11 (14) Alaska Commission on Postsecondary Education (AS 14.40.-
- 12 903);
- 13 (15) Alaska Historical Commission (AS 44.19.010);
- 14 (16) Alaska State Council on the Arts (AS 44.19.900);
- 15 (17) State Personnel Board (AS 39.25.060);
- 16 (18) Public Employees Retirement Board (AS 39.35.030);
- 17 (19) State Labor Relations Agency (AS 23.40.250);
- 18 (20) Alaska Teachers' Retirement Board (AS 14.25.035);
- 19 (21) Board of Governors of the Alaska Bar Association
- 20 (AS 08.08.040).

21 (c) Boards and commissions listed in this subsection expire on
22 July 1, 1980:

- 23 (1) Comprehensive Health Advisory Council (AS 18.07.020);
- 24 (2) Developmental Disabilities Planning and Advisory Council
- 25 (P.L. 91-517);
- 26 (3) Emergency Medical Services Committee (AS 18.07.040);
- 27 (4) Medical Indemnity Corporation of Alaska (AS 21.88.030);
- 28 (5) Occupational Safety and Health Review Board (AS 18.60.-
- 29 057);

- 1 (6) Alaska Manpower Planning Council (Executive Order 11422);
2 (7) Alaska Manpower Services Council (Executive Order 11422);
3 (8) Equal Employment Opportunity Commission (Administrative
4 Order 24);
5 (9) Office of Child Advocacy (AS 47.50.020);
6 (10) Advisory Board on Alcoholism (AS 47.37.060);
7 (11) Advisory Board on Drug Abuse (AS 44.29.010);
8 (12) Advisory Committee on the Aging (P.L. 93-29);
9 (13) Alaska Pioneers Home Advisory Board (AS 44.21.100);
10 (14) Employment Security Advisory Council (AS 23.20.025);
11 (15) Workmen's Compensation Board (AS 23.30.005);
12 (16) Commission on the Employment of the Physically Handi-
13 capped (AS 23.15.220);
14 (17) State Commission for Human Rights (AS 18.80.010);
15 (18) Community Mental Health Services Advisory Council
16 (AS 47.30.605);
17 (19) Athletic Commission (AS 05.05.010);
18 (20) Rural Affairs Commission (AS 44.19.720).

19 (d) Boards and commissions listed in this subsection expire on
20 July 1, 1981:

- 21 (1) Commission on the Conference of the Law of the Sea
22 (AS 44.19.789);
23 (2) Alaska King Crab Marketing and Quality Control Board
24 (AS 18.90.040);
25 (3) Pacific Marine Fisheries Commission (AS 16.45.030);
26 (4) Fishermen's Fund Advisory and Appeals Council (AS 23.35.-
27 010);
28 (5) Board of Soil Conservation (AS 41.10.040);
29 (6) Water Resources Board (AS 46.15.190);

- 1 (7) Royalty Oil and Gas Development Advisory Board
2 (AS 38.06.020);
- 3 (8) Historic Sites Advisory Committee (AS 41.35.120);
4 (9) Environmental Advisory Board (AS 44.46.030);
5 (10) Commercial Fisheries Entry Commission (AS 16.43.020);
6 (11) Alaska Pipeline Commission (AS 42.06.020);
7 (12) State Assessment Review Board (AS 43.56.040);
8 (13) Yukon-Tanana Commission (AS 44.20.010);
9 (14) Alaska Growth Policy Council (Executive Order 26);
10 (15) Tourism Advisory Board (AS 44.33.190);
11 (16) State Investment Advisory Committee (AS 37.10.060);
12 (17) Alaska State Development Commission (AS 44.59.010);
13 (18) Alcoholic Beverage Control Board (AS 04.05.010);
14 (19) Alaska Municipal Bond Bank Authority (AS 44.58.020);
15 (20) Alaska Small Business Development Corporation (AS 44.-
16 60.020);
- 17 (21) Alaska State Housing Authority (AS 18.55.020);
18 (22) Alaska Housing Finance Corporation (AS 18.56.020).

19 (e) Upon termination, each agency, board or commission shall con-
20 tinue in existence until July 1 of the next succeeding year for the
21 purpose of concluding its affairs. Termination or dissolution shall not
22 reduce or otherwise limit the powers of the agency, board or commission.
23 One year after termination or dissolution each agency, board or commis-
24 sion shall cease all activities.

25 Sec. 44.66.020. CONTINUATION OR REESTABLISHMENT OF AGENCIES,
26 BOARDS AND COMMISSIONS. An agency, board or commission scheduled for
27 termination or dissolution under sec. 10 of this chapter may be con-
28 tinued or reestablished by the legislature for a period not to exceed
29 four years. A newly created agency, board or commission shall have a

1 life not to exceed four years and shall be subject to the provisions of
2 this chapter.

3 Sec. 44.66.030. LEGISLATIVE OVERSIGHT. (a) Before the termina-
4 tion, dissolution, continuation or reestablishment of an agency, board
5 or commission, a committee of reference of each house, which shall be
6 the standing committee of legislative jurisdiction as provided in the
7 Uniform Rules of the Legislature, shall hold one or more hearings to
8 receive testimony from the public, the commissioner of the department
9 having administrative responsibility for each named agency, board or
10 commission, and the members of the board or commission involved. The
11 committee shall also consider the proposed budget of the agency, board
12 or commission, prepared in accordance with AS 37.07.050(f), and the
13 performance audit of the activities of the agency, board or commission
14 prepared by the division of legislative audit as prescribed in AS 24.20.
15 271(9). The committee may consider any other report of the activities
16 of the agency, board or commission, including but not limited to annual
17 reports, summaries prepared by the Legislative Affairs Agency, and any
18 evaluation or general report of the manner of conduct of activities of
19 the agency, board or commission prepared by the office of the ombudsman.

20 (b) During a public hearing, the agency, board or commission shall
21 have the burden of demonstrating a public need for its continued
22 existence and the extent to which any change in the manner of exercise
23 of its functions or activities may increase its efficiency of adminis-
24 tration or operation consistent with the public interest.

25 (c) A determination as to whether an agency, board or commission
26 has demonstrated a public need for its continued existence shall take
27 into consideration the following factors:

28 (1) the extent to which the agency, board or commission has
29 operated in the public interest;

1 (2) the extent to which the operation of the agency, board or
2 commission has been impeded or enhanced by existing statutes, proce-
3 dures, and practices which it has adopted, and any other matter, in-
4 cluding budgetary, resource, and personnel matters;

5 (3) the extent to which the agency, board or commission has
6 recommended statutory changes which are generally of benefit to the
7 public interest;

8 (4) the extent to which the agency, board or commission has
9 encouraged interested persons to report to it concerning the effect of
10 its regulations and decisions on the effectiveness of service, economy
11 of service, and availability of service which it has provided;

12 (5) the extent to which the agency, board or commission has
13 encouraged public participation in the making of its regulations and
14 decisions;

15 (6) the efficiency with which public inquiries or complaints
16 regarding the activities of the agency, board or commission filed with
17 it, with the department to which the board or commission is administra-
18 tively assigned, or with the office of the ombudsman have been processed
19 and resolved;

20 (7) the extent to which an agency, board or commission which
21 regulates entry into an occupation or profession has presented qualified
22 applicants to serve the public;

23 (8) the extent to which state personnel practices, including
24 affirmative action requirements, have been complied with by the agency,
25 board or commission as to its own activities and the area of activity or
26 interest; and

27 (9) the extent to which changes are necessary in the enabling
28 laws of the agency, board or commission, regulations which it has
29 adopted, budgetary, resource, or personnel matters, to enable the agency,

1 board or commission to better serve the interests of the public and to
2 comply with the factors enumerated in this subsection.

3 (d) As to each agency, board or commission assigned to it for
4 purposes of review, the committee of reference shall, not later than the
5 60th day of the legislative session, submit a report to the presiding
6 officer of the house. The report shall contain a summary of the find-
7 ings of the committee as to the compliance of the agency, board or com-
8 mission with the factors enumerated in (c) of this section, together
9 with a summary or recommendations of the committee as to each of the
10 following:

11 (1) an identification of the problems or the needs that the
12 programs and activities of the agency, board or commission are intended
13 to address;

14 (2) a statement, to the extent practicable, of the objectives
15 of the program and its anticipated accomplishments;

16 (3) an identification of any other programs having similar,
17 conflicting or duplicate objectives;

18 (4) an assessment of alternative methods of achieving the
19 purposes of the program;

20 (5) an assessment of the consequences of eliminating the
21 program, of consolidating it with another program, or of funding it at a
22 lower level;

23 (6) a justification for the recommended continuation of the
24 agency, board or commission, and an explanation of the manner in which
25 it avoids duplication of or conflict with other efforts; and

26 (7) any other information which, in the opinion of the com-
27 mittee, would improve the performance of the agency, board or commission
28 with respect to its representation of and responsiveness to the public
29 interest.

1 (e) The committee of reference may introduce a bill providing for
2 the reorganization or continuation of the entire agency, board or
3 commission, or any subdivision of it. No more than one agency, board or
4 commission shall be continued or reestablished in any legislative bill,
5 and the agency, board or commission shall be mentioned in the title of
6 the bill.

7 Sec. 44.66.040. EXISTING CLAIMS. This chapter shall not cause the
8 termination or dismissal of a claim or right of a citizen against the
9 agency, board or commission terminated under this chapter which is sub-
10 ject to litigation. Claims and rights shall be assumed by the depart-
11 ment to which the board or commission terminated under this chapter was
12 attached for administrative purposes or by the Office of the Governor in
13 the case of termination of an agency.

14 * Sec. 3. AS 24.20.271(1) is amended to read:

15 (1) perform an audit, complete with a written report, at
16 least once every three years on the books and accounts of every depart-
17 ment, institution, bureau, board, commission or other agency of state
18 vernment, except agencies, boards and commissions subject to the
19 provisions of AS 44.66.010 - 44.66.030;

20 * Sec. 4. AS 24.20.271 is amended by adding a new paragraph to read:

21 (9) conduct a performance post-audit at least once every four
22 years of each agency, board or commission listed in AS 44.66.010, and
23 submit the audit, together with a written report, not later than the
24 first day of the regular session of the legislature convening in each
25 year set out with reference to an agency, board or commission whose
26 activities are subject to termination as prescribed in AS 44.66.010.

27 * Sec. 5. AS 37.07.050 is amended by adding a new subsection to read:

28 (f) As to budget requests to carry out their programs and activi-
29 ties for the fiscal year following termination under AS 44.66.010,

1 agencies, boards and commissions identified in that section shall
2 prepare and submit a recommended appropriation request, including but
3 not limited to the following:

4 (1) an identification of the objectives intended for the
5 program and the problem or need which the activities and operations of
6 the agency, board or commission was intended to address;

7 (2) an assessment of the degree to which the original objec-
8 tives of the program have been achieved expressed in terms of perfor-
9 mance, effects, or accomplishments of the program and of the program or
10 need which it was intended to address;

11 (3) a statement of the performance and accomplishments of the
12 program in each of the last four completed fiscal years and of the costs
13 incurred in the operation of the program;

14 (4) a statement of the number and types of persons affected
15 by operation of the program;

16 (5) a summary statement, for each of the last three completed
17 fiscal years, of the number of personnel employed in carrying out the
18 program and a summary of the cost of personnel employed under contract
19 in carrying out the program;

20 (6) an assessment of the effect of the program on the economy
21 of the state;

22 (7) an assessment of the degree to which the overall policies
23 of the program, as expressed in regulations adopted by the agency, board
24 or commission and its decisions, meet the objectives of the legislature
25 in establishing the program; and

26 (8) an analysis of the services and performance estimated to
27 be achieved if the life of the agency, board or commission were to be
28 continued.
29

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST
 Bill/Resolution No. H.B. 1
 Title "Sunset"
 Requested by Rep. Clark Gruening Date 3/25/77

II. FISCAL DETAIL
 Agency Affected Division of Legislative Audit
 Program Category Affected General Government
 Budget Request Unit(s) Affected Legislature

EXPENDITURES (Thousands of Dollars)

| | FY 77 | FY 78 | FY 79 | FY 80 | FY 81 | FY 82 |
|--------------------------|-------|-------|-------|-------|-------|-------|
| 100 PERSONAL SERVICES | | 203.9 | 216.1 | 229.0 | 242.7 | 257.2 |
| 200 TRAVEL | | -0- | -0- | -0- | -0- | -0- |
| 300 CONTRACTUAL | | 8.0 | 8.5 | 9.0 | 9.5 | 10.1 |
| 400 COMMODITIES | | 1.2 | 1.3 | 1.4 | 1.5 | 1.6 |
| 500 EQUIPMENT | | 3.6 | 3.8 | 4.0 | 4.2 | 4.5 |
| 600 LAND & STRUCTURES | | | | | | |
| 700 GRANTS, CLAIMS, ETC. | | | | | | |
| TOTAL | | 216.7 | 229.7 | 243.4 | 257.9 | 273.4 |

FUNDING (Thousands of Dollars)

| | | | | | | |
|-----------------|--|-------|-------|-------|-------|-------|
| GENERAL FUND | | 216.7 | 229.7 | 243.4 | 257.9 | 273.4 |
| FEDERAL FUNDS | | | | | | |
| OTHER (Specify) | | | | | | |

POSITIONS

| | | | | | | |
|-----------|----|---|---|---|---|---|
| FULL TIME | *4 | 6 | 6 | 6 | 6 | 6 |
| PART TIME | | | | | | |
| TEMPORARY | | | | | | |

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)
 FY 79 - 82 is extended at inflation increase of 6% per year.

All Present audit coverage will remain the same.

Six new auditors will be added to audit boards and commissions under "Sunset" provisions.

*No fiscal impact on FY 77. Will need 4 new positions in '77. Funding can come from vacancy.

| <u>New Positions</u> | <u>Range</u> | <u>Title</u> |
|----------------------|--------------|-------------------|
| 1 | 22 | Audit Manager |
| 2 | 20 | In-Charge Auditor |
| 3 | 18 | Senior Auditor |

IV. DATE 3/25/77 PREPARED BY Garrey M. Peska
 AGENCY Division of Legislative Audit
 PHONE 465-3830

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



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

4/30/77

May 25, 1977 Date

Mr. President:

The Committee on FINANCE has had CSHB 1 (Fin) and termination, continuation, or reestablishment of certain boards and commissions 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 HR 1 (Fin) and that CS for HR 1 (Fin) do pass as amended
- (and) recommends it be referred to the _____ committee
- reports it back without recommendation
- AND attaches a report of its intent
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

James Beckett - No Rec William No Rec

Harvey - no rec. Carroll no rec

Thomas J. No Rec John Buttrick No Rec

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends: _____

_____ recommends: _____

_____ recommends: _____

James Beckett

Chairman

SENATE JOURNAL

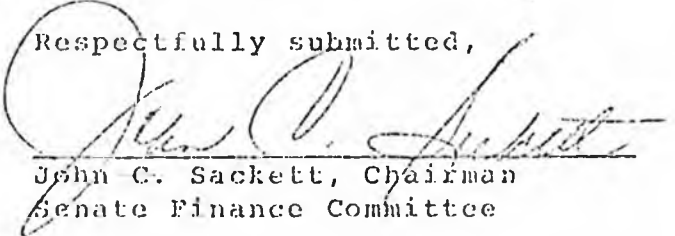
SENATE FINANCE COMMITTEE
REPORT ON

CSHB 1 (Fin) (am)

Due to a lack of specific definition of the "zero-base" budgeting concept, all reference to the concept has been deleted from CSHB 1 (Fin) (am). The Division of Legislative Audit informed the Senate Finance Committee that removal of the language pertaining to "zero-base" budgeting would not impact the bill.

Two fiscal notes accompany the bill: (1) Prepared by Legislative Audit, the first fiscal note reflects \$ -0- impact for FY 78; the Legislative Audit Division will be impacted in FY 79 (\$114,900); (2) Prepared by the Division of Occupational Licensing, Department of Commerce and Economic Development, the second fiscal note reflects an FY 78 impact of \$51,500 for the Division.

Respectfully submitted,


John C. Sackett, Chairman
Senate Finance Committee

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. H.B. 1 (Committee Substitute)

Title _____

Requested by Rep. Clark Gruening

Date 5/11/77

II. FISCAL DETAIL

Agency Affected Division of Legislative Audit

Program Category Affected General Government

Budget Request Unit(s) Affected Legislature

EXPENDITURES (Thousands of Dollars)

| | FY 77 | FY 78 | FY 79 | FY 80 | FY 81 | FY 82 |
|--------------------------|-------|-------|-------|-------|-------|-------|
| 100 PERSONAL SERVICES | | | 108.0 | 229.0 | 242.7 | 257.2 |
| 200 TRAVEL | | | -0- | -0- | -0- | -0- |
| 300 CONTRACTUAL | | | 4.3 | 9.0 | 9.5 | 10.1 |
| 400 COMMODITIES | | | .7 | 1.4 | 1.5 | 1.6 |
| 500 EQUIPMENT | | | 1.9 | 4.0 | 4.2 | 4.5 |
| 600 LAND & STRUCTURES | | | | | | |
| 700 GRANTS, CLAIMS, ETC. | | | | | | |
| TOTAL | | | 114.9 | 243.4 | 257.9 | 273.4 |

FUNDING (Thousands of Dollars)

| | FY 77 | FY 78 | FY 79 | FY 80 | FY 81 | FY 82 |
|-----------------|-------|-------|-------|-------|-------|-------|
| GENERAL FUND | | | 114.9 | 243.4 | 257.9 | 273.4 |
| FEDERAL FUNDS | | | | | | |
| OTHER (Specify) | | | | | | |

POSITIONS

| | FY 77 | FY 78 | FY 79 | FY 80 | FY 81 | FY 82 |
|-----------|-------|-------|-------|-------|-------|-------|
| FULL TIME | | | 3 | 6 | 6 | 6 |
| PART TIME | | | | | | |
| TEMPORARY | | | | | | |

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

All present audit coverage will remain the same.

Inflation calculated at 6% per year.

Six new auditors will be added to perform audits under "Sunset" provisions as follows:

FY 79

New Positions

1

Range

22

Title

Audit Manager

2

20

In-Charge Auditor

FY 80

3

18

Senior Auditor

IV. DATE 5/11/77

PREPARED BY Lerald L. Wilkerson

AGENCY Division of Legislative Audit

PHONE 465-3830, 3831

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSHB 1 (Finance)

Title An Act relating to the termination, continuation or reestablishment of certain

Requested by H/A

Date 5-3-77

boards and commissions, and establishing a procedure for zero-base periodic review and evaluation of agency programs and activities.

II. FISCAL DETAIL

Agency Affected Commerce & Economic Development

Program Category Affected Protection

Budget Request Unit(s) Affected Division of Occupational Licensing

EXPENDITURES (Thousands of Dollars)

| | FY 77 | FY 78 | FY 79 | FY 80 | FY 81 | FY 82 |
|--------------------------|----------|-------------|-------------|-------------|-------|-------|
| 100 PERSONAL SERVICES | 0 | 42.0 | 46.2 | 50.8 | | |
| 200 TRAVEL | 0 | 3.0 | 3.3 | 3.6 | | |
| 300 CONTRACTUAL | 0 | 3.8 | 2.9 | 3.1 | | |
| 400 COMMODITIES | 0 | .7 | .8 | .8 | | |
| 500 EQUIPMENT | 0 | 2.0 | .0 | .0 | | |
| 600 LAND & STRUCTURES | 0 | | | | | |
| 700 GRANTS, CLAIMS, ETC. | 0 | | | | | |
| TOTAL | 0 | 51.5 | 53.2 | 58.5 | | |

FUNDING (Thousands of Dollars)

| | | | | | | |
|-----------------|---|------|------|------|--|--|
| GENERAL FUND | 0 | 51.5 | 53.2 | 58.5 | | |
| FEDERAL FUNDS | 0 | | | | | |
| OTHER (Specify) | 0 | | | | | |

POSITIONS

| | | | | | | |
|-----------|---|------|------|------|--|--|
| FULL TIME | 0 | 2/24 | 2/24 | 2/24 | | |
| PART TIME | 0 | | | | | |
| TEMPORARY | 0 | | | | | |

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

The underlying assumption is that the division will need to provide staff support to each of the effected agencies in order to develop, design and implement program data systems which accurately reflect the level of activity and public impact of each agency's programs. A mangt. analyst II appears to be an adequate classification. Recognizing that the Legislature itself will fund all hearings and audits, it is believed that without adequate in-house systems for data development, audits will be virtually meaningless. The clerical support is intended to be divided between research assistance and typing back-up, in the division's administrative support group and word processing center. We have budgeted at the clerk IV level. No provision for program expansion - 10% inflation. See attached for specific detail of expenditures.

IV. DATE May 3, 1977

PREPARED BY Sharon Andrew, Director

AGENCY Commerce & Economic Development

PHONE 465-2535

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

Gorrey -

Please comment on this also.

Judy

Judy i

This looks reasonable. The bill calls for lots of evaluation work on their part.

Larry

Sharon Andrew

CSHB 1 - An Act relating to the termination, continuation or reestablishment of certain boards and commissions

| | | |
|--|-------------|----------------|
| 100 - Personal Services | | |
| Management Analyst II, R-16A | \$19560 | |
| Benefits @ 25.5% | 4988 | |
| Clerk LV - R-10C | 13872 | |
| Benefits @ 25.5% | <u>3538</u> | |
| SUBTOTAL | | \$41958 |
| 200 - Travel | | |
| One meeting per year w/each of the effected boards, 7 out of town @ avg.cost of 170 | 1190 | |
| Per diem for avg. of 2.5 days X 7 meetings @ \$55 | 963 | |
| 1 trip to Denver to review Colorado systems | 450 | |
| Out of state program per diem 7 days | <u>350</u> | |
| SUBTOTAL | | \$ 2953 |
| 300 - Contractual | | |
| 2 phones - installation | 200 | |
| Operating & long distance @ 100p.m. | 1200 | |
| Duplication - forms | 1200 | |
| Office partition & elec. outlet installation S.O.B. | <u>1200</u> | |
| SUBTOTAL | | \$ 3800 |
| 400 - Commodities | | |
| Stationary | | \$ 750 |
| 500 - Equipment | | |
| Executive desk | 360 | |
| Executive chair | 180 | |
| 2 side chairs @ \$140 | 280 | |
| Credenza | 355 | |
| Bookcase | 120 | |
| File Cabinet | 230 | |
| Sec. desk | 345 | |
| Sec. chair | <u>115</u> | |
| SUBTOTAL | | <u>\$ 1985</u> |
| TOTAL | | <u>\$51446</u> |

A M E N D M E N T

Offered in the SENATE

By Finance Committee

To: _____ SENATE BILL NO. _____

CS _____ HOUSE BILL NO. 1 (Fin) an

AMENDMENT: Page 1 Line 7 & 8

Delete the words "zero-base periodic review and"

Page 8 Line 10

Delete the words "zero-base review and"

Page 8 Lines 27 & 28

Delete the words "and submitted in a zero-based format"

Original sponsors: Gruening, Lethin,
Gardiner, et al

Offered: 4/29/77
For Today's Calendar

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 1 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the termination, continuation, or
7 reestablishment of certain boards and commissions, and
8 establishing a procedure for (zero-base periodic review
9 and) evaluation of agency programs and activities."

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

11 * Section 1. The legislature finds that the substantial increase in the
12 number of state agencies, boards and commissions, and the proliferation of
13 rules and regulations which each has adopted have contributed to a public
14 disenchantment with the operation of state government, and that there is need
15 for an effective and regular system of scrutiny of the programs and activi-
16 ties of all agencies, boards and commissions. The legislature further finds
17 that the establishment of a system for periodic review by the public and the
18 executive and legislative branches of certain state agencies, boards and
19 commissions will help the governor and the legislature to determine the need
20 for the continued existence of each of the agencies, boards and commissions.

21 * Sec. 2. AS 08 is amended by adding a new chapter to read:

22 CHAPTER 03. TERMINATION, CONTINUATION

23 AND REESTABLISHMENT OF REGULATORY BOARDS.

24 Sec. 08.03.010. TERMINATION, CONTINUATION AND REESTABLISHMENT OF
25 REGULATORY BOARDS. (a) Boards listed in this subsection have a termi-
26 nation date of June 30, 1979:

- 27 (1) Board of Chiropractic Examiners (AS 08.20.010);
28 (2) Board of Dental Examiners (AS 08.36.010);
29 (3) State Medical Board (AS 08.64.010);

- 1 (4) Board of Nursing (AS 08.68.010);
- 2 (5) Board of Dispensing Opticians (AS 08.71.010);
- 3 (6) Board of Examiners in Optometry (AS 08.72.010);
- 4 (7) Board of Pharmacy (AS 08.80.010);
- 5 (8) Board of Veterinary Examiners (AS 08.98.010);
- 6 (9) Board of Psychologist and Psychological Associate Exami-
- 7 ners (AS 08.86.010);
- 8 (10) Board of Nursing Home Administrators (AS 08.70.010);
- 9 (11) Physical Therapy Board (AS 08.54.010).

10 (b) Boards listed in this subsection have a termination date of
11 June 30, 1980:

- 12 (1) Board of Public Accountancy (AS 08.04.010);
- 13 (2) Board of Barber Examiners (AS 08.12.010);
- 14 (3) Collection Agency Board (AS 08.24.011);
- 15 (4) Board of Hairdressing and Beauty Culture Examiners
16 (AS 08.28.010);
- 17 (5) Board of Electrical Examiners (AS 08.40.010);
- 18 (6) State Board of Registration for Architects, Engineers and
19 Land Surveyors (AS 08.48.011);
- 20 (7) Guide Licensing and Control Board (AS 08.54.010);
- 21 (8) Board of Marine Pilots (AS 08.62.010);
- 22 (9) Real Estate Commission (AS 08.88.011);
- 23 (10) Board of Welding Examiners (AS 08.99.010);
- 24 (11) Board of Governors of the Alaska Bar Association (AS 08.-
25 08.040).

26 (c) Upon termination, each board listed in (a) and (b) of this
27 section shall continue in existence until June 30 of the next succeeding
28 year for the purpose of concluding its affairs. During this period,
29 termination does not reduce or otherwise limit the powers or authority

1 of each board. One year after the date of termination, a board not
2 continued shall cease all activities.

3 (d) The termination, dissolution, continuation or reestablish-
4 ment of a regulatory board shall be governed by the legislative over-
5 sight procedures of AS 44.66.050.

6 (e) A board scheduled for termination under this chapter may be
7 continued or reestablished by the legislature for a period not to exceed
8 four years.

9 * Sec. 3. AS 44 is amended by adding a new chapter to read:

10 CHAPTER 66. REVIEW OF THE ACTIVITIES OF AGENCIES,
11 BOARDS AND COMMISSIONS.

12 Sec. 44.66.010. TERMINATION OF STATE BOARDS AND COMMISSIONS. (a)
13 Boards and commissions listed in this subsection expire on the date set
14 out after each:

15 (1) Alcoholic Beverage Control Board (AS 04.05.010) --
16 June 30, 1979;

17 (2) Alaska Transportation Commission (AS 42.07.011) --
18 June 30, 1979;

19 (3) State Board of Parole (AS 33.15.010) -- June 30, 1980;

20 (4) Alaska Public Utilities Commission (AS 42.05.010) --
21 June 30, 1980;

22 (5) Alaska Pipeline Commission (AS 42.05.010) -- June 30,
23 1981.

24 (b) Upon termination, a commission listed in (a) of this section
25 shall continue in existence until June 30 of the next succeeding year
26 for the purpose of concluding its affairs.

27 (c) A commission scheduled for termination under this chapter may
28 be continued or reestablished by the legislature for a period not to
29 exceed four years.

1 Sec. 44.66.020. AGENCY PROGRAMS. (a) Agency programs and acti-
2 vities listed in this subsection which are specifically designated as
3 provided in sec. 30 of this chapter are subject to termination during
4 the regular legislative session convening in the month and year set out
5 after each:

6 (1) programs in the budget categories of general government,
7 public protection, and administration of justice -- January, 1980;

8 (2) programs in the budget categories of education and the
9 University of Alaska -- January, 1981;

10 (3) programs in the budget categories of health and social
11 services -- January, 1982;

12 (4) programs in the budget categories of natural resources
13 management, development and transportation -- January, 1983.

14 (b) An agency program or activity designated in (a) of this sec-
15 tion shall be subject to termination during the regular legislative
16 session convening four years after the preceding review and may be sub-
17 ject to termination at any time upon the recommendation of the Legisla-
18 tive Budget and Audit Committee and the concurrence of the legislature
19 as if under sec. 30 of this chapter.

20 Sec. 44.66.030. PROGRAM IDENTIFICATION. During the legislative
21 session preceding each of the years set out in sec. 20 of this chapter,
22 the Legislative Budget and Audit Committee shall designate, not later
23 than March 1 of those years, the programs and activities within each
24 program category which shall be subject to termination in the next
25 fiscal year. The recommendations of the Legislative Budget and Audit
26 Committee shall be submitted to the respective houses of the legislature
27 in the form of a bill which, if enacted into law, would terminate those
28 designated programs and activities on or before July 1 of the following
29 year.

1 Sec. 44.66.050. LEGISLATIVE OVERSIGHT. (a) Before the termina-
2 tion, dissolution, continuation or reestablishment of a board or com-
3 mission under AS 08.03.010 or sec. 10 of this chapter, or of an agency
4 program under secs. 20 and 30 of this chapter, a committee of reference
5 of each house, which shall be the standing committee of legislative
6 jurisdiction as provided in the Uniform Rules of the Legislature, shall
7 hold one or more hearings to receive testimony from the public, the
8 commissioner of the department having administrative responsibility for
9 each named board, commission, or agency program, and the members of the
10 board or commission involved. The hearings may be joint hearings. The
11 committee shall also consider the proposed budget of the board, commis-
12 sion, or agency program, prepared in accordance with AS 37.07.050(f),
13 and the performance audit of the activities of the board, commission, or
14 agency program, prepared by the legislative audit division as prescribed
15 in AS 24.20.271(1). The committee may consider any other report of the
16 activities of the board, commission or program, including but not
17 limited to annual reports, summaries prepared by the Legislative Affairs
18 Agency, and any evaluation or general report of the manner of conduct of
19 activities of the board, commission, or agency program prepared by the
20 office of the ombudsman.

21 (b) During a public hearing, the board, commission or agency shall
22 have the burden of demonstrating a public need for its continued exis-
23 tence or the continuation of the program, and the extent to which any
24 change in the manner of exercise of its functions or activities may
25 increase efficiency of administration or operation consistent with the
26 public interest.

27 (c) A determination as to whether a board or commission or agency
28 program has demonstrated a public need for its continued existence shall
29 take into consideration the following factors:

1 (1) the extent to which the board, commission or program has
2 operated in the public interest;

3 (2) the extent to which the operation of the board, com-
4 mission, or agency program has been impeded or enhanced by existing
5 statutes, procedures, and practices which it has adopted, and any other
6 matter, including budgetary, resource, and personnel matters;

7 (3) the extent to which the board, commission or agency has
8 recommended statutory changes which are generally of benefit to the
9 public interest;

10 (4) the extent to which the board, commission or agency has
11 encouraged interested persons to report to it concerning the effect of
12 its regulations and decisions on the effectiveness of service, economy
13 of service, and availability of service which it has provided;

14 (5) the extent to which the board, commission or agency has
15 encouraged public participation in the making of its regulations and
16 decisions;

17 (6) the efficiency with which public inquiries or complaints
18 regarding the activities of the board, commission or agency filed with
19 it, with the department to which a board or commission is administratively
20 assigned, or with the office of the ombudsman have been processed and
21 resolved;

22 (7) the extent to which a board or commission which regulates
23 entry into an occupation or profession has presented qualified appli-
24 cants to serve the public;

25 (8) the extent to which state personnel practices, including
26 affirmative action requirements, have been complied with by the board,
27 commission or agency to its own activities and the area of activity or
28 interest; and

29 (9) the extent to which statutory, regulatory, budgeting or

1 other changes are necessary to enable the agency, board or commission to
2 better serve the interests of the public and to comply with the factors
3 enumerated in this subsection.

4 (d) As to each board, commission, or agency program assigned to it
5 for purposes of review, the committee of reference shall, not later than
6 the 60th day of the legislative session, submit a report to the pre-
7 siding officer of the house. The report shall contain a summary of the
8 findings of the committee as to the compliance of the board, commission
9 or program with the factors enumerated in (c) of this section, together
10 with a summary or recommendations of the committee as to each of the
11 following:

12 (1) an identification of the problems or the needs that the
13 programs and activities of the board, commission or agency are intended
14 to address;

15 (2) a statement, to the extent practicable, of the objectives
16 of the program of the board, commission, or agency program, and its
17 anticipated accomplishments;

18 (3) an identification of any other programs having similar,
19 conflicting or duplicate objectives;

20 (4) an assessment of alternative methods of achieving the
21 purposes of the program;

22 (5) an assessment of the consequences of eliminating the
23 board, commission or program and consolidating its activities with
24 another program, or of funding it at a lower level;

25 (6) a justification for the recommended continuation or ex-
26 tension of the board, commission or program, and an explanation of the
27 manner in which it avoids duplication of or conflict with other efforts;
28 and

29 (7) any other information which, in the opinion of the

1 committee, would improve the performance of the board, commission or
2 agency with respect to its representation of and responsiveness to the
3 public interest.

4 (e) The committee of reference may introduce a bill providing for
5 the reorganization or continuation of the board, commission or agency
6 program. No more than one board, commission, or agency program shall
7 be continued or reestablished in any legislative bill, and the board,
8 commission, or agency program shall be mentioned in the title of the
9 bill.

10 Sec. 44.66.060. EXISTING CLAIMS. This chapter shall not cause the
11 termination or dismissal of a claim or right of a citizen against a
12 board, commission or program of an agency terminated under this chapter
13 which is subject to litigation. Claims and rights shall be assumed by
14 the department to which the board or commission terminated under this
15 chapter was attached for administrative purposes.

16 * Sec. 4. AS 24.20.271(1) is repealed and re-enacted to read:

17 (1) conduct a performance postaudit of boards and commissions
18 designated in AS 44.66.010 and of those programs and activities of
19 agencies subject to (zero-base review and) termination as determined in
20 the manner set out in AS 44.66.020 - 44.66.040, and submit the audit,
21 together with a written report, not later than the first day of the
22 regular session of the legislature convening in each year set out with
23 reference to boards, commissions or agency programs whose activities are
24 subject to termination as prescribed in AS 44.66;

25 * Sec. 5. AS 37.07.050 is amended by adding a new subsection to read:

26 (f) Budget requests for boards and commissions and for those
27 agency programs for the fiscal year following termination under AS
28 44.66.010 - 44.66.070 shall be prepared (and submitted in a zero-based
29 format.) The recommended appropriation request shall include:

1 (1) an identification of the objectives intended for the
2 program and the problem or need which the activities and operations of
3 the board, commission or program is intended to address;

4 (2) an assessment of the degree to which the original objec-
5 tives of the program have been achieved expressed in terms of perfor-
6 mance, effects, or accomplishments of the program and of the program or
7 need which it was intended to address;

8 (3) a statement of the performance and accomplishments of the
9 program in each of the last four completed fiscal years and of the costs
10 incurred in the operation of the program;

11 (4) a statement of the number and types of persons affected
12 by operation of the program;

13 (5) a summary statement, for each of the last three completed
14 fiscal years, of the number of personnel employed in carrying out the
15 program and a summary of the cost of personnel employed under contract
16 in carrying out the program;

17 (6) an assessment of the effect of the program on the economy
18 of the state;

19 (7) an assessment of the degree to which the overall policies
20 of the program, as expressed in regulations adopted by the agency, board
21 or commission and its decisions, meet the objectives of the legislature
22 in establishing the program; and

23 (8) an analysis of the services and performance estimated to
24 be achieved if the life of the agency, board or commission were to be
25 continued.

26 * Sec. 6. AS 37.07.090 is amended to read:

27 Sec. 37.07.090. PERFORMANCE REPORTING. (a) Each state agency
28 shall submit a performance report to the division no later than
29 September 1 for the preceding fiscal year. These reports shall be in

1 the form prescribed by the division after consultation with the legis-
2 lative finance division, and shall include

3 (1) an identification of the objectives intended for the
4 program and the problem or need which the activities and operations of
5 the board, commission or program is intended to address;

6 (2) an assessment of the degree to which the original objec-
7 tives of the program have been achieved expressed in terms of perfor-
8 mance, effects, or accomplishments of the program and of the program or
9 need which it was intended to address;

10 (3) a statement of the performance and accomplishments of the
11 program in each of the last four completed fiscal years and of the costs
12 incurred in the operation of the program;

13 (4) a statement of the number and types of persons affected
14 by operation of the program;

15 (5) a summary statement, for each of the last three completed
16 fiscal years, of the number of personnel employed in carrying out the
17 program and a summary of the cost of personnel employed under contract
18 in carrying out the program;

19 (6) an assessment of the effect of the program on the economy
20 of the state;

21 (7) an assessment of the degree to which the overall policies
22 of the program, as expressed in regulations adopted by the agency, board
23 or commission and its decisions, meet the objectives of the legislature
24 in establishing the program; and

25 (8) an analysis of the services and performance estimated to
26 be achieved if the life of the agency, board or commission were to be
27 continued. [STATEMENTS CONCERNING

28 (1) THE WORK ACCOMPLISHED AND THE SERVICES PROVIDED IN THE
29 PRECEDING FISCAL YEAR OR OTHER MEANINGFUL WORK PERIOD, RELATING ACTUAL

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ACCOMPLISHMENTS TO THOSE PLANNED UNDER SEC. 80(b) OF THIS CHAPTER;

(2) THE RELATIONSHIP OF ACCOMPLISHMENTS AND SERVICES TO THE POLICY DECISIONS AND BUDGET DETERMINATIONS OF THE GOVERNOR AND THE LEGISLATURE;

(3) THE COSTS OF ACCOMPLISHING THE WORK AND PROVIDING THE SERVICES, AND, TO THE EXTENT FEASIBLE, CITING MEANINGFUL MEASURES OF PROGRAM EFFECTIVENESS AND COSTS;

(4) THE ADMINISTRATIVE IMPROVEMENTS MADE IN THE PRECEDING YEAR, POTENTIAL IMPROVEMENTS IN FUTURE YEARS, AND SUGGESTED CHANGES IN LEGISLATION OR ADMINISTRATIVE PROCEDURES TO MAKE FURTHER IMPROVEMENTS.]

(b) The division shall summarize the performance reports and forward copies to each member of 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
SENATE

5/25/77

Date

Mr. President:

The Committee on FINANCE has had CSHB 2 am authorizing state land to be made available as homesites under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for HB 2 (Rev.) and that CS for HB 2 (Rev.) do pass in lieu
- (and) recommends it be referred to the _____ committee
- reports it back without recommendation
- AND attaches a report of its intent
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

| | | |
|--------------------|--------------------|--------------------|
| <u>[Signature]</u> | <u>[Signature]</u> | <u>[Signature]</u> |
| <u>[Signature]</u> | <u>[Signature]</u> | <u>[Signature]</u> |
| <u>[Signature]</u> | <u>[Signature]</u> | <u>[Signature]</u> |

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends: _____

_____ recommends: _____

_____ recommends: _____

[Signature]
Chairman

Original sponsors: Freeman, Haugen,
Gardiner, et al

Offered: 5/25/77
Referred: Finance

1 IN THE HOUSE

BY THE RESOURCES COMMITTEE

2 SENATE CS FOR CS FOR HOUSE BILL NO. 2 (Resources)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act authorizing state land to be made available as
7 homesites."

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

9 *Section 1. PURPOSE OF ACT. The longstanding policy of the state, de-
10 clared in the Constitution of the State of Alaska (art. VIII, sec. 1) and the
11 Alaska Land Act (AS 38.05.350), has been to encourage the settlement of the
12 state's land and the development of its resources by making them available
13 for maximum use consistent with the public interest. In authorizing the
14 classification of land for settlement as homesites, this Act is intended to
15 further that policy explicitly, by recognizing that the immediate production
16 of revenues to the state through the auction of land to the highest bidder,
17 virtually the only method by which state land has been made available to the
18 public for residential use, is secondary in importance to the primary, and
19 ultimately more beneficial and productive, goal of providing land for Alaskans
20 to settle at a cost reasonably within their means, and that the highest and
21 best use of some land may clearly be for habitation.

22 * Sec. 2. AS 38 is amended by adding a new chapter to read:

23 CHAPTER 8. HOMESITES.

24 Sec. 38.08.010. CLASSIFICATION OF LAND FOR HOMESITE ENTRY. (a)

25 The director shall classify, survey, and plat for homesite entry 25,000
26 acres of state land which is otherwise vacant, unappropriated and unre-
27 served and is suitable for erection of residential dwellings to use as a
28 permanent abode.

29 (b) Land classified as homesite entry land shall be divided into

1 parcels not exceeding five acres in reasonably compact form, with
2 boundaries conforming as nearly as practicable to natural geologic
3 and topographic features.

4 (c) No land may be classified for homesite entry which

5 (1) lacks drainage sufficient for construction of residential
6 dwellings;

7 (2) has soil which has been classified and interpreted as
8 appropriate for agriculture in soil surveys conducted by the Soil Con-
9 servation Service of the United States Department of Agriculture;

10 (3) is known to be mineralized with commercially valuable
11 minerals;

12 (4) is located where homesites would threaten fish regenera-
13 tion;

14 (5) is located where existing services provided by the state
15 and political subdivisions of the state would be inaccessible;

16 (6) lacks sufficient water for a residential dwelling used as
17 a permanent abode; or

18 (7) is unsuitable for on-site sewage disposal, if other
19 methods of sewage disposal are not feasible.

20 Sec. 38.08.020. OFFERING OF LAND FOR HOMESITE ENTRY. Following
21 classification of land for homesite entry, offerings of homesite entry
22 land shall be made on a rotating basis from among the four judicial
23 districts of the state. The director shall publish notice of the
24 availability of the land for at least three consecutive weeks through
25 the electronic media and in at least three newspapers of general circu-
26 lation in the state, at least one of which, if possible, shall be a
27 newspaper of general circulation in the vicinity of the available land.

28 Sec. 38.08.030. APPLICATIONS FOR HOMESITE ENTRY; FEES. (a) To
29 qualify for a homesite entry permit, an applicant shall

1 (1) at the time of application have attained the age of 18;

2 (2) submit proof acceptable to the commissioner that he is a
3 resident of the state at the time of application, and that he has been a
4 resident of the state for not less than three years immediately pre-
5 ceding the date his application was submitted, or that he has been a
6 resident for 20 years cumulatively;

7 (3) agree to comply with the requirements for obtaining a
8 patent to land set out under sec. 60 of this chapter.

9 (b) Fees for filing an application may not exceed \$10.

10 Sec. 38.08.040. ISSUANCE OF ENTRY PERMIT. (a) An applicant
11 meeting the qualifications for homesite entry under sec. 30 of this
12 chapter shall be issued a revocable permit to occupy and improve the
13 homesite in order to qualify for issuance of patent as provided in this
14 chapter. The application fee is the sole rent chargeable on the permit
15 for its duration.

16 (b) If the number of applicants qualified for homesite entry
17 exceeds the number of available homesites offered, or if several appli-
18 cants apply and qualify for the same homesite, priority in award of an
19 entry permit shall be accorded to that applicant showing proof of the
20 longest residency in the state.

21 (c) The permit may not be assigned, conveyed or otherwise trans-
22 ferred, but rights under the permit may devolve by testate or intestate
23 succession. An attempt to assign, convey, or to otherwise transfer the
24 permit, is void and constitutes a substantial breach.

25 (d) An applicant may apply for more than one available homesite.
26 No person holding a homesite patent may apply for a homesite entry
27 permit, no person may simultaneously hold more than one homesite entry
28 permit, and no person who is a member of the homesite entry permit
29 holder's household may be issued a homesite entry permit while a member

1 of the homesite entry permit holder's household.

2 Sec. 38.08.050. REVOCATION OF ENTRY PERMIT. (a) The entry permit
3 may only be revoked for failure to erect a dwelling as required under
4 sec. 60 of this chapter, or for other substantial breach of the terms
5 and conditions of the homesite entry permit.

6 (b) Upon revocation and termination of a permit, improvements or
7 chattels upon the homesite shall be managed, and subsequent issuance of
8 a permit for entry on the homesite shall be conditioned, in the same
9 manner as provided in AS 38.05.090 for removal or reversion of improve-
10 ments upon termination of leases of state land.

11 Sec. 38.08.060. ISSUANCE OF PATENT. (a) A person who enters upon
12 homesite entry land under a permit issued by the director shall be
13 issued a patent to the land conveying an unencumbered title if that
14 person

15 (1) occupies the land for a cumulative total of 21 months
16 within the threeyear period following issuance of the homesite entry
17 permit;

18 (2) erects a habitable, permanent, single-family dwelling on
19 the homesite, which meets all applicable state and local regulations,
20 within three years of the date of issuance of the homesite entry permit;
21 for the purposes of this paragraph, mobile homes are not considered to
22 be permanent dwellings unless they are placed on a permanent foundation;

23 (3) reimburses the state for the survey and platting under-
24 taken in accordance with this chapter. The director shall provide by
25 regulation for installment payments of this reimbursement.

26 (b) Nothing in this chapter shall be construed to prohibit a
27 person issued a homesite entry permit from residing in a temporary
28 habitable dwelling on the homesite until revocation of the homesite
29 entry permit.

1 (c) No person may be issued more than one patent during his life-
2 time, nor may any person who is a member of a patent holder's household
3 be issued a patent while a member of the patent holder's household.

4 (d) If a dwelling is found to have been substantially completed
5 under sec. 100 of this chapter, patent shall be issued upon completion
6 of the dwelling, notwithstanding (a)(2) of this section.

7 Sec. 38.08.070. LAND LOCATED WITHIN MUNICIPALITIES. No state land
8 which is located within the boundaries of an organized borough or city
9 may be classified for homesite entry under this chapter until the pro-
10 posed use of the land has been studied and approved jointly by the
11 director and the local planning authority. Nothing in this section or
12 AS 29.18.190 prevents the director from selecting and classifying for
13 homesite entry land which would otherwise be available for borough or
14 city selection under AS 29.18.190. If classified for homesite entry,
15 the land shall not be available for city or borough selection.

16 Sec. 38.08.080. REQUIRED ZONING. No state land which is located
17 within the boundaries of a municipality which exercises planning and
18 zoning authority under AS 29 may be offered by the director for homesite
19 entry under this chapter until the land has been zoned by the governing
20 body of the municipality for residential use only. No state land which
21 is located within a municipality which does not exercise planning and
22 zoning authority, or which is located in the unorganized borough, may be
23 offered by the director for homesite entry under this chapter unless the
24 division of lands has adopted zoning regulations to restrict the
25 use of the land to residential purposes.

26 Sec. 38.08.090. DISCLAIMER OF INTENT TO PROVIDE SERVICES.
27 Nothing in this chapter obligates the state to provide services to
28 lands which are the subject of homesite entry and patent.

29 Sec. 38.08.100. SUBSTANTIAL COMPLETION OF DWELLING. An

1 entry permit may not be revoked for failure to erect a dwelling in
2 the time required under sec. 60(a)(2) of this chapter if the director
3 finds that erection of the dwelling has been substantially completed
4 and progress toward completion is being made at the expiration of the
5 time required.

6 Sec. 38.08.110. REGULATIONS. The commissioner shall adopt
7 regulations in accordance with AS 44.62.180 - 44.62.290 to carry out the
8 purposes of this chapter.

9 Sec. 38.08.120. DEFINITIONS. In this chapter

10 (1) "commissioner" means the commissioner of natural re-
11 sources;

12 (2) "habitable dwelling" means a dwelling of a permanent
13 nature, together with fixtures and facilities, including sanitary
14 facilities, required or customary in the vicinity of the land made
15 available for homesite entry.

16 (3) "resident" means a person who is not claiming residence
17 in another state and shows by all attending circumstances that his
18 intent is to make this state his permanent residence.

19 * Sec. 3. AS 29.33.090 is amended by adding a new subsection to read:

20 (c) The assembly shall regulate and restrict the use of state land
21 within the borough which is vacant, unappropriated and unreserved and
22 which is found suitable for classification and disposal for homesite
23 entry under AS 38.08.010. Compliance with the provisions of this sub-
24 section is a prerequisite to issuance of homesite entry permits for land
25 within the borough.

26 * Sec. 4. AS 29.13.100 is amended by adding a new paragraph to read:

27 (37) AS 29.33.090(c) (zoning of state land for homesite
28 entry)

29

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST SCS CSHB 2 (Resources)
 Bill/Resolution No. _____
 Title Homesite Act
 Requested by _____ Date 5/26/77

II. FISCAL DETAIL
 Agency Affected Natural Resources
 Program Category Affected _____
 Budget Request Unit(s) Affected _____

EXPENDITURES (Thousands of Dollars)

| | FY 77 | FY 78 | FY 79 | FY 80 | FY 81 | FY 82 |
|--------------------------|-------|--------------|--------------|--------------|-------|-------|
| 100 PERSONAL SERVICES | | 80.4 | 85.7 | 108.8 | | |
| 200 TRAVEL | | 13.0 | 18.2 | 23.4 | | |
| 300 CONTRACTUAL | | 48.7 | 50.4 | 49.0 | | |
| 400 COMMODITIES | | .6 | .6 | .6 | | |
| 500 EQUIPMENT | | 1.5 | .5 | 1.0 | | |
| 600 LAND & STRUCTURES | | | | | | |
| 700 GRANTS, CLAIMS, ETC. | | | | | | |
| TOTAL | | 144.2 | 155.4 | 182.8 | | |

FUNDING (Thousands of Dollars)

| | | | | | | |
|-----------------|--|-------|-------|-------|--|--|
| GENERAL FUND | | 144.2 | 155.4 | 182.8 | | |
| FEDERAL FUNDS | | | | | | |
| OTHER (Specify) | | | | | | |
| | | | | | | |

POSITIONS

| | | | | | | |
|-----------|--|---|---|---|--|--|
| FULL TIME | | 3 | 3 | 4 | | |
| PART TIME | | 2 | 2 | 2 | | |
| TEMPORARY | | | | | | |

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

This fiscal note is based on fiscal notes attached dated March 10 and February 16. The March 10 fiscal note has been included at the low estimate for FY 78 with 6% inflation for FY 79 and FY 80.

IV. DATE 5/26/77 PREPARED BY Judy Campbell Admin Ass't
 AGENCY Senate Finance
 PHONE 465-3753
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE ADDENDUM

I. REQUEST

Bill/Resolution No. H.B. 2; H.B. 6
Title An Act authorizing State land to be made available as homesites
Requested by House Judiciary Date 3/10/77

II. FISCAL DETAIL

Agency Affected _____
Program Category Affected _____
Budget Request Unit(s) Affected _____

EXPENDITURES (Thousands of Dollars)

| | FY 77 | FY 78 | LOW ⁷⁸ FY 79 | HIGH ⁷⁸ FY 80 | FY 81 | FY 82 |
|--------------------------|-------|-------|----------------------------|-----------------------------|-------|-------|
| 100 PERSONAL SERVICES | | | 33.0 | 58.3 | | |
| 200 TRAVEL | | | 3.0 | 5.0 | | |
| 300 CONTRACTUAL | | | 2.5 | 4.0 | | |
| 400 COMMODITIES | | | .3 | .5 | | |
| 500 EQUIPMENT | | | .5 | 1.0 | | |
| 600 LAND & STRUCTURES | | | | | | |
| 700 GRANTS, CLAIMS, ETC. | | | | | | |
| TOTAL | | | 39.3 | 68.8 | | |

FUNDING (Thousands of Dollars)

| GENERAL FUND | | | | | | |
|-----------------|--|--|--|--|--|--|
| FEDERAL FUNDS | | | | | | |
| OTHER (Specify) | | | | | | |
| | | | | | | |

POSITIONS

| FULL TIME | | | 1 | 1 | | |
|-----------|--|--|---|---|--|--|
| PART TIME | | | 2 | 8 | | |
| TEMPORARY | | | | | | |

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

Irrespective of the manner in which a residence priority is established in the homesite legislation, additional personnel would be required for determination and adjudication when there is more than one applicant for each homesite.

At a minimum, wherein the burden of proof of residence is upon the applicant, with merely a verification and adjudication responsibility upon the State, one full time Land Management Officer II and two to eight temporary Land Management Officers I would be necessary. If the State assumed the burden for investigation of applicant residency, the work load confronted would probably double.

As the list of variables present in administering this phase of the program precludes a precise fiscal note, this fiscal note assumes 100 homesites offered with 1,000 applicants, a rather conservative assumption.

IV. DATE March 10, 1977 PREPARED BY Pat Conheady
AGENCY Department of Natural Resources
PHONE 465-2400
Original: Legislative Finance
cc: Budget and Management
Prime Sponsor (First Legislator Named)

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. _____
Title An act authorizing State land to be made available as homesites
Requested by Natural Resources/Division of Lands Date _____

II. FISCAL DETAIL

Agency Affected _____
Program Category Affected _____
Budget Request Unit(s) Affected _____

EXPENDITURES (Thousands of Dollars)

| | FY 77 | FY 78 | ⁷⁸ FY 79 | ⁷⁹ FY 80 | ⁸⁰ FY 81 | FY 82 |
|--------------------------|-------|------------------|------------------------|------------------------|------------------------|-------|
| 100 PERSONAL SERVICES | | | 47,415 | 50,760 | 71,865 | |
| 200 TRAVEL | | | 10,000 | 15,000 | 20,000 | |
| 300 CONTRACTUAL | | | 46,154 | 46,154 | 46,154 | |
| 400 COMMODITIES | | | 250 | 250 | 250 | |
| 500 EQUIPMENT | | | 1,000 | | 500 | |
| 600 LAND & STRUCTURES | | | * | | | |
| 700 GRANTS, CLAIMS, ETC. | | | | | | |
| TOTAL | | | 104,819 | 112,164 | 138,769 | |

FUNDING (Thousands of Dollars)

| | | | | | | |
|-----------------|--|--|--|--|--|--|
| GENERAL FUND | | | | | | |
| FEDERAL FUNDS | | | | | | |
| OTHER (Specify) | | | | | | |
| | | | | | | |

POSITIONS

| | | | | | | |
|-----------|--|---|---|---|--|--|
| FULL TIME | | 2 | 2 | 3 | | |
| PART TIME | | | | | | |
| TEMPORARY | | | | | | |

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

This fiscal note assumes that the State will only need front end money for surveying the property.

This front end money will be returned to State by homesite recipients for use in additional site surveys. Additional analysis and explanation of the fiscal note is attached. (See attached for assumptions regarding program size under this fiscal note.)

*Note that the value of the land committed to the program is not included. Its value will depend on later estimates. Rough estimates are provided on the attached sheet.

IV. DATE 2/10/77 PREPARED BY DNR-ADL
AGENCY _____
Original: Legislative Finance PHONE _____
cc: Budget and Management
Prime Sponsor (First Legislator Named) Coy Martin

FISCAL NOTE ASSUMPTIONS FOR
AN ACT AUTHORIZING STATE LAND TO BE
MADE AVAILABLE AS HOMESITES
(ADMINISTRATION BILL)

The following information is intended to outline the principal fiscal assumptions which were made in order to estimate the costs involved with a possible homesite program. The information will list positions by year, the number of lots and areas covered, and approximate value of the land transferred by the State.

SIZE OF PROGRAM

| <u>Year</u> | <u>Settled Areas</u> | | <u>Remote Areas</u> | |
|-------------|----------------------|----------------|----------------------|--------------------------|
| | <u># Lots</u> | <u># Areas</u> | <u># Remote Lots</u> | <u># of Remote Areas</u> |
| 1978 | 64 | 1 or 2 | 10 | 1 or 2 |
| 1979 | 128 | 2 - 4 | 20 | 2 - 4 |
| 1980 | 192 | 5 - 8 | 30 | 5 - 8 |

PERSONAL SERVICES

| <u>Year</u> | <u>Positions Required</u> | <u>Salary</u> |
|-------------|------------------------------|---------------|
| 1978 | 1 Associate Planner | \$ 21,048.00 |
| | 1 Land Management Officer I | 16,884.00 |
| Total | 2 | 37,932.00 |
| 1979 | 1 Associate Planner | 21,048.00 |
| | 1 Land Management Officer II | 19,560.00 |
| Total | 2 | 40,608.00 |
| 1980 | 1 Associate Planner | 21,048.00 |
| | 1 Land Management Officer II | 19,560.00 |
| | 1 Land Management Officer I | 16,884.00 |
| Total | 3 | 57,492.00 |

ESTIMATED SURVEY COSTS FOR A STATE HOMESITE PROGRAM

(Settled Area Lots)

| <u>Year</u> | <u># Lots</u> | <u>Cost per lot</u> | <u>Total</u> | <u>Actual Total</u> |
|-------------|---------------|---------------------|--------------|---------------------|
| 1978 | 64 | 436.00 | 27904 | 27904 |
| 1979 | 128 | 436.00 | 55808 | 27904 |
| 1980 | 192 | 436.00 | 83712 | 27904 |

ESTIMATED SURVEY COSTS FOR A STATE HOMESITE PROGRAM

(Remote Area Lots)

| <u>Year</u> | <u># Lots</u> | <u>Cost per lot</u> | <u>Total</u> | <u>Actual Total</u> |
|-------------|---------------|---------------------|--------------|---------------------|
| 1978 | 10 | 1825 | 18250 | 18250 |
| 1979 | 20 | 1825 | 36500 | 18250 |
| 1980 | 30 | 1825 | 54750 | 18250 |

Total estimated survey costs per year for a Homesite Program - 46,154

NOTE: The survey costs remain the same because it is assumed that the survey costs for the previous year will be repaid to the State. When the program ends it is assumed that there will be no survey cost to the State.

APPROXIMATE UNDEVELOPED LAND VALUE OF STATE RURAL HOMESITE LAND
(LAND VALUES NOT FIGURED IN FISCAL NOTE)

| <u>Year</u> | <u>Cost per acre</u> | <u># Acres needed</u> | <u>Total Land Value</u> |
|-------------|----------------------|-----------------------|-------------------------|
| 1978 | 2000 - 2500 | 80 | 160,000 - 200,000 |
| 1979 | 2000 - 2500 | 160 | 320,000 - 400,000 |
| 1980 | 2000 - 2500 | 320 | 640,000 - 800,000 |

APPROXIMATE UNDEVELOPED LAND VALUE OF STATE REMOTE HOMESITE LAND

| <u>Year</u> | <u>Cost per acre</u> | <u># Acres needed</u> | <u>Total Land Value</u> |
|-------------|----------------------|-----------------------|-------------------------|
| 1978 | 500 - 2000 | 25 | 12,500 - 50,000 |
| 1979 | 500 - 2000 | 50 | 25,000 - 100,000 |
| 1980 | 500 - 2000 | 75 | 37,500 - 150,000 |

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE ADDENDUM

I. REQUEST

Bill/Resolution No. H.E. 2; H.B. 6
Title An Act authorizing State land to be made available as homesites
Requested by House Judiciary Date 3/10/77

II. FISCAL DETAIL

Agency Affected _____
Program Category Affected _____
Budget Request Unit(s) Affected _____

EXPENDITURES (Thousands of Dollars)

| | FY 77 | FY 78 | LOW ⁷⁸ FY 79 | HIGH ⁷⁸ FY 80 | FY 81 | FY 82 |
|--------------------------|-------|-------|----------------------------|-----------------------------|-------|-------|
| 100 PERSONAL SERVICES | | | 33.0 | 58.8 | | |
| 200 TRAVEL | | | 3.0 | 5.0 | | |
| 300 CONTRACTUAL | | | 2.5 | 4.0 | | |
| 400 COMMODITIES | | | .3 | .5 | | |
| 500 EQUIPMENT | | | .5 | 1.0 | | |
| 600 LAND & STRUCTURES | | | | | | |
| 700 GRANTS, CLAIMS, ETC. | | | | | | |
| TOTAL | | | 39.3 | 68.8 | | |

FUNDING (Thousands of Dollars)

| | | | | | | |
|-----------------|--|--|--|--|--|--|
| GENERAL FUND | | | | | | |
| FEDERAL FUNDS | | | | | | |
| OTHER (Specify) | | | | | | |
| | | | | | | |

POSITIONS

| | | | | | | |
|-----------|--|--|---|---|--|--|
| FULL TIME | | | 1 | 1 | | |
| PART TIME | | | 2 | 8 | | |
| TEMPORARY | | | | | | |

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

Irrespective of the manner in which a residence priority is established in the homesite legislation, additional personnel would be required for determination and adjudication when there is more than one applicant for each homesite.

At a minimum, wherein the burden of proof of residence is upon the applicant, with merely a verification and adjudication responsibility upon the State, one full time Land Management Officer II and two to eight temporary Land Management Officers I would be necessary. If the State assumed the burden for investigation of applicant residency, the work load confronted would probably double.

As the list of variables present in administering this phase of the program precludes a precise fiscal note, this fiscal note assumes 100 homesites offered with 1,000 applicants, a rather conservative assumption.

IV. DATE March 10, 1977 PREPARED BY Pat Conheady
AGENCY Department of Natural Resources
PHONE 465-2400
Original: Legislative Finance
cc: Budget and Management
Prime Sponsor (First Legislator Named)

FISCAL NOTE ASSUMPTIONS FOR
AN ACT AUTHORIZING STATE LAND TO BE
MADE AVAILABLE AS HOMESITES
(ADMINISTRATION BILL)

The following information is intended to outline the principal fiscal assumptions which were made in order to estimate the costs involved with a possible homesite program. The information will list positions by year, the number of lots and areas covered, and approximate value of the land transferred by the State.

SIZE OF PROGRAM

| <u>Year</u> | <u>Settled Areas</u> | | <u>Remote Areas</u> | |
|-------------|----------------------|----------------|----------------------|--------------------------|
| | <u># Lots</u> | <u># Areas</u> | <u># Remote Lots</u> | <u># of Remote Areas</u> |
| 1978 | 64 | 1 or 2 | 10 | 1 or 2 |
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| 1980 | 192 | 5 - 8 | 30 | 5 - 8 |

PERSONAL SERVICES

| <u>Year</u> | <u>Positions Required</u> | <u>Salary</u> |
|-------------|------------------------------|------------------|
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| | 1 Land Management Officer I | 16,884.00 |
| Total | 2 | <u>37,932.00</u> |
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| Total | 2 | <u>40,608.00</u> |
| 1980 | 1 Associate Planner | 21,048.00 |
| | 1 Land Management Officer II | 19,560.00 |
| | 1 Land Management Officer I | 16,884.00 |
| Total | 3 | <u>57,492.00</u> |

ESTIMATED SURVEY COSTS FOR A STATE HOMESITE PROGRAM

(Settled Area Lots)

| <u>Year</u> | <u># Lots</u> | <u>Cost per lot</u> | <u>Total</u> | <u>Actual Total</u> |
|-------------|---------------|---------------------|--------------|---------------------|
| 1978 | 64 | 436.00 | 27904 | 27904 |
| 1979 | 128 | 436.00 | 55808 | 27904 |
| 1980 | 192 | 436.00 | 83712 | 27904 |

ESTIMATED SURVEY COSTS FOR A STATE HOMESITE PROGRAM

(Remote Area Lots)

| <u>Year</u> | <u># Lots</u> | <u>Cost per lot</u> | <u>Total</u> | <u>Actual Total</u> |
|-------------|---------------|---------------------|--------------|---------------------|
| 1978 | 10 | 1825 | 18250 | 18250 |
| 1979 | 20 | 1825 | 36500 | 18250 |
| 1980 | 30 | 1825 | 54750 | 18250 |

Total estimated survey costs per year for a Homesite Program - 46,154

NOTE: The survey costs remain the same because it is assumed that the survey costs for the previous year will be repaid to the State. When the program ends it is assumed that there will be no survey cost to the State.

APPROXIMATE UNDEVELOPED LAND VALUE OF STATE RURAL HOMESITE LAND
(LAND VALUES NOT FIGURED IN FISCAL NOTE)

| <u>Year</u> | <u>Cost per acre</u> | <u># Acres needed</u> | <u>Total Land Value</u> |
|-------------|----------------------|-----------------------|-------------------------|
| 1978 | 2000 - 2500 | 80 | 160,000 - 200,000 |
| 1979 | 2000 - 2500 | 160 | 320,000 - 400,000 |
| 1980 | 2000 - 2500 | 320 | 640,000 - 800,000 |

APPROXIMATE UNDEVELOPED LAND VALUE OF STATE REMOTE HOMESITE LAND

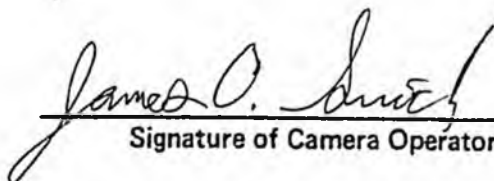
| <u>Year</u> | <u>Cost per acre</u> | <u># Acres needed</u> | <u>Total Land Value</u> |
|-------------|----------------------|-----------------------|-------------------------|
| 1978 | 500 - 2000 | 25 | 12,500 - 50,000 |
| 1979 | 500 - 2000 | 50 | 25,000 - 100,000 |
| 1980 | 500 - 2000 | 75 | 37,500 - 150,000 |



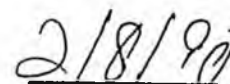
RECORDS CERTIFICATION



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

5/9/77

May 19, 1977

Date

Mr. President:

The Committee on FINANCE has had CSH# 5
exemption from real property taxes for senior citizens
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 4B5 and that
CS for 4B5 do pass *John Paul Hancock*
- (and) recommends it be referred to the _____
committee
- reports it back without recommendation
- AND attaches a report of its intent
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

| | | |
|---------------------------------|-----------------------|-------------------------|
| <u><i>John Paul Hancock</i></u> | <u><i>No Rec</i></u> | <u><i>H. E. ...</i></u> |
| <u><i>...</i></u> | <u><i>" "</i></u> | <u><i>...</i></u> |
| <u><i>...</i></u> | <u><i>Do Pass</i></u> | <u><i>...</i></u> |
| <u><i>...</i></u> | <u><i>No Rec</i></u> | <u><i>...</i></u> |

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends: _____

_____ recommends: _____

_____ recommends: _____

John Paul Hancock
Chairman

COMMITTEE REPORT

SENATE

2/11/77

May 3, 1977

Date

Mr. President:

The Committee on FINANCE has had CSHB 5
exemption from real property taxes for senior citizens
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 4805 and that
CS for NR 5 do pass Ind. Rec.
- (and) recommends it be referred to the _____
committee
- reports it back without recommendation
- AND attaches a report of its intent
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

| | | |
|---------------------|----------------|-------|
| <u>Paul Lambert</u> | <u>Do Pass</u> | _____ |
| <u>Stillion</u> | <u>Do Pass</u> | _____ |
| <u>Tom Heland</u> | <u>Do Pass</u> | _____ |

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

| | | |
|-------------------------|-------------|-----------|
| <u>Barney [unclear]</u> | recommends: | <u>No</u> |
| _____ | recommends: | _____ |
| _____ | recommends: | _____ |

Paul Lambert
Chairman

4-26-77

Honorable John Sackett, Chairman
Senate Finance Committee
Capital Building Room 415
Juneau, Alaska 99801

Keep
passed as CSHB 5

Dear Sir:

This is a request regarding C.S. House Bill no. 5, "An Act relating to exemption from real property taxes for senior citizens; and providing for an effective date", from the Chukchee Tribe Council, Inc., of Juneau.

We wish to make a strong plea for your utmost attention to amending this Act to include handicapped citizens in this tax exemption.

Blindness, severe hearing impairments, orthopedic conditions as amputations and other crippling conditions, retardation and other health impairments preventing work prior to the age of senior citizenship are examples of conditions which should be included in C.S. House Bill no. 5. Such an all-inclusive law is already in effect in the state of Washington.

Your consideration of our request for this amendment is appreciated.

Sincerely yours

Thomas J. Bennett, Jr.

First Vice - President

William E. Smith

Acting Recording Secretary

STATE
of ALASKA

MEMORANDUM

TO:

Honorable Chancy Croft
Senate Finance Committee

DATE : February 16, 1977

MB

FROM: Milt Barker, Fiscal Analyst
Legislative Finance

SUBJECT: House Bill 5

In the file for House Bill 5, which removes the limitation on assessed value qualifying for senior citizen tax exemption, is material also relating to Senate Bill 86 which would place a \$100,000 limitation on assessed values, and material relating to a "circuit breaker" proposal which provides reimbursement on a sliding scale according to income to the senior citizen homeowner for taxes paid on assessed values in excess of the current third quartile limitation.

The fiscal notes for FY 78 on these proposals and other assessed value ceilings would be as follows:

| | | |
|------------------------------------|------|-----------|
| House Bill 5 (no ceiling) | 70.8 | \$195,100 |
| \$150,000 assessed value | 68 | 186,300 |
| \$125,000 assessed value | 60.2 | 178,500 |
| Senate Bill 86 (\$100,000 ceiling) | 52.2 | 170,500 |
| \$75,000 assessed value | 30.8 | 149,100 |
| "circuit breaker" | | 118,300* |

| | | # of Homeowners Paying Senior Tax | |
|--|------|-----------------------------------|--|
| | | 0 | |
| | 81.8 | 12 | |
| | 16.8 | 26 | |
| | | 46.0 | |
| | | 48 | |
| | | 166 | |
| | | 602 | |

of Homeowners in Program

2608

MB:bf

*This proposal includes \$18,300 additional administrative costs according to C & RA's fiscal note.

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SCS, CS, House Bill No. 5
 Title Exemption from Real Property Taxes for Senior Citizens
 Requested by Senate Finance Committee Date 5/9/77

II. FISCAL DETAIL

Agency Affected Department of Community & Regional Affairs
 Program Category Affected Social Services
 Budget Request Unit(s) Affected State Assessor, FY 78 BRU 21-22-3-08-00-00

EXPENDITURES (Thousands of Dollars)

| | FY 77 | FY 78 | FY 79 | FY 80 | FY 81 | FY 82 |
|--------------------------|-------|-----------|-------|-------|-------|-------|
| 100 PERSONAL SERVICES | | 0 | | | | |
| 200 TRAVEL | | 0 | | | | |
| 300 CONTRACTUAL | | 0 | | | | |
| 400 COMMODITIES | | 0 | | | | |
| 500 EQUIPMENT | | 0 | | | | |
| 600 LAND & STRUCTURES | | 0 | | | | |
| 700 GRANTS, CLAIMS, ETC. | | \$407,700 | | | | |
| TOTAL | | | | | | |

FUNDING (Thousands of Dollars)

| | | | | | | |
|-----------------|--|-----------|--|--|--|--|
| GENERAL FUND | | \$407,700 | | | | |
| FEDERAL FUNDS | | | | | | |
| OTHER (Specify) | | | | | | |
| | | | | | | |

POSITIONS

| | | | | | | |
|-----------|--|---|--|--|--|--|
| FULL TIME | | 0 | | | | |
| PART TIME | | 0 | | | | |
| TEMPORARY | | 0 | | | | |

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

CS for Senate Bill No. 5 deletes the limitation formula and adds \$200,000 to the FY 78 Senior Citizens Property Tax Exemption BRU 21-22-3-08-00-00 totaling \$1,500,000.

Senate CS, CS for SB No. 5 provides full exemption for the value at the residential unit and the value of land up to 80 acres or the value of improvements plus land not to exceed \$100,00 in value, whichever is greater.

The present program is administered with a 5 acre rural area limitation in land size and 1 to 2 lots within urban areas. The numerous high valued parcels of land will require an FY 78 BRU appropriation increase estimated at _____ Number of applicants = 2,817.

CS HB No. 5
 SCS, CS HB No. 5
Total FY 78

\$207,700 - HB 5
 \$200,000 - Add #1
\$407,700

IV. DATE 5/9/77 PREPARED BY S. Robert Dozier, State Assessor
 AGENCY Dept. of Community & Regional Affairs
 PHONE 465-4730

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

A M E N D M E N T to Amendment No. 1

OFFERED IN THE SENATE:

By: Ray

To: _____ SENATE BILL No. _____

HOUSE BILL No. CSHB 5

PAGE: 1

LINE: 13 & 14

Page 1, line 13: insert "." after "property"

Page 1, line 14: after "determined" add

"When necessary the value limit shall
be determined."

Restore original language the remainder of line
14 through "affairs".

AMENDMENT

11

OFFERED IN THE SENATE:

BY: KERTTULA

To: CS for SENATE BILL No. _____

HOUSE BILL No. 5

PAGE: 1

LINE: _____

Page 1, line 21: After "exemption.", add a new sentence to read:

The exemption provided in this subsection for a permanent place of abode which is a single-family residence includes the entire parcel or tract of real property on which the structure or residence is located, limited to exemption of the greater of the assessed value of 80 acres, including the permanent place of abode, or the assessed value of the parcel or tract, exclusive of the value of improvements, of \$100,000.

Page 1, line 27: Insert new *Sec. 2 to read:

*Sec. 2. AS 29.53.020(i) is amended to read:

(i) In (e) - (i) of this section

(1) "permanent place of abode" means

(A) the dwelling or residential unit of the applicant, if the residential unit is part of a multi-family residence or structure; or

(B) the dwelling or residence of the applicant, if the dwelling or residence is a single-family residence or structure, together with the entire parcel or tract of real property on which the dwelling or residence is located, subject to the limitations of (e) of this section;

(2) "real property" includes, but is not limited to mobile

homes, whether classified as real or personal property for municipal tax purposes.

Renumber subsequent sections accordingly.

AMENDMENT

OFFERED IN THE SENATE:

BY: KERTTULA

To: CS for SENATE BILL No. _____

HOUSE BILL No. 5

PAGE: 1

LINE: _____

Page 1, line 21: After "exemption.", add a new sentence to read:

The exemption provided in this subsection for a permanent place of abode which is a single-family residence includes the entire parcel or tract of real property on which the structure or residence is located, limited to exemption of the greater of the assessed value of 80 acres, including the permanent place of abode, or the assessed value of the parcel or tract, exclusive of the value of improvements, of \$100,000.

Page 1, line 27: Insert new *Sec. 2 to read:

*Sec. 2. AS 29.53.020(i) is amended to read:

(i) In (e) - (i) of this section

(1) "permanent place of abode" means

(A) the dwelling or residential unit of the applicant, if the residential unit is part of a multi-family residence or structure; or

(B) the dwelling or residence of the applicant, if the dwelling or residence is a single-family residence or structure, together with the entire parcel or tract of real property on which the dwelling or residence is located, subject to the limitations of (e) of this section;

(2) "real property" includes, but is not limited to mobile homes, whether classified as real or personal property for muni-

cipal tax purposes.

Renumber subsequent sections accordingly.

Original sponsors: Rhode, Malone,
Snider, et al

Offered: 1/28/77
Referred: Finance

1 IN THE HOUSE

BY THE COMMUNITY AND
REGIONAL AFFAIRS COMMITTEE

2 CS FOR HOUSE BILL NO. 5

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to exemption from real property taxes
7 for senior citizens; and providing for an effective
8 date."

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

10 * Section 1. AS 29.53.020(e) is amended to read:

11 (e) The real property owned and occupied as a permanent place of
12 abode by a resident 65 years of age or over is exempt from taxation of
13 the assessed value of the real property, [UP TO AND INCLUDING AN ASSESSED
14 VALUE LIMIT DETERMINED, *when necessary the value limit shall be determined*, NO LATER THAN JANUARY 15 OF EACH YEAR BY THE
15 COMMISSIONER OF THE DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS, [THE
16 ASSESSED VALUE LIMIT IS THE UPPER LIMIT OF THE THIRD QUARTILE CLASS IN
17 A FREQUENCY DISTRIBUTION OF PREVIOUS YEAR ASSESSED VALUES IN THE STATE].
18 Only one exemption may be granted with respect to the same property and,
19 if two or more persons are eligible for an exemption with respect to the
20 same property, the parties shall decide between or among themselves which
21 shall receive the benefit of the exemption.* No real property may be
22 exempted under this subsection which the assessor determines, after
23 notice and hearing to the parties concerned, has been conveyed to the
24 applicant primarily for the purpose of obtaining the exemption. The
25 determination of the assessor is appealable under AS 44.62.560 - 44.62.-
26 570.

27 * Sec. 2. This Act is retroactive to January 1, 1977.

28 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-

29 070(c).

#

STATE OF ALASKA

DEPT. OF COMMUNITY & REGIONAL AFFAIRS

DIVISION OF LOCAL GOVERNMENT ASSISTANCE

POUCH B - JUNEAU 99811

Buckley
J. S. Hammond
JAY S. HAMMOND, GOVERNOR

February 24, 1977

The Honorable John C. Sackett, Chairman
Senate Finance Committee
Alaska State Legislature
Pouch V
Juneau, AK 99611

RE: The attached Bill which is offered as a committee substitute for House
Bill No. 5; Senior Citizen Property Tax Exemption AS 29.53.020(e)-(i)

Dear Senator Sackett:

The attached bill amends three sections of Title 29 relating to the exemption of property owned by residents of Alaska 65 years of age or older and is offered as a viable alternative to total exemption from property tax liability as proposed in House Bill No. 5 (SB No. 6).

Section 1 deletes the controversial self-adjusting third quartile assessed value exemption formula which in 1977 will exempt from local taxation the first 40,000 of assessed property value for all applicants and adopts a base year 1977 exempt property value of 40,000 which is adjusted each subsequent year by an assessment inflation factor. The exempt assessed value figure computed each subsequent year will result in approximately the same amount as the self-adjusting third quartile formula.

Section 2 is a proposal for additional assistance based upon the relative impact of the remaining taxes upon the total income of the taxpayer and provides for a direct 'circuit breaker' payment to each applicant up to 90% of the applicant's tax liability as computed on the value of property exceeding the blanket assessed value exemption figure. The amount of the circuit breaker payment is a percentage of the owners tax liability as compared to the level of his gross income according to the schedule as outlined in section 2 of the bill.

Section 3 defines the term 'permanent place of abode' which may be a dwelling situated on one or more subdivided city lots or a parcel of land exceeding 160 acres in area.

February 24, 1977

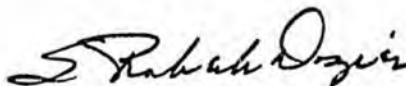
The Department's arbitrary 5 acre limitation (which is a verbal agreement with municipal clerks and local assessors as an interim administrative measure) is being actively challenged and can no longer be sustained without the establishment of legislative intent.

Failure to establish legislative guidelines relative to real property eligible for exemption under the program can lead to the courts adverse interpretation of legislative intent and possibly involve several hundred thousands of additional state dollars to fund subsequent programs. Enactment of Section 3 of the bill should therefore be considered on its own merit with affirmative action recommended regardless of the outcome of the other two sections of the bill.

Enactment of Sections 1 and 2 of the bill will require an additional \$18.3 in administrative costs which includes a full time Clerk III position for the State Assessor's FY 78 BRU 21-73-3-01-16-00, and \$97.3 in additional program grant funds for the Senior Citizen Property Tax Exemption FY 78 BRU 21-22-3-08-00-00.

Sincerely,

Lee McAnerney
Commissioner



By: S. Robert Dozier
State Assessor

LMCA: SRD: nc
Enclosure

MEMORANDUM

TO: [Palmer McCarter, Director
Division of Local Government
Assistance
Department of Community &
Regional Affairs

DATE: February 15, 1977

FILE NO:

TELEPHONE NO:

FROM: Arthur H. Peterson *AHP*
Assistant Attorney General
Department of Law

SUBJECT: CS bill re senior citizens'
tax relief
Our File No. J-77-195-77

As we discussed yesterday, a proposed committee substitute for your use when testifying before legislative committees on various senior citizens tax exemption bills is attached.

AHP:md

cc: Frances Ulmer
Legislative Assistant
Office of the Governor

Original sponsors: Rhode, Malone,
Snider, et al

Offered: 1/28/77
Referred: Finance

1 IN THE HOUSE

BY THE COMMUNITY AND
REGIONAL AFFAIRS COMMITTEE

2 CS FOR HOUSE BILL NO. 5

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to exemption from real property taxes
7 for senior citizens; and providing for an effective
8 date."

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

10 * Section 1. AS 29.53.020(e) is amended to read:

11 (e) The real property owned and occupied as a permanent place of
12 abode by a resident 65 years of age or over is exempt from taxation of
13 the assessed value of the real property [UP TO AND INCLUDING AN ASSESSED
14 VALUE LIMIT DETERMINED NO LATER THAN JANUARY 15 OF EACH YEAR BY THE
15 COMMISSIONER OF THE DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS. THE
16 ASSESSED VALUE LIMIT IS THE UPPER LIMIT OF THE THIRD QUARTILE CLASS IN
17 A FREQUENCY DISTRIBUTION OF PREVIOUS YEAR ASSESSED VALUES IN THE STATE].
18 Only one exemption may be granted with respect to the same property and,
19 if two or more persons are eligible for an exemption with respect to the
20 same property, the parties shall decide between or among themselves which
21 shall receive the benefit of the exemption. No real property may be
22 exempted under this subsection which the assessor determines, after
23 notice and hearing to the parties concerned, has been conveyed to the
24 applicant primarily for the purpose of obtaining the exemption. The
25 determination of the assessor is appealable under AS 44.62.560 - 44.62.-
26 570.

27 * Sec. 2. This Act is retroactive to January 1, 1977.

28 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
29 070(c).

#

1 IN THE HOUSE

BY RHODE AND MALONE

2 HOUSE BILL NO. 5

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to exemption from real property taxes
7 for senior citizens."

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

9 * Section 1. AS 29.53.020(e) is amended to read:

10 (e) The real property owned and occupied as a permanent place of
11 abode by a resident 65 years of age or over is exempt from taxation of
12 the assessed value of the real property [UP TO AND INCLUDING AN ASSESSED
13 VALUE LIMIT DETERMINED NO LATER THAN JANUARY 15 OF EACH YEAR BY THE
14 COMMISSIONER OF THE DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS. THE
15 ASSESSED VALUE LIMIT IS THE UPPER LIMIT OF THE THIRD QUARTILE CLASS IN
16 A FREQUENCY DISTRIBUTION OF PREVIOUS YEAR ASSESSED VALUES IN THE STATE].
17 Only one exemption may be granted with respect to the same property and,
18 if two or more persons are eligible for an exemption with respect to the
19 same property, the parties shall decide between or among themselves
20 which shall receive the benefit of the exemption. No real property may
21 be exempted under this subsection which the assessor determines, after
22 notice and hearing to the parties concerned, has been conveyed to the
23 applicant primarily for the purpose of obtaining the exemption. The
24 determination of the assessor is appealable under AS 44.62.560 - 44.62.-
25 570.
26
27
28
29

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2/15/77

PROPOSED CS

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4
5
6 For an Act entitled: "An Act providing property tax relief for senior
7 citizens."

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

9 * Section 1. AS 29.53.020(e) is repealed and re-enacted to read:

10 (e) The real property owned and occupied as a principal place of
11 abode by a resident 65 years of age or over on January 1 of the
12 assessment year is exempt from property tax on the assessed value of
13 the real property. This exemption may be applied to an assessed value
14 of no more than \$40,000 for the assessment year commencing January 1,
15 1977. For the assessment year commencing January 1, 1978, and for
16 each subsequent assessment year, the assessed value limit is the
17 amount determined by the application of the annual assessment inflation
18 factor computed by the assessor to the assessed value limitation
19 determined for the previous assessment year. After December 31, 1977,
20 the state assessor shall annually determine an assessment inflation
21 factor. The factor is the statewide percentage change between the two
22 immediately preceding program years' average assessed value per appli-
23 cant. The commissioner of community and regional affairs shall publish
24 the factor applicable and the determination of the assessed value
25 limit for purposes of this section not later than January 15 of the
26 assessment year.

27 * Sec. 2. AS 29.73 is amended by adding a new section to read:

28 Sec. 29.73.070. SENIOR CITIZEN PROPERTY TAX ASSISTANCE. (a)
29 The owner of a dwelling unit for the assessment year under AS 29.53.-

1 020(e) - (i) whose annual modified adjusted gross income from all
 2 sources does not exceed \$20,000 may apply for a grant payment from the
 3 state through the Department of Community and Regional Affairs for a
 4 portion of property taxes paid by that owner upon that dwelling unit
 5 which exceeds the exemption allowed by AS 29.53.020(e) - (i) in accord-
 6 ance with the following schedule:

| Annual Modified Adjusted-Gross Income | Per Cent of Nonexempt Property Tax Eligible for Assistance |
|---|--|
| Not over | |
| \$ 8,000 | 90 |
| 9,500 | 80 |
| 11,000 | 70 |
| 12,500 | 60 |
| 14,000 | 50 |
| 15,500 | 40 |
| 17,000 | 30 |
| 18,500 | 20 |
| 20,000 | 10 |
| Over 20,000 | - 0 - |

21 (b) No exemption may be granted except upon written application
 22 for the grant payment on a form prescribed by the Department of
 23 Community and Regional Affairs. Application must be filed with the
 24 department before the ^{June 1} July 1 immediately following the assessment year
 25 for which the grant payment is sought. A separate application must be
 26 filed annually for each assessment year in which the grant payment is
 27 sought.

28 (c) In this section, "modified adjusted gross income" means the
 29 sum of "adjusted gross income" as defined in Section 62 of the Internal

1 Revenue Code (26 U.S.C. 62), alimony, support money, public assistance,
2 and relief (not including relief granted under this section), cost of
3 living allowance paid to federal employees, allowances received by
4 dependents of servicemen, the gross amount of any pension or annuity
5 (including railroad retirement benefits, all payments received under
6 the Federal Social Security Act, the Alaska Longevity Bonus, and all
7 benefits under the veteran's Acts), nontaxable interest received from
8 the state or federal government or any of its instrumentalities,
9 workmen's compensation, the gross amount of "loss of time" insurance,
10 and the amount of capital gains excluded from adjusted gross income of
11 the applicant and spouse. It does not include gifts from nongovern-
12 mental sources, or surplus food or other relief in-kind supplied by a
13 governmental agency; property tax exemption under AS 29.53.020(e) - (i)
14 is considered in-kind relief for purposes of this section.

15 * Sec. 3. AS 29.78.010 is amended by adding a new paragraph to read:

16 (20) "permanent place of abode" means a dwelling, or a
17 dwelling unit in a multiple dwelling, including an appropriate portion
18 of land not to exceed five acres and outbuildings which are necessary
19 to convenient use of the real property as a dwelling or a dwelling
20 unit.
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29

Rm 423

STATE OF ALASKA
Inter-Department Route Slip

TO:
MAIL STATION NUMBER 3100

DEPARTMENT Senate Finance Committee

ATTENTION John C. Sackett

- | | |
|--|--|
| <input type="checkbox"/> Approval | <input type="checkbox"/> Note & Return |
| <input type="checkbox"/> Signature | <input type="checkbox"/> Initial & Return |
| <input type="checkbox"/> Comment | <input type="checkbox"/> Return As Requested |
| <input type="checkbox"/> Contact Me | <input type="checkbox"/> Return For Approval |
| <input type="checkbox"/> Prepare Reply | <input type="checkbox"/> Necessary Action |
| <input type="checkbox"/> For Your File | <input checked="" type="checkbox"/> Your Information |

Remarks:

CSHBS
copy comm. members ✓

FROM:
MAIL STATION NUMBER 2100

DEPARTMENT Comm + Regional Affairs

BY Bob Ozier DATE 2/8/77

STATE OF ALASKA

JAY S. HAMMOND, GOVERNOR

DEPT. OF COMMUNITY & REGIONAL AFFAIRS

DIVISION OF LOCAL GOVERNMENT ASSISTANCE / POUCH B - JUNEAU 99811

February 7, 1977

The Honorable John C. Sackett, Chairman
Senate Finance Committee
Alaska State Legislature
Pouch V
Juneau, Alaska 99811

Dear Senator Sackett:

Re: Senior Citizen Property Tax Exemption.

In view of recent erroneous Associated Press releases, the following data is provided for your information.

Currently all senior citizens are eligible for 1977 property tax exemption up to an assessed value of \$40,000 on their home under the formula limitation criteria.

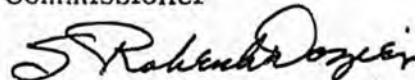
Statutes now in effect provide total exemption to 75% of Alaska's senior citizen homeowners. It is estimated that less than 2 1/2% of those who applied will receive a tax bill of \$500 or more in 1977.

Enclosed is a packet of data prepared by the Department of Community and Regional Affairs relative to current proposals affecting the program. You may be especially interested in the analysis of senior citizen properties valued at more than \$40,000, this data was prepared as 'back up' material for the 'circuit breaker' proposal. Also, the analysis of senior citizen properties valued at over \$100,000 may be valuable, this tabulation was provided with the fiscal note for SB 86.

Thank you for your attention.

Sincerely,

Lee McAnerney
Commissioner



By: S. Robert Dozier
State Assessor

LMcA: SRD: il
Enclosures
cc: Milt Barker
Dan Plotnick
Jesse Dodson

APPENDIX B

SENIOR CITIZEN
PROPERTY TAX EXEMPTION

AS 29.53.020(e)-(i)

APPENDIX B

SENIOR CITIZEN PROPERTY TAX EXEMPTION
AS 29.53.020(e)-(i)

Effective January 1, 1973, the first Senior Citizen Property Tax Exemption Program was enacted. (ch 118 SLA 1972) Effective January 1, 1974, the \$10,000 gross annual income limitation as a prerequisite to eligibility was deleted. (Sec. 1 ch 60 SLA 1974) Effective January 1, 1975, an extension of the filing date deadline for good cause shown was authorized. (Sec. 1 ch 65 SLA 1975) Effective January 1, 1977, a formula was adopted for determining an assessed value exemption limit each year. (Sec. 1 ch 217 SLA 1976)

AS 29.53.020(e): "... the assessed value limit is the upper limit of the third quartile class in a frequency distribution of previous year assessed values in the state..."

The property tax exemption limit for the 1977 tax year has been determined to be the assessed value of the real property up to and including 40,000 in assessed value. The frequency distribution of assessed values approved for exemption in the 1976 program is illustrated in Table B-2.

In response to objections to the assessed value limit, a "circuit breaker" assistance amendment is proposed. The amendment is a favorable and acceptable measure intended to relieve disproportionate impact to senior citizen income affected by tax values over the exemption limit.

The property tax exemption application form 21-400 has been expanded to allow senior citizen homeowners to renew special assessment deferments, AS 29.63.065, on the same form; in order to avoid duplicate verification of qualifying criteria each year. (See Appendix C, Senior Citizen Special Assessment Exemption)

A breakdown of the 1976 program impact listed by participating municipalities, is illustrated in Table B-1.

A four-year performance summary of the property tax exemption program is outlined below:

| Tax Year | Number of Applications Approved | Assessed Value Exempt | Total Revenue Reimbursement | Average Value Per Application | Average Tax Per Application |
|-------------------|---------------------------------|-----------------------|-----------------------------|-------------------------------|-----------------------------|
| 1973 | 911 | 12,960,993 | \$ 197,050 | 14,227 | \$216 |
| ¹ 1974 | 1,887 | 40,842,657 | 631,891 | 21,644 | 335 |
| ² 1975 | 2,426 | 59,918,061 | 930,915 | 24,698 | 384 |
| 1976 | 2,608 | 76,737,060 | 1,171,227 | 29,424 | 449 |

¹\$10,000 income limit deleted

²Extended filing deadline

TABLE B-1
 SENIOR CITIZEN PROPERTY TAX EXEMPTION, AS 29.53.020(e)
 1976 PROGRAM SUMMARY

| <u>BOROUGHES</u> | NUMBER OF APPLICATIONS APPROVED | ASSESSED VALUE EXEMPT | TAX EXEMPT | AVERAGE VALUATION PER APPLICATION | AVERAGE TAX PER APPLICATION |
|-------------------------|---------------------------------------|-----------------------------|-----------------------|---|-----------------------------------|
| Anchorage, Municipality | 886 | 29,560,962 | \$ 552,525.42 | 33,365 | \$624 |
| Bristol Bay | 7 | 83,825 | 1,173.55 | 11,975 | 168 |
| Fairbanks North Star | 334 | 9,954,475 | 130,318.05 | 29,804 | 390 |
| Haines | 23 | 434,086 | 4,780.11 | 18,873 | 208 |
| Juneau, City & Borough | 254 | 10,052,250 | 149,378.84 | 39,576 | 590 |
| Kenai Peninsula | 247 | 5,135,050 | 74,140.10 | 20,790 | 300 |
| Ketchikan Gateway | 208 | 5,367,165 | 91,003.58 | 25,804 | 438 |
| Kodiak Island | 68 | 1,522,622 | 22,659.52 | 22,392 | 333 |
| Matanuska-Susitna | 212 | 5,453,020 | 50,316.29 | 25,722 | 237 |
| North Slope | 19 | 305,410 | 3,145.73 | 16,074 | 166 |
| Sitka, City & Borough | 95 | 3,598,790 | 17,993.95 | 37,882 | 189 |
| TOTAL BOROUGHES | <u>2,353</u> | <u>71,467,655</u> | <u>\$1,097,749.14</u> | <u>30,373</u> | <u>\$467</u> |
| <u>CITIES</u> | | | | | |
| Cordova | 33 | 670,380 | \$ 12,402.07 | 20,315 | \$376 |
| Craig | 8 | 96,010 | 1,056.11 | 12,001 | 132 |
| Dillingham | 16 | 423,702 | 7,838.60 | 26,481 | 490 |
| Nenana | 1 | 3,700 | 37.00 | 3,700 | 37 |
| Nome | 49 | 390,960 | 6,992.11 | 7,979 | 143 |
| Pelican | 3 | 16,941 | 237.16 | 5,647 | 79 |
| Petersburg | 59 | 1,611,790 | 19,341.50 | 27,318 | 328 |
| Skagway | 19 | 467,467 | 8,414.40 | 24,604 | 443 |
| Unalaska | 3 | 72,100 | 1,261.76 | 24,033 | 421 |
| Valdez | 10 | 337,640 | 3,374.89 | 33,764 | 337 |
| Wrangell | 54 | 1,178,715 | 12,477.49 | 21,828 | 231 |
| TOTAL CITIES | <u>255</u> | <u>5,269,405</u> | <u>\$ 73,433.09</u> | <u>20,664</u> | <u>\$288</u> |
| BOROUGHES | 2,353 | 71,467,655 | \$1,097,749.14 | 30,373 | \$467 |
| CITIES | 255 | 5,269,405 | 73,433.09 | 20,664 | 288 |
| STATEWIDE TOTAL | <u>2,608</u> | <u>76,737,060</u> | <u>\$1,171,227.23</u> | <u>29,424</u> | <u>\$449</u> |

TABLE B-2

SENIOR CITIZEN PROPERTY TAX EXEMPTION
1976 TAX YEAR PROGRAM

FREQUENCY DISTRIBUTION: INTERVALS IDENTIFIED BY LOWER LIMITS

| BOROUGHES | Range | | Frequencies of Assessed Value (in thousands) in Intervals of 5,000 | | | | | | | | | | | | | | | | | | | | Tot |
|-------------------|-------|------|--|-----------------|-----------------|------------------------------|-----------------|------------------------------|------------------|------------------------------|-----------------|-----|-----------------|----|----|----|----|----|----|----|----|-----|-----|
| | Low | High | 0 | 5 | 10 | 15 | 20 | 25 | 30 | 35 | 40 | 45 | 50 | 55 | 60 | 65 | 70 | 75 | 80 | 85 | 90 | 95+ | |
| Anchorage | 0.4 | 230 | 63 | 38 | 27 | 88 | 98 ¹ | 102 | 131 ² | 89 | 64 ³ | 53 | 39 | 26 | 17 | 14 | 7 | 3 | 4 | 4 | 4 | 15 | |
| Bristol Bay * | 11.9 | 26 | | | 2 ¹ | 1 | 2 ² | 1 ³ | 1 | | | | | | | | | | | | | | |
| Fairbanks | 0.3 | 109 | 7 | 28 | 44 | 32 ¹ | 50 | 41 ² | 24 | 20 | 19 ³ | 19 | 15 | 9 | 7 | 9 | 1 | 3 | 2 | 1 | 1 | 2 | |
| Haines | 2.3 | 49 | 5 | 1 | 2 ¹ | 6 ² | 4 | 1 ³ | | 2 | 1 | 1 | | | | | | | | | | | |
| Juneau | 1.0 | 142 | 6 | 8 | 13 | 17 | 22 ¹ | 20 | 21 | 32 ² | 28 | 24 | 12 ³ | 18 | 7 | 9 | 3 | 2 | 1 | 3 | 2 | 6 | |
| Kenai | 2.5 | 70 | 13 | 48 | 37 ¹ | 41 ² | 33 | 19 ³ | 18 | 16 | 10 | 6 | 1 | 1 | 1 | 1 | 2 | | | | | | |
| Ketchikan | 2.0 | 93 | 8 | 16 | 21 | 38 ¹ | 30 ² | 26 | 26 ³ | 22 | 6 | 4 | 1 | 3 | | 1 | 2 | 1 | | 2 | 1 | | |
| Kodiak | 0.6 | 43 | 7 | 14 ¹ | 4 | 4 | 8 ² | 11 | 6 ³ | 7 | 6 | 1 | | | | | | | | | | | |
| Matanuska-Susitna | 0.5 | 83 | 19 | 14 | 25 ¹ | 19 | 30 ² | 29 | 27 ³ | 16 | 10 | 10 | 3 | 4 | 1 | 2 | 1 | | | 1 | 1 | | |
| North Slope* | 10.6 | 51 | | | 4 | 1 ¹ | 1 | 7 ² | 4 ³ | | | 1 | 1 | | | | | | | | | | |
| Sitka | 1.0 | 122 | 4 | 7 | 5 | 8 ¹ | 10 | 12 | 7 ² | 7 | 7 | 2 | 4 ³ | 5 | 2 | 3 | 2 | 2 | 1 | 1 | | 6 | |
| TOTAL | 0.4 | 230 | 132 | 174 | 184 | 255 ¹ | 283 | 269 ² | 265 | 211 ³ | 151 | 121 | 76 | 66 | 35 | 39 | 18 | 11 | 9 | 12 | 8 | 29 | |
| CITIES | | | | | | | | | | | | | | | | | | | | | | | |
| Cordova | | | 5 | 6 | 8 | 1 | 2 | 5 | | 1 | 1 | 2 | 1 | 1 | | | | | | | | | |
| Craig | | | 1 | 2 | 4 | | 1 | | | | | | | | | | | | | | | | |
| Dillingham | | | | | 2 | 2 | 3 | 3 | 2 | 3 | | 1 | | | | | | | | | | | |
| Kenai | | | 1 | | | | | | | | | | | | | | | | | | | | |
| Nome | | | 21 | 15 | 5 | 3 | 2 | 3 | | | | | | | | | | | | | | | |
| Pelican | | | 1 | 2 | | | | | | | | | | | | | | | | | | | |
| Petersburg | | | 1 | 1 | 5 | 13 | 12 | 5 | 5 | 6 | 3 | 3 | 3 | 1 | 1 | | | | | | | | |
| Skagway | | | | 2 | 2 | 3 | 3 | 3 | 3 | 1 | 2 | | | | | | | | | | | | |
| Unalaska | | | 1 | 1 | | | | | | | | | | | | | | | | | | 1 | |
| Valdez | | | 1 | | 1 | | | 2 | | 1 | 1 | 3 | 1 | | | | | | | | | | |
| Wrangell | | | 4 | 9 | 7 | 8 | 7 | 5 | 5 | 3 | 2 | 2 | | | | 2 | | | | | | | |
| TOTAL | 0.5 | 68 | 36 | 38 ¹ | 34 | 30 ² | 30 | 26 ³ | 15 | 14 | 9 | 10 | 6 | 2 | 5 | | | | | | | | |
| STATEWIDE TOTAL | 0.4 | 230 | 163 | 212 | 218 | 285 ¹ (15,945) | 318 | 295 ² (26,745) | 280 | 225 ³ (39,020) | 160 | 131 | 82 | 68 | 40 | 39 | 18 | 11 | 9 | 12 | 8 | 29 | |

¹ First Quartile ² Median ³ Third Quartile⁴ Includes 10,000 Value Municipal Residential Property Exemption, AS 29.53.035(a)

ALASKA ADMINISTRATIVE CODE TITLE 19
DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS

CHAPTER 40
SENIOR CITIZEN PROPERTY TAX EXEMPTION

19 AAC 40.010. METHOD OF APPLICATION. Applications for the senior citizen property tax exemption shall be on forms provided by the Department of Community and Regional Affairs. (Eff. 1/28/73, Reg. 45)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.020. FORMS. Form 21-400 is hereby adopted by the department for use in the application for senior citizen property tax exemptions. (Eff. 1/28/73, Reg. 45; am 1/27/74, Reg. 48)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.030. OBTAINING FORMS. Application forms are available only from the office of the clerk or assessor of the municipality. (Eff. 1/28/73, Reg. 45)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.040. SUBMISSION OF APPLICATION. Exemption applications filed after January 15 in accordance with AS 29.53.020 must be accompanied by written notice from the governing body of the municipality granting waiver of filing date for good cause shown. (Eff. 1/28/73, Reg. 45; am 3/31/76, Reg. 57; Eff. / / , Reg.)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.050. SUBMISSION OF AMENDED APPLICATION. Repealed.
(Eff. 1/27/74, Reg. 48)

19 AAC 40.060. SUPPLEMENTARY INFORMATION. Repealed. (Eff. 1/27/74, Reg. 48)

19 AAC 40.070. CONFIDENTIALITY. Repealed (Eff. 1/27/74, Reg. 48)

19 AAC 40.080. APPLICABILITY OF INCOME CRITERIA. (a) Repealed. (Eff. 1/27/74, Reg. 48)

(b) When an eligible person and his or her spouse occupy the same permanent place of abode, the exemption applies to the entire value of their property, regardless of whether the property is held in the name of the husband, wife, or both.

(c) When the standard of eligibility is met, the exemption is that portion of the tax equal to the percent of ownership of the eligible owner or owners. (Eff. 1/28/73, Reg. 45; am 1/27/74, Reg. 48)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.090. APPLICABILITY OF LIENS. Notwithstanding qualification for exemption under AS 29.53.020, property remains subject to the lien provisions of AS 29.53.200-29.53.390. (Eff. 1/28/73, Reg. 45)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.100. PENALTY. Repealed. (Eff. 1/27/74, Reg. 48)

19 AAC 40.110. APPEAL. (a) An applicant aggrieved by any determination of the local assessor, except a decision as to the purpose of a transfer, may appeal under AS 29.53.130-29.53.135 to his local board of equalization.

(b) The determination of the Board of Equalization is appealable under AS 44.62.560-44.62.570. (Eff. 1/28/73, Reg. 45)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.120. DEFINITIONS. In this chapter:

(1) repealed (Eff. 1/27/74, Reg. 48);

(2) "exemption year" means the calendar year for which the exemption is sought;

(3) "real property" includes, but is not limited to, mobile homes, whether classified as real or personal property for municipal tax purposes;

(4) "permanent place of abode" means a dwelling, or a dwelling unit in a multiple dwelling, including lots and outbuildings, or an appropriate portion thereof, which are necessary to convenient use of the dwelling unit;

(5) "resident" includes applicants who have a fixed habitation in the State of Alaska, and, when absent, intend to return to the State of Alaska;

(6) "ownership" means that an applicant is possessed of an interest, other than a leasehold, in real property, including a mobile home, which interest is recorded in the office of the district recorder, or, if unrecorded, is attested by a contract, bill of sale, deed of trust, or other proof in a form satisfactory to the local assessor;

(7) "department" means the Department of Community and Regional Affairs;

(8) "senior citizen" means an applicant who is 65 years of age or older on January 1 of the exemption year. (Eff. 1/28/73, Reg. 45; am 4/18/73, Reg. 45; am 1/27/74, Reg. 48, am 3/31/75, Reg. 57)

Authority: AS 29.53.020(f)
AS 44.47.160

SENIOR CITIZEN APPLICATION FOR PROPERTY TAX EXEMPTION

AS 29.53.020(e)

Application must be filed on or before January 15 of each assessment year

MUNICIPALITY _____ ACCOUNT NUMBER _____
 NAME OF APPLICANT _____ NAME OF SPOUSE _____
 SOCIAL SECURITY NUMBER _____ SOCIAL SECURITY NUMBER _____
 MAILING ADDRESS _____ STREET ADDRESS _____
 CITY _____ STATE _____ ZIP CODE _____ TELEPHONE: HOME _____ OFFICE _____

PROPERTY DESCRIPTION, TYPE AND LOCATION

City or Service Area _____ Single Family Apartment Subdivision _____
 Parcel Number _____ Condominium Duplex Block _____ Lot _____ Survey _____
 Recording District _____ Date _____ Mobile Home Farm Section _____ Township _____ Range _____
 Instrument _____ Vol. _____ Page _____ Name of Trailer Park _____ Space Number _____

RESIDENCE AND OWNERSHIP:

Verified By: _____
 Assessor or Clerk

AGE: _____
 Verified By: _____
 Assessor or Clerk

Owner or Purchaser of Record Life Estate
 Part Owner of Record: $\frac{\%}{100}$ of Ownership
 Is your home on land your own? Yes No

I will be _____ years of age prior to January 1.
 Proof filed with prior years application or, the following is submitted as proof of my date of birth:

 DATE OF BIRTH: Month _____ Day _____ Year _____

I hereby apply for the Senior Citizen Property Tax Exemption on my property as provided in AS 29.53.020(e) for the 19____ assessment year. The above described property is my permanent residence and I am residing thereon.

I the undersigned certify that I have read this application and the answers given are true and correct to the best of my knowledge. I understand that willful misstatement is subject to punishment by fine or imprisonment under AS 11.30.270.

DATE _____ SIGNATURE OF APPLICANT _____

Renewal must be verified annually SPECIAL ASSESSMENT DEFERMENT RENEWAL AS 29.63.065

I hereby apply for renewal of the Senior Citizen Special Assessment Deferment on my property as provided in AS 29.63.065.
 Original Applicant Spouse of Original Applicant Minor Heir of Original Applicant (to age 25)

I the undersigned certify that I have read this application and the answers given are true and correct to the best of my knowledge. I understand that willful misstatement is subject to punishment by fine or imprisonment under AS 11.30.270.

DATE _____ SIGNATURE OF APPLICANT _____

NAME DATE RECEIVED BY:

PROPERTY TAX EXEMPTION

LATE FILING

New Filing Filled Last Year Approved Denied: _____

Approved Certification or, Minutes Attached
 Denied

LAND BUILDING TOTAL

| | | | |
|---|------------|---------------------|-------|
| TOTAL PROPERTY VALUE | _____ | _____ | _____ |
| MUNICIPALLY MANDATED EXEMPTION, AS 29.53.025(a) | Less _____ | | |
| ADJ. FOR DWELLING UNIT: | _____ | _____ | |
| DWELLING UNIT VALUE | _____ | _____ | |
| ADJ. FOR PART OWNER: | Less _____ | | |
| TOTAL TAXABLE VALUE | _____ | _____ | |
| TOTAL EXEMPT (Total adjusted value or limit) | | | _____ |
| TAX CODE AREA _____ MILL RATE _____ | | TOTAL TAX EXEMPT \$ | _____ |

SPECIAL ASSESSMENT DEFERMENT RENEWAL

No more than one sewer connection
 No more than one water connection
 Municipal Verification (Form attached)

Approved Denied: _____

\$ _____
TOTAL DEFERRED

Local Assessor's copy - white
Form 21-400

Department of Community & Regional Affairs' copy - yellow

Taxpayer's copy - pink

PUBLIC WORKS VERIFICATION FORM

SENIOR CITIZEN SPECIAL ASSESSMENT DEFERMENT

AS 29.63.065.

Name of Applicant _____

Parcel Number _____

Local Improvement District Number _____

City or Service Area _____

Spouse or original applicant Minor heir of original applicant

No more than one sewer connection

Prepared by: _____

Date: _____

Service Area or Public Works
Department Personnel

PROPOSED LEGISLATION

AN ACT

Relative to providing property tax relief in addition to exemption provided for senior citizens under AS 29.53.020(e)-(i).

Be it enacted by the legislature of the State of Alaska:

AS 29.73 is amended to read:

AS 29.73.070: Senior Citizen Property Tax Circuit Breaker Assistance.

(a) The owner of a dwelling unit that is exempt from payment of property taxes upon their dwelling unit for the assessment year under AS 29.53.020(e)-(i) and whose annual income from all sources does not exceed \$20,000 may be entitled to a grant payment from the State through the Department of Community and Regional Affairs for a portion of property taxes paid by the applicant upon that dwelling unit which exceeds the exemption allowed by AS 29.53.020(e)-(i) as evidenced by a tax payment receipt in accordance with the following schedule:

| <u>Annual Modified Adjusted Gross Income</u> | <u>Percent of Nonexempt Property Tax Eligible for Assistance</u> |
|--|--|
| Not over | |
| 8,000 | 90% |
| 9,500 | 80% |
| 11,000 | 70% |
| 12,500 | 60% |
| 14,000 | 50% |
| 15,500 | 40% |
| 17,000 | 30% |
| 18,500 | 20% |
| 20,000 | 10% |
| over 20,000 | -0- |

(b) No exemption may be granted except upon written application for the grant payment on a form prescribed by the Department of Community and Regional Affairs. Application must be filed with the Department prior to the July 1 immediately following the assessment year for which the grant payment is sought. A separate application must be filed annually for each assessment year in which the grant payment is sought.

(c) "Modified Adjusted Gross Income of applicant and spouse" means the sum of "adjusted gross income" as defined in Section 62 of the Internal Revenue Code (26 U.S.C.62), alimony, support money, public assistance, and relief (not including relief granted under this section), cost of living allowance paid to federal employees, allowances received by dependents of servicemen, the gross amount of any pension or annuity (including railroad retirement benefits, all payments received under the Federal Social Security Act, the Alaska Longevity Bonus, and all benefits under the Veterans's Acts), nontaxable interest received from the state or federal government or any of its instrumentalities, workmen's compensation, the gross amount of "loss of time" insurance, and the amount of capital gains excluded from adjusted gross income. It does not include gifts from nongovernmental sources, or surplus food or other relief in-kind supplied by a governmental agency (property tax exemption under AS 29.53.020(e)-(i) is considered in-kind relief for purposes of this section).

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. Proposed Legislation
 Title Senior Citizen Property Tax Circuit Breaker Assistance
 Requested by Sponsor Date 1/26/77

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs
 Program Category Affected Local Government Assistance
 Budget Request Unit(s) Affected _____

EXPENDITURES (Thousands of Dollars)

| | FY 77 | FY 78 | FY 79 | FY 80 | FY 81 | FY 82 |
|--------------------------|-------|--------------|-------|-------|-------|-------|
| 100 PERSONAL SERVICES | | 13.9 | | | | |
| 200 TRAVEL | | | | | | |
| 300 CONTRACTUAL | | 2.5 | | | | |
| 400 COMMODITIES | | | | | | |
| 500 EQUIPMENT | | 1.9 | | | | |
| 600 LAND & STRUCTURES | | | | | | |
| 700 GRANTS, CLAIMS, ETC. | | 100.0 | | | | |
| TOTAL | | 118.3 | | | | |

FUNDING (Thousands of Dollars)

| | | | | | | |
|-----------------|--|--|--|--|--|--|
| GENERAL FUND | | | | | | |
| FEDERAL FUNDS | | | | | | |
| OTHER (Specify) | | | | | | |
| | | | | | | |

POSITIONS

| | | | | | | |
|-----------|--|--------|--|--|--|--|
| FULL TIME | | 12 Mo. | | | | |
| PART TIME | | | | | | |
| TEMPORARY | | | | | | |

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

A final estimate of the grant fund requirement for the operation of the circuit breaker is based on the analysis of the current senior citizen property tax exemption program. To fully fund complete exemption would require \$195,000 in addition to the formula established limitation. By the recommended graduated circuit breaker, approximately 50% of this amount, or \$100,000 grant would fund the additional payments to eligible applicants. Operation of the program will require the addition of a full time clerk typist III position.

IV. DATE 1-26-77 PREPARED BY _____, State Assessor

AGENCY Community & Regional Affairs

Original: Legislative Finance PHONE 465-4730

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

Funding Required for Administration of the Senior Citizen Circuit Breaker:

100 Personal Services

| | | |
|------------------------------|--------------|--------|
| Clerk Typist III, 8-A, \$957 | \$11,484 | |
| 21% benefits | <u>2,412</u> | |
| | | 13,896 |

Contractual

| | | |
|-----------------|------------|-------|
| Postage | 150 | |
| Printing | 1,150 | |
| Advertising | 500 | |
| Data Processing | 500 | |
| Telephone | <u>204</u> | |
| | | 2,504 |

Equipment

| | | |
|------------------|------------|---------------|
| Calculator @ 440 | 440 | |
| Desk | 360 | |
| Chair | 195 | |
| Lamp | 60 | |
| Typewriter | <u>795</u> | |
| | | <u>1,850</u> |
| | | <u>18,250</u> |

Department of Community & Regional Affairs
Division of Local Government Assistance
Office of the State Assessor
January 26, 1977

Department of Community & Regional Affairs
Division of Local Government Assistance
State Assessor Office
January 25, 1977

SENIOR CITIZEN - PROPERTY TAX EXEMPTION - "CIRCUIT BREAKER" ASSISTANCE

The attached analysis of the FY 77 senior citizen property tax reimbursement has been prepared to illustrate the fiscal and citizen impact of the assessed value limit in effect for the FY 78 program and to show the probable scope of proposed 'circuit breaker' assistance legislation.

The 'circuit breaker' offers assistance in addition to the basic 'homestead' exemption. The additional assistance is based on proof of disproportionate property tax levy relative to income and assumes that any homeowner at whatever income level should support his property to the extent of a minimum of 10% above the basic 'homestead' exemption.

Based on Bureau of Labor Statistics, a moderately comfortable annual income for an Alaskan senior citizen household in FY 76 was \$8,800 and a high income was placed at \$12,500. The 'circuit breaker' allows 90% assistance for remaining property tax after the basic 40,000 value to all income levels up to \$8,000. The exemption is reduced by 10% for each additional \$1,500 in annual income. Annual income of over \$20,000 would not be eligible for 'circuit breaker' assistance.

TABLE I:

Is a comparison of the actual reimbursement and the impact of a 40,000 value limit, if such had been in effect.

There were 2,608 senior citizens receiving full forgiveness of property tax in FY 77; had the limit been in effect, 2,006 (77%) would have continued to receive 100% exemption.

Of the \$1,171,227 reimbursed to municipalities in FY 77, \$1,017,598 (87%) would have been reimbursed, notwithstanding the 40,000 value limit.

Projections for the FY 78 program are based on an estimated increase of 8% in the number of applicants and an increase of 27% in total revenue reimbursed.

TABLE II:

Is an analysis of properties that would have been involved in the proposed 'circuit breaker' assistance legislation, had it been in effect.

There were 602 properties valued in excess of 40,000. The total tax on those properties was \$515,782, of which \$362,153 (70%) would have been reimbursed in full.

The tax on the value over 40,000 was \$153,629 which would have been subject to 'circuit breaker' assistance income level criteria.

Individual properties would have had a minimum tax exemption of \$200 in Sitka to a maximum exemption of \$856 in Ketchikan.

TABLE III:

Is a comparison of the number of properties subject to a tax levy above the exempt limit by tax levy categories.

Of the 602 properties subject to additional taxes after the exemption limit, 220 would have been liable for less than \$100 each and 5 for more than \$2,000 each.

TABLE IV:

Is a comparison of the total revenue levied on values over 40,00 by tax levy category.

Approximately 50% (\$76,658) of the total revenue that would effect the proposed 'circuit breaker' relief, involved 317 properties liable for less than \$500 each or an average levy of \$242 above the exempt value tax of between \$200 to \$856 .

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB No. 86

Title An act relating to real property tax exemptions for senior citizens

Requested by Senate C&RA

Date 1/24/77

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs

Program Category Affected Social Services

Budget Request Unit(s) Affected State Assessor 21 22-3-03-00-00

EXPENDITURES (Thousands of Dollars)

| | FY 77 | FY 78 | FY 79 | FY 80 | FY 81 | FY 82 |
|--------------------------|-------|-------|-------|-------|-------|-------|
| 100 PERSONAL SERVICES | | | | | | |
| 200 TRAVEL | | | | | | |
| 300 CONTRACTUAL | | | | | | |
| 400 COMMODITIES | | | | | | |
| 500 EQUIPMENT | | | | | | |
| 600 LAND & STRUCTURES | | | | | | |
| 700 GRANTS, CLAIMS, ETC. | | | 216.8 | 275.3 | 349.6 | |
| TOTAL | | | 216.8 | 275.3 | 349.6 | |

FUNDING (Thousands of Dollars)

| | FY 77 | FY 78 | FY 79 | FY 80 | FY 81 | FY 82 |
|-----------------|-------|-------|-------|-------|-------|-------|
| GENERAL FUND | | | 216.8 | 275.3 | 349.6 | |
| FEDERAL FUNDS | | | | | | |
| OTHER (Specify) | | | | | | |

POSITIONS

| | FY 77 | FY 78 | FY 79 | FY 80 | FY 81 | FY 82 |
|-----------|-------|-------|-------|-------|-------|-------|
| FULL TIME | | | | | | |
| PART TIME | | | | | | |
| TEMPORARY | | | | | | |

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

Grant General Fund

Number of applicants FY 78 - 2817 = 8% increase over FY 77 - 2508

Exemption: FY 78 Grant 1,570.1 = 0 senior citizens required to pay 0.0

2,000 limitation: FY 78 Grant 1,546.5 = 48 senior citizens required to pay 23.5

3,000 limitation: FY 78 Grant 1,375.0 = 650 senior citizens required to pay 195.1

No. 86 additional FY 79 Grant 216.8 = Total funding FY 79 1964.0

Administrative Costs

additional funding required.

Analysis attached: The figures used above reflect a 5% BRU Grant increase over the historic trend factor used in the attached analysis.

IV. DATE 2/2/77

PREPARED BY J. Paul Smith, State Assessor

AGENCY Community & Regional Affairs

Original: Legislative Finance

PHONE 465-4730

Budget and Management

Prime Sponsor (First Legislator Named)

SENIOR CITIZEN PROPERTY TAX EXEMPTION
 FISCAL YEAR 1977 PROGRAM

TABLE I

| | Number of Applicants | | | Property Tax Levy | | |
|--------------------------------------|----------------------|-----------------|------------|-------------------|--------------------|------------|
| | Total | Value to 40,000 | % of Total | on Total Value | on Value to 40,000 | % of Total |
| Anchorage, Municipality | 886 | 637 | 72 | \$ 552,525 | \$ 465,784 | 84 |
| Fairbanks North Star | 334 | 247 | 74 | 130,318 | 114,271 | 88 |
| Juneau, City & Borough | 254 | 141 | 56 | 149,738 | 119,916 | 80 |
| Kenai Peninsula | 247 | 225 | 91 | 74,140 | 71,590 | 97 |
| Ketchikan Gateway | 208 | 187 | 90 | 91,004 | 85,547 | 94 |
| Kodiak Island | 68 | 61 | 90 | 22,660 | 22,277 | 98 |
| Matanuska-Susitna | 212 | 179 | 84 | 50,316 | 46,583 | 93 |
| Sitka, City & Borough | 95 | 60 | 63 | 17,994 | 13,491 | 75 |
| *Other | 304 | 269 | 88 | 82,532 | 78,140 | 95 |
| TOTAL | 2,608 | 2,006 | 77 | \$1,171,227 | \$1,017,558 | 87 |
| | (@ 8% increase) | | | (@ 27% increase) | | |
| PROJECTED TOTALS FOR FY 1978 PROGRAM | 2,817 | 2,166 | | \$1,487,458 | \$1,292,349 | |

TABLE III
 TAX LEVY ON VALUE OVER 40,000

| | under \$100 | Number of Properties | | | | Total |
|-------------------------|-------------|----------------------|---------|---------|------------|-------|
| | | \$500 | \$1,000 | \$2,000 | to \$4,600 | |
| Anchorage, Municipality | 65 | 139 | 27 | 13 | 5 | 249 |
| Fairbanks North Star | 38 | 47 | 2 | | | 87 |
| Juneau, City & Borough | 36 | 63 | 9 | 5 | | 113 |
| Kenai Peninsula | 13 | 8 | 1 | | | 22 |
| Ketchikan Gateway | 6 | 13 | 1 | 1 | | 21 |
| Kodiak Island | 6 | 1 | | | | 7 |
| Matanuska-Susitna | 19 | 14 | | | | 33 |
| Sitka, City & Borough | 18 | 17 | | | | 35 |
| *Other | 19 | 15 | 1 | | | 35 |
| TOTAL | 220 | 317 | 41 | 19 | 5 | 602 |

TABLE II
 PROPERTIES VALUED AT OVER 40,000

| | Number of Applicants | Property Tax Levy | | | Range of Individual Levy on Value to 40,000 |
|--------------------------------------|----------------------|-------------------|--------------------|-------------------|---|
| | | on Total Value | on Value to 40,000 | over 40,000 value | |
| Anchorage, Municipality | 249 | 269,490 | 182,749 | 86,741 | 506.60 to 817.60 |
| Fairbanks North Star | 87 | 61,691 | 45,644 | 16,047 | 252.00 to 652.00 |
| Juneau, City & Borough | 113 | 97,034 | 67,212 | 29,822 | 563.20 to 614.40 |
| Kenai Peninsula | 22 | 15,294 | 12,744 | 2,549 | 208.00 to 760.00 |
| Ketchikan Gateway | 21 | 17,818 | 12,361 | 5,457 | 384.00 to 856.00 |
| Kodiak Island | 7 | 4,435 | 4,052 | 383 | 392.80 to 653.20 |
| Matanuska-Susitna | 33 | 15,990 | 12,257 | 3,733 | 307.00 to 520.00 |
| Sitka, City & Borough | 35 | 11,504 | 7,000 | 4,504 | 200.00 to 200.00 |
| *Other | 35 | 22,526 | 18,134 | 4,392 | 304.00 to 740.00 |
| TOTAL | 602 | 515,782 | 362,153 | 153,629 | 200.00 856.00 |
| % of Total | | | 70 | 30 | |
| | (@ 8% increase) | | | (@ 27% increase) | |
| PROJECTED TOTALS FOR FY 1978 PROGRAM | 650 | | | 195,109 | |

TABLE IV
 TAX LEVY ON VALUE OVER 40,000

| | under \$100 | Tax Revenue by Tax Category | | | | Total |
|-------------------------|-------------|-----------------------------|---------|---------|------------|---------|
| | | \$500 | \$1,000 | \$2,000 | to \$4,600 | |
| Anchorage, Municipality | 2,975 | 34,277 | 17,620 | 16,862 | 15,007 | 86,741 |
| Fairbanks North Star | 2,035 | 12,465 | 1,497 | | | 16,047 |
| Juneau, City & Borough | 1,907 | 15,243 | 6,287 | 6,385 | | 29,822 |
| Kenai Peninsula | 573 | 1,402 | 575 | | | 2,549 |
| Ketchikan Gateway | 224 | 3,493 | 556 | 1,144 | | 5,457 |
| Kodiak Island | 255 | 128 | | | | 383 |
| Matanuska-Susitna | 742 | 2,991 | | | | 3,733 |
| Sitka, City & Borough | 800 | 3,703 | | | | 4,504 |
| *Other | 909 | 2,956 | 527 | | | 4,392 |
| TOTAL | 10,470 | 76,658 | 27,102 | 24,391 | 15,007 | 153,629 |
| AVERAGE PER PROPERTY | \$48 | \$242 | \$661 | \$1,284 | \$3,001 | |

*The Bristol Bay, Haines and North Slope Boroughs plus all participating cities.

Department of Community and Regional Affairs
Division of Local Government Assistance
State Assessor Office
February 2, 1977

Senior Citizen Property Tax Exemption

SB 86, 100,000 Assessed Value Limit

The attached analysis was prepared to illustrate the citizen impact of SB 86 which proposes raising the current formula limitation to a 100,000 assessed value limit.

Table I

Illustrates a comparison of alternative program totals:

The total reimbursement for the FY 77 unlimited program is approximately \$1,171,227 for 2,608 applicants, stipulating an 8% increase in applicants and a 27% increase in total property tax, a FY 78 unlimited reimbursement would be about \$1,487,458 for 2,817 applicants.

From Table II, the 100,000 limit would reduce an unlimited program by about \$25,000, for a total reimbursement of \$1,462,950 in FY 78.

The formula assessed value limit has been established to be 40,000 in FY 78 and it is estimated to require a \$1,292,349 reimbursement, therefore, raising the assessed value limit from 40,000 to 100,000 will require about \$170,500 in additional funds.

The FY 78 BRU grant for the formula limitation program is \$1,375,000, SB 86 would increase the total grant requirement to \$1,545,500.

Table II

Table II is a list of the 26, FY 77 applications showing a value over 100,000 and the corresponding total tax levy on those properties of \$56,532.81. Also, a list of 22 applications showing a FY 77 value of over 85,000 has been compiled with a total tax levy on those properties of \$28,355.09. These 22 properties are projected to reach or exceed 100,000 in FY 78. Stipulation of a 27% increase in total tax levy projects a total FY 78 tax of \$107,807.63 on the 48 properties listed. At an average rate of 17 mills, \$83,300 of the total value would be exempt under SB 86. This leaves approximately \$25,000 that would not be eligible for reimbursement.

SENIOR CITIZEN PROPERTY TAX EXEMPTION
 SB 86; 100,000 ASSESSED VALUE LIMIT

TABLE I
 TOTAL PROGRAM SUMMARY

| | Number of Applications | Assessed Value | Tax Levy |
|---|------------------------|----------------|-------------|
| Total Senior Citizens Property | | | |
| FY 77 | 2608 | 76,737,060 | \$1,171,227 |
| Projected Increase | [@ 8%] | [@ 27%] | [@ 27%] |
| FY 78 projected | 2817 | 97,456,066 | 1,467,458 |
| Per 100,000 values analysis below | | (1,946,234) | (24,508) |
| 100,000 Value Limit Program Total | 2817 | 95,509,832 | \$1,462,950 |
| *Formula limit program | 2017 | | (1,292,349) |
| FY 78 Additional Grant Required for SB 86 | | | \$ 170,601 |

| | |
|---------------------------------------|-------------|
| * FY 78 BRU Grant | \$1,375,000 |
| SB 86 | 170,500 |
| Total FY 78 Grant Requirement - SB 86 | \$1,545,500 |

TABLE II
 ANALYSIS OF SENIOR CITIZEN PROPERTIES VALUED AT OVER 100,000

| | Number of Applications | FY 77 Values Over 100,000 | FY 77 Tax | Number of Applications | Values Projected To Exceed 100,000 in FY 78 | FY 77 Tax |
|-------------------------------|------------------------|---------------------------|--------------|------------------------|---|-------------|
| Juneau, City & Borough of | | 127,000 | \$ 1,950.72 | | 94,200 | \$ 1,446.91 |
| | | 142,400 | 2,004.99 | | 86,900 | 1,334.78 |
| | | 137,300 | 1,933.18 | | 85,400 | 1,327.10 |
| | | 115,500 | 1,675.91 | | 92,400 | 1,309.99 |
| | | 118,700 | 1,722.34 | | 87,600 | 1,283.34 |
| | | | | | 97,700 | 1,500.67 |
| FY 77 | 5 | 640,900 | \$ 9,287.14 | 6 | 545,200 | \$ 8,193.79 |
| Anchorage, Municipality of | | 234,500 | \$ 4,793.18 | | 24,925 | \$ 1,735.86 |
| | | 106,325 | 2,173.28 | | 92,900 | 1,698.88 |
| | | 105,640 | 2,147.02 | | 86,200 | 1,227.43 |
| | | 144,225 | 2,933.54 | | 93,975 | 1,920.84 |
| | | 113,725 | 2,324.54 | | 85,000 | 1,737.40 |
| | | 165,250 | 2,151.30 | | 93,000 | 1,500.92 |
| | | 141,550 | 2,893.28 | | 89,625 | 1,651.94 |
| | | 136,025 | 2,780.34 | | 93,300 | 1,479.74 |
| | | 262,300 | 5,361.40 | | 85,150 | 1,740.46 |
| | | 152,150 | 3,109.94 | | | |
| | | 107,075 | 1,524.74 | | | |
| | | 111,400 | 2,277.02 | | | |
| | | 105,300 | 2,152.31 | | | |
| | | 135,348 | 2,848.27 | | | |
| | | 109,350 | 1,557.14 | | | |
| | | 110,800 | 1,577.78 | | | |
| | | 112,675 | 2,303.08 | | | |
| FY 77 | 17 | 2,297,038 | \$ 44,908.16 | 9 | 804,075 | \$15,473.52 |
| Sitka, City & Borough of | | 122,030 | \$ 610.15 | | 98,700 | \$ 493.50 |
| | | 101,790 | 508.95 | | 98,000 | 490.40 |
| | | 106,310 | 531.55 | | 86,000 | 430.40 |
| | | | | | 99,260 | 496.30 |
| FY 77 | 3 | 330,130 | \$ 1,650.65 | 4 | 382,120 | \$ 1,910.60 |
| Fairbanks North Star Borough | | 109,025 | \$ 686.66 | | 99,900 | \$ 1,628.37 |
| | | | | | 94,700 | 596.61 |
| | | | | | 87,650 | 552.20 |
| FY 77 | 1 | 109,025 | \$ 686.66 | 3 | 282,250 | \$ 2,777.18 |
| Total FY 77 | 26 | 3,377,093 | \$ 56,532.81 | 22 | 2,013,645 | \$28,355.09 |
| Projected Increase | | [@ 27%] | [@ 27%] | | [@ 27%] | [@ 27%] |
| FY 78 projected | 26 | 4,288,908 | 71,796.67 | 22 | 2,557,329 | 36,010.96 |
| | 22 | 2,557,329 | 36,010.96 | | | |
| Total FY 78 | 48 | 6,846,234 | \$107,807.63 | | | |
| Average Mill Rate .017 | | | | | | |
| 49 applications @100,000 each | | 4,900,000 | \$ 83,300 | | | |
| Not reimbursed per SB 86 | | 1,946,234 | \$ 24,507.63 | | | |

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST
 Bill/Resolution No. CS HB No. 5
 Title An act relating to exemption from real property taxes for senior citizens
 Requested by House & Senate C&RA Committees Date 1/24/77

II. FISCAL DETAIL
 Agency Affected Community & Regional Affairs
 Program Category Affected Social Services
 Budget Request Unit(s) Affected State Assessor 21 22-3-08-00-00

EXPENDITURES (Thousands of Dollars)

| | FY 77 | FY 78 | FY 79 | FY 80 | FY 81 | FY 82 |
|--------------------------|-------|-------|-------|-------|-------|-------|
| 100 PERSONAL SERVICES | | | | | | |
| 200 TRAVEL | | | | | | |
| 300 CONTRACTUAL | | | | | | |
| 400 COMMODITIES | | | | | | |
| 500 EQUIPMENT | | | | | | |
| 600 LAND & STRUCTURES | | | | | | |
| 700 GRANTS, CLAIMS, ETC. | | 195.1 | 247.8 | 314.7 | 399.7 | |
| TOTAL | | 195.1 | 247.8 | 314.7 | 399.7 | |

FUNDING (Thousands of Dollars)

| | | | | | | |
|-----------------|--|-------|-------|-------|-------|--|
| GENERAL FUND | | 195.1 | 247.8 | 314.7 | 399.7 | |
| FEDERAL FUNDS | | | | | | |
| OTHER (Specify) | | | | | | |

POSITIONS

| | | | | | | |
|-----------|--|--|--|--|--|--|
| FULL TIME | | | | | | |
| PART TIME | | | | | | |
| TEMPORARY | | | | | | |

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

Governors Request FY 78 (AS 29.53.029(e)) - \$1,375.0 - (40,000 assessed value limitation.)
 Number of applicants 2817 = 8% increase over FY 77 - 2603.
 77% of applicants 2167 have assessed property values 40,000 and less and pay no taxes.
 23% of applicants 650 have assessed property values above 40,000 and pay taxes ranging from \$5.00 to \$4000 totaling \$195.1, with arbitrary 5 acre land limitation.

CS HB #5 - Amends AS 29.53.020(e) by providing full exemption FY 78 -
 Assumption: The 5 acre land limitation remains in effect.
 Number of applicants 2817 = Average tax per applicant \$557.3
 Increased FY 78 grant for full funding \$195.1 = Total FY 78 Grant \$1570.1

Administrative Costs: No additional funds requested FY 78.
 No additional funds requested or provided to implement the limitation formula Sec. 1, ch 217, SLA 1976.

IV. DATE 2-2-77 PREPARED BY *S. Robert Jones*
 AGENCY Community & Regional Affairs
 PHONE 465-4730
 Original: Legislative Finance
 Budget and Management
 Prime Sponsor (First Legislator Named)