

LEG. FINANCE - BILLS 1977 - 1978 680

HB 185 cont., thru HB 192 380

HB 135

Introduced: 1/28/77
Referred: Health, Education &
Social Services and Finance

1 IN THE HOUSE

BY PARR AND BROWN

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HOUSE BILL NO. 135

IN THE LEGISLATURE OF THE STATE OF ALASKA

TENTH LEGISLATURE - FIRST SESSION

A BILL

For an Act entitled: "An Act making a special appropriation to the Department of Health and Social Services for a senior citizens nutrition and recreation facility in Fairbanks; and providing for an effective date."

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

* Section 1. The sum of \$500,000 is appropriated from the general fund to the Office of Aging (Department of Health and Social Services) for the acquisition, construction and equipping of a senior citizen nutrition and recreation facility in Fairbanks, to be operated and administered by the North Star Council on Aging, Inc., under contract with the Office of Aging (Department of Health and Social Services).

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

The following data was provided by the North Star Council
on Aging, Ted Drahn spokesperson. 2/4/77

Incorporated in 1973, the North Star Council of Aging has provided service since 1968. It is currently operating out of its third rented quarters which is inadequate and subject to withdrawal at any time. The program is currently reaching approximately 70% of all persons over 60 in the Fairbanks area. The American Legion permits use of the building four hours a day, Monday through Friday, from 10:00am to 2:00pm. A noon meal is served.

Title III Budget is 61,219. with 36,500. from federal funds. Title VII Budget is 155,553. with 108,079. from federal funds. The rest of the funds comes from city donations and earned income.

Services:	Served:
Nutrition	304
Recreation	439
Outreach	608
Transportation	?
Medical	431
Shopping	446
Shopping Assistance	74

Currently there is no facility in the community for the social, recreational, and leisure needs of the people.

Currently they use the American Legion Hall for \$150 a month from 10-2 pm, five days per week. It provides for limited recreation due to the fact that it needs daily cleaning, has no storage facilities, kitchen facilities are nonexistent, and the dining area is not large enough according to federal guidelines and our attendance.

The current average number of people for meals is 42-54 per day, the highest is 60-70; more for recreation. The figure with new facilities could easily double.

The Golden Towers will not satisfy the aged. It is a private apartment and has facilities for its people. The area is not large enough for our recreational program and the kitchen facilities and dining area are not large enough.

There are approximately 1500 people in Fairbanks over 60. Many live alone. They have nothing in common except age. No social place (when the North Star Borough has excess dollars, they generally go toward programs for children), there is no focal point to keep them together.

Any proposed facilities would need to be "large". Some of the activities and needs would include: dancing, recreation, art, and storage space for recreational equipment and art supplies. The kitchen would be for the nutritional program and social events. It would enable them to have congregate dining (and save money paid for rent), and have a snack bar for events in the evening.

There is a real pioneer spirit in Fairbanks. The City of Fairbanks provides \$30,000. annually toward matching funds required by Title III and Title VII of the Older Americans Act. If the community becomes aware of some of the problems, they are generous about helping.

Seniors are participating more in Tanana Valley Community College classes. A senior center would provide an even greater incentive for more classes and transportation would be provided.

Office on Aging
Position Paper on
HB 135

"Making a special appropriation to the Department of Health and Social Services for a senior citizens nutrition and recreation facility in Fairbanks."

If this bill becomes law, it would constitute the first direct state appropriations to fund a grantee currently receiving 100% Federal funds through this Office to provide meals and supportive services to the elderly.

Governor Hammond is recommending to the Legislature, \$100,000 from the GF to provide for home helper services (See HB 52, appropriations Bill).

The Office on Aging is currently funding the North Star Council on Aging a total of \$148,500 to provide nutrition and transportation services to the elderly in Fairbanks. Of a total of approximately 1,224 persons 60 years or over living in Fairbanks, these programs have provided 4,315 meals; 4,000 rides for transportation, shopping assistance, recreation, arts and crafts, medical services during a six months period covering July 1, 1976 - December 31, 1976.

The department supports the concept of the bill but cannot support funding in excess of the Governor's budget.

Recommended: M.D. Plotnick 2/10/77
M.D. Plotnick, Coordinator Date

Approved: Francis S.L. Williamson 2-10-77
Francis S.L. Williamson, Commissioner Date

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 135

Title Special Appropriation for Senior Citizens Nutrition Facility

Requested by Rep. Parr

Date February 7, 1977

II. FISCAL DETAIL

Agency Affected Aging

Program Category Affected Aging

Budget Request Unit(s) Affected Aging

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.		500.0				
TOTAL		500.0				

FUNDING (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
GENERAL FUND		500.0				
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)

IV. DATE February 7, 1977

PREPARED BY *M. D. McNeill*

AGENCY *State*

PHONE *615-261-1933*

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

Budget Planning Unit
March 1977

HB 714

12016 FAIRBANKS ALASKA 84 02-04 1025A AST

PMS HONORABLE CHARLES PARR HOUSE OF REPRESENTATIVES

1976 FEB 14

File 12 32

ALASKA STATE LEGISLATURE

ALASKA COMMISSIONERS

PHO. N. 554-3440

JUNEAU, ALASKA 99901

JUN

PLANS IN OUR FILE FOR A 30 BY 40 1 1/2 SOTRY BUILDING

WHICH INSLUDES SOCIAL RECREATIONAL AREA, KITCHEN/

DINING ROOM SEPARATE ROOMS FOR ARTS AND CRAFTS COUNSEL

HAS EXPLORED THE FOLLOWING BUILDINGS FOR USE AS SENIOR

CENTER: 1. OLD MAIN JUNIOR HIGH

2. LIBRARY 1ST AND COWELS

3. MILLER/BENTLEY LOG HOUSE ON COLLEGE RD

4. BAPTIST CHURCH ON 22ND ST

EACH PRESENTED TOO MANY PROBLEMS FOR PURCHASE

AND CONVERSION TO OUR USE GREATLY APPRECIATE YOUR CONTINUING

INTEREST IN FAIRBANKS SENIOR CITIZENS

THEODORE L DRAHN PRES NORTH STAR COUNSEL ON AGING

Department of Psychology,
Sociology and Social Work



UNIVERSITY OF ALASKA
COLLEGE, ALASKA 99701

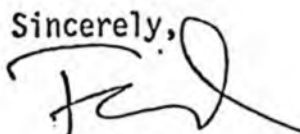
February 25, 1976

) Honorable Charles H. Parr
Pouch V
State Capitol
Juneau, Ak 99801

Dear Charlie:

Enclosed are some rough plans and a little past correspondence
regarding a Senior Center project for Fairbanks.

We do appreciate your efforts.

Sincerely,

Theodore L. Drahn

TD:db

Encl.

PLEASE REPLY BY AIRMAIL

NORTH STAR COUNCIL ON AGING, INC.
P.O. BOX 2707; Fairbanks, Alaska
99701

June 4, 1974

Robert Huffman
Alaskaland Parkboard Chairman
Alaskaland

Dear Mr. Huffman and Park Board;

The North Star Council on Aging would like to request an 80' x 40' piece of land next to the Moore Street gate in the Alaskaland parking lot for our senior citizen center. (See drawing.) The site requested is near the water, sewer and steam lines.

Upon your suggestion, we have worked with Park Superintendent Bob Hammo but have found that a site within the park would not be feasible due to the transportation needs of the senior citizens. No cars are allowed to be parked on the grounds and during winter many seniors find it difficult to walk in after dropping off friends especially during icy conditions. During summer our van is not allowed to drive onto the grounds for safety reasons. We have found that there are a few elderly who cannot even walk the distance from the parking lot to the Palace or anyplace further.

The senior citizens, however, would like to have their center at Alaskaland. The charm of Alaskaland brings back nostalgia to many senior pioneers who fit in well with the Gold Rush theme. They believe in making Alaskaland a great park of Alaska and would like to be a part of its future growth.

We are available for any further questions. Please feel free to contact us at 452-1735. We hope to hear from you soon.

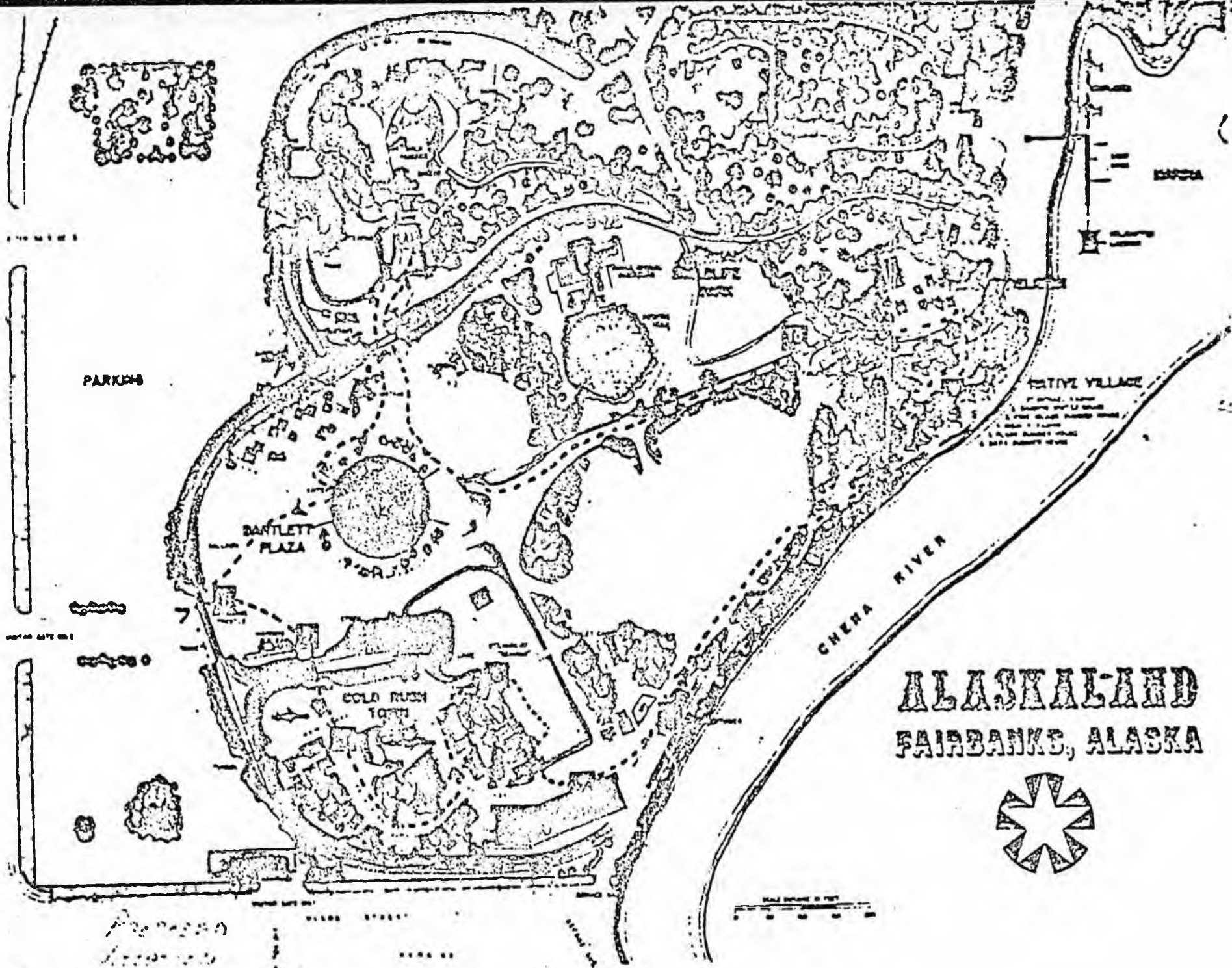
Sincerely,

Gordon F. Taylor
72

Gordon F. Taylor,
President

Encl: 3

cc: Wally Droz
Bob Hammo



PARKS

BARTLETT PLAZA

COLD RUSH TOOTH

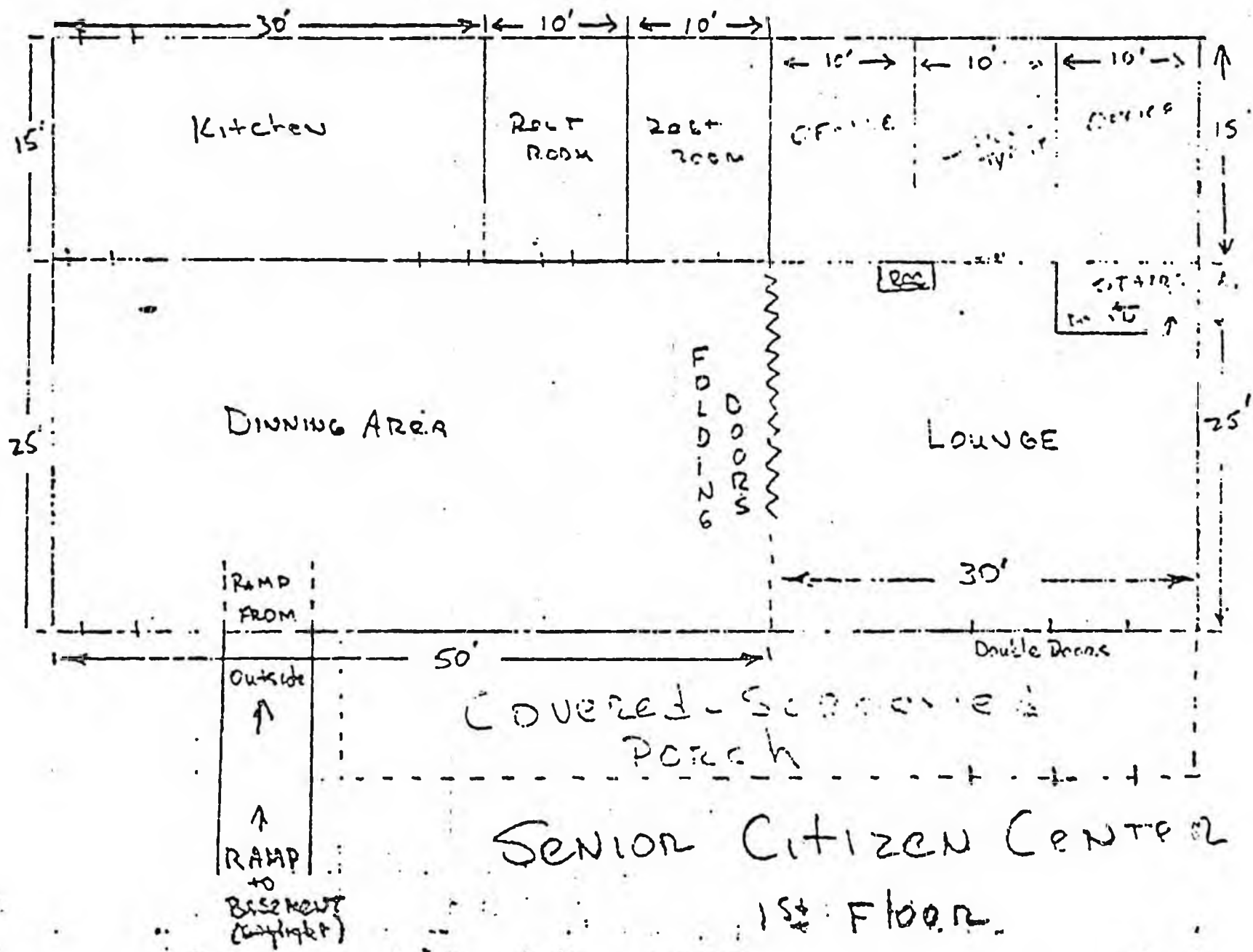
CHENA RIVER

NATIVE VILLAGE

ALASKALAND FAIRBANKS, ALASKA



Source of this map



Covered-Screened Porch

SENIOR CITIZEN CENTER
1st Floor

29 Capital Budget Proposed Project

Form 26 MUST BE COMPLETED AND ATTACHED WITH EACH PROPOSED PROJECT REQUEST

TITLE <u>Physical Education Completion</u>		OPERATING BUDGET BRU <u>University of Alaska, Anchorage</u>	
PRIORITY <u>78-3</u>	STARTING DATE <u>July 1977</u>	COMPLETION DATE <u>Sept. 1978</u>	TOTAL PROJECT COST <u>660,000</u>
LOCATION <u>U of A, Anchorage</u>	AREA SERVED <u>Anchorage and Southcentral Region</u>	ELECTION DISTRICT <u>8</u>	
SOURCE OF COST ESTIMATE <u>Planning Department and Cost Consultant</u>		DATE OF ESTIMATE <u>11/76</u>	

DESCRIPTION

Purchase and installation of ice rink refrigeration system, the concrete slab and the dasher boards for completing the hockey rink.

PROJECT TYPE		
BUILDING CONSTRUCTION	<input checked="" type="checkbox"/>	EQUIPMENT
OTHER IMPROVEMENT	<input checked="" type="checkbox"/>	LAND

PROJECT PURPOSE	
Major Maintenance (Rehab)	<input type="checkbox"/>
Improvement of Services	<input type="checkbox"/>
Accommodation of Increased Demand	<input checked="" type="checkbox"/>
New Program or Service Accommodation	<input type="checkbox"/>
Supplement Previously Authorized Funds	<input type="checkbox"/>
Preliminary Feasibility or Cost Studies	<input type="checkbox"/>
Other	<input type="checkbox"/>

PROJECT EXPENDITURES	TOTAL	BUDGET YEAR	BUDGET YEAR PLUS 1	BUDGET YEAR PLUS 2	REMAINING COST
TOTAL ANNUAL EXPENDITURE (Capital Cost)	900.0	900.0			
PLANNING AND ENGINEERING	90.0	90.0			
LAND	0	0			
CONSTRUCTION	660.0	660.0			
EQUIPMENT	60.0	60.0			
ADMINISTRATION AND OTHER	90.0	90.0			

OPERATIONAL COST AND NO. PERSONNEL INCREASE (DECREASE)		ULTIMATE ANNUAL	BUDGET YEAR	BUDGET YEAR PLUS 1	BUDGET YEAR PLUS 2
FUNDING SOURCE	OTHER SOURCES				
	GENERAL FUND	45.0	45.0	45.0	45.0
TOTAL ANNUAL OPERATIONAL COST		45.0	45.0	45.0	45.0
POSITIONS	FULL-TIME EQUIVALENTS				

APPROPRIATION REQUEST	
Federal Receipts	
Required General Fund Matching	
Other General Fund	<u>DIRECT 900,000</u>
G. O. Bonds	
ASHA Bonds	
Inter-Agency Transfers	
Other	
TOTAL	900,000

AGENCY University of Alaska PROGRAM Anchorage Campus PROJECT & PRIORITY NO Physical Education Comple 78-3

25 CAPITAL BUDGET PROPOSED PROJECT

[Empty Box]

7C Analysis of Governor's Decisions

ITEM	AMOUNT	FUNDING SOURCE	EXPLANATION
78-3 Physical Education Completion	900.0	GF	<p>Recommend Deferral - The University requested in the 1974 GO University Bond Authorization an amount of \$9,500.0 for UAA Campus Center Completion Phase I. This facility included Basketball (10,000 sq. ft), Hockey (25,000 sq. ft), Handball (4,800 sq. ft.), Rifle Range (2,000 sq ft), Wrestling (4,000 sq ft), Support Space (49,200 GSF) or a total of 95,000 sq ft. The amount authorized in the GO Bond Authorization was \$10,500.0 for the project. The building is scheduled for completion in December 1977. The University requested \$900.0 in the 1976 GO Bond Proposal for purchase and installation of the ice rink refrigerator system, the concrete slab and the dasher boards for completing the hockey rink. The University indicates the annual operating cost at \$45.0 but this figure is not all inclusive since the opportunity cost alone on the \$900.0 is \$90.0 per year. Also, the coaching staff and additional personnel cost in the program was omitted. Recommend deferring the project until an operational plan and objectives can be adequately stated.</p>
Recommendation	00.0	GF	

CATEGORY Education AGENCY University PROGRAM Anchorage

7C ANALYSIS OF GOVERNOR'S DECISIONS

26 Capital Budget Project Justification

OBJECTIVE: Full realization of educational and cultural capabilities for every Alaskan

To improve the availability and quality of educational programs for Alaskans in the Southcentral Region

Justify the project using the four headings below in the order they appear. Expand upon each section as required. Repeat heading when commencing response. Submit justification for each project listed in first two columns of Form 27. Attach feasibility studies, reports, or other documentation available. Use Form 23 as continuation sheet.

- I. DOCUMENTATION OF NEED (Cite quantitative and measurable need.) III. DOCUMENTATION OF ESTIMATED CAPITAL COST (Discuss degree of reliability.)
II. ANALYSIS IMPACT ON OPERATIONAL EXPENSE (Estimate and justify.) IV. IDENTIFICATION OF ALTERNATIVES CONSIDERED (State why rejected.)

I. Documentation of Need

The contract for Physical Education Facility currently under construction does not include the ice making equipment and related items required for the hockey rink. This was deleted from the contract in order to build the full facility and not cause an impact on future programming which would be costly to remedy.

II. Analysis of Impact on Operational Expense

There will be costs for gasoline and electricity to operate the machinery in addition to personnel to run the rink.

III. Documentation of Estimated Capital Cost

Based upon '76 construction season costs with escalation of 20% for two years.

IV. Identification of Alternatives Considered

- 1) Not provide the equipment and ice making slab. Rejected because that part of the facility would not be useable for its programmed intent. Any other use of the area as it is, with dirt floor, would mean under-utilization of the space.
- 2) Continue to use high school facilities. Rejected since they are experiencing full use and also since this means is not feasible for intercollegiate teams.

AGENCY University of Alaska

PROGRAM Anchorage Campus

PROJECT & PRIORITY NO. Physical Education Completion

78-3

26 CAPITAL BUDGET
PROJECT JUSTIFICATION

Capital Budget Proposed Project

Form 26 MUST BE COMPLETED AND ATTACHED WITH EACH PROPOSED PROJECT REQUEST

TITLE LIBRARY BOOKS AND INSTRUCTIONAL MATERIALS		OPERATING BUDGET BRU University of Alaska, Anchorage	
PRIORITY 77-15	STARTING DATE Jan. 1977	COMPLETION DATE Sept. 1978	TOTAL PROJECT COST \$735,400.
LOCATION U.A.A.		AREA SERVED Anchorage & S/C Region	ELECTION DISTRICT 8
SOURCE OF COST ESTIMATE Planning Office and Cost Consultant		DATE OF ESTIMATE 7-15-75	

DESCRIPTION
 Addition of library books, furniture, instructional media materials and equipment to meet program needs.

PROJECT TYPE	
BUILDING CONSTRUCTION	EQUIPMENT
OTHER IMPROVEMENT <input checked="" type="checkbox"/>	LAND

PROJECT PURPOSE	
Major Maintenance (Rehab)	<input type="checkbox"/>
Improvement of Services	<input checked="" type="checkbox"/>
Accommodation of Increased Demand	<input checked="" type="checkbox"/>
New Program or Service Accommodation	<input type="checkbox"/>
Supplement Previously Authorized Funds	<input type="checkbox"/>
Preliminary Feasibility or Cost Studies	<input type="checkbox"/>
Other	<input type="checkbox"/>

PROJECT EXPENDITURES	TOTAL	BUDGET YEAR	BUDGET YEAR PLUS 1	BUDGET YEAR PLUS 2	REMAINING COST
TOTAL ANNUAL EXPENDITURE (Capital Cost)	735.4	367.7	367.7		
PLANNING AND ENGINEERING	-0-	-0-	-0-		
LAND	-0-	-0-	-0-		
CONSTRUCTION	-0-	-0-	-0-		
EQUIPMENT	735.4	367.7	367.7		
ADMINISTRATION AND OTHER	-0-	-0-	-0-		

OPERATIONAL COST AND NO. PERSONNEL INCREASE (DECREASE)		ULTIMATE ANNUAL	BUDGET YEAR	BUDGET YEAR PLUS 1	BUDGET YEAR PLUS 2
FUNDING SOURCE	OTHER SOURCES				
	GENERAL FUND	55.1	55.1	55.1	55.1
TOTAL ANNUAL OPERATIONAL COST		55.1	55.1	55.1	55.1
POSITIONS	FULL-TIME EQUIVALENTS				

APPROPRIATION REQUEST	
Federal Receipts	
Required General Fund Matching	
Other General Fund	
G. O. Bonds	735,400
ASHA Bonds	
Inter-Agency Transfers	
Other	
TOTAL	735,400

AGENCY University of Alaska PROGRAM Anchorage Campus PROJECT & PRIORITY NO Library Books & Inst. Ma: 77-15

2.5 CAPITAL BUDGET PROPOSED PROJECT

STATE GOAL:

Full realization of Educational and Cultural Capabilities of Every Alaskan.

PLANNING OBJECTIVE:

To improve the Availability and Quality of Educational Programs for Alaskans in the Southcentral Region.

Justify the project using the four headings below in the order they appear. Expand upon each section as required. Repeat heading when commencing response. Submit justification for each project listed in first two columns of Form 27. Attach feasibility studies, reports, or other documentation available. Use Form 23 as continuation sheet.

I. DOCUMENTATION OF NEED (Cite quantitative and measurable need.)

III. DOCUMENTATION OF ESTIMATED CAPITAL COST (Discuss degree of reliability.)

II. ANALYSIS IMPACT ON OPERATIONAL EXPENSE (Estimate and justify.)

IV. IDENTIFICATION OF ALTERNATIVES CONSIDERED (State why rejected.)

I. Documentation of Need

5,000 books in addition to those purchased in FY 76 & FY 77 operating budgets to reach 50% of goal under the State of Washington Library Volume Goal.

285 wt. units of audio-visual media materials to reach even 1/8th of the level of media material needed to support current programs and students.

Library Equipment (list attached) equipment needed to support the library function.

Media equipment (list attached) equipment to support the institutional media function.

II. Analysis Impact on Operational Expense

Very minimal additional building operational expense.

III. Documentation of Estimated Capital Cost

5,000 book volumes @\$20.	= \$100,400
258 weighted units of AV Media materials @\$368 each	95,000
Library Equipment	175,000
Media Equipment	365,000
	<u>\$735,400</u>

IV. Identification of Alternatives Considered

Ignore the need and the goals and allow the quality of the instructional programs to suffer.

AGENCY University of Alaska

PROGRAM Anchorage Campus

PROJECT & PRIORITY NO. Library books & Inst. Mater

77-15

26

CAPITAL BUDGET
PROJECT JUSTIFICATION

CONSORTIUM LIBRARY

FY76 Bond Issue

Capital Improvements Request

I. LIBRARY FURNITURE

	library shelving	\$83,750
	3M Tattle Tape Book Detention System	
	(1) Balance due on equipment	7,172
	(2) 45,000 detection strips	5,198
1	refrigerator	400
1	stove	600
5	couches @ \$1,100	5,500
7	chairs @ \$602	4,214
8	occasional tables @ \$200	1,600
4	kardexes @ \$400	1,600
1	calculator w/tape	250
6	typewriters @ 525	3,150
10	book trucks @ \$95	950
1	microcard reader	400
1	mail sort table w/cubby hole cabinet	500
2	3M microform reader printers @ \$3,500	7,000
1	semi-circular reference desk	6,000
10	microfiche cabinets @ \$500	5,000
	labor and supplementary materials for rearranging modular walls in library	35,000
1	atlas case	400
8	high stools @ \$75	600
4	reference tables @ \$210	840
28	carrels @ \$200	5,600
1	conference table	900
20	conference chairs @ \$102	2,040

III. MEDIA EQUIPMENT

1	film inspection/cleaning unit	\$10,000
1	high speed audio cassette/reel-to-reel duplicator	9,000
1	photolab w/B & W rapid,color transparency enlarging, printing, processing	10,000
1	Quick copy center	12,500
1	rapid graphic camera	10,500
1	camera 35 mm field w/accessories	15,500
1	camera 35 mm copy w/accessories	3,750
1	camera 16 mm sound w/recorders & accessories	16,500
1	editing unit 16 mm - 6 plate	12,000
1	video cassette duplication unit	45,000
20	video cassette playback units w/monitors @ \$2000	40,000
1	video cassette editing system	13,000
3	video cassette recorder portable @ \$3,000	9,000
1	time base corrector w/quad split feature	10,500
3	video enhancement unit @ 3,500	10,500
10	16 mm projector @ \$750	7,500
4	su 8mm projectors @ \$650	2,600
4	video camera package @ \$950	3,800
4	video camera portable B & W @ \$1,750	7,000
1	video camera field w/battery back pack	22,500
1	character generator	19,350

(III. Media Equipment Continued)

1	video classroom installation - Senior College 4-camera w/remote zoom pan and tilt installation and cabling	\$35,000
	remodeling interior media services	
	dark room	2,500
	studio	8,000
	office area	5,000
	cable installation for multi channel system to tie ASC/ACC to common media delivery/data transmission system	44,000

29 Capital Budget Proposed Project

Form 26 MUST BE COMPLETED AND ATTACHED WITH EACH PROPOSED PROJECT REQUEST

TITLE <u>Ketchikan C.C. Ziegler Building Remodeling</u>		OPERATING BUDGET BRU	
PRIORITY <u>78-1</u>	STARTING DATE <u>July 77</u>	COMPLETION DATE <u>July 79</u>	TOTAL PROJECT COST <u>99,000</u>
LOCATION <u>Ketchikan</u>		AREA SERVED <u>Ketchikan</u>	ELECTION DISTRICT
SOURCE OF COST ESTIMATE <u>Planning</u>		DATE OF ESTIMATE <u>11/76</u>	
DESCRIPTION			
<p>Renovation of existing building spaces in Ketchikan to accommodate light vocational shop space and offices.</p> <p>Work to include wall removal, demountable partitions and fixed equipment to convert unused student lounge and present classrooms to specialized vocational space and offices.</p>			

PROJECT TYPE	
BUILDING CONSTRUCTION	EQUIPMENT
OTHER IMPROVEMENT	LAND
	<input checked="" type="checkbox"/>

PROJECT PURPOSE	
Major Maintenance (Rehab)	<input checked="" type="checkbox"/>
Improvement of Services	<input type="checkbox"/>
Accommodation of Increased Demand	<input type="checkbox"/>
New Program or Service Accommodation	<input type="checkbox"/>
Supplement Previously Authorized Funds	<input type="checkbox"/>
Preliminary Feasibility or Cost Studies	<input type="checkbox"/>
Other	<input type="checkbox"/>

PROJECT EXPENDITURES	TOTAL	BUDGET YEAR	BUDGET YEAR PLUS 1	BUDGET YEAR PLUS 2	REMAINING COST
TOTAL ANNUAL EXPENDITURE (Capital Cost)	99.0	99.0			
PLANNING AND ENGINEERING	10.0	10.0			
LAND					
CONSTRUCTION	79.0	79.0			
EQUIPMENT					
ADMINISTRATION AND OTHER	10.0	10.0			

OPERATIONAL COST AND NO. PERSONNEL INCREASE (DECREASE)		ULTIMATE ANNUAL	BUDGET YEAR	BUDGET YEAR PLUS 1	BUDGET YEAR PLUS 2
FUNDING SOURCE	OTHER SOURCES				
	GENERAL FUND				
TOTAL ANNUAL OPERATIONAL COST					
POSITIONS	FULL-TIME EQUIVALENTS	0	0	0	0

APPROPRIATION REQUEST	
Federal Receipts	
Required General Fund Matching	
Other General Fund DIRECT	99.0
G. O. Bonds	
ASHA Bonds	
Inter-Agency Transfers	
Other	
TOTAL	99.0

AGENCY University of Alaska PROGRAM Ketchikan Community College PROJECT & PRIORITY NO Ketchikan C.C. Ziegler Building, Remodeling 78-1

25 CAPITAL BUDGET PROPOSED PROJECT

7C Analysis of Governor's Decisions

ITEM	AMOUNT	FUNDING SOURCE	EXPLANATION
Ketchikan Community College Ziegler Building Remodeling	99.0	GF	Recommend Approval - The amount requested is similar to the 90.0 request included in the 1976 GO bond proposal (defeated). The building remodeling includes installation of demountable partitions and other improvements in space formerly occupied by programs to be moved to marine water front property.
Recommendation	99.0	GF	

CATEGORY Education AGENCY University PROGRAM SE - CC

7C ANALYSIS OF
GOVERNOR'S DECISIONS

20 Capital Budget Project Justification

OBJECTIVE: Full Realization of Educational and Cultural Capabilities for every Alaskan

To Improve the Availability and Quality of Educational Programs for Alaskans in the Southeastern Region.

Justify the project using the four headings below in the order they appear. Expand upon each section as required. Repeat heading when commencing response. Submit justification for each project listed in first two columns of Form 27. Attach feasibility studies, reports, or other documentation available. Use Form 23 as continuation sheet.

- I. DOCUMENTATION OF NEED (Cite quantitative and measurable need.)
- II. ANALYSIS IMPACT ON OPERATIONAL EXPENSE (Estimate and justify.)
- III. DOCUMENTATION OF ESTIMATED CAPITAL COST (Discuss degree of reliability.)
- IV. IDENTIFICATION OF ALTERNATIVES CONSIDERED (State why rejected.)

I. DOCUMENTATION OF NEED

Expanding light vocational programs and further development of marine oriented heavy vocational programs plus proposed student lounge in currently funded project makes existing spaces in these areas obsolete. Present wall systems are not demountable but the ceiling system will accommodate demountables.

II. ANALYSIS OF OPERATIONAL EXPENSE

There will be no appreciable increase in the operational expense.

III. DOCUMENTATION OF ESTIMATED CAPITAL COST

Estimate includes equipment and has been escalated.

IV. IDENTIFICATION OF ALTERNATIVES CONSIDERED

- 1) Project not undertaken. Rejected as space is too precious to not be used to its full potential.
- 2) Alternate funding sources not known at this time.

AGENCY University of Alaska PROGRAM Ketchikan Comm. College PROJECT & PRIORITY NO. Ketchikan C.C. Ziegler Building Remodeling 78-1

26 CAPITAL BUDGET
PROJECT JUSTIFICATION

2 Capital Budget Proposed Project

Form 26 MUST BE COMPLETED AND ATTACHED WITH EACH PROPOSED PROJECT REQUEST

TITLE Ketchikan C. C. Career Building Remodeling		OPERATING BUDGET DRU			
PRIORITY 78-1	STARTING DATE July 77	COMPLETION DATE Oct. 79	TOTAL PROJECT COST 250,000		
LOCATION Ketchikan		AREA SERVED Ketchikan	ELECTION DISTRICT		
SOURCE OF COST ESTIMATE University Planning Office			DATE OF ESTIMATE 11/76		

DESCRIPTION

Remodeling to include new partitions, flooring, lighting, mechanical, electrical, plumbing services. Also included will be installation of instructional equipment.

PROJECT TYPE			
BUILDING CONSTRUCTION	XX	EQUIPMENT	
OTHER IMPROVEMENT	XX	LAND	

PROJECT PURPOSE	
Major Maintenance (Rehab)	<input checked="" type="checkbox"/>
Improvement of Services	<input type="checkbox"/>
Accommodation of Increased Demand	<input checked="" type="checkbox"/>
New Program or Service Accommodation	<input checked="" type="checkbox"/>
Supplement Previously Authorized Funds	<input type="checkbox"/>
Preliminary Feasibility or Cost Studies	<input type="checkbox"/>
Other	<input type="checkbox"/>

PROJECT EXPENDITURES	TOTAL	BUDGET YEAR	BUDGET YEAR PLUS 1	BUDGET YEAR PLUS 2	REMAINING COST
TOTAL ANNUAL EXPENDITURE (Capital Cost)	250.0	125.0	125.0		
PLANNING AND ENGINEERING	25.0	12.5	12.5		
LAND					
CONSTRUCTION	200.0	100.0	100.0		
EQUIPMENT					
ADMINISTRATION AND OTHER	25.0	12.5	12.5		

OPERATIONAL COST AND NO. PERSONNEL INCREASE (DECREASE)		ULTIMATE ANNUAL	BUDGET YEAR	BUDGET YEAR PLUS 1	BUDGET YEAR PLUS 2
FUNDING SOURCE	OTHER SOURCES				
	GENERAL FUND	5,000	-0-	-0-	50,000
TOTAL ANNUAL OPERATIONAL COST					
POSITIONS	FULL-TIME EQUIVALENTS				

APPROPRIATION REQUEST		
Federal Receipts		
Required General Fund Matching		
Other General Fund	DIRECT	250,000
G. O. Bonds		
ASHA Bonds		
Inter-Agency Transfers		
Other		
TOTAL		250,000

AGENCY University of Alaska PROGRAM Ketchikan Community College PROJECT & PRIORITY NO Ketchikan C.C. Career Building Remodeling 78-1

25 CAPITAL BUDGET PROPOSED PROJECT

230.0

Using 5/15/77

7C Analysis of Governor's Decisions

ITEM	AMOUNT	FUNDING SOURCE	EXPLANATION
Ketchikan Community College Career Building Remodeling	250.0	GF	Recommend Approval - The University requested \$500.0 and the Legislature approved the amount for inclusion in the 1976 GO University Bond Proposal. The Governor vetoed the amount requested which included a dock construction. The amount now requested includes funds for remodeling the old bowling alley facility and not the dock construction. Approximately \$100.0 remains from the 1974 GO bond authorization which can be utilized for equipment. This amount together with the \$250.0 requested should be sufficient to provide equipment and remodeling for the marine related technical school.
Recommendation	250.0	GF	

CATEGORY Education AGENCY University PROGRAM SE - CC

7C ANALYSIS OF GOVERNOR'S DECISIONS



26 Capital Budget Project Justification

OBJECTIVE:

Full Realization of Educational and Cultural Capabilities of Every Alaskan

To Expand and Improve the Range of Educational Experience Available to Alaskans

Justify the project using the four headings below in the order they appear. Expand upon each section as required. Repeat heading when commencing response. Submit justification for each project listed in first two columns of Form 27. Attach feasibility studies, reports, or other documentation available. Use Form 23 as continuation sheet.

- I. DOCUMENTATION OF NEED (Cite quantitative and measurable need.) III. DOCUMENTATION OF ESTIMATED CAPITAL COST (Discuss degree of reliability.)
II. ANALYSIS IMPACT ON OPERATIONAL EXPENSE (Estimate and justify.) IV. IDENTIFICATION OF ALTERNATIVES CONSIDERED (State why rejected.)

I. Documentation of Need

Building was purchased in 1976 for marine diesel and automotive maintenance. Also included will be a marine technology laboratory and wood working shop. These facilities will accommodate critically needed space for existing programs.

II. Analysis Impact on Operational Expense

Current cost for utilities, maintenance and custodial are approximately \$2.50 per sq. ft. times 20,000 sq. ft. = \$50,000 P.A.

III. Documentation of Estimated Capital Cost

Cost estimate is based on staff estimate

IV. Identification of Alternatives Considered

1) Not renovate

AGENCY University of Alaska

PROGRAM Ketchikan Community College

PROJECT & PRIORITY NO. Ketchikan C.C. Career

Building Remodeling 78-1

26

CAPITAL BUDGET
PROJECT JUSTIFICATION

Introduced: 2/15/77
Referred: Community & Regional
Affairs and Finance

BY THE COMMUNITY & REGIONAL
AFFAIRS COMMITTEE

1 IN THE HOUSE

2 HOUSE BILL NO. 215

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the
7 Department of Community and Regional Affairs for the
8 day care assistance program; and providing for an
9 effective date."

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

11 * Section 1. The sum of \$412,500 is appropriated from the general fund to
12 the Department of Community and Regional Affairs for the day care assistance
13 program for the fiscal year ending June 30, 1977.

14 * Sec. 2. The unexpended and unobligated portion of this appropriation
15 lapses into the general fund June 30, 1977.

16 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
17 070(c).

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Original sponsor: Community and
Regional Affairs Committee

Offered: 2/23/77
Referred: Finance

1 IN THE HOUSE

BY THE COMMUNITY AND REGIONAL
AFFAIRS COMMITTEE

2

CS FOR HOUSE BILL NO. 215

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

TENTH LEGISLATURE - FIRST SESSION

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17 070(c).

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MEMORANDUM

110 215

DATE: February 17, 1977
 TO: Therese U. Donnelly
 FROM: Rita Jacobs *RJ*
 SUBJECT: Insufficient Funds Denial

CRA DENIALS GROUPS IV and V EFFECTIVE MARCH 1, 1977

Number families denied 43
 Total children : 54

State Share Group IV and V

20%	30%	40%	50%	60%
1	1	40	4	8

Cost. To. STATE

50.40 75.60 4032.00 504.00 1209.60

No. est. 5871.60

OF the 43 families above:

27 were single-parent families

16 were two-parent families

When the above 43 first enrolled they were in the following groups:-

- Group I - 5
- II - 4
- III - 19
- IV - 8
- V - 7

AFDC Statistics as of February 1977

Group I 100% -

Total Families Participating 139
Total Children 170

Ages	Number	Monthly Cost per Child	Monthly Cost.
0-12 months	11	@\$315.00	\$3465.00
1-6 years	141	@\$252.00	\$35,532.00
*over 7 years	18	@\$147.00	\$2646.00
Total Monthly Cost			\$41,643.00
Annual Cost			\$499,716.00

*Cost for Part Time slot does not include cost for summer vacation or school holidays.

11045

MUNICIPALITY OF ANCHORAGE
OFFICE OF HUMAN DEVELOPMENT
DAY CARE ASSISTANCE PROGRAM

DATE: as of January 31, 1977

I. FAMILY DATA

	1975	1976	1977
a. Number single parent-fathers in program	32	32	14
b. Number single parent-father's children	46	46	22
c. Number two parent households worked thru program	43	43	4
d. Number single parents worked thru program	6	6	1
e. Number families closed	205	205	203
f. Number denied on original application	74	74	178
g. Number families moved out of area	12	12	13
h. Number families from AFDC to CRA	35	35	11
i. Number families from CRA to AFDC	14	14	6
j. Number from CRA to AFDC paying own daycare	Unknown	Unknown	1
k. List the number of families transferring from higher subsidy group to a lower subsidy group	Unknown	Unknown	73
l. List the number of families transferring from a lower subsidy group to a higher subsidy group	Unknown	Unknown	57
m. Number families to return to full-time school	5	5	10
n. Number families that have children over age seven	9	9	9

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
DAY CARE ASSISTANCE PROGRAM
MONTHLY LOCAL AGENCY STATISTICAL REPORT

From MUNICIPALITY OF ANCHORAGE
(name of local administering agency)

For the month of JANUARY, 1977
(Incomplete: 1 billing not added as of 2/)

I. UNITS OF SERVICE DATA

Reporting Month Year to Date

a. Number of part time units of service (P)	982	5801
b. Number of full time units of service (F)	7943	51189
c. Number of more than full time units of service (M)	51	563
d. Total units of service delivered (P + 2F + 3M = total)	17021	109868
e. Total units of service delivered in centers	11829	80907
f. Total units of service delivered in homes	5192	28961

II. COST DATA

a. Total cost of day care for CRA program children	\$92,195.08	\$561,945.45
b. Cost to parents for care of program children	16,311.29	89,649.26
c. Cost to state for care of program children	75,883.79	472,296.19

III. FAMILY DATA

a. Number of new families entering program	88	515
b. Number of new children entering CRA day care	121	743
c. Number of new families in which one parent or guardian is enabled to work because of CRA day care assistance	69	398
d. Number of new families in which one parent or guardian is enabled to train or go to school because of CRA day care assistance	14	67
e. Number of new families in which one parent or guardian is enabled to work and train because of CRA day care assistance	5	48
f. Number of new families in Income Group I	44	312
g. Number of new families in Income Group II	7	52
h. Number of new families in Income Group III	23	107
i. Number of new families in Income Group IV	8	24
j. Number of new families in Income Group V	6	15
k. Number of new single parent families	72	346
l. Number of eligible families rejected because appropriate licensed space unavailable	N/A	N/A
m. Number of eligible families rejected because of insufficient program funds	N/A	43
n. Number of families certified eligible for AFDC or WIN benefits receiving program funds	24	202
o. Reviews	132	747
p. Denied		178
Closed	61	203



LAWS OF ALASKA

1975

Chapter No.

CSSE 120

66

AN ACT

relating to day care facilities; and providing for an effective date.

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

Section 1. FINDINGS OF FACT; PURPOSE. The legislature finds that a need exists in the state for the provision of adequate day care facilities for families with low income. Adequate child care facilities allow the parent or guardian to work outside the home and in many cases to avoid the need for welfare and other forms of public assistance. The purpose of this Act is to establish in the Department of Community and Regional Affairs a program to aid low income families in urban and rural areas of the state in providing adequate care for their children.

Sec. 2. AS 44.47 is amended by adding new sections to read:

ARTICLE 6. DAY CARE ASSISTANCE.

Sec. 44.47.180. POWERS AND DUTIES. (a) The department shall

(1) implement and administer a program to assist in providing day care for the children of low income families according to the requirements of secs. 180 - 230 of this chapter;

(2) establish standards of eligibility for day care benefits;

(3) contract with day care facilities for the care of children of eligible families;

(4) establish procedures to periodically review the needs of families receiving day care benefits;

Chapter 66

(5) provide notification to the local government body of the request for a contract with a day care facility.

(b) The department may

(1) adopt regulations necessary for the performance of its duties under secs. 180 - 230 of this chapter;

(2) contract with local agencies to perform its duties under secs. 180 - 230 of this chapter;

(3) solicit recommendations from local governing bodies regarding local agencies which may provide contractual services under this section.

Sec. 44.47.185. LOCAL PARTICIPATION. When a contract is made under sec. 180(b)(2) of this chapter between the department and a local agency within an incorporated borough or city of the state, the incorporated borough or city shall pay the costs of administering the contractual duties within its jurisdiction.

Sec. 44.47.190. CONDITIONS OF RECEIPT OF BENEFITS. Benefits may be paid for the care of children of a low income family only if a parent or guardian, because of the day care, is freed to work or to attend school. In no event shall benefits be paid for the care of children of a family where one parent or guardian is not working or attending school and is physically and mentally capable of caring for the children.

Sec. 44.47.200. ELIGIBILITY OF FAMILIES FOR BENEFITS. The department shall determine the eligibility of families for day care benefits on the basis of the following factors:

(1) net income of the family including salary, alimony, child support, retirement benefits, social security, and any other source of income;

(2) number of children in the family;

(3) whether there is one parent or guardian solely responsible for the care of the family;

(4) whether the family receives aid to families with dependent children and is eligible for day care service under aid to families with dependent children;

(5) other factors found relevant by the department.

Sec. 44.47.210. CONTRIBUTIONS BY PARENT OR GUARDIAN. The department shall develop a sliding fee scale based on the factors listed in sec. 200 of this chapter for purposes of determining the amount to be contributed by the parent or guardian for child care. The contribution of the parent or guardian shall be paid to the day care facility.

Sec. 44.47.220. PAYMENT TO CHILD CARE FACILITIES.
(a) The department will contract with the day care facility selected by the parent or guardian for the care of the children;

Chapter 66

(t) Benefits shall be paid by the department directly to the facility providing the child care; payments shall be made promptly upon receipt of a billing from a facility.

Sec. 44.47.230. DEFINITIONS. In secs. 180 - 230 of this chapter

(1) "day care facility" means a center or home licensed by the Department of Health and Social Services or recognized by the federal government for the care of children.

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

(3) "child" means a person up to the mandatory school age.

* Sec. 3. This Act takes effect immediately in accordance with AS 01.10.070(c).

Standard - Day Care Community Differential Subsidy Scale

Group I:	0-5999	100% subsidy
Group II:	6,-7999	80-100 "
Group III:	8,-10999	60-80 "
Group IV:	11,-12999	40-60 "
Group V:	13,-14,999	20-40 "

old
Scale

note: For each child in addition to one there is a \$1000 allowance deducted from the clients adjusted net income.

Current
Scale
2/23/77

	Yearly income	monthly income	Percent subsidy
Group I:	5999	500	80-100
Group II a:	6499	541	80
b:	6999	583	75
c:	7499	625	70
d:	7999	666	65
Group IIIa:	8999	750	60
b:	9999	833	55
c:	10499	875	50
d:	10999	917	45
Group IVa:	11499	958	40
b:	11999	1000	35
c:	12499	1042	30
d:	12999	1083	25
Group V a:	13499	1125	20
b:	13999	1167	15
c:	14499	1208	10
d:	14999	1250	10



FRANK J. GOLD, Ed. D.

Registered Psychologist

1221 COPPER
FAIRBANKS, ALASKA 99701
(907) 458-4409

452-8959

January 7, 1977

Information

Fjed

NB 215

Larry D. Carpenter, Representative
Alaska State House of Representatives
Pouch V
Juneau, Alaska 99811

Dear Larry,

~~Please excuse the tardiness of this reply; I wanted to have a response to your letter and the letter written by Ann Maxton to you before you left Fairbanks for Juneau. Unfortunately, the beginning of the month is hectic--and a couple of court appearances didn't help.~~

The basic facts provided to you by Ms Maxton are basically correct: the amount of funding made available to the Fairbanks North Star Borough for day care assistance is simply inadequate to meet the demand. Although I was successful in getting a supplemental appropriation of approximately \$20,000 from the Office of the Child Care Programs Coordinator (the total for the Fairbanks North Star Borough thus totalling \$128,620), the demand for our community is probably in excess of \$300,000.

The day care assistance program is set-up so that five distinct income categories exist; as the parent's income goes up, the amount of state assistance decreases. Thus, we fund from 10% to 100% of the cost of care for those hours the parent is working and/or in training and/or in school. There is no funding available through this program for parents not meeting the above criteria; it is not a welfare operation.

In July and August, the word from the Coordinator's office was that we should advertise the program, get lots of eligible folks on the program, and that additional funding could be expected. Unfortunately, the extra funding could not come anywhere close to the unexpected demand within the Fairbanks North Star Borough. As soon as this became evident, we were told to eliminate those families within the top two categories--those folks making the most. Since then, categories #3 and #2 had to be cut out also. At this time, we are only funding those families who receive 100% support; these folks make less than \$7500 per year.

There is one additional constraint that must be noted: no matter what, those families who are eligible and are receiving AFDC, must be funded for the entire fiscal year; they cannot be

eliminated under any circumstances. Thus, as the funds continue to be utilized--and particularly if there is a large influx of eligible families--we may find ourselves only funding the AFDC-receiving folks before the end of June 1977.

So, in response to your specific questions: The funds could not be budgeted to cover the entire fiscal year since the manipulation of monthly payments is not under modifiable control. The demand was not expected to reach the levels it did. Direction from the Coordinator stated that percentage categories were to be eliminated as funds were utilized.

Ann Maxton's budget category was dropped at the end of December following the elimination of those three categories with greater income levels; this was done to assure funds for the 100% state-support group for as long as possible--and to guarantee 100% support for those receiving AFDC (as the law demands).

And yes, the funds were applied unevenly since that is the procedure dictated by the regulations and direction supplied by the State.

I must admit that this has been a most distressing situation for me since I found the concept of aiding those who were working their tails off trying to make ends meet most appealing. Many folks stated that they were--for the first time--getting their financial situations in order and planned to be able to drop the program in the near future; more still stated that they were overjoyed to be able to work and eliminate welfare from their lives. Now, unless something special is done in the beginning days of this Legislature, July 1977 will be the next time the "work ethic" can be assisted.

Thanks for indicating your concern. I hope you and your fellow Legislators can remedy this unfortunate situation ASAP.

Sincerely,



Frank J. Gold, EDD
Day Care Assistance Administrator

cc: Governor Jay Hammond
Rep. Steve Cowper
Rep. Charles Parr
Rep. Sally Smith
Rep. Fred Brown
Rep. Don Bennett

Senator Ted Stevens
Mayor John Carlson
Mayor Harold Gillam
Day Care Providers
Day Care Parents

HB 215

Fairbanks Summer Day Camp

P.O. Box 80452
Fairbanks, Alaska 99708
(907) 479-6844

2/19/1977

To: House C&RA Committee

From: John Hartle

re: HB 215 meeting of 2/18 with Harvey Pitts,
Theresa Donnally, Margo Dick,
Lisa Rudd, myself



Dear Committee members,

In my recollection, the way we arrived at a new figure for the Day Care Assistance supplemental appropriation began with our questioning Mr. Pitts, statewide DCA coordinator, on how he derived the original one. He explained exactly the factors he considered and how he had weighted each factor. We asked him how varying the amount would affect the program, statewide, during the next four months. Eventually we arrived at a figure (368,960. or close) we were all comfortable with; it allows for reinstatement of the program at the original level with a moderate growth factor. It would take up all the people who were dropped, include the waiting lists and plan for a reasonable, but less than maximal, growth. This seemed entirely satisfactory to all present and I urge your support for this important bill.

I would like to thank Rep. Phillips and the committee for enlisting my help on this problem, allowing my voice to be heard on a matter that concerns me deeply. Thank you.

Sincerely,
John Hartle
John Hartle

c.c. Harvey Pitts
Theresa Donnally
Margo Dick

* 70% OF MAXIMUM PREDICTED GROWTH.

February 21, 1977

TO: STEVE COWPER, CHAIR
HOUSE FINANCE COMMITTEE

FROM: LISA RUDD, CHAIR *LR*
COMMUNITY & REGIONAL AFFAIRS COMMITTEE

RE: HB 215 - Supplemental Appropriation for the Day Care
Assistance Program

The Community & Regional Affairs Committee, after hearing testimony from the Community and Regional Affairs Department and the managers of the day care assistance program in Juneau and Anchorage and from a day care provider in Fairbanks, has reduced the requested appropriation from \$412,500 to \$368,750.

While the department had allowed for maximum possible growth in the program for the next four months in arriving at the \$412,500 figure, testimony from the program managers and provider indicated that such dramatic growth was not likely to take place. Therefore the committee chose a figure which would allow some growth in the program, but not as much as originally predicted by the department.

It is proposed that the \$368,750 appropriation be divided in the following way:

Fairbanks North Star Borough	\$183,960
City and Borough of Juneau	53,270
Kodiak Island Borough	51,520
Municipality of Anchorage	80,000

The Community and Regional Affairs Committee would like to draw the Finance Committee's attention to the need to increase the FY'78 appropriation for the day care assistance program by at least the \$368,750 which is being added to this year's appropriation. The department testified at our hearings that the amount shown in the Governor's budget for FY '78 is simply a maintenance budget based on the original FY'77 appropriation.

The Community and Regional Affairs Committee feels that an audit of the day care assistance program should be undertaken by the legislative audit division.

3. Federal regulations require that the Department of Health and Social Services (managed through the Division of Social Services):
 - a. take a "written signed application" (45 CFR 228.60(f)(i));
 - b. notify applicants of their eligibility and right to a fair hearing (45 CFR 228.60(g)(2) and (h));
 - c. maintain documentation of all such actions (45 CFR 228.60(f)(2));
 - d. purchase services only from "day care centers, group day care homes, and family day care homes, which are licensed by the State for child day care services and otherwise meet the requirements of 228.42(a)(2) as modified by the provisions of 228.42(c) and (d) (See attachment p. 5855 and Monitoring Guide);
 - e. when services are purchased from another public or private agency, there be executed a written contract (RSA) in accordance with requirements under 45 CFR 228.70 (See attachment p. 5862) which lists thirteen elements required to be in the contract.

The activities and documents listed above will remain with the Department of Health and Social Services (Div. of Social Services) even if an RSA is implemented with the Dept. of Community and Regional Affairs.

4. Because of the regulations listed above, the Department of Community and Regional Affairs could use Title XX funds made available under an RSA only after such a contract is signed and dated for services provided after that date; each child receiving day care under this situation must be referred by the Division of Social Services only after an application is received, and eligibility is documented.
5. The Department of Community and Regional Affairs will be required to bill the Department of Health and Social Services on an individual child basis using the child's case number provided at the time of referral. Documentation must be maintained by DC&RA on an individual child basis to support the billing.
6. At the present time, no more than twelve of fifty-six day care centers in the State are thought to meet the Federal Interagency Day Care Requirements. It is questionable whether all of these twelve would meet the Requirements upon federal compliance inspection.

Senator John Sackett
Alaska Legislature

(3)

March 11, 1977

It is our judgement that an RSA of funds to the Department of Community and Regional Affairs as proposed would elicit a federal audit because of the amount of funds involved and because the federal government is well aware of earlier decisions made by the State to forego use of federal funds for the primary day care program so as not to be required to meet federal day care standards. Having completed an earlier review of compliance with federal day care standards in Alaska, federal officials know that our facilities will not pass the test of a compliance review.

I hope that this information is helpful to you.

Sincerely yours,

Francis S. Williamson

Francis S.L. Williamson
Commissioner

LEAGUE OF WOMEN VOTERS OF ALASKA

HB 215

The League of Women Voters of Alaska is firmly in support of HB 215 and urges its swift passage, since passage much after March 1st will ~~be a disaster~~ cut deserving parents unnecessarily from the program. The League has been a strong backer of day care assistance, and our statewide position established just last year after careful study states that "supplemental financial and regulatory responsibilities should be shared by all levels of government to insure that day care is of high quality and available to those who need it".

I would like to underscore the fact that care given to children under this Dept. of Community and Regional Affairs program is required to be licensed by the State and is therefore providing a basic quality that is unavailable to too many Alaskan children. In fact 85% of the children in Alaska are cared for outside the home in unlicensed facilities. That is 17,000 kids (almost 19,000 in Anchorage alone) with working parents or a working single parent who must rely on arrangements that may be less than satisfactory because very few young families in the big cities have relatives close by that are available to help provide care. It is especially interesting to follow the licensing pattern that this program has produced. As parents become aware of their eligibility in the day care subsidy program, they tend to pressure their "babysitters" to become licensed, thus increasing the quantity and quality of overall childcare in Alaska. In Anchorage, for example, the number of available day care slots for 11,000 kids was 1,300 in October, 1975, when the program began. At the end of this last fiscal year it had risen to over 2,000 and now the number of slots has expanded to 2,400 with 300 more ready for processing. The same has happened in Kodiak and Juneau where available slots have doubled since the program began.

I would like to remind this committee that parents work because they have no other economic choice. Most employed parents are widowed, divorced, separated, or their spouse is earning less than \$10,000 a year; and in fact 52% of all minority women with children under the age of 6 are employed (compared with 52% of all women with children under 18) according to U. S. Dept. of Labor statistics. Low income working parents are faced with day care expenses that few can adequately meet. The going rate for childcare is about \$10 to \$12 a day (with infant care as high as \$15 to \$17 a day) and that is up drastically from only four years ago, for providers are no longer willing or able to work for poverty wages. That daily rate for one preschool child adds up to between \$2,400 and \$3,000 each year, or more if a family has more than one child. Working parents need to fund additional childcare during the summer months when school is out of session. That yearly sum takes a pretty hefty bite out of even a \$10,000 a year salary. When you add up the costs of rent, food, clothes, utilities and taxes, not to mention car and medical expenses, you may find the salary already expended past its limits. And yet in Fairbanks, for example, we understand that the program has already had to cut back service to all but those families whose combined income is \$8,000 or less!

The League feels that this program can therefore not yet reach significant numbers of people for whom help was intended. It would pay, for example, all or most of a family's day care expenses, allowing that family frequently to pull itself up from reliance on welfare; and yet would not support that family during the trying months that follow when the family is or would be actually paying more and more of its own share, requiring less and less from the State program. One particularly revealing case is

that of an Anchorage woman who recently called the CRA office. She explained how the program was keeping her family unit together because previously she had to hold down three jobs as a single parent to provide for her family - two during the week and one on the weekends. The subsidy program permitted her to live normally with one job and to be with her children. She worked her way up to level IV in which she was paying 50% of her childcare costs. But as of March 1st she would be dropped in the cut back, and she was calling in tears because this was going to force her to disrupt her family, to dissipate her resources and her energy just trying to make a living wage.

We understand the reluctance of some of you to grant supplemental budget appropriations, however in this case we feel that the grant is not only justified but vital to the parents and children involved. The Dept. of CRA had little way of knowing last year how many families would actually be applying for the available monies. The need was greater than many realized and we are seeing now the results of the program's success in responses from families and the mushrooming of available licensed slots. We are seeing success in the movement of families into, up through, and out of the program.

But there is one further important reason that we feel that the Dept. should not be jeopardized for using up existing funds. Last year's SB 753 which caused such flack at the end of the session contained some unalarmering language that changed the definition of child to include "a child determined to be eligible for assistance under AS 47.25.310-47.25.420 and living with a family receiving benefits under AS 47.25.30 - 47.25.420." This in effect put the AFDC and WIN kids into the CRA program and out of Health and Social Service. Since Title XX funds could not be spent through the CRA Dept., those funds were reallocated to other areas within the Dept. of HSS, and only the State of Alaska general fund match monies were transferred for the use of the CRA Dept. to maintain the program. In other words 100% of the AFDC and WIN children were transferred to CRA, but only 20% of the money that it took HSS to run the program were transferred over. This financial burden has greatly affected the intent and expansion of the subsidy program, for monies which would otherwise have gone into the subsidy program have had to go to fully fund the AFDC kids which under law have priority. I should mention, however, that aside from the undue financial burden placed upon the Dept. of CRA, the overall move of AFDC and WIN kids out of HSS has been most beneficial. Prior to the move many childcare facilities refused to take state subsidized children ("welfare cases") and most day care homes would not. Now under the Dept. of CRA the stigma is gone and facilities are cooperating and new slots are opening up weekly.

We commend the Department of Community and Regional Affairs for a job being well done in helping communities take responsibility for their day care populations. We feel that the added supplemental appropriation asked for in this bill is not at all unreasonable or unjustified and we urge quick passage.

Sincerely,

Susan R. Clark

Susan R. Clark
Human Resources Lobbyist
League of Women Voters of Alaska

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 215 (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 making a supplemental appropriation to the
7 Department of Community and Regional Affairs for the
8 day care assistance program; and providing for an
9 effective date."

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

11 * Section 1. The sum of \$219,000 is appropriated from federal Title XX
12 "D" funds to the Department of Community and Regional Affairs for the day
13 care assistance program for the fiscal year ending June 30, 1977, to be
14 allocated as follows:

15	Fairbanks	\$80,000
16	Anchorage	80,000
17	Juneau	34,000
18	Kodiak	25,000

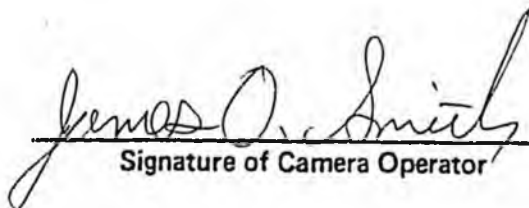
19 * Sec. 2. This Act takes effect immediately in accordance with AS 01.10.-
20 070(c).

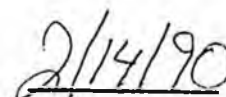


RECORDS CERTIFICATION



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Signature of Camera Operator


Date

COMMITTEE REPORT

SENATE

3/8/77

_____ Date

Mr. President:

The Committee on FINANCE has had CSHE 189
spec. appropriation to Dept. of Public Works for constructing new dock at Cold
under consideration. A majority of the members of the Committee Bay

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

MEMBERS SIGNING THE MAJORITY REPORT:

_____	_____	_____
<i>Hobson</i>	<i>No Rec</i>	
_____	_____	_____
<i>175/111</i>	<i>-</i>	
_____	_____	_____
<i>Wm. B. ...</i>	<i>✓</i>	

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____	recommends:	<i>No Rec</i>
<i>Tollison</i>		
_____	recommends:	<i>no rec</i>
<i>...</i>		
_____	recommends:	_____

_____ Chairman

Original sponsor: Osterback

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 SENATE CS FOR HOUSE BILL NO. 189

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making miscellaneous special appropriations to
7 state agencies and the University of Alaska; and
8 providing for an effective date."

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

10 * Section 1. The sum of \$10,746,100 is appropriated from the general fund
11 to the following state entities for miscellaneous costs as specified:

12 (1) Department of Public Works

13 Cold Bay dock	\$ 500,000
14 Upper Railbelt REAA	400,000
15 Point Hope National Guard Armory	
16 relocation	25,000
17 Navakiak - direct grant, dredging	25,000
18 Napaskiak - direct grant, dredging	25,000
19 Akiachak - direct grant, dredging	25,000

20 (2) Department of Highways

21 Shagaluk Road	150,000
22 Old Seward Highway	260,000
23 Coronado Road - Eagle River	30,000
24 Hutter Road, Slaughter House Access -	
25 Homer	40,000
26 McClay Road improvements - Homer	40,000
27 Bradley Road - Talkeetna	20,000
28 Whittier winter transportation shuttle	50,000
29 Spenard - seal coating roads	300,000

1	(3) Department of Health and Social Services	
2	Juvenile Unit - Fairbanks	\$2,000,000
3	Womens and Juvenile Facility - Juneau	1,500,000
4	Kiujylingoh Health Clinic	100,000
5	Kuskokwim Alcoholic Center	187,500
6	YKNC - ear surgery funding	50,000
7	Senior Citizen Facility - Fairbanks	500,000
8	Tok Health Clinic - unit addition, direct	
9	grant	75,000
10	Mt. Village Clinic - direct grant	50,000
11	Unalaska Health Clinic - direct grant	50,000
12	Ft. Yukon Health Clinic - direct grant	75,000
13	(4) University of Alaska	
14	Physical education completion - Anchorage	900,000
15	Anchorage Consortium Library Media	
16	Services	282,900
17	Anchorage Consortium Library books	250,000
18	Ketchikan Community College - Ziegler	
19	Building improvements	99,000
20	Ketchikan Community College Career	
21	Building remodeling	250,000
22	(5) Office of Telecommunications - Public Broadcasting	
23	Kotzebue Radio Equipment	15,000
24	Noorvik, Kiana, Kivilina mini TV equip-	
25	ment - community grant	15,000
26	KYUK cable hook-up	20,000
27	Kodiak mini TV	20,000
28	Public Broadcasting Center	300,000
29	(6) Department of Fish and Game	

1	Yukon Area Sheefish Resource Survey	\$ 25,200
2	Kobuk - Selawik Sheepfish Resource	.
3	Survey	52,500
4	AYK Herring Study (Commercial Fisheries	
5	Division)	22,000
6	Norton Sound - Kotzebue Sound Salmon	
7	Escapement Studies	30,000
8	Kotzebue Chum Salmon Forecast Studies	42,000
9	Yukon Chum Salmon Forecast Studies	42,000
10	Advisory Fish and Game Boards	161,000
11	(7) Department of Natural Resources	
12	Northwest Area Range and Soil Survey	
13	(Agriculture)	17,000
14	Halibut Point Recreational Area - Sitka	90,000
15	Rifle Range - Sitka	25,000
16	(8) Community and Regional Affairs	
17	Fire truck - Galena - direct grant	25,000
18	Fire Department renovation - Tok - direct	
19	grant	25,000
20	Day Care Assistance	250,000
21	Kodiak	\$ 25,000
22	Fairbanks	111,000
23	Anchorage	80,000
24	Juneau	34,000
25	D-6 Cat - Kipnak - direct grant	55,000
26	(9) Department of Education	
27	Library Division: Russian Orthodox Church	
28	record microfilming	30,000
29	Community Schools	1,225,000

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

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Original sponsor: Osterback

Offered: 2/11/77
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 189

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a special appropriation to the Depart-
7 ment of Public Works for construction of a new dock at
8 Cold Bay; and providing for an effective date."

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

10 * Section 1. The sum of \$500,000 is appropriated from the general fund to
11 the Department of Public Works, division of waters and harbors, for the costs
12 of removing the old dock at Cold Bay and constructing a new one in its place.

13 * Sec. 2. This Act takes effect immediately in accordance with AS 01.10.-
14 070(c).

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Introduced: 2/8/77
Referred: Finance

1 IN THE HOUSE

BY OSTERBACK

2 HOUSE BILL NO. 189

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a special appropriation to the Depart-
7 ment of Public Works for construction of a new dock at
8 Cold Bay; and providing for an effective date."

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

10 * Section 1. The sum of \$500,000 is appropriated from the general fund to
11 the Department of Public Works, division of waters and harbors, for the costs
12 of removing the old dock at Cold Bay and constructing a new one in its place.

13 * Sec. 2. This Act takes effect July 1, 1977.

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Alaska State Legislature

JUNEAU ALASKA

MEMORANDUM

8 February 1977

SUBJECT: Cold Bay Dock
Summary of February 4, 1977
meeting with Division of
Aviation in Anchorage

TO: Representative Steve Cowper
Chairman, House Finance Comm.

FROM: Representative Al Osterback

People present at the meeting were:

DIVISION OF AVIATION

CHEVRON, U.S.A.

Harry Shawback, Director

Bill Hueners

Jim Rhode

Dan Urbach

Al French

N. F. Schoenstein

J. H. Howard

H. R. Coward

W. C. Wynn

Alvin Osterback, Representative

Kay Poland, Senator

George Silides, Research Assistant to House Resources
and Senate Resources Committees

Buel Hixson, Professional Engineer, Division of
Waters and Harbors, Juneau

Commander L. D. Gordon, U. S. Coast Guard, Anchorage

D. E. Shaw, Flying Tigers

Robert L. Hanson, Reeves Aleutian

All interested parties present agreed that the design proposed by Buel Hixson, Division of Waters & Harbors was the absolute minimum facility for everyone's use.

The present facility is beyond repair, i.e. repair would not be economically feasible. It is a wood facility, subject to severe lateral ice flow. The proposed steel & concrete facility would withstand this ice if annual maintenance is done. The proposed facility is needed now, since the present facility is not really strong enough to hold a vehicle. There has already been one death due to the condition of the dock.

The dock's primary function is to deliver fuel (Chevron, U.S.A.) for the Airport and local uses. It is also used for delivering supplies to the Cold Bay residents.

8 February 1977

Other parties have conveyed an interest in the dock as follows:

1. Consul General H. A. Djurhuus
Royal Danish Consulate General

The Consul General was in Juneau in January. He discussed the possibility of Denmark processing bottom fish (fish that we don't even use yet) in the Aleutian Chain, transporting them to Cold Bay by boat and then flying them to the Orient, Hawaii and Europe. They discussed the possible use of planes as large as 747's. Cold Bay is the only airport in the Aleutian Chain large enough to handle an operation such as this.

This type of operation would require more than the minimum dock proposed at this time, perhaps a double tressle dock. The proposed design does, however, allow for expansion on the causeway. You could add one more lane by simply installing one more row of steel piling and a lane of the prefab concrete decking.

2. Peter Pan Seafoods, Inc.
Seattle, WA
3. Major airlines have inferred at various ^{times} that they would like to use Cold Bay for great circle routes instead of Anchorage if there were enough fuel.
4. Sealandnow goes into every little harbor on the Chain. They have said that they would prefer to take a large ship to Cold Bay and let the Alaska Marine Highway System shuttle the freight within the Aleutian ports.
5. George Silides said that he has given the area considerable study and that there is a larger coastal trade developing with Cold Bay as the focal point.

Summary of Design

Construction Style: Concrete/Steel tressle, one lane designed to handle H-20 loading. This will be strong enough for vans.

1. Causeway (approach) - 1800 ft.
 - a. 75 steel pilings on 24' centers.
 - b. Concrete prefabricated decking.
 - c. Two turnouts with ladders for 50' to 100' fishing vessels.
2. Dock - 40' X 105' at 30' water depth.
3. Four breasting dolphins.
4. Catwalks

The Engineer's estimate on this structure is \$2.5 million.

This estimate does not include the removal of the pipeline from the old dock and replacement at the new dock site. Chevron said that they would do that, but that the costs would be passed on to the consumers through fuel costs.



Alaska State Legislature

POUCH Y, STATE CAPITOL
JUNEAU, ALASKA 9981
907 465-3800

MEMORANDUM

3 February 1977

SUBJECT: Cold Bay Dock
TO: Division of Aviation
FROM: Alvin Osterback
Representative, District 15

On February 2, 1977 I talked with Don Statter about the Cold Bay Dock. The following is what I learned:

1. \$2 million in aviation funds has been appropriated for the Cold Bay Dock.
2. It would take \$2.5 million to build a minimum dock.
 - a. It would take \$3 million dollars for an adequate dock.
 - b. As a rule of thumb, (dollar per size ratio) it would take \$.5 million for a 50' X 200' (10,000 sq. ft.) addition.
3. Construction style: Concrete/steel tressle structure
 - a. Steel piling
 - b. Prefabricated concrete decking
 - c. Dock with dolphins
 - d. Pipeline for fuel - should go to 30' depth to accomodate tankers.
 - e. One vehicle access with room to turn around on the end of the dock -- probably designed for H-20 loading (same as highway loading).
4. A member of Don Statter's staff was working on the design for a minimum dock, but it is at a temporary standstill due to that staff member's broken ankle.

Page 2

MEMORANDUM: Cold Bay Dock
3 February 1977

Parties interested in the dock:

1. Lloyd Guffy (206) 624-4344
Peter Pan Seafoods, Inc.
1220 Dexter Horton Bldg.
Seattle, WA 98104
2. Consul General H. A. Djurhuus
Royal Danish Consulate General
3440 Wilshire Blvd.
Los Angeles, CA 90010

The Consul General General from Denmark was here a few weeks ago. I talked with him in Juneau. The Danish are interested in harvesting bottom fish in the Aleutian Chain, transporting them to Cold Bay by boat, and then flying them (Flying Tiger, etc.) to the Orient, Hawaii and Europe. They discussed the possible use of planes as large as 747's.

This type of operation would need more than a minimum dock. Don Statter suggested such an operation may need a 2 lane tressle.

I will be serving on a fact finding delegation to investigate the possibilities of a joint venture in the fishing industry between Denmark and Alaska.

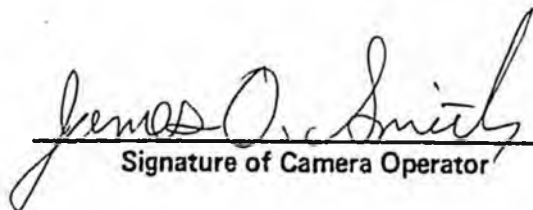
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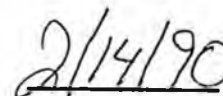


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Signature of Camera Operator


Date

COMMITTEE REPORT

2-9-77

HOUSE

_____ Date

Mr. Speaker:

The Committee on FINANCE has had HB 191

under consideration. A majority of the members of the Committee

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

MEMBERS SIGNING THE MAJORITY REPORT:

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

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends: _____

_____ recommends: _____

_____ recommends: _____

_____ Chairman

3259
Berry

Introduced: 2/9/77
Referred: Finance

1 IN THE HOUSE

BY BUCHHOLDT AND MCKINNON

2 HOUSE BILL NO. 191

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act repealing the \$10 school tax; and providing for
7 an effective date."

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

9 * Section 1. AS 43.45 is repealed.

10 * Sec. 2. This Act takes effect January 1, 1978 and does not apply to tax
11 imposed during the calendar year 1977.

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ALASKA STATE LEGISLATURE

TENTH Legislature FIRST Session

HOUSE BILL NO. 191

By BUCHHOLDT AND MCKINNON

"An Act repealing the \$10 school tax; and providing for an effective date."

Repeal \$10 school tax

Introduced in the House 2-9, 1977

HISTORY IN THE HOUSE

19 77

Feb. 9

Read first time and referred to Committee on Finance

Reported back with recommendation that

Read second time and

Read third time and

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reconsideration

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reported correctly engrossed
Signed by Speaker
Sent to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19

Read first time and referred to Committee on

Reported back with recommendation that

Read second time and

Read third time and

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reconsideration

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reported correctly engrossed
Signed by President
Returned to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Received from Senate

Concurred in Senate amendment thus adopting:

Failed to concur in Senate amendment; asked Sen. to recede

Senate receded from amendment

Senate failed to recede from amendment

FCC appointed by House

FCC appointed by Senate

FCC adopted

To enrolling

Reported correctly enrolled

Sent to Governor

..... by Governor

Filed with Lt. Governor

Chapter No.

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 191
 Title An Act repealing the \$10 school tax
 Requested by House Finance Committee Date 2-10-77

II. FISCAL DETAIL

Agency Affected Revenue
 Program Category Affected Fiscal Services
 Budget Request Unit(s) Affected Audit

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.						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

There would be no reduction in costs as a result of this bill. However, effective in FY 78 there would be an anticipated loss of revenue of 2 million dollars. In FY 79 the revenue loss would be approximately 2.5 million dollars.

IV. DATE 2-10-77 PREPARED BY *Ray Jenkins*
 AGENCY Department of Revenue, Audit Division
 PHONE 475-2320
 Original: Legislative Finance
 cc: Budget and Management
Prime Sponsor (First Legislator Named)

Introduced: 2/9/77
Referred: Finance

1 IN THE HOUSE

BY BUCHHOLDT AND MCKINNON

2 HOUSE BILL NO. 191

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act repealing the \$10 school tax; and providing for
7 an effective date."

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

9 * Section 1. AS 43.45 is repealed.

10 * Sec. 2. This Act takes effect January 1, 1978 and does not apply to tax
11 imposed during the calendar year 1977.

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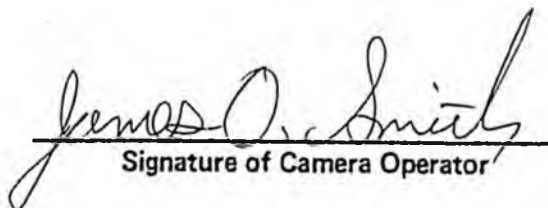
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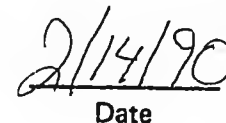


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Signature of Camera Operator


Date

INTRODUCTION, FIRST READING AND REFERENCE
OF HOUSE RESOLUTIONS

HOUSE JOINT RESOLUTION NO. 17 by Malone:

HJR
17

Requesting the United States Congress to require public hearings under Title XX of the Social Security Act.

was introduced, read the first time and referred to the Health, Education and Social Services Committee.

HOUSE CONCURRENT RESOLUTION NO. 24 by Hayes:

HCR
24

Honoring Amos J. Alter on the occasion of his retirement.

was introduced, read the first time and referred to the Rules Committee for placement on the calendar.

INTRODUCTION, FIRST READING AND REFERENCE
OF HOUSE BILLS

SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 74 by Duncan and Rudd, entitled:

SS
HB
74

"An Act relating to child care centers in state office buildings; and providing for an effective date."

was introduced, read the first time and referred to the Committees on Health, Education and Social Services and Finance.

SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 155 by Cowper:

SSHB
155

"An Act making a special appropriation to the University of Alaska to provide personnel and materials to operate a research facility for the study of surplus heat utilization at Fort Wainwright; and providing for an effective date."

was introduced, read the first time and referred to the Committees on Commerce and Finance.

HOUSE BILL NO. 191 by Buchholdt and McKinnon, entitled:

HB
191

"An Act repealing the \$10 school tax; and providing for an effective date."

was introduced, read the first time and referred to the Finance Committee.

HB HOUSE BILL NO. 192 by the Rules Committee by request of
192 the Governor, entitled:

"An Act making a supplemental appropriation to the Department of Natural Resources for ch. 113 SLA 1976; and providing for an effective date."

was introduced, read the first time and referred to the Committees on Resources and Finance.

The Governor's transmittal letters appear following the bills to which each pertains; fiscal notes appear in today's supplemental journal No. 14.

"February 8, 1977

The Honorable Hugh Malone
Speaker of the House
Alaska State Legislature
Juneau, Alaska 99811

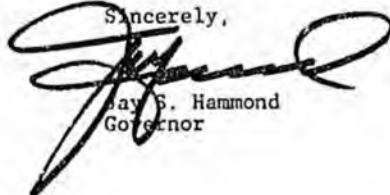
Dear Mr. Speaker:

Under the authority of art. III, sec. 18 of the Alaska Constitution, and in accordance with AS 24.30.060(b) and the Uniform Rules of the Alaska State Legislature, I am transmitting a bill for appropriation of \$12,000,000 to the Department of Natural Resources, to implement ch. 113 SLA 1976 (Kachemak Bay).

The purpose of the appropriation is to fulfill obligations of the State of Alaska under a contract to repurchase all of the leases presently held by Chevron, U.S.A. in Kachemak Bay. Chevron is the successor in interest to Standard Oil of California, which was the original lessee in the sale made by the State in 1973. Pursuant to ch. 113 SLA 1976, the administration initiated negotiations with Standard Oil of California and concluded an agreement last week. A copy of the contract is enclosed, together with an attachment showing the breakdown of items which are included in the total purchase price. That purchase price is in the approximate amount of \$21,000,000, nearly all of which is composed of money previously paid by Standard Oil of California to the State together with interest on those amounts.

Ch. 113 SLA 1976 specifically authorized the Commissioner of Natural Resources to utilize credits for taxes and royalties owed by Standard Oil of California to the State as a part of the purchase price. The contract of repurchase calls for just such a credit mechanism. During the next two years, we anticipate that approximately \$9,000,000 will be credited from payments due the State. This leaves a balance of approximately \$12,000,000, which is the amount of the requested appropriation.

Sincerely,



Ray S. Hammond
Governor

Enclosure"

AGREEMENTHB
192

THIS AGREEMENT, dated and effective as of this 11th day of January, 1977, by and between CHEVRON U.S.A. INC. (a wholly owned subsidiary of and successor in interest to STANDARD OIL COMPANY OF CALIFORNIA), hereinafter collectively called "seller," and the STATE OF ALASKA, acting by its Commissioner of Natural Resources, hereinafter "purchaser,"

W I T N E S S E T H :

WHEREAS, on February 1, 1974, purchaser and seller entered into those certain leases listed on the attached Exhibit A, whereby purchaser herein as lessor leased to seller herein as lessee all those certain lands more specifically described in said leases, for the purposes of exploration, development and production of oil and gas pursuant to the terms of said leases; and

WHEREAS, in consideration for the issuance of said leases, seller as lessee paid to purchaser as lessor the sum of \$16,609,060 in bonuses at the time the leases were issued, and subsequently has paid \$152,440 to purchaser for rental under said leases; and

WHEREAS, seller as lessee has incurred certain exploration costs in connection with said leases (both prior and subsequent to their issuance), including without limitation amounts for geological and geophysical exploration, legal services, special studies, and pre-drilling costs; and

WHEREAS, approximately one year after said leases were issued, a suit was initiated by private parties against both seller and purchaser herein, said suit alleging that the required procedure for issuance of such leases had not been followed by purchaser herein as lessor; and

EXHIBIT 1

WHEREAS, said litigation is still pending in the courts awaiting action by the Superior Court of the State of Alaska; and

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WHEREAS, purchaser herein as lessor has defended seller's title as lessee to said lands throughout the suit, and has fulfilled its obligations as lessor in every way during the pendency of said action; and

WHEREAS, in light of the continuing legal proceedings concerning the validity of procedures under which the leases were issued, as well as substantial public debate which had arisen over the question of whether or not it was in the public interest to have issued the leases at all, the Second Session of the Ninth State Legislature adopted Ch. 113 SLA 1976. Under the terms of said Act, the Commissioner of Natural Resources was authorized to negotiate for the repurchase of all of lessee's interest in said leases; and

WHEREAS, pursuant to good faith negotiations, seller and purchaser, acting by and through the Commissioner of Natural Resources under the authority conferred upon him by the second sentence of subsection (d) of said Ch. 113 SLA 1976, have reached agreement for the repurchase of said leases by the State as herein set forth;

NOW THEREFORE, it is AGREED as follows:

1. Seller agrees to sell and purchaser agrees to purchase all of seller's interest in those certain leases listed on the attached Exhibit A. The purchase price for said conveyance is \$17,441,012, together with interest at the rate of 8% per annum compounded annually on that portion of the total payment composed of cash bonus and rentals heretofore paid by seller to purchaser, an amount of \$16,761,500. Said interest shall accrue from the date of original payment of the cash bonus and rental until final payment by purchaser as set forth below. For purposes of calculating accrued interest on bonus and rental payments as above stated, 97% of all payments by purchaser hereunder shall be treated as interest-bearing.

2. The above-stated purchase price shall be paid by purchaser in the following manner:

a. The sum of \$12,000,000 shall be paid to seller by purchaser promptly upon appropriation of such sum by the Legislature. Such payment shall be by means of a valid and sufficient warrant immediately payable in Federal Reserve funds.

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b. As of the effective date of this agreement, seller may withhold any payments due or hereafter becoming due to the State of Alaska from seller on account of oil and gas lease bonuses and rentals, oil and gas royalties payable to the State in cash, oil and gas taxes (which term includes taxes on reserves, severance or production taxes, taxes on income attributable to oil and gas operations in the State of Alaska, and any other taxes of any kind that may be measured by or payable in respect of oil and gas operations), and any and all permit fees until such time as the entire purchase price, as above stated, is paid in full. Each such payment so withheld shall be credited to seller as of the date each becomes due and payable, and interest shall thereon cease on 97% of the amount so credited to seller. For the purpose of determining the amounts to be withheld and credited hereunder, "seller" includes Standard Oil Company of California and its subsidiaries; however, payments otherwise due the State of Alaska by a partly owned subsidiary shall only be withheld and credited in proportion to the ownership by Standard Oil Company of California in the shares of stock entitled to vote for directors of such subsidiary. In the event such withholding, together with the cash payments, does not result in payment of the entire purchase price by December 31, 1978, upon request of seller, purchaser shall promptly request an appropriation from the Legislature covering the unpaid balance, and if granted, such balance shall be paid immediately in cash to seller.

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In the event it should ever be determined that any amount so withheld and credited was not authorized to be withheld by said Ch. 113 SLA 1976, the same shall be immediately refunded by seller to purchaser, and a like amount shall be withheld and credited from such payments as are authorized to be withheld by said Ch. 113 SLA 1976.

Such withholding of taxes shall constitute taxes paid in the amounts so withheld for the purpose of any provisions contained in the laws and regulations of Alaska pertaining to, or making reference to, the payment of such taxes including Sections 43.55.018 and 43.58.030 of the Alaska Statutes.

c. Upon final execution of this agreement and payment of said sum of \$12,000,000, seller shall promptly execute and deliver to purchaser a formal instrument of surrender of said leases.

3. In the event purchaser fails to pay the sum of \$12,000,000 prior to June 30, 1978, seller may notify purchaser in writing within 30 days thereafter that it elects to receive payment of any outstanding balance of the purchase price in credits as set forth in 2.b. above in lieu of such cash payment. In the event seller does not so notify purchaser, this agreement shall become null and void and, upon repayment by seller to purchaser of all payments (cash or credits) made by purchaser on the purchase price as above stated, together with 8% interest on such amount compounded annually, seller may exercise all rights as lessee pursuant to said leases and as provided in said Ch. 113 SLA 1976. The term of said leases shall be extended for the maximum period of the moratorium provided for in Ch. 113 SLA 1976, and no lease rentals shall be due the purchaser for the period of the moratorium.

4. Purchaser has no present intent to re-offer for oil and gas lease the area covered by the leases which are the subject of this agreement. However, in the event the purchaser elects to offer such area for oil and gas lease at any time in the future, upon request of seller, purchaser agrees to seek such legal authority as may be necessary from the Legislature to enable it to negotiate with seller for oil and gas leases covering such area on mutually acceptable terms. Even if the necessary authority is granted by the Legislature, if the negotiations do not produce a mutually satisfactory agreement as to lease terms, the purchaser herein, as lessor, shall be free to offer such area for oil and gas lease through competitive bidding, as provided by existing law.

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CHEVRON U.S.A. INC.

STATE OF ALASKA

By _____

By _____
Commissioner
of Natural Resources

APPROVED:

STATE OF ALASKA

By: _____
Jay S. Hammond
Governor

STATE OF CALIFORNIA)

COUNTY OF _____)

ss.

THIS CERTIFIES that on this ____ day of January, 1977, before me, a Notary Public in and for The State of California, personally appeared _____, to me known and known to me to be the person whose name is subscribed to the foregoing Agreement, and after being first duly sworn according to law he stated to me under oath that he is the _____ of CHEVRON U.S.A. INC., a corporation organized under the laws of _____, that he has been authorized by said corporation to execute the foregoing Agreement on its behalf and he executed the same freely and voluntarily as the free act and deed of said corporation.

WITNESS my hand and official seal the day and year in this certificate first above written.

Notary Public for California
My commission expires: _____

STATE OF ALASKA)

FIRST JUDICIAL DISTRICT)

ss.

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THIS CERTIFIES that on this _____ day of January, 1977 before me, a Notary Public in and for The State of Alaska, personally appeared Guy R. Martin and Jay S. Hammond, to me known and known to me to be the persons whose names are subscribed to the foregoing Agreement, and after being first duly sworn according to law they stated to me under oath that they are the Commissioner of Natural Resources and Governor, respectively, of the STATE OF ALASKA, that they are authorized to execute the foregoing Agreement on behalf of the State of Alaska and they executed the same freely and voluntarily as their free act and deed as officials of the State of Alaska.

WITNESS my hand and official seal the day and year in this certificate first above written.

Notary Public for Alaska _____
My commission expires: _____

EXHIBIT A

LEASES

<u>Lease No.</u>	<u>Tracts Covered</u>
63084	C28-054
63085	C28-055
63100	C28-078
63080	C28-049
63083	C28-053
63075	C28-056
63093	C28-071
63099	C28-077
63082	C28-052
63097	C28-075
63098	C28-076
63090	C28-064
63091	C28-065
63092	C28-069
63087	C28-057

<u>Item</u>	<u>Amount Included</u>
1. Lease Bonus	\$ 16,609,060
2. Lease Rentals	152,440
3. Geological and geophysical	227,175
4. Land and Legal Services	28,293
5. Pre-Drilling Costs	355,750
6. Special Studies for SoCal required for well permits and drilling operations	38,497
7. Telecommunications Charges	11,797
8. Study: Effect of Drilling Platform on Marine Life	<u>18,000</u>
TOTAL:	\$ 17,441,012

EXHIBIT 2

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HOUSE BILL NO. 193 by the Rules Committee by request of the Governor, entitled:

"An Act relating to child care; and providing for an effective date."

was introduced, read the first time and referred to the Community and Regional Affairs Committee.

"February 8, 1977

The Honorable Hugh Malone
Speaker of the House
Alaska State Legislature
Juneau, Alaska 99811

Dear Mr. Speaker:

Under the authority of art. III, sec. 1 of the Alaska Constitution, and in accordance with AS 24.30.060(b) and the Uniform Rules of the Alaska State Legislature, I am transmitting a bill relating to child care. The bill would make certain amendments to AS 47.35.010(b), which was enacted last year by sec. 3, ch. 253 SLA 1976 to provide for delegation by the Department of Health and Social Services of its powers relating to nurseries to municipalities which had adopted their own ordinance to provide for day care licensing. That provision was enacted rather hurriedly, causing a number of questions as to its proper implementation to be raised on the part of both the department and municipalities. The proposed amendments would answer those questions.

First, the bill would clarify the extent of the department's duty to delegate its powers relating to nurseries and a municipality's corresponding obligation to accept those powers if it has an ordinance relating to day care licensing. There is at least one municipality in the state which has such an ordinance but at the same time, for financial and personnel considerations, does not wish to be solely responsible for day care licensing. The department feels that it should not delegate its powers, divesting itself of regulatory authority over nurseries in a given municipality, unless the municipality wishes to have them and to exercise them. To make it clear that delegation of the powers is only required when a municipality desires to receive them, the bill would specify that the delegation must take place within a certain amount of time (90 days) after the municipality has requested in writing that the department do so.

A second change to AS 47.35.010(b) proposed by the bill would make it clear that delegation of powers by the department applies to home rule municipalities, which derive their powers from the Alaska Constitution, as well as those municipalities which derive their powers from the provisions of AS 29.48.035. This question has been raised by at least one home rule municipality in the state.

"An Act making a supplemental appropriation to the Department of Natural Resources for ch. 113 SLA 1976; effective datee."

COMMITTEE REPORT

2/11/77

HOUSE

Mr. Speaker:

Date _____

The Committee on FINANCE has had HR 109

under consideration. A Majority of the members of the Committee

recommends it DO PASS

recommends it DO NOT PASS

recommends it DO PASS WITH ATTACHED AMENDMENT(S)

recommends it BE REPLACED WITH CS FOR _____ AND THAT

CS FOR _____ DO PASS

"and" recommends it BE REFERRED TO THE _____

COMMITTEE

reports it back WITHOUT RECOMMENDATION

"other"

Members signing the Majority report:

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

Members NOT concurring in the Majority report:

<u>[Signature]</u>	recommends: <u>no rec</u>
<u>[Signature]</u>	recommends: <u>Do Not Pass</u>
<u>[Signature]</u>	recommends: <u>DO NOT PASS</u>
_____	recommends:
_____	recommends:

[Signature] Chairman

Introduced: 2/9/77
Referred: Resources and
Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 192

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the
7 Department of Natural Resources for ch. 113 SIA 1976;
8 and providing for an effective date."

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

10 * Section 1. The sum of \$12,000,000 is appropriated from the general
11 fund to the Department of Natural Resources, for the purposes of ch. 113
12 SLA 1976 (Kachemak Bay), for Fiscal Year 1977.

13 * Sec. 2. This Act takes effect immediately in accordance with AS 01.-
14 10.070(c).

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HB 192

February 8, 1977

The Honorable Hugh Malone
Speaker of the House
Alaska State Legislature
Juneau, Alaska 99811

Dear Mr. Speaker:

Under the authority of art. III, sec. 18 of the Alaska Constitution, and in accordance with AS 24.30.060(b) and the Uniform Rules of the Alaska State Legislature, I am transmitting a bill for appropriation of \$12,000,000 to the Department of Natural Resources, to implement ch. 113 SLA 1976 (Kachemak Bay).

The purpose of the appropriation is to fulfill obligations of the State of Alaska under a contract to repurchase all of the leases presently held by Chevron, U.S.A. in Kachemak Bay. Chevron is the successor in interest to Standard Oil of California, which was the original lessee in the sale made by the State in 1973. Pursuant to ch. 113 SLA 1976, the administration initiated negotiations with Standard Oil of California and concluded an agreement last week. A copy of the contract is enclosed, together with an attachment showing the breakdown of items which are included in the total purchase price. That purchase price is in the approximate amount of \$21,000,000, nearly all of which is composed of money previously paid by Standard Oil of California to the State together with interest on those amounts.

Ch. 113 SLA 1976 specifically authorized the Commissioner of Natural Resources to utilize credits for taxes and royalties owed by Standard Oil of California to the State as a part of the purchase price. The contract of repurchase calls for just such a credit mechanism. During the next two years, we anticipate that approximately \$9,000,000 will be credited from payments due the State. This leaves a balance of approximately \$12,000,000, which is the amount of the requested appropriation.

Sincerely,

Jay S. Hammond
Governor

Enclosure