

LEG. FINANCE - BILLS 1979 - 1980 1072

CSHB 217 thru CSHB 220 am



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

3/20/90
Date

Funding Information:
General Funds: \$2,140,400
Other Funds: 1,173,300
\$3,313,700

Introduced: 2/14/79
Referred: Health, Education &
Social Services and Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2

HOUSE BILL NO. 217

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

ELEVENTH LEGISLATURE - FIRST SESSION

5

A BILL

6

For an Act entitled: "An Act making supplemental appropriations to the
7 Department of Health and Social Services; and provid-
8 ing for an effective date."

9

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

10

* Section 1. The sum of \$967,100 is appropriated from the general fund
11 to the Department of Health and Social Services, to be allocated as follows:

12

FY 79 payments to enrollees in the

13

Aid to the Disabled assistance program \$549,200

14

FY 79 payments to enrollees in the Old

15

Age assistance program 417,900

16

* Sec. 2. The sum of \$2,346,600 is appropriated to the Department of
17 Health and Social Services, Aid to Families with Dependent Children program,
18 for the purpose of meeting FY 79 payments to enrollees in this program.

19

This appropriation is from the following sources:

20

General Fund \$1,173,300

21

Federal Funds 1,173,300

22

* Sec. 3. The unexpended and unobligated portions of the appropriations
23 made in secs. 1 and 2 of this Act lapse June 30, 1979.

24

* Sec. 4. This Act takes effect immediately in accordance with AS 01.-
25 10.070(c).

26

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28

29

Original sponsor: Rules/Governor

Offered: 2/20/80.
Referred: Rules

Funding Information

General Fund \$1,290,498
Other Funds 674,289
\$1,964,787

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 217 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act making supplemental appropriations to the
7 Department of Environmental Conservation; and providing
8 for an effective date."

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

10 * Section 1. The sum of \$1,964,787 is appropriated for the allocation and
11 appropriation items indicated as follows for the fiscal year ending June 30,
12 1980:

13	Allocations	Appropriation	Fund Sources	
14		Items	General	Other
15	NATURAL RESOURCE MANAGEMENT			
16	Department of Environmental Conservation			
17	Water Programs	\$545,985	\$325,743	\$220,242
18	Water Pollution			
19	Control	\$139,887		
20	Water Supply	252,120		
21	Facility Construction and			
22	Operation	113,949		
23	Directors Office	40,029		
24	Environmental Analysis	110,517	77,517	33,000
25	Terrestrial Programs	208,857	106,029	102,828
26	Air Quality	68,409		
27	Land Use	108,570		
28	Directors Office	31,878		
29	Administration and Support	449,658	329,670	119,988

1	Office of the			
2	Commissioner	103,686		
3	Management Ser-			
4	vices	102,102		
5	Technical Ser-			
6	vices	107,514		
7	Program Coor-			
8	dination	136,356		
9	Gas Pipeline Impact			
10	Gas Pipeline Impact		59,004	59,004
11	Regional Offices		508,266	369,039
12	Southeast Region	89,760		139,227
13	Southcentral			
14	Region	198,396		
15	Northern Region	170,412		
16	Prince William Sound			
17	Region	49,698		
18	Tanker and Oil Terminal Safety		82,500	82,500

19 * Sec. 2. The appropriations made by sec. 1 of this Act are from the
20 following fund sources:

21	Federal Receipts		\$ 558,756
22	General Fund		1,290,498
23	Interagency Receipts		56,529
24	Program Receipts		<u>59,004</u>
25			\$1,964,787

26 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
27 070(c).

29



From The
SENATE
FINANCE COMMITTEE

Alphe

Do we have money in
the E.T.S. bill for
F.A. Zuker?

If so - please write them
a note

J

30,000

4/15/80

Garrey

Is an appeal for funds
for an ambulance for
7* Yukon.

Action?

Bill

INCORPORATED CITY OF FORT YUKON

POST OFFICE BOX 269 • FT. YUKON, ALASKA 99740 • TELEPHONE (907) 662-2479

April 10, 1980

APR 15 1980

State of Alaska
Department of Public Safety
Charles A. Smith, Director
Highway Safety Planning Agency
Pouch N
Juneau, AK 99811

Attention: T. Michael Lewis
Field Training Officer

Mr. Lewis:

In taking over the position as City Manager for the City of Fort Yukon, I have noted your letter addressed to Mr. Mesler concerning emergency vehicle for the City of Fort Yukon.

I have tried locating other correspondence on this matter, but to no avail, therefore I am here with submitting this letter as a follow-up and hope the information below is of value in securing a vehicle for our community.

Emergency Status:

This information obtained from the City Police Department, the City Police Department handles 90% for all emergency related cases, ie, transportation of emergency in a pick-up or a jeep, (which is harmful to individuals with back injuries) on the average week, an emergency treatment call is recieved five times.

The emergency patient is taken to the Public Health Service clinic located approximately one mile north of the City (old F.A.A. quarters) and treatment is given by the nurse on duty and then re-transported to an airplane and flown to Fairbanks medical area.

The City is in dire need of an ambulance type vehicle to handle these situations.

Facilities:

At present, the City does not have any facilities to house such a vehicle, but I have recently signed a contract with the DOT/FP office and the City will be receiving \$248,750.00 for a Community Maintenance Facility building. See attached appendix A.

NATHAN SOLOMON
MAYOR

RICHARD C. CARROLL
CITY MANAGER

WALTER J. PETER
ADMIN. ASSIST.

MARLENE JOHN
CITY CLERK

COUNCILMEN:

Steven Ginnis David Shewfelt
Sam Hughes Clifton Fairchild
Paul Solomon, Jr. Ron Carroll

Facilities cont:

Construction on this building will start upon the arrival of the first barge, ie, June 1, 1980 and completion is expected later in the season. Additional funding is sought through our legislature to complete the facility so we will have our Public Safety officer (police, fire department) and possibly some administration all in one unit together with any outside exception. See attached appendix B.

Personnel-Training:

At present, our police department consist of two full time officers, one presently has first aid training and will be leaving shortly for the academy for further training.

We have been in correspondence with the Emergency Medical Service Team office in Fairbanks and have 15 volunteers signed up to take the two weeks course they are offering, the City will pick the tuition cost of \$80.00 per person. We hope to place an EMS volunteers on duty call at the facility when we get the facility and program off by this coming fall.

Service Area:

Presently we serve a population of 700, but also service all emergency rising from outline villages, plane accidents and other as needed.

Port Yukon serves as a service hub for all surrounding villages such as Chalyitsik, Birch Creek, Venetie, and Arctic Village.

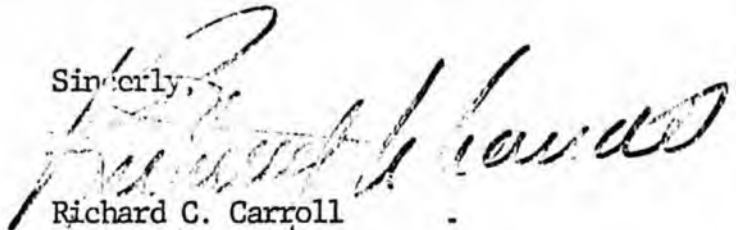
Locally, we have our fourteen miles roads and streets and serve an area approximately three miles square.

Communications:

Our present vehicle is equiped with two way radios and base station. Direct contact with the state trooper on radios available.

On behalf of the City, I cannot stress enough the need for an ambulance type vehicle.

Sincerely,



Richard C. Carroll
City Manager

RCC/ae

Enclosure

cc: Senator John C. Sackett

STATE
of ALASKA

MEMORANDUM

HB 217

TO:

DATE: APR 20 1979

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

FILE NO:

TELEPHONE NO:

FROM: *Catherine M. Lloyd*
Helen D. Beirne, Commissioner
Dept. of Health & Social Services

SUBJECT: Public Assistance
Supplementals

This is to remind you of the very serious consequences we face if the pending FY79 supplemental appropriations for AFDC, AD, and OAA are not passed, signed into law, and posted by May 1.

The supplemental appropriation at issue is House Bill 217 which is presently in House Finance. House Bill 217 must not only clear the House but must still be addressed by various Senate Committees as well as the full Senate before these supplemental funds can be made available to the Department.

Warrant register runs for these programs are scheduled for Tuesday, May 1, with the warrants to be run May 2 and mailed May 5. Without supplemental funds, these warrants cannot be generated. Even a delay of a few days in issuing and mailing these checks will have serious consequences to many of the 9000 needy Alaskan households eligible in these programs.

The situation is as follows:

Aid to Families With Dependent Children

Probable 4/30 Balance: 693.0
Expected 5/2 Warrants: 1703.0

Aid to Disabled

Probable 4/30 Balance: 66.9
Expected 5/2 Warrants: 270.0

Old Age Assistance

Probable 4/30 Balance: 127.9
Expected 5/2 Warrants: 245.0

It appears unlikely that House Bill 217 can be addressed by both the House and the Senate in time to meet scheduled production of the May public assistance warrants. Accordingly, we are planning to issue a partial payment to each affected family in the event supplemental funds are delayed appreciably beyond May 1. I feel this contingency plan is vital to protect the well-being of these families pending resolution of the supplementals. Your concurrence with this contingency plan will be appreciated.

cc: Senator John Sackett
Mr. Russ Meekins
Mike Harper

Original sponsor: Rules/Governor

Offered: 3/21/79
Referred: Finance

Funding Information:

General Funds: \$5,250,850
Other Funds: 2,353,196
\$7,604,046

BY THE HEALTH, EDUCATION AND
SOCIAL SERVICES COMMITTEE

1 IN THE HOUSE

2 CS FOR HOUSE BILL NO. 217

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making supplemental appropriations to the
7 Department of Health and Social Services; and providing
8 for an effective date."

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

10 * Section 1. The sum of \$967,100 is appropriated from the general fund to
11 the Department of Health and Social Services for the fiscal year ending
12 June 30, 1979, to be allocated as follows:

13	Payments to enrollees in the Aid to the	
14	Disabled assistance program	\$549,200
15	Payments to enrollees in the Old Age	
16	assistance program	417,900

17 * Sec. 2. The sum of \$3,325,300 is appropriated to the Department of
18 Health and Social Services for payments to enrollees in the Aid to Families
19 with Dependent Children program, for the fiscal year ending June 30, 1979.

20 This appropriation is from the following sources:

21	General Fund	\$1,662,650
22	Federal Funds	1,662,650

23 * Sec. 3. The sum of \$2,045,300 is appropriated from the general fund to
24 the Department of Health and Social Services, General Relief Medical program
25 to pay medical bills for the fiscal year ending June 30, 1979.

26 * Sec. 4. The sum of \$1,266,346 is appropriated to the Department of
27 Health and Social Services, Medicare program to pay medical bills for the
28 fiscal year ending June 30, 1979. This appropriation is from the following
29 sources:

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General Fund	\$ 575,800
Federal Funds	575,800
Revenue Sharing	114,746

* Sec. 5. This Act takes effect immediately in accordance with AS 01.10.-
070(c).

MEMORANDUM

HB 217

TO:

DATE: APR 20 1979

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

FILE NO:

TELEPHONE NO:

Catherine M. Lloyd
FROM: Helen D. Beirne, Commissioner
Dept. of Health & Social Services

SUBJECT: Public Assistance
Supplementals

This is to remind you of the very serious consequences we face if the pending FY79 supplemental appropriations for AFDC, AD, and OAA are not passed, signed into law, and posted by May 1.

The supplemental appropriation at issue is House Bill 217 which is presently in House Finance. House Bill 217 must not only clear the House but must still be addressed by various Senate Committees as well as the full Senate before these supplemental funds can be made available to the Department.

Warrant register runs for these programs are scheduled for Tuesday, May 1, with the warrants to be run May 2 and mailed May 5. Without supplemental funds, these warrants cannot be generated. Even a delay of a few days in issuing and mailing these checks will have serious consequences to many of the 9000 needy Alaskan households eligible in these programs.

The situation is as follows:

<u>Aid to Families With Dependent Children</u>	
Probable 4/30 Balance:	693.0
Expected 5/2 Warrants:	1703.0
<u>Aid to Disabled</u>	
Probable 4/30 Balance:	66.9
Expected 5/2 Warrants:	270.0
<u>Old Age Assistance</u>	
Probable 4/30 Balance:	127.9
Expected 5/2 Warrants:	245.0

It appears unlikely that House Bill 217 can be addressed by both the House and the Senate in time to meet scheduled production of the May public assistance warrants. Accordingly, we are planning to issue a partial payment to each affected family in the event supplemental funds are delayed appreciably beyond May 1. I feel this contingency plan is vital to protect the well-being of these families pending resolution of the supplementals. Your concurrence with this contingency plan will be appreciated.

cc: Senator John Sackett
Mr. Russ Meekins
Mike Harper

lt 217

February 13, 1979

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

Dear Mr. Speaker:

Under the authority of art. III, sec. 18 of the Alaska Constitution, I am transmitting a bill making supplemental appropriations to the Department of Health and Social Services.

Section 1 appropriates \$967,100 to the department for FY 79 payments to eligible enrollees of the Aid to the Disabled Assistance Program and the Old Age Assistance Program.

Section 2 appropriates \$2,346,600 to the department for FY 79 payments to eligible enrollees in the Aid to Families with Dependent Children Program, due to an increase of that program's caseload. The department believes that the increase is related to general economic conditions in the urban areas and attributable to slow-down of construction.

Sincerely,



Jay S. Hammond
Governor

AB217

SUBJECT: FY79 Supplemental Request
BRU: Assitance Payments
COMPONENT: Aid to the Disabled
ABBR Title or Cause: Increased utilization

AMT: 549.2 GF 0 Other 549.2 Total

A. REASON FOR THE SUPPLEMENTAL: These funds will provide payments to persons eligible for Aid to the Disabled as required by AS 47.25.796. At the time of budget preparation for FY79 it was anticipated that the number of eligible persons would decline. This estimate was incorrect as the number of eligibles has increased from 1,654 in July 1978, to 1,727 in November 1978. (Actual average payment in November was \$149.16 per recipient)

B EXPENDITURE PATTERN: This estimate is based on analysis of caseload projections developed by the Departments Office of Information Systems and is considered the most accurate FY79 prediction available. The estimate utilizes a linear regression model that provides a linear trend over the FY 79 period while using a monthly adjustment factor that compensates for monthly variation. The APD product included low/high confidence intervals; the Division's analysis determined the high confidence level best projects recipient totals for the remaining 7 months.

SUPPLEMENTAL NEED SUMMARIZED

FY79 Authorization	1,554 recipients X \$143.00 avg. Payment X 12 mo.	= 2,666.7
Actual exp. Jly-Nov	1,659 recipients X 149.79 avg. payment x 5 mo.	=(1,265.0)
Projected Dec-June	1858 recipients X 150.00 avg payment x 7 mo.	=(1,950.9)

FY79 SUPPLEMENTAL REQUEST: (549.2)

C DELETE/ADD SUPPLEMENTALS:

None identified to date

D. Consequences of not funding the Supplemental

Supplemental payments to the Disabled as required by the statutes will not be made for all of FY79.

E.. DATE THAT ADDITIONAL FUNDS ARE NECESSARY:

It is anticipated all funds for this program will be depleted in April 1979.

RECEIVED
FEB 10 1978

FY 75 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FY 80 CONTINUATION
PERSONAL SERVICES											
TRAVEL											
CONTRACTUAL SERVICES											
COMMODITIES											
EQUIPMENT											
LAIDS, BLDG. ...											
GRANTS, CLAIMS	2213.3	2670.8	2646.3	2666.7	2666.7	2666.7	1265.0		1950.9	(549.2)	3659.4
MISCELLANEOUS											
TOTAL	2213.3	2670.8	2646.3	2666.7	2666.7	2666.7	1265.0		1950.9	(549.2)	3659.4
FEDERAL RECEIPTS											
REQUIRED OF MATCHING											
OTHER GENERAL FUND	2213.3	2670.8	2646.3	2666.7	2666.7	2666.7	1265.0		1950.9	(549.2)	3659.4
INTER-AGENCY RECEIPTS											

AGENCY: Health & Social Services BRU: Assistance Payments COMPONENT: Aid to the Disabled REVISED: _____

RECEIVED
FEB 20 1978
U.S. DEPARTMENT OF HEALTH, EDUCATION & WELFARE

Subject: FY79 Supplemental Request
BRU: OLD AGE ASSISTANCE
COMPONENT: Old Age Assistance
ABBR Title or Cause: Increased utilization

AMT: 417.9 GF _____ OTHER: 417.9 TOTAL

A. REASON FOR THE SUPPLEMENTAL: At the time of preparation of the 1979 budget, the trend was for a general decline of the number of recipients. This trend continued until November 1977 when the number of recipients started to increase. This increase has been steady since that date and is expected to continue. The payment amounts are set by law and the only guarantee against over expenditure is accurate estimation of caseload and grant amounts. As the grant amount changes every July it is difficult to accurately predict the exact dollar change. This supplemental will provide funds as required by AS 47.25.430.

B. EXPENDITURE PATTERN: The projected average monthly recipient total during FY 79 is 2,031. This estimate is based on an analysis of caseload projections developed by the Department's Office of Information Systems and is considered the most accurate FY 79 prediction available. The estimate utilizes a linear regression model that provides a linear trend over the FY 79 period while using a monthly adjustment factor that compensates for monthly variation. The OAA product included low/high confidence intervals; the Division's analysis determined the average of the two extremes best projects recipient totals. The actual average payment per recipient in October 1978 was \$123.02. In determining the supplemental needs, an average payment of \$122.75 per recipient is used.

SUPPLEMENTAL NEED SUMMARIZED

FY 79 Authorization	1,810 recipients X \$118.50 avg. payment X 12 mo. = 2,573.8
FY <u>Projected</u> Need	2,031 recipients X \$122.75 avg. payment X 12 mo. = (2,991.7)

FY 79 SUPPLEMENTAL REQUEST: \$ (417.9)

C. DELETE/ADD SUPPLEMENTS:

None identified to date

D. CONSEQUENCES OF NOT FUNDING THE SUPPLEMENTAL:

Supplemental payments as required by the statutes will not be made.

E. DATE THAT ADDITIONAL FUNDS ARE NECESSARY:

It is anticipated all funds for Old Age Assistance will be depleted in May, 1979.

RECEIVED
DEC 20 1978
EMILIO P. PARRONCHI

Commissioner of Health & Social Services

Date

FY 79 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATION 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCE 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FY 80 CONTINUATION
PERSONAL SERVICES											
TRAVEL											
CONTRACTUAL SERVICES											
COMMODITIES											
EQUIPMENT											
LANDS, BLDG. ...											
GRANTS, CLAIMS	2273.1	2631.9	2500.7	2573.8	2573.8	2573.8	1212.4		1779.3	(417.9)	3121.1
MISCELLANEOUS											
TOTAL	2273.1	2631.9	2500.7	2573.8	2573.8	2573.8	1212.4		1779.3	(417.9)	3121.1
FEDERAL RECEIPTS											
REQUIRED OF MATCHING											
OTHER GENERAL FUND	2273.1	2631.9	2500.7	2573.8	2573.8	2573.8	1212.4		1779.3	(417.9)	3121.1
INTER-AGENCY RECEIPTS											

AGENCY: Health & Social Services BRU: OLD AGE ASSISTANCE COMPONENT: Old Age Assistance REVISED: _____

RECEIVED
DEC 20 1978
FISCAL & PAY. CONTROL

Subject: FY79 Supplemental Request
ERU: Assistance Payments
COMPONENT: Aid to Families Dependent Children
ABUR Title or Cause: Increased Utilization

AMF: 1173.3 GF 1173.3 OTHER 2346.6 TOTAL

A. REASON FOR THE SUPPLEMENTAL: The AFDC caseload has continued to increase instead of peaking out as was anticipated when the FY79 budget was prepared. It is believed this increase is related to general economic condition in the urban areas and attributable to slow down of construction. Additionally, the eligibility limits for AFDC increased by \$50 effective July 1978; this has impacted caseload increases and average payment per recipient in magnitude greater than previously planned. The number of persons on AFDC has increased steadily for December 1976 to the present date. In December 1976 there were 9911 persons, in June 1978 the total increased to 12,558 and by October 1978 had increased to 13,153. The average payment per AFDC recipient in June 1978 was \$109.06; the average payment in October 1978 had increased to \$123.30.

B. EXPENDITURE PATTERN: The projected average monthly recipient total during FY79 is 13,687. This estimate is based on analysis of caseload projections developed by the Department's Office of Information Systems, and is considered the most accurate FY79 prediction available. The estimate utilizes a linear regression model that provides a linear trend over the FY79 period while using a monthly adjustment factor that compensates for monthly variation. The AFDC product included low/high confidence intervals; the Division's analysis determined the high level best projects recipient totals.

Supplemental need summarized:

FY79 Request 11,648 recipients x \$115.00 avg pay x 12 months	=	\$13,074.2
FY79 Appropriation to fund increased need standard SB438	=	2,126.1
TOTAL FY79 Authorization-AFDC	=	18,200.3
Fy 79 Projected need 13,687 recipients x 125.10 avg pay x 12 mo.	=	(20,546.9)

FY79. SUPPLEMENTAL REQUEST (2,346.6)

C. DELETE/ADD SUPPLEMENTS:

None identified to date

D. CONSEQUENCES OF NOT FUNDING THE SUPPLEMENTAL:

State law requires that assistance in the form of money payment be made for eligible Families with Dependent Children. If funds are not available these payments cannot be made.

E. DATE THAT ADDITIONAL FUNDS ARE NECESSARY:

It is anticipated that all funds for Aid to Families with Dependent Children will be depleted in May 1979.

RECEIVED

DEC 20 1978

EDUCATION & RECREATION

Commissioner of Health & Social Services

Date _____

FY 79 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPEN- TURES + ENCUMBRANCE 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FY 80 CONTINUATION
PERSONAL SERVICES											
TRAVEL							.2			(.2)	
CONTRACTUAL SERVICES	.2		.2								
COMMODITIES	.4										
EQUIPMENT	13381.0	16113.9	16017.7	16074.2	18200.3	18200.3	8529.3		12017.4	(2346.4)	22734.5
LANDS, BLDG. ...											
GRANTS, CLAIMS											
MISCELLANEOUS											
TOTAL	13381.6	16113.9	16017.9	16074.2	18200.3	18200.3	8529.5		12017.4	(2346.6)	22734.5
FEDERAL RECEIPTS	6601.3	8056.9	8008.9	8037.1	9100.1	9100.1	4264.7		6008.7	(1173.3)	11367.2
REQUIRED OF MATCHING	6780.3	8057.0	8009.0	8037.1	8037.1	8037.1	4264.8		4945.6	(1173.3)	11367.3
OTHER GENERAL FUND					1063.1	1063.1			1063.1		
INTER-AGENCY RECEIPTS											

RECEIVED
 DEPT. OF HEALTH
 BUDGET & FINANCIAL

AGENCY: Health & Social Services
 BRU: Assistance Payments
 COMPONENT: Aid to Families with Dependent Children
 REVISED: _____

5/22/80

Original sponsor: Rules/Governor

Funding Information

General Fund	\$4,938,419
Other Funds	-0-
	<u>\$4,938,419</u>

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 SENATE CS FOR CS FOR HOUSE BILL NO. 217

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act making an appropriation to the Department of
7 Public Safety for emergency medical services; and
8 providing for an effective date."

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

10 * Section 1. The sum of \$4,938,419 is appropriated from the general fund
11 to the Department of Public Safety for emergency medical services.

12 * Sec. 2. The unexpended and unobligated portion of the appropriation
13 made by this Act lapses into the general fund June 30, 1982.

14 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
15 070(c).



RECORDS CERTIFICATION



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

James O Smith
Signature of Camera Operator

3/20/90
Date

COMMITTEE REPORT

HOUSE

FURTHER:

April 5, 1979

Date: _____

Mr. Speaker:

The Committee on FINANCE has had HB 218

"An Act making a supplemental appropriation to the Alaska Court System; 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 _____ 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:

CHAIRMAN

W. J. ...

Funding Information:
General Fund: \$581,000
Other Funds: -0-
\$581,000

Introduced: 2/14/79
Referred: Judiciary and Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 218

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

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

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

10 * Section 1. The sum of \$581,000 is appropriated from the general fund
11 to the Alaska Court System, for contractual payment of private attorneys
12 appointed to represent indigents.

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

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218

February 13, 1979

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

Dear Mr. Speaker:

Under authority of art. III, sec. 18 of the Alaska Constitution, I am transmitting a bill making a supplemental appropriation to the Alaska Court System.

This bill is submitted at the request of the court system, and is for the contractual payment of private attorneys appointed to represent indigents in criminal cases where the public defender's office had a conflict of interest.

The amount of supplemental funding requested by the court system is based on projections using FY 79 expenditure data through December 31, 1978, which was the latest available data at the time the request was written. A review of FY 79 expenditures through January by the Division of Budget and Management reveals a drop in the monthly rate of payments to appointed counsel. A review of more recent FY 79 expenditures may indicate that the earlier projection of a need for this amount can be adjusted downward. I would recommend that the legislature postpone action on this bill until later in the session when the most recent FY 79 expenditure data is available.

Sincerely,

JSH

Jay S. Hammond
Governor

HR 218



Alaska Court System
State of Alaska

303 K STREET
ANCHORAGE, ALASKA 99501
(907) 274-8611

RICHARD P. BARRIER
DEPUTY ADMINISTRATIVE DIRECTOR

OFFICE OF ADMINISTRATIVE DIRECTOR

January 29, 1979

Ron Lind, Director
Division of Budget & Management
Office of the Governor
Pouch AM
Juneau, AK 99811

Dear Ron:

As I have mentioned to you in previous discussions and by letter in December, The Alaska Court System must request introduction of a supplemental budget appropriation for contractual payment of attorneys in criminal conflict of interest indigency cases. The projected year-end deficit based on expenses through December and the amount we request be included in the supplemental is \$581,000.

We have met with the Governor and his staff concerning this supplemental request and to discuss possible alternatives for future years to avoid similar fiscal problems. We are now cooperating with the Governor's Office in planning for an independent legal office to handle these conflicts of interest cases and possibly other types of appointments including guardians ad litem. We are currently preparing an analysis of the numbers of cases and cost per case in various types of conflict of interest cases to assist in determining the proper size and funding of an independent agency for that function.

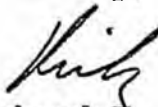
The requested \$581,000 supplemental is a result of projected expenditures of \$1,103,000 against an appropriation of \$522,000 for attorney appointments in criminal cases. Attached to this letter is a brief recap of the historical expenses incurred by the Court System in this budget category during years FY 76 through the current date. You will note that these costs have been rising rapidly each year but that the current year projection is approximately 100 percent

higher than the expenditures for FY 78. We have found that the expenditures through December 31, 1978 represent at most one-third of the total expenses for the year. This is a result of a lapse of approximately two months in submission of bills by attorneys following most of the work done in their cases. In each of the previous years the first six months expenses have represented approximate a quarter or less of the total expenses for the year. Were this trend to continue in FY 79, the amount requested for supplemental would need to be increased greatly. However, since the first six months of FY 79 did include several expensive cases, and since it is assumed that the second half of the year will not have as many extraordinarily large cases, the projection is reduced somewhat over the historical past.

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If you have any questions concerning this request for a supplemental, please let me know as soon as possible. Thank you for your assistance.

Sincerely,



Richard P. Barrier
Deputy Administrative Director

Attachments

Historical Expenses Pattern - Attorney Payments
In Conflict-of-Interest Cases

District or Service Area	FY 76		FY 77		FY 78		FY 79	
	<u>12/31/75</u>	<u>Entire Year</u>	<u>12/31/76</u>	<u>Entire Year</u>	<u>12/31/77</u>	<u>Entire Year</u>	<u>12/31/78</u>	<u>Entire Yr. Pro- jected</u>
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TOTAL	78.0	280.7	112.1	399.8	104.4	514.1	426.0	1103.0



Alaska Court System
State of Alaska

303 K STREET
ANCHORAGE, ALASKA 99501

SUSAN BURKE
DEPUTY ADMINISTRATIVE DIRECTOR

OFFICE OF ADMINISTRATIVE DIRECTOR

(907) 274-8611

February 1, 1979

Mike Harper
Office of the Governor
Pouch A
Juneau, Alaska 99811

Dear Mike:

This is a short summary of the history and current problems associated with the compensation of private counsel in Public Defender conflict cases. I have listed the questions we need to discuss on Monday at the end of this letter.

In 1974 the Legislature amended the Public Defender Act to transfer to the Court System the responsibility for appointment and compensation of private counsel appointed to represent indigent defendants whom the Public Defender cannot represent because of conflict of interest. Before this transfer, the Public Defender compensated substitute counsel at the rate of \$42.00 per hour which was then the minimum hourly fee set by the Bar Association. When the Court System took over the responsibility, the fee schedule was set at \$35.00 per hour. This remained the rate of compensation until July 1, 1978 when the rate was raised to \$40.00.

For Fiscal Year 1975, the Court System received the amount that had been requested by the Public Defender Agency for these expenses. The budget and expenditure history for Fiscal Year 1975 and subsequent years is as follows:

	<u>EXPENDITURE</u>
Fiscal Year 1975	133,800
Fiscal Year 1976	280,700
Fiscal Year 1977	399,800
Fiscal Year 1978	514,100

Letter to Mike Harper
Page 2
February 1, 1979

For the current fiscal year, the Court System received budget authorization for \$ 522,000. To date, actual expenditures have been \$ 426,000, and projected expenditures through June 30, 1979, are \$ 1,103,000.

It is difficult to determine precisely why this increase has occurred. To some extent it may be related to the increase in the number of criminal cases being tried following the implementation in late 1976 of the plea bargaining ban. Not only does this mean that more time must be spent by counsel at the trial level, but more cases have been and continue to go through the appellate process as well. Additionally, even in the cases where the defendant eventually pleads guilty, the plea typically is entered after more investigation and preliminary motions than before the ban. In short, the system has become more adversarial and less negotiation oriented and this translates into more attorney time.

The current \$40.00 per hour compensation authorized by the supreme court is less than half the hourly rate charged by most attorneys in the state for their services. Increasingly, attorneys experienced in criminal practice are reluctant to take appointments at this rate, particularly in cases that may require fairly substantial amounts of time. Some in fact have removed their names from the appointment list.

We believe that the state can no longer afford to provide defense services in conflict cases through the appointment of private counsel. Because of the constitutional requirement of effective assistance of counsel and because of ethical standards requiring "zealous representation," it is unlikely that the amount of time spent on the defense of these cases can be significantly reduced. Further, it is impossible for the court to monitor the activities of the attorneys appointed and such monitoring would be inappropriate on the part of the judiciary which may not interfere with the independent professional judgment of an attorney representing a litigant before the courts. Thus there is currently no effective control on costs so long as the services are being provided through individual appointments of private attorneys.

The history of the establishment and operation of the Public Defender Agency in Alaska demonstrates that defense services in criminal cases can be provided by salaried attorneys at a substantially lower cost than by individual private counsel appointments. We believe that this is equally true in the area of defense services in conflict cases.

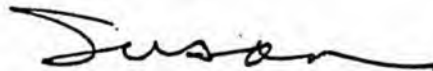
February 1, 1979

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- (1) What is the appropriate agency in which to locate the office: i.e., Governor's Office, Lieutenant Governor's Office etc.?
- (2) Should the administrative structure mirror that of the Public Defender Agency or would a different creature such as an independent corporation or board be preferable and cost effective?
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I hope this is sufficient background for our meeting on Monday.

Sincerely,



Susan Burke
Deputy Administrative Director

SB/pmr

Historical Expenses Pattern - Attorney Payments
In Conflict-of-Interest Cases

District or Service Area	FY 76		FY 77		FY 78		FY 79		<i>1-31-79</i>
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ALASKA STATE LEGISLATURE

ELEVENTH Legislature FIRST Session

HOUSE BILL NO. 218

By THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

"An Act making a supplemental appropriation to the Alaska Court System; and providing for an effective date."

Approp. to the Ak. Court System

Introduced in the House 2-14, 1979

HISTORY IN THE HOUSE

19 79	Read first time and referred to Committee on												
Feb. 14	Judiciary and Finance												
	Reported back with recommendation that												
	Read second time and												
	Read third time and												
	<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused		
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	Reported correctly engrossed												
	Signed by Speaker												
	Sent to Senate												
	CHIEF CLERK OF THE HOUSE												

HISTORY IN THE SENATE

19	Read first time and referred to Committee on												
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	Signed by President												
	Returned to House												
	SECRETARY OF THE SENATE												

HISTORY IN THE HOUSE

19	Received from Senate
	Concurred in Senate amendment thus adopting: VOTE
	Failed to concur in Senate amendment; asked Senate to recede VOTE
	Senate receded from amendment VOTE
	Senate failed to recede from amendment VOTE
	CC appointed by House
	CC appointed by Senate
	CC adopted by House VOTE
	CC adopted by Se VOTE
	To enrolling Reported correctly enrolled Sent to Governor by Governor
	Filed with Lt. Governor
	Chapter No.

Funding Information:
General Fund: \$581,000
Other Funds: -0-
\$581,000

Introduced: 2/14/79
Referred: Judiciary and Finance

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RR 218

February 13, 1979

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Juneau, Alaska 99811

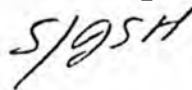
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Sincerely,



Jay S. Hammond
Governor

148-218



Alaska Court System

State of Alaska

303 K STREET
ANCHORAGE, ALASKA 99501

RICHARD P. BARRIER
DEPUTY ADMINISTRATIVE DIRECTOR

OFFICE OF ADMINISTRATIVE DIRECTOR

(907) 274-8611

January 29, 1979

Ron Lind, Director
Division of Budget & Management
Office of the Governor
Pouch AM
Juneau, AK 99811

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Sincerely,



Richard P. Barrier
Deputy Administrative Director

Attachments

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Alaska Court System
State of Alaska

SUSAN BURKE
DEPUTY ADMINISTRATIVE DIRECTOR

OFFICE OF ADMINISTRATIVE DIRECTOR

303 K STREET
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(907) 274-8611

February 1, 1979

Mike Harper
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Letter to Mike Harper
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February 1, 1979

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Letter to Mike Harper

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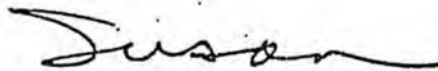
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Sincerely,



Susan Burke
Deputy Administrative Director

SB/pmr

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HB 218

Arthur H. Snowden, II
Administrative Director

April 9, 1979

Richard P. Barrier
Deputy Administrative Director

Supplemental -
Attorney Bills

The Accounting Office has just completed a summarization of payments to date for attorneys conflict of interest cases and has compiled the total outstanding set of bills. Based on this information I have prepared the following analysis of our expected funding requirement for the supplemental.

Bills processed through 12/22/78	\$426,000
Bills processed through 3/22/79	522,000
Outstanding bills as of 4/09/79	136,000
Average bills per month Jan. and Feb.	48,000
Average bills per month Feb. 22 to April 9	90,000

Historically, April and May have been the heaviest expense months of the year for attorney bills. I therefore project that the following additional bills will be submitted to this office:

April (21 days)	\$ 60,000
May	90,000
June	70,000
July	70,000
August	70,000
September and on	60,000
Total	\$420,000

As you are aware, attorney bills always run a minimum of two months behind in submission from the date the work is performed, and many bills are submitted with work performed as much as a year or two earlier. Therefore, it is necessary to extend payment months beyond the June 30 fiscal year cutoff into July and August. The bills to be reported after August are projected to amount to slightly less than a month's worth of bills, or \$60,000. Totaling the current outstanding bills of \$136,000 and the projected bills to be

submitted during the remainder of this year of \$420,000, the total projected supplemental requirement for FY 79 is \$556,000.

We will prepare a final estimate for the supplemental prior to the end of the session.

CONFLICT-OF-INTEREST ATTORNEY APPOINTMENTS

	<u>Number of Cases</u>				
	<u>FY 75</u>	<u>FY 76</u>	<u>FY 77</u>	<u>FY 78</u>	<u>FY 79 (6 months)</u>
First District	14	45	39	42	57
Second District	0	7	2	7	5
Third District	48	161	176	220	166
Fourth District	<u>32</u>	<u>79</u>	<u>140</u>	<u>125</u>	<u>80</u>
	94	282	357	394	(*) 308

(*) Represents bills processed through February 22, 1979. Due to two-month lag in submittal of bills, this is actually slightly less than six months of attorney bills.

	<u>Total Payments</u>				
	<u>FY 75</u>	<u>FY 76</u>	<u>FY 77</u>	<u>FY 78</u>	<u>FY 79 (6 months)</u>
	\$133,800	\$280,700	\$399,800	\$514,100	\$522,000
Average Cost/Case	\$1,423	\$955	\$1,120	\$1,305	\$1,695



Alaska Court System
State of Alaska

SUSAN BURKE
DEPUTY ADMINISTRATIVE DIRECTOR

OFFICE OF ADMINISTRATIVE DIRECTOR

303 K STREET
ANCHORAGE, ALASKA 99501

(907) 274-8611

February 1, 1979

Mike Harper
Office of the Governor
Pouch A
Juneau, Alaska 99811

Dear Mike:

This is a short summary of the history and current problems associated with the compensation of private counsel in Public Defender conflict cases. I have listed the questions we need to discuss on Monday at the end of this letter.

In 1974 the Legislature amended the Public Defender Act to transfer to the Court System the responsibility for appointment and compensation of private counsel appointed to represent indigent defendants whom the Public Defender cannot represent because of conflict of interest. Before this transfer, the Public Defender compensated substitute counsel at the rate of \$42.00 per hour which was then the minimum hourly fee set by the Bar Association. When the Court System took over the responsibility, the fee schedule was set at \$35.00 per hour. This remained the rate of compensation until July 1, 1978 when the rate was raised to \$40.00.

For Fiscal Year 1975, the Court System received the amount that had been requested by the Public Defender Agency for these expenses. The budget and expenditure history for Fiscal Year 1975 and subsequent years is as follows:

	<u>EXPENDITURE</u>
Fiscal Year 1975	133,800
Fiscal Year 1976	280,700
Fiscal Year 1977	399,800
Fiscal Year 1978	514,100

Historical Expenses Pattern - Attorney Payments
In Conflict-of-Interest Cases

<u>District or Service Area</u>	FY 76		FY 77		FY 78		FY 79	
	<u>12/31/75</u>	<u>Entire Year</u>	<u>12/31/76</u>	<u>Entire Year</u>	<u>12/31/77</u>	<u>Entire Year</u>	<u>12/31/78</u>	<u>Entire Yr. Pro- jected</u>
First	11.1	31.9	2.1	59.3	7.7	69.6	50.5	150.0
Second	.2	3.4	1.2	2.6	1.3	2.8	6.7	14.0
Third	53.5	178.7	63.0	188.5	58.6	279.8	274.4	650.0
Fourth	13.2	66.7	38.9	131.1	23.2	111.5	80.9	240.0
Bethel			6.9	18.3	13.1	44.8	13.1	45.0
Barrow					.5	5.6	.4	4.0
TOTAL	78.0	280.7	112.1	399.8	104.4	514.1	426.0	1103.0

Letter to Mike Harper
Page 2
February 1, 1979

For the current fiscal year, the Court System received budget authorization for \$ 522,000. To date, actual expenditures have been \$ 426,000, and projected expenditures through June 30, 1979, are \$ 1,103,000.

It is difficult to determine precisely why this increase has occurred. To some extent it may be related to the increase in the number of criminal cases being tried following the implementation in late 1976 of the plea bargaining ban. Not only does this mean that more time must be spent by counsel at the trial level, but more cases have been and continue to go through the appellate process as well. Additionally, even in the cases where the defendant eventually pleads guilty, the plea typically is entered after more investigation and preliminary motions than before the ban. In short, the system has become more adversarial and less negotiation oriented and this translates into more attorney time.

The current \$40.00 per hour compensation authorized by the supreme court is less than half the hourly rate charged by most attorneys in the state for their services. Increasingly, attorneys experienced in criminal practice are reluctant to take appointments at this rate, particularly in cases that may require fairly substantial amounts of time. Some in fact have removed their names from the appointment list.

We believe that the state can no longer afford to provide defense services in conflict cases through the appointment of private counsel. Because of the constitutional requirement of effective assistance of counsel and because of ethical standards requiring "zealous representation," it is unlikely that the amount of time spent on the defense of these cases can be significantly reduced. Further, it is impossible for the court to monitor the activities of the attorneys appointed and such monitoring would be inappropriate on the part of the judiciary which may not interfere with the independent professional judgment of an attorney representing a litigant before the courts. Thus there is currently no effective control on costs so long as the services are being provided through individual appointments of private attorneys.

The history of the establishment and operation of the Public Defender Agency in Alaska demonstrates that defense services in criminal cases can be provided by salaried attorneys at a substantially lower cost than by individual private counsel appointments. We believe that this is equally true in the area of defense services in conflict cases.

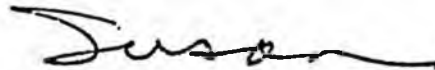
Letter to Mike Harper
Page 3
February 1, 1979

Because of ethical considerations, an office providing defense services in conflict cases must be separate from the Public Defender Agency. Some primary questions that must be resolved include:

- (1) What is the appropriate agency in which to locate the office: i.e., Governor's Office, Lieutenant Governor's Office etc.?
- (2) Should the administrative structure mirror that of the Public Defender Agency or would a different creature such as an independent corporation or board be preferable and cost effective?
- (3) Is legislation required or can the office be established by Executive Order?
- (4) What should be the scope of responsibilities for the office? Should the office also handle guardian ad litem work, function as state guardian, etc.?
- (5) What are the personnel, space and equipment needs for the office?

I hope this is sufficient background for our meeting on Monday.

Sincerely,



Susan Burke
Deputy Administrative Director

SB/pmr

January 29, 1979

Ron Lind, Director
Division of Budget & Management
Office of the Governor
Pouch AM
Juneau, AK 99811

Dear Ron:

As I have mentioned to you in previous discussions and by letter in December, The Alaska Court System must request introduction of a supplemental budget appropriation for contractual payment of attorneys in criminal conflict of interest indigency cases. The projected year-end deficit based on expenses through December and the amount we request be included in the supplemental is \$581,000.

We have met with the Governor and his staff concerning this supplemental request and to discuss possible alternatives for future years to avoid similar fiscal problems. We are now cooperating with the Governor's Office in planning for an independent legal office to handle these conflicts of interest cases and possibly other types of appointments including guardians ad litem. We are currently preparing an analysis of the numbers of cases and cost per case in various types of conflict of interest cases to assist in determining the proper size and funding of an independent agency for that function.

The requested \$581,000 supplemental is a result of projected expenditures of \$1,103,000 against an appropriation of \$522,000 for attorney appointments in criminal cases. Attached to this letter is a brief recap of the historical expenses incurred by the Court System in this budget category during years FY 76 through the current date. You will note that these costs have been rising rapidly each year but that the current year projection is approximately 100 percent

higher than the expenditures for FY 78. We have found that the expenditures through December 31, 1978 represent at most one-third of the total expenses for the year. This is a result of a lapse of approximately two months in submission of bills by attorneys following most of the work done in their cases. In each of the previous years the first six months expenses have represented approximate a quarter or less of the total expenses for the year. Were this trend to continue in FY 79, the amount requested for supplemental would need to be increased greatly. However, since the first six months of FY 79 did include several expensive cases, and since it is assumed that the second half of the year will not have as many extraordinarily large cases, the projection is reduced somewhat over the historical past.

The Alaska Court System has very little control over the amounts billed by attorneys in these appointments. These appointments originate with the filing of a request by the Public Defender to be removed from a case due to a conflict within his office concerning the representation of an indigent defendant. This results primarily from situations where there are multiple defendants in a case or a witness in one case might be a defendant in another case in which the defendant is represented by the Public Defender. Since the Canons of Ethics do not allow a law firm to represent more than one side of any case, it is often necessary for private counsel to be appointed. When an attorney finishes his case, bills are submitted to the judge for review and approval and payment by the court at \$40 per hour.

If you have any questions concerning this request for a supplemental, please let me know as soon as possible. Thank you for your assistance.

Sincerely,

Richard P. Barrier
Deputy Administrative Director

Attachments



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

3/20/90
Date

COMMITTEE REPORT

HOUSE

FURTHER:

March 15, 1979

Date: 3/15/79

Mr. Speaker:

The Committee on FINANCE has had HB 220

"An Act relating to compensation for certain state officers and employees; 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) same title
- replace with CS for _____ 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**

McKinnore

McKinnore

Ferguson

**MEMBERS HAVING
OTHER RECOMMENDATIONS:**

McKinnore - No Rec

Smith - No Rec

Rogers No Rec

Walters No Rec

Steff - No Rec

Duncan minor

Matgony no rec

McKinnore

CHAIRMAN

A M E N D M E N T

OFFERED IN THE HOUSE:

BY: House Finance

TO: State Affairs CS for HOUSE BILL No. 220

SENATE BILL No. _____

PAGE: 3

LINE: 4

Insert new Section 4: "* Sec. 4. The pay plan for University of Alaska employees shall be determined by the Board of Regents pursuant to AS 14.40.170(2). It is not intended that the pay plan cost-of-living adjustments necessarily be totally distributed or allocated equally among the University salary schedules, or that distribution of any amount necessarily be made to each schedule or to each employee."

(former Sec. 4 becomes new Sec. 5)

Page 3

Line 8

Delete Section 5.

AMENDMENT

OFFERED IN THE HOUSE:

BY: House Finance

To: State Affairs CS for HOUSE BILL No. 220

SENATE BILL No. _____

PAGE: 3

LINE: 4

Insert new Section 4: "# Sec. 4. The pay plan for University of Alaska employees shall be determined by the Board of Regents pursuant to AS 14.40.170(2). It is not intended that the pay plan cost-of-living adjustments necessarily be totally distributed or allocated equally among the University salary schedules, or that distribution of any amount necessarily be made to each schedule or to each employee."

(former Sec. 4 becomes new Sec. 5)

Page 3

Line 8

Delete Section 5.



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James O. Smith
Signature of Camera Operator

3/20/90
Date



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James O Smith
Signature of Camera Operator

3/20/90
Date

SENATE FINANCE COMMITTEE
BILL CHECKLIST.

- 1. Original Bill Document ✓
- 2. History Cover Form ✓
- 3. Printed Copies:
 - Original Bill ✓
 - Committee Substitutes or Amendments ✓
- 4. Committee Report Form ✓
- 5. Fiscal Note:
 - In File See Memos below
 - Requested _____ Date _____
- 6. Backup:
 - Handouts _____
 - Letter from Governor ✓
 - Letter from Sponsor _____
 - Other _____

Memo from Legislative Counsel
 MEMO FROM ROWLAND (Executive Br Summary)
 " " Legislative Audit
 " " Finance

COMMITTEE REPORT
SENATE

3/23/79

FURTHER: None

Date: 5-24-80

Mr. President:

The Committee on FINANCE has had CSHB 220 am
compensation for certain state officers and employees

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 CS HP 220 same title
 new title
- and recommends 10. Pass
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendation
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

[Signature]

[Signature]

[Signature]

[Signature]

[Signature]

[Signature]

[Signature]

[Signature]

[Signature]

MEMBERS HAVING
OTHER RECOMMENDATIONS:

[Signature]

CHAIRMAN

Original sponsor: Rules/Governor

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 SENATE CS FOR CS FOR HOUSE BILL NO. 220

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act extending the time in which the 1979 permanent
7 fund dividend must be claimed; and providing for an
8 effective date."

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

10 * Section 1. Section 3, ch. 21, SLA 1980 is amended to read:

11 Sec. 3. For 1979 the value of a permanent fund dividend is \$50.
12 The payment of permanent fund dividends for 1979 shall be made from an
13 appropriation from the general fund to the dividend fund for that pur-
14 pose. The amount appropriated from the general fund to pay permanent
15 fund dividends for 1979 less 50 percent of the income of the Alaska
16 permanent fund earned during the fiscal year ending June 30, 1978, is a
17 loan to the dividend fund from the general fund which shall be repaid as
18 provided in AS 43.23.050(c) enacted by sec. 2 of this Act. The Depart-
19 ment of Revenue shall by July 1, 1980, prescribe and make available an
20 application form for claiming permanent fund dividends for 1979. The
21 Department of Revenue shall mail the form to each individual who, before
22 July 1, 1980, filed a resident or part-year resident Alaska net income
23 tax return for the 1979 tax year under AS 43.20. An eligible individual
24 may receive payment of permanent fund dividends for 1979 if he applies
25 to the Department of Revenue on the form prescribed by the department no
26 later than November 15 [SEPTEMBER 1], 1980. The application must be
27 accompanied by a statement of eligibility as required by AS 43.23.020
28 enacted in sec. 2 of this Act.

29 * Sec. 2. This Act takes effect immediately in accordance with AS 01.10.-

1 070(c).

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Original sponsor: Rules/Governor

Offered: 3/14/79
Referred: Finance

1 IN THE HOUSE

BY THE STATE AFFAIRS COMMITTEE

2 CS FOR HOUSE BILL NO. 220 am

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 compensation for certain state
7 officers and employees; and providing for an effective
8 date."

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

10 * Section 1. AS 39.27.011(a) is repealed and re-enacted to read:

11 (a) The following monthly basic salary schedule is approved as
12 the pay plan for classified and partially exempt employees in the
13 executive branch of the state government who are not members of a
14 collective bargaining unit established under the authority of the
15 Public Employment Relations Act:

16	<u>Range</u>	<u>Step</u>									
17		A	B	C	D	E	F	J	K	L	M
18	05	944	972	1,004	1,034	1,065	1,095	1,138	1,182	1,226	1,272
19	06	1,004	1,034	1,065	1,095	1,129	1,164	1,209	1,254	1,301	1,349
20	07	1,065	1,095	1,129	1,164	1,201	1,240	1,286	1,335	1,385	1,437
21	08	1,129	1,164	1,201	1,240	1,278	1,321	1,370	1,420	1,476	1,529
22	09	1,201	1,240	1,278	1,321	1,364	1,405	1,458	1,512	1,571	1,630
23	10	1,278	1,321	1,364	1,406	1,453	1,499	1,555	1,614	1,672	1,737
24	11	1,364	1,405	1,453	1,499	1,548	1,600	1,660	1,722	1,785	1,854
25	12	1,453	1,499	1,548	1,600	1,660	1,722	1,785	1,854	1,924	1,997
26	13	1,548	1,600	1,660	1,722	1,785	1,854	1,924	1,997	2,069	2,149
27	14	1,660	1,722	1,785	1,854	1,924	1,997	2,069	2,149	2,228	2,312
28	15	1,785	1,854	1,924	1,997	2,069	2,149	2,228	2,312	2,400	2,488
29	16	1,924	1,997	2,069	2,149	2,228	2,312	2,400	2,488	2,580	2,679

1	17	2,069	2,149	2,228	2,312	2,400	2,488	2,580	2,679	2,780	2,884
2	18	2,228	2,312	2,400	2,488	2,580	2,679	2,780	2,884	2,990	3,103
3	19	2,400	2,488	2,580	2,679	2,780	2,884	2,990	3,103	3,221	3,341
4	20	2,580	2,679	2,780	2,884	2,990	3,103	3,221	3,341	3,466	3,562
5	21	2,780	2,884	2,990	3,103	3,221	3,341	3,466	3,562	3,659	3,762
6	22	2,990	3,103	3,221	3,341	3,466	3,562	3,659	3,762	3,865	3,971
7	23	3,221	3,341	3,466	3,562	3,659	3,762	3,865	3,971	4,079	4,166
8	24	3,466	3,562	3,659	3,762	3,865	3,971	4,079	4,166		
9	25	3,659	3,762	3,865	3,971	4,079	4,166				
10	26	3,762	3,865	3,971	4,079	4,166					
11	27	3,865	3,971	4,079	4,166						
12	28	3,971	4,079	4,166							
13	29	4,079	4,166								
14	30	4,166									

* Sec. 2. AS 39.27.011 is amended by adding a new subsection to read:

(c) The classified and partially exempt employees paid according to the basic salary schedule in (a) of this section who have a salary equal to or exceeding \$4,166 a month on the effective date of this Act remain entitled to the salary in effect on that date. Employees subject to the salary limitation imposed by this subsection are not eligible for merit or longevity salary increases on or after the effective date of this Act. In determining which employees are covered by the limitation imposed by this subsection, the salary which would be paid if the employees were subject to the basic salary schedule governs.

* Sec. 3. It is the intent of the legislature that the permanent and temporary employees of the judicial branch (other than judicial officers), and the permanent employees of the legislative branch, receive salary adjustments comparable to those received by the classified and partially exempt employees under sec. 1 of this Act. It is also the intent of the

1 legislature that the salary limitation imposed by sec. 2 of this Act apply
2 to the permanent and temporary employees of the judicial branch (other than
3 judicial officers), and the permanent employees of the legislative branch.

4 * Sec. 4. The pay plan for University of Alaska employees shall be
5 determined by the Board of Regents pursuant to AS 14.40.170(2). It is not
6 intended that the pay plan cost-of-living adjustments necessarily be totally
7 distributed or allocated equally among the University salary schedules, or
8 that distribution of any amount necessarily be made to each schedule or to
9 each employee.

10 * Sec. 5. The salary adjustments made in sec. 1 of this Act are retro-
11 active to January 1, 1979, for the classified and partially exempt employees
12 of the executive branch and for those officers and employees specified in
13 sec. 3 of this Act.

14 * Sec. 6. This Act takes effect immediately in accordance with AS 01.-
15 10.070(c).

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Original sponsor: Rules/Governor

Offered: 3/14/79
Referred: Finance

1 IN THE HOUSE

BY THE STATE AFFAIRS COMMITTEE

2 CS FOR HOUSE BILL NO. 220

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 compensation for certain state
7 officers and employees; and providing for an effec-
8 tive date."

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

10 * Section 1. AS 39.27.011(a) is repealed and re-enacted to read:

11 (a) The following monthly basic salary schedule is approved as
12 the pay plan for classified and partially exempt employees in the
13 executive branch of the state government who are not members of a
14 collective bargaining unit established under the authority of the
15 Public Employment Relations Act:

16	<u>Range</u>	<u>Step</u>									
17		A	B	C	D	E	F	J	K	L	M
18	05	944	972	1,004	1,034	1,065	1,095	1,138	1,182	1,226	1,272
19	06	1,004	1,034	1,065	1,095	1,129	1,164	1,209	1,254	1,301	1,349
20	07	1,065	1,095	1,129	1,164	1,201	1,240	1,286	1,335	1,385	1,437
21	08	1,129	1,164	1,201	1,240	1,278	1,321	1,370	1,420	1,476	1,529
22	09	1,201	1,240	1,278	1,321	1,364	1,405	1,458	1,512	1,571	1,630
23	10	1,278	1,321	1,364	1,406	1,453	1,499	1,555	1,614	1,672	1,737
24	11	1,364	1,405	1,453	1,499	1,548	1,600	1,660	1,722	1,785	1,854
25	12	1,453	1,499	1,548	1,600	1,660	1,722	1,785	1,854	1,924	1,997
26	13	1,548	1,600	1,660	1,722	1,785	1,854	1,924	1,997	2,069	2,149
27	14	1,660	1,722	1,785	1,854	1,924	1,997	2,069	2,149	2,228	2,312
28	15	1,785	1,854	1,924	1,997	2,069	2,149	2,228	2,312	2,400	2,488
29	16	1,924	1,997	2,069	2,149	2,228	2,312	2,400	2,488	2,580	2,679

1	17	2,069	2,149	2,228	2,312	2,400	2,488	2,580	2,679	2,780	2,884
2	18	2,228	2,312	2,400	2,488	2,580	2,679	2,780	2,884	2,990	3,103
3	19	2,400	2,488	2,580	2,679	2,780	2,884	2,990	3,103	3,221	3,341
4	20	2,580	2,679	2,780	2,884	2,990	3,103	3,221	3,341	3,466	3,562
5	21	2,780	2,884	2,990	3,103	3,221	3,341	3,466	3,562	3,659	3,762
6	22	2,990	3,103	3,221	3,341	3,466	3,562	3,659	3,762	3,865	3,971
7	23	3,221	3,341	3,466	3,562	3,659	3,762	3,865	3,971	4,079	4,166
8	24	3,466	3,562	3,659	3,762	3,865	3,971	4,079	4,166		
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11	27	3,865	3,971	4,079	4,166						
12	28	3,971	4,079	4,166							
13	29	4,079	4,166								
14	30	4,166									

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(c) The classified and partially exempt employees paid according to the basic salary schedule in (a) of this section who have a salary equal to or exceeding \$4,166 a month on the effective date of this Act remain entitled to the salary in effect on that date. Employees subject to the salary limitation imposed by this subsection are not eligible for merit or longevity salary increases on or after the effective date of this Act. In determining which employees are covered by the limitation imposed by this subsection, the salary which would be paid if the employees were subject to the basic salary schedule governs.

* Sec. 3. It is the intent of the legislature that the permanent and temporary employees of the judicial branch (other than judicial officers), and the permanent employees of the legislative branch, receive salary adjustments comparable to those received by the classified and partially exempt employees under sec. 1 of this Act. It is also the intent of the

1 legislature that the salary limitation imposed by sec. 2 of this Act apply
2 to the permanent and temporary employees of the judicial branch (other than
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4 * Sec. 4. The salary adjustments made in sec. 1 of this Act are retro-
5 active to January 1, 1979, for the classified and partially exempt employees
6 of the executive branch and for those officers and employees specified in
7 sec. 3 of this Act.

8 * Sec. 5. AS 39.27.022, 39.27.030, 39.27.035, and 39.27.040 are repealed.

9 * Sec. 6. This Act takes effect immediately in accordance with AS 01.-
10 10.070(c).

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Introduced: 2/14/79
Referred: State Affairs and
Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 220

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 compensation for certain state
7 officers and employees; and providing for an effective
8 date."

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

10 * Section 1. AS 39.27.011(a) is repealed and re-enacted to read:

11 (a) The following monthly basic salary schedule is approved as
12 the pay plan for classified and partially exempt employees in the
13 executive branch of the state government who are not members of a
14 collective bargaining unit established under the authority of the
15 Public Employment Relations Act:

16	<u>Range</u>	<u>Step</u>									
17		A	B	C	D	E	F	J	K	L	M
18	05	944	972	1,004	1,034	1,065	1,095	1,138	1,182	1,226	1,272
19	06	1,004	1,034	1,065	1,095	1,129	1,164	1,209	1,254	1,301	1,349
20	07	1,065	1,095	1,129	1,164	1,201	1,240	1,286	1,335	1,385	1,437
21	08	1,129	1,164	1,201	1,240	1,278	1,321	1,370	1,420	1,476	1,529
22	09	1,201	1,240	1,278	1,321	1,364	1,405	1,458	1,512	1,571	1,630
23	10	1,278	1,321	1,364	1,406	1,453	1,499	1,555	1,614	1,672	1,737
24	11	1,364	1,405	1,453	1,499	1,548	1,600	1,660	1,722	1,785	1,854
25	12	1,453	1,499	1,548	1,600	1,660	1,722	1,785	1,854	1,924	1,997
26	13	1,548	1,600	1,660	1,722	1,785	1,854	1,924	1,997	2,069	2,149
27	14	1,660	1,722	1,785	1,854	1,924	1,997	2,069	2,149	2,228	2,313
28	15	1,785	1,854	1,924	1,997	2,069	2,149	2,228	2,312	2,400	2,448
29	16	1,924	1,997	2,069	2,149	2,228	2,312	2,400	2,488	2,580	2,679

1	17	2,069	2,149	2,228	2,312	2,400	2,488	2,580	2,679	2,780	2,884
2	18	2,228	2,312	2,400	2,488	2,580	2,679	2,780	2,884	2,990	3,103
3	19	2,400	2,488	2,580	2,679	2,780	2,884	2,990	3,103	3,221	3,341
4	20	2,580	2,679	2,780	2,884	2,990	3,103	3,221	2,341	3,466	3,562
5	21	2,780	2,884	2,990	3,103	3,221	3,341	3,466	3,562	3,659	3,762
6	22	2,990	3,103	3,221	3,341	3,466	3,562	3,659	3,762	3,865	3,971
7	23	3,221	3,341	3,466	3,562	3,659	3,762	3,865	3,971	4,079	4,166
8	24	3,466	3,562	3,659	3,762	3,865	3,971	4,079	4,166		
9	25	3,659	3,762	3,865	3,971	4,079	4,166				
10	26	3,762	3,865	3,971	4,079	4,166					
11	27	3,865	3,971	4,079	4,166						
12	28	3,971	4,079	4,166							
13	29	4,079	4,166								
14	30	4,166									

* Sec. 2. AS 39.27.011 is amended by adding a new subsection to read:

(c) The classified and partially exempt employees paid according to the basic salary schedule in (a) of this section who have a salary equal to or exceeding \$4,166 a month on the effective date of this Act remain entitled to the salary in effect on that date. Employees subject to the salary limitation imposed by this subsection are not eligible for merit or longevity salary increases on or after the effective date of this Act. In determining which employees are covered by the limitation imposed by this subsection, the salary which would be paid if the employees were subject to the basic salary schedule governs.

* Sec. 3. It is the intent of the legislature that the permanent and temporary employees of the judicial branch (other than judicial officers), and the permanent employees of the legislative branch, receive salary adjustments comparable to those received by the classified and partially exempt employees under sec. 1 of this Act. It is also the intent of the

1 legislature that the salary limitation imposed by sec. 2 of this Act apply
2 to the permanent and temporary employees of the judicial branch (other than
3 judicial officers), and the permanent employees of the legislative branch.

4 * Sec. 4. The salary adjustments made in sec. 1 of this Act are retro-
5 active to January 1, 1979, for the classified and partially exempt employees
6 of the executive branch and for those officers and employees specified in
7 sec. 3 of this Act.

8 * Sec. 5. AS 39.27.022, 39.27.030, 39.27.035, and 39.27.040 are repealed

9 * Sec. 6. This Act takes effect immediately in accordance with AS 01.-
10 10.070(c).

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5/24/80

1:00 p.m.

AGENDA
SENATE FINANCE COMMITTEE

BILLS

- | | | |
|----------------------|--|------------|
| CSHB 830
(Fin) am | - Act relating to alcohol and drug abuse combining and changing the membership of the advisory boards on alcoholism and drug abuse; changing the responsibilities of the office of alcoholism; amending the alcoholism grant-in-aid program; and repealing a requirement for mandatory discharge of an alcoholic from involuntary commitment | Unassigned |
| HB 904 | - Act relating to the auditing of oil and gas royalty and net profits and payments and reports | Kerttula |

RESOLUTIONS

- | | | |
|----------|--|------------|
| SSHCR 45 | - An Act relating to Senior Citizen tax exemption | Unassigned |
| HJR 80 | - Proposing an amendment to the Constitution of the State of Alaska relating to joint budget revision power of interim committees of the Legislature | Ray |

HB 220

JAY S. HAMMOND
GOVERNOR



STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

August 2, 1979

The Honorable John Sackett
Chairman
Senate Finance Committee
Alaska State Legislature
Juneau, Alaska 99811

Dear John:

Please amend Committee Substitute House Bill 220 amended in accordance with the enclosed. The action is necessary to allow for payment of foreign office employees at levels that will be equitable. Exchange value fluctuation and different costs of living factors require the flexibility of the language proposed in the enclosed amendment.

Sincerely,

A handwritten signature in cursive script, appearing to read "Keith W. Specking".

Keith W. Specking
Legislative Assistant
to the Governor

Enclosure

cc: Russ Meekins, Chairman
House Finance Committee

A M E N D M E N T

1
2 Offered in the SENATE

3 To: COMMITTEE SUBSTITUTE FOR HOUSE BILL 220 amended

4 Page 2, line 25:

5 Insert two new sections 3 and 4 as follows and renumber the remaining
6 sections accordingly:

7 * Sec 3. AS 39.27.020(a) is amended to read:

8 Sec. 39.27.020. PAY STEP DIFFERENTIALS BY ELECTION DISTRICT AND
9 IN OTHER STATES [OUTSIDE THE STATE]. (a) The following pay step dif-
10 ferentials are approved as an amendment to the basic salary schedules
11 provided in AS 39.27.010 and 39.27.011 [SECS. 10 AND 11 OF THIS CHAP-
12 TER]:

Election District	Pay Steps Above Basic Salary Schedule
1	0
2	1
3	1
4	0
5	2
6a (excluding Valdez Duty Station)	4
6b (Valdez Duty Station)	5
7	1
8	0
9	2
10	2
11	2
12	7
13	7
14	8

1	15a (excluding Nenana Duty Station)	9
2	15b (Nenana Duty Station)	8
3	16a (south of Arctic Circle)	4
4	16b (north of Arctic Circle)	9
5	17	9
6	18	9
7	19	8
8	<u>In other states [OUTSIDE THE STATE]</u>	minus 6

* Sec 4. AS 29.27.020 is amended to add a new subsection to read:

(c) The director shall establish salary differentials for positions located in foreign countries in order to maintain equitable relationships between salaries. The differentials shall be adjusted as necessary as of July 1 of each year.

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JAY S. HAMMOND
GOVERNOR



STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

9

April 6, 1979

The Honorable John Sackett
Chairman
Senate Finance Committee
Alaska State Legislature
Juneau, Alaska 99811

Dear Senator ^{John} Sackett:

Please amend Committee Substitute for House Bill 220
amended by adding a new section as follows:

Sec. 3. AS 39.27.020 is amended to add a new
subsection (c) to read:

(c) The salaries of employees in offices
located outside the United States shall be adjusted
annually by the director in accordance with the value
of the dollar at the time of adjustment in the country
in which the office is located so that the employees
will receive in actual value the equivalent of the amount
paid to persons holding positions at the same range and
step in an office located in Election District 4.

Renumber the remaining sections in the bill accord-
ingly.

This amendment will provide for necessary adjustments
in salaries of foreign office employees occasioned by
currency fluctuations. These employees are in a partially
exempt status per AS 39.25.120 (5).

Sincerely,

A handwritten signature in cursive script that reads "Keith".

Keith W. Specking
Legislative Assistant
to the Governor

enclosure

Put in Bill files

CSHB 220am

Issues in this bill (aside from salary increase) are:

As 39.27.022 (longevity pay) does not allow for an increase when an employee in longevity steps takes a promotion 1-2 ranges higher. Exec. intent is to repeal statute and incorporate in personnel rules with exceptions reviewed case-by-case.

As 39.27.30 thru As 39.27.40 (Salary Surveys) the salary survey is necessary in ^{collective} bargaining and beneficial to the Alaska business community which participates in it, but is not necessary specifically to make recommendations to the legislature. Proposal is to keep survey as a tool but repeal mandating language.

As 39.27.30 - Salary Survey for State

As 39.27.35 - Preparation of pay schedules by Admin

As 39.27.40 - Salary Survey for University

STATE OF ALASKA

DEPARTMENT OF ADMINISTRATION

DIVISION OF PERSONNEL AND LABOR RELATIONS

JAY S. HAMMOND, GOVERNOR

POUCH C
JUNEAU, ALASKA 99811

April 5, 1979

Mr. Garrey Peska
Legislative Finance Division
Legislative Affairs Agency
Pouch WF
Juneau, Alaska 99811

Re: CSHB 220 am

Dear Mr. Peska:

When subject Bill was drafted, top management decided to consolidate it with four others and submit all five as a single Bill. When House Finance heard testimony on HB 220, Jack Chenowith called the Committee's attention to the fact that passage of this Bill would also repeal four existing Statutes: AS 39.27.022; AS 39.27.030; AS 39.27.035; and AS 39.27.040.

Due to the press of business at the time when Mr. Chenowith pointed out that HB 220 was a consolidated Bill, a motion was adopted to drop Section 5, which contained the four Statutes proposed for repeal, and consider that Section at a later date. During a discussion about this action, you suggested that a position paper on these four statutes might prove helpful when Section 5 is up for reconsideration.

AS 39.27.022. Pay increments for longevity in state service. This Statute provides four pay increments for employees who remain in the final step of "a given range" (emphasis added) for two, four, nine and thirteen years. The wording of the Statute is clear, and there are no problems in its administration for those employees who remain in "a given" salary range. This wording, however, can serve as a road block when a senior employee is offered promotion to a job at a higher salary range. Because the higher range becomes the "given range," no longevity can be recognized for two more years. No problem is present if the job to which promoted is sufficiently higher than the previous one which will provide a pay increase within the regular six-step salary range. However, if the employee is presently at the third longevity pay increment, for example, and promotes to a job one salary range higher than the present job, he/she is forced to take a cut in salary. To continue intent with respect to longevity in State service, the proposal is to repeal the Statute, incorporate the same language in the Personnel Rules, but allow exception on a case-by-case basis where employees would receive no pay increase or be forced to take a pay cut upon promotion.

AS 39.27.030. Annual salary survey. This Statute requires that the Director of Personnel conduct an annual salary survey and make recommendations to the Legislature on pay ranges to be applied to all classes of positions in the partially exempt and classified services.

It also requires that the Employees' Association be consulted before the recommendations are made. An annual salary and benefits survey has been conducted since 1970. The results show what private and governmental employers are paying selected classes of employees. With the advent of collective bargaining, salaries and benefits are negotiated with employee unions. The requirement that the Director of Personnel recommend pay ranges to be applied to all classes of positions is no longer possible in the face of pay ranges negotiated, or to be negotiated at the collective bargaining table.

AS 39.27.035. Preparation and submission of pay schedules. This Statute requires the preparation of base pay schedules and area differential pay schedules for all election districts, plus a report of the recommended pay schedules to be submitted to the Legislature no later than five days after each session convenes. Preparation and submission of recommended pay schedules are no longer possible in the face of base and area differential schedules arrived at by the collective bargaining process.

AS 39.27.040. University salary survey. This Statute requires that the Director of Personnel make recommendations to the Board of Regents on pay ranges for University employees, other than academic and research positions. The University follows the State classification and pay plans for nonacademic employees.

With inception of collective bargaining, the whole concept of conducting salary and fringe benefit surveys and using the results as bases for making recommendations to governing bodies has changed. In a collective bargaining situation, the surveys are conducted to see what other employers are doing so those who bargain for the employers have the means to anticipate and cost proposals the unions may make during bargaining sessions. Labor unions conduct their own surveys to see how their members stand with respect to wages and fringe benefits.

As a practical matter, there is no way to discontinue a salary and benefit survey conducted each year for the past nine years. The Anchorage business community participates in the survey, and the results are made available to each employer who shares salary and benefit data with the State. In fact, some employers who are not included in a list of those to be surveyed write and ask to be added to the list. Data collection duties and final results are shared between the Municipality of Anchorage and the State. The report of survey results is mailed to 33 cities and towns in Alaska, and copies are given to the Alaska Municipal League for resource material. The University of Alaska receives several copies.

There is no intent to discontinue the conduct of the annual salary and benefits survey; nor is there any intent to discontinue present publication and distribution of survey results. However, the requirement that salary recommendations be made which are based on survey results

Mr. Garrey Peska

-3-

April 5, 1979

and that they be published on specific dates are no longer viable objectives in a collective bargaining setting. These are the reasons for proposing repeal of the salary survey statutes.

Please contact me at 465-4407 if additional information is needed.

Sincerely,


Ken Cates
Research Manager

KC/bc
092150 P6-DD

STATE OF ALASKA
THE LEGISLATURE

POUCH Y - STATE CAPITOL
JUNEAU, ALASKA 99811
907-465-3800

LEGISLATIVE AFFAIRS AGENCY

MEMORANDUM

March 14, 1979

SUBJECT: CSHB 220 - Pay raise for certain employees
TO: Representative Mike Miller
FROM: John B. Chenoweth
Legislative Counsel

In its sec. 5, CSHB 220 would repeal AS 39.27.030, the requirement that the director of the division of personnel complete an annual salary survey. The same section, AS 39.-27.030, supports the cost-of-living differential that is added to entitlements under the current revenue sharing program (AS 43.18.012(a)) and would be retained under the remnant portions of the state aid program of HB 192. All of this is to suggest that the State Affairs committee may want to give additional consideration to the impact of the repealer on other state programs for which the annual salary survey is a contributing factor.

JBC:jdn

Enclosure