

LEG. FINANCE - BILLS 1977 - 1978 904

SB 119 cont., thru SB 120 904

insurance in an amount not to exceed the applicable limit of liability of this policy and not as contributing insurance.

7. SUBROGATION. In the event of any payment or expense under this policy, the company shall be subrogated to all the insured's rights of recovery therefor against any person or organization and the insured shall execute and deliver instruments and papers and do whatever else is necessary to secure such rights. The insured shall do nothing after loss to prejudice such rights. The carrier has no obligation to pursue subrogation.

8. CHANGES. The terms of this policy shall not be waived or changed except by endorsement issued to form a part of this policy.

9. ASSIGNMENT. The interest hereunder of any insured is not assignable. If the insured shall go out of business, this insurance shall thereupon terminate, but shall cover the insured with respect to liability previously incurred and covered by this insurance. Pro rata return premium will be computed from the date of termination.

10. CANCELLATION. This policy may be cancelled by a named insured by surrender thereof to the company or any of its authorized agents or by mailing to the company written notice stating when thereafter the cancellation shall be effective. This policy may be cancelled by the company for nonpayment of premium by mailing to the named insured

at the address shown in this policy, written notice stating when not less than thirty (30) days after the date of mailing such cancellation shall be effective. The mailing of notice as aforesaid shall be sufficient proof of notice. The time of surrender or the effective date and hour of cancellation stated in the notice shall become the end of the policy period. Delivery of such written notice either by the named insured or by the company shall be equivalent to mailing.

If the named insured or the company cancels, earned premium shall be computed pro rata, but in no event shall the premium be less than the applicable minimum premium. Premium adjustment may be made either at the time of cancellation is effected or as soon as practicable after cancellation becomes effective.

11. DECLARATIONS. By acceptance of this policy, the named insured agrees that the statements in the declarations and application are his agreements and representations, that this policy is issued in reliance upon the truth of such representations and that this policy embodies all agreements existing between himself and the company or any of its agents relating to this insurance. In the event any such agreements or representations are found to be inaccurate, the company shall be entitled to recompute the premium in accordance with its rules, rates, rating plans and premiums.

In witness whereof, Medical Indemnity Corporation
of Alaska has caused this policy to be signed by its
chairman and a secretary at Anchorage, Alaska,
and countersigned on the declarations page by a duly authorized
agent of the company.


Secretary


Chairman

RETROACTIVE INSURANCE ENDORSEMENT

It is hereby agreed that if the inception date of this policy is prior to June 28, 1976, coverage will not be provided as to any period between January 1, 1975 and June 28, 1976:

(a) For a claim already filed or of which the named insured had or reasonably should have had notice at the time the retroactive insurance was purchased, and

(b) For any occurrence for which the insured has any other insurance in effect at the time the claim is made.

MEDICAL INDEMNITY CORPORATION OF ALASKA

POLICY No. 0776-840016-06-107

DECLARATIONS

Item 1. Named Insured and Address: PALMER PIONEER HOME, State of
Alaska, C/O John George, Risk Manager, Pouch C, Juneau, Alaska 99811

The named insured is owned by: State of Alaska

Designated premises for coverage "B" is: _____

250 East Fireweed, Palmer, Alaska

Item 2. Policy Period: From July 1, 1976

To January 1, 1977

12.01 A.M., standard time at the address of the
named insured as stated herein.

Item 3. The insurance afforded is only with respect to
such of the following Parts as are indicated by
specific premium charge or charges.

Parts	Advance Premium
Professional Liability Insurance	\$ 11,256.00
Other <u>O. L. & T.</u>	\$ Included
Total Advance Premium	\$ 11,256.00

The declarations are completed on accompanying schedules.

Date and Place of Issue: Anchorage, Alaska

Countersigned February 24th 1977
 at Anchorage, Alaska by John V. Ralph

SCHEDULE I

Coverages	Limits of Liability	Advance Premium
Coverage A	\$200,000 each occurrence <u>2,140,000</u> Annual Aggregate	\$ 11,256.00
Coverage B Bodily Injury and Property Damage Liability	\$200,000 each occurrence <u>N/A</u> Annual Aggregate	\$ Included
	Total Advance Premium	\$ 11,256.00

Estimated number of occupied beds in hospital 107
 Estimated number of emergency room visits -0-
 Rate 107 Beds P/R .501 @ \$ 210.
 Premium Payable \$ 11,256.00

MEDICAL INDEMNITY CORPORATION OF ALASKA

POLICY No. 0177-84016-06-107

DECLARATIONS

Item 1. Named Insured and Address: PALMER PIONEER HOME, State of
Alaska, C/O John George, Risk Manager, Pouch C, Juneau, Alaska 99811

The named insured is owned by: State of Alaska

Designated premises for coverage "B" is: _____

250 East Fireweed, Palmer, Alaska

Item 2. Policy Period: From _____

Jan 1, 1977
~~July 1, 1976~~

To _____

1978
January 1, 1977

12:01 A.M., standard time at the address of the
named insured as stated herein.

Item 3. The insurance afforded is only with respect to
such of the following Parts as are indicated by
specific premium charge or charges.

Parts	Advance Premium
Professional Liability Insurance	\$ 22,470.00
Other <u>O. L. & T.</u>	\$ Included
Total Advance Premium	\$ 22,470.00

The declarations are completed on accompanying schedules.

Date and Place of Issue: Anchorage, Alaska

Countersigned February 24th, 1977
 at Anchorage, Alaska by John V. Ruff

SCHEDULE I

Coverages	Limits of Liability	Advance Premium
Coverage A	\$200,000 each occurrence <u>2,140,000</u> Annual Aggregate	\$ 22,470.00
Coverage B		
Bodily Injury and Property Damage Liability	\$200,000 each occurrence <u>N/A</u> Annual Aggregate	\$ 22,470.00
	Total Advance Premium	\$ 22,470.00

Estimated number of occupied beds in hospital	107
Estimated number of emergency room visits	-0-
Rate <u>107 Beds @ \$210</u>	
Premium Payable <u>\$ 22,470.00</u>	

MEDICAL INDEMNITY CORPORATION OF ALASKA

POLICY No. 0776-84014-06-107

DECLARATIONS

Item 1. Named Insured and Address: FAIRBANKS PIONEER HOME
State of Alaska, C/O John George, Risk Manager, Pouch C, Juneau, Alaska
99811

The named insured is owned by: State of Alaska

Designated premises for coverage "B" is: _____

Airport Way

Item 2. Policy Period: From July 1, 1976

To January 1, 1977

12:01 A.M., standard time at the address of the
named insured as stated herein.

Item 3. The insurance afforded is only with respect to
such of the following Parts as are indicated by
specific premium charge or charges.

SCHEDULE I

Coverages	Limits of Liability	Advance Premium
Coverage A	\$200,000 each occurrence <u>1,260,000</u> Annual Aggregate	\$ 6,628.00
Coverage B Bodily Injury and Property Damage Liability	\$200,000 each occurrence <u>N/A</u> Annual Aggregate	\$ 6,628.00
	Total Advance Premium	\$ 6,628.00

Estimated number of occupied beds in hospital 63

Estimated number of emergency room visits -0-

Rate 63 Beds P/R .501 @ \$210

Premium Payable \$ 6,628.00

MEDICAL INDEMNITY CORPORATION OF ALASKA

POLICY No. 0177-84014-06-107

DECLARATIONS

Item 1. Named Insured and Address: FAIRBANKS PIONEER HOME
State of Alaska, C/O John George, Risk Manager, Pouch C, Juneau, Alaska
99811

The named insured is owned by: State of Alaska

Designated premises for coverage "B" is: _____

Airport Way

Item 2. Policy Period: From January 1, 1977
To January 1, 1978

12:01 A.M., standard time at the address of the
named insured as stated herein.

Item 3. The insurance afforded is only with respect to
such of the following Parts as are indicated by
specific premium charge or charges.

Parts	Advance Premium
Professional Liability Insurance	\$ 13,230.00
Other <u>O. L. & T.</u>	\$ <u>Included</u>
Total Advance Premium	\$ 13,230.00

The declarations are completed on accompanying schedules.

Date and Place of Issue: Anchorage, Alaska

Countersigned February 24th, 1977,
 at Anchorage, Alaska by John V. Ralph

SCHEDULE I

Coverages	Limits of Liability	Advance Premium
Coverage A	\$200,000 each occurrence <u>1,260,000</u> Annual Aggregate	\$ 13,230.00
Coverage B Bodily Injury and Property Damage Liability	\$200,000 each occurrence <u>N/A</u> Annual Aggregate	\$ Included
	Total Advance Premium	\$ 13,230.00

Estimated number of occupied beds in hospital 63

Estimated number of emergency room visits -0-

Rate 63 Beds @ \$210.00

Premium Payable \$ 13,230.00

MEDICAL INDEMNITY CORPORATION OF ALASKA

POLICY No. 0776-84017-06-107

DECLARATIONS

Item 1. Named Insured and Address: SITKA PIONEER HOME, State of
Alaska, C/O John George, Risk Manager, Pouch C, Juneau, Alaska 99811

The named insured is owned by: State of Alaska

Designated premises for coverage "B" is: _____

Katlian & Lincoln Street

Item 2. Policy Period: From July 1, 1976

To January 1, 1977

12:01 A.M., standard time at the address of the
named insured as stated herein.

Item 3. The insurance afforded is only with respect to
such of the following Parts as are indicated by
specific premium charge or charges.

SCHEDULE I

Coverages	Limits of Liability	Advance Premium
Coverage A	\$200,000 each occurrence <u>4,000,000</u> Annual Aggregate	\$ 21,042.00
Coverage B		
Bodily Injury and Property Damage Liability	\$200,000 each occurrence <u>N/A</u> Annual Aggregate	\$ Included
	Total Advance Premium	\$ 21,042.00

Estimated number of occupied beds in hospital 200

Estimated number of emergency room visits -0-

Rate 200 Beds P/R .501 @ \$210.

Premium Payable \$ 21,042.00

MEDICAL INDEMNITY CORPORATION OF ALASKA

POLICY No. 0177-84017-06-107

DECLARATIONS

Item 1. Named Insured and Address: SITKA PIONEER HOME, State of
Alaska, C/O John George, Risk Manager, Pouch C, Juneau, Alaska 99811

The named insured is owned by: State of Alaska

Designated premises for coverage "B" is: _____

Katlian & Lincoln Street

Item 2. Policy Period: From January 1, 1977

To January 1, 1978

12:01 A.M., standard time at the address of the
named insured as stated herein.

Item 3. The insurance afforded is only with respect to
such of the following Parts as are indicated by
specific premium charge or charges.

Parts	Advance Premium
Professional Liability Insurance	\$ 42,000.00
Other <u>O. L. & T.</u>	\$ Included
Total Advance Premium	\$ 42,000.00

The declarations are completed on accompanying schedules.

Date and Place of Issue: _____ Anchorage, Alaska

Countersigned _____ February 24th 1977
 at Anchorage, Alaska by John V. Raff

SCHEDULE I

Coverages	Limits of Liability	Advance Premium
Coverage A	\$200,000 each occurrence <u>4,000,000</u> Annual Aggregate	\$ 42,000.00
Coverage B Bodily Injury and Property Damage Liability	\$200,000 each occurrence <u>N/A</u> Annual Aggregate	\$ Included
	Total Advance Premium	\$ 42,000.00

Estimated number of occupied beds in hospital 200

Estimated number of emergency room visits -0-

Rate 200 Beds @ \$210

Premium Payable \$ 42,000.00

STATE OF ALASKA

DEPARTMENT OF ADMINISTRATION

DIVISION OF GENERAL SERVICES AND SUPPLY

JAY S. HAMMOND, GOVERNOR

10TH FLOOR, STATE OFFICE BLDG.
POUCH C - JUNEAU 99811

March 22, 1977

Mr. David Fraiser
c/o Blue Cross
P. O. Box 2480
Anchorage, Alaska 99510

Re: MICA - Pioneer Homes

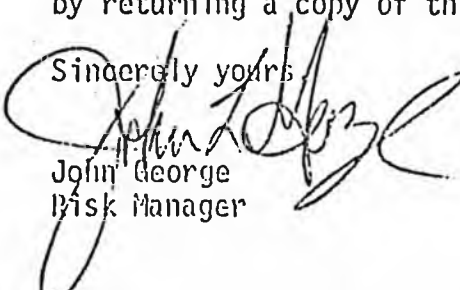
Dear Mr. Fraiser:

Per our phone conversation this date, this letter confirms our agreement on the redefinition of covered beds and the rate applicable to them.

I resubmit my letter of March 7, 1977, to John Ralph which lists 23 licensed beds at Palmer, 42 licensed beds at Fairbanks, and 55 licensed beds at Sitka for rating purposes. The beds are licensed as nursing home beds and therefore qualify for the \$210 per year rate. I am obtaining a list of beds by State property number which are the licensed beds for each facility to avoid confusion in the event of a claim.

I trust this meets with your approval and that you will be able to acknowledge by returning a copy of this letter that the above is per our agreement.

Sincerely yours,


John George
Risk Manager

Medical Indemnity Corporation of Alaska

Acknowledged

BY: _____

CC: Vernon L. Perry, Director
Division of Pioneers' Benefits
Department of Administration

Kellus Sewell
Administrative Officer
Division of Administrative Services
Department of Administration

John Ralph
Medical Indemnity Corporation of Alaska
Suite 307
1007 West 3rd Avenue
Anchorage, Alaska 99501

STATE OF ALASKA

THE LEGISLATURE

BUDGET AND AUDIT COMMITTEE

AUDIT DIVISION
POUCH W — ALASKA OFFICE BUILDING

FINANCE DIVISION
POUCH WF — STATE CAPITOL

JUHEAU 99801

March 21, 1977

MEMORANDUM

TO: The Honorable John Butrovich
Senate Finance Committee

FROM: Milton B. Barker
Fiscal Analyst
Legislative Finance Division

SUBJECT: SB 119

The Department of Administration indicates that malpractice insurance will now be required only on nursing beds and at the lower long-term rest home bed rate of \$220/bed as opposed to \$1100 per acute care bed. The amount now required will be \$25,200 small enough that probable lapses in the Pioneer Homes could cover the malpractice and the longevity bonus needs as well.

	<u>Estimated Lapse</u>
Anchorage	\$100,000
Kotzebue	464,300*
	<u>\$564,300</u>
*Authorized FY 77	645,400
Expenditures thru 1-31-77 (includes 152,390 ASHA)	156,099
Contingency	25,000
Estimated Lapse	<u>464,301</u>

MBB:pw

Introduced: 2/3/77
Referred: Finance

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 THE SENATE

2 SENATE BILL NO. 119

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 Administration, and providing for an
8 effective date."

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

10 * Section 1. The sum of \$1,186,367 is appropriated to the Department of
11 Administration, Fiscal Year 1977, allocated and funded as follows:

	General Fund	Federal
12		
13 Longevity Bonus	\$ 358,527	625,000
14 Pioneers' Homes:		
15 Sitka	72,600	
16 Fairbanks	71,720	
17 Palmer	47,520	
18 Anchorage	11,000	

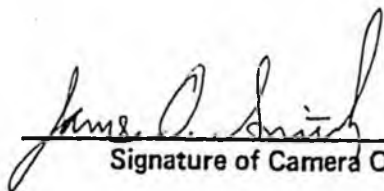
19 * Sec. 2. This Act takes effect immediately in accordance with AS 01.-
20 10.070(c).



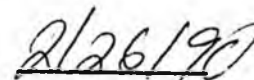
RECORDS CERTIFICATION



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



Signature of Camera Operator



Date

COMMITTEE REPORT

SENATE

2/3/77

Date

Mr. President:

The Committee on FINANCE has had SB 120 supplemental appropriation to Department of Education 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

Introduced: 2/3/77
Referred: Finance

1 THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 120

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 Education; and providing for an effec-
8 tive date."

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

10 * Section 1. The sum of \$150,000 is appropriated from the general fund
11 to the Department of Education, Vocational Rehabilitation, for Fiscal Year
12 1977.

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

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STATE
of ALASKA

MEMORANDUM

TO: Senator Pete Meland
Senate Finance Committee
10th Alaska State Legislature

DATE: March 17, 1977

FILE NO:

TELEPHONE NO:

FROM: Michael C. Morgan, Director
Division of Vocational Rehabilitation
Department of EducationSUBJECT: S.B. 120, Supplemental
Appropriation for Vocational
Rehabilitation

Dear Senator Meland;

I am hereby transmitting the additional information for backup data on S.B. 120, requested by Senate Finance this morning. I have responded to each of the items in the order of their appearance on page 1 of the explanation form contained in the supplemental request.

The last medical fee schedule negotiated with the Council of the Alaska State Medical Association increased the Division's medical per unit costs as follows (units of service are based on the 1969 California Relative Value Study):

Medical Procedures	\$.90	to	\$ 1.25	per unit, an increase of 39%
Surgical Procedures	36.00	to	50.00	per unit, an increase of 39%
Anesthetic Procedures	8.10	to	12.00	per unit, an increase of 48%
Radiology Procedures	3.60	to	4.50	per unit, an increase of 25%
Pathology Procedures	.45	to	.50	per unit, an increase of 11%

The Division of Vocational Rehabilitation has tried to absorb some of these large increases and in its budget preparation estimated an additional 25% to meet some of these costs. However, because of competing pressures, the Division was unable to succeed, and the estimate was at least 14% low in the categories used most by this Division.

In addition to the estimated 14%, as represented above, negotiations with the Council of the Alaska State Medical Association earlier this year, have convinced the Division that it must go to a "usual and customary" fee schedule for medical services (see Attachment #1 from Robert Whaley, M.D.). Although going to a usual and customary fee for medical services depends upon the geographical location, a minimum increase of 20% can be expected (see Attachment #2, table). Using only minimum figures then, the total known increase for physician's services would be at least 34%.

The inability of the Alaska Native Medical Center to provide us with basic medicals for Alaskan natives (see Attachment #3 from Robert Fortune, M.D.) adds the additional cost increase of purchasing these services. However, we are unable to predict or estimate this impact with any degree of accuracy.

Another component in the area of medical increases which is difficult to establish with any degree of precision is the impact of the final solution to the malpractice insurance issue. However, any additional incurred costs will be reflected in the increased rates of the future, and the Division uses many of the highest risk procedures, e.g., cardiovascular surgery, anesthesiology, etc.

Additionally, the rates for hospital care have increased significantly as follows (source: Providence Hospital):

	<u>1976</u>	<u>1977</u>	<u>% Increase</u>
4-Person Ward	\$130 per day	\$163 per day	35%
Semi-private	140 per day	160 per day	14%
Intensive Care Unit	180	345	92%

In reference to the increases in the rates for service at Alaska's two rehabilitation facilities, the fee was raised from \$22 per client day to \$25 at the ARCA Workshop in Anchorage, an increase of 13% (see Attachment #4). Hope Industries in Fairbanks raised their fees from \$25 per client day to \$31, an increase of 24%. An additional \$5 per client day is charged for those requiring transportation, making the increase in these situations 44% (see Attachment #5).

The Division attempted to document the increases for the transportation of clients, but was informed by the local travel agency that these costs vary significantly with each airline. They did say that increases have been occurring at a rate of 2% to 3% per month.

I hope these data will be useful in the committee's deliberations. If I can be of any further assistance, please call me at 586-6500.

Thank you.

MCM:sw

cc: Sue Green, Governor's Office
Mike Orelove, Division of Budget and Management

REC'D BY D.V.R.

NOV 23 1976

CENTRAL OFFICE

November 16, 1976

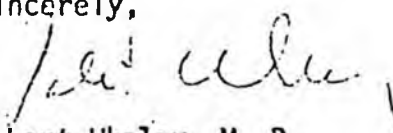
J. Ray Langdon, M. D.
Chief Medical Consultant
Vocational Rehabilitation
3401 E. 42nd Avenue
Anchorage, Alaska 99504

Dear Dr. Langdon:

The Council of the Alaska State Medical Association decided not to negotiate a fee agreement between the Division of Vocational Rehabilitation and the Association's members since the agreed fee schedule cannot be binding on the membership. We would therefore like to recommend that the Division of Vocational Rehabilitation continue to pay the usual and customary fees.

The Alaska State Medical Association's relationship with Vocational Rehabilitation has been a very good one in the past and we hope it will continue to be so. We wish to cooperate anyway we can in the future and are sorry we cannot be of more help at this time.

Sincerely,


Robert Whaley, M. D.
President

RW:mjm

cc. ✓ Mike Morgan, Director, Juneau
Don Hitchcock, Anchorage

ATTACHMENT # 1

Increase in Per Unit Medical Costs by Usual & Customary
Division of Vocational Rehabilitation

Procedure	FROM:	TO:							
		Fairbanks		Anchorage		Juneau		Ketchikan	
		U & C	%increase	U & C	% increase	U & C	%increase	U & C	%increase
Medical	\$1.25	\$ 1.54	23%	\$ 1.65	32%	\$ 1.25	0	1.50	20%
Surgical	50.00	66.00	32%	60.00	20%	60.00	20%	60.00	20%
Anaesthesia	12.00	**	**	**	**	**	**	**	**
Radiology	4.50	6.27	39%	5.80	29%	4.31	##	5.50	22%
Pathology	.50	.68	36%	.65	30%	.61	22%	na	na

**Anaesthesiologists are no longer calculating their rates on the basis of the California Relative Value Study and this information is not available for comparison.

##If Usual & Customary is less than fee schedule, the lesser amount is paid.



DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE
PUBLIC HEALTH SERVICE
HEALTH SERVICES AND MENTAL HEALTH ADMINISTRATION

October 12, 1976

Alaska Native Medical Center

ALASKA AREA NATIVE HEALTH SERVICE
BOX 7-741
ANCHORAGE, ALASKA 99510

REC'D DVR

OCT 14 1976

Anchorage, Alaska

Mr. Donald Hitchcock ✓
Director of Southcentral Region
Division of Vocational Rehabilitation
MacKay Building - 338 Denali Street
Anchorage, Alaska 99501

Dear Mr. Hitchcock:

As you are probably aware, the demands on our hospital clinics have been increasing at a significant rate each year for a long time. This year our problems have been aggravated by a vacancy among the five medical officer slots we normally have for the general clinic.

One of the outcomes has been increased waiting times for appointments for clinic services, particularly physical examinations. In discussing this matter with representatives of the Cook Inlet Native Association Social Services Program, it was suggested that, for the time being, many of the clients for vocational rehabilitation services might receive prompt and, therefore, more satisfactory service if they could obtain their medical examinations through contractual arrangements in the private sector.

We would foresee, however, that a few patients, especially those from the villages, might have a strong preference for obtaining their examinations with us; if such be the case, we would be happy to try to accommodate them as before.

Please be assured that we are eager to provide as comprehensive a health program as possible for the Alaska Native people. With our present constraints, however, we must set some limits in order to continue to offer emergency and routine medical care in our appropriate fashion.

Thank you for your consideration and support.

Sincerely

Robert Fortune, M.D.
Director

cc:

Ms. Margaret Farrant, CINA

Dr. Park

Mr. Reynolds

11/11/11

ARCA

Association for Retarded Citizens of Anchorage, Inc.

~~Post Office Box 952, Anchorage, Alaska 99510 (907) 277-1522~~

2330 Nichols Street, Anchorage, Alaska 99504

October 8, 1976

RECD DVR

OCT 14 1976

Anchorage, Alaska

Mr. Charlie Willifson
Facilities Specialist
Office of Vocational Rehabilitation
338 Denali Street
910 MacKay Building
Anchorage, Alaska 99501

Dear Charlie,

This is in reference to your letter of September 22nd, in response for a rate adjustment. Attached you will find a budget which gives a clear breakdown of the expenses of the evaluation and work adjustment program.

As you can see from the budget, we have separated those expenses that we consider to be associated primarily with OVR clients and is based upon estimates of client population that were made previously in the year. The client population projections are as follows:

In the evaluation component of the program, it is anticipated that there will be 15 clients per day. This will amount to approximately 4,000 client-days for the present budget period.

In the work adjustment component of the program, the same numbers were used in order to arrive at a projection. There will be 15 people in the program for a total of approximately 4,000 client-days.

Combining the two programs, this gives us a total of approximately 8,000 client-days during this budget period. By dividing the total number of client-days into the total cost of operating the program, one can readily see that it comes out in excess of \$25 per person, per day. However, as you can see from looking at the budget, there are additional sources of income. This income is being applied to create a reduction in the total cost of service per person, per day.

There is one other area that needs to be considered, that being the total cost factors that have changed during the previous period up to the present period; although the budget process that were used in the previous year is extremely difficult to follow and there appear to be no specific allocation of cost for the work adjustment and evaluation programs.

We have been able, with the assistance of our auditors, to determine what amounts of money were expended there last year and have compared that figure to the amount of money that we anticipate spending this year.

This represents an approximate 25% increase in costs. Some of which occurs be-

Mr. Charlie Williamson

October 8, 1976

cause of the normal inflation that is prevalent at this time. Some of it also occurs because of the refining of the staff situation for that department. As you can see from examining the budget, there are presently 4 staff in that department, previously we had only 2.

What we end up with is, from what we can determine, a new overall increase in cost of about 20% to 25%. We're also anticipating client referrals from other resources which will, in effect, increase the amount of available dollars by approximately \$90,000. But will also necessitate the expanding of the budget by that amount in the area of purchase of services and salaries for the clients.

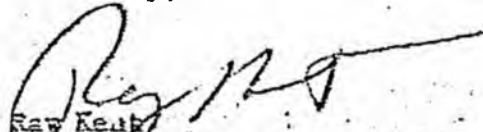
The budget document attached represents a very close and accurate picture, and I will predict that, if the client projection is accurate, the budget is within 2% being correct as it relates to OVR. The net effect is that the overall expenses have increased and that 12% is being passed along to OVR in terms of a rate increase from \$22 a day to \$25 a day. Notice of which was sent to you in previous correspondence.

However, it was intended that this rate increase take effect on the 1st of October, as the correspondence indicated, and I find that I must request that this information be passed along to your counselors who are referring people here. It is necessary, effective the 1st of October, to charge the \$25 per person, per day rate.

I sincerely hope that you expedite the processing of this rate through your end to insure against possible problem in the very near future.

If you have any questions on this matter, please feel free to call me. You will find that the budget is completely explanatory, all charges have been assigned in accordance with sound accounting practices. The books have recently been audited. I will forward to you a copy of the audit report upon receipt of same.

Sincerely,


Ray Keath
Executive Director

RK:jm
enc15.

REC'D DVR

OCT 14 1976

Anchorage, Alaska

Approved Budget for
Fiscal Year... 7/1/76 - 6/30/77

		RECD DVR	
		OCT 14 1976	
1	Grants		
2	Grants		2515000
3	OVR		20000000
4	Miscellaneous		70664
5			27720664
6			
7	Expenses		
8	Salary - Director	2346000	
9	Salary - Soc. Evaluator	1714820	
10	Work Admin - Personnel	1354800	
11	Eval. Services	1069000	
12			6484800
13	Wages - Client	1583275	
14	Payroll Taxes	705957	
15	Travel - Consultants	1069000	
16	Consultant Fees	305500	
17	Office Supplies	477421	
18	Travel Supplies	350345	
19	Rep. Supplies Maint	380520	
20	Contracts	597121	
21	Utilities	791132	
22	Auto Exp - Motor Vehicle	224276	
23	Insurance	263500	
24	Equip. Purchase	250000	
25	Bl. Printing & Publications	50476	
26	Equip. Repairs & Maint	207462	
27	Travel & Mileage	200000	
28	Bus Service Training	70000	
29	Misc. Expenses	105000	
30	Equip. Rental	20559	
31	Auto Removal	22000	
32			7690450
33	Program Service Allocation	1793575	
34	Administrative Allocation	555501	
35			8349876
36			22524126
37			196538
38			
39			
40			

303 Denali Street
910 Mackay Building
Anchorage, Alaska 99501

MICHAEL C. HOGAN
DIRECTOR

September 22, 1976

Ray Kent, Executive Director
ASCA
2360 Denali Street
Anchorage, Alaska 99504

Dear Ray:

Your letter of September 10, 1976, to Mr. Dale Rogers has been forwarded to me for reply.

As has been our policy and past practice, Division of Vocational Rehabilitation cannot approve an increase in the fee for services until such time as a complete cost analysis has been provided to the Division of Vocational Rehabilitation showing direct and indirect expenses relative to the provision of rehabilitative services. Once the cost analysis has been received, reviewed, and any questions have been answered, a recommendation is made to Michael C. Hogan, Director, Division of Vocational Rehabilitation, who ultimately either approves or disapproves the fee. Once final approval is given, then the new fee is in effect and Division of Vocational Rehabilitation counselors can administer accordingly. However, until approval is given, counselors are instructed to administer \$22.00 per day. Over the past several years, Division of Vocational Rehabilitation and Rehabilitation Industries have been attempting to reach an equitable solution to the problem of establishing the actual cost of providing services.

I have copies of the last cost analysis agreed upon by Division of Vocational Rehabilitation and Rehabilitation Industries and the formula applied to the analysis.

If you would care to review this process, please contact me and we can sit down and go over it.

Sincerely,


Charis Williams
Facilities Specialist

CH/mx

STATE OF ALASKA

DEPARTMENT OF EDUCATION

DIVISION OF VOCATIONAL REHABILITATION

MICHAEL C. MORGAN
DIRECTOR

JAY S. BARKER, GOVERNOR

338 Denali Street
910 MacKay Building
Anchorage, Alaska 99501

September 14, 1976

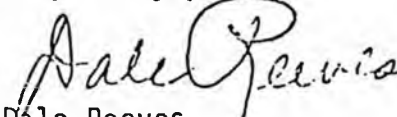
Tom Henderson, Director
Fairbanks Rehabilitation Association
117 Slater Drive
Fairbanks, Alaska 99701

Dear Mr. Henderson:

This letter is to confirm our telephone conversation this date in which I advised you that the Division of Vocational Rehabilitation has agreed to a fee of \$31.00 per day for Work Evaluation and Work Adjustment at Hope Industries. In addition, the Division will pay \$5.00 per day for round trip transportation provided by Fairbanks Rehabilitation Association within a ten (10) mile radius for such clients needing that transportation service.

These new rates take effect September 15, 1976. Mr. Williamson is currently still working with the problem of what to do about the Singer System equipment and we are not at this point clear whether it can be utilized in some other facility in Fairbanks. However, I am hopeful that upon his return from a meeting in Portland, some definite decision can be reached so that it can be taken out of your way.

Very truly yours,



Dale Reeves
Chief of Special Projects
and Blind Services

DR/rrr

cc: M. Morgan
D. Quisenberry
T. Buckner
C. Williamson

REC'D BY D.V.R.

SEP 17 1976

CENTRAL OFFICE

5

THIS IS A COST ANALYSIS
OF THE SINGER SYSTEM
FOR THE FISCAL YEAR 1975-1976

PRESENT BUILDING

Staff Salary = \$16,000.000
Space 462 sq.ft. = \$1,718.64 @ .31/sq.ft.
Utilities \$738.88/month @ 6750 sq. ft.
.11 x 462 = \$50.82/month
\$50.82/month x 12 = \$609.84
Job Materials \$1,000.00
ANNUAL COST OF EVALUATION (insurance omitted) - \$19,328.48

NEW BUILDING

Staff Salary = \$16,000.00 annual
Space 775 sq.ft. = \$9,486.00 @ \$1.02/sq. ft. / 12 months
Utilities .11/sq. ft. x 775 = \$85.25/ month x 12 months = \$1,023.00
Job Materials \$1,000.00
ANNUAL COST OF EVALUATION (insurance omitted) \$27,509.00

Services provided from 7/1/75 - 6/30/76 equal to 248 days of evaluation
\$6,200 @ \$25/day for DVR service money
2.41 persons/month for the year
\$180 from TVCC course
\$6,200.00 DVR & TCC
+ 180.00 TVCC INCOME
6,380.00 TOTAL INCOME FOR FISCAL 1976
19,328.48
6,380.00
12,948.48 TOTAL LOSS OF FISCAL 1976

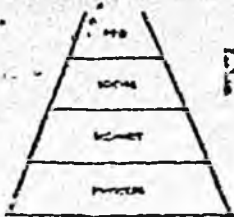
\$27,509.00 COST FOR FISCAL YEAR 1977 IN NEW BUILDING
-6,380.00 PROJECTED INCOME
21,129.00 ESTIMATED LOSS FOR FISCAL YEAR 1976

In order to break even on the Singer System in the new building, the following is necessary.

- (1) 4.2 clients per month @ \$25 per day @ 22 days per month for 12 months = \$27,720.00 (profit \$211.00)

RECOMMENDATION:

- (1) Request the Division of Vocational Rehabilitation to block fund for 4.2 clients per month or 51 clients per year for fiscal 1977, plus transportation cost.
- (2) Request the Division of Vocational Rehabilitation to block fund for \$ of 51 clients per year and the North Star School District to block fund for a \$ of 51 clients per year in order to break even in fiscal 1976/1977.



Fairbanks Rehabilitation Association, Inc.

117 SLATER DRIVE - FAIRBANKS, ALASKA 99701

TELEPHONE (907) 452-5226

HOPE CENTER DIVISION
117 SLATER DRIVE
452-5226

COST ANALYSIS FOR WORK ADJUSTMENT

HOPE INDUSTRIES DIVISION
1448 DAVIS ROAD
478-6210

Work Adjustment services in Fiscal 1976 is broken out as follows:

Staff Salary	\$15,300
Rent (29%)	7,228
Utilities	2,400
Program Supplies	8,485
Transportation	5,156
	<u>\$35,124.00</u>

Administrative salaries totaled \$43,200/year. Work Adjustment absorbs 29% of these salaries which equals \$12,528. The total cost of Work Adjustment services in Fiscal 1976 was \$50,652.00.

Work Adjustment Services in Fiscal 1977 is broken out as follows:

Staff Salary	\$16,830
Rent	43,002
Utilities	4,647
Program Supplies	9,333
	<u>\$23,902.</u>
Administrative	12,528
TOTAL	<u>\$86,430</u>

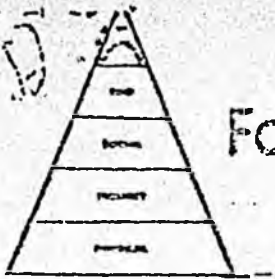
The total client days in work adjustment for Fiscal 1976 totaled 1719. There were a total of 24 clients served in work adjustment in Fiscal 1976. There were 251 working days available in Fiscal 1976 as Hope Industries closed December 24, 1975 - January 5, 1976. Average number of clients per day in Fiscal 1976 equaled 6.84. Average cost of services per client per day equaled \$29.46. Loss in Fiscal 1976 totaled \$7,677.

Hope Industries will have 259 working days available in Fiscal 1977. In order to break even in Fiscal 1977 it will be necessary to maintain a client load of 12/day at \$27 per day/client.

It is significant to note that transportation costs for Fiscal 1977 have not been included.

Hope Industries will offer transportation services at a cost of \$5/day for clients residing within a 10 mile radius of Hope Industries and .20/each additional mile. One way transportation may be purchased for \$2.50 for clients residing within 10 mile radius and .20 per each additional mile.

Maria Kaufmann
Maria Kaufmann
Vocational Director



Fairbanks Rehabilitation Association, Inc.

117 SLATER DRIVE - FAIRBANKS, ALASKA 99701
TELEPHONE (907) 452-5226

HOPE CENTER DIVISION
117 SLATER DRIVE
452-5228

HOPE INDUSTRIES DIVISION
1442 DAVIS ROAD
479-6210

MEMORANDUM

TO: Referring Agents

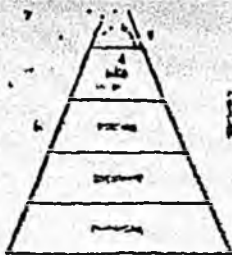
RE: Transportation

FROM: Moira Kaufmann

DATE: July 20, 1976

This is to inform you that Hope Industries will offer transportation as a separate service effective August 1, 1976. Round trip transportation may be purchased for the amount of \$5.00/day for individuals residing within a 10 mile radius of Hope Industries and \$2.50/day for one way transportation. A \$.20/mile charge will be added to these costs for individuals residing outside the 10 mile limit. Billing for transportation will be processed monthly.


Moira Kaufmann
Vocational Director



Fairbanks Rehabilitation Association, Inc. 2

117 SLATER DRIVE - FAIRBANKS, ALASKA 99701
TELEPHONE (907) 452-5228

HOPE CENTER DIVISION
117 SLATER DRIVE
452-5228

HOPE INDUSTRIES DIVISION
1443 DAVIS ROAD
479-6210

COST ANALYSIS - OJT WAGPS

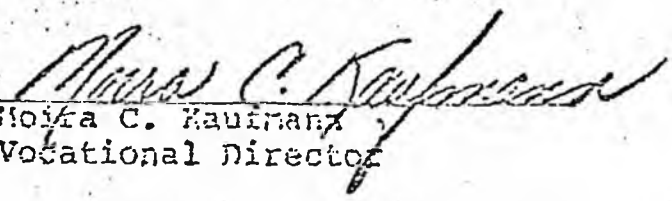
In Fiscal 1976 the Division of Vocational Rehabilitation payed to FRA a 10% adjustment cost above each client wage for OJT i.e., if a client on an OJT earned \$30.00 a \$3 fee was charged to DVR for the processing of this check.

It is significant to note that this client was covered under FRA'S Workmen's Compensation Insurance and FRA was responsible for payroll tax on each check.

Payroll tax averages 7% of a given wage
Workmen's Compensation 1% of a given wage

In Fiscal 1977 it will be necessary to charge a 15% adjustment cost for OJT check dispensing to cover the above costs and staff involvement.

The adjustment cost will be effective August 1, 1976.

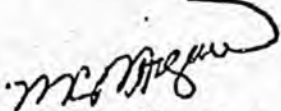

Mirra C. Kaufman
Vocational Director

STATE
of ALASKA

MEMORANDUM

TO: Milt Barker, Legislative Budget Analyst
Legislative Budget & Audit

DATE : February 10, 1977

FROM: 
Michael C. Morgan, Director
Division of Vocational Rehabilitation
Department of EducationSUBJECT: Senate Bill 120, D.V.R.
Supplemental Appropriation
\$150,000

The Legislature appropriated a total of \$1,469,900 in case service funds. Of that total, \$102,700 are 100% federal trust funds, and must be expended only on the rehabilitation of special Social Security Title II Disability Insurance Beneficiaries; \$125,000 in 100% federal funds that must be expended only on the rehabilitation of special Social Security Title XVI recipients; \$90,000 in Workman's Compensation that are limited to expenditure for the rehabilitation of Second Injury clients. This leaves a total of \$1,152,500 for the provision of case services to the agency's general clientele.

Of the \$1,152,500 appropriated for the provision of services to our general clientele, \$1,013,959.15 has been disbursed or committed to a client with an existing rehabilitation plan in progress. This leaves a balance for the year of \$139,693.35 in funds not so committed.

Of the \$139,693.35 not committed directly to a rehabilitation program at this point, \$17,526 are identified for the purchase of client evaluations from rehabilitation workshops, and \$39,273.72 are identified for the development of blind vending stands in state and federal buildings. This leaves a total uncommitted balance of \$82,893.53.

At the current rate of referrals to this Division, we are expecting an additional 900 referrals to this agency by the end of this fiscal year. With the cost of medical services continually increasing, we are estimating that we will require \$75,000 in order to provide just the basic diagnostic information necessary to make an eligibility determination on these referrals, leaving little or no balance for the implementation of any new rehabilitation plans, or any emergency physical restoration procedures on the clients now in service.

Our current monthly rate of expenditure and plan commitment is about \$45,519 per month, requiring an estimated \$227,595 for the remaining five months of this fiscal year. The \$150,000 requested in SB 120, plus the \$82,893 in uncommitted funds, would equal \$232,893 - a sufficient balance to maintain service.

Without the requested supplemental, this agency will very soon have to retard the implementation of new rehabilitation plans until next July 1st, and severely curtail its activities in the blind vending stand program.

I hope this information is helpful to the committee. If you require anything further, please call me at 586-6500.

MCM:sw

gc

3-23 Bill Scaaman

Wanted to see

Wanna Wiley this

I called and told

ALASKA
STATE LEGISLATURE /

Judy

MEMORANDUM

TO: Senator John Sackett
FROM: Senator John Rader
DATE: March 18, 1977

JJR

Enclosed is a copy of my March 18th wire from ARCA indicating that they will go out of business May 1st.

Can you give me any information on the status of the supplemental appropriation referred to in my letter dated March 11th.

I am very well aware of the extraordinary pressure of the budget this year, but I will appreciate any information you can give me on this particular matter.

JLR:jm

Enc.

cc: ARCA

TELEGRAM

ROA ALASKA COMMUNICATIONS, INC.

PHONE: 526-6440

1977 MAR 18 AM 12 30

JUNEAU, ALASKA 99801

02291 NL ANCHORAGE AK 111 3-17 930P AST

PMS SEN RADER

1779

JUN

AT ITS MEETING OF WEDNESDAY, MARCH 16, 1977, THE BOARD OF DIRECTORS OF THE ASSOCIATION FOR RETARDED CITIZENS OF ANCHORAGE INC. ADOPTED THE FOLLOWING RESOLUTION.

WHEREAS DUE TO THE ECONOMIC INFLATIONARY TRENDS, THE ASSOCIATION FOR RETARDED CITIZENS OF ANCHORAGE INC. (ARCA) FINDS THAT FUNDS AWARDED OR TO BE AWARDED BY VARIOUS FUNDING AGENCIES OF THE STATE AND FEDERAL GOVERNMENTS HAVE NOT BEEN SUFFICIENT TO CONTINUE OPERATIONS; NOW, THEREFORE,
BE IT RESOLVED, THAT THE FOLLOWING STEPS WILL BE TAKEN:

1. ARCA, DOING BUSINESS AS REHABILITATION INDUSTRIES WILL CLOSE ITS DOORS ON MAY 1, 1977;
2. SUCH CLOSURE WILL NECESSITATE RELEASING 20 EMPLOYEES TO THE UNEMPLOYMENT ROLLS; AND
3. 105 HANDICAPPED CLIENTS WILL BE WITHOUT SUPPORTIVE SERVICES.

ASSOCIATION FOR RETARDED CITIZEN OF ANCHORAGE INC

2333 NICHOLAS STREET ANCHORAGE ALASKA 99504



Senator John L. Rader

K
POUCH V
JUNEAU, ALASKA 99801
OR
P. O. BOX 2068
ANCHORAGE, ALASKA 99510

March 11, 1977

Mr. Raymond L. Kent
Executive Director
Association for Retarded Citizens
of Anchorage, Inc.
2330 Nichols Street
Anchorage, Alaska 99504

Dear Mr. Kent:

Thank you for alerting me to the situation facing ARCA. Frankly, I was not aware of a supplemental request on behalf of the program from the Department.

I will certainly let Senator Sackett, Chairman of the Senate Finance Committee, know of your letter and my interest in your program.

Sincerely,

A handwritten signature in cursive script, appearing to read "John L. Rader".

John L. Rader, President
Alaska State Senate

JLR:jm

cc: Senator Sackett

ROBERT SWAIN
CHAIRMAN OF THE BOARD

RAYMOND L. KENT
EXECUTIVE DIRECTOR

ARCA

ASSOCIATION FOR RETARDED CITIZENS OF ANCHORAGE, INC.

2330 NICHOLS STREET • ANCHORAGE, ALASKA 99504 • TELEPHONE (907) 276-4353

March 8, 1977

John L. Rader, President of the Senate
State of Alaska
Capitol, Room 104
Juneau, AK 99811

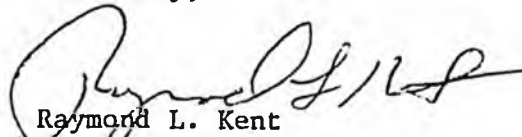
Dear Senator Rader:

We were advised on March 7th by the Anchorage Office of Vocational Rehabilitation that they will no longer be able to place clients at our facility due to lack of funds. They further advise us that the reasons for this demise is the fact that the request for supplemental appropriations that has been submitted through the department has not yet been approved.

This letter is to call your attention to the fact that the services provided by the Association for Retarded Citizens of Anchorage, Inc. will suffer drastically as a result. We depend heavily on OVR for our funding and we are requesting any assistance that you might offer; in terms of processing the supplemental appropriation request which I understand is before the Senate Finance Committee.

On behalf of ARCA and the clients we serve, our thanks for your considerations.

Sincerely,


Raymond L. Kent
Executive Director

RLK:bw

cc: Dale Reeves, DVR



Senator John L. Rader

POUCH V
JUNEAU, ALASKA 99801
OR
P. O. BOX 2086
ANCHORAGE, ALASKA 99510

March 11, 1977

Mr. Raymond L. Kent
Executive Director
Association for Retarded Citizens
of Anchorage, Inc.
2330 Nichols Street
Anchorage, Alaska 99504

Dear Mr. Kent:

Thank you for alerting me to the situation facing ARCA. Frankly, I was not aware of a supplemental request on behalf of the program from the Department.

I will certainly let Senator Sackett, Chairman of the Senate Finance Committee, know of your letter and my interest in your program.

Sincerely,

John L. Rader
John L. Rader, President
Alaska State Senate

JLR:jm

cc: Senator Sackett ✓

*Judy - teacher did call
you the sup. - how
long did the Dept & admin
take to get the material
to us? - rd
are we to
blame
I need to resp
to ARCA &
Rader
JR*

ARCA

ASSOCIATION FOR RETARDED CITIZENS OF ANCHORAGE, INC.

2330 NICHOLS STREET • ANCHORAGE, ALASKA 99504 • TELEPHONE (907) 276-4353

March 8, 1977

John L. Rader, President of the Senate
State of Alaska
Capitol, Room 104
Juneau, AK 99811

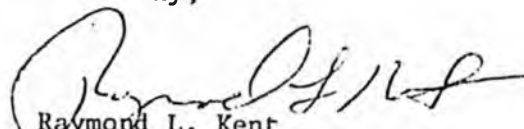
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This letter is to call your attention to the fact that the services provided by the Association for Retarded Citizens of Anchorage, Inc. will suffer drastically as a result. We depend heavily on OVR for our funding and we are requesting any assistance that you might offer; in terms of processing the supplemental appropriation request which I understand is before the Senate Finance Committee.

On behalf of ARCA and the clients we serve, our thanks for your considerations.

Sincerely,



Raymond L. Kent
Executive Director

RLK:bw

cc: Dale Reeves, DVR

OK

Raymond L Kent (attached)

ARCA

Dear Mr Kent;

Thank you for your letter concerning the supplemental appropriation for the Office of Vocational Rehabilitation. ~~That~~ Senate Bill 120 ~~includes~~ would appropriate \$150,000 for this program. The Senate Finance Committee held a preliminary hearing on Thursday, March 17, and plans to take action on this bill on Monday, March 21.

I appreciate your concern for this program and again thank you for writing.

Sincerely,

JS

cc: John Rader

John → this bill was assigned to ~~Francis~~ Feb 2 to Metand.

Introduced: 2/3/77
Referred: Finance

1 THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 120

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 Education; and providing for an effec-
8 tive date."

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

10 * Section 1. The sum of \$150,000 is appropriated from the general fund
11 to the Department of Education, Vocational Rehabilitation, for Fiscal Year
12 1977.

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

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28
29

Original 58 120

04-11-76

STATE OF ALASKA -- COMPONENT BUDGET SUMMARY

PAGE 55

CATEGORY: SOCIAL SERVICES
 AGENCY: EDUCATION

PROGRAM: VOCATIONAL REHABILITATION
 SUB-PROGRAM: SERVICES TO CLIENTS

03-05-01-02-00
 052208060200

EXPEND. AND FUNDCING RECORD	(01) FY74 ACT	(02) FY75 ACT	(03) FY76 ATH	(04) FY76 RP	(05) FY76 SUP	(06) MAINT.	(07) REQUEST	(08) GOVERNOR	(09) HOUSE	(10) SENATE	(11) F.C.C.	(12) SPC APPR	(13) FIS NO
01 PERS SERVICE													
02 TRAVEL													
03 CONTRACTUAL													
04 COMMODITIES													
05 EQUIPMENT													
06 LAND, BLDGS													
07 GRANTS, CLMS		1353.9	1387.7	49.4		1619.9	1619.9	1619.9	1469.9	1522.2	1469.9		
08 MISC													
** TOTAL EXP.		1353.9	1387.7	49.4		1619.9	1619.9	1619.9	1469.9	1522.2	1469.9		
09 I-A TRANSFER		.8											
10 FEDERAL RECP		1046.7	967.4	55.0		1024.3	1024.3	1024.3	1024.3	1024.3	1024.3		
11 GF MATCH		231.3	241.1			245.8	245.8	245.8	245.8	245.8	245.8		
12 GENERAL FUND		6.6	89.2	5.6		259.8	259.8	259.8	109.8	162.1	109.8		
13 PROGRAM RECP													
14 OTHER FUNDS		69.3	90.0			90.0	90.0	90.0	90.0	90.0	90.0		
15 FULL-TIME													
16 PART-TIME													
17 TEMPORARY													
18 MAN MONTHS													

NEW POSITION RECORD SEGMENTS

POSITION TITLE	LOCATION	TYP	PRI	NP	SG6	COST	OTH.COST	TOT.COST	FED.FUND	GEN.FUND	OTH.FUND	GV	HS	SN	FC	FN
----------------	----------	-----	-----	----	-----	------	----------	----------	----------	----------	----------	----	----	----	----	----

NO ENTRIES

NEW POSITION, REVISED PROGRAM, APPROPRIATION AND FISCAL NOTE FOOTNOTES

REVISED PROGRAMS: 76336 49.4 ;

COMMITTEE REPORT

HOUSE

3-25-77

4 4 77

Date

Mr. Speaker:

The Committee on FINANCE has had SB 120

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 ^{Finance} CS for SB 120 and that ^{Finance} CS for SB 120 do pass
- (and) recommends it be referred to the _____ committee
- reports it back without recommendation
- AND attaches a report of its intent
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

<u>Freeman</u>	<u>Murphy</u>	<u>Sumner</u>
<u>White</u>	<u>Winters</u>	<u>Conrad</u>
<u>Hansen</u>	<u>Buchheit</u>	
<u>J</u>		

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends: _____

_____ recommends: _____

_____ recommends: _____

Joe [Signature]
Chairman

Original sponsor: Rules Committee by
request of the Governor

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2

HOUSE CS FOR SENATE BILL NO. 120

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 Education; and providing for an effective

8

date."

9

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

10

* Section 1. The sum of \$150,000 is appropriated from the general fund

11

to the Department of Education, division of vocational rehabilitation, for

12

the fiscal year ending June 30, 1977.

13

* Sec. 2. The sum of \$12,000 is appropriated from the general fund to

14

the Department of Education for maintenance of translators in the Bethel area

15

for the fiscal year ending June 30, 1977, as follows:

16

(1) Scammon Bay \$ 1,500

17

(2) Lower Yukon Feeder Hill No. 351 3,000

18

(3) Tern Mountain, Kipnuk 1,500

19

(4) Cape Newenham 1,500

20

(5) Eimmonak 1,500

21

(6) Alakanuk 1,500

22

(7) Kotlik 1,500

23

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

24

070(c).

25

26

27

28

29

CORRECTION

THIS DOCUMENT
HAS BEEN REPHOTOGRAPHED
TO ASSURE LEGIBILITY

COMMITTEE REPORT

HOUSE

3-25-77

4 4 77

Date

Mr. Speaker:

The Committee on FINANCE has had SB 120

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 ^{Finance} CS for SB 120 and that

~~CS~~ CS for SB 120 do pass

(and) recommends it be referred to the _____ committee

reports it back without recommendation

AND attaches a report of its intent

(other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

<u>Keenan</u>	<u>Murphy</u>	<u>Shaw</u>
<u>Wade</u>	<u>Johnson</u>	<u>Coyle</u>
<u>Hansen</u>	<u>Buchheit</u>	
<u>7</u>		

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends: _____

_____ recommends: _____

_____ recommends: _____

John Coyle

Chairman

Original sponsor: Rules Committee by
request of the Governor

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2

HOUSE CS FOR SENATE BILL NO. 120

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 Education; and providing for an effective

8

date."

9

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

10

* Section 1. The sum of \$150,000 is appropriated from the general fund

11

to the Department of Education, division of vocational rehabilitation, for

12

the fiscal year ending June 30, 1977.

13

* Sec. 2. The sum of \$12,000 is appropriated from the general fund to

14

the Department of Education for maintenance of translators in the Bethel area

15

for the fiscal year ending June 30, 1977, as follows:

16

(1) Scaamun Bay \$ 1,500

17

(2) Lower Yukon Feeder Hill No. 351 3,000

18

(3) Tern Mountain, Kipnuk 1,500

19

(4) Cape Newenham 1,500

20

(5) Eamonak 1,500

21

(6) Alakanuk 1,500

22

(7) Kotlik 1,500

23

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

24

070(c).

25

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29

FORM 02-0018C
FOR BRIEF COMMUNICATIONS
MAY BE HANDWRITTEN

MEMORANDUM

TO: Leg. Affairs

State of Alaska

DEPT _____
DIV _____
SEC _____

DATE : 4-4-77

FROM: Rebecca Enger
House Finance

SUBJECT: HCS for SB 120

Please prepare HCS and return to
me in Room 411 tomorrow.

Thanks.

Introduced: 2/3/77
Referred: Finance

House Finance
BY THE ~~RULES~~ COMMITTEE BY
~~REQUEST OF THE GOVERNOR~~

1 THE SENATE

2 *HCS* SENATE BILL NO. 120

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 Education; and providing for an effective
8 date."

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

10 * Section 1. The sum of \$150,000 is appropriated from the general fund
11 to the Department of Education, Vocational Rehabilitation, for Fiscal Year
12 1977.

13 * Sec. ³~~2~~. This Act takes effect immediately in accordance with AS 01.-
14 10.070(c).

15 *Sec. 2 The sum of \$12,000 is appropriated*
16 *from the General Fund to the Dept. of*
17 *Education for maintenance of*
18 *translators in the Bethel area:*
19
20

Scammon Bay	\$ 1,500.00
Lower Yukon Feeder Hill No. 351	3,000.00
Tern Mountain, Kipnuk	1,500.00
Cape Newenham	1,500.00
Emmonak	1,500.00
Alukanuk	1,500.00
Kotlik	1,500.00
Total	<hr/> \$12,000.00

29

STATE
of ALASKA

MEMORANDUM

TO: Senator Pete Meland
Senate Finance Committee
10th Alaska State Legislature

DATE: March 17, 1977

FILE NO:

TELEPHONE NO:

FROM: Michael C. Morgan, Director
Division of Vocational Rehabilitation
Department of EducationSUBJECT: S.B. 120, Supplemental
Appropriation for Vocational
Rehabilitation

Dear Senator Meland;

I am hereby transmitting the additional information for backup data on S.B. 120, requested by Senate Finance this morning. I have responded to each of the items in the order of their appearance on page 1 of the explanation form contained in the supplemental request.

The last medical fee schedule negotiated with the Council of the Alaska State Medical Association increased the Division's medical per unit costs as follows (units of service are based on the 1969 California Relative Value Study):

Medical Procedures	\$.90	to	\$ 1.25	per unit, an increase of 39%
Surgical Procedures	36.00	to	50.00	per unit, an increase of 39%
Anesthetic Procedures	8.10	to	12.00	per unit, an increase of 48%
Radiology Procedures	3.60	to	4.50	per unit, an increase of 25%
Pathology Procedures	.45	to	.50	per unit, an increase of 11%

The Division of Vocational Rehabilitation has tried to absorb some of these large increases and in its budget preparation estimated an additional 25% to meet some of these costs. However, because of competing pressures, the Division was unable to succeed, and the estimate was at least 14% low in the categories used most by this Division.

In addition to the estimated 14%, as represented above, negotiations with the Council of the Alaska State Medical Association earlier this year, have convinced the Division that it must go to a "usual and customary" fee schedule for medical services (see Attachment #1 from Robert Whaley, M.D.). Although going to a usual and customary fee for medical services depends upon the geographical location, a minimum increase of 20% can be expected (see Attachment #2, table). Using only minimum figures then, the total known increase for physician's services would be at least 34%.

The inability of the Alaska Native Medical Center to provide us with basic medicals for Alaskan natives (see Attachment #3 from Robert Fortune, M.D.) adds the additional cost increase of purchasing these services. However, we are unable to predict or estimate this impact with any degree of accuracy.

Another component in the area of medical increases which is difficult to establish with any degree of precision is the impact of the final solution to the malpractice insurance issue. However, any additional incurred costs will be reflected in the increased rates of the future, and the Division uses many of the highest risk procedures, e.g., cardiovascular surgery, anesthesiology, etc.

Additionally, the rates for hospital care have increased significantly as follows (source: Providence Hospital):

	<u>1976</u>	<u>1977</u>	<u>% Increase</u>
4-Person Ward	\$130 per day	\$163 per day	35%
Semi-private	140 per day	160 per day	14%
Intensive Care Unit	180	345	92%

In reference to the increases in the rates for service at Alaska's two rehabilitation facilities, the fee was raised from \$22 per client day to \$25 at the ARCA Workshop in Anchorage, an increase of 13% (see Attachment #4). Hope Industries in Fairbanks raised their fees from \$25 per client day to \$31, an increase of 24%. An additional \$5 per client day is charged for those requiring transportation, making the increase in these situations 44% (see Attachment #5).

The Division attempted to document the increases for the transportation of clients, but was informed by the local travel agency that these costs vary significantly with each airline. They did say that increases have been occurring at a rate of 2% to 3% per month.

I hope these data will be useful in the committee's deliberations. If I can be of any further assistance, please call me at 586-6500.

Thank you.

MCM:sw

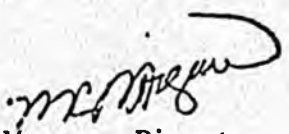
cc: Sue Green, Governor's Office
Mike Orelove, Division of Budget and Management

MEMORANDUM

SB 120

TO: Milt Barker, Legislative Budget Analyst
Legislative Budget & Audit

DATE : February 10, 1977


FROM: Michael C. Morgan, Director.
Division of Vocational Rehabilitation
Department of Education

SUBJECT: Senate Bill 120, D.V.R.
Supplemental Appropriation
\$150,000

The Legislature appropriated a total of \$1,469,900 in case service funds. Of that total, \$102,700 are 100% federal trust funds, and must be expended only on the rehabilitation of special Social Security Title II Disability Insurance Beneficiaries; \$125,000 in 100% federal funds that must be expended only on the rehabilitation of special Social Security Title XVI recipients; \$90,000 in Workman's Compensation that are limited to expenditure for the rehabilitation of Second Injury clients. This leaves a total of \$1,152,500 for the provision of case services to the agency's general clientele.

Of the \$1,152,500 appropriated for the provision of services to our general clientele, \$1,013,959.15 has been disbursed or committed to a client with an existing rehabilitation plan in progress. This leaves a balance for the year of \$139,693.35 in funds not so committed.

Of the \$139,693.35 not committed directly to a rehabilitation program at this point, \$17,526 are identified for the purchase of client evaluations from rehabilitation workshops, and \$39,273.72 are identified for the development of blind vending stands in state and federal buildings. This leaves a total uncommitted balance of \$82,893.53.

At the current rate of referrals to this Division, we are expecting an additional 900 referrals to this agency by the end of this fiscal year. With the cost of medical services continually increasing, we are estimating that we will require \$75,000 in order to provide just the basic diagnostic information necessary to make an eligibility determination on these referrals, leaving little or no balance for the implementation of any new rehabilitation plans, or any emergency physical restoration procedures on the clients now in service.

Our current monthly rate of expenditure and plan commitment is about \$45,519 per month, requiring an estimated \$227,595 for the remaining five months of this fiscal year. The \$150,000 requested in SB 120, plus the \$82,893 in uncommitted funds, would equal \$232,893 - a sufficient balance to maintain service.

Without the requested supplemental, this agency will very soon have to retard the implementation of new rehabilitation plans until next July 1st, and severely curtail its activities in the blind vending stand program.

I hope this information is helpful to the committee. If you require anything further, please call me at 586-6500.

MCM:sw

SB 120

ROBERT SWAIN
CHAIRMAN OF THE BOARD

RAYMOND L. KENT
EXECUTIVE DIRECTOR

ARCA

ASSOCIATION FOR RETARDED CITIZENS OF ANCHORAGE, INC.

2330 NICHOLS STREET • ANCHORAGE, ALASKA 99504 • TELEPHONE (907) 276-4353

March 8, 1977

John L. Rader, President of the Senate
State of Alaska
Capitol, Room 104
Juneau, AK 99811


Dear Senator Rader:

We were advised on March 7th by the Anchorage Office of Vocational Rehabilitation that they will no longer be able to place clients at our facility due to lack of funds. They further advise us that the reasons for this demise is the fact that the request for supplemental appropriations that has been submitted through the department has not yet been approved.

This letter is to call your attention to the fact that the services provided by the Association for Retarded Citizens of Anchorage, Inc. will suffer drastically as a result. We depend heavily on OVR for our funding and we are requesting any assistance that you might offer; in terms of processing the supplemental appropriation request which I understand is before the Senate Finance Committee.

On behalf of ARCA and the clients we serve, our thanks for your considerations.

Sincerely,


Raymond L. Kent
Executive Director

RLK:bw

cc: Dale Reeves, DVR

TO:

Ron Lind, Director
Division of Budget and Management
Office of the Governor

DATE December 8, 1976

FROM:

Michael Orlove
Michael Orlove, Budget Analyst
Division of Budget & Management
Office of the Governor

SUBJECT: FY 77 Supplemental, Department
of Education, Division of
Vocational Rehabilitation

The Department of Education, Division of Vocational Rehabilitation requests a FY 77 supplemental request in the amount of \$150,000 in State general funds to cover increased costs due to inflation.

The FY 77 Legislature reduced the Governor's requested budget level by \$150,000 with an intent statement that a supplemental should be submitted if actual costs exceed the appropriation.

Unlike formula grant programs (AFDC, Longevity Bonus, etc.) which cannot control the expenditure levels, this program can. However, without these additional funds, the program would be reduced below maintenance level and services would be reduced.

Backup information is attached.

MO/dtp

attachments

TO: Ron Lind, Director
Division of Budget & Management

Thru: Michael Orelove, Budget Analyst

DATE : November 12, 1976

FROM: Michael C. Morgan, Director
Division of Vocational Rehabilitation

SUBJECT: FY'77 Supplemental Budget
Request

Attached hereto is the FY'77 Supplemental Budget Request for the Division of Vocational Rehabilitation. This request is in the amount of \$150,000 as stipulated by the Governor's review committee, and is consistent with the Legislature's actions and intent of the last session. See attached.

Thank you very much for your assistance in this matter.

MCM:sw

Attachment: As stated

cc: Bill Thompson, Director, Management, Law & Finance, D.O.E. .

RECEIVED
NOV 12 1976
BUDGET & MANAGEMENT

STATE OF ALASKA
 Dept. of Administration
 Budget & Management Div.

REVISED PROGRAM SUMMARY
 by
 APPROPRIATION
 SUPPLEMENTAL REQUEST

For the Fiscal Year Ending June 30, 1977

AGENCY Education	CATEGORY PROGRAM	code 02	Social Services
DIVISION Vocational Rehabilitation	SUB-PROGRAM	22	General Social
	ELEMENT	06	Vocational Reha
	SUB-ELEMENT		

APPROPRIATION COMPONENTS	PRESENT AUTHORIZATION	REVISION INCREASE (DECREASE)	AMENDED AUTHORIZATION
-01 Counseling and Placement	1,491.8	-	1,491.8
-02 Services to Clients	1,469.9	150.0	1,619.9
-03 Administration	460.5	-	460.5
-04 Specialized Facilities	55.0	-	55.0
-06 Disability Determination	357.3	-	357.3
-07 Employ the Handicapped	20.5	-	20.5
TOTAL	3,855.0	150.0	4,005.0
SOURCE OF FUNDS			
FEDERAL RECEIPTS	2,632.3		2,632.3
REQUIRED GENERAL FUND MATCHING	617.0		617.0
OTHER GENERAL FUND	510.7	150.0	660.7
INTER-AGENCY TRANSFERS	90.0		90.0
OTHER	5.0		5.0
TOTAL	3,855.0		4,005.0
PERMANENT FULL-TIME POSITIONS	83	-	83
PERMANENT PART-TIME POSITIONS			
TEMPORARY (FULL-TIME EQUIVALENTS)	1	-	1
NUMBER OF MAN MONTHS	1,008		1,008

34

STATE OF ALASKA
 Dept: of Administration
 Budget & Management Div.

REVISED PROGRAM
 COST ANALYSIS SUMMARY
 by BUDGET COMPONENT

SUPPLEMENTAL REQUEST

AGENCY	Education	CATEGORY	02	Social Services
		PROGRAM	22	General Soc. Serv.
DIVISION	Vocational Rehabilitation	SUB-PROGRAM	06	Vocational Rehab.
		ELEMENT	02	Services to Client
		SUB-ELEMENT		

CODE	EXPENDITURE BY OBJECT	PRESENT AUTHORIZATION	REVISION INCREASE, (DECREASE)	AMENDED AUTHORIZATION
100	PERSONAL SERVICES			
200	TRAVEL			
300	CONTRACTUAL SERVICES			
400	COMMODITIES			
500	EQUIPMENT			
600	LANDS, BUILDINGS, NON-STRUCTURAL IMPROVEMENTS			
700	GRANTS, CLAIMS, SHARED REVENUE	1,469.9	150.0	1,619.9
800	MISCELLANEOUS			
	INTER-AGENCY TRANSFERS (INCLUDED ABOVE)			
	TOTAL	1,469.9	150.0	1,619.9
NEW CODE				
	FEDERAL RECEIPTS	1,024.3	-	1,024.3
	REQUIRED GENERAL FUND MATCHING	245.8	-	245.8
	OTHER GENERAL FUND	109.8	150.0	259.8
	INTER-AGENCY TRANSFERS	90.0	-	90.0
	OTHER:			
	TOTAL			
	PERMANENT FULL-TIME POSITIONS			
	PERMANENT PART-TIME POSITIONS			
	TEMPORARY (FULL-TIME EQUIVALENTS)			
	NUMBER OF MAN MONTHS			

(CURRENT FY)

	FY ____	FY ____	FY ____	FY ____	FY ____	FY ____
EXPENDITURES - TOTAL						
SOURCE OF FUNDS						
FEDERAL						
REQ. G.F. MATCH						
OTHER G. F.						
OTHER (SPECIFY)						

35



Explanation

Supplemental Budget Request for FY'77

In preparing the FY'77 budget request for the Division of Vocational Rehabilitation, the agency indicated that with the settlement of the medical malpractice insurance issue, the fees for medical services would increase from 25% to 35%. In preparing the budget, the low estimate of 25% increase was used for that proportion of case service funds which is used for medical services. In making the initial supplemental budget request, in July, 1976, the agency estimated that the increase of 25% would probably be very low, and that the increase would be closer to 40% by the fiscal years' end.

In addition, the agency's original budget request included a 10% standard allowed inflationary estimate for the balance of case service funds, which are used to provide diagnostic evaluation studies in facilities as well as other services.

The combination of these two components of case service funds averaged out to a requested increase of 17% over FY'76 funds.

The Legislature, in appropriating funds for FY'77, cut the agency's case service budget in the amount of \$150,000, granting an increase over FY'76 of only 6% to meet the anticipated increases which were based on these low estimates factored into the budget request.

Although we are not even halfway into the budget year, the following is known:

- Fees for physician's services will come closer to a 40% increase by the end of the fiscal year.
- The physicians in the small communities are ignoring any fee schedules negotiated by this agency with the Alaska Medical Association, thus forcing the agency to go to customary and usual payments for their services. This is also beginning to occur in the larger areas, thus driving the costs of medical services up by even more than inflationary increases.
- The U.S. Public Health Service has recently informed this Division that due to their own resource crunch, they will be unable to provide prompt and satisfactory basic medical examinations on native Alaskans who are clients of Vocational Rehabilitation (copy attached).
- Alaska's two rehabilitation facilities have increased their daily service fees. The ARCA Rehabilitation Workshop in Anchorage is increasing its fees 13%. HOPE Industries in Fairbanks is increasing their fees 24%.

BRU VOCATIONAL REHABILITATION BRU CODE 02-22-06-00-00 REVISED _____

Supple. EXPLANATION





Explanation

Although the Legislature allowed only a 6% increase to meet these inflationary pressures, they stipulated that it was their intent that the agency should file for a supplemental budget request if costs should exceed the appropriation.

The agency now has over 85% of its general program funds encumbered for the provision of client services. Since the Vocational Rehabilitation program is essentially a planning program, the agency must submit the request for a supplemental at this point, hopefully receiving the authority from the Legislature by the end of March, to expend the funds. If the agency has to discontinue the planning for client services for any length of time, the impact will be felt for 1 to 3 years afterward, depending upon the length of time of the interruption, and the degree of service reduction.

BRU VOCATIONAL REHABILITATION BRU CODE 02-22-02-00-00 REVISED _____

37

Supple. EXPLANATION



CATEGORY: SOCIAL SERVICES
AGENCY: EDUCATION

PROGRAM: VOCATIONAL REHABILITATION
SUB-PROGRAM: SERVICES TO CLIENTS

03-05-01-02-00
052208000200

*** F.C.C. ANALYSIS ***

OBJECT GROUP	\$ DIFF.	% DIFF.	DESCRIPTION OF DIFFERENCES: GOVERNOR - F.C.C.
GT GRANTS, CLHS	-150.0	-10.2	
TOTAL	-150.0	-10.2	

LEGISLATIVE INTENT:
A SUPPLEMENTAL SHOULD BE SUBMITTED IF ACTUAL COSTS EXCEED THE APPROPRIATION.

MEMORANDUM

State of Alaska

TO: MICHAEL C. MORGAN, DIRECTOR
CENTRAL OFFICE / JUNEAU

DATE: 10/20/76

FILE NO:

TELEPHONE NO:

FROM: DON HITCHCOCK, CHIEF OF
REHABILITATION SERVICES
ANCHORAGE BRANCH OFFICE

SUBJECT: ALASKA NATIVE MEDICAL CENTER

Enclosed is a letter from Dr. Robert Fortune which is self-explanatory and one that knocks holes in our first dollar concept. This staff has been advised to utilize the Alaska Native Medical Center as per the good doctor's request but I am sure you realize that it is going to cost us a good deal of money for diagnostics where we have been able to utilize this service in the past. Inasmuch as I am also discussing fees and doctors, I think the reality of going to usual customary with the physicians statewide is about upon us. I certainly think that this is a subject that we want to discuss at our administrative meeting November 1.

DH/rrr

RECD BY D.V.R.

OCT 25 1976

CENTRAL OFFICE



DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE
PUBLIC HEALTH SERVICE
HEALTH SERVICES AND MENTAL HEALTH ADMINISTRATION

October 12, 1976

Alaska Native Medical Center

ALASKA AREA NATIVE HEALTH SERVICE
BOX 7-741

ANCHORAGE, ALASKA 99510

REC'D DVR

OCT 14 1976

Anchorage, Alaska

Mr. Donald Hitchcock ✓
Director of Southcentral Region
Division of Vocational Rehabilitation
MacKay Building - 338 Denali Street
Anchorage, Alaska 99501

Dear Mr. Hitchcock:

As you are probably aware, the demands on our hospital clinics have been increasing at a significant rate each year for a long time. This year our problems have been aggravated by a vacancy among the five medical officer slots we normally have for the general clinic.

One of the outcomes has been increased waiting times for appointments for clinic services, particularly physical examinations. In discussing this matter with representatives of the Cook Inlet Native Association Social Services Program, it was suggested that, for the time being, many of the clients for vocational rehabilitation services might receive prompter and, therefore, more satisfactory service if they could obtain their medical examinations through contractual arrangements in the private sector.

We would foresee, however, that a few patients, especially those from the villages, might have a strong preference for obtaining their examinations with us; if such be the case, we would be happy to try to accommodate them as before.

Please be assured that we are eager to provide as comprehensive a health program as possible for the Alaska Native people. With our present constraints, however, we must set some limits in order to continue to offer emergency and routine medical care in our appropriate fashion.

Thank you for your consideration and support.

Sincerely

Robert Fortune, M.D.
Director

cc:
Ms. Margaret Farrant, CINA
Dr. Park
Mr. Reynolds

Original sponsor: Rules Committee by
request of the Governor

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2

HOUSE CS FOR SENATE BILL NO. 120

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 Education; and providing for an effective
8 date."

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

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* Section 1. The sum of \$150,000 is appropriated from the general fund
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* Sec. 2. The sum of \$12,000 is appropriated from the general fund to
14 the Department of Education for maintenance of translators in the Bethel area
15 for the fiscal year ending June 30, 1977, as follows:

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(1) Scammon Bay \$ 1,500

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(2) Lower Yukon Feeder Hill No. 351 3,000

18

(3) Tern Mountain, Kipnuk 1,500

19

(4) Cape Newenham 1,500

20

(5) Erimonak 1,500

21

(6) Alakanuk 1,500

22

(7) Kotlik 1,500

23

* Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
24 070(c).

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KUSKOKWIM COMMUNITY COLLEGE
University of Alaska

November 28, 1976

Request for One-Time-Only funds for maintenance of Translators installed in FY'77.

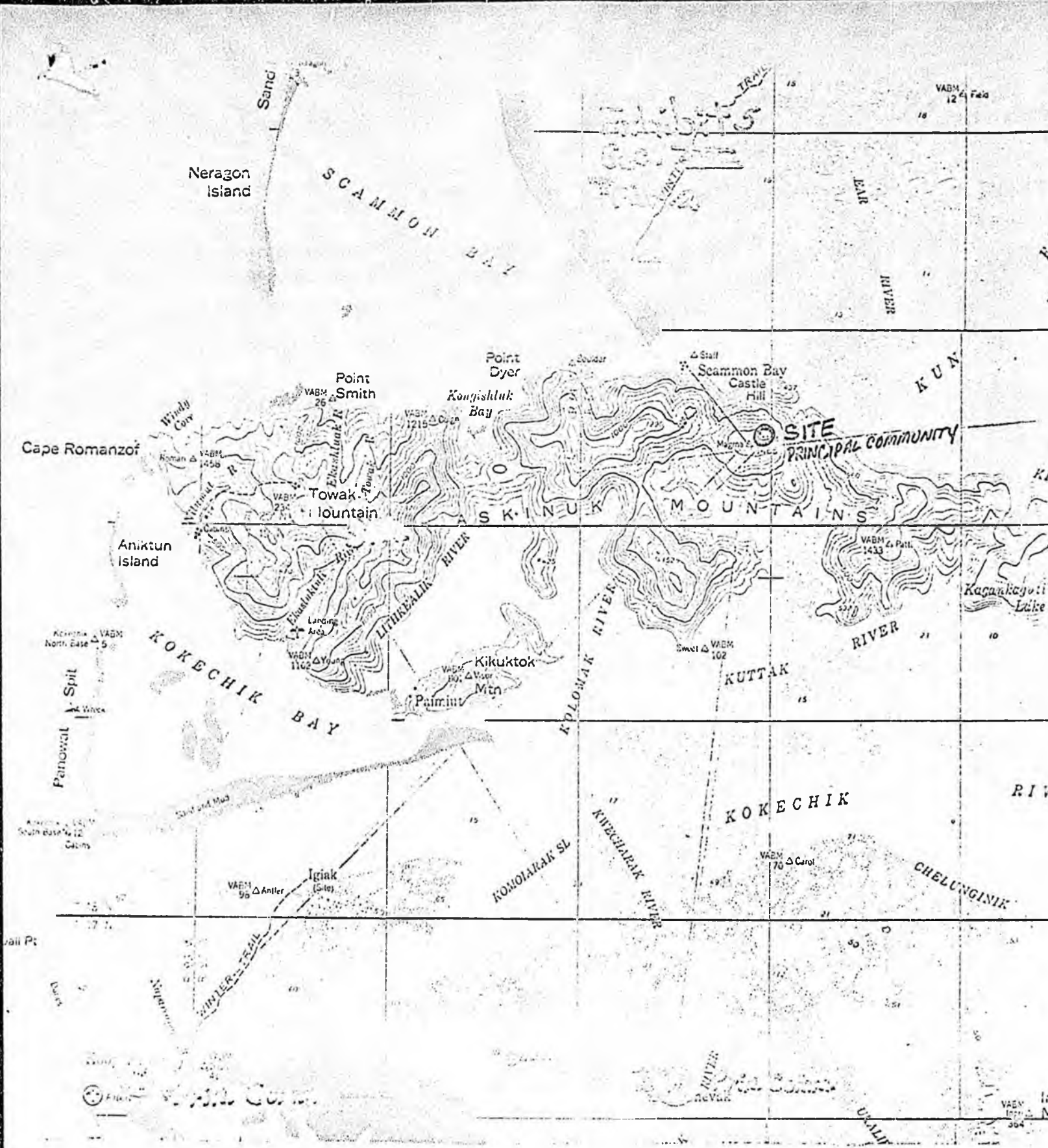
TRANSLATOR SITES:

	<u>AMOUNT</u>
Scammon Bay	\$ 1,500.00
Lower Yukon Feeder Hill No.351	3,000.00
Tern Mountain, Kipnuk	1,500.00
Cape Newenham	1,500.00
Emmonak	1,500.00
Alukanuk	1,500.00
Kotlik	1,500.00
Total	<u>\$12,000.00</u>

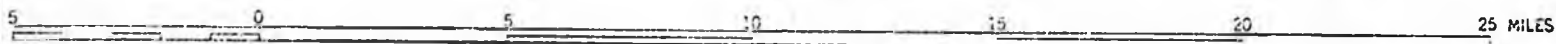
Maintenance includes; all labor and casual labor, replacement of minor parts (major replacement of parts or complete unit or towers is covered by an insurance policy held at Bethel Broadcasting, Inc.) transportation - air (fixed and helicopter) and ground and lodging. Maintenance is performed on a regularly scheduled basis and on an "as soon as possible" basis in the event of malfunction or emergency.

Funds to build the above listed translators were appropriated by the Legislature in FY'76 and FY'77, however no maintenance monies were included. Bethel Broadcasting, Inc. has been providing funds for the existing network of translators used by KCC for Instructional Television. Maintenance for these translators will be picked-up by Bethel Broadcasting, Inc. in FY'78.

ATTACHMENTS: Site location maps of each of the above listed Translators.

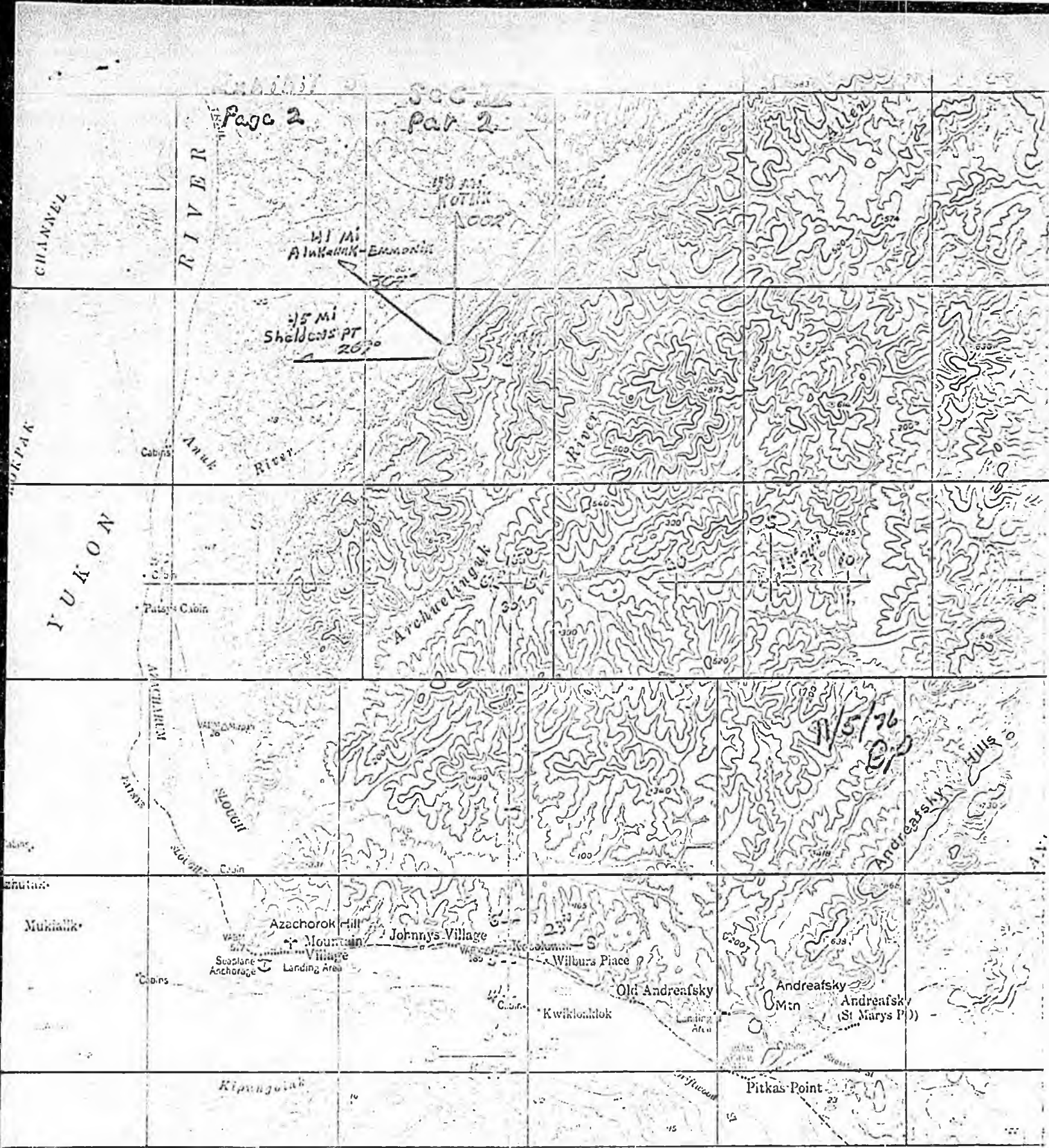


SCALE 1:250000



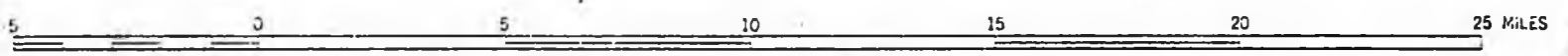
Page 2

Sec 2
Pat 2



R. 60 W. R. 79 W. R. 76 W. 30 R. 77 W. R. 76 W. 163°
 LOWER YUKON FEEDER HILL 351 R. 75 W.

SCALE 1:250000



CONTOUR INTERVAL 100 FEET
 (CONTOUR INTERVAL 30 METERS)

164°

163°

162°

161°

KUSKOKWIM
BAY

EXHIBIT 5
Section III
Par. 2

Principal Community

Cape Newenham

Cape Peirce

Shariat Island (112)

Calm Point

HAGEMIS ISLAND

KIPNUK ISLAND

Created Island (112)

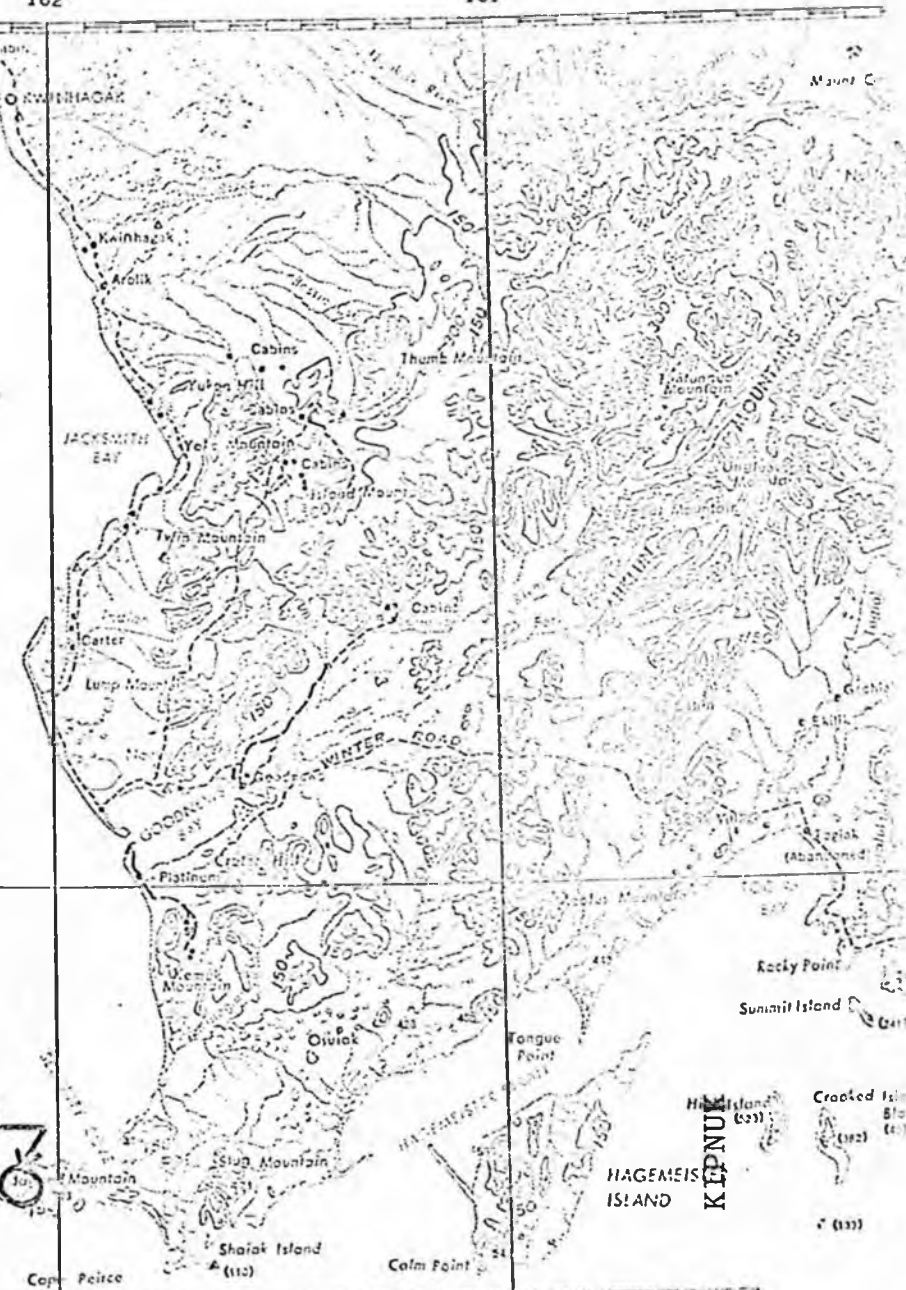
(113)

Scale 1:1,000,000

10 5 0 10 20 30 40 50 60 70 80 90 100 Statute Miles

DELETED

DK
5/14/75

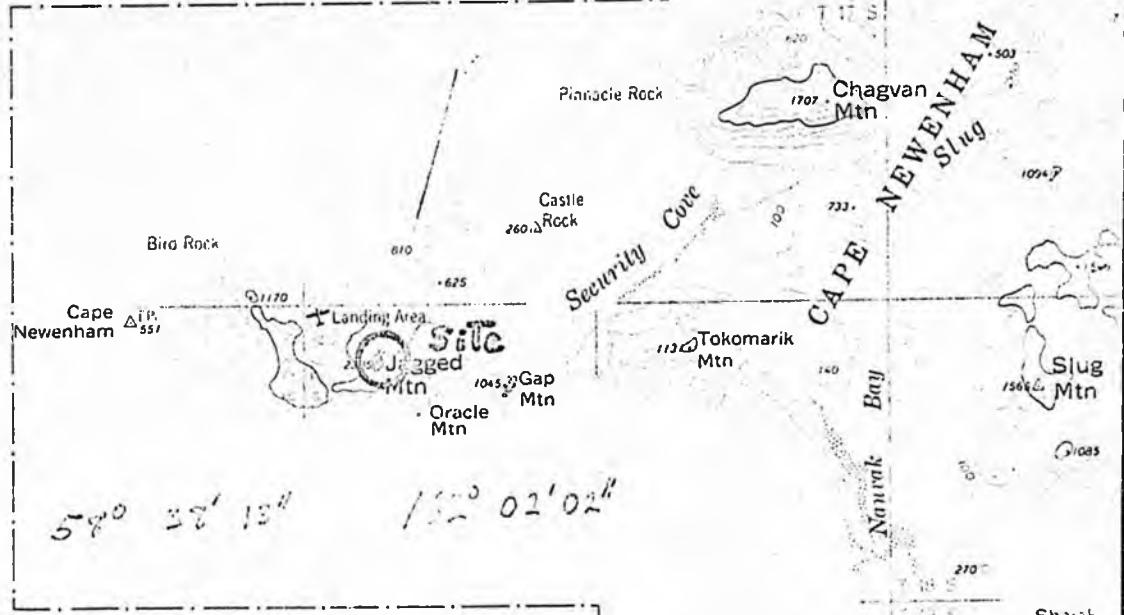


654000m

654000m.N.

30'

KUSKOKWIM BAY

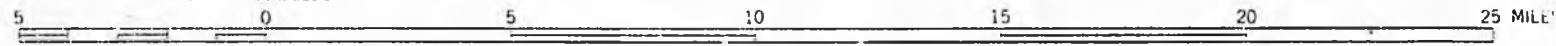


$57^{\circ} 38' 15''$ $152^{\circ} 02' 02''$

Handwritten notes:
 $152^{\circ} 02' 15''$
 $+ 143^{\circ} 22' 00''$

CAPE NEWENHAM

SCALE 1:250000



155°00'
63°00'

R. 82 W. 510000m.E.

R. 81 W.

30' R. 80 W.

800 000 FEET (ZONE B)

R. 79 W.

T. 34 N.
698 000m. N.

T. 33 N.

T. 32 N.

45' 3 200 000 FEET (ZONE B)

T. 30 N.

T. 29 N.

T. 28 N.

BERING

SEA

SOUND

NORTON

EMMONAK

Exhibit #5

See II

See I

See III

See IV

See V

See VI

See VII

See VIII

See IX

See X

See XI

See XII

See XIII

See XIV

See XV

See XVI

See XVII

See XVIII

See XIX

See XX

See XXI

See XXII

See XXIII

See XXIV

See XXV

See XXVI

See XXVII

See XXVIII

See XXIX

See XXX

See XXXI

See XXXII

See XXXIII

See XXXIV

See XXXV

See XXXVI

See XXXVII

See XXXVIII

VABM 6 Buluga

VABM 5 Channak

VABM 4 Emonak

VABM 7 Center

VABM 3 Anukpak

VABM 2 Alakanuk

VABM Trogshak

VABM 3.5 Sun

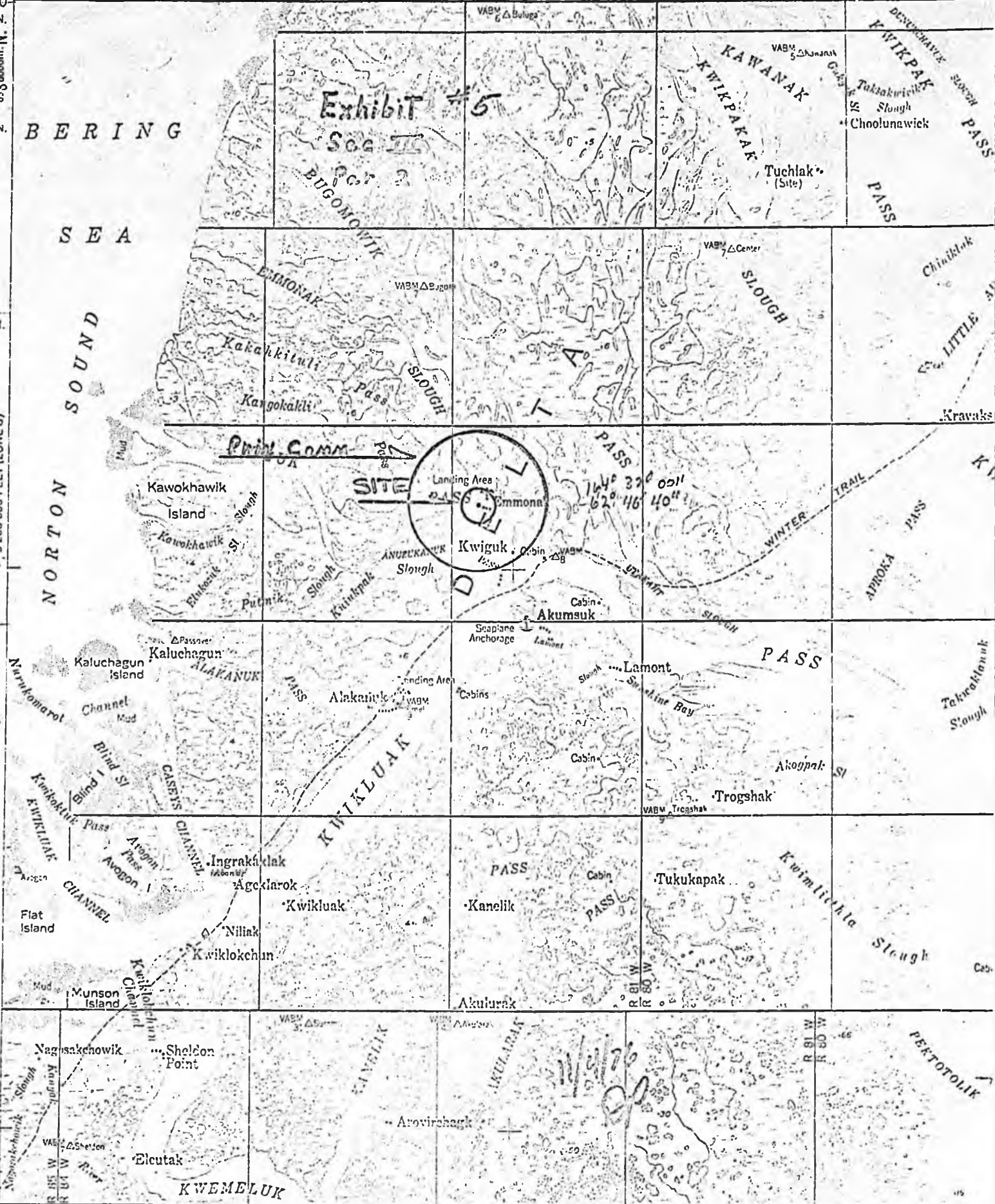
VABM 2.5 Svesen

VABM 1.5

Prin. Comm. SITE



164° 32' 05" 116
62° 46' 40" 116



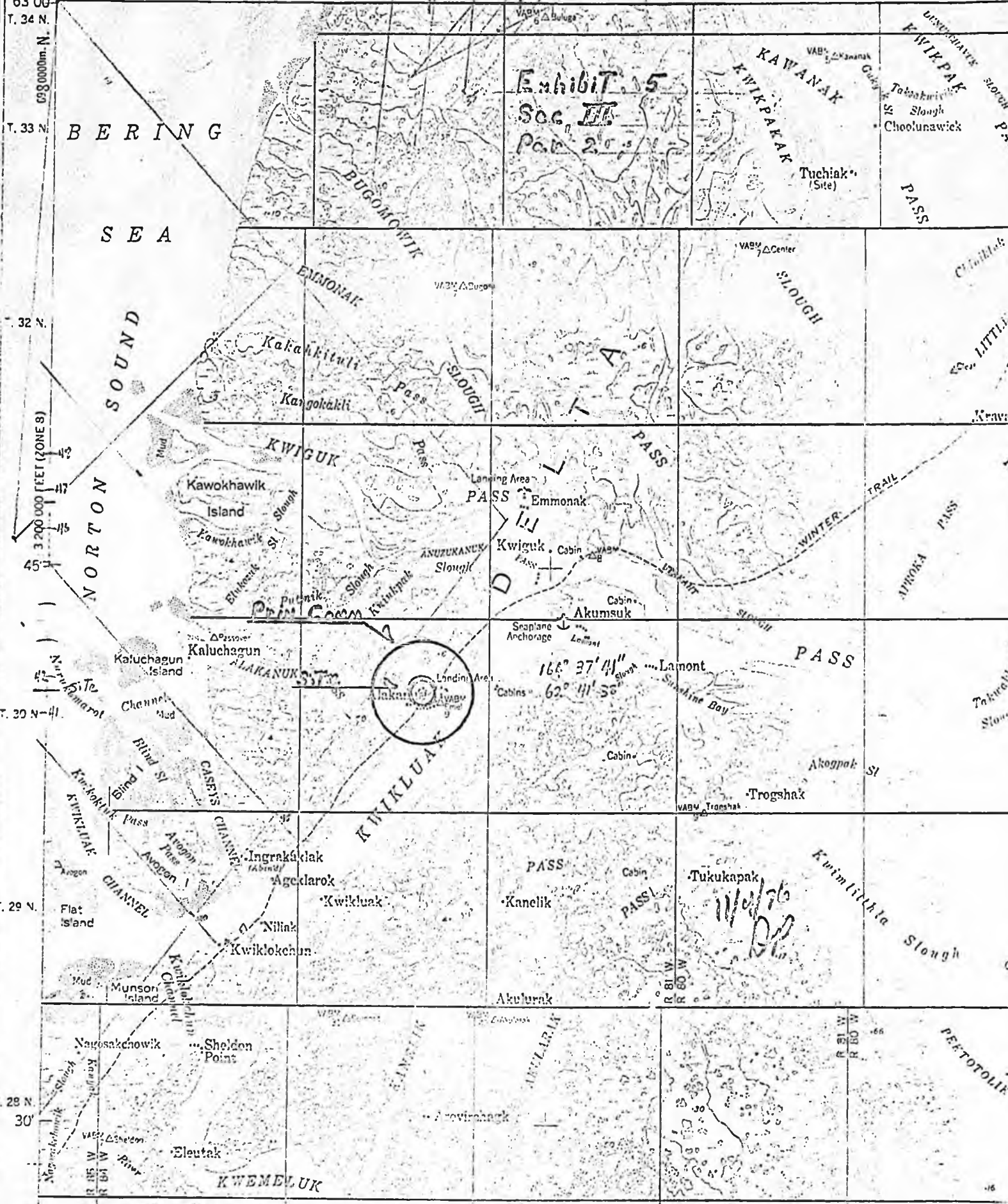


Exhibit 5
Soc III
Part 2

Alakanuk

ALUKANUK