

LEG. FINANCE - BILLS 1979 - 1980 1151

CSHB 672 thru HB 684 1151



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

Original sponsor: Anderson

Offered: 4/29/80
Referred: Rules

Funding Information

General Fund	\$767,500
Other Funds	-0-
	<u>\$767,500</u>

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 672

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 Education for the adult basic education program; 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 \$767,500 is appropriated from the general fund to
11 the Department of Education for the adult basic education program for the
12 fiscal year ending June 30, 1981.

13 * Sec. 2. This Act takes effect July 1, 1980.

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Funding Information
General Fund \$617,500
Other Funds -0-
\$617,500

Introduced: 2/4/80
Referred: Health, Education &
Social Services and Finance

1 IN THE HOUSE

BY ANDERSON

2 HOUSE BILL NO. 672

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

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A PROPOSAL FOR EDUCATION LEGISLATION TO SERVE SEVEN REGIONS IN ALASKA

INTRODUCTION

This state offers a free education to every member of its varied society. Even so, there are many adults among us who either could not or would not finish (or, in some cases, even start) their elementary or secondary education. Because these adults are poorly educated, they have, throughout an entire lifetime, held some of the least rewarding jobs in our society. Frequently, they have held no jobs at all. They find themselves on the welfare rolls, and each generation begets yet another generation of those who are uneducated, unskilled, and unemployed.

There are men and women in the state who cannot fill out job applications, who cannot read labels on prescriptions or prices at the grocery store, and who cannot help their children with even the simplest homework. They are people who need Adult Basic Education.

On the other hand, there are men and women among us who have recently applied for and received either their first job or a better job. We have adults who no longer must depend upon others to read for them on shopping trips. We have people who take new pride in helping their children learn, who pass that pride in education along to their formerly indifferent families. These are men and women who have received and are now demonstrating the benefits of Adult Basic Education.

DEFINITION

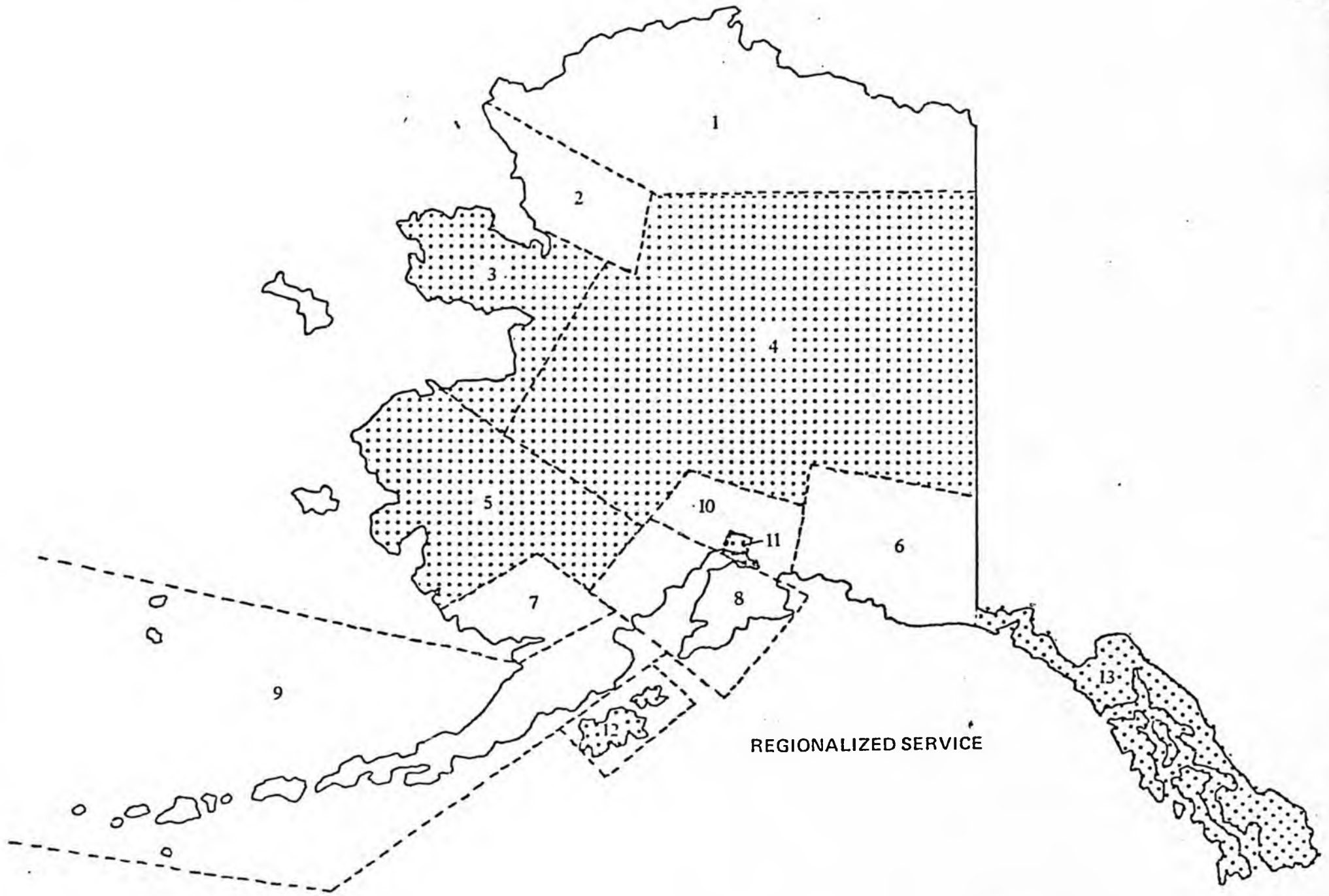
Adult A person sixteen years of age or older who is not enrolled in a regular public or private school program and who is in need of basic literacy skills, English Language instruction, life skills instruction or other assistance up to secondary school completion.

STATEMENT OF NEED

The goals of Alaska Adult Basic Education are:

...to provide the best possible educational opportunities for all undereducated adults in Alaska ... to provide adults opportunities to continue their education to at least the level ... of secondary school ... (to make these) opportunities available for adults who have not completed secondary training as well as adults who have received a certificate of graduation from a school providing a secondary education but are functioning at less than a secondary competency.

There are presently seven geographic regions in the state receiving little or no instructional money for Adult Basic Education. The North Slope, Northwest Arctic, Aleutian/Pribilof Islands and Bristol Bay and Rural Anchorage Regions receive no funding. The Kenai Region receives



REGIONALIZED SERVICE

funding for two part-time classes and Valdez is funded for one teacher. This means that approximately 68,000 Alaskans are being denied access to the advantages of adult education.

At current funding level options are limited. Programs could be drawn out of one region and relocated in another region, but this would cause the loss of experienced staff in whom the state has a considerable investment in training. This would further cause the discontinuation of programs for many students who have had a long term commitment and are in the advanced stages of completion.

A second alternative would be to trim a percentage of money from existing programs and put into the unserved regions. Once again this would cause many people to lose service and take away from programs which already operate at only a minimal level. A case in point is the Kuskokwim Region which serves fourteen out of fifty-three villages now.

The third alternative and that being suggested by this proposal is to leave present funding in place and add minimum funds necessary to complete the network. The state is already in the unfortunate position of denying many of its citizens equal access to educational opportunity. To reduce or remove the programs currently thinly spread over the state would be a denial to our responsibility.

Great social pressure is being exerted upon the Native populations of the state. With Indian Self Determination, the advent of Native Land Claims and localization of the schools people with little education are being required to sit on boards of directors of corporations making decisions with great environmental and financial impact, sitting on school boards making decisions in hiring and firing professional staff as well as judgements on quality of education.

This press for educated adults cannot depend strictly upon the new young graduates to fill the need. Every effort must be made to tap the knowledge and experience of the mature adult in the older generations. This can be done only through basic education.

The following statistics corroborate the need for basic education in the proposed regions to be served.

REGIONAL NEEDS STATEMENTS

1. Bristol Bay:

"In a special report prepared by Robert Natham and Associates for the Federal Government, a number of statistics were identified relative to the well being of Alaska Natives. For Bristol Bay, the figures are indeed stark:

The Median education in school years completed by	
Alaska Native (as a whole) is:.....	7.4
For Bristol Bay.....	3.5

Further, the studies identified 50.3% of the population 25 years of age or older as having an educational attainment of 0-4 years of formal schooling. In this same population group, only 8.6% have

completed four years of high school or have an equivalent high school diploma. There is an immediate need for Adult Basic Education Courses in virtually all Bristol Bay villages."

No Adult Basic Education courses are currently being taught, therefore, there is no existing program or vehicle for adults within the villages to obtain the basic skills necessary to even apply for and pass the five sub-tests for a General Education Diploma (GED). An Adult Basic Education program would not only provide this service but would help provide for equal educational and growth opportunities for those adults who have been and are still being neglected.

2. Northwest Arctic:

An active, comprehensive program of adult education, based on the conceptual framework of Adult Performance Levels, is a prime requisite for growth of political, social, personal, and economic skills of NANA Region residents. In a recent (December 1978) survey, it was found that 42% of respondents had attended school to eighth grade or less. Another 13% attended between nine and eleven years. 45% were at least high school graduates. Teachers and other relatively transient professionals were included in the random sample and contributed to this last category. The indigenous, stable population is primarily of Inupiaq Eskimo heritage and fewer of this group have completed high school than the survey results suggest. Complicated further by multilingualism, the adult populations thus has a high rate of functional illiteracy. The region's people also suffer a high rate of unemployment. Inuit respondents, 52% had not had a job for the past year. An additional 41% were employed part-time. Only 7% had fulltime jobs. Besides unemployment, alcoholism, high prices, and lack of something to do, were seen by the respondents as the region's major problems.

The above statistics would in themselves suggest a need for an adult basic education/adult education program. But there is further evidence as well. When asked the question, "If a school for adults was available here, would you be likely to go?", 73% replied they would. And 90% said they would attend workshops or classes to teach people self-health care.

In follow-up interviews by school district personnel (April 1979), Ambler adults indicated that an average of 36% of respondents would attend each of sixteen (16) vocationally oriented classes. An average of 61% would enroll in each of two (2) consumer education classes, and in each of four (4) health and safety classes. Three (3) ABE courses would each have an enrollment of 10% of the adult population of this village, and a GED preparation course 32%. If extrapolated to the region's adult residents (approximately 2,500 people in eleven villages), one could anticipate about 150 people interested in a ABE program, 800 in a GED program, 900 in job skills, and 1,525 in other life skills program. Of course, many people indicated interest in several programs, and actual attendance would be well below the level of interest, but the need for an adult education program is apparent.

TABLE 1

MEDIAN YEARS OF SCHOOL COMPLETED BY REGIONAL POPULATIONS

The following chart was compiled in an effort to show both the educational services needs and the income levels of the target area populations the A.S.H.E.S. Talent Search Project would be aimed at.

Region	Median Years School Completed		Highest Grade Completed by largest % of population				Eligible youth age 14-24 (17.4% of poverty population)	Total below poverty pop.	Total Pop.	
	Native	Non-Native	Native %	Non-N. %						
ALUET	7.2	12.7	5-6	23.9	12	46.7	73	419	9.6	4359
ARCTIC SLOPE	5.6	18.0	5-6	23.9	12	35.9	154	887	28.8	3079
CALISTA	3.0	13.5	0	33.9	12	33.6	1378	7889	65.5	12040
CHERING STRAITS	7.0	13.8	1-4	21.8	12	28.5	387	1933	35.3	5497
BRISTOL BAY	3.9	12.6	1-4	29.9	12	38.3	256	1471	33.1	4446
CHUGACH	8.2	12.5	1-4	17.1	12	41.3	146	839	14.5	5794
COOK INLET	10.2	12.6	12	24.8	12	48.3	1791	10292	7.0	140823
CHENA	5.8	12.4	0	22.9	12	46.2	42	240	18.0	1336
COMIAG	8.6	12.5	8	28.8	12	41.9	135	773	9.3	8338
CHANA	6.2	13.5	1-4	29.2	12	34.2	238	1369	37.2	3634
CHOTON	6.7	12.6	1-4	21.4	12	42.4	892	5127	10.4	49233
CHALASKA	10.3	12.5	9-11	25.3	12	38.1	760	4370	10.4	41957
TOTAL	7.5	12.6					6197	35614	12.7	280536

Data compiled from 2(c) Report, Task I. Excerpt from 2(c) Report, Task II, "The lack of basic statistical information prevents educational agencies from evaluating current educational efforts and identifying unmet needs."

3. Aleutian/Pribilof

Due to limited educational opportunities in the past, the people of the Aleutian/Pribilof region have faced many difficulties coping with 20th Century corporate life thrust upon them by the Native Claims Settlement Act. Leadership has been developing with incredible rapidity and effectiveness, but the heavy pressures involved in rapid change have caused frustrations resulting in social disorganization. Village corporations, councils, school committees and school boards have all been forced into leadership decisions for which they often lack basic training and experience. According to the 1970 U.S. Census in the Aleut Corporation area, 15% of the Native people 25 years or older completed grades 1-4; 25% grades 5-6; and 16% grades 7-8. Unless educational needs are met, the following will continue to occur:

- A. Village and city governments will fail or falter or will be dominated by non-Natives.
- B. School boards will be dominated by non-Natives, and Native parents will have little to say about education of their children.
- C. Village corporations will not function at their full potential.
- D. Outside investors will reap fortunes in the Aleutian/Pribilof area while the majority of Aleut people will subsist virtually at poverty level.
- E. The Aleut cultural heritage will be overrun and lost, leaving behind the vicious circle of poverty, alcoholism, drug abuse, family disintegration and loss of identity.

4. Matanuska-Susitna

Matanuska-Susitna Community College identified 4,600 adults having less than a secondary education in the Matanuska-Susitna service area. Bureau of Labor statistics revealed a July unemployment rate of 15.1 percent and November 23.3 percent combined with Decembers 24.9 percent are symptomatic of the need for basic education and life coping skills training.

5. North Slope

The native residents of the North Slope have a median school completion level of 5.6 years. This lack of education has significant impact upon the ability of natives to compete for and maintain jobs in the now technologically oriented North Slope Region. Additionally, a bank of educated persons is necessary to train for the roles necessary if the new affluence introduced by massive oil revenues is to remain under control of its rightful owners. The few individuals represented in the leadership need many more trained, educated people to take on the many emerging roles in business, education, industry and arctic leadership.

6. Kenai Region

During the summer of 1979, an assessment of the available educational resources and needs of the adult client population was done under a federally funded program named NETWORK. (Network of Education, Training and work Opportunity Resources Knowledge Bank). The final report will not be in this office until October 30, however, preliminary analysis indicates that the statistics presented last year were in the ball park. Thus, they are repeated here.

The population of the Kenai Peninsula is approximately 25,000 with most of the people living in the Kenai-Soldotna area. In Level I (1-9), it is estimated that 1,500 adults could be served. Additional estimates are that there are approximately 3,000 adults in Level II and 150 needing ESL training.

7. Valdez/Copper River

The Valdez/Copper River Region encompasses a population of nearly ten thousand people. Of this ten thousand an estimated 2,400 have less than a high school education. The Native adult population has a median school completion level of 5.8 years. With the pipeline terminal, pumping and maintenance stations throughout the region it is apparent that employment opportunities are fast appearing, but they are at a level which demand solid-scholastic background. Unless the region is given the benefit of ABE services, these opportunities will once again fall to outsiders.

PROPOSED SERVICES

Services shall include instruction in basic literacy, English as a Second Language, life coping skills and vocational counseling in the form of:

an "individualized educational program" a written statement jointly developed by a qualified instructor and by the person, to include:

- present achievement level analysis
- short range and long range goals
- identification of specific services that will be provided toward meeting those goals
- when and where these services will be provided and how long they will last
- a schedule for checking progress achieved under the plan and for rating necessary revisions

These services shall take place in the towns and villages of the respective regions as selected by the educational institution providing the service. Curriculum shall be determined by the student, local educational institution in concert with their local advisory council and the citizens participatory planning process used by the state ABE program.

PROGRAM IMPLEMENTATION

Organization for Delivery of Services

State Organization: In an effort to prevent proliferation of state bureaucracy, these funds should be located in the Alaska Department of Education, Adult Basic Education Section.

This section already has in place the mechanisms for granting and administering funds. A statewide network of curriculum assistance, technical assistance and staff development. The addition of this program to the present network could achieve maximum benefit at minimum cost.

LOCAL DELIVERY

Local/Regional delivery is currently conducted throughout the state by a variety of organizations. These organizations include school districts, community colleges, Native Non-profits, private non-profits and public non-profit agencies. The funds are placed on a competitive basis to the organization offering the most service for the available dollars. Programs in most regions reflect cooperation between two or more agencies for delivery of service. The competition between agencies has been very effective in holding down costs without causing instability in the program. In the case of similar bids the program operator with the proven history of performance is always funded.

Program operators not performing will have historically been given one year grace to upgrade and it has been necessary to pull only a program in six years.

FUNDS NECESSARY TO IMPLEMENT NEW REGIONS

North Slope	\$80,000
Northwest Arctic	80,000
Bristol Bay	75,000
Aleutian/Pribilof Islands	85,000
Kenai Peninsula	75,000
Rural Anchorage (Mat-Su)	75,000
Valdez/Copper River	75,000
Total Program	\$545,000
 Staff Development @ 10%	54,500
 Support Services - 1 clerk typist III @ 18,000 including fringe, etc.	18,000
Total Cost	\$617,500

Justification:

Regional Allotments

North Slope, Northwest Arctic and Aleutian/Pribilof Islands Regions are suggested at a higher level of support due to unusual travel costs. Although travel will be much cheaper in the Kenai and Rural Anchorage regions extra funds are justified due to the population density they must serve.

Staff development is a vital component to ABE. Rural teachers are taken from the indigenous population and trained as ABE instructors. This training is a rich source of leaders in the rural areas. Attached find statements of what have happened to many of the ex-instructors once the role of ABE instructor gave them responsibility in the political/social process.

Furthermore, staff development is inherent in quality instruction, particularly when dealing with people who have never taught before or even experienced teachers dealing for the first time with adult students.

Support services are necessary if reasonable service is to be available to the new regions. Although ABE is funded over three times as high as four years ago and is offering many more services to field programs, the present administrative staff need not be expanded but the present 1/2 time secretarial clerical arrangement simply cannot keep up with present volume let alone be expected to handle nearly double the number of contracts currently served.

Matching funds are available from many sources including C.E.T.A., B.I.A., Indian Education, Labor, Social Services, boroughs, etc., once a knowledgeable organization services and negotiates contracts. It is anticipated that the first fiscal year funds at least equal the initial grant will be generated by and the third year they would be generating as much as three dollars per state dollar.

The money being generated tends to be dollars that previously created overlap programs or furnish ancillary services which, though useful, were not coordinated with ABE, therefore seldom used.

United States Council of State Directors

Adult Education Economic Impact Survey
Alaska - FY79

INDICATORS OF ECONOMIC IMPACT:

A. Public Assistance

1. List the number of Adult Education Learners removed from public assistance in FY79 (as reported in Table 5, Item 12 in Annual Report). 24
2. Average annual cost per adult for public assistance in your state. Households average 1 adult and 2 dependents nationally and FY77 statistics from USOHEW reveal national costs to be 12,948 per household including case work, etc. 12,948
3. Total projected savings per year. (Multiply answer in number one times the answer in number two.) 310,752

B. Employment

1. List the number of Adult Education learners who became employed in FY77 as a result of Adult Education (as reported in Table 5, Item 13 in Annual Report). 112
2. Projected income earned by adults who became employed. Take the number of adults receiving jobs as a direct or indirect result of attending Adult Education class: Multiply this number by the U.S. minimum hourly wage (now \$2.30) x 40 hours x 52 weeks. If the actual income is known, then use this instead of minimum rate. 1,164,800

EXAMPLE: 112 persons who became employed x \$5.00 per hour =
\$672.00 per hour x 40 hours per week = \$10,400 x
52 weeks = \$1,164,800 per year new income.

C. Job Promotions

1. List the number of adults who were promoted as a result of Adult Education (as reported in Table 5, Item 14 in Annual Report). 222
2. Using Laborers Union salary scale minimum is 48¢ per hour. Projected additional money earned by adults who were promoted as a result of Adult Education. Multiply the number of adults receiving a promotion by .48 per hour (which is minimal figure) x 40 hours x 52 weeks. 221,644

EXAMPLE: 222 promotions x .48 per hour = \$106.56 per hour
x 40 hours per week = \$4,262 per week x 52 weeks =
\$221,644 per year.



RECORDS CERTIFICATION



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James O Smith
Signature of Camera Operator

3/20/90
Date

Introduced: 2/5/80
Referred: Finance

1 IN THE HOUSE

BY MCKINNON

2 HOUSE BILL NO. 673

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to tax exempt obligations; and pro-
7 viding for an effective date."

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

9 * Section 1. AS 43.20.031(a) is amended by adding a new paragraph to
10 read:

11 (5) the benefits allowed to taxpayers under Internal Revenue
12 Code section 103, as amended, are allowed only if the obligations were
13 issued by the State of Alaska, a political subdivision of the State of
14 Alaska, a city, borough or unified municipality of the State of Alaska,
15 or public corporations incorporated under the laws of the state.

16 * Sec. 2. This Act takes effect January 1, 1981.
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Original

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 673
Title An Act relating to tax exempt obligations
Requested by House Finance Committee Date February 15, 1980

II. FISCAL DETAIL

Agency Affected _____ Revenue _____
Program Category Affected Fiscal Services - General Government
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						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

FUNDING (Thousands of Dollars)

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

POSITIONS None .

FULL TIME						
PART TIME						
TEMPORARY						

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

See attached memorandum to R. D. Stevenson dated 2/15/80.

IV. DATE February 15, 1980 PREPARED BY [Signature]
AGENCY Department of Revenue, Audit Division
PHONE 465-2320
Original: Legislative Finance
cc: Budget and Management
Prime Sponsor (First Legislator Named)

STATE
of ALASKA

MEMORANDUM

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

DATE: February 15, 1980

FILE NO:

TELEPHONE NO:

FROM: Gary L. Jenkins
Director
Audit Division

SUBJECT: House Bill No. 673

The apparent intent of this bill is to encourage Alaska taxpayers to invest in obligations issued by a municipality or state entity in Alaska. While this is a good intent, experience in other states has shown that such a provision has no appreciable impact on individuals investing in municipal securities.

A second major problem with this provision is that it would be yet another deviation from the federal income tax law from which our law is based and would just cause additional confusion and frustration on the part of taxpayers having to watch for yet another deviation from the federal law. There is no question that the State would suffer a certain amount of revenue loss because of individuals not reporting interest on municipal obligations from outside the State of Alaska. However, it is extremely difficult to determine what that impact might be.

A separate Fiscal Note will be provided by the Research Section of the Department of Revenue.

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ELEVENTH LEGISLATURE

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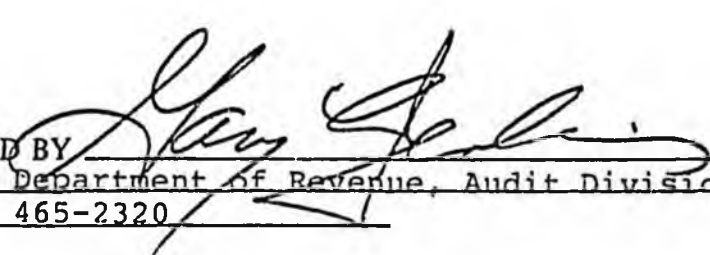
GENERAL FUND	-0-	-0-	-0-	-0-	-0-	-0-
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Original: Legislative Finance
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Special Assistant
Department of Revenue

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CORRECTION

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

Introduced: 2/5/80
Referred: Finance

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FUNDING (Thousands of Dollars)

GENERAL FUND	-0-	-0-	-0-	-0-	-0-	-0-
FEDERAL FUNDS						
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STATE
of ALASKA

MEMORANDUM

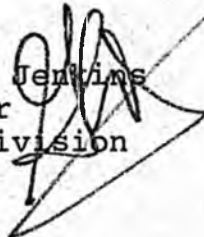
TO: R. D. Stevenson
Special Assistant
Department of Revenue

DATE: February 15, 1980

FILE NO:

TELEPHONE NO:

FROM: Gary L. Jenkins
Director
Audit Division



SUBJECT: House Bill No. 673

The apparent intent of this bill is to encourage Alaska taxpayers to invest in obligations issued by a municipality or state entity in Alaska. While this is a good intent, experience in other states has shown that such a provision has no appreciable impact on individuals investing in municipal securities.

A second major problem with this provision is that it would be yet another deviation from the federal income tax law from which our law is based and would just cause additional confusion and frustration on the part of taxpayers having to watch for yet another deviation from the federal law. There is no question that the State would suffer a certain amount of revenue loss because of individuals not reporting interest on municipal obligations from outside the State of Alaska. However, it is extremely difficult to determine what that impact might be.

A separate Fiscal Note will be provided by the Research Section of the Department of Revenue.

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 673
 Title An Act relating to tax exempt obligations
 Requested by House Finance Committee Date February 15, 1980

II. FISCAL DETAIL

Agency Affected _____ Revenue _____
 Program Category Affected _____ Fiscal Services - General Government
 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						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

FUNDING (Thousands of Dollars)

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

POSITIONS None .

FULL TIME						
PART TIME						
TEMPORARY						

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

See attached memorandum to R. D. Stevenson dated 2/15/80.

IV. DATE February 15, 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 -- BUDGET UNIT SUMMARY

CATEGORY: GENERAL DEVELOPMENT
 AGENCY: DEPARTMENT OF REVENUE

PROGRAM: REVENUE OPERATIONS

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
ENFORCEMENT	1196.5	1335.4	1324.7	1217.0			1366.3
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	6737.4	7307.7	7170.3	6698.0			8213.8
** CHANGES VERSUS 80 AUTH							22.6%
FUNDING SOURCE							
GENERAL FUND	6429.4	7067.7	6952.8	6698.0			8213.8
PGM RECEIPTS	308.0	240.0	217.5				
** GENERAL FUND CHANGE VS. 80 AUTH							22.6%
POSITIONS							
FULL-TIME	173.0	173.0	173.0	179.0			191.0
PART-TIME	8.0	8.0	8.0	8.0			21.0
TEMPORARY	14.0	14.0	14.0	13.0			

MEMORANDUM

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

DATE: February 15, 1980

FILE NO:

TELEPHONE NO:

FROM: Gary L. Jenkins
Director
Audit Division

SUBJECT: House Bill No. 673

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Original

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 673
Title Act relating to tax exempt obligations
Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Dept. of Revenue
Program Category Affected General Government
BRU, Program, or Subprogram(s) Affected Office of the Commissioner / Research Section
(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)

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

POSITIONS

FULL TIME					
PART TIME					
TEMPORARY					

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

The bill would deny Alaskan taxpayers the benefits of a tax exemption for interest earned on obligations granted tax exempt status under Internal Revenue Code provisions unless the obligations were issued by a governmental authority within the State of Alaska.

We do not have any information as to the holdings of tax exempt obligations by Alaskan taxpayers now. It is likely that the proposed change will result in a minor increase in general fund revenue because taxpayers will substitute present holdings with Alaskan obligations only, if the overall economic benefits of such action exceed the costs of the transaction.

IV. DATE 2/11/80 PREPARED BY Palawan Forum
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. HB 673
Title Act relating to tax exempt obligations
Requested by _____ Date _____

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300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL						

FUNDING (Thousands of Dollars)

			U N K N O W N		
GENERAL FUND					
FEDERAL FUNDS					
OTHER (Specify Fund Source)					

POSITIONS

FULL TIME					
PART TIME					
TEMPORARY					

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

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IV. DATE 2/11/80 PREPARED BY Palmer Forum
AGENCY Revenue
Original: Legislative Finance PHONE # 2174
cc: Budget and Management
Prime Sponsor (First Legislator Named)

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CATEGORY: GENERAL DEVELOPMENT
 AGENCY: DEPARTMENT OF REVENUE

PROGRAM: REVENUE OPERATIONS

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PART-TIME	8.0	8.0	8.0	8.0			21.0
TEMPORARY	14.0	14.0	14.0	13.0			

6106
Clenoweth

Introduced: 2/5/80
Referred: Finance

1 IN THE HOUSE

BY MCKINNON

2 HOUSE BILL NO. 673

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to tax exempt obligations; and pro-
7 viding for an effective date."

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

9 * Section 1. AS 43.20.031(a) is amended by adding a new paragraph to
10 read:

11 (5) the benefits allowed to taxpayers under Internal Revenue
12 Code section 103, as amended, are allowed only if the obligations were
13 issued by the State of Alaska, a political subdivision of the State of
14 Alaska, a city, borough or unified municipality of the State of Alaska,
15 or public corporations incorporated under the laws of the state.

16 * Sec. 2. This Act takes effect January 1, 1981.
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23
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25
26
27
28

29 COMMITTEE COPY

ALASKA STATE LEGISLATURE

ELEVENTH Legislature SECOND Session

HOUSE BILL NO. 673

By McKINNON

"An Act relating to tax exempt obligations; and providing for an effective date."

Tax exempt obligations

Introduced in the House 2/5/1980

HISTORY IN THE HOUSE

19 80

Feb. 5

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.

James O. Smith
Signature of Camera Operator

3/20/90
Date

(7)

COMMITTEE REPORT

HOUSE

2/6/80

FURTHER: FINANCE"

Date: _____

Mr. Speaker:

The Committee on STATE AFFAIRS *Warrior* has had HB 680

"An Act relating to youth hostels." *Finance*

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

7647
Guthrie

Introduced: 2/6/80
Referred: State Affairs and
Finance

1 IN THE HOUSE

BY THE STATE AFFAIRS COMMITTEE

2 HOUSE BILL NO. 680

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to youth hostels."

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

8 * Section 1. AS 45 is amended by adding a new chapter to read:

9 CHAPTER 91. YOUTH HOSTEL REVOLVING LOAN FUND.

10 Sec. 45.91.010. FUND ESTABLISHED. There is established in the
11 Department of Commerce and Economic Development the youth hostel revolv-
12 ing loan fund to finance construction of youth hostels. Only a youth
13 hostel meeting guidelines established by the American Youth Hostel, Inc.
14 may be financed by a loan from the fund.

15 Sec. 45.91.020. RESPONSIBILITIES OF DEPARTMENT. (a) The depart-
16 ment may make loans for the construction of youth hostels. Loans may be
17 made only on approval of the coordinator of the Alaska youth hostel
18 program appointed under AS 41.20.450.

19 (b) The department in consultation with the coordinator of the
20 Alaska youth hostel program appointed under AS 41.20.540 shall develop
21 eligibility standards for loans made under this chapter.

22 (c) The department may adopt regulations necessary to carry out
23 the provisions of this chapter.

24 Sec. 45.91.030. LOAN TERMS. (a) A loan for the construction of a
25 youth hostel under this chapter may not exceed \$200,000.

26 (b) A loan made under this chapter may be used to finance no more
27 than 90 percent of the total cost of construction of a youth hostel.
28 For the purposes of this section, the value of real estate to be used
29 directly in conjunction with the loan in the construction of a youth

1 hostel, or value of other in-kind contribution, may be counted in calcu-
2 lating the total cost of construction of a youth hostel.

3 (c) The principal owed on a loan made under this chapter shall be
4 repaid into the youth hostel revolving loan fund at a rate of \$2 for
5 each night a bed in the youth hostel financed by the loan is occupied.

6 (d) A loan made under this chapter is interest free.

7 Sec. 45.91.040. DEFINITIONS. In this chapter

8 (1) "commissioner" means the commissioner of commerce and
9 economic development;

10 (2) "department" means the Department of Commerce and Econo-
11 mic Development.

12 * Sec. 2. AS 41.20.420(3) is amended to read:

13 (3) cooperate and consult with national or international
14 organizations established for the purpose of establishing or regulating
15 youth hostel facilities and follow, where appropriate, the specific
16 guidelines established by [THE] American Youth Hostel, Inc. [ASSOCIA-
17 TION] and the International Youth Hostel Association;

18 * Sec. 3. AS 41.20.420(4) is amended to read:

19 (4) adopt, in accordance with the Administrative Procedure
20 Act (AS 44.62), regulations governing the establishment and administra-
21 tion of youth hostel facilities and the administration of grant programs
22 under (2) of this section.

23 * Sec. 4. AS 41.20.440 is repealed.

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

HB 680

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 680
Title An Act Relating to Youth Hostels
Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Dept. of Commerce & Economic Development

Program Category Affected Development

BRU, Program, or Subprogram(s) Affected Division of Business Loans

(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)

	3 mos.					
	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES	13.5	53.7	59.1	65.0	71.5	78.7
200 TRAVEL	2.8	11.0	12.1	13.3	14.6	16.1
300 CONTRACTUAL	3.1	12.4	13.6	15.0	16.5	18.2
400 COMMODITIES	.1	.5	.6	.7	.8	.9
500 EQUIPMENT	3.6					
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	23.1	77.6	85.4	94.0	103.4	113.9

FUNDING (Thousands of Dollars)

GENERAL FUND	23.1	77.6	85.4	94.0	103.4	113.9
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME	2.0	2.0	2.0	2.0	2.0	2.0
PART TIME						
TEMPORARY						

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

Increase staff to handle processing of Youth Hostel loans.

See attached breakdown of figures.

If the program was not operational until the beginning of FY81, the equipment cost figures would have to be added to the FY81 total (see FY80).

Sharon R. Traylor

IV. DATE 2-8-80

PREPARED BY Sharon R. Traylor, Director

AGENCY Div. of Business Loans, Dept. of Commerce & Eco

PHONE 465-2510

Dev

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

Fiscal Note Detail, HB 680, Youth Hostels

			<u>3 Months</u>	<u>12 Months</u>
100.	1 Loans Examiner I/II (flex) @2,031/mo.		\$ 6.1	\$24.4
	1 Loan Closer II @1,426/mo.		<u>4.3</u>	<u>17.1</u>
	Total Wages		\$10.4	\$41.5
	Standard Benefits (Wages X .1529)		1.6	6.3
	Supplemental Benefits (Wages X .0665)		.7	2.8
	Health Insurance (Man months X 127)		<u>.8</u>	<u>3.1</u>
	Total Personal Services Cost		\$13.5	\$53.7
200.	Trips to inspect collateral and close loans:			
	5 Trips @430	2.2		
	20			8.6
	10 Days per diem @60	<u>.6</u>	2.8	
	40			11.0
300.	Telephone, postage, printing	2.5		
	Additional office space @200.mo	<u>.6</u>	3.1	12.4
400	Office supplies		<u>.1</u>	<u>.5</u>
	3 Months Operation Costs		\$19.5	
	12 Months Operation Costs			\$77.6
500.	2 Desks @278	.6		
	1 Credenza	.3		
	1 Typist's extension	.4		
	1 Executive chair	.2		
	1 Secretarial chair	.1		
	2 Side chairs @125	.3		
	2 File cabinets @202	.4		
	2 Calculators @225	.5		
	1 Typewriter	<u>.8</u>	<u>3.6</u>	
	Total		\$23.1	

10% Inflation for succeeding years.

ALASKA STATE LEGISLATURE

ELEVENTH Legislature SECOND... Session

HOUSE BILL NO. 680

By THE STATE AFFAIRS COMMITTEE

"An Act relating to youth hostels."

Youth hostels

Introduced in the House 2/6, 19 80

HISTORY IN THE HOUSE

19 80	Read first time and referred to Committee on State Affairs and Finance												
Feb. 6	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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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												
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	Reported correctly engrossed												
	Signed L/ 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.

Introduced: 2/6/80
Referred: State Affairs and
Finance

1 IN THE HOUSE

BY THE STATE AFFAIRS COMMITTEE

2 HOUSE BILL NO. 680

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to youth hostels."

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

8 * Section 1. AS 45 is amended by adding a new chapter to read:

9 CHAPTER 91. YOUTH HOSTEL REVOLVING LOAN FUND.

10 Sec. 45.91.010. FUND ESTABLISHED. There is established in the
11 Department of Commerce and Economic Development the youth hostel revolv-
12 ing loan fund to finance construction of youth hostels. Only a youth
13 hostel meeting guidelines established by the American Youth Hostel, Inc.
14 may be financed by a loan from the fund.

15 Sec. 45.91.020. RESPONSIBILITIES OF DEPARTMENT. (a) The depart-
16 ment may make loans for the construction of youth hostels. Loans may be
17 made only on approval of the coordinator of the Alaska youth hostel
18 program appointed under AS 41.20.450.

19 (b) The department in consultation with the coordinator of the
20 Alaska youth hostel program appointed under AS 41.20.540 shall develop
21 eligibility standards for loans made under this chapter.

22 (c) The department may adopt regulations necessary to carry out
23 the provisions of this chapter.

24 Sec. 45.91.030. LOAN TERMS. (a) A loan for the construction of a
25 youth hostel under this chapter may not exceed \$200,000.

26 (b) A loan made under this chapter may be used to finance no more
27 than 90 percent of the total cost of construction of a youth hostel.
28 For the purposes of this section, the value of real estate to be used
29 directly in conjunction with the loan in the construction of a youth

1 hostel, or value of other in-kind contribution, may be counted in calcu-
2 lating the total cost of construction of a youth hostel.

3 (c) The principal owed on a loan made under this chapter shall be
4 repaid into the youth hostel revolving loan fund at a rate of \$2 for
5 each night a bed in the youth hostel financed by the loan is occupied.

6 (d) A loan made under this chapter is interest free.

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8 (1) "commissioner" means the commissioner of commerce and
9 economic development;

10 (2) "department" means the Department of Commerce and Econo-
11 mic Development.

12 * Sec. 2. AS 41.20.420(3) is amended to read:

13 (3) cooperate and consult with national or international
14 organizations established for the purpose of establishing or regulating
15 youth hostel facilities and follow, where appropriate, the specific
16 guidelines established by [THE] American Youth Hostel, Inc. [ASSOCIA-
17 TION] and the International Youth Hostel Association;

18 * Sec. 3. AS 41.20.420(4) is amended to read:

19 (4) adopt, in accordance with the Administrative Procedure
20 Act (AS 44.62), regulations governing the establishment and administra-
21 tion of youth hostel facilities and the administration of grant programs
22 under (2) of this section.

23 * Sec. 4. AS 41.20.440 is repealed.
24
25
26
27
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THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST
 Bill/Resolution No. HB 680
 Title An Act Relating to Youth Hostels
 Requested by _____ Date _____

II. FISCAL DETAIL
 Agency Affected Dept. of Commerce & Economic Development
 Program Category Affected Development
 BRU, Program, or Subprogram(s) Affected Division of Business Loans
 (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)

	3 mos.					
	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES	13.5	53.7	59.1	65.0	71.5	78.7
200 TRAVEL	2.8	11.0	12.1	13.3	14.6	16.1
300 CONTRACTUAL	3.1	12.4	13.6	15.0	16.5	18.2
400 COMMODITIES	.1	.5	.6	.7	.8	.9
500 EQUIPMENT	3.6					
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	23.1	77.6	85.4	94.0	103.4	113.9

FUNDING (Thousands of Dollars)

GENERAL FUND	23.1	77.6	85.4	94.0	103.4	113.9
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME	2.0	2.0	2.0	2.0	2.0	2.0
PART TIME						
TEMPORARY						

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

Increase staff to handle processing of Youth Hostel loans.

See attached breakdown of figures.

If the program was not operational until the beginning of FY81, the equipment cost figures would have to be added to the FY81 total (see FY80).

Sharon R. Traylor

IV. DATE 2-8-80 PREPARED BY Sharon R. Traylor, Director
 AGENCY Div. of Business Loans, Dept. of Commerce & Econ. Dev.
 PHONE 465-2510
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

CATEGORY: DEVELOPMENT
PROGRAM: ECONOMIC DEVELOPMENT

AGENCY: COMMERCE AND ECONOMIC DEVELOPMENT
BRU (S): BUSINESS LOANS

The Business Loans BRU provides Alaskan businesses and residents with long term, low interest financing which is usually not available from private lending institutions. Specific loan programs include:

- Small Business Loans These loans are generally too risky or too small to interest private lending institutions.
- Commercial Fishing Loans provide commercial fishermen with capital for purchase or upgrade of vessels needed to remain competitive. Due to high risk and unpredictable fish seasons, local banks have been reluctant to make these loans.
- Tourism Loans provide capital for the expansion of tourist facilities.
- Fisheries Enhancement Loans provide long-term, low interest loans for hatchery planning and construction, in support of private ownership of hatcheries by qualified nonprofit corporations.
- Child Care Facilities Loans provide financing for the development of licensed child care facilities which helps stabilize that portion of the work force dependent on these services.
- Water Resources Loans provide funds for hydroelectric and water supply projects. With the exception of certain previously conceived projects, this program has been replaced by the Power Project Loan Fund.
- Historical Districts The intent of these loans is to foster an awareness of the need to preserve our historical past.
- Residential Care Facilities provides residential care facilities with financing needed for renovation or equipment needed to comply with licensing standards. Loans are often not available from private lending institutions.
- Alternative Technology and Power Resource Loans This loan fund assists in the development of energy production utilizing sources other than fossil fuel.

The Division has decentralized it's operations with the opening of offices in Anchorage and Fairbanks. As a result, the number of applicants has doubled. This outreach effort will continue in FY 81.

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	GOVERNOR
LOAN FUND ADM	882.6	916.8	836.6	860.4			916.5
** TOTAL	882.6	916.8	836.6	860.4			916.5
** CHANGE VERSUS 80 AUTH							6.5%
OBJECT DESCRIPTION							
PERS. SERV.	646.9	675.2	652.9	675.7			712.8
TRAVEL	121.0	121.0	42.5	90.8			70.9
CONTRACTUAL	71.0	76.9	90.7	60.4			90.7
COMMODITIES	7.0	7.0	6.9	6.0			7.5
EQUIPMENT	13.3	13.3	10.2				
LANDS/BLDGS	23.4	23.4	33.4	27.5			34.6
FUNDING SOURCE							
GENERAL FUND	882.6	916.8	836.6	860.4			916.5
** GENERAL FUND CHANGE VS. 80 AUTH							6.5%
POSITIONS							
FULL-TIME	23.0	23.0	23.0	23.0			23.0
STAFF MONTHS	276.0	276.0	276.0	276.0			276.0

Fiscal Note Detail, HB 630, Youth Hostels

			<u>3 Months</u>	<u>12 Months</u>
100.	1 Loans Examiner I/II (flex) @2,031/mo.		\$ 6.1	\$24.4
	1 Loan Closer II @1,426/mo.		<u>4.3</u>	<u>17.1</u>
	Total Wages		\$10.4	\$41.5
	Standard Benefits (Wages X .1529)		1.6	6.3
	Supplemental Benefits (Wages X .0665)		.7	2.8
	Health Insurance (Man months X 127)		<u>.8</u>	<u>3.1</u>
	Total Personal Services Cost		\$13.5	\$53.7
200.	Trips to inspect collateral and close loans:			
	5 Trips @430	2.2		
	20		8.6	
	10 Days per diem @60	<u>.6</u>	2.8	
	40		<u>2.4</u>	11.0
300.	Telephone, postage, printing	2.5	10.0	
	Additional office space @200.mo	<u>.6</u>	<u>2.4</u>	12.4
400	Office supplies		<u>.1</u>	<u>.5</u>
	3 Months Operation Costs		\$19.5	
	12 Months Operation Costs			\$77.6
500.	2 Desks @278	.6		
	1 Credenza	.3		
	1 Typist's extension	.4		
	1 Executive chair	.2		
	1 Secretarial chair	.1		
	2 Side chairs @125	.3		
	2 File cabinets @202	.4		
	2 Calculators @225	.5		
	1 Typewriter	<u>.8</u>	<u>3.6</u>	
	Total		\$23.1	

1988 Inflation for succeeding years.

Hosteling Communique

American Youth Hostels, Inc.
Delaplane Va. 22025



OCTOBER-NOVEMBER, 1979

NO. 11

HOSTEL DEVELOPMENT LOANS

Under the new AYH membership fee structure which went into effect on October 1, 1979, more money than in the past should accrue to the Hostel Development Loan Fund. Whereas, in the past, \$1.00 from every Senior membership sold and \$10.00 from every Life membership sold accrued to the Hostel Development Loan Fund, now, 10% of the income from all memberships sold (except Introductory passes) will be added to this fund. For example, this would be \$1.40 for each Senior membership, \$.70 for each Junior and Senior Citizen membership, \$3.50 for each Organization membership, \$2.10 for each Family membership, \$3.50 for each Senior Three Year membership, and \$14.00 for each Life membership. So, if the AYH membership sales run in Fiscal Year 1979-80 as they did in Fiscal Year 1978-79, roughly \$100,000 will accrue to the fund—most of it in the second half of the year when sales are greatest.

The value of this money to AYH is that it can be used to stimulate development of badly needed new hostels in key locations. Mostly it is used to help AYH Councils and Clubs wishing to get into the hostel operating business, although some is loaned to private entrepreneurs as well. There are specific guidelines and application procedures available upon request from the Hostel Department; but, briefly, the Fund is a bricks and mortar fund used to help with building acquisitions, major renovations, and major hostel equipment costs. Loans are made to AYH Councils and other bonded not-for-profit organizations at 6% interest; private entrepreneurs, at 1% below prime interest rate.

Three recent loans provide examples of the eligible projects and the kind of hostel locations that have received priority con-

sideration. In May, a loan of \$15,000 was approved for the Hotel Weatherford in Flagstaff, Arizona. This is an historic structure listed on the National Register of Historic Places, only two blocks from the bus station, a gateway to the Grand Canyon, and in operation as the Flagstaff Hostel since spring 1979 when it replaced the Flagstaff United Church of Christ. This year 2,240 overnights were logged since June. A major improvement is planned with additional funds from the Arizona Natural and Cultural Resource Conservation Section (\$10,000) and a private loan of \$40,000.

In October, a loan of \$15,000 to Thomas Cochran of St. Louis was approved. Mr. Cochran, owner, will renovate a house and alley house in the Souldard Historic District about ten minutes by city bus from downtown St. Louis. The Huckleberry Finn Hostel will provide 30 beds in a major gateway city where there is now no hostel or supplemental accommodation. Renovation work will include plumbing, wiring, and partitions. The Cochran project has support of the Ozark Area Council and is also backed with a no interest loan of \$5,000 from another source.

Also, in October, a loan of \$7,500 was approved for the San Diego Council project of a hostel on Point Loma in San Diego. This will be a 50 bed hostel operated by the Council. The building was formerly a church and requires the addition of bathrooms, partitions, and other light functional modifications.

1980 HANDBOOK

The AYH Handbook for 1980 is in the final stages of production. It will be distributed to AYH Councils during the last two weeks of December in order to be available on January 1, 1980. A number of things about it will be new and different. The familiar size will be changed slightly, becoming 4"x7" instead of

HB 680

RL MEMORANDUM

State of Alaska

TO: Jeanne Comer
Project Coordinator

DATE: January 4, 1980

FILE NO: 2280-16

THRU: Chuck Horner *CHH*
Project Manager

TELEPHONE NO: 747-6249

FROM: Linda Shelton *Linda*
Assistant Project Manager

SUBJECT: Youth Hostel Development Project

My trip to Anchorage was very successful. I participated in very beneficial meetings with Jeanne Comer, Nat Goodhue, Bob Mitchell, Nancy Gross and other interested members of the staff. I also had the opportunity to meet with some people in the Anchorage and Girdwood areas who are interested in hostel development. The more involved I get... the more involved I get. There is so much that could be done with the plan and the project. I hate to see either limited to this year and would like to propose a Phase II next fall-winter to continue with the document for workability and make revisions as necessary, conduct a hostel workshop in Anchorage, travel and conduct an indepth study of individual sites and work within communities to facilitate the development and operation of hostels.

I am continuing my research as materials continue to filter in. I am concentrating on the basics of the plan in order to have rough notes available for a pre-workshop mailing. I am working on a mailing list and attempting to nail down a definite date and potential speakers for the workshop. I am reviewing all available materials for possible inclusion in the pre-workshop packet.

The project plan identifies two major objectives, the Youth Hostel Plan itself and the workshop. I feel a very essential product of this phase should be an entity made up of living, breathing folks who are committed to the success of the project. I feel much more secure of the success of the plan if there is an organized group to augment and implement it. Plans sometimes get lost under "more important matters" and can gather dust without an action group to move ahead with them. I recommend that we facilitate the organization of an Alaska American Youth Hostel Council. I feel that with the backing of AYH and the support of those within the state who are presently involved in hostel activities such a council would be beneficial to the development and operations phases as it would relieve the program of its dependency on legislative funding. A grant and/or loan program is essential to acheive the goals of a hostel in each district, but with an official group of active people not tied to legislative appropriations the program would be assured of growth and implementation.

At this time I foresee the following breakdown of responsibility:

- cc.
- Nat Goodhue, Project Advisor
- Hilton Wolfe, Special Assistant to the Director
- Honorable Representative Mike Miller

Division of Parks - provide guidance, guidelines, a grant program and possibly become involved in leasing historic sites and other division facilities for use as hostels, conduct workshops and work with communities to develop local hostels

Alaska AYH Council- organize hostels, administer operations, develop programs, advise and consult with the Division of Parks, represent Alaska hostels in AYH functions, work with Assistant Project Manager to review and finalize statewide hostel plan.

Assistant Project Manager - work with the council to finalize the plan and act as liason between the division and the council.

The Alaska Youth Hostel Survey identified two major obstacles to a hostel program. Lack of funding we can approach through legislative funding, AYH and other support. The other obstacle is most important at this time - a lack of understanding. The plan and the workshop will help inform the public about hostels but I would like to see a major effort to inform the people exactly what a hostel is and why the legislature felt it important to establish a statewide system. Understanding will lead to support for the program and support for legislative funding. High visibility of the project will also be a positive reflection on the division! Some of the ideas I have come up with include: newspaper and magazine articles, radio interviews, printing and distribution of an information sheet and travel to meet with and gain support from state and local organizations - AVA, Chamber fo Commerce, ARPA, PARC Councils, etc.

The pre-plan which will be mailed out prior to the workshop will be a chapter format with rough notes, alternatives and questions with lots of room for comment. Along with the pre-plan the packet will contain introductory information on hostels, AYH, JYH, pre-registration information and a questionnaire on concerns and questions which should be addressed.

I have several thoughts on the workshop: 1) hold a workshop in Sitka and one in Anchorage (\$?) 2) hold a 1980 workshop in Sitka and an '81 workshop in Anchorage 3) conduct a session at the February ARPA Workshop* 4) conduct a session at the Community Ed Workshop in March in Hoonah. (AL A workshop would be in April)

I see the goals of the workshop as being to: inform a group of people of the hostel program; form an advisory board/ council; gather additional information for the plan; provide background and how-to-do-it information on hostel development, operations and management, funding and grantsmanship; encourage the development of one new hostel (or more); develop a rough plan. (I would like to see the Advisory Board/ Council work with the Assistant Project Manager on individual components of the plan and meet again in April to pull a "final" draft together. I propose that the plan be loose leaf in style, in order to facilitate its continued growth and development and should never be considered FINAL.)

The plan itself will be: a public document that defines hostels and their benefits; a division document that coordinates the statewide hostel system; a handbook that facilitates the establishment, administration and operation of hostels; a legislative, agency document that defines direction, goals and needs;

and a communications document that will provide contact with AYH, IYH, adjacent states and provinces and hostel systems.

Basic plan contents include:

- background of plan
- intro to hosteling - history, philosophy, AYH, IYH, rules and regs, current status in th U.S., British Columbia and the Yukon
- hosteling in Alaska - past, present, future
- site criteria, inventory of sites and recommendations - include status of currently operating hostels
- grant criteria
- use policy - rules and regulations of state sanctioned system
- facility requirements - committees - houseparents
- implementation and funding schedule - 5 year proposal
- responsibility breakdown
- related activities influencing the use and future development of hostels- (bike paths, hiking trails, Marine Highway, Alaska Railroad, Marine Parks System, canoe and kayak trips, etc.)
- How-to-do-it -
 - setting up a committee; club; council
 - applying for affiliation with AYH
 - availability of funding
 - qualifying and applying for funding
 - management and operations
 - houseparents
 - finding and maintaining a facility
 - maintaining support
 - incorporation
 - complying with transient housing regulations (fire standards, Health and Social Services, local, state and federal ordinances, zoning requirements)

I would appreciate comment on the following questions as well as all of the material presented thus far.

1. Do we want an advisory committee* and/ or support from an AYH Council? (A statewide AYH Council would serve in the capacity of advisory board.)
3. Was the question of need and demand addressed sufficiently in the survey?
4. What alternative funding exists ?
5. Should AYH affiliation be recommended? required? What would the legality of required affiliation be?
6. What should division involvement be?
7. For what purpose should public monies be utalized?
8. How will standards be enforced?
9. To what level could the Assistant Project Manager participate in an AYH Council?

That's all for now but I will be asking for comments periodically.

I am enclosing a letter to the Attorney General's Office requesting clarification of the enabling legislation - what does it allow the division to do?

I am also enclosing a request for outside travel. Following the workshop I would like to take the rough plan down to Washington and consult with the committee working on the Washington State Hostel Plan and also the people in the regional AYH office. This would also provide an opportunity to stay in a hostel setting, meet with houseparents and committees and individuals involved in hosteling.



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 Fund \$300,000
Other Funds - 0 -
\$300,000

Introduced: 2/6/80
Referred: State Affairs and
Finance

1 IN THE HOUSE

BY THE STATE AFFAIRS COMMITTEE

2 HOUSE BILL NO. 681

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 a special appropriation to the Depart-
7 ment of Commerce and Economic Development for the youth
8 hostel revolving loan fund; and providing for an
9 effective date."

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

11 * Section 1. The sum of \$300,000 is appropriated from the general fund to
12 the Department of Commerce and Economic Development for the youth hostel
13 revolving loan fund.

14 * Sec. 2. This Act takes effect on the effective date of a version of an
15 Act entitled "An Act establishing a youth hostel revolving loan fund."

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(7)

COMMITTEE REPORT

HOUSE

2/6/80

FURTHER: FINANCE

Date: _____

Mr. Speaker:

The Committee on STATE AFFAIRS *Warid* has had HB 681

summary
"An Act making a special appropriation to the Department of Commerce and Economic Development for the youth hostel revolving loan fund; and providing for an effective 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

7648
Luther

Funding Information
General Fund \$300,000
Other Funds - 0 -
\$300,000

Introduced: 2/6/80
Referred: State Affairs and
Finance

1 IN THE HOUSE

BY THE STATE AFFAIRS COMMITTEE

2 HOUSE BILL NO. 681

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

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29 COMMITTEE COPY

HB 681

ALASKA STATE LEGISLATURE

ELEVENTH Legislature SECOND Session

HOUSE BILL..... NO. 681...

By THE STATE AFFAIRS COMMITTEE

"An Act making a special appropriation to the Department of Commerce and Economic Development for the youth hostel revolving loan fund; and providing for an effective date."

Sp appro for youth hostel

Introduced in the House ...2/6/..., 19..80

HISTORY IN THE HOUSE

1980	Read first time and referred to Committee on State Affairs and Finance Reported back with recommendation that																		
Feb. 6	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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Excused	Excused																		
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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																		
	<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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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

Introduced: 2/6/80
Referred: Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 684

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act to allow certain investments of the general
7 fund in insured mortgages; and providing for an
8 effective date."

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

10 * Section 1. AS 37.10.070(a) is amended by adding a new paragraph to
11 read:

12 (14) notes secured by mortgages of commercial or residential
13 real estate or other security if the mortgages are insured by a private
14 mortgage insurance corporation which is authorized to do business in
15 Alaska and has combined capital, surplus, and reserves aggregating at
16 least \$20,000,000; however, (A) no mortgage insurance is necessary for
17 commercial loans having loan-to-value ratios of less than 50 percent
18 and the minimum required coverage of other commercial loans is 10
19 percent of those having a loan-to-value ratio of 50-60 percent and is
20 15 percent for those having a loan-to-value ratio greater than 60
21 percent but no more than 75 percent, and (B) no mortgage insurance is
22 necessary for residential loans having a loan-to-value ratio of less
23 than 70 percent and the minimum required coverage of other residential
24 loans is 10 percent for those having a loan-to-value ratio greater
25 than 70 percent but less than 90 percent and is 20 percent for those
26 having a loan-to-value ratio of 90 percent.

27 * Sec. 2. This Act is retroactive to November 1, 1979.

28 * Sec. 3. This Act takes effective immediately in accordance with AS 01.-
29 10.070(c).

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST
 Bill/Resolution No. HB 684
 Title An act to allow certain investments of the general fund in insured
 Requested by Governor Date 2/5/80 mortgage!

II. FISCAL DETAIL
 Agency Affected Department of Revenue
 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		-0-	-0-	-0-	-0-	-0-

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

NO FISCAL IMPACT

IV. DATE 2/5/80 PREPARED BY Thomas K. Williams
 AGENCY Department of Revenue
 PHONE 465-2300
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

33-001 (Rev. 12/79)

RECEIVED
 FEB 6 1980
 BUDGET/AUDIT
 COMMITTEE

Introduced: 2/6/80
Referred: Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 684

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act to allow certain investments of the general
7 fund in insured mortgages; and providing for an
8 effective date."

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

10 * Section 1. AS 37.10.070(a) is amended by adding a new paragraph to
11 read:

12 (14) notes secured by mortgages of commercial or residential
13 real estate or other security if the mortgages are insured by a private
14 mortgage insurance corporation which is authorized to do business in
15 Alaska and has combined capital, surplus, and reserves aggregating at
16 least \$20,000,000; however, (A) no mortgage insurance is necessary for
17 commercial loans having loan-to-value ratios of less than 50 percent
18 and the minimum required coverage of other commercial loans is 10
19 percent of those having a loan-to-value ratio of 50-60 percent and is
20 15 percent for those having a loan-to-value ratio greater than 60
21 percent but no more than 75 percent, and (B) no mortgage insurance is
22 necessary for residential loans having a loan-to-value ratio of less
23 than 70 percent and the minimum required coverage of other residential
24 loans is 10 percent for those having a loan-to-value ratio greater
25 than 70 percent but less than 90 percent and is 20 percent for those
26 having a loan-to-value ratio of 90 percent.

27 * Sec. 2. This Act is retroactive to November 1, 1979.

28 * Sec. 3. This Act takes effective immediately in accordance with AS 01.-
29 10.070(c).

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THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HOUSE BILL NO. 684
 Title An act to allow certain investments of the general fund in insured
 Requested by Governor Date 2/5/80 mortgages

II. FISCAL DETAIL

Agency Affected Department of Revenue
 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		-0-	-0-	-0-	-0-	-0-

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

NO FISCAL IMPACT

IV. DATE 2/5/80

PREPARED BY Thomas K. Williams
 AGENCY Department of Revenue
 PHONE 465-2300

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

CATEGORY: GENERAL GOVERNMENT

AGENCY: REVENUE

PROGRAM: REVENUE COLLECTION AND MANAGEMENT

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

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JAY S. HAMMOND
GOVERNOR



14B 684

STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

February 6, 1980

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

Dear Mr. Speaker:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill which makes a technical amendment to the state's investment authority to allow general fund surplus to be invested in insured mortgages without the requirement of participation by state financial institutions. This investment option is already available to the state pension funds under AS 39.35.110(a)(11) and AS 14.25.180(b)(11). This measure is intended to provide only an interim solution to the statewide shortage of home mortgage capital, by permitting the type of program suggested by the current HCR 33. The bill is made retroactive to November 1, 1979 as the simplest way to cure the technical defects in a loan program already implemented by the Department of Revenue.

Sincerely,

A large, stylized handwritten signature of Jay S. Hammond in black ink, written over the typed name and title.

Jay S. Hammond
Governor