

LEG. FINANCE - BILLS 1979 - 1980 1012

HB 2 cont., thru HB 15

1012

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CS FOR HOUSE BILL 2 (Judiciary)
 Title Relating to mentally ill persons; and providing for effective date.
 Requested by Judiciary Committee Date 3/15/79

II. FISCAL DETAIL

Agency Affected Health & Social Services
 Program Category Affected Mental Health
 BRU, Program, or Subprogram(s) Affected _____
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
100 PERSONAL SERVICES						
200 TRAVEL		19.1	2.8	3.1	3.4	3.7
300 CONTRACTUAL		100.0	100.0	50.0	130.0	70.0
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		737.6	444.6	569.8	718.3	788.4
TOTAL		1194.2 ^{856.6}	547.4	622.9	851.7	862.1

FUNDING (Thousands of Dollars)

GENERAL FUND	1194.2 ^{856.6}	547.4	622.9	851.7	862.1
FEDERAL FUNDS					
OTHER (Specify Fund Source)					

POSITIONS

FULL TIME					
PART TIME					
TEMPORARY					

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

SEE ATTACHED

IV. DATE 3/19/79

PREPARED BY Thomas R. Branton, Asst. Director
 AGENCY Health & Social Services, Div. of MH & DD
 PHONE 465-3370

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

FISCAL NOTE
CS FOR HOUSE BILL 2 (Judiciary)

III. ANALYSIS

The first fiscal impact is the requirement of Article 8, 47.30.700. In community programs where a single mental health professional is employed and service demands are already high, we project a need to add an additional mental health professional. This would be an immediate first-year need. Each staff and related salary costs is projected at 50.0:

$8 \times 50.0 = 400.0$ new community resources.

FY 81 following this will become a part of the regular program costs.

All in BRU Community Mental Health Grants, 03-36-03, Object Code 700.

The Department would project some increase in escort and transportation costs associated with the required periodic hearings in AS 12.45.090 and AS 12.45.110.

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Year 1 will require a full review of at least 10 patients currently in Atascadero. Each patient requires 2 trooper escorts, therefore, 4 round trips X 10 patients = 40 round trips @ \$400 = 16.0. 2 days per diem for 2 troopers for 30 trips = 60 days per diem @ \$50 = 3.0.

19,000

Year FY 81 thereafter we project 4 new cases per year.
5 round trips each = 2.0.
4 days per diem X 4 trips = 16 days @ \$50 = .8.

All in BRU Contract Forensic Service, 03-36-02, Object Code 200.

The cost of designating a facility is projected as the associated costs of one professional who must assume the designated title as the head of the designated facility. The projected schedule and cost is:

1980 - Fairbanks, Juneau @ 50. = 100.0
1981 - Ketchikan, Kodiak @ 50. = 100.0
1982 - Valdez @ 50. = 50.0
1983 - Kenai, Bethel @ 65. = 130.0
1984 - Nome @ 70. = 70.0

All in Contract Forensic Service, 03-36-02, Object Code 300.

We project an increase in State costs associated with patients in the new designated facilities. When no other party is found to pay these expenses, the emergency hospital fund of the Division of Mental Health and Developmental

ANALYSIS CONTINUED
PAGE TWO

Disabilities must make payment. Costs are estimated at bed years on a statewide basis (1 bed year is 365 X daily cost).

1980	5 bed years @ 185/day = 337.6
1981	6 bed years @ 203/day = 444.6
1982	7 bed years @ 223/day = 569.8
1983	8 bed years @ 246/day = 718.3
1984	8 bed years @ 270/day = 788.4

All in Regional Community Mental Health Services, 03-36-03, Object Code 700.

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSHB 2
 Title An Act relating to mentally ill persons - effective date
 Requested by HESS Date March 15, 1979

II. FISCAL DETAIL

Agency Affected Office of the Governor
 Program Category Affected Justice
 BRU, Program, or Subprogram(s) Affected Public Defense Agency
 (Note: If more than one budget component is affected, separate item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
100 PERSONAL SERV FS		65.8	67.0	70.4	73.9	77.6
200 TRAVEL		2.5	2.6	2.7	2.9	3.0
300 CONTRACTUAL		6.0	5.5	6.6	7.0	7.3
400 COMMODITIES		.7	.7	.8	.8	.9
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		74.5	76.6	80.5	84.6	88.8

FUNDING (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
GENERAL FUND		74.5	76.6	80.5	84.6	88.8
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
FULL TIME		2	2	2	2	2
PART TIME						
TEMPORARY						

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

This act provides for new hearing procedures for involuntary commitment for persons suffering from mental illness. Probable cause hearings, (with right of defense counsel) are to be held according to the following schedule:

1. 72 hours
2. 14 days
3. 90 days,
4. 120 days
5. every 120 day period thereafter.

An indigent respondent is entitled to be represented by the Public Defender Agency. In addition, the respondent is entitled to have his/her own medical professional testimony.

This new hearing schedule would require an additional attorney in Anchorage, plus a legal secretary. Six thousand dollars would be needed in contractual services to pay for expert testimony.

IV. DATE March 15, 1979 PREPARED BY Brian Shortell
 AGENCY Public Defender Agency
 Original: Legislative Finance PHONE 279-7541
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 2
 Title An Act Relating to Mentally Ill Persons
 Requested by House Judiciary Committee Date 2/79

II. FISCAL DETAIL

Agency Affected Alaska Court System
 Program Category Affected Administration of Justice
 Budget Request Unit(s) Affected Alaska Court System

EXPENDITURES (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
100 PERSONAL SERVICES		13.6	19.2	20.4	21.6	22.9
200 TRAVEL						
300 CONTRACTUAL		22.5	31.8	33.7	35.7	37.8
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		36.1	51.0	54.1	57.3	60.7

FUNDING (Thousands of Dollars)

GENERAL FUND		36.1	51.0	54.1	57.3	60.7
FEDERAL FUNDS						
OTHER (Specify)						

POSITIONS

FULL TIME						
PART TIME		.6	.6	.6	.6	.6
TEMPORARY						

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

The primary fiscal impact of HB 2 on the Alaska Court System will come in two areas: 1) increased number of hearings will require additional professional and clerical staff time; 2) the Court System must, when requested, appoint and pay for independent physicians to examine patients prior to the hearing held within 14 days of their commitment. This analysis looks at each cost area separately.

The Court System, in conjunction with the staff of API, has developed rough estimates of the number of hearings required under HB 2. These estimates are:

72 hour hearing - 200-250/year
 14 day hearing - 150/year
 90 day hearing 10-20/year

IV. DATE February 26, 1979 PREPARED BY Richard P. Barrier
 AGENCY Alaska Court System
 PHONE 264-0545
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

Fiscal Note: HB 2 (Cont'd)

At the present time, the court is conducting 50-100 hearings per year, which require an average of one afternoon per week for 2 hours. Hearings are conducted at API, and the Probate Master and In-Court Clerk for the Court System travel to API for the hearings. It is projected that the increase of approximately 300 hearings/year will add about 7 hours/week to the hearing schedule, or roughly 20 percent of a full-time work week. The Attorney General, API staff, and generally the Public Defender also must attend each of these hearings.

In addition to in-court time, the calendaring, noticing, and clerical follow-up of the additional hearings will require approximately 20 percent of a full-time clerical position.

The personnel cost associated with this bill is therefore:

Probate Master	(Range 24)	\$38,868	X	20%	=	7,774
In-Court Clerk	(Range 12)	16,296	X	20%	=	3,259
Court Clerk	(Range 10)	<u>14,328</u>	X	20%	=	<u>2,866</u>
						13,899
				Benefits at 30%		<u>4,169</u>
						\$18,068

The cost to the Court System for psychiatric examination by independent physicians is projected as follows:

150 evaluations at \$200 = \$30,000

The projected fiscal impact for FY 80 reflects 75 percent of a total year's cost, due to the October 1, 1979 effective date. The following years are projected at 6 percent inflation increases.



Alaska State Legislature

House of Representatives

Committee on Judiciary

Official Business

Fouch V
State Capitol
Juneau, Alaska 99811

March 17, 1979

Dr. Helen Beirne, Commissioner
Department of Health and Social Services
Pouch H-01
Juneau, Alaska 99811

Dear Commissioner:

The House Judiciary Committee has given careful consideration to your department's fiscal note for House Bill 2. Some changes have been made in the bill and a Committee letter of intent has been attached.

The Committee finds that the following portions of the fiscal note are no longer applicable:

Loss of Third Party Revenue (Bill has been changed to permit its collection.)

Criminally Insane (Department of Law has revised its opinion regarding the Alto decision, and the bill now includes a special section for the criminally insane.)

The Committee refused to accept Unrelated Fiscal Problems as part of the fiscal note. Since they are unrelated they should be dealt with in separate legislation.

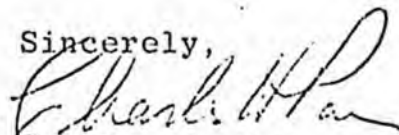
It is the Committee's view that the number of persons being committed for institutional care should not increase as a result of HB 2, and may well decrease. Nor is it anticipated that there will be an increase in the number of persons being given out-patient care as a result of HB 2. This part of the fiscal note (Additional Manpower for CMHC's and Discharge Costs) should be reconsidered.

Finally, the almost \$2.5 million shown in the fiscal note as Cost of Designating Facilities should be reviewed in light of the Committee letter of intent (enclosed).

The Committee requests a revised fiscal note in the usual form, showing costs for the various fiscal years.

CC: Budget & Management
Rep. Russ Meekins
Sen. John Sackett

Sincerely,


Charles H. Parr
Chairman



Official Business

Alaska State Legislature

House of Representatives

Committee on Judiciary

Pouch V
State Capitol
Juneau, Alaska 99811

March 17, 1979

The Honorable Terry Gardiner
Speaker of the House
Alaska State Legislature
Juneau, Alaska 99811

Dear Mr. Speaker:

In recommending passage of HB 2, it is the intent of the Judiciary Committee that:

1. No funds be diverted from existing community mental health centers to carry out this legislation.
2. Not all facilities be designated at once, rather that the designation program start with a few key facilities and expand as agreements can be negotiated and funds become available.
3. In designation of facilities consideration should be given to surplus capacity in existing hospitals and medical facilities.

Sincerely,

A handwritten signature in cursive script that reads "Charles H. Parr".

Charles H. Parr
Chairman

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSHB 2
 Title An Act relating to mentally ill persons - effective date
 Requested by HESS Date March 15, 1979

II. FISCAL DETAIL

Agency Affected Office of the Governor
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400 COMMODITIES		.7	.7	.8	.8	.9
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FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

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FULL TIME		2	2	2	2	2
PART TIME						
TEMPORARY						

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

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IV. DATE March 15, 1979 PREPARED BY Brian Shortell
 AGENCY Public Defender Agency
 PHONE 279-7541

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

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 2
 Title An Act Relating to Mentally Ill Persons
 Requested by House Judiciary Committee Date 2/22/79

II. FISCAL DETAIL

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POSITIONS

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PART TIME		.6	.6	.6	.6	.6
TEMPORARY						

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Original: Legislative Finance PHONE 264-0545
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RECORDS CERTIFICATION



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

James O. Smith
Signature of Camera Operator

3/8/90
Date

COMMITTEE REPORT HOUSE

FURTHER:

March 29, 1979

Date: 4/23/79

Mr. Speaker:

The Committee on FINANCE has had HB 11

"An Act creating a net income tax reduction for child adoption expenses; eff. date."

under consideration and (a majority of the committee) (the committee) reports it back with the following recommendations:

- do pass do not pass
- do pass with attached amendments(s)
- replace with CS for HB 11 same title
 new title
- and recommends that it do pass
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendation
- referred to the _____ Committee

**MEMBERS SIGNING
DO PASS**

Freeman

McKinister

Rogers

Joe Montgomery

**MEMBERS HAVING
OTHER RECOMMENDATIONS:**

Smith No Rec

J " "

Freeman
CHAIRMAN

Original sponsors: Phillips and Halford

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 11

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act creating a net income tax deduction for child
7 adoption expenses; and providing for an effective
8 date."

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

0 * Section 1. AS 43.20.031 is amended by adding a new subsection to read:

1 (h) A taxpayer is entitled to a deduction in computing the tax
2 under this chapter not to exceed \$3,000, for allowable expenses incurred
3 during the taxable year in adopting a child. The deduction is available
4 whether placement of the child is obtained through the Department of
5 Health and Social Services, through another agency providing adoption
6 services and licensed under AS 47.35, or through an independent source
7 including a person related by blood or by marriage to the taxpayer. The
8 department shall adopt regulations defining allowable expenses for
9 computation of the adoption expense deduction.

10 * Sec. 2. AS 43.20.031(h), enacted in sec. 1 of this Act, is applicable
11 to taxable years beginning after December 31, 1978.

12 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
13 070(c).

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THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 11
 Title An Act creating a net income tax deduction for child adoption expenses
 Requested by Health, Education & Social Services and Date February 1, 1979
Finance Committees

II. FISCAL DETAIL

Agency Affected _____ Revenue _____
 Program Category Affected _____ Fiscal Services _____
 BRU, Program, or Subprogram(s) Affected _____ Audit Division _____
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)
EXPENDITURES (Thousands of Dollars) None

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL						

FUNDING (Thousands of Dollars) None

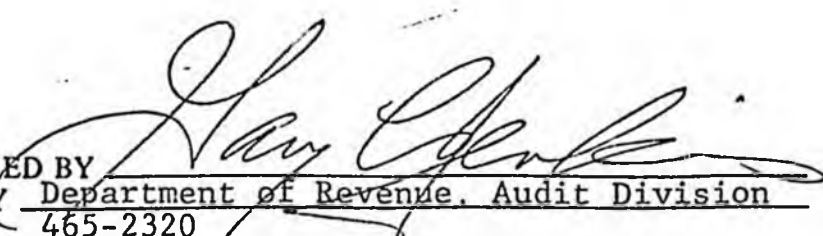
	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
FULL TIME						
PART TIME						
TEMPORARY						

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

See attached memo to R. D. Stevenson dated February 1, 1979

IV. DATE February 1, 1979 PREPARED BY 
 AGENCY Department of Revenue, Audit Division
 PHONE 465-2320
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

STATE
of ALASKA

MEMORANDUM

TO: R. D. Stevenson
Special Assistant
Department of Revenue

DATE: February 1, 1979

FILE NO:

TELEPHONE NO:

FROM: Gary L. Jenkins
Director
Audit Division

SUBJECT: House Bill No. 11

House Bill No. 11 would amend the State income tax statute by allowing taxpayers a deduction for the costs of child adoption. The amount of the deduction would be limited to \$3,000. The Department of Revenue supports this bill as providing a reasonable tax deduction which would help to defray the costs of adoption.

We estimate that the annual revenue effect would be approximately \$29,000. In estimating the costs of adoption which would be available for the tax deduction we have used information supplied by the Department of Health and Social Services. From that information it is estimated that the number of adoptions in the current year will be approximately 750. Of that total, approximately 70 percent are either step-parent adoptions or adoptions placed through the Department of Health and Social Services. For these adoptions the costs are relatively low and it is estimated that the average cost is about \$250 per adoption. The remainder of adoptions are made through private agencies and the costs could range from \$500 to \$4,000, depending upon the agency used.

There would not be any added fiscal impact on the department.

Introduced: 1/24/79
Referred: Health, Education &
Social Services and Finance

1 IN THE HOUSE

BY PHILLIPS AND HALFORD

2 HOUSE BILL NO. 11

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act creating a net income tax deduction for child
7 adoption expenses; and providing for an effective
8 date."

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

10 * Section 1. AS 43.20.031 is amended by adding a new subsection to read:

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13 during the taxable year in adopting a child whether placement is ob-
14 tained through the Department of Health and Social Services, another
15 agency providing adoption services licensed under AS 47.35, or an inde-
16 pendent source. The department shall adopt regulations defining the
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21 070(c).

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A M E N D M E N T

OFFERED IN THE HOUSE:

By: _____

To: _____ HOUSE BILL No. 11

SENATE BILL No. _____

PAGE: 1

LINE: 15

Pg. 1, Line 15:

Delete "or", add: after "independent source", "or relative
related by blood or marriage."

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 11

Title An Act creating a net income tax deduction for child adoption expenses

Requested by Health, Education & Social Services and Finance Committees Date February 1, 1979

II. FISCAL DETAIL

Agency Affected _____ Revenue _____

Program Category Affected _____ Fiscal Services _____

BRU, Program, or Subprogram(s) Affected _____ Audit Division _____

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700 GRANTS, CLAIMS, ETC.						
TOTAL						

FUNDING (Thousands of Dollars) None

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	None					
FULL TIME						
PART TIME						
TEMPORARY						

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

See attached memo to R. D. Stevenson dated February 1, 1979

IV. DATE February 1, 1979

PREPARED BY [Signature]
AGENCY Department of Revenue, Audit Division
PHONE 465-2320

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

STATE
of ALASKA


MEMORANDUM

TO: R. D. Stevenson
Special Assistant
Department of Revenue

DATE: February 1, 1979

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	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						

TOTAL

FUNDING (Thousands of Dollars) None

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

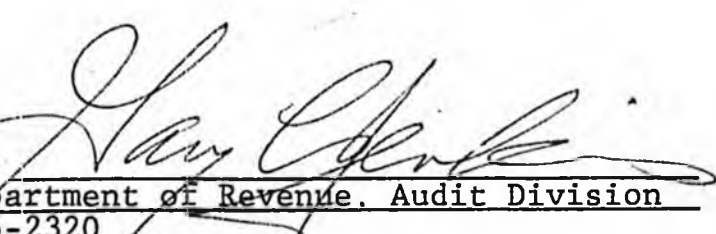
POSITIONS

None

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
FULL TIME						
PART TIME						
TEMPORARY						

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

See attached memo to R. D. Stevenson dated February 1, 1979

IV. DATE February 1, 1979 PREPARED BY 
 AGENCY Department of Revenue, Audit Division
 PHONE 465-2320
 Original: Legislative Finance
 cc: Budget and Management
Prime Sponsor (First Legislator Named)

STATE
of ALASKA

MEMORANDUM

TO: R. D. Stevenson
Special Assistant
Department of Revenue

DATE: February 1, 1979

FILE NO:

TELEPHONE NO:

FROM: Gary L. Jenkins
Director
Audit Division

SUBJECT: House Bill No. 11

House Bill No. 11 would amend the State income tax statute by allowing taxpayers a deduction for the costs of child adoption. The amount of the deduction would be limited to \$3,000. The Department of Revenue supports this bill as providing a reasonable tax deduction which would help to defray the costs of adoption.

We estimate that the annual revenue effect would be approximately \$29,000. In estimating the costs of adoption which would be available for the tax deduction we have used information supplied by the Department of Health and Social Services. From that information it is estimated that the number of adoptions in the current year will be approximately 750. Of that total, approximately 70 percent are either step-parent adoptions or adoptions placed through the Department of Health and Social Services. For these adoptions the costs are relatively low and it is estimated that the average cost is about \$250 per adoption. The remainder of adoptions are made through private agencies and the costs could range from \$500 to \$4,000, depending upon the agency used.

There would not be any added fiscal impact on the department.

Introduced: 1/24/79
Referred: Health, Education &
Social Services and Finance

1 IN THE HOUSE

BY PHILLIPS AND HALFORD

2 HOUSE BILL NO. 11

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act creating a net income tax deduction for child
7 adoption expenses; and providing for an effective
8 date."

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

10 * Section 1. AS 43.20.031 is amended by adding a new subsection to read:

11 (h) A taxpayer is entitled to a deduction in computing the tax
12 under this chapter not to exceed \$3,000, for allowable expenses incurred
13 during the taxable year in adopting a child whether placement is ob-
14 tained through the Department of Health and Social Services, another
15 agency providing adoption services licensed under AS 47.35, or an inde-
16 pendent source. The department shall adopt regulations defining the
17 allowable expenses for computation of the adoption expense deduction.

18 * Sec. 2. AS 43.20.031(h), enacted in sec. 1 of this Act, is applicable
19 to taxable years beginning after December 31, 1978.

20 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
21 070(c).

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A M E N D M E N T

OFFERED IN THE HOUSE:

By: _____

To: _____ HOUSE BILL No. 11

SENATE BILL No. _____

PAGE: 1

LINE: 15

Pg. 1, Line 15:

Delete "or", add: after "independent source", "or relative
related by blood or marriage."

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 11
 Title An Act creating a net income tax deduction for child adoption expenses
 Requested by Health, Education & Social Services and Finance Committees Date February 1, 1979

II. FISCAL DETAIL

Agency Affected Revenue
 Program Category Affected Fiscal Services
 BRU, Program, or Subprogram(s) Affected Audit Division

(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars) None

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						

TOTAL

FUNDING (Thousands of Dollars) None

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	None					
FULL TIME						
PART TIME						
TEMPORARY						

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

See attached memo to R. D. Stevenson dated February 1, 1979

IV. DATE February 1, 1979 PREPARED BY *Ray Clark*
 AGENCY Department of Revenue, Audit Division
 Original: Legislative Finance PHONE 465-2320
 cc: Budget and Management
Prime Sponsor (First Legislator Named)

STATE
of ALASKA

MEMORANDUM

TO: R. D. Stevenson
Special Assistant
Department of Revenue

DATE: February 1, 1979

FILE NO:

TELEPHONE NO:

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Director
Audit Division

SUBJECT: House Bill No. 11

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We estimate that the annual revenue effect would be approximately \$29,000. In estimating the costs of adoption which would be available for the tax deduction we have used information supplied by the Department of Health and Social Services. From that information it is estimated that the number of adoptions in the current year will be approximately 750. Of that total, approximately 70 percent are either step-parent adoptions or adoptions placed through the Department of Health and Social Services. For these adoptions the costs are relatively low and it is estimated that the average cost is about \$250 per adoption. The remainder of adoptions are made through private agencies and the costs could range from \$500 to \$4,000, depending upon the agency used.

There would not be any added fiscal impact on the department.



RECORDS CERTIFICATION



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

James O. Smith
Signature of Camera Operator

3/8/90
Date

Date passed to Senate 3/23 *House Rules 3/14*

Bill # CSHB12 (Fin)

SENATE FINANCE COMMITTEE
BILL CHECKLIST

- 1. Committee Copy-Current Bill ✓
- 2. History Cover Form ✓
- 3. Printed Copies:
 - Original Bill ✓
 - Committee Substitutes or Amendments ✓
- 4. SFC Committee Report Form ✓
- 5. Fiscal Information:
 - Note in File ✓
 - Note Requested Date
 - Other Financial Backup
(See Below)
- 6. Backup:
 - Handouts
 - Letter from Governor
 - Letter from Sponsor
 - Completed Committee Reports
 - Committee State Affairs ✓
 - Other

AMENDMENT

OFFERED IN THE ^{SENATE} ~~HOUSE~~

By: Finance committee

To: CS HOUSE BILL No. 12 (Finance)

SENATE BILL No. _____

PAGE: 4

LINE: 1

Change "eight" to "nine and one half"

Original sponsor: Rogers

Offered: 3/14/79
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 12 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to northern technology; and providing
7 for an effective date."

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

9 * Section 1. FINDINGS. The legislature finds that there is a need for
10 development of small-scale and low cost alternatives for Alaskans in regard
11 to building design, food production, recycling, transportation, energy
12 generation, waste disposal, and small-scale residential and industrial enter-
13 prise. Therefore, the legislature finds that the development and wider use
14 of low-cost and small-scale technologies appropriate to Alaska should be
15 encouraged.

16 * Sec. 2. AS 37.12.070 *ak Renewable Resource Corp. may* is amended by adding a new paragraph to read:

17 (16) provide funds to the Alaska Council on Science and
18 Technology, to be awarded and administered in the manner prescribed by
19 AS 44.19.181 - 44.19.189 when the funds are to be expended to accomplish
20 a corporate purpose under AS 37.12.015.

21 * Sec. 3. AS 44.19.182 is amended by adding a new subsection to read:

22 (d) The council may, as funds are appropriated, make grants of
23 financial assistance of up to ^{10-20?} \$5,000 to persons engaged in the develop-
24 ment or implementation of northern technology. An application for a
25 grant under this subsection shall be submitted to the council which
26 shall determine the manner in which applications are reviewed and
27 approved. The council may make grants in coordination with other
28 sources of funding. An applicant for funds for a demonstration project
29 shall include with his application a statement that the completed pro-

1 ject will be available for public inspection. Any patents or royalties
2 accruing from projects funded through grants made by the council shall
3 remain the property of the individual receiving the grant.

4 * Sec. 4. AS 44.19.188 is amended to read:

5 Sec. 44.19.188. DEFINITION. In AS 44.19.181 - 44.19.189,

6 (1) "council" means the Alaska Council on Science and Tech-
7 nology established in AS 44.19.181;

8 (2) "northern technology" means the application in Alaska of
9 methods of energy generation, waste disposal, recycling, food produc-
10 tion, transportation, building design, and industrial enterprise which
11 may be more efficient, and less costly and less energy-intensive than
12 those methods presently utilized and which are appropriate to the
13 Alaskan environment.

14 * Sec. 5. AS 45.88.010 is amended to read:

15 Sec. 45.88.010. FUND ESTABLISHED. There is established in the
16 Department of Commerce and Economic Development the alternative techno-
17 logy and power resource revolving loan fund to carry out the purposes of
18 this chapter. Loans made under this chapter may [ARE TO] be used to
19 develop means of energy production utilizing energy sources other than
20 fossil or nuclear fuel, including, but not limited to, windmills, water
21 and solar power devices. In addition, loans made under this chapter may
22 be used to develop and implement methods of energy production, waste
23 disposal, recycling, food production, transportation, building design,
24 and industrial enterprise which may be more efficient, less costly, and
25 less energy intensive than those methods presently utilized and which
26 are appropriate to the Alaska environment. The fund may be used for no
27 other purposes [PURPOSE].

28 * Sec. 6. AS 45.88.020 is amended to read:

29 Sec. 45.88.020. POWERS AND DUTIES OF THE DEPARTMENT IN ADMINIS-



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TERING THE FUND. (a) The department may, ~~after consultation with the Alaska Council on Science and Technology,~~

(1) make loans for the purchase, construction, and installation of alternative power resources and for the development and implementation of more efficient, less costly, less energy intensive, and more appropriate technologies;

(2) promulgate regulations necessary to carry out the provisions of this chapter.

(b) The department, in coordination with the Alaska Council on Science and Technology, shall develop eligibility standards for loans made under this chapter and adopt guidelines for the determination of loan terms.

* Sec. 7. AS 45.88.030 is amended to read:

Sec. 45.88.030. LOAN TERMS. (a) A loan for the development of an alternative power resource or for the development or implementation of a northern technology under this chapter may not exceed \$10,000.

25,000

(b) The duration for repayment of the loan may not exceed 20 years.

(c) Loans made under this chapter may be used to finance no more than ⁵⁰~~80~~ [30] per cent of the cost of purchase, construction, and installation of the alternative power resource or the development and implementation of methods of energy production, waste disposal, recycling, food production, transportation, building design, and industrial enterprise which may be more efficient, less costly, and less energy intensive than those methods presently utilized and which are appropriate to the Alaska environment.

(d) All principal and interest payments on loans made under this chapter shall be paid into the alternative technology and power resource revolving loan fund.

Br... will
ask for amend
K...
to
25,000

nine and 1/2

(e) The rate of interest may not exceed ~~eight~~ ^{nine and 1/2} per cent a year on the unpaid balance of the loan.

- * Sec. 8. This Act terminates June 30, 1984.
- * Sec. 9. This Act takes effect July 1, 1979.

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STATE OF ALASKA

OFFICE OF THE GOVERNOR

DIVISION OF POLICY DEVELOPMENT AND PLANNING

ALASKA COUNCIL ON SCIENCE AND TECHNOLOGY

JAY S. HAMMOND
GOVERNOR

POUCH AD-JUNEAU 99811
PHONE 465-3577

March 29, 1979

The Honorable Clem Tillion
President of the Senate
Alaska State Legislature
State Capitol
Pouch Y
Juneau, Alaska 99811

Dear Sir:

The Alaska Council on Science and Technology is aware of the passage of CSHB 12 (Finance) by the Alaska House of Representatives and the consideration of this legislation by the Senate. The purpose of this letter is to apprise the appropriate committees of the Senate of the views of the Council regarding this legislation.

The Council is currently engaged in organizing its resources to accomplish the mandates of its enabling legislation. The Council has neither sought nor rejected the additional responsibility set forth in CSHB 12 (Finance). If it is the wisdom of the legislature to enact CSHB 12, the Council notes that the provisions of CSHB 12 are consonant with the Council's missions and the Council would plan to carry out its duties with regard to the granting and loan provisions of CSHB 12 in the following manner:

1. The Council under the authority of Section 44.19.182 (b)(2) would establish unpaid review committees to evaluate the applications for financial assistance set forth in Section 2 of CSHB 12. These committees would be drawn from appropriate experts and other knowledgeable and interested persons whom the Council believes can effectively devote their time and enthusiasm to this effort. The committees would be convened according to application category, as required (i.e. building design, food production, energy generation, etc.).

Honorable Clem Tillion
March 29, 1979
Page 2

2. Committee review chairpersons would give recommendations to the full Council for grant approval. Approved grants would be executed by the Council Chairperson in accordance with the simplified grant form enclosed. This form we feel meets the simple awards procedures anticipated by the legislation. In this context however, it would be well, in the Council's opinion, for some legislative intent to be expressed relative to the potential high-risk of the awards contemplated by Sections 1 and 2 of CSHB 12.
3. With regard to the proposed duties of the Council as set forth in Section 5 of CSHB 12 please be advised that the Council foresees no difficulty in offering consultation and coordination with the Departments of Commerce and Economic Development and Administration in administering loans to carry out the purposes of the legislation. The Council, again however, would utilize the authority of AS 44.19.182 (b)(2) to establish advisory review procedures under the aegis of the Council. The Council members themselves would not perform these duties.

Should the committees assigned this legislation request our testimony we would be pleased to appear.

Sincerely,



Richard Holden
Interim Chairman
Alaska Council on Science
and Technology

Enclosures

cc: Governor Jay Hammond

DH:1jm

WHILE IN SESSION:
POUCH V
JUNEAU, ALASKA 99811
(907) 465-4925

HOME:
BOX K - COLLEGE
FAIRBANKS, ALASKA 99708
(907) 450-2037

BRIAN ROGERS
Alaska State Legislature

March 9, 1979

To: Chris Noah, Executive Director, Alaska Council on Science and Technology
From: Mark Wittow, A.A.
Re: Changes in HB 12 (an act relating to northern technology)

Attached is a new version of HB 12, which has come out as the Finance Committee Substitute. The old bill established an "office" of northern technology within DPDP, and funded a full-time position. The office was charged with disseminating information about northern technology, assisting state agencies and individuals, and making small grants. The majority of funding that the bill required went to administrative costs in one form or another.

A number of existing agencies are already doing work related to the purposes of the bill. The Division of Energy and Power Development, the Renewable Resources Corp. and an existing office of northern technology set up by the governor are involved in furthering various aspects of northern technology. The key purpose of HB 12 is the small grants program, and its encouragement and help for the backyard inventor. → In order to avoid unnecessary duplication, we decided to redesign the program, with the focus on the small grants program.

The Council on Science and Technology seemed an ideal group for reviewing the grant applications. The council's membership has contacts across a wide range of the Alaskan scientific and technical community. Applications could be sent to the people possessing expertise or interest in the proposed work. The broad range of the council's composition would aid the program.

→ The new bill adds the ability to make grants of up to \$5000. to the powers of the council. Procedures for reviewing grant applications will be determined by the council. They will not have to promulgate formal regulations. Sixteen thousand dollars will be budgeted for administrative costs (see attached fiscal note.) . Fifty thousand dollars will be budgeted for the grants. We are discussing the possibility of a block grant from the Renewable Resources corporation.

That's the essence of the northern technology bill's new form. I will be glad to talk with you or any of the members of the council about this.

Mark

Classification

of

proposals by Alaskans

for U.S.

Dept. of Energy

Appropriate Technology

Small Grants Program

CHARACTERISTICS OF THE 258 ALASKAN PROPOSALS

<u>PROJECT TYPE</u>	<u>%</u>	<u>NUMBER OF PROPOSALS</u>
Concept Development	17%	44 PROPOSALS
Technology Development	33%	86 "
Demonstration	50%	128 "
		<u>258</u>

<u>APPLICANT TYPE</u>	<u>%</u>	<u>NUMBER OF PROPOSALS</u>
Individual	54.5%	141 PROPOSALS
Small Businesses	27 %	70 "
Non-profit Organizations	9.5 %	25 "
State/Interstate Agencies	< 1 %	1 "
Local/Regional Agencies	4 %	11 "
Native Villages/Corporations, Indian Nations	4 %	10 "
		<u>258</u>

<u>TECHNOLOGY TYPE</u>	<u>%</u>	<u>NUMBER OF PROPOSALS</u>
Solar	15 %	38 PROPOSALS
Wind	13 %	33 "
Biomass/Wood Use	12 %	31 "
Geothermal	5 %	13 "
Hydro	5 %	13 "
Ocean/Waves/Tidal	1 %	2 "
Bldgs - Energy Conserv.	29 %	76 "
Energy Conserv - Appliances, Electric Engines, Etc.	3 %	8 "
Transportation En. Conserv.	6.5 %	17 "
Agricultural En. Conserv.	7 %	18 "
Recycling - Solid Waste Mgt.	3.5 %	9 "
		<u>258</u>

GRANT REQUEST AMOUNTS

Less than \$500	1%	3	PROPOSALS
\$500 - 2000	7%	17	"
\$2000 - 5000	10 12.5 %	25	"
\$5000 - 10,000	28%	73	"
\$10,000 - 15,000	11%	28	"
\$15,000 - 20,000	9%	23	"
\$20,000 - 30,000	10 12.5 %	25	"
\$30,000 - 40,000	5%	14	"
\$40,000 - 50,000	19%	50	"
		<hr/> 258	

AVERAGE GRANT REQUEST \approx \$18,430 -

$$(\$18,430)(259) = \$4,773,400 \text{ REQUESTED}$$

OR ABOUT \$5 MILLION FROM
ALASKAN CITIZENS.

CATEGORIZED
NOTE: THESE STATISTICS HAVE ~~BEEN~~ "COMBINED"
TYPES OF PROJECTS (E.G., A SOLAR GREENHOUSE -
METHANE DIGESTER, UNDERGROUND HOME W/SOLAR
WATER HEATING) (E.G., A COMBINED DEVELOPMENT -
DEMONSTRATION PROJECT) IN THE CATEGORY OF THEIR
PRIMARY, ^{OR} MOST INNOVATIVE, ^{OR} MOST UNUSUAL ATTRIBUTE.
THIS MAKES THESE STATISTICS REFLECT MY
SUBJECTIVE JUDGEMENTS OF WHAT THE ALASKAN PROPOSALS
CHARACTERIZE. FRANK BROWN.

4-10-79

DRAFT

Award of Grant
for
Northern Technology

The Alaska Council on Science and Technology hereby awards
to _____ a grant of
\$ _____ for the purposes of _____

in accordance with the following provisions:

- a) the expenditure of the granted funds shall be in accordance with the plan of operation, investigation, development or research submitted by the applicant, approved by the Council, made a part of this Award and attached hereto;
- b) that the expenditure of funds pursuant to this grant shall not deviate by more than 15% from the plan proposed in the applicant's plan and budget without the reapproval of the Council; and
- c) the grantee agrees to report the results of the expenditure of this grant within one year following the date of this grant and at any subsequent time of the completion of any project undertaken with these funds.

Granted this _____ day of _____ by:

Richard Holden
Interim Chairman
Alaska Council on Science
and Technology

SENATE AMENDMENT

By STATE AFFAIRS

To: _____ SENATE BILL No. _____

To: FINANCE _____ HOUSE BILL No. 12

PAGE: 3 LINE: 1 and 2 delete [After
consultation with the Alaska Council on Science and technology.]

Page: 3 Line: 29 Change 80 to 50.

COMMITTEE REPORT
SENATE

3/23/79

FURTHER:

Finance

Date: 4/18/79

Mr. President:

The Committee on STATE AFFAIRS has had CSHB 12(Fin)
relating to northern technology

under consideration and a majority of the committee (the committee)
reports it back with the following recommendations:

- do pass do not pass
- do pass with attached amendments(s)
- replace with CS for _____ same title
 new title
- and recommends _____

AND attaches a "Letter of Intent" New Fiscal Note

reports it back without recommendation

referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

PATRICK RODIEY
 Tom Kelly
 [Signature]
 [Signature]

[Signature]
 CHAIRMAN

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST
 Bill/Resolution No. HB 12
 Title An Act Relating to Northern Technology
 Requested by B. Rogers Date 2-8-79

II. FISCAL DETAIL
 Agency Affected Governor's Office, Policy Development and Planning
 Program Category Affected _____
 Budget Request Unit(s) Affected Policy Development and Planning

EXPENDITURES (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
100 PERSONAL SERVICES		39.4	41.7	44.2		
200 TRAVEL		2.7	2.8	3.0		
300 CONTRACTUAL		3.0	3.2	3.4		
400 COMMODITIES		.3	.3	.3		
500 EQUIPMENT		-	-	-		
600 LAND & STRUCTURES		-	-	-		
700 GRANTS, CLAIMS, ETC.		50.0	50.0	50.0		
TOTAL		95.4	98.0	100.9		

FUNDING (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
GENERAL FUND		95.4	98.0	100.9		
FEDERAL FUNDS						
OTHER (Specify)						

POSITIONS

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
FULL TIME		1	1	1		
PART TIME		1	1	1		
TEMPORARY						

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

See Attachment.

IV. DATE 2/8/79 PREPARED BY Rep. Brian Rogers
 AGENCY _____
 Original: Legislative Finance PHONE 465-4925
 cc: Budget and Management
 Issue Sponsor (First Legislator Named)

FY 00 Fiscal Note Analysis - HB 12

100 Personal Services

Grants Administrator	Range 17A	\$23,210
Clerk Typist III	8B	<u>6,530</u>
		29,740
	Benefits @ 26%	<u>9,630</u>
		\$39,370

200 Travel and Per Diem

8 2-day intrastate trips	@ \$285	\$ 2,280
1 2-day interstate trips	@ \$400	<u>400</u>
		\$ 2,680

300 Contractual

Communication - newsletter, postage, telephone; telecopier		\$ 1,000
Professional services - newsletter, informational brochures, audio-visual programs, research and other studies and investigations		<u>2,000</u>
		\$ 3,000

400 Commodities

Office supplies, subscriptions		\$ 300
--------------------------------	--	--------

700 Grants

As per Sec. 44.19.884(a)(2)		\$50,000
-----------------------------	--	----------

TOTAL		<u>\$95,350</u>
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Original sponsor: Rogers

Offered: 3/14/79
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 12 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to northern technology; and providing
7 for an effective date."

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11 to building design, food production, recycling, transportation, energy
12 generation, waste disposal, and small-scale residential and industrial enter-
13 prise. Therefore, the legislature finds that the development and wider use
14 of low-cost and small-scale technologies appropriate to Alaska should be
15 encouraged.

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24 ment or implementation of northern technology. An application for a
25 grant under this subsection shall be submitted to the council which
26 shall determine the manner in which applications are reviewed and
27 approved. The council may make grants in coordination with other
28 sources of funding. An applicant for funds for a demonstration project
29 shall include with his application a statement that the completed pro-

1 ject will be available for public inspection. Any patents or royalties
2 accruing from projects funded through grants made by the council shall
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7 nology established in AS 44.19.181;

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9 methods of energy generation, waste disposal, recycling, food produc-
10 tion, transportation, building design, and industrial enterprise which
11 may be more efficient, and less costly and less energy-intensive than
12 those methods presently utilized and which are appropriate to the
13 Alaskan environment.

14 * Sec. 5. AS 45.88.010 is amended to read:

15 Sec. 45.88.010. FUND ESTABLISHED. There is established in the
16 Department of Commerce and Economic Development the alternative techno-
17 logy and power resource revolving loan fund to carry out the purposes of
18 this chapter. Loans made under this chapter may [ARE TO] be used to
19 develop means of energy production utilizing energy sources other than
20 fossil or nuclear fuel, including, but not limited to, windmills, water
21 and solar power devices. In addition, loans made under this chapter may
22 be used to develop and implement methods of energy production, waste
23 disposal, recycling, food production, transportation, building design,
24 and industrial enterprise which may be more efficient, less costly, and
25 less energy intensive than those methods presently utilized and which
26 are appropriate to the Alaska environment. The fund may be used for no
27 other purposes [PURPOSE].

28 * Sec. 6. AS 45.88.020 is amended to read:

29 Sec. 45.88.020. POWERS AND DUTIES OF THE DEPARTMENT IN ADMINIS-

1 TERING THE FUND. (a) The department may, after consultation with the
2 Alaska Council on Science and Technology,

3 (1) make loans for the purchase, construction, and installa-
4 tion of alternative power resources and for the development and im-
5 plementation of more efficient, less costly, less energy intensive, and
6 more appropriate technologies;

7 (2) promulgate regulations necessary to carry out the pro-
8 visions of this chapter.

9 (b) The department, in coordination with the Alaska Council on
10 Science and Technology, shall develop eligibility standards for loans
11 made under this chapter and adopt guidelines for the determination of
12 loan terms.

13 * Sec. 7. AS 45.88.030 is amended to read:

14 Sec. 45.88.030. LOAN TERMS. (a) A loan for the development of an
15 alternative power resource or for the development or implementation
16 of a northern technology under this chapter may not exceed \$10,000.

17 (b) The duration for repayment of the loan may not exceed 20
18 years.

19 (c) Loans made under this chapter may be used to finance no more
20 than 80 [30] per cent of the cost of purchase, construction, and in-
21 stallation of the alternative power resource or the development and
22 implementation of methods of energy production, waste disposal, recycl-
23 ing, food production, transportation, building design, and industrial
24 enterprise which may be more efficient, less costly, and less energy
25 intensive than those methods presently utilized and which are appro-
26 prate to the Alaska environment.

27 (d) All principal and interest payments on loans made under this
28 chapter shall be paid into the alternative technology and power resource
29 revolving loan fund.

1 (e) The rate of interest may not exceed eight per cent a year on
2 the unpaid balance of the loan.

3 * Sec. 8. This Act terminates June 30, 1984.

4 * Sec. 9. This Act takes effect July 1, 1979.

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Original sponsor: Rogers

Offered: 2/12/79
Referred: Finance

1 IN THE HOUSE

BY THE STATE AFFAIRS COMMITTEE

2 CS FOR HOUSE BILL NO. 12

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to northern technology; and providing
for an effective date."

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

9 * Section 1. FINDINGS. The legislature finds that there is a need for
10 development of small-scale and low cost alternatives for Alaskans in regard
11 to building design, food production, recycling, transportation, energy genera-
12 tion, waste disposal, and small-scale residential and industrial enterprise.
13 Therefore, the legislature finds that the development and wider use of low-
14 cost and small-scale technologies appropriate to Alaska should be encouraged.

15 * Sec. 2. AS 44.19.881 is repealed and re-enacted to read:

16 Sec. 44.19.881. DEFINITIONS. In AS 44.19.870 - 44.19.884

17 (1) "division" means the division of policy development and
18 planning;

19 (2) "director" means the director of the division of policy
20 development and planning;

21 (3) "northern technology" means methods of energy generation,
22 waste disposal, recycling, food production, transportation, building
23 design, and industrial enterprise which are more efficient, and less
24 costly and less energy-intensive than those methods presently utilized
25 and which are appropriate to the Alaskan environment.

26 * Sec. 3. AS 44.19 is amended by adding new sections to read:

27 Sec. 44.19.882. OFFICE OF NORTHERN TECHNOLOGY. There is estab-
28 lished in the division of policy development and planning an office of
29 northern technology. The office shall be supervised by a coordinator

1 who must be familiar with northern technology.

2 Sec. 44.19.883. PURPOSE. The purpose of the office of northern
3 technology is to assist in the development and implementation of
4 northern technologies appropriate to Alaska through the dissemination of
5 information and the provision of financial and technical assistance to
6 Alaska residents and businesses located in Alaska.

7 Sec. 44.19.884. DUTIES OF OFFICE OF NORTHERN TECHNOLOGY. (a) The
8 office of northern technology shall

9 (1) gather and disseminate information concerning research
10 and development relating to northern technology;

11 (2) as funds are appropriated, make grants of financial
12 assistance of up to \$5,000 to persons engaged in the development or
13 implementation of northern technology;

14 (3) assist persons engaged in the development of northern
15 technology to obtain financial assistance from all available sources;
16 and

17 (4) assist and advise the governor, the legislature, and all
18 state agencies and political subdivisions of the state in developing and
19 implementing northern technologies;

20 (5) coordinate its activities with those of the Alaska
21 Council on Science and Technology.

22 (b) Applications for grants made under this section shall be
23 submitted to the office of northern technology. Applications for grants
24 under this section shall be processed by the office within 30 days of
25 receipt. The office may make grants in coordination with other funding
26 sources. An applicant for funds for a demonstration project shall
27 include with his application a statement that the completed project will
28 be available for public inspection.

29 (c) Any patents or royalties accruing from projects funded through

1 grants made by the office of northern technology shall remain the pro-
2 perty of the individual receiving the grant.

3 * Sec. 4. AS 45.88.010 is amended to read:

4 Sec. 45.88.010. FUND ESTABLISHED. There is established in the
5 Department of Commerce and Economic Development the alternative techno-
6 logy and power resource revolving loan fund to carry out the purposes of
7 this chapter. Loans made under this chapter may [ARE TO] be used to
8 develop means of energy production utilizing energy sources other than
9 fossil or nuclear fuel, including, but not limited to, windmills, water
10 and solar power devices. In addition, loans made under this chapter may
11 be used to develop and implement methods of energy production, waste
12 disposal, recycling, food production, transportation, building design,
13 and industrial enterprise which may be more efficient, less costly, and
14 less energy intensive than those methods presently utilized and which
15 are appropriate to the Alaska environment. The fund may be used for no
16 other purposes [PURPOSE].

17 * Sec. 5. AS 45.88.020 is amended to read:

18 Sec. 45.88.020. POWERS AND DUTIES OF THE DEPARTMENT IN ADMINIS-
19 TERING THE FUND. (a) The department may, after consultation with the
20 office of northern technology,

21 (1) make loans for the purchase, construction, and installa-
22 tion of alternative power resources and for the development and im-
23 plementation of more efficient, less costly, less energy intensive, and
24 more appropriate technologies;

25 (2) promulgate regulations necessary to carry out the pro-
26 visions of this chapter.

27 (b) The department, in coordination with the office of northern
28 technology, shall develop eligibility standards for loans made under
29 this chapter and adopt guidelines for the determination of loan terms.

1 * Sec. 6. AS 45.88.030 is amended to read:

2 Sec. 45.88.030. LOAN TERMS. (a) A loan for the development of an
3 alternative power resource or for the development or implementation
4 of a northern technology under this chapter may not exceed \$10,000.

5 (b) The duration for repayment of the loan may not exceed 20
6 years.

7 (c) Loans made under this chapter may be used to finance no more
8 than 80 [30] per cent of the cost of purchase, construction, and in-
9 stallation of the alternative power resource or the development and
10 implementation of methods of energy production, waste disposal, recycl-
11 ing, food production, transportation, building design, and industrial
12 enterprise which may be more efficient, less costly, and less energy
13 intensive than those methods presently utilized and which are appro-
14 priate to the Alaska environment.

15 (d) All principal and interest payments on loans made under this
16 chapter shall be paid into the alternative technology and power resource
17 revolving loan fund.

18 (e) The rate of interest may not exceed eight per cent a year on
19 the unpaid balance of the loan.

20 * Sec. 7. This Act terminates June 30, 1984.

21 * Sec. 8. This Act takes effect July 1, 1979.

Introduced: 1/24/79
Referred: State Affairs and
Finance

1 IN THE HOUSE

BY ROGERS

2 HOUSE BILL NO. 12

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to northern technology; and providing
7 for an effective date."

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

9 * Section 1. FINDINGS. The legislature finds that there is a need for
10 development of small-scale and low cost alternatives for Alaskans in the area
11 of building design, food production, recycling, transportation, energy
12 generation, waste disposal, and small-scale residential and industrial enter-
13 prise. Therefore, the legislature finds that the development and wider use
14 of low-cost and small-scale technologies appropriate to Alaska should be
15 encouraged.

16 * Sec. 2. AS 44.19 is amended by adding new sections to read:

17 Sec. 44.19.882. OFFICE OF NORTHERN TECHNOLOGY. There is estab-
18 lished in the division of policy development and planning an office of
19 northern technology. The office shall be supervised by a coordinator
20 who must be familiar with northern technology.

21 Sec. 44.19.883. PURPOSE. The purpose of the office of northern
22 technology is to assist in the development and use of low-cost and
23 small-scale technologies appropriate to Alaska through the dissemination
24 of information and the provision of financial and technical assistance
25 to individuals and businesses in Alaska.

26 Sec. 44.19.884. DUTIES OF OFFICE OF NORTHERN TECHNOLOGY. (a) The
27 office of northern technology shall

28 (1) gather and disseminate information relating to all re-
29 search and development undertaken in regard to northern technology;

1 (2) as funds are appropriated, make grants of financial
2 assistance of up to \$5,000 to persons engaged in the development of
3 northern technology;

4 (3) assist persons engaged in the development of northern
5 technology to obtain financial assistance from all available sources;
6 and

7 (4) assist and advise the governor, the legislature, and all
8 state departments and agencies in developing and implementing northern
9 technologies;

10 (b) Applications for grants made under this section shall be
11 submitted to the office of northern technology. The office shall adopt
12 regulations prescribing procedures for the review and approval of grant
13 applications. Applications for grants under this section shall be
14 processed by the office within 30 days of receipt. The office may make
15 grants in coordination with other funding sources. An applicant for
16 funds for a demonstration project shall include with his application a
17 statement that the completed project will be available for public in-
18 spection.

19 * Sec. 3. AS 45 is amended by adding a new chapter to read:

20 CHAPTER 89. NORTHERN TECHNOLOGY REVOLVING LOAN FUND

21 Sec. 45.89.010. FUND ESTABLISHED. There is established in the
22 Department of Commerce and Economic Development the northern technology
23 revolving loan fund to finance pilot projects in northern technology.
24 Loans made under this chapter are to be used to develop and implement
25 methods of energy generation, waste disposal, recycling, food produc-
26 tion, transportation, building design, and industrial enterprise which
27 are more efficient, and less costly and less energy-intensive than those
28 methods presently utilized and which are appropriate to the Alaska
29 environment.

1 Sec. 45.89.020. POWERS AND DUTIES OF THE DEPARTMENT IN ADMINIS-
2 TERING THE FUND. (a) The department may, after consultation with the
3 office of northern technology,

4 (1) make loans for the development and implementation of
5 appropriate technologies;

6 (2) adopt regulations necessary to carry out the provisions
7 of this chapter.

8 (b) The department, in coordination with the office of northern
9 technology, shall develop eligibility standards for loans made under
10 this chapter and adopt guidelines for the determination of loan terms.

11 Sec. 45.89.030. LOAN TERMS. (a) A loan for the development or
12 implementation of a northern technology under this chapter may not
13 exceed \$10,000.

14 (b) The duration for repayment of the loan may not exceed 20
15 years.

16 (c) Loans made under this chapter may be used to finance no more
17 than 80 per cent of the cost of development and implementation of a
18 northern technology.

19 (d) All principal and interest payments on loans made under this
20 chapter shall be paid into the northern technology revolving loan fund.

21 (e) The rate of interest may not exceed eight per cent a year on
22 the unpaid balance of the loan.

23 Sec. 45.89.040. SALE OR TRANSFER OF MORTGAGES AND NOTES. (a) The
24 commissioner may sell or transfer at par value or at a premium or dis-
25 count to any bank or other private purchaser for cash or other consid-
26 eration the mortgages and notes held by the department as security for
27 loans made under this chapter.

28 (b) The commissioner may sell or transfer at par value to the
29 Department of Revenue the mortgages and notes held by the Department of

1 Commerce and Economic Development as security for loans made under this
2 chapter. The Department of Revenue shall purchase all of these mort-
3 gages and notes offered, allowing the Department of Commerce and Econo-
4 mic Development a one-half of one per cent service fee.

5 Sec. 45.89.050. DEFINITIONS. In this chapter

6 (1) "commissioner" means the commissioner of commerce and
7 economic development;

8 (2) "department" means the Department of Commerce and
9 Economic Development.

10 * Sec. 4. AS 44.19.881 is repealed and re-enacted to read:

11 Sec. 44.19.881. DEFINITIONS. In AS 44.19.870 - 44.19.884

12 (1) "division" means the division of policy development and
13 planning;

14 (2) "director" means the director of the division of policy
15 development and planning;

16 (3) "northern technology" means the application in Alaska of
17 methods of energy generation, waste disposal, recycling, food produc-
18 tion, transportation, building design, and industrial enterprise which
19 are more efficient, and less costly and less energy-intensive than those
20 methods presently utilized.

21 * Sec. 5. This Act expires June 30, 1984.

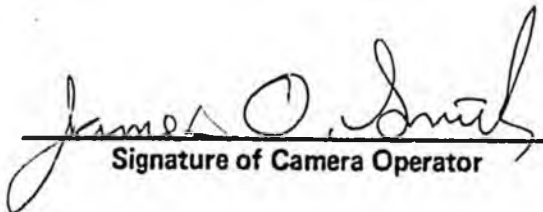
22 * Sec. 6. This Act takes effect July 1, 1979.

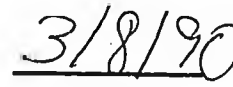


RECORDS CERTIFICATION



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

(11)

COMMITTEE REPORT

HOUSE

3/21/80

FURTHER:

Date: 4-17-80

Mr. Speaker:

The Committee on FINANCE has had HB 15

"An Act relating to the Alaska longevity bonus."

under consideration and (a majority of the committee) (the committee) reports it back with the following recommendations:

- do pass do not pass
- do pass with attached amendments(s)
- replace with CS for HB 15 same title
 new title
- and recommends it "do pass"
- AND attaches a "Letter of Intent" New Fiscal Note ^{4/17/80}
396.2
- reports it back without recommendation
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

Freeman

[Signature]

[Signature]

Smith

Rogers

MEMBERS HAVING
OTHER RECOMMENDATIONS:

Freeman
Vice CHAIRMAN

Original sponsor: Phillips

Offered: 3/21/80
Referred: Finance

1 IN THE HOUSE

BY THE HEALTH, EDUCATION AND
SOCIAL SERVICES COMMITTEE

2 CS FOR HOUSE BILL NO. 15

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the Alaska longevity bonus; and
7 providing for an effective date."

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

9 * Section 1. AS 47.45.010(a) is amended to read:

10 (a) A person who is 65 years of age or over, who was domiciled in
11 the territory on or before January 3, 1959 and who has maintained a
12 continuous domicile in the territory or state for 25 years or who has
13 intermittently maintained a domicile in the territory or state for a
14 cumulative total of 30 years, may apply to the commissioner of adminis-
15 tration for qualification to receive a monthly bonus of \$150.

16 * Sec. 2. AS 47.45.010 is amended by adding a new subsection to read:

17 (d) For the purposes of (a) of this section, a person is con-
18 sidered to have intermittently maintained a domicile in the territory or
19 state

20 (1) if he is physically present in the state when he applies
21 for the monthly bonus; and

22 (2) if each of the periods making up the 30 years of domicile
23 is 12 months or more in length.

24 * Sec. 3. AS 47.45.030 is amended to read:

25 Sec. 47.45.030. ABSENCE FROM THE STATE. A recipient shall notify
26 the commissioner of administration when he expects to be absent from the
27 state if the absence is for a continuous period that exceeds 30 days.
28 After that notification, the recipient shall no longer receive bonuses
29 from the Department of Administration after his last regularly approved

1 monthly application. Upon his return to the state he may again make
2 application for a bonus. [WHENEVER THE ABSENCE IS FOR A CONTINUOUS
3 PERIOD THAT EXCEEDS 180 DAYS THE RECIPIENT SHALL BE DISQUALIFIED FROM
4 RECEIVING BONUSES FOR THE NEXT 12 CALENDAR MONTHS AFTER HIS RETURN TO
5 THE STATE. HOWEVER, WHEN THE COMMISSIONER OF ADMINISTRATION DETERMINES
6 A PERIOD OF ABSENCE IS BEYOND THE CONTROL OF THE RECIPIENT, HE MAY NOT
7 BE DISQUALIFIED, IF HE STILL OTHERWISE QUALIFIES UPON HIS RETURN TO THE
8 STATE.] Continual absences from the state, even though reported, and
9 failure to notify the commissioner of an expected absence may be grounds
10 for disqualification.

11 * Sec. 4. AS 7.45.170 is amended to read:

12 Sec. 47.45.170. PURPOSE. The sole purpose of this chapter is to
13 offer and provide all law-abiding Alaskans capable of managing their own
14 affairs who have maintained a domicile in the state for at least 25
15 years continuously or intermittently for 30 years and have reached a
16 retirement age of 65, an incentive to continue uninterrupted residency
17 in the state. Under no circumstances shall this chapter be considered a
18 form, type, or manner, of public relief. Bonuses made under this chap-
19 ter are not predicated on need even though they may appear to provide
20 supplemental income to some qualified persons who would otherwise be
21 forced to become responsibilities of the state. The legislature further
22 finds and states that this legislation recognizes the economic hardships
23 suffered by many elderly Alaskans, Alaskans who through their tenacity
24 and perseverance molded Alaska as we know it through skillful applica-
25 tion of their talents. These pioneers are the same Alaskans, who in the
26 prime of their life were in effect treated as second-class citizens by
27 the federal government and who paid much of their hard-earned income to
28 a government in which they did not have the right to participate through
29 the power of the ballot. The legislature also is aware of the fact that

1 many of these pioneers have been forced to live out their retirement
2 years in areas far away from the land they loved and nurtured and there-
3 by also suffering, in many cases, the loss of familial relationship with
4 their own kin, an experience that is sad and frustrating to them as well
5 as depriving new generations of Alaskans of the benefits of their wisdom
6 and experience. This legislation hopefully will provide our pioneers
7 with the economic means to remain in and continue to serve their state
8 and to enjoy the opportunity of aiding the new Alaskan in making this
9 state truly "The Great Land."

10 * Sec. 5. This Act takes effect July 1, 1980.

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THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSHB 15
 Title An Act Relating to the Alaska Longevity Bonus
 Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Administration
 Program Category Affected Social Services
 BRU, Program, or Subprogram(s) Affected Longevity Bonus
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES		23.1	0	0	0	0
200 TRAVEL						
300 CONTRACTUAL		5.3	5.8	6.4	7.1	7.0
400 COMMODITIES		.5	.5	.6	.6	.6
500 EQUIPMENT		1.3	0	0	0	0
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		360.0	405.0	405.0	405.0	405.0
TOTAL		390.2	411.3	412.0	412.3	413.4

FUNDING (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND		390.2	411.3	412.0	412.3	413.4
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME						
PART TIME		1				
TEMPORARY						

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



Oral Freeman, Vice Chairman
 House Finance Committee
 April 17, 1980

IV. DATE _____ PREPARED BY _____

AGENCY _____

Original: Legislative Finance PHONE _____

cc: Budget and Management

Prime Sponsor (First Legislator Named)

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSHB 15
 Title An Act Relating to the Alaska Longevity Bonus
 Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Administration
 Program Category Affected Social Services
 BRU, Program, or Subprogram(s) Affected Longevity Bonus
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES		23.1	0	0	0	0
200 TRAVEL						
300 CONTRACTUAL		5.3	5.8	6.4	7.1	7.0
400 COMMODITIES		.5	.5	.6	.6	.6
500 EQUIPMENT		1.3	0	0	0	0
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		360.0	405.0	405.0	405.0	405.0
TOTAL		390.2	411.3	412.0	412.3	413.4


FUNDING (Thousands of Dollars)

GENERAL FUND		390.2	411.3	412.0	412.3	413.4
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME						
PART TIME		1				
TEMPORARY						

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



Oral Freeman, Vice Chairman
House Finance Committee
April 17, 1980

IV. DATE _____ PREPARED BY _____

AGENCY _____

Original: Legislative Finance PHONE _____

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

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST
 Bill/Resolution No. H.B.15
 Title An Act Relating to the Alaska Longevity Bonus.
 Requested by _____ Date _____

II. FISCAL DETAIL
 Agency Affected Administration
 Program Category Affected Social Services
 BRU, Program, or Subprogram(s) Affected Longevity Bonus
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)
EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES		23.1	25.4	28.0	30.8	33.8
200 TRAVEL						
300 CONTRACTUAL		5.3	5.8	6.4	7.1	7.8
400 COMMODITIES		.5	.5	.6	.6	.8
500 EQUIPMENT		1.3	-0-	-0-	-0-	-0-
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	0	360.0	405.0	405.0	405.0	405.0
TOTAL	0	390.2	436.7 411.3	440.0 412.0	443.5 412.3	447.2 413.4

FUNDING (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND	0	390.2	436.7 411.3	440.0 412.0	443.5 412.3	447.2 413.4
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME		1	1	1	1	1
PART TIME		1				
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)
 This bill would allow an unknown number of additional recipients to become eligible for the Alaska Longevity Bonus by including those who have a cumulative total of residency in Alaska of 30 years.

These persons must meet the following residency minimums to be eligible:

1. Intermittently maintained a domicile in the Territory or State of Alaska for a cumulative total of 30 years.
2. Must have been physically present in the State for 5 years immediately preceding date of application.
3. Periods of residency, for the cumulative total of 30 years, must have been for 12 months or more in length.

IV. DATE 02/26/80 PREPARED BY [Signature]
 AGENCY Administration
 PHONE 465-4401
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named) Representative Phillips

CATEGORY: SOCIAL SERVICES
PROGRAM: SOCIAL AND ECONOMIC ASSISTANCE FOR THE AGED

AGENCY: DEPARTMENT OF ADMINISTRATION
BRU (s): ALASKA LONGEVITY BONUS

The Alaska Longevity Bonus Program gives qualified applicants - those Alaskans 65 years of age or over who were domiciled in the territory on or before January 3, 1959 and who maintained a continuous domicile in the state or territory for 25 more years - a cash bonus of \$150 per month as long as they continue to reside in the State.

The principal objective of the program is to provide an incentive to qualified applicants (as described above) to return to Alaska (if now outside) or remain in Alaska after reaching age 65. Bonus payments made under this program are not predicated on need.

STATE OF ALASKA -- BUDGET UNIT SUMMARY

CATEGORY: SOCIAL SERVICES
 AGENCY: DEPARTMENT OF ADMINISTRATION

PROGRAM: LONGEVITY BONUS

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	GOVERNOR
	12667.6	12671.3	12358.7	13607.6			16426.9
XX TOTAL	12667.6	12671.3	12358.7	13607.6			16426.9
XX CHANGE VERSUS 80 AUTH							20.7%
OBJECT DESCRIPTION							
PERS. SERV.	109.6	94.2	94.2	113.0			138.3
TRAVEL	4.9	5.4	1.9	3.9			3.3
CONTRACTUAL	38.8	63.8	65.9	41.1			82.7
COMMODITIES	3.9	1.6	.5	.4			2.0
EQUIPMENT	.4	.4	.7	.5			.6
GRANTS, CLMS	12510.0	12505.9	12195.5	13447.8			16200.0
FUNDING SOURCE							
GENERAL FUND	12667.6	12671.3	12358.7	13607.6			16426.9
XX GENERAL FUND CHANGE VS. 80 AUTH							20.7%
POSITIONS							
FULL-TIME	5.0	5.0	5.0	5.0			6.0
STAFF MONTHS	60.0	60.0	60.0	60.0			72.0

Although the number of additional recipients under this bill is not known, a consensus of those connected with the program is that probably 200 would be added within a short period after the effective date, and that perhaps 25 would be added the second year as others who are eligible find out about the revised residency requirements.

This fiscal note assumes an effective date of July 1, 1980, and that the bonus payments would remain at the present rate of \$150 per month.

Due to the complexities of verifying intermittent segments of domicile in Alaska, an additional Benefits Assistant (Range 9) will be needed on the Lonevity Bonus staff. Inflation is computed at 10% per year on all costs for this position beyond FY81.

Additional Bonus Payments

<u>Year</u>	<u>Additional Recipients</u>		<u>Bonus Payments</u>		<u>Months</u>		<u>Total Increase</u>
FY 1981	200	x	\$ 150	x	12	=	\$360,000
FY 1982	225	x	150	x	12	=	405,000
FY 1983	225	x	150	x	12	=	405,000
FY 1984	225	x	150	x	12	=	405,000
FY 1985	225	x	150	x	12	=	405,000

1	POSITION TITLE Benefits Assistant			RANGE/STEP 9A	BARG. UNIT. G	LOCATION Juneau	GOV	APPROV	DJSAI
2	TYPE OF POSITION PFT	STAFF MONTHS 12	RP No.	PCN No.	PRIORITY 1	FORM 12	PAGE/LINE	LEO	

3	TYPE OF EXPENDITURE	AMOUNT
	1	2
4	PERSONAL SERVICES: SALARY	17,700
5	BENEFITS	2,682
6	FICA	1,177
7	HEALTH INS.	1,524
8	TOTAL PERSONAL SERVICES	23,083
9	TRAVEL	-0-
10	CONTRACTUAL	5,300
11	COMMODITIES	500
12	EQUIPMENT	1,300
13	OTHER	
14	TOTAL COST	30,183

JUSTIFICATION:
 This position will be needed to process applications from persons seeking to qualify under revised provisions of H.B.15. Due to the complexity of verifying intermittent periods of residency, approximately 37½ man-hours per week will be required. This extra work load cannot be absorbed by the existing staff.

	CODE	FUNDING SOURCE
15		FED RCPTS.
16		GF MATCH.
17		GEN. FUND
18		I-A RCPTS.
19		PGM RCPTS
20		OTHER

21	CONTINUATION	
22	ADDITION	X

FOR B&M USE ONLY

4A KEY NUMBER _____ COLUMN NO. _____

AGENCY Administration PROGRAM AREA Social & Economic Asst. for the Aged

BRU Longevity Bonus

13 REQUEST FOR NEW POSITION

COMPONENT _____

Page 1 of 1

REVISED DATE _____

FY 81

Original

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. H.B.15
Title An Act Relating to the Alaska Longevity Bonus.
Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Administration
Program Category Affected Social Services
BRU, Program, or Subprogram(s) Affected Longevity Bonus

(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES		23.1	25.4	28.0	30.8	33.8
200 TRAVEL						
300 CONTRACTUAL		5.3	5.8	6.4	7.1	7.8
400 COMMODITIES		.5	.5	.6	.6	.6
500 EQUIPMENT		1.3	-0-	-0-	-0-	-0-
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	0	360.0	405.0	405.0	405.0	405.0
TOTAL	0	390.2	436.7	440.0	443.5	447.2

FUNDING (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND	0	390.2	436.7	440.0	443.5	447.2
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME		1	1	1	1	1
PART TIME						
TEMPORARY						

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

This bill would allow an unknown number of additional recipients to become eligible for the Alaska Longevity Bonus by including those *who* have a cumulative total of residency in Alaska of 30 years.

These persons must meet the following residency minimums to be eligible:

1. Intermittently maintained a domicile in the Territory or State of Alaska for a cumulative total of 30 years.
2. Must have been physically present in the State for 5 years immediately preceding date of application.
3. Periods of residency, for the cumulative total of 30 years, must have been for 12 months or more in length.

IV. DATE 02/26/80 PREPARED BY George T. Michael Michael
AGENCY Administration
PHONE 465-4401

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

CATEGORY: SOCIAL SERVICES
PROGRAM: SOCIAL AND ECONOMIC ASSISTANCE FOR THE AGED

AGENCY: DEPARTMENT OF ADMINISTRATION
BRU (s): ALASKA LONGEVITY BONUS

The Alaska Longevity Bonus Program gives qualified applicants - those Alaskans 65 years of age or over who were domiciled in the territory on or before January 3, 1959 and who maintained a continuous domicile in the state or territory for 25 more years - a cash bonus of \$150 per month as long as they continue to reside in the State.

The principal objective of the program is to provide an incentive to qualified applicants (as described above) to return to Alaska (if now outside) or remain in Alaska after reaching age 65. Bonus payments made under this program are not predicated on need.

STATE OF ALASKA -- BUDGET UNIT SUMMARY

CATEGORY: SOCIAL SERVICES
 AGENCY: DEPARTMENT OF ADMINISTRATION

PROGRAM: LONGEVITY BONUS

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	GOVERNOR --
	12667.6	12671.3	12358.7	13607.6			16426.9
** TOTAL	12667.6	12671.3	12358.7	13607.6			16426.9
** CHANGE VERSUS 80 AUTH							20.7%
OBJECT DESCRIPTION							
PERS. SERV.	109.6	94.2	94.2	113.9			138.3
TRAVEL	4.9	5.4	1.9	3.9			3.3
CONTRACTUAL	38.8	63.8	65.9	41.1			82.7
COMMODITIES	3.9	1.6	.5	.4			2.0
EQUIPMENT	.4	.4	.7	.5			.6
GRANTS, CLMS	12510.0	12505.9	12195.5	13447.8			16200.0
FUNDING SOURCE							
GENERAL FUND	12667.6	12671.3	12358.7	13607.6			16426.9
** GENERAL FUND CHANGE VS. 80 AUTH							20.7%
POSITIONS							
FULL-TIME	5.0	5.0	5.0	5.0			6.0
STAFF MONTHS	60.0	60.0	60.0	60.0			72.0

Although the number of additional recipients under this bill is not known, a consensus of those connected with the program is that probably 200 would be added within a short period after the effective date, and that perhaps 25 would be added the second year as others who are eligible find out about the revised residency requirements.

This fiscal note assumes an effective date of July 1, 1980, and that the bonus payments would remain at the present rate of \$150 per month.

Due to the complexities of verifying intermittent segments of domicile in Alaska, an additional Benefits Assistant (Range 9) will be needed on the Lonevity Bonus staff. Inflation is computed at 10% per year on all costs for this position beyond FY81.

Additional Bonus Payments

<u>Year</u>	<u>Additional Recipients</u>		<u>Bonus Payments</u>		<u>Months</u>		<u>Total Increase</u>
FY 1981	200	x	\$ 150	x	12	=	\$360,000
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FY 1985	225	x	150	x	12	=	405,000

1	POSITION TITLE Benefits Assistant				RANGE/STEP 9A	BARG. UNIT. G	LOCATION Juneau	GOV	APPROV	DISAPP.						
2	TYPE OF POSITION PFT	STAFF MONTHS 12	RP No.	PCN No.	PRIORITY 1	FORM 12	PAGE/LINE	LEG								
3	TYPE OF EXPENDITURE			AMOUNT		JUSTIFICATION:										
	1	2	3													
4	PERSONAL SERVICES: SALARY		17,700		<p>This position will be needed to process applications from persons seeking to qualify under revised provisions of H.B.15. Due to the complexity of verifying intermittent periods of residency, approximately 37½ man-hours per week will be required. This extra work load cannot be absorbed by the existing staff.</p>											
5	BENEFITS		2,682													
6	FICA		1,177													
7	HEALTH INS.		1,524													
8	TOTAL PERSONAL SERVICES		23,083													
9	TRAVEL		-0-													
10	CONTRACTUAL		5,300													
11	COMMODITIES		500													
12	EQUIPMENT		1,300													
13	OTHER															
14	TOTAL COST		30,183													
15	CODE	FUNDING SOURCE														
16		FED RCPTS.														
17		GF MATCH.														
18		GEN. FUND		30,183												
19		I-A RCPTS.														
20		PGM RCPTS														
21		OTHER														
22	CONTINUATION		FOR B&M USE ONLY													
22	ADDITION	X														

4A KEY NUMBER _____

COLUMN NO. _____

AGENCY Administration PROGRAM AREA Social & Economic Asst. for the Aged

BRU Longevity Bonus

FY 81

13 REQUEST FOR NEW POSITION

COMPONENT _____

Page 1 of 1

REVISED DATE _____

original

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST
Bill/Resolution No. H.B.15
Title An Act Relating to the Alaska Longevity Bonus.
Requested by _____ Date _____

II. FISCAL DETAIL
Agency Affected Administration
Program Category Affected Social Services
BRU, Program, or Subprogram(s) Affected Longevity Bonus
(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)
EXPENDITURES (Thousands of Dollars)

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600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	0	360.0	405.0	405.0	405.0	405.0
TOTAL	0	390.2	436.7	440.0	443.5	447.2

FUNDING (Thousands of Dollars)

GENERAL FUND	0	390.2	436.7	440.0	443.5	447.2
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME		1	1	1	1	1
PART TIME						
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)
This bill would allow an unknown number of additional recipients to become eligible for the Alaska Longevity Bonus by including those *who* have a cumulative total of residency in Alaska of 30 years.

These persons must meet the following residency minimums to be eligible:

1. Intermittently maintained a domicile in the Territory or State of Alaska for a cumulative total of 30 years.
2. Must have been physically present in the State for 5 years immediately preceding date of application.
3. Periods of residency, for the cumulative total of 30 years, must have been for 12 months or more in length.

IV. DATE 02/26/80 PREPARED BY George J. Michael
AGENCY Administration
PHONE 465-4401

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

[Handwritten signature]
9C

Although the number of additional recipients under this bill is not known, a consensus of those connected with the program is that probably 200 would be added within a short period after the effective date, and that perhaps 25 would be added the second year as others who are eligible find out about the revised residency requirements.

This fiscal note assumes an effective date of July 1, 1980, and that the bonus payments would remain at the present rate of \$150 per month.

Due to the complexities of verifying intermittent segments of domicile in Alaska, an additional Benefits Assistant (Range 9) will be needed on the Lonevity Bonus staff. Inflation is computed at 10% per year on all costs for this position beyond FY81.

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2	TYPE OF POSITION PFT	STAFF MONTHS 12	RP No.	PCN No.	PRIORITY 1	FORM 12	PAGE/LINE	LEG	
3	TYPE OF EXPENDITURE			AMOUNT					
	1	2	3						
4	PERSONAL SERVICES:								
	SALARY		17,700						
5	BENEFITS		2,682						
6	FICA		1,177						
7	HEALTH INS.		1,524						
8	TOTAL PERSONAL SERVICES		23,083						
9	TRAVEL		-0-						
10	CONTRACTUAL		5,300						
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14	TOTAL COST		30,183						
JUSTIFICATION:									
This position will be needed to process applications from persons seeking to qualify under revised provisions of H.B.15. Due to the complexity of verifying intermittent periods of residency, approximately 37½ man-hours per week will be required. This extra work load cannot be absorbed by the existing staff.									
	CODE	FUNDING SOURCE							
15		FED RCPTS.							
16		GF MATCH.							
17		GEN. FUND			30,183				
18		I-A RCPTS.							
19		PGM RCPTS							
20		OTHER							
21	CONTINUATION				FOR B&M USE ONLY				
22	ADDITION	X							
4A KEY NUMBER _____ COLUMN NO. _____									

AGENCY Administration PROGRAM AREA Social & Economic Asst. for the Aged

BRU Longevity Bonus

FY 81

13 REQUEST FOR NEW
POSITION

COMPONENT _____

Page 1 of 1

REVISED
DATE _____

STATE OF ALASKA

JAY S. HAMMOND, GOVERNOR

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

POUCH C - JUNEAU 99811

465-2200

March 17, 1980

Honorable Thelma Buchholdt
Alaska State Legislature
Pouch V
Juneau, Alaska 99811

Dear Representative Buchholdt:

Re: House Bill 15 to Amend the Longevity
Bonus Program

House Bill 15 would amend the eligibility requirements for the Longevity Bonus to include persons who, in addition to meeting the necessary minimum age of 65 and domicile in Alaska on or before January 3, 1959, have been domiciled in Alaska intermittently for a cumulative total of thirty years. The bill would also require that persons who qualify for the Bonus with intermittent domicile must be physically present in the state for five years immediately preceding application and that the periods of residency comprising the cumulative total of thirty years be for twelve months or more in duration.

There is no accurate data base on which to estimate the number of persons who would be affected by this bill. It is assumed, however, that appropriately 200 recipients would be added to the Program within a short period of time after the effective date and twenty-five persons added the second year. The fiscal note which applies to this bill assumes the present benefit payment of \$150.00 per month and an effective date of July 1, 1980. Based upon these assumptions, the note provides for a total increase in benefits of \$360,000 the first year and \$25,000 thereafter. It also provides for an increase in personal services to accommodate the added workload in the Longevity Bonus office.

Although this legislation will enable a greater number of persons to receive the Bonus, the burden of verifying segments of domicile for twelve months or more in duration could be difficult for the applicants. Throughout the years, men and women have been drawn to Alaska for periods of short duration to avail themselves of employment or were assigned to tours of duty for military or government service. They rarely established permanent domicile or considered Alaska to be their home, but moved in and out of Alaska during the course of employment or the assigned period. Seldom did those people involve themselves in the development of Alaska, but remained here to satisfy their monetary goals and then left to continue domicile elsewhere, many of them intending to never return.

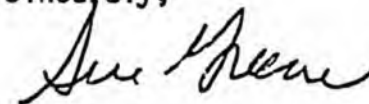
Honorable Thelma Buchholdt
Page 2

March 17, 1980

Is it the intention of the State to reward those people who periodically domiciled in Alaska in the same way it rewards those who had the tenacity and perseverance to remain and maintain continuous domicile in Alaska for at least twenty-five years? If so, the Department of Administration has no particular objection to the bill, except that it will be difficult and costly in man-hours to administer.

If this bill is passed, we recommend amending line 18, page 1, to read "...in the state continuously for five years..." This would clarify intent in the event of doubt.

Sincerely,



Sue S. Greene
Deputy Commissioner
Personnel Management

SSG/mjc
cc: Keith Specking

BILL ANALYSIS

ASSIGNMENT DATE _____

UNASSIGNED _____

DEPARTMENT	SPONSOR (PRINCIPAL)	BILL NO.
Administration	Representative Randy Phillips	House Bill 15

DEPARTMENT POSITION _____

DIVISION DIRECTOR	DATE	COMMISSIONER	DATE
Vernon L. Perry	2-22-80	W. R. Hudson	

GOVERNOR'S OFFICE USE

POSITION NOTED POSITION APPROVED POSITION DISAPPROVED

BY: _____ DATE: _____

SUMMARY

(1) RELATED BILLS (SIMILAR OR CONFLICTING)

<p>(2) a. ORGANIZATIONAL SUPPORT FOR BILL</p>		<p>(2) b. ORGANIZATIONAL OPPOSITION TO BILL</p> <p>Increased administrative functions generated by applicants' need to verify intermittent segments of domicile in Alaska</p>
---	--	---

(3) PROGRAM EFFECTS OF BILL

Increase the number of Longevity Bonus recipients by including persons who have intermittently maintained a domicile in the territory or state for a cumulative total of 30 years, provided he has been physically present in the state for 5 years immediately preceding application and periods of cumulative 30 years are for 12 months or more in length.

(4) FISCAL IMPACT: NONE FISCAL ANALYSIS ATTACHED

(5) AMENDMENTS PROPOSED:

An Act relating to the Alaska Longevity Bonus" - Secs. AS 47.45.010(a); new section AS 47.45.010; and AS 47.45.70

(6) COMMENTS:

The applicant's burden of verifying domicile segments for 12 months or more may be extremely difficult. Men and women have long been drawn to Alaska for periods of short duration because of employment opportunities in the fishing, mining, lumber and construction industries, for example; or were assigned to tours of duty in Alaska for military or government service. Rarely did they establish permanent domicile or consider Alaska their home, but regarded it as a temporary residence to be occupied during the course of employment or assignment. Seldom were they involved in the development of Alaska, but were more interested in the profits to be gained and soon left to continue domicile elsewhere, many of them intending never to return.

Is it the intention of the State to reward those who periodically domiciled outside of Alaska in the same way it rewards those who had the tenacity and perseverance to remain continuously for at least 25 years?