

LEG. FINANCE - BILLS 1979 - 1980 1108

BH 499 thru HB 504

1108



# 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

THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 499

Title An Act levying a tax on the sale of motor fuel at retail and providing  
Requested by for the rebate to consumers of a portion of the amount paid for  
motor fuel at retail.

Requested by: House Finance Committee

Date: 1/31/80

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)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES		197.3	211.1	225.9	241.7	258.6
200 TRAVEL		5.0	5.4	5.7	6.1	6.6
300 CONTRACTUAL		20.6	22.0	23.7	25.2	27.0
400 COMMODITIES		3.0	3.2	3.4	3.7	3.9
500 EQUIPMENT		8.4	9.0	9.6	10.3	11.0
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
<b>TOTAL</b>		234.3	250.7	268.3	287.0	307.1

FUNDING (Thousands of Dollars)

GENERAL FUND		234.3	250.7	268.3	287.0	307.1
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME		5	5	5	5	5
PART TIME		4	4	4	4	4
TEMPORARY						

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

See attached memorandum to R. D. Stevenson dated 1/31/80.

IV. DATE January 31, 1980

PREPARED BY

AGENCY Department of Revenue, Audit Division

Original: Legislative Finance

PHONE 465-2320

cc: Budget and Management

Prime Sponsor (First Legislator Named)

# MEMORANDUM

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

DATE: January 31, 1980

FILE NO:

TELEPHONE NO:

FROM: Gary L. Jenkins  
Director  
Audit Division

SUBJECT: House Bill No. 499

This bill provides for the levying of an additional tax on the retail sale of motor fuel and establishes a refund program for those individuals who use the fuel in an internal combustion engine. This law would necessitate the establishment of a complete processing function to handle the initial returns from retailers, as well as the refund claims from the consumers. It is anticipated that we would receive at least 250,000 claims per year and it very easily could reach 300,000.

Regarding the structure of the bill itself, on line 18 of page 1, there is a reference to every "dealer" who sells the fuel shall collect the tax. In the definition section of this chapter, a dealer is defined as one who first sells the motor fuel in the State and for the vast majority of the fuel sold, those sales are not retail sales. It would appear logical that a separate definition of a retail sale be added to the law and the wording on line 18 be modified.

It is not clear what fuel would be subject to the tax which would subsequently be refunded. The term, "motor fuel", which is used in the proposed Sec. 111, would include diesel fuel used in a diesel engine. However, on page 2, line 6, there is a reference to the price of the "gasoline" which is the basis for the rebate claim. Is it intended that the refunds be for gasoline only, or will it include all motor fuels used in internal combustion engines?

An additional final question comes to mind regarding whether the sponsor of this bill intended to permit the rebates to be made to individuals and businesses alike. If that is the intent, the structure is correct. If there is any intent to limit who may obtain the refund or rebate, then the language of the bill would need to be modified.

With regard to the limitation provided in the proposed 43.40.121(d) which would limit the rebates to the amount appropriated by the Legislature, if the appropriation was not sufficient to cover all claims, this requirement will necessitate us to determine the validity of all claims filed prior to issuing any rebates. This will result in the rebates not being physically issued until November or December of the year in which the claims were filed. It conceivably could be even later than this, depending upon the number of claims filed.

# **CORRECTION**

**THIS DOCUMENT  
HAS BEEN REPHOTOGRAPHED  
TO ASSURE LEGIBILITY**

THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 499

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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.)

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700 GRANTS, CLAIMS, ETC.						
<b>TOTAL</b>		<b>234.3</b>	<b>250.7</b>	<b>268.3</b>	<b>287.0</b>	<b>307.1</b>

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GENERAL FUND		234.3	250.7	268.3	287.0	307.1
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME		5	5	5	5	5
PART TIME		4	4	4	4	4
TEMPORARY						

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IV. DATE January 31, 1980 PREPARED BY 

AGENCY Department of Revenue, Audit Division

PHONE 465-2320

Original: Legislative Finance

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

**CATEGORY:** GENERAL GOVERNMENT  
**PROGRAM:** REVENUE COLLECTION AND MANAGEMENT

**AGENCY:** REVENUE  
**BRU (S):** AUDIT; PETROLEUM REVENUE; ENFORCEMENT; TREASURY MANAGEMENT; ADMINISTRATION AND SUPPORT

All Department of Revenue BRU's in the Revenue Collection and Management cover program are included herein. A major emphasis on identifying the "invisible taxpayer" is planned in the FY 81 budget, primarily in the BRUs of Audit, Enforcement, and Administration and Support.

The goals of the Audit BRU are to achieve effective compliance by taxpayers with the tax laws of Alaska, and to raise revenues through an effective audit program. The Revenue Audit staff concentrates on corporate and individual income tax, estate taxes, excise taxes, business license tax, fisheries tax, mining license tax, and the issuance of permits for games or skill or chance.

The goals of the Petroleum Revenue BRU are to administer state taxes on oil and gas production, which includes the State oil and gas property tax, oil and gas production tax and the oil and gas corporate income tax, and also to coordinate with local governments also taxing that property. The Division of Petroleum Revenue also generates revenue estimates for the State of projected oil and gas related revenues.

The goal of the Enforcement BRU is to enforce the collection of taxes from all taxpayers in a fair and equitable manner. The Division is responsible for billing and collecting all delinquent tax accounts.

The goals of the Treasury Management BRU are to manage available funds for a maximum return consistent with statutory limitations; to place general bonded debt as needed for capital projects at minimum cost to the State; and to report the management of funds in accordance with current reporting standards. The Treasury Management Division works closely with the State Bond Committee in performing these functions. Fund management is centralized for the Public Employees Retirement Fund, the Teachers Retirement Fund, and the General Fund, as well as other special funds.

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	GOVERNOR
AUDIT	2461.5	2530.6	2513.1	2691.6			3223.6
PETROLEUM REVENUE	1279.6	1240.1	1187.3	1435.0			1447.2
ENFORCEMENT	1196.5	1335.4	1324.7	1217.0			1366.3
TREASURY MANAGEMENT	1232.3	1227.9	1120.3	1357.1			1436.9
OFFICE OF THE COMMISSIONER	877.3	1077.4	1054.4	757.6			964.5
ADMINISTRATIVE SERVICES	1630.0	1783.7	1746.5	1773.6			2361.4
FISH AND GAME LICENSING	572.1	580.6	531.6	259.0			298.0
** TOTAL	9249.3	9775.7	9477.9	9490.9			11097.9
** CHANGE VERSUS 80 AUTH							16.9%
OBJECT DESCRIPTION							
PERS. SERV.	6294.0	6685.5	6654.2	6784.4			7519.5
TRAVEL	336.8	333.8	316.3	315.7			419.6
CONTRACTUAL	2218.2	2320.1	2075.1	2031.5			2728.1
COMMODITIES	68.5	69.3	59.0	58.2			80.9
EQUIPMENT	23.5	58.7	65.3				37.0
LANDS/BLDGS	308.3	308.3	308.0	301.1			312.8
FUNDING SOURCE							
GENERAL FUND	8446.3	9040.7	8835.4	8956.9			10520.7
PGM RECEIPTS	308.0	240.0	217.5				
OTHER FUNDS	495.0	495.0	425.0	534.0			577.2
** GENERAL FUND CHANGE VS. 80 AUTH							17.4%
POSITIONS							
FULL-TIME	220.0	220.0	220.0	224.0			237.0
PART-TIME	8.0	8.0	8.0	8.0			21.0
TEMPORARY	14.0	14.0	14.0	13.0			
STAFF MONTHS	2715.1	2715.1	2715.1	2784.0			2944.2

# MEMORANDUM

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

DATE: January 31, 1980

FILE NO:

TELEPHONE NO:

FROM: Gary L. Jenkins  
Director  
Audit Division

SUBJECT: House Bill No. 499

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R. D. Stevenson  
Subject: HB No. 499

January 31, 1980

Page 2

The attached Fiscal Note provides for one person to handle the additional returns which will be filed by retailers reporting the tax they have collected, two permanent and four seasonal positions to handle the claims for refunds which have errors on them, and one Clerk and a Hearing Examiner to handle the additional grievances that will be filed, resulting from our disallowing claims from individuals who feel our decision was not correct. The Hearing Examiner would also prepare the necessary regulations for the implementation of the program. Based on our experience with individual income tax, there could easily be from 200 to 500 grievances per year.

The actual revenue impact of this bill will be determined by the Research Unit of the Commissioner's Office.

Attachments

1	POSITION TITLE Tax Examiner I			RANGE/STEP 10 A	BARG. UNIT. G	LOCATION	GOV.	APPROV.	DISAPP.				
2	TYPE OF POSITION PFT	STAFF MONTHS 12	RP No.	PCN No.	PRIORITY	FORM 12 PAGE/LINE	LEG.						
3	TYPE OF EXPENDITURE			AMOUNT		JUSTIFICATION:							
	1	2	3										
4	PERSONAL SERVICES: SALARY		17,004		This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevenson dated 1/31/80.								
5	BENEFITS		2,528										
6	FICA		1,131										
7	HEALTH INS.		1,524										
8	TOTAL PERSONAL SERVICES		22,187										
9	TRAVEL												
10	CONTRACTUAL		3,160										
11	COMMODITIES		450										
12	EQUIPMENT		1,200										
13	OTHER												
14	TOTAL COST		26,997										
	CODE	FUNDING SOURCE											
15		FED RCPTS.											
16		GF MATCH.											
17		GEN. FUND		26,997									
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 Department of Revenue PROGRAM AREA Revenue Collection & Management

BRU Audit Division

FY 81

**13** REQUEST FOR NEW  
POSITION.

COMPONENT \_\_\_\_\_

Page \_\_\_\_\_ of \_\_\_\_\_

REVISED  
DATE \_\_\_\_\_

1	POSITION TITLE Tax Examiner I			RANGE/STEP 10 A	BARG. UNIT. G	LOCATION	GOV.	APPROV.	DISAP.
2	TYPE OF POSITION PFT	STAFF MONTHS 12	RP No.	PCN No.	PRIORITY	FORM 12 PAGE/LINE	LEG.		

2	TYPE OF EXPENDITURE	AMOUNT
	1	2
4	PERSONAL SERVICES: SALARY	17,004
5	BENEFITS	2,528
6	FICA	1,131
7	HEALTH INS.	1,524
8	TOTAL PERSONAL SERVICES	22,187
9	TRAVEL	
10	CONTRACTUAL	3,160
11	COMMODITIES	450
12	EQUIPMENT	1,200
13	OTHER	
14	TOTAL COST	26,997

JUSTIFICATION:

This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevenson dated 1/31/80.

	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 Department of Revenue PROGRAM AREA Revenue Collection & Management

BRU Audit Division

**13** REQUEST FOR NEW POSITION.

COMPONENT \_\_\_\_\_

Page \_\_\_\_\_ of \_\_\_\_\_

REVISED DATE \_\_\_\_\_

FY 81

1	POSITION TITLE <b>Tax Examiner I</b>			RANGE/STEP <b>10 A</b>	BARG. UNIT. <b>G</b>	LOCATION	GOV.	APPROV.	DISAPP.
2	TYPE OF POSITION <b>Seas.</b>	STAFF MONTHS <b>6</b>	RP No.	PCN No.	PRIORITY	FORM 12 PAGE/LINE	LEG.		
3	TYPE OF EXPENDITURE			AMOUNT					
	1			2		3			
4	PERSONAL SERVICES: SALARY			8,502					
5	BENEFITS			1,264					
6	FICA			566					
7	HEALTH INS.			762					
8	TOTAL PERSONAL SERVICES			11,084					
9	TRAVEL								
10	CONTRACTUAL			1,200					
11	COMMODITIES			200					
12	EQUIPMENT			600					
13	OTHER								
14	TOTAL COST			13,084					
15	CODE	FUNDING SOURCE							
16		FED RCPTS.							
17		GF MATCH.							
18		GEN. FUND		13,084					
19		I-A RCPTS.							
20		PGM RCPTS							
21		OTHER							
22	CONTINUATION ADDITION	<input checked="" type="checkbox"/>	FOR D&M USE ONLY						
1A KEY NUMBER _____ COLUMN NO. _____									

JUSTIFICATION:

This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevenson dated 1/31/80.

AGENCY Department of Revenue PROGRAM AREA Revenue Collection & Management

BRU Audit Division

FY 81

**13 REQUEST FOR NEW POSITION.**

COMPONENT \_\_\_\_\_

Page \_\_\_\_\_ of \_\_\_\_\_

REVISED DATE \_\_\_\_\_

1	POSITION TITLE Tax Examiner I			RANGE/STEP 10 A	BARG. UNIT. G	LOCATION	GOV.	APPROV.	DI
2	TYPE OF POSITION Seas.	STAFF MONTHS 6	RP No.	PCN No.	PRIORITY	FORM 12	PAGE/LINE	LEG.	
3	TYPE OF EXPENDITURE			AMOUNT					
	1	2	3						
4	PERSONAL SERVICES: SALARY		8,502						
5	BENEFITS		1,264						
6	FICA		566						
7	HEALTH INS.		762						
8	TOTAL PERSONAL SERVICES		11,084						
9	TRAVEL								
10	CONTRACTUAL		1,200						
11	COMMODITIES		200						
12	EQUIPMENT		600						
13	OTHER								
14	TOTAL COST		13,084						
JUSTIFICATION:									
This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevenson dated 1/31/80.									
	CODE	FUNDING SOURCE							
15		FED RCPTS.							
16		GF MATCH.							
17		GEN. FUND			13,084				
18		I-A RCPTS.							
19		PGM RCPTS							
20		OTHER							
21	CONTINUATION								
22	ADDITION	X	FOR E&M USE ONLY						
4A KEY NUMBER _____ COLUMN NO. _____									

AGENCY Department of Revenue PROGRAM AREA Revenue Collection & Management

BRU Audit Division

FY 81

**13** REQUEST FOR NEW  
POSITION.

COMPONENT \_\_\_\_\_

Page \_\_\_\_\_ of \_\_\_\_\_

REVISED  
DATE \_\_\_\_\_

1	POSITION TITLE Tax Examiner I			RANGE/STEP 10 A	BARC. UNIT. G	LOCATION	GOV	APPROV:	DIS/						
2	TYPE OF POSITION Seas.	STAFF MONTHS 6	RP No.	PCN No.	PRIORITY	FORM 12 PAGE/LINE	LEG								
3	TYPE OF EXPENDITURE			AMOUNT		JUSTIFICATION:									
	1	2	3												
4	PERSONAL SERVICES: SALARY		8,502	This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevenson dated 1/31/80.											
5	BENEFITS		1,264												
6	FICA		566												
7	HEALTH INS.		762												
8	TOTAL PERSONAL SERVICES		11,084												
9	TRAVEL														
10	CONTRACTUAL		1,200												
11	COMMODITIES		200												
12	EQUIPMENT		600												
13	OTHER														
14	TOTAL COST		13,084												
15	CODE	FUNDING SOURCE													
16		FED RCPTS.													
17		GF MATCH.													
18		GEN. FUND		13,084											
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 Department of Revenue PROGRAM AREA Revenue Collection & Management

BRU Audit Division

FY 81

**13** REQUEST FOR NEW  
POSITION.

COMPONENT \_\_\_\_\_

Page \_\_\_\_\_ of \_\_\_\_\_

REVISED  
DATE \_\_\_\_\_

1	POSITION TITLE Tax Examiner I			RANGE/STEP 10 A	BARG. UNIT. G	LOCATION	GOV.	APPROV.	DISB.
2	TYPE OF POSITION Seas.	STAFF MONTHS 6	RP No.	PCN No.	PRIORITY	FORM 12	PAGE/LINE	LEG.	
3	TYPE OF EXPENDITURE			AMOUNT		JUSTIFICATION:			
	1	2	3						
4	PERSONAL SERVICES: SALARY			8,502		This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevenson dated 1/31/80.			
5	BENEFITS			1,264					
6	FICA			566					
7	HEALTH INS.			762					
8	TOTAL PERSONAL SERVICES			11,084					
9	TRAVEL								
10	CONTRACTUAL			1,200					
11	COMMODITIES			200					
12	EQUIPMENT			600					
13	OTHER								
14	TOTAL COST			13,084					
	CODE	FUND'NG SOURCE							
15		FED RCPTS							
16		GF MATCH.							
17		GEN. FUND		13,084					
18		I-A RCPTS.							
19		PGM RCPTS							
20		OTHER							
21	CONTINUATION			FOR B&M USE ONLY					
22	ADDITION	X							
AA KEY NUMBER				COLUMN NO.					

AGENCY Department of Revenue PROGRAM AREA Revenue Collection & Management

DRU Audit Division

**13** REQUEST FOR NEW POSITION.

COMPONENT \_\_\_\_\_

Page \_\_\_\_\_ of \_\_\_\_\_

REVISED DATE \_\_\_\_\_

FY 81

1	POSITION TITLE Tax Examiner III			RANGE/STEP 14 A	BARG. UNIT. G	LOCATION	GOV.	APPROV.	DISAPP.
2	TYPE OF POSITION PFT	STAFF MONTHS 12	RP No.	PCN No.	PRIORITY	FORM 12 PAGE/LINE	LEG.		

3	TYPE OF EXPENDITURE	AMOUNT
	1	2
4	PERSONAL SERVICES: SALARY	22,090
5	BENEFITS	3,285
6	FICA	1,469
7	HEALTH INS.	1,524
8	TOTAL PERSONAL SERVICES	28,368
9	TRAVEL	
10	CONTRACTUAL	3,160
11	COMMODITIES	450
12	EQUIPMENT	1,200
13	OTHER	
14	TOTAL COST	33,178

JUSTIFICATION:

This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevens dated 1/31/80.

	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 Department of Revenue PROGRAM AREA Revenue Collection and Management

BRU Audit Division

**13** REQUEST FOR NEW POSITION.

COMPONENT \_\_\_\_\_

Page \_\_\_\_\_ of \_\_\_\_\_

REVISED DATE \_\_\_\_\_

FY 81

1	POSITION TITLE Clerk III			RANGE/STEP 8 A	BARG. UNIT. G	LOCATION	APPROV.	DISAP
2	TYPE OF POSITION PFT	STAFF MONTHS 12	RP No.	PCN No.	PRIORITY	FORM 12 PAGE/LINE	LEG.	
3	TYPE OF EXPENDITURE			AMOUNT				
	1	2	3					
4	PERSONAL SERVICES: SALARY		14,984					
5	BENEFITS		2,228					
6	FICA		996					
7	HEALTH INS.		1,524					
8	TOTAL PERSONAL SERVICES			19,732				
9	TRAVEL							
10	CONTRACTUAL			3,160				
11	COMMODITIES			450				
12	EQUIPMENT			1,200				
13	OTHER							
14	TOTAL COST			24,542				
	CODE	FUNDING SOURCE						
15		FED RCPTS.						
16		GF MATCH.						
17		GEN. FUND		24,542				
18		I-A RCPTS.						
19		PGM RCPTS						
20		OTHER						
21	CONTINUATION							
22	ADDITION	X	FOR B&M USE ONLY					
4A KEY NUMBER _____ COLUMN NO. _____								

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**13** REQUEST FOR NEW  
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Page \_\_\_\_\_ of \_\_\_\_\_

REVISED  
DATE \_\_\_\_\_

1	POSITION TITLE Revenue Hearing Examiner			RANGE/STEP 25 A	BARG. UNIT. G	LOCATION	GOV	APPROV.	DISAP
2	TYPE OF POSITION PFT	STAFF MONTHS 12	RP No.	PCN No.	PRIORITY	FORM 12 PAGE/LINE	LEG		

3	TYPE OF EXPENDITURE		AMOUNT
	1	2	3
4	PERSONAL SERVICES: SALARY		49,616
5	BENEFITS		7,378
6	FICA		1,975
7	HEALTH INS.		1,524
8	TOTAL PERSONAL SERVICES		60,493
9	TRAVEL		5,000
10	CONTRACTUAL		3,160
11	COMMODITIES		450
12	EQUIPMENT		1,200
13	OTHER		
14	TOTAL COST		70,303

JUSTIFICATION:

This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevensondated 1/31/80.

	CODE	FUNDING SOURCE	
15		FED RCPTS.	
16		GF MATCH.	
17		GEN. FUND	70,303
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 Department of Revenue PROGRAM AREA Revenue Collection and Management

DRU Audit Division

FY 81

**13** REQUEST FOR NEW POSITION.

COMPONENT \_\_\_\_\_

Page \_\_\_\_\_ of \_\_\_\_\_

REVISED DATE \_\_\_\_\_

THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB499  
 Title Act Levying Sales Tax on Retail Sale of Motor Fuel  
 Requested by \_\_\_\_\_ Date \_\_\_\_\_

II. FISCAL DETAIL

Agency Affected \_\_\_\_\_  
 Program Category Affected \_\_\_\_\_  
 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 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						

TOTAL

FUNDING (Thousands of Dollars)

	Unknown	Unknown	Unknown	Unknown	Unknown	Unknown
GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

The bill proposes to levy a sales tax on the retail of motor fuel at a rate of 10 percent on the difference between the actual retail price and a base price set at 90 cents per gallon. In the following year every user of motor fuel who pays this additional tax is entitled to a rebate of the amount of tax he/she paid under the provisions of this bill. The Legislature is to appropriate funds to make the rebate possible. If the appropriation is insufficient, the claims for rebate are to be prorated.

We are unable to determine the potential revenue impact because it would depend upon the size of the legislative appropriation in the respective years. It is likely that there would be no revenue impact because the bill does not indicate why such an additional tax should be levied, and taxpayers will request that the Legislature make appropriations sufficient for a full rebate.

IV. DATE 1/24/80 PREPARED BY Barbara Loren  
 AGENCY Revenue  
 PHONE #2174  
 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. House Bill No. 499

Title An Act levying a tax on the sale of motor fuel at retail and providing  
Requested by for the rebate to consumers of a portion of the amount paid for  
motor fuel at retail.

Requested by: House Finance Committee

Date: 1/31/80

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)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES		197.3	211.1	225.9	241.7	258.6
200 TRAVEL		5.0	5.4	5.7	6.1	6.6
300 CONTRACTUAL		20.6	22.0	23.7	25.2	27.0
400 COMMODITIES		3.0	3.2	3.4	3.7	3.9
500 EQUIPMENT		8.4	9.0	9.6	10.3	11.0
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
<b>TOTAL</b>		<b>234.3</b>	<b>250.7</b>	<b>268.3</b>	<b>287.0</b>	<b>307.1</b>

FUNDING (Thousands of Dollars)

GENERAL FUND		234.3	250.7	268.3	287.0	307.1
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME		5	5	5	5	5
PART TIME		4	4	4	4	4
TEMPORARY						

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

See attached memorandum to R. D. Stevenson dated 1/31/80.

IV. DATE January 31, 1980

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: January 31, 1980

FILE NO.

TELEPHONE NO:

FROM: Gary L. Jenkins  
Director  
Audit Division

SUBJECT: House Bill No. 499

This bill provides for the levying of an additional tax on the retail sale of motor fuel and establishes a refund program for those individuals who use the fuel in an internal combustion engine. This law would necessitate the establishment of a complete processing function to handle the initial returns from retailers, as well as the refund claims from the consumers. It is anticipated that we would receive at least 250,000 claims per year and it very easily could reach 300,000.

Regarding the structure of the bill itself, on line 18 of page 1, there is a reference to every "dealer" who sells the fuel shall collect the tax. In the definition section of this chapter, a dealer is defined as one who first sells the motor fuel in the State and for the vast majority of the fuel sold, those sales are not retail sales. It would appear logical that a separate definition of a retail sale be added to the law and the wording on line 18 be modified.

It is not clear what fuel would be subject to the tax which would subsequently be refunded. The term, "motor fuel", which is used in the proposed Sec. 111, would include diesel fuel used in a diesel engine. However, on page 2, line 6, there is a reference to the price of the "gasoline" which is the basis for the rebate claim. Is it intended that the refunds be for gasoline only, or will it include all motor fuels used in internal combustion engines?

An additional final question comes to mind regarding whether the sponsor of this bill intended to permit the rebates to be made to individuals and businesses alike. If that is the intent, the structure is correct. If there is any intent to limit who may obtain the refund or rebate, then the language of the bill would need to be modified.

With regard to the limitation provided in the proposed 43.40.121(d) which would limit the rebates to the amount appropriated by the Legislature, if the appropriation was not sufficient to cover all claims, this requirement will necessitate us to determine the validity of all claims filed prior to issuing any rebates. This will result in the rebates not being physically issued until November or December of the year in which the claims were filed. It conceivably could be even later than this, depending upon the number of claims filed.

R. D. Stevenson  
Subject: HB No. 499

January 31, 1980

Page 2

The attached Fiscal Note provides for one person to handle the additional returns which will be filed by retailers reporting the tax they have collected, two permanent and four seasonal positions to handle the claims for refunds which have errors on them, and one Clerk and a Hearing Examiner to handle the additional grievances that will be filed, resulting from our disallowing claims from individuals who feel our decision was not correct. The Hearing Examiner would also prepare the necessary regulations for the implementation of the program. Based on our experience with individual income tax, there could easily be from 200 to 500 grievances per year.

The actual revenue impact of this bill will be determined by the Research Unit of the Commissioner's Office.

Attachments

1	POSITION TITLE <b>Tax Examiner I</b>			RANGE/STEP <b>10 A</b>	BARG. UNIT. <b>G</b>	LOCATION	GOV.	APPROV.	DISAPP.
2	TYPE OF POSITION <b>PFT</b>	STAFF MONTHS <b>12</b>	RP No.	PCN No.	PRIORITY	FORM 12 PAGE/LINE	LEG.		
3	TYPE OF EXPENDITURE			JUSTIFICATION:					
	1	2	3						
4	PERSONAL SERVICES: SALARY		17,004						
5	BENEFITS		2,528						
6	FICA		1,131						
7	HEALTH INS.		1,524						
8	TOTAL PERSONAL SERVICES		22,187						
9	TRAVEL								
10	CONTRACTUAL		3,160						
11	COMMODITIES		450						
12	EQUIPMENT		1,200						
13	OTHER								
14	TOTAL COST		25,997						
	CODE	FUNDING SOURCE							
15		FED RCPTS.							
16		GF MATCH.							
17		GEN. FUND		26,997					
18		I-A RCPTS.							
19		PGM RCPTS							
20		OTHER							
21	CONTINUATION								
22	ADDITION	X	FOR B&M USE ONLY						
4A KEY NUMBER _____ COLUMN NO. _____									

This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevenson dated 1/31/80.

AGENCY Department of Revenue PROGRAM AREA Revenue Collection & Management

BRU Audit Division

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**13** REQUEST FOR NEW POSITION.

COMPONENT \_\_\_\_\_

Page \_\_\_\_\_ of \_\_\_\_\_

REVISED DATE \_\_\_\_\_

1	POSITION TITLE <b>Tax Examiner I</b>			RANGE/STEP <b>10 A</b>	BARG. UNIT. <b>G</b>	LOCATION	GOV.	APPROV.	DISAPP.					
2	TYPE OF POSITION <b>PFT</b>	STAFF MONTHS <b>12</b>	RP No.	PCN No.	PRIORITY	FORM 12 PAGE/LINE	LEG.							
3	TYPE OF EXPENDITURE			AMOUNT		JUSTIFICATION:								
	1	2	3											
4	PERSONAL SERVICES:				<p>This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevenson dated 1/31/80.</p>									
	SALARY		17,004											
5	BENEFITS		2,528											
6	FICA		1,131											
7	HEALTH INS.		1,524											
8	TOTAL PERSONAL SERVICES		22,187											
9	TRAVEL													
10	CONTRACTUAL		3,160											
11	COMMODITIES		450											
12	EQUIPMENT		1,200											
13	OTHER													
14	TOTAL COST		26,997											
	CODE	FUNDING SOURCE												
15		FED RCPTS.												
16		GF MATCH.												
17		GEN. FUND		26,997										
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 Department of Revenue PROGRAM AREA Revenue Collection & Management

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**13** REQUEST FOR NEW POSITION.

COMPONENT \_\_\_\_\_

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REVISED DATE \_\_\_\_\_

1	POSITION TITLE <b>Tax Examiner I</b>				RANGE/STEP 10 A	BARG. UNIT. G	LOCATION	GOV.	APPROV.	DISAPP.
2	TYPE OF POSITION Seas.	STAFF MONTHS 6	RP No.	PCN No.	PRIORITY	FORM 12	PAGE/LINE	LEG.		
3	TYPE OF EXPENDITURE			AMOUNT	JUSTIFICATION:  This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevenson dated 1/31/80.					
	1	2	3							
4	PERSONAL SERVICES:									
	SALARY			8,502						
5	BENEFITS			1,264						
6	FICA			566						
7	HEALTH INS.			762						
8	TOTAL PERSONAL SERVICES			11,084						
9	TRAVEL									
10	CONTRACTUAL			1,200						
11	COMMODITIES			200						
12	EQUIPMENT			600						
13	OTHER									
14	TOTAL COST			13,084						
	CODE	FUNDING SOURCE								
15		FED RCPTS.								
16		GF MATCH.								
17		GEN. FUND		13,084						
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 Department of Revenue PROGRAM AREA Revenue Collection & Management

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**13 REQUEST FOR NEW POSITION.**

COMPONENT \_\_\_\_\_

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1	POSITION TITLE <b>Tax Examiner I</b>			RANGE/STEP <b>10 A</b>	BARG. UNIT. <b>G</b>	LOCATION	GOV.	APPROV.	DISAPP.
2	TYPE OF POSITION <b>Seas.</b>	STAFF MONTHS <b>6</b>	RP No.	PCN No.	PRIORITY	FORM 12 PAGE/LINE	LEG.		
3	TYPE OF EXPENDITURE			AMOUNT					
	1			2		3			
4	PERSON L SERVICES: SALARY			8,502		JUSTIFICATION:  This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevenson dated 1/31/80.			
5	BENEFITS			1,264					
6	FICA			566					
7	HEALTH INS.			762					
8	TOTAL PERSONAL SERVICES			11,084					
9	TRAVEL								
10	CONTRACTUAL			1,200					
11	COMMODITIES			200					
12	EQUIPMENT			600					
13	OTHER								
14	TOTAL COST			13,084					
	CODE	FUNDING SOURCE							
15		FED RCPTS.							
16		GF MATCH.							
17		GEN. FUND		13,084					
18		I-A RCPTS.							
19		PGM RCPTS							
20		OTHER							
21	CONTINUATION								
22	ADDITION		X		FOR E&M USE ONLY				
4A KEY NUMBER _____ COLUMN NO. _____									

AGENCY Department of Revenue PROGRAM AREA Revenue Collection & Management

BRU Audit Division

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**13** REQUEST FOR NEW POSITION.

COMPONENT \_\_\_\_\_

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REVISED DATE \_\_\_\_\_

1	POSITION TITLE <b>Tax Examiner I</b>			RANGE/STEP 10 A	BARG. UNIT. G	LOCATION	APPROV. GOV	DISAPP.
2	TYPE OF POSITION Seas.	STAFF MONTHS 6	RP No.	PCN No.	PRIORITY	FORM 12 PAGE/LINE	LEG.	
3	TYPE OF EXPENDITURE			AMOUNT				
	1	2	3					
4	PERSONAL SERVICES: SALARY			8,502				
5	BENEFITS			1,264				
6	FICA			566				
7	HEALTH INS.			762				
8	TOTAL PERSONAL SERVICES			11,084				
9	TRAVEL							
10	CONTRACTUAL			1,200				
11	COMMODITIES			200				
12	EQUIPMENT			600				
13	OTHER							
14	TOTAL COST			13,084				
JUSTIFICATION:								
This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevenson dated 1/31/80.								
	CODE	FUNDING SOURCE						
15		FED RCPTS.						
16		GF MATCH.						
17		GEN. FUND		13,084				
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 Department of Revenue PROGRAM AREA Revenue Collection & Management

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**13** REQUEST FOR NEW  
POSITION.

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DATE \_\_\_\_\_

1	POSITION TITLE <b>Tax Examiner I</b>				RANGE/STEP <b>10 A</b>	BARG. UNIT. <b>G</b>	LOCATION	GOV	APPROV	DISAPP
2	TYPE OF POSITION <b>Seas.</b>	STAFF MONTHS <b>6</b>	RP No.	PCN No.	PRIORITY	FORM 12	PAGE/LINE	LEG		
3	TYPE OF EXPENDITURE			AMOUNT	JUSTIFICATION:					
	1	2	3		<p>This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevenson dated 1/31/80.</p>					
4	PERSONAL SERVICES:									
	SALARY			<b>8,502</b>						
5	BENEFITS			<b>1,264</b>						
6	FICA			<b>566</b>						
7	HEALTH INS.			<b>762</b>						
8	TOTAL PERSONAL SERVICES			<b>11,084</b>						
9	TRAVEL									
10	CONTRACTUAL			<b>1,200</b>						
11	COMMODITIES			<b>200</b>						
12	EQUIPMENT			<b>600</b>						
13	OTHER									
14	TOTAL COST			<b>13,084</b>						
	CODE	FUNDING SOURCE								
15		FED RCPTS.								
16		GF MATCH.								
17		GEN. FUND		<b>13,084</b>						
18		I-A RCPTS.								
19		PGM RCPTS								
20		OTHER								
21	CONTINUATION									
22	ADDITION	<b>X</b>								
FOR B&M USE ONLY										
KEY NUMBER _____ COLUMN NO. _____										

AGENCY Department of Revenue PROGRAM AREA Revenue Collection & Management

BRU Audit Division

FY 81

**13** REQUEST FOR NEW POSITION.

COMPONENT \_\_\_\_\_

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REVISED DATE \_\_\_\_\_

1	POSITION TITLE <b>Tax Examiner III</b>			RANGE/STEP 14 A	BARG. UNIT. G	LOCATION	GOV	APPROV	DISAPP.
2	TYPE OF POSITION PFT	STAFF MONTHS 12	RP No.	PCN No.	PRIORITY	FORM 12 PAGE/LINE	LEG		
3	TYPE OF EXPENDITURE			AMOUNT					
	1	2	3						
4	PERSONAL SERVICES:								
	SALARY		22,090						
5	BENEFITS		3,285						
6	FICA		1,469						
7	HEALTH INS.		1,524						
8	TOTAL PERSONAL SERVICES		28,368						
9	TRAVEL								
10	CONTRACTUAL		3,160						
11	COMMODITIES		450						
12	EQUIPMENT		1,200						
13	OTHER								
14	TOTAL COST		33,178						
	CODE	FUNDING SOURCE							
15		FED RCPTS.							
16		GF MATCH.							
17		GEN. FUND		33,178					
18		I-A RCPTS.							
19		PGM RCPTS							
20		OTHER							
21	CONTINUATION								
22	ADDITION		X						
<b>FOR B&amp;M USE ONLY</b>									
4A KEY NUMBER _____ COLUMN NO. _____									

JUSTIFICATION:

This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevensondated 1/31/80.

AGENCY Department of Revenue PROGRAM AREA Revenue Collection and Management

BRU Audit Division

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**13** REQUEST FOR NEW POSITION.

COMPONENT \_\_\_\_\_

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REVISED DATE \_\_\_\_\_

1	POSITION TITLE Clerk III			RANGE/STEP 8 A	BARG. UNIT. G	LOCATION	GOV.	APPROV.	DISAPP.
2	TYPE OF POSITION PFT	STAFF MONTHS 12	RP No.	PCN No.	PRIORITY	FORM 12 PAGE/LINE	LEG.		
3	TYPE OF EXPENDITURE			AMOUNT					
	1	2	3						
4	PERSONAL SERVICES: SALARY		14,984						
5	BENEFITS		2,228						
6	FICA		996						
7	HEALTH INS.		1,524						
8	TOTAL PERSONAL SERVICES		19,732						
9	TRAVEL								
10	CONTRACTUAL		3,160						
11	COMMODITIES		450						
12	EQUIPMENT		1,200						
13	OTHER								
14	TOTAL COST		24,542						
	CODE	FUNDING SOURCE							
15		FED RCPTS.							
16		GF MATCH.							
17		GEN. FUND		24,542					
18		I-A RCPTS.							
19		PGM RCPTS							
20		OTHER							
21	CONTINUATION								
22	ADDITION	X	FOR B&M USE ONLY						
GA KEY NUMBER _____ COLUMN NO. _____									

JUSTIFICATION:

This position will be required to implement House Bill No. 499. Refer memorandum to R. D. Stevenson dated 1/31/80.

AGENCY Department of Revenue PROGRAM AREA Revenue Collection & Management

BRU Audit Division

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**13** REQUEST FOR NEW POSITION.

COMPONENT \_\_\_\_\_

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REVISED DATE \_\_\_\_\_

1	POSITION TITLE <b>Revenue Hearing Examiner</b>			RANGE/STEP <b>25 A</b>	BARG. UNIT. <b>G</b>	LOCATION	APPROV.	DISAPP.
2	TYPE OF POSITION <b>PFT</b>	STAFF MONTHS <b>12</b>	RP No.	FCN No.	PRIORITY	FORM 12 PAGE/LINE	LEG	
3	TYPE OF EXPENDITURE			AMOUNT				
	1	2	3					
4	PERSONAL SERVICES: SALARY			49,616				
5	BENEFITS			7,378				
6	FICA			1,975				
7	HEALTH INS.			1,524				
8	TOTAL PERSONAL SERVICES			60,493				
9	TRAVEL			5,000				
10	CONTRACTUAL			3,160				
11	COMMODITIES			450				
12	EQUIPMENT			1,200				
13	OTHER							
14	TOTAL COST			70,303				
15	CODE	FUNDING SOURCE						
16		FED RCPTS.						
17		GF MATCH.						
18		GEN. FUND		70,303				
19		I-A RCPTS.						
20		PGM RCPTS						
21		OTHER						
21	CONTINUATION							
22	ADDITION		<b>FOR B&amp;M USE ONLY</b>					
7A KEY NUMBER _____ COLUMN NO _____								

JUSTIFICATION:  
  
This position will be required to implement House Bill No. 499. Refer to memorandum to R. D. Stevenson dated 1/31/80.

AGENCY Department of Revenue PROGRAM AREA Revenue Collection and Management

BRU Audit Division

**FY 81**

**13 REQUEST FOR NEW POSITION.**

COMPONENT \_\_\_\_\_

Page \_\_\_\_\_ of \_\_\_\_\_

REVISED DATE \_\_\_\_\_

Introduced: 5/4/79  
Referred: Finance

1 IN THE HOUSE

BY MOSS

2 HOUSE BILL NO. 499

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act levying a tax on the sale of motor fuel at  
7 retail and providing for the rebate to consumers of a  
8 portion of the amount paid for motor fuel at retail;  
9 and providing for an effective date."

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

11 \* Section 1. AS 43.40 is amended by adding new sections to read:

12 Sec. 43.40.111. ADDITIONAL TAX ON RETAIL CONSUMPTION OF MOTOR  
13 FUEL. (a) There is levied on the retail sale of motor fuel a tax of  
14 10 per cent of the difference between the actual retail price per gallon  
15 of the fuel and the base price per gallon.

16 (b) For purposes of (a) of this section, the base price per gallon  
17 is 90 cents.

18 (c) Every dealer who sells or otherwise transfers motor fuel in  
19 the state shall collect the additional tax at the time of sale and remit  
20 the total tax collected during each calendar month of each year to the  
21 Department of Revenue by the last day of each succeeding month.

22 Sec. 43.40.121. REFUND TO CONSUMERS. (a) A person who uses motor  
23 fuel to operate an internal combustion engine is entitled to a rebate  
24 from the state of the amount of tax which he has paid for the purchase  
25 of motor fuel under AS 43.40.111.

26 (b) The Department of Revenue shall prescribe the appropriate  
27 forms and adopt regulations necessary to carry out the provisions of  
28 this section.

29 (c) A person who desires to claim a rebate under this section

1 shall submit an application for rebate to the department. The applica-  
2 tion shall contain the information required by the department by regu-  
3 lation. The application shall be submitted not earlier than January 1  
4 and not later than June 30 of the calendar year following the year for  
5 which an application for the rebate is made, and shall be accompanied by  
6 proof of retail purchase of the amount and price of the gasoline which  
7 is the basis of the rebate claim.

8 (d) Rebates under this section are subject to appropriations made  
9 by the legislature for that purpose. If amounts appropriated are insuf-  
10 ficient to pay the full amount of each approved rebate the amounts  
11 appropriated shall be distributed pro rata among all approved appli-  
12 cants.

13 \* Sec. 2. AS 43.40.020(a) is amended to read:

14 (a) A person who violates a provision of AS 43.40.010 - 43.40.121  
15 [AS 43.40.010 - 43.40.100] upon conviction is punishable for each viola-  
16 tion by a fine of not less than \$50 nor more than \$5,000, or by impris-  
17 onment for not more than one year, or by both. Each day's violation is  
18 a separate offense.

19 \* Sec. 3. AS 43.40.100 is amended to read:

20 Sec. 43.40.100. DEFINITIONS. In AS 43.40.010 - 43.40.121 [AS 43.-  
21 40.010 - 43.40.100]

22 (1) "dealer" means a person who sells or otherwise transfers  
23 in this state motor fuel upon which the taxes imposed by this chapter  
24 have not been paid;

25 (2) "motor fuel" means fuel used in an engine for the propul-  
26 sion of a motor vehicle or aircraft, and fuel used in and on watercraft  
27 for any purpose, or in a stationary engine, machine or mechanical con-  
28 trivance which is run by an internal combustion motor; "motor fuel" does  
29 not include

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(A) fuel consigned to foreign countries,

(B) fuel sold for use in jet propulsion aircraft operating in flights to foreign countries,

(C) fuel used in stationary power plants operating as public utility plants and generating electrical energy for sale to the general public,

(D) fuel used by nonprofit power associations or corporations for generating electric energy for resale, or

(E) fuel used by charitable institutions;

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

Introduced: 5/4/79  
Referred: Finance

1 IN THE HOUSE

BY MOSS

2 HOUSE BILL NO. 499

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

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7 retail and providing for the rebate to consumers of a  
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14 10 per cent of the difference between the actual retail price per gallon  
15 of the fuel and the base price per gallon.

16 (b) For purposes of (a) of this section, the base price per gallon  
17 is 90 cents.

18 (c) Every dealer who sells or otherwise transfers motor fuel in  
19 the state shall collect the additional tax at the time of sale and remit  
20 the total tax collected during each calendar month of each year to the  
21 Department of Revenue by the last day of each succeeding month.

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26 (b) The Department of Revenue shall prescribe the appropriate  
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28 this section.

29 (c) A person who desires to claim a rebate under this section

1 shall submit an application for rebate to the department. The applica-  
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6 proof of retail purchase of the amount and price of the gasoline which  
7 is the basis of the rebate claim.

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20 Sec. 43.40.100. DEFINITIONS. In AS 43.40.010 - 43.40.121 [AS 43.-  
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23 in this state motor fuel upon which the taxes imposed by this chapter  
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27 for any purpose, or in a stationary engine, machine or mechanical con-  
28 trivance which is run by an internal combustion motor; "motor fuel" does  
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# COMMITTEE REPORT

## HOUSE

FURTHER:

May 4, 1979

Date: \_\_\_\_\_

Mr. Speaker:

The Committee on FINANCE has had HB 499

"An Act levying a tax on the sale of motor fuel at retail and providing for the rebate to consumers of a portion of the amount paid for motor fuel at retail; 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:**

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CHAIRMAN

71 28  
Clenowetg

Introduced: 5/4/79  
Referred: Finance

1 IN THE HOUSE

BY MOSS

2 HOUSE BILL NO. 499

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

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ALASKA STATE LEGISLATURE

ELEVENTH Legislature FIRST Session

HOUSE BILL NO. 499

By MOSS

"An Act levying a tax on the sale of motor fuel at retail and providing for the rebate to consumers of a portion of the amount paid for motor fuel at retail; and providing for an effective date."

Levying a tax on the sale of motor fuel

Introduced in the House 5-4, 1979

HISTORY IN THE HOUSE

19 79

May 4

Read first time and referred to Committee on Finance

Reported back with recommendation that

Read second time and

Read third time and

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reconsideration

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reported correctly engrossed  
Signed by Speaker  
Sent to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19

Read first time and referred to Committee on

Reported back with recommendation that

Read second time and

Read third time and

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reconsideration

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reported correctly engrossed  
Signed by President  
Returned to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Received from Senate

Concurred in Senate amendment thus adopting:  
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 Senate  
VOTE

To enrolling  
Reported correctly enrolled  
Sent to Governor

..... by Governor

Filed with Lt. Governor

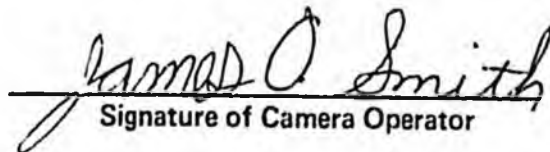
Chapter No. ....



# 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

THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 502

Title Relating to the Early Development Incentive Credit

Requested by \_\_\_\_\_ Date \_\_\_\_\_

II. FISCAL DETAIL

Agency Affected Department of Revenue

Program Category Affected General Government

BRU, Program, or Subprogram(s) Affected Petroleum Revenue

(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	-0-	-0-	-0-	-0-	-0-	-0-
200 TRAVEL	-0-	-0-	-0-	-0-	-0-	-0-
300 CONTRACTUAL	-0-	-0-	-0-	-0-	-0-	-0-
400 COMMODITIES	-0-	-0-	-0-	-0-	-0-	-0-
500 EQUIPMENT	-0-	-0-	-0-	-0-	-0-	-0-
600 LAND & STRUCTURES	-0-	-0-	-0-	-0-	-0-	-0-
700 GRANTS, CLAIMS, ETC.	-0-	-0-	-0-	-0-	-0-	-0-
<b>TOTAL</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>

FUNDING (Thousands of Dollars)

GENERAL FUND	-0-	-0-	-0-	-0-	-0-	-0-
FEDERAL FUNDS	-0-	-0-	-0-	-0-	-0-	-0-
OTHER (Specify Fund Source)	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS

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

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

No additional funding necessary due to the repeal of AS 43.55.060.

There will be an impact on the enforceability of certain reporting requirements if AS 43.55.030(d) is repealed through this bill or through CSHB 187. See, attached memorandum, Nelson to Stevenson, 5/18/79.

IV. DATE 1/18/80

PREPARED BY Robert M. Johnson  
AGENCY Department of Revenue  
PHONE 276-1353

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

## MEMORANDUM

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

DATE : 5/18/79

FROM: Lou Nelson, Chief  
Audit Services  
Petroleum Revenue Division

SUBJECT: Attachment to Part III Analysis  
of the Fiscal Note on HB 502  
5/5/79

Following is my discussion on one facet of HB 502.

The repeal of AS 43.55.030(d) eliminates an effective civil penalty available to enforce compliance with the production tax return filing requirements.

As an example, there are oil and gas producers currently reporting production from certain leases but they are not paying any tax. This is attributable to the Kachemak Bay Credit and/or the economic limit factor computed in accordance with AS 43.55.013.

Under the conditions outlined above, the civil penalty imposed by AS 43.05.220 would be ineffective because the penalty is calculated on the unpaid tax. Therefore, the Division may encounter additional taxpayer compliance problems and find it more difficult to obtain valuable production statistics used in published reports and for forecasting purposes.

I recommend that Section 5 of HB 502 be revised as follows:

\* Sec. 5. (AS 43.55.030(d) and) AS 43.55.060(are) is repealed.

# **CORRECTION**

**THIS DOCUMENT  
HAS BEEN REPHOTOGRAPHED  
TO ASSURE LEGIBILITY**

THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE

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PREPARED BY

Robert M. Johnson

AGENCY

Department of Revenue

PHONE

276-1363

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

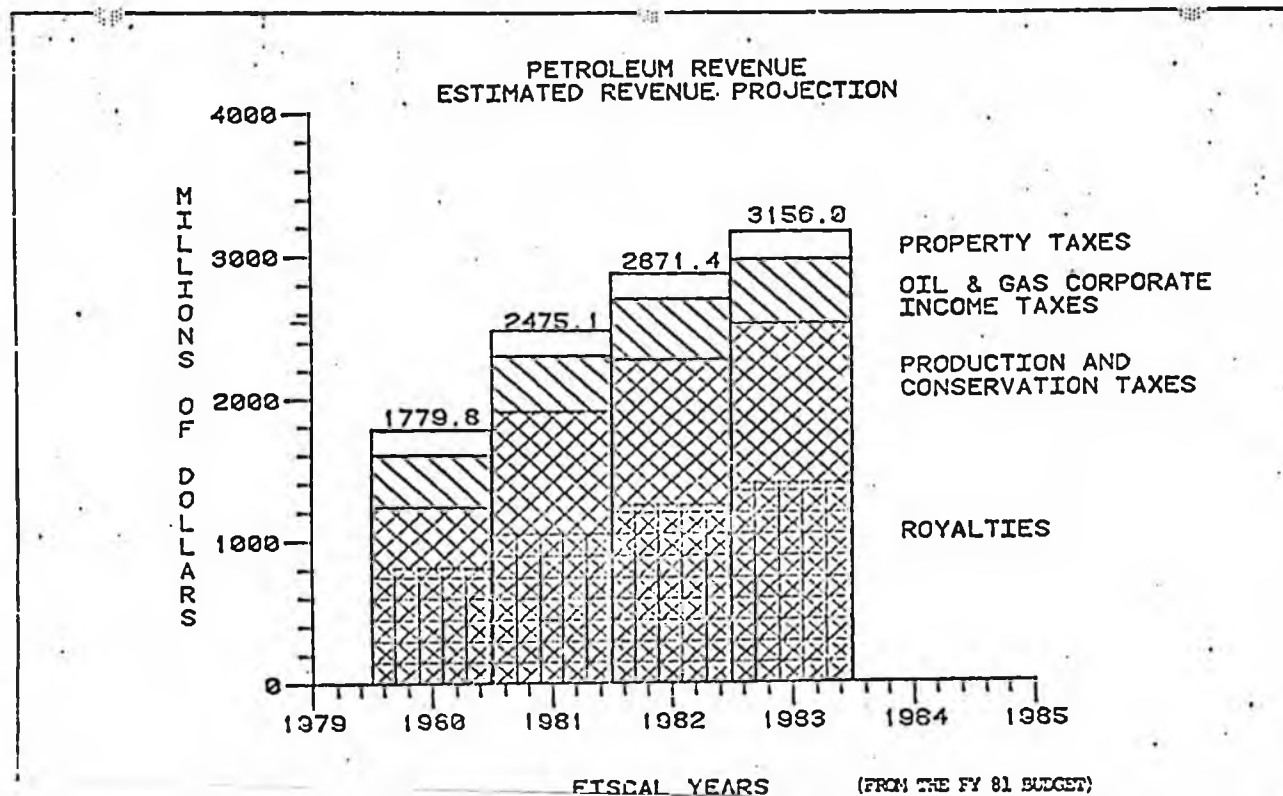
The goals of the Petroleum Revenue BRU are to administer state taxes on oil and gas production, which includes the State oil and gas property tax, oil and gas production tax and the oil and gas corporate income tax, and also to coordinate with local governments also taxing that property. The Division of Petroleum Revenue also generates revenue estimates for the State of projected oil and gas related revenues.

STATE OF ALASKA -- BUDGET UNIT SUMMARY

CATEGORY: GENERAL GOVERNMENT  
AGENCY: DEPARTMENT OF REVENUE

PROGRAM: REVENUE OPERATIONS

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	81 CONT.	REQUEST	GOVERNOR	HOUSE	SENATE
PETROLEUM REVENUE	1279.6	1240.1	1187.3	1435.0			1387.1	1387.1	1447.2		
** TOTAL	1279.6	1240.1	1187.3	1435.0			1387.1	1387.1	1447.2		
** CHANGE VERSUS 80 AUTH							-3.3%	-3.3%	0.8%	-100.0%	-100.0%
OBJECT DESCRIPTION											
PERS. SERV.	821.3	781.8	780.7	1005.4			929.9	929.9	990.0		
TRAVEL	88.0	83.0	76.3	93.3			99.8	99.8	99.8		
CONTRACTUAL	350.5	333.5	297.6	326.9			348.0	348.0	348.0		
COMMODITIES	11.0	11.0	6.6	9.4			9.4	9.4	9.4		
EQUIPMENT	8.8	25.8	26.1								
FUNDING SOURCE											
GENERAL FUND	1279.6	1240.1	1187.3	1435.0			1387.1	1387.1	1447.2		
** GENERAL FUND CHANGE VS. 80 AUTH							-3.3%	-3.3%	0.8%	-100.0%	-100.0%
POSITIONS											
FULL-TIME	26.0	26.0	26.0	27.0			25.0	25.0	25.0		
STAFF MONTHS	312.0	312.0	312.0	324.0			300.0	300.0	300.0		



## MEMORANDUM

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

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\* Sec. 5. (AS 43.55.030(d) ) AS 43.55.060(are) is repealed.

THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 502

Title Relating to the Early Development Incentive Credit

Requested by \_\_\_\_\_

Date \_\_\_\_\_

II. FISCAL DETAIL

Agency Affected Department of Revenue

Program Category Affected General Government

BRU, Program, or Subprogram(s) Affected Petroleum Revenue

(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	-0-	-0-	-0-	-0-	-0-	-0-
200 TRAVEL	-0-	-0-	-0-	-0-	-0-	-0-
300 CONTRACTUAL	-0-	-0-	-0-	-0-	-0-	-0-
400 COMMODITIES	-0-	-0-	-0-	-0-	-0-	-0-
500 EQUIPMENT	-0-	-0-	-0-	-0-	-0-	-0-
600 LAND & STRUCTURES	-0-	-0-	-0-	-0-	-0-	-0-
700 GRANTS, CLAIMS, ETC.	-0-	-0-	-0-	-0-	-0-	-0-
<b>TOTAL</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>

FUNDING (Thousands of Dollars)

GENERAL FUND	-0-	-0-	-0-	-0-	-0-	-0-
FEDERAL FUNDS	-0-	-0-	-0-	-0-	-0-	-0-
OTHER (Specify Fund Source)	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS

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

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


No additional funding necessary due to the repeal of AS 43.55.060.

There will be an impact on the enforceability of certain reporting requirements if AS 43.55.030(d) is repealed through this bill or through CSHB 187. See, attached memorandum, Nelson to Stevenson, 5/18/79.

IV. DATE

1/18/80

PREPARED BY  
AGENCY  
PHONE

  
Robert M. Johnson  
Department of Revenue  
276-1363

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

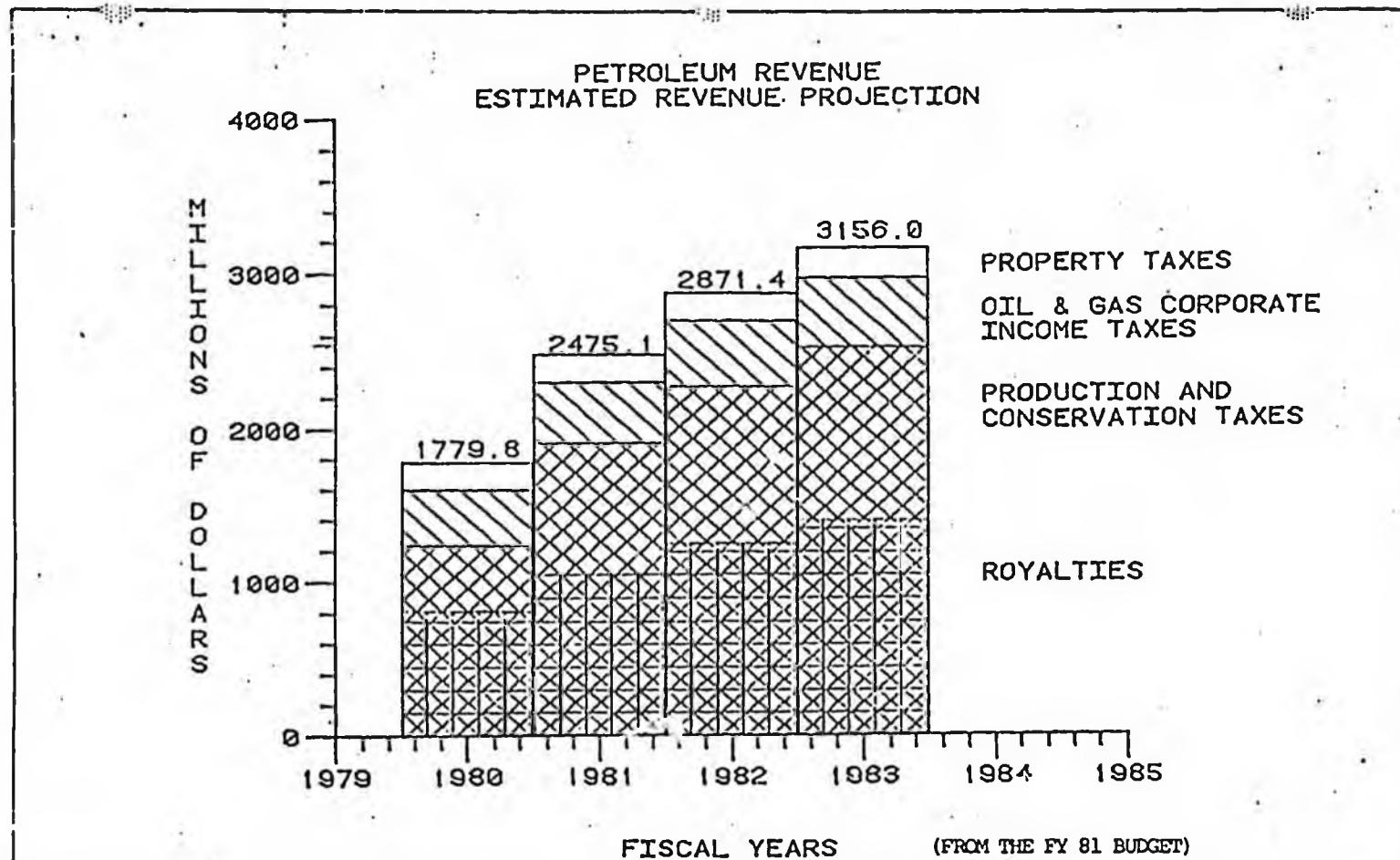
The goals of the Petroleum Revenue Act are to administer state funds derived from the oil and gas production income tax, oil and gas production tax, oil and gas production tax and the oil and gas corporate income tax, and also to coordinate with local governments also taxing that property. The Division of Petroleum Revenue also generates revenue estimates for the State of projected oil and gas related revenues.

STATE OF ALASKA -- BUDGET UNIT SUMMARY

CATEGORY: GENERAL GOVERNMENT  
 AGENCY: DEPARTMENT OF REVENUE

PROGRAM: REVENUE OPERATIONS

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	81 CONT.	REQUEST GOVERNOR	HOUSE	SENATE
PETROLEUM REVENUE	1279.6	1240.1	1187.3	1435.0			1387.1	1387.1	1447.2	
** TOTAL	1279.6	1240.1	1187.3	1435.0			1387.1	1387.1	1447.2	
** CHANGE VERSUS 80 AUTH							-3.3%	-3.3%	0.8%	-100.0%
OBJECT DESCRIPTION										
PERS. SERV.	821.3	781.8	780.7	1005.4			929.9	929.9	990.0	
TRAVEL	88.0	88.0	76.3	93.3			99.8	99.8	99.8	
CONTRACTUAL	350.5	333.5	297.6	326.9			348.0	348.0	348.0	
COMMODITIES	11.0	11.0	6.6	9.4			9.4	9.4	9.4	
EQUIPMENT	8.8	25.8	26.1							
FUNDING SOURCE										
GENERAL FUND	1279.6	1240.1	1187.3	1435.0			1387.1	1387.1	1447.2	
** GENERAL FUND CHANGE VS. 80 AUTH							-3.3%	-3.3%	0.8%	-100.0%
POSITIONS										
FULL-TIME	26.0	26.0	0	27.0			25.0	25.0	25.0	
STAFF MONTHS	312.0	312.0	312.0	324.0			300.0	300.0	300.0	



7227  
Revised

Introduced: 5/5/79  
Referred: Finance

1 IN THE HOUSE BY ROGERS

2 HOUSE BILL NO. 502

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 the early development incentive tax  
7 credit; and providing for an effective date."

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

9 \* Section 1. AS 43.21 is amended by adding a new section to read:

10 Sec. 43.21.065. CREDIT AGAINST TAX. (a) There shall be allowed  
11 as a credit against the tax levied under this chapter on the taxable  
12 income from the production of oil or gas from a lease or property the  
13 early development incentive credit accrued for that lease or property  
14 und. - AS 43.58.180.

15 (b) The credit allowed for a lease or property may not exceed

16 (1) 50 per cent of the taxes levied under AS 43.55 on the  
17 production of oil or gas from that lease or property; or

18 (2) the taxes levied under this chapter, whichever is less.

19 (c) The credit shall be allowed at the time of payment of the tax  
20 or any installment of the tax levied under this chapter.

21 \* Sec. 2. AS 43.55.018 is amended to read:

22 Sec. 43.55.018. CREDIT AGAINST TAX. (a) The amount by which 50  
23 per cent of the tax payable under this chapter during a tax year exceeds  
24 the taxes payable under AS 43.21 for that year [THERE] shall be allowed  
25 as a credit against the taxes levied under this chapter for a lease or  
26 property. The credit under this subsection may not apply if the tax  
27 under AS 43.21 is declared unconstitutional [THE EARLY DEVELOPMENT  
28 INCENTIVE CREDIT ACCRUED FOR THAT LEASE OR PROPERTY UNDER AS 43.52.180.

29 IN NO EVENT MAY THE CREDIT ALLOWED FOR A LEASE OR PROPERTY EXCEED 50 PER

1 CENT OF THE TAXES LEVIED UNDER THIS CHAPTER FOR THAT LEASE OR PROPERTY].

2 (b) The credit shall be allowed on an annual [A MONTHLY] basis.

3 \* Sec. 3. AS 43.58.180(a) is amended to read:

4 (a) An early development incentive credit, calculated in accor-  
5 dence with this section, shall be applied to the tax payable under AS  
6 43.21 and 43.55 as provided in AS 43.21.065 and 43.55.018. The early  
7 development incentive credit for a lease or property is zero until  
8 changed as provided in this section.

9 \* Sec. 4. AS 43.58.180(c) is amended to read:

10 (c) The early development incentive credit for a lease or property  
11 shall be reduced annually [EACH MONTH] by the amount of tax credit  
12 allowed for that year [IN THAT MONTH] under AS 43.21.065 and 43.55.018  
13 for that lease or property.

14 \* Sec. 5. AS 43.55.030(d) and 43.55.060 are repealed.

15 \* Sec. 6. This Act applies to taxable income earned or received after  
16 December 31, 1977.

17 \* Sec. 7. This Act takes effect immediately in accordance with AS 01.10.-  
18 070(c).

# COMMITTEE REPORT

## HOUSE

(11)

FURTHER:

May 5, 1979

Date: \_\_\_\_\_

Mr. Speaker:

The Committee on FINANCE has had HB 502

"An Act relating to the early development incentive tax credit; 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:

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\_\_\_\_\_  
CHAIRMAN

7227  
Roviller

Introduced: 5/5/79  
Referred: Finance

1 IN THE HOUSE

BY ROGERS

2 HOUSE BILL NO. 502

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 the early development incentive tax  
7 credit; and providing for an effective date."

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11 as a credit against the tax levied under this chapter on the taxable  
12 income from the production of oil or gas from a lease or property the  
13 early development incentive credit accrued for that lease or property  
14 under AS 43.58.180.

15 (b) The credit allowed for a lease or property may not exceed

16 (1) 50 per cent of the taxes levied under AS 43.55 on the  
17 production of oil or gas from that lease or property; or

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26 property. The credit under this subsection may not apply if the tax  
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13 for that lease or property.

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15 \* Sec. 6. This Act applies to taxable income earned or received after  
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17 \* Sec. 7. This Act takes effect immediately in accordance with AS 01.10.-  
18 070(c).

ALASKA STATE LEGISLATURE

ELEVENTH Legislature FIRST Session

HOUSE BILL NO. 502

By ROGERS

"An Act relating to the early development incentive tax credit; and providing for an effective date."

tax credit

Introduced in the House ... 5-5..., 19.79

HISTORY IN THE HOUSE

19	79	Read first time and referred to Committee on FINANCE										
May	5	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
PASS	Effective Date											
Yeas	Yeas											
Nays	Nays											
Absent	Absent											
Excused	Excused											
		Reconsideration										
		<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
PASS	Effective Date											
Yeas	Yeas											
Nays	Nays											
Absent	Absent											
Excused	Excused											
		Reported correctly engrossed										
		Signed by Speaker										
		Sent to Senate										
CHIEF CLERK OF THE HOUSE												

HISTORY IN THE SENATE

19		Read first time and referred to Committee on										
		Reported back with recommendation that										
		Read second time and										
		Read third time and										
		<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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PASS	Effective Date											
Yeas	Yeas											
Nays	Nays											
Absent	Absent											
Excused	Excused											
		Reported correctly engrossed										
		Signed by President										
		Returned to House										
SECRETARY OF THE SENATE												

HISTORY IN THE HOUSE

19		Received from Senate
		Concurred in Senate amendment thus adopting: 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 Senate VOTE
		To enrolling
		Reported correctly enrolled
		Sent to Governor
		..... by Governor
		Filed with Lt. Governor
		Chapter No. ....



# 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

Vol 6  
HB 534  
in comm.

Russ/Mike Doogan:

Re: Authorization bill (salary commission rec levels)...  
The HCR 2 allowance increase for legislators was omitted  
in error....Donna Pegues has prepared (just in case)

- (1) Committee Substitute including allowance increase (but name of committee is not filled in yet)
- (2) amendment including allowance increase if you or whomever wants to go that route.

All of the above are on her desk.

# COMMITTEE REPORT

## HOUSE

Mr. Speaker: Date August 6, 1979  
 "An Act making supplemental appropriations to the Office of the Governor to pay additional costs of salaries and benefits for the 1979 and 1980 fiscal years;  
 The Committee on FINANCE has had HB 504 effective date

under consideration. A Majority of the members of the Committee

( ) recommends it DO PASS

( ) recommends it DO NOT PASS

( ) recommends it DO PASS WITH ATTACHED AMENDMENT(S)

recommends it BE REPLACED WITH CS FOR HB 504 AND THAT  
 CS FOR HB 504 DO PASS

( ) "and" recommends it BE REFERRED TO THE \_\_\_\_\_  
 COMMITTEE

( ) reports it back WITHOUT RECOMMENDATION

( ) "other"

Members signing the Majority report:

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

Members NOT concurring in the Majority report:

\_\_\_\_\_ recommends:  
 \_\_\_\_\_ recommends:  
 \_\_\_\_\_ recommends:  
 \_\_\_\_\_ recommends:  
 \_\_\_\_\_ recommends:

\_\_\_\_\_ Chairman

Original sponsor: Rules/Governor

Funding Information

General Fund	\$18,884,652
Other Funds	1,863,700
	<u>\$20,748,352</u>

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 504

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act making supplemental appropriations to the  
7 Office of the Governor to pay additional costs of  
8 salaries and benefits for the 1979 and 1980 fiscal  
9 years; and providing for an effective date."

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

11 \* Section 1. The sum of \$6,277,800 is appropriated to the Office of the  
12 Governor for fiscal year 1980 for additional costs of salaries and benefits  
13 for the general government unit contract from the following sources:

14	General Fund	\$5,032,300
15	Federal Receipts	772,100
16	Highway Working Capital Fund	15,100
17	International Airport	
18	Revenue Fund	253,000
19	Teachers' Retirement System	8,200
20	Public Employees' Retirement	
21	System	9,400
22	Second Injury Fund	6,900
23	Fishermen's Fund	6,900
24	Fish and Game Fund	104,800
25	Agricultural Loan Fund	11,300
26	Veterans Revolving Loan Fund	32,000
27	FICA Administration Account	1,300
28	Surplus Property Revolving Fund	23,200
29	Donated Commodity Handling	

1 Fee Account 1,300

2 \* Sec. 2. The sum of \$2,072,500 is appropriated to the Office of the  
3 Governor for fiscal year 1980 for additional costs of salaries and benefits  
4 for the supervisors unit contract from the following sources:

5 General Fund \$1,852,800  
6 Highway Working Capital Fund 45,600  
7 International Airport Revenue  
8 Fund 29,000  
9 Federal Receipts 145,100

10 \* Sec. 3. The sum of \$737,388 is appropriated from the general fund to  
11 the Office of the Governor for fiscal year 1980 for additional costs of  
12 salaries and benefits for the public safety employees unit contract.

13 \* Sec. 4. The sum of \$227,964 is appropriated from the general fund to  
14 the Office of the Governor for fiscal year 1980 for additional costs of  
15 salaries and benefits for the confidential unit contract.

16 \* Sec. 5. The sum of \$1,418,800 is appropriated to the Office of the  
17 Governor for fiscal year 1980 for additional costs of salaries and benefits  
18 for the labor, trades, and crafts unit contract, from the following sources:

19 General Fund \$1,020,300  
20 Federal Receipts 7,800  
21 International Airport Revenue  
22 Fund 223,700  
23 Highway Working Capital Fund 167,000

24 \* Sec. 6. The sum of \$621,500 is appropriated from the general fund to  
25 the Office of the Governor for fiscal year 1980 for additional costs of  
26 salaries and benefits, to be allocated as follows:

27 Masters, mates, and pilots unit \$ 270,900  
28 Marine engineer's unit 350,600

29 \$43,200 of the appropriation for the masters, mates, and pilots unit is con-

1 tingent upon that unit's ratification of the collective bargaining agreement  
2 for fiscal year 1980 before the effective date of this Act.

3 \* Sec. 7. The sum of \$6,391,700 is appropriated from the general fund to  
4 the Office of the Governor for fiscal year 1980 for additional salaries and  
5 benefits for state employees not covered by collective bargaining, to be  
6 allocated as follows:

7	Executive branch	\$1,143,600
8	Legislative branch	300,900
9	Judicial branch	696,000
10	University of Alaska	4,251,200

11 \* Sec. 8. The sum of \$123,300 is appropriated from the general fund to  
12 the Office of the Governor for fiscal year 1980 for additional costs of  
13 salaries and benefits for Alaska Skill Center instructors.

14 \* Sec. 9. The sum of \$256,000 is appropriated from the general fund to  
15 the Office of the Governor for additional fiscal year 1979 costs of salaries  
16 and benefits for judicial officers, legislators, and public officers.

17 \* Sec. 10. The sum of \$620,000 is appropriated from the general fund to  
18 the Office of the Governor for additional fiscal year 1980 costs of salaries  
19 and benefits for judicial officers, legislators, and public officers.

20 \* Sec. 11. The sum of \$432,000 is appropriated from the general fund to  
21 the Office of the Governor for additional fiscal year 1979 costs of salaries  
22 and benefits for the inland boatmen's unit.

23 \* Sec. 12. The sum of \$1,293,400 is appropriated from the general fund to  
24 the Office of the Governor for additional fiscal year 1980 costs of salaries  
25 and benefits for the inland boatmen's unit.

26 \* Sec. 13. The sum of \$276,000 is appropriated from the general fund to  
27 the Office of the Governor for additional fiscal year 1979 costs of salaries  
28 and benefits for University of Alaska research employees not covered by a  
29 collective bargaining contract.

1 \* Sec. 14. This Act takes effect immediately in accordance with AS 01.-  
2 10.070(c).  
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Original sponsor: Rules/Governor

Funding Information

General Fund \$18,884,652  
Other Funds 1,863,700  
\$20,748,352

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 504

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act making supplemental appropriations to the  
7 Office of the Governor to pay additional costs of  
8 salaries and benefits for the 1979 and 1980 fiscal  
9 years; and providing for an effective date."

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11 \* Section 1. The sum of \$6,277,800 is appropriated to the Office of the  
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14	General Fund	\$5,032,300
15	Federal Receipts	772,100
16	Highway Working Capital Fund	15,100
17	International Airport	
18	Revenue Fund	253,000
19	Teachers' Retirement System	8,200
20	Public Employees' Retirement	
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22	Second Injury Fund	6,900
23	Fishermen's Fund	6,900
24	Fish and Game Fund	104,800
25	Agricultural Loan Fund	11,300
26	Veterans Revolving Loan Fund	32,000
27	FICA Administration Account	1,300
28	Surplus Property Revolving Fund	23,200
29	Donated Commodity Handling	

000389



1 tingent upon that unit's ratification of the collective bargaining agreement  
2 for fiscal year 1980 before the effective date of this Act.

3 \* Sec. 7. The sum of \$6,391,700 is appropriated from the general fund to  
4 the Office of the Governor for fiscal year 1980 for additional salaries and  
5 benefits for state employees not covered by collective bargaining, to be  
6 allocated as follows:

7	Executive branch	\$1,143,600
8	Legislative branch	300,900
9	Judicial branch	696,000
10	University of Alaska	4,251,200

11 \* Sec. 8. The sum of \$123,300 is appropriated from the general fund to  
12 the Office of the Governor for fiscal year 1980 for additional costs of  
13 salaries and benefits for Alaska Skill Center instructors.

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29 collective bargaining contract.

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

Original sponsor: Rules/Governor

Funding Information

General Fund \$13,884,652  
Other Funds 1,863,700  
\$20,748,352

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 504

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SPECIAL SESSION

5 A BILL

6 For an Act entitled: "An Act making supplemental appropriations to the  
7 Office of the Governor to pay additional costs of  
8 salaries and benefits for the 1979 and 1980 fiscal  
9 years; and providing for an effective date."

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

11 \* Section 1. The sum of \$6,277,800 is appropriated to the Office of the  
12 Governor for fiscal year 1980 for additional costs of salaries and benefits  
13 for the general government unit contract from the following sources:

14	General Fund	\$5,032,300
15	Federal Receipts	772,100
16	Highway Working Capital Fund	15,100
17	International Airport	
18	Revenue Fund	253,000
19	Teachers' Retirement System	8,200
20	Public Employees' Retirement	
21	System	9,400
22	Second Injury Fund	6,900
23	Fishermen's Fund	6,900
24	Fish and Game Fund	104,800
25	Agricultural Loan Fund	11,300
26	Veterans Revolving Loan Fund	32,000
27	FICA Administration Account	1,300
28	Surplus Property Revolving Fund	23,200
29	Donated Commodity Handling	

1 Fee Account 1,300

2 \* Sec. 2. The sum of \$2,072,500 is appropriated to the Office of the  
3 Governor for fiscal year 1980 for additional costs of salaries and benefits  
4 for the supervisors unit contract from the following sources:

5 General Fund \$1,852,800  
6 Highway Working Capital Fund 45,600  
7 International Airport Revenue  
8 Fund 29,000  
9 Federal Receipts 145,100

10 \* Sec. 3. The sum of \$737,388 is appropriated from the general fund to  
11 the Office of the Governor for fiscal year 1980 for additional costs of  
12 salaries and benefits for the public safety employees unit contract.

13 \* Sec. 4. The sum of \$227,964 is appropriated from the general fund to  
14 the Office of the Governor for fiscal year 1980 for additional costs of  
15 salaries and benefits for the confidential unit contract.

16 \* Sec. 5. The sum of \$1,418,800 is appropriated to the Office of the  
17 Governor for fiscal year 1980 for additional costs of salaries and benefits  
18 for the labor, trades, and crafts unit contract, from the following sources:

19 General Fund \$1,020,300  
20 Federal Receipts 7,800  
21 International Airport Revenue  
22 Fund 223,700  
23 Highway Working Capital Fund 167,000

24 \* Sec. 6. The sum of \$621,500 is appropriated from the general fund to  
25 the Office of the Governor for fiscal year 1980 for additional costs of  
26 salaries and benefits, to be allocated as follows:

27 Masters, mates, and pilots unit \$ 270,900  
28 Marine engineer's unit 350,600

29 \$43,200 of the appropriation for the masters, mates, and pilots unit is con-

1 tingent upon that unit's ratification of the collective bargaining agreement  
2 for fiscal year 1980 before the effective date of this Act.

3 \* Sec. 7. The sum of \$6,391,700 is appropriated from the general fund to  
4 the Office of the Governor for fiscal year 1980 for additional salaries and  
5 benefits for state employees not covered by collective bargaining, to be  
6 allocated as follows:

7	Executive branch	\$1,143,600
8	Legislative branch	300,900
9	Judicial branch	696,000
10	University of Alaska	4,251,200

11 \* Sec. 8. The sum of \$123,300 is appropriated from the general fund to  
12 the Office of the Governor for fiscal year 1980 for additional costs of  
13 salaries and benefits for Alaska Skill Center instructors.

14 \* Sec. 9. The sum of \$256,000 is appropriated from the general fund to  
15 the Office of the Governor for additional fiscal year 1979 costs of salaries  
16 and benefits for judicial officers, legislators, and public officers.

17 \* Sec. 10. The sum of \$620,000 is appropriated from the general fund to  
18 the Office of the Governor for additional fiscal year 1980 costs of salaries  
19 and benefits for judicial officers, legislators, and public officers.

20 \* Sec. 11. The sum of \$432,000 is appropriated from the general fund to  
21 the Office of the Governor for additional fiscal year 1979 costs of salaries  
22 and benefits for the inland boatmen's unit.

23 \* Sec. 12. The sum of \$1,293,400 is appropriated from the general fund to  
24 the Office of the Governor for additional fiscal year 1980 costs of salaries  
25 and benefits for the inland boatmen's unit.

26 \* Sec. 13. The sum of \$276,000 is appropriated from the general fund to  
27 the Office of the Governor for additional fiscal year 1979 costs of salaries  
28 and benefits for University of Alaska research employees not covered by a  
29 collective bargaining contract.

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

Original sponsor: Rules/Governor

Funding Information

General Fund \$18,884,652  
Other Funds 1,863,700  
\$20,748,352

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

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