

LEG. FINANCE - BILLS 1979 - 1980 1257

SB 62 cont., thru SB 69 1257



COOPERATIVE EXTENSION SERVICE

UNIVERSITY OF ALASKA
FAIRBANKS ALASKA 99701

Tanana District
1514 S. Cushman Bm. 303
Fairbanks, Alaska 99701

October 3, 1978

To Whom It May Concern:

I have been requested to express my point of view relative to Vocational Agriculture in Alaska with particular reference to the Central Yukon area of Alaska.

I feel I know what a soundly based and supported Vocational Agriculture Program can offer. I completed three years of Voc Ag classes and four years in the Future Farmers of America in high school. In college, I prepared to teach Voc Ag and did so for two years prior to coming to Alaska.

Vocational Agriculture offers an education in practical subject matter information relative to farming and business related to agriculture, it teaches the fundamentals of record keeping, it offers a practical on the farm business experience of learning by doing, shop and mechanical skills in wood working, metal work, welding, painting, tool care and repair, machine and power equipment repair and maintenance, and fundamentals and applied knowledge in biological science as relating to plant and animal life, veterinary science and a host of other things too numerous to mention.

I feel I am also familiar with the agriculture potential of Interior and Western Alaska. I have worked in part or all of that area for the Cooperative Extension Service full time since May 1961 as well as the summers of 1957 and 1958.

The potential for growing hardy vegetables, grains and forage grasses and to a lesser extent livestock has been repeatedly proven by the evidence of people participating in such activities throughout Interior and Western Alaskan villages and the rail and highway belt of the Interior. Not only can hardy cool season vegetables be grown, but we are seeing more and more success both inside and out of controlled environment (greenhouse) situations. Items such as sweet corn, beans, pumpkins, squash, cucumbers, and others are being grown successfully out of doors with special techniques introduced by the Agriculture Experiment Station and adopted by growers through encouragement by Extension Service Agents.

In order to be economically competitive with outside supplies readily available through modern transportation methods, livestock and livestock products, must rely on larger acreages of cleared land in order to provide a feed base source for the livestock. This is true to some extent for crop production as well. This form of agriculture to date has been developed only along the highway and railbelt. That need not continue to be the situation.

Important changes have been and are occurring! Indigent natives are gaining title to their land. Their outlook on agriculture and interest in it are changing. Alaska's population and consequent food consumption is increasing. Wild game is becoming a less dependable source for food because of the increased human population and because of decreased game population.

Large acreages of federal land are being withdrawn where no hunting will be allowed. These people have to look elsewhere for food. A national emergency, strike, or natural disaster could greatly jeopardize or temporarily if not permanently close the food supply line off at Seattle.

These and other reasons make it highly important that Alaska begin to produce much more of its own food.

At present it is estimated that 95 per cent of the food consumed in Alaska is shipped in from elsewhere. The June 1977 Alaska Agricultural Statistics shows a state total of over \$8.6 million in agricultural production in 1976. This consisted of human food, livestock feed, and wool. Some food items we may never produce or won't produce for some period of time. Such items as sugar, many fruits, and some manufactured items are at least a few years down the road from being cranked into the current economy. The value of wool production is not that big an item and could be increased. The feed grains, pasture and forage crops would need to be greatly expanded if we produced more or all of our milk, cheese, ice cream, meat, eggs, and other livestock items. As they turned over in the economy, this would expand agriculture's importance still further. Thus if we were to produce even half of our food, the difference in the economy would be expanded far more than the ten-fold difference between 5 and 50% to exceed an \$86 million agriculture economy.

Native people in Western and Northwestern Alaska are already taking advantage of teaching vocational agriculture in many of their high schools as evidenced by the attached list of Northwest Arctic School District schools offering the Voc Ag program. Other schools offering or that have offered Ag programs in recent years include: Anchorage, Manokotak, Nome, Shishmaref, Delta Junction, Bethel, Dillingham, and Aniak.

These Western and Northwestern schools probably have much to offer in musk ox wool and meat, reindeer meat and hides, berries, and some hardy vegetables and greenhouse crops. Dairy farming and possibly livestock grazing and red meat production potential exists especially as one works farther south down the Western coast.

But it is my opinion a far greater potential from an economic point of view exists in interior Alaska. The villages along the Kuskokwim above Bethel, but especially above Aniak, and those on the Yukon above Mountain Village, but again especially from Holy Cross and up offer an untapped potential in grains, grass forage, red meat, dairy products, eggs, vegetables, greenhouse, floriculture, and landscaping crops and materials. Oil seed crops, tamar, birch syrup and honey production are other generally rarely mentioned or thought of crops that should be associated with Vocational Agriculture programs. Another area that is a natural for Alaska is fur farming, trapping, and tanning of skins.

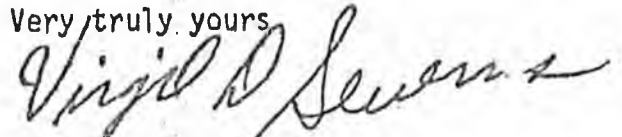
It is my opinion that both Vocational Agriculture and Vocational Home Economics Programs should be offered in every high school in Interior Alaska along the Yukon and Kuskokwim Rivers. This would help to develop an appreciation for and understanding of the science and art of agriculture and natural resources. It would also assist these young people to become established in the actual process

of farming through their high school class farming programs under the supervision of their high school Voc Ag instructors.

The existance of local support and interest coupled with a history of past proven potential make the following locations particularly well suited for Voc Ag Programs where high schools exist; Eagle, Ft. Yukon, Beaver, Stevens Village, Tanana, Ruby, Galena, Nulato, Holy Cross, Aniak, McGrath, Nenana, Venetie, Manley Hot Springs, Chaikyitsik, and possibly other locations.

Because of the Interior's strong advantages, it is there that Vocational Ag Agriculture Education should be stressed and encouraged at every possible opportunity.

Very truly yours,



Virgil D. Severns
Agriculture Agent

UNIVERSITY OF ALASKA

Galena Regional Learning Center
Box 181
Galena, Alaska 99741
January 26, 1979

Mr. Jimmy Farmer
Koyuk Development Corporation
Box 29
Galena, Alaska 99741

Dear Jimmy,

This letter is written in support of your proposal for Basic Subsistence Arctic Agriculture for Native Alaskans. I have been working directly with Native Alaskans for the past two summers in basic Arctic Agriculture and as an educator I have found that two basic requirements are present--the people see the need for subsistence agriculture and are ready to become deeply involved. The Galena Regional Learning Center has the frame work to implement an educational program in agriculture. I will briefly review our role and the happenings over the past two years.

The Galena Regional Learning Center is one of the extensions of the University of Alaska that is providing Post Secondary Education to rural Alaskans. Our area covers the Interior of Alaska to include the villages of Bettles, Allakaket, Hughes, Huslia, Koyukuk, Nulato, Kaltag, Galena, Ruby, Tanana, Manley Hot Springs, Alatna, and Minto. We have offered courses in the McGrath area when the need arises and we have the resources. We have a Policy Advisory Council that is presently composed of people from ten villages. They meet from two to four times a year. They make recommendations to the Learning Center and the University as to the needs of people in the area. One of their first requests was to explore the feasibility of Arctic Agriculture. I have had a program for two years. It is limited by funds to the villages of Ruby and Galena. We have the following pieces of agriculture equipment:

1. Two 15 horsepower diesel tractors (1 in Ruby, 1 in Galena)
2. One Fordson Major Diesel tractor (50 horsepower with trencher and front end loader at Ruby)
3. Two discstadem (1 in Ruby, 1 in Galena)
4. Two cultivators, single row
5. One plow (transported between Ruby and Galena)
6. One rotovator (transported between Ruby and Galena)
7. Two planters (1 in Ruby, 1 in Galena)
8. One 1949 combine (at Galena)
9. One horsedrawn mower vintage unknown, modified to pull behind Beaver Tractor.
10. One two section drag, vintage unknown

The first year potatoes, carrots, radishes, lettuce, peas, beans, and sweet corn were planted in Ruby and Galena on small test plots. Test plots were planted in wheat, rye grass, oats, and barley. This was the first time that gardens or grains had been planted in this soil. The areas were divided between river bottom land and small cleared areas over perma-frost. Results of the test plots:

UNIVERSITY OF ALASKA

Page 2, letter of support

VARIETY	YIELD	YEAR
potatoes	11.2 ton per acre	1977
potatoes	10.31 ton per acre	1978
peas	980 bushel per acre (estimated)	1977
green beans	1020 bushel per acre (estimated)	1977
gasser wheat	87.5 bushel per acre	1977
golden oats	231 bushel per acre	1977
black nip oats	217 bushel per acre	1977

The results from all the 1978 test plots are in the process of being tabulated. A yardstick that is utilized to determine approximate actual results is to take 30 per cent times the test results and reduce the figure that amount. For instance; 11.2 tons of potatoes times .3 is 3.36 - 11.2 or 7.84 tons per acre. This is a first year result on ground that had never been farmed before. Idaho is reported to consider 20 tons per acre a very good yield on fertile, well worked soil. This area has tremendous potential!

The second year, 1978, I expanded the operation to include Huslia and Allakaket and a very limited amount in Kaltag. There were a total of 120 students, mostly adults, in the subsistence gardening program. On the whole all the gardens were excellent for the first year. Peas, beans, carrots, lettuce, cabbage, and an abundance of potatoes had been added to the diet of those involved. The exposure of fresh vegetables has prompted people to write for information from the Nome, Kotzebue, and McGrath areas. I do not have the resources available to help them get started. I need more qualified people and a funding source for equipment, fertilizer and seed. Subsistence gardening appears to blend in the culture of the people from this area.

In conjunction with the agriculture program I am offering vocational course in welding and small engine repair. These courses have been taught in Ruby, Galena, Huslia, and Manley Hot Springs. My new Instructor that is coming in April has nine years work experience in the trades, and a degree in agriculture. He is a certified welder and carpenter. He can do basic wiring and plumbing.

I have found in my work with the young native that when they become involved with an interesting vocational trade they strive harder in the academic disciplines. A good example is Clifford Farmer. He was just getting by in school. After two summers of agriculture, measuring plots, counting produce, and helping tabulate results, he saw the need for the high school subjects and has been an honor role student in his junior year. I mention Clifford because you are well aware of the changes that have taken place. There are many more Cliffords in the interior of Alaska that need to see the relationship between the "world of work" and academics. Once they see the need and are ready, learning will increase at an accelerated pace. Academics will become meaningful and they will accept school. This is not something just discovered. It is a tried and true educational device.

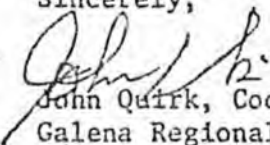
The Galena Regional Learning Center has the framework to perform the educational function of your grant in the vocational and academic areas. We are ready, willing and

UNIVERSITY OF ALASKA

page 3, letter of support

able to assume the additional resources and challenge to bring quality courses to more villages in Interior Alaska. Our only products are STUDENTS AND LEARNING.

Sincerely,


John Quirk, Coordinator
Galena Regional Learning Center

Re: Delta Barley Bill

3-6-79

Senator John Sackett

Here is some of the information I failed to provide in my proposal which resulted in HB 120. Perhaps it will answer some of your questions.

The money received in this bill will enable the Tanana Chiefs Conference Agriculture Funding to be moved from the villages covered by this bill and concentrate it in the villages in the balance of their region. This will provide a much higher level of assistance to all villages in the TCC region.

Koyukon Development Corporation (KDC) and TCC and the Galena Regional Learning Center (GRLC) work closely together to provide the maximum support possible to the villages within our region.

This is a ONE time funding request.

Enclosed is a copy of a proposal submitted to the Department of Health, Education, and Welfare/Indian Education Program for the educational component of HB 120. We are seeking multi-agency funding (State-HEW) for this program. With these two proposals together it makes a more complete picture of our overall program in the KDC region.

Attached you will find a budget for the 20% indirect rate as listed in the bill.

At the present time there is a calf in Ruby (Albert Yrjana) and one in Galena (Jim Farmer) that is being fed on the grain grown in the villages and are being bedded in the straw from the grain. They are in unheated, uninsulated plywood shelters and are putting on weight despite the cold weather. These calves are being raised using the same things limited income village people could afford to use. We are proving the feasibility of a possible red meat industry for personal or village use.

At the present time we are also in the process of erecting a large green house in Galena. We are going to use the waste heat off of the U.S. Air Force generators to pre-heat the soil so that we can produce the bedding plants (cabbage, cauliflower, ect.) for shipment to the villages. After they are all shipped we will grow a crop of tomatoes, cucumbers, corn, ect. in the greenhouse. It will become self supporting in the first two years.

One other commercial aspect is to grow the seed potatoes in Galena for the villages.

We foresee within 5-10 years that some commercial ventures will result from this program. At that time we see private capital doing the job, not the State.

Thank You,

Jim Farmer

BUDGET 20% Indirect Rate

\$110,660

1st year

Executive Director	1/4 time \$500 mo.	\$ 6,000
Secretary	\$1,200 mo.	14,400
Fringe	16%	3,264
Staff Travel	17villages @ \$70 X 2	2,400
Office supplies (Postage, phone, reproduction)		1,200
Accountant (CPA)	\$500 mo	<u>6,000</u>
		<u>\$33,264</u>

2nd year

Executive Director	1/4 time \$500 mo	\$ 6,000
Secretary	1/2 time \$600	7,200
Fringe	18% est.	2,376
Office supplies		1,200
Travel		2,400
Accountant (CPA)	\$300 mo	<u>3,600</u>
		<u>\$22,776</u>

Total \$56,040

four contract employees @ \$1,500 mo. X 4 mos 1979
and 4 mos 1980 = \$48,000

contract employee travel 6,620
\$54,620

54,620
\$110,660

Rural Alaska Community Action Program, Inc.

RESOLUTION #79-4

ENTITLED: IN SUPPORT OF THE KOYUKON DEVELOPMENT CORPORATION'S
APPLICATION TO U.S. OFFICE OF INDIAN EDUCATION, DHEW

WHEREAS, Pervasive economic realities in rural Alaska force the price of foodstuffs beyond the financial means of low-income village residents; and

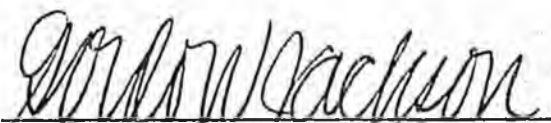
WHEREAS, this situation leads to substitution of less nutritious foods and consequent decline in health status; and


WHEREAS, increasing pressures are being placed on traditional subsistence resources, resulting in a decline in the availability of fish and wildlife; and

WHEREAS, the Koyukon Development Corporation has developed an innovative proposal to train local residents of the Region in the art and science of small-scale agricultural development; now, therefore, be it

RESOLVED, that the Board of Directors of the Rural Alaska Community Action Program, Inc. does hereby offer its total support to the efforts of Koyukon Development Corporation to develop agricultural alternatives in its Region and urges the U.S. Office of Indian Education to fund the proposal in an expeditious manner.

Dated this 3rd day of March, 1979, in Juneau, Alaska.

Signed: 
Gordon Jackson, President
Rural CAP Board of Directors

Signed: 
Philip J. Smith
Executive Director

**KOYUKON
DEVELOPMENT
CORPORATION, INC.**



Koyukon is an Alaskan chartered non-profit organization funded through the Community Services Administration to serve seventeen villages in the Interior region of Alaska. We are governed by a Board of Directors made up of one representative from each of the villages covered by our corporation. Due to our federal funding we are required to and subscribe to a policy of total non-discrimination in all areas of our operations.

KDC works in close cooperation with the Galena Regional Learning Center (GRLC) in their program of teaching agriculture to the village people. This is an area that my Board of Directors have identified as a priority area for development within the next few years. This is due to the increased cost of food items in the villages.

These two proposals are closely allied. One provides the needed equipment and the other provides the educational background needed to make the equipment a good investment and to insure proper use.

Thank You,

Jimmie L. Farmer
Jimmie L. Farmer
Executive Director

KOYUKON

DEVELOPMENT

CORPORATION, INC.

MEMORANDUM



GALENA CENTER
BOX 72
GALENA ALASKA 99741

TO David Hoffman

FROM Jim Farmer

Jim

SUBJECT: Farming Proposal

DATE 11-15-78

On the following pages you will find the proposed program that we talked about briefly in Anchorage. If you could see that Nels and some of the other concerned people see it and perhaps figure a way for it to be used as a tag on onto another bill so that it receives funding.

As you will notice it is not the most polished proposal you have ever seen but it will get a job done if we can get it funded.

Thank you for your help in this matter.

Good luck in your job.

KOYUKON

DEVELOPMENT

CORPORATION, INC.



The villages of the Interior Region of Alaska (Koyukon Region) are dependent upon the natural fish, game, water fowl, and wild growing food items for the major part of their diet. Without these resources there would be severe famine and starvation among the peoples of this area. Some people will dispute this stating that with "food stamps and general assistance (State and BIA)", that no one will starve. My contention is that the data base used by the Department of Agriculture is biased against rural Alaskans. There is no adjustment made for the steep increase in cost of food and clothing outside of the major urban areas. Price comparisons indicate that in some villages the prices are as much as 200% higher than Anchorage. Based upon these factors and the more restrictive land use that will probably occur with the enactment of d-2, the following proposal has been developed.

This program should have been started 5-10 years ago. Now we have to work against a very short time frame.

The advent of the Regional Learning Centers (of the U of A) opened many doors for rural Alaskans. Galena received one of these centers. Due to the excellent staff the Galena Regional Learning Center is leading the way in rural Alaska program (course) delivery. During the summers of 1977 and 1978 the Galena Regional Learning Center with financial support for materials from the Tanana Chiefs Conference and the Bureau of Indian Affairs did establish a village gardening project. 1977 covered two villages, Ruby and Galena, 1978 covered seven villages, Ruby, Galena, Huslia, Kaltag, Nulato, Allakaket, and Alatna.

Village Gardening Project

Page 2

In most of the villages not only was gardening done but also some grain was grown to see how well it does in various parts of the area. We used different types that are specially bred to grow in cold climates. Some of our grain was entered in the State Fair at Fairbanks and we got one first place and two third places. Not bad for three entries. This winter (1978) the experiment is on going with two calves in Ruby and one in Galena. These animals are not in heated barns but are in small plywood type buildings to see if they can survive the winter. We have to use what village people could use otherwise we prove nothing. There is at present some chickens being kept as an experiment in Galena without expensive heated buildings. The grain that was grown in Galena and Ruby is being used to feed and provide bedding for these animals and chickens. We are not involved in a high cost operation. Due to all of these programs and their success in the villages where they are located and the good word of mouth advertising we get more villages are requesting this same type program for 1979. We would like to provide this for them, but alas, the Galena Regional Learning Center and TCC-BIA just does not have enough money available for this type expansion of the program. The GRIC will provide the people to help and TCC-BIA can fund the basic seed and fertilizer needs but we are lacking the money for equipment. There is one other major cost that we need to cover this year also. Fertilizer is a major cost item for the program and if you cannot get enough down on the charge this summer to cover next year then you have to fly it in and the cost goes way up. We are requesting enough funds to buy and ship this year the fertilizer for next year (1980).

Village Gardening Project

Page 4

KDC is requesting this money as a direct appropriation and we will get it directly to the village level. It will not get lost in some large maze of officers somewhere. KDC covers about the same area as the GLRC and so we are aware of the efforts made in this program. In fact the KDC program personnel whenever they visit a village try to encourage people to take advantage of the project.

On the following pages you will find the budgetary data for this proposal. Remember that this program is PEOPLE INTENSIVE. This is a self help program and the people want it and will make it go.

Thank You for your time and effort on behalf of the people in the KDC Region.
A map of the region is enclosed.


JIMMIE L. FARMER
EXECUTIVE DIRECTOR

B U D G E T

Tractor, 25 hp diesel, water cooled, 4 wheel drive	\$6,745	
PTO Roto Tiller	2,600	
7 ft Mower	1,695	
Drag, 2sec.	315	
Cultivator w/planter	3,245	
1 Row Potatoe Digger	3,800	
2 Row Potatoe Planter	7,200	
Spreader (fertilized and grain)	1,200	
Per Village	<u>\$26,850</u>	
	X 18 Villages	
	<u>\$483,300</u>	
	20,000 Transportation	
	<u>\$503,300</u>	
	50,000 Seed & Fertilizer	
	<u>\$553,300</u>	
	110,660 20% Indirect Rate	
	<u><u>\$663,960</u></u>	

Latest village population estimate of 4,539 people.

For program as listed average cost per person is \$146.

House to House Survey just completed (Oct. 78) shows 1977 income from all sources to be \$1,425,207.00

4,539 people divided by \$1,425,207 = \$314 per person average

981 households divided by \$1,425,207 = \$1,453.00 average per household.

Villages to be served under this program:

RUBY, GALENA, ALLAKAKET, HUSLIA, KALTAG, HUGHES, BITTLES, MULATO, KOYUKUK, TAKOTNA, McGRATH, TELIDA, NIKOLAI, MEDFRA, SHAGELUK, GRAYLING, ANVIK, HOLY CROSS.

Medfra and Bettles are not KDC villages but are covered by the GRIC and so are included in this proposal.

Village Gardening Project

Page 6

Latest village estimate (based upon house to house subsistence survey conducted Sept. - Oct., 1978) for KDC's 17 village area is 4,539 people. Add 350 people for the Bettles - Medfra villages for a total population to be served of 4,889.

House to house survey indicates estimated income from all sources to be \$1,425,207. (17 villages only)

4,539 people div. led by \$1,425,207 = \$314 per person average income.

981 households divided by \$1,425,207 = \$1,453.00 average income per household, per year.

Income data base year was 1977. This was one of the busiest fire seasons in recent memory of village fire fighters and BLM personell. Most villages that usually on y field one fire squad (18 people) were fielding two or three squads. Normal fire seasons provide 30 days or less of fire fighting for Interior villages in 1977 provided 60 or better days of fire fighting.

The time that the survey was taken also ensured all of the teachers were already in the village for the school year. This is reflected in the income listed for the villages. It also ensured that the maintainence man for the school was hired and at work.

Villages to be served under this program:

RUBY, GALENA, ALLAKAKET, HUSLIA, KALTAG, HUGHES, BETTLES, NULATO, KOYUKUK, TAKOTNA, McGRATH, TELIDA, NIKOLAI, MEDFRA, SHAGELUK, GRAYLING, ANVIK, and HOLY CROSS.

Medfra and Bettles are not KDC villages but are covered by the GRIC and so are included in this proposal.



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 A. Smith
Signature of Camera Operator

3/20/90
Date

COMMITTEE REPORT
SENATE

FURTHER: None

2/15/79

Date: _____

Mr. President:

The Committee on FINANCE has had SB 63

special appropriation to the Alaska Power Authority for the Sustina Hydroelectric Project

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

Wm. W. Quinn - D. Pass
John J. Peltola - D. Pass
George W. Roberts - D. Pass
Richard L. Blumenthal - D. Pass

MEMBERS HAVING
OTHER RECOMMENDATIONS:

_____ 2/15/79

John J. Peltola
 CHAIRMAN

Funding Information:
General Fund: \$ 8,178,000
Other Funds: -0-
\$ 8,178,000

Introduced: 1/19/79
Referred: Resources and
Finance

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE SENATE

2 SENATE BILL NO. 63

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a special appropriation to the Alaska
7 Power Authority for the Susitna Hydroelectric Project;
8 and providing for an effective date."

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

10 * Section 1. The sum of \$8,178,000 is appropriated, subject to the con-
11 ditions set out in sec. 2 of this Act, from the general fund to the Alaska
12 Power Authority for the purpose of providing a reserve for revenue bonds to
13 be issued by the authority to finance Phase I feasibility studies of the
14 Susitna hydroelectric Project.

15 * Sec. 2. The appropriation in sec. 1 of this Act is conditioned upon
16 (1) repayment, of the full amount appropriated, to the State of Alaska when
17 it is no longer required, due to the availability of other funding, for the
18 purpose specified; and (2) payment of any earnings on the amount appro-
19 priated in sec. 1 to the State of Alaska.

20 * Sec. 3. This Act takes effect immediately in accordance with AS 01.-
21 10.070(c).

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38 63

RECEIVED: 1/20/79
U.S. SENATE

January 18, 1979

President of the Senate
Alaska State Legislature
Juneau, Alaska 99811

Dear Mr. President:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill making a special appropriation to the Alaska Power Authority for the Susitna Hydroelectric Project.

Last year the Legislature passed House Committee Substitute for Senate Joint Resolution 50 amended House which authorized the Alaska Power Authority to sell bonds necessary to finance the completion of the Phase I studies which would lead to a determination of the environmental, economic, social and engineering feasibility of the Susitna Hydroelectric Project. Included in that resolution was a provision which made such a bond sale contingent upon the passage of federal legislation which would provide a federal guarantee of the bonds and allow reimbursement to the State if the project was determined unfeasible. Because the last Congress failed to pass this guaranteeing legislation, the Legislature no doubt wishes to reassess its prior action.

It is Senator Gravel's intention to resubmit his proposal to Congress, in order to continue with the previously contemplated schedule for the completion of Phase I studies. Nevertheless, it is necessary to consider other interim financing alternatives because federal authorization would come too late to do geological, biological and engineering tests during the 1979 summer season. The possibility of a one year delay must be carefully weighed along with the many uncertainties surrounding a project which I believe will prove to meet the three pertinent criteria by which all such projects should be adjudged; is it environmentally acceptable, economically feasible and do the majority of the people desire it.

Several weeks ago, upon the recommendations of the Alaska Power Authority, I agreed to submit a request for funding sufficient to keep current evaluation studies on track. Subsequently, developments attending imposition of the Antiquities Act and projected revenue losses have, of course, raised additional questions.

Regardless, in fulfillment of that commitment, I am submitting for your consideration a supplemental appropriation request in the amount of \$9,173,000. These funds will be used to guarantee the sale of the necessary bonds to finance the first year of the Phase I studies. I have been informed by the Alaska Power Authority of the necessity for positive action on this proposal by approximately mid-February if the Corps of Engineers is to mobilize contractors and move equipment to the study sites before breakup. However, legislative approval of this supplemental request is only one of a number of actions which must be taken if the studies are to proceed on time. In addition, the Corps must receive approval by the federal Office of Management and Budget to enter into an agreement by which the State finances its activities in regard to the project. Approval must also be received from village corporations which have lands adjacent to the project sites, and finally, the Internal Revenue Service must sanction the complex financing arrangement which the APA has proposed.

Due to the obvious complexity of the situation, including the possibility of complete State financing of the entire \$25 million study effort should the Congress fail to adopt Senator Gravel's proposal, I request that you take the earliest opportunity to consider this appropriation and its companion resolution in order to satisfy yourselves that this is the proper way to proceed on this project.

Sincerely,

JSH

Jay S. Hammond
Governor



DEPARTMENT OF THE ARMY
ALASKA DISTRICT, CORPS OF ENGINEERS
P. O. BOX 7002
ANCHORAGE, ALASKA 99510

REPLY TO
ATTENTION OF

NPAEN-15

E 151 1/79

Mr. Eric Yould
Executive Director
Alaska Power Authority
333 West 4 Avenue
Suite 31
Anchorage, Alaska 99501

Dear Mr. Yould:

Attached are budget figures required for the first twelve-month effort of feasibility studies as outlined in the Susitna Hydropower Plan of Study. Figures are presented on a quarterly obligation schedule and as such, run higher than the expenditure schedule outlined in the Plan of Study.

This budget is based on the assumptions that:

1. Authorization for funding will be given by the Alaska State Legislature not later than 15 February 1979.
2. Funds will be provided to the Alaska District, Corps of Engineers not later than 15 March 1979.

Sincerely,

A handwritten signature in dark ink, appearing to read "Jay K. Soper".

JAY K. SOPER
Chief, Engineering Division

1 Incl
as

BUDGET FOR CALENDAR YEAR 1979

<u>ACTIVITY CATEGORY</u>	<u>JAN-MAR</u>	<u>APR-JUN</u>	<u>JUL-SEP</u>	<u>OCT-DEC</u>	<u>TOTAL</u>
SURVEY	535,000	5460,000	\$490,000	573,000	\$1,058,000
HYDROLOGY	73,000	150,000	196,000	130,000	549,000
ENVIRONMENTAL	20,000	22,000	2,000	2,000	46,000
RECREATION	2,000	19,000	2,000	2,000	25,000
PLAN FORMULATION	16,000	30,000	13,000	*****	59,000
POWER STUDIES	10,000	30,000	*****	*****	40,000
FOUNDATIONS & MATERIALS	200,000	921,000	1,390,000	320,000	2,831,000
DESIGN	65,000	223,000	116,000	179,000	583,000
REAL ESTATE	5,000	14,000	4,000	*****	23,000
CULTURAL	5,000	82,000	2,000	2,000	91,000
FIELD CAMP	750,000	500,000	125,000	125,000	1,500,000
REPORTS, REVIEWS PUBLIC PARTICIPATION	5,000	14,000	4,000	*****	23,000
BIOLOGICAL	10,000	262,000	549,000	223,000	1,144,000
POWER MARKET STUDIES	<u>5,000</u>	<u>162,000</u>	<u>11,000</u>	<u>28,000</u>	<u>206,000</u>
<u>TOTAL:</u>	\$1,201,000	\$2,889,000	\$3,004,000	\$1,084,000	\$8,178,000

APRIL 79 START
SUSITKA WORK BREAKOUT

<u>Activity</u>	<u>Contractors</u>	<u>Instate Salaries</u>	<u>Out of State</u>	<u>April Start</u>
	<u>Direct Payment</u>	<u>Indirect Benefit</u>	<u>Services & Equip</u>	<u>Total</u>
SURVEY	1,000	58	—	1,058
Hydrology	225	174	350	749
Water Quality	48	43	—	96
RECREATION	—	25	—	25
PLAN FORMULATION	—	59	—	59
POWER STUDIES	—	40	—	40
FOUNDATION & MAT	1,440	441	1,000	2,881
DESIGN	—	341	342	683
REAL ESTATE	—	23	—	23
CULTURAL	105	36	—	141
FIELD CAMP	700	50	—	750
REPORTS / Pub. Part	—	23	—	23
BIOLOGICAL	?	1,444	—	1,444
POWER MARKET Studies	—	106	100	206
Total	3,518	2,368	1,792	8,178

2/21/79

ACTIVITY CATEGORY	TOTALS BASED ON		Contract %
	JAN 79-31 DEC 79	APR 79-31 MAR 79	
SURVEY	\$1,052,000	\$1,052,000	Contract 100%
HYDROLOGY	549,000	742,000	30% Participation
ENVIRONMENTAL (WATER QUALITY)	46,000	93,000	50%
RECREATION	25,000	25,000	
PLAN FORMULATION	59,000	59,000	
PIER STUDIES	40,000	40,000	
FOUNDATIONS & MATERIALS	2,831,000	2,831,000	50%
DESIGN	553,000	623,000	
REAL ESTATE	23,000	23,000	
CULTURAL	61,000	141,000	Contract 75%
FIELD CAMP	1,500,000	750,000	Contract 100%
REPORTS, REVIEWS, PUBLIC PARTICIPATION	23,000	23,000	
BIOLOGICAL	1,164,000	441,000	Ft W, STATE F&G
POWER MARKET STUDIES	206,000	206,000	
	\$5,172,000	\$3,172,000	

NOTE: Funds expended in State will be between Federal Agencies, State Agencies and various contractors. The \$3,000,000 effort in 1978 was \$900,000 in total contracts.

402,500 Support out of State

\$1,970,000 will go for out-of-state support
 \$4100,000 will go for private and support by higher authority

Introduced: 1/19/79
Referred: Resources and
Finance

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE SENATE

2 SENATE JOINT RESOLUTION NO. 6

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 Relating to the Alaska Power Authority,
6 the Phase I environmental, economic,
7 social and engineering studies of the
8 Susitna hydroelectric Project, and the
9 incurring of indebtedness for Phase I.

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

11 WHEREAS the Alaska Power Authority under AS 44.56.180 has submitted to
12 the legislature and to the commissioner of commerce and economic develop-
13 ment a statement outlining the status of the Susitna Hydroelectric Project
14 and the Plan of Study outlining the necessary feasibility studies of the
15 project which is planned to be designed, and may be acquired or constructed,
16 by the United States under an agreement providing for ownership of the
17 project by the authority; and

18 WHEREAS the Congress of the United States, on October 22, 1971, en-
19 acted P.L. 94-587, the Alaska Hydroelectric Power Development Act, which
20 Act authorized the Secretary of the Army and the U.S. Army Corps of Engi-
21 neers to participate in the Susitna Hydroelectric Project; and

22 WHEREAS the Phase I activities outlined delineate the environmental,
23 economic, social, and engineering studies requisite to informed decision-
24 making; and

25 WHEREAS the cost to be incurred during Phase I is now estimated to be
26 \$25,000,000, but may exceed that amount; and

27 WHEREAS it is considered to be in the best interests of the State of
28 Alaska to proceed with Phase I of the project through the use of Alaska
29 Power Authority sponsored financing; and

1 WHEREAS legislative approval of project construction is required if
2 project feasibility and desirability result from the study process con-
3 ducted under Phase I activities;

4 BE IT RESOLVED that, based on the plan outlined in the statement of
5 the Alaska Power Authority to the legislature and to the commissioner of
6 commerce and economic development, the legislature agrees to the incurring
7 of indebtedness by the Alaska Power Authority in an amount necessary to
8 finance the cost of the Phase I feasibility studies of the Susitna Hydro-
9 electric Project, including interest; and be it

10 FURTHER RESOLVED that Phase I studies must provide for substantive
11 public involvement throughout the study process; and be it

12 FURTHER RESOLVED that the Legislative Affairs Agency shall conduct or
13 contract for an independent review, in consultation with the Alaska Power
14 Authority, based on existing data, of the economic, financial, biological
15 and geophysical implications of the proposed Susitna Hydroelectric Project,
16 and shall report to the legislature by January 15, 1980.



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

G



CITY OF DILLINGHAM

P.O. BOX 101 DILLINGHAM, ALASKA 99576
TELEPHONE (907) 842-5211 or 842-5212

APR 1 1980

Cathy
SD10 + SB64

March 27, 1980

Senator John Sackett
Pouch V
Juneau, Alaska 99811

Dear Senator Sackett:

This is in regards to Senate Bill 10 and Senate Bill 64.

We are concerned over possible loss of revenues derived from exemption of business inventory. During the past year we have already encountered loss of revenue from Business License Returns and a possibility of less than 100% funding of State Revenue Sharing. Federal Revenue Sharing outlook is also gloomy.

Our city has enough problems with Native land claiming 96% of our property without loss of other revenues.

Please support legislature which will provide reimbursement to the municipalities.

Sincerely,

Laura M. Schroeder
City Manager

LMS/vb

SB 10

*SB 64 Exempting Business Inventory / Municipal Prop Taxes
IN 5 FIN 3-21-80*

465-2392

March 19, 1980

The Honorable Brad Bradley
Chairman
Senate Commerce Committee
Alaska State Legislature
Pouch V
Juneau, Alaska 99811

Re: SB 64, exempting business inventories from
municipal property tax.

Dear Senator Bradley:

You have requested that the Department provide your committee with comments relating to SB 64. I am attaching a copy of an Attorney General's Opinion dated March 7, 1979, which discusses the proposed exemption of "Business inventory" property from municipal taxation. Since the amendment does not affect the Department's authority to tax under AS 43.56, we take no position on the bill other than to reiterate that, if the concept is approved, the amended language recommended at page 3 of the opinion should be seriously considered as a committee substitute. Thank you for this opportunity to comment.

Sincerely,

Joseph K. Donohue
Deputy Commissioner

JKD:ml
Attachment

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

Rob Johnson, Director
Petroleum Revenue Division

MEMORANDUM

Milt Barber

TO: Lee McAnerney
Commissioner of Community
and Regional Affairs

DATE: March 7, 1979

FILE NO:

ATTN: Palmer McCarter, Director
Local Government Assistance

TELEPHONE NO:

FROM: AVRUM M. GROSS
ATTORNEY GENERAL

SUBJECT: Impact of Senate Bill
64 on AS 43.56 property tax
revenues.
Our File: J-66-489-79

By: *Joseph K. Donohue*
Joseph K. Donohue
Assistant Attorney General

You have requested the opinion of this department as to whether the exemption of "business inventories" from general municipal taxation as proposed by Senate Bill 64 would impact state revenues raised pursuant to the oil and gas property tax, AS 43.56, which presently is imposed on oil and gas related inventories.

It is our view that an amendment to AS 29.53.020(a) which describes the various exemptions "from general taxation" would indirectly affect a municipality's authority to levy a tax under AS 29.53.045 and AS 43.56.010(b) on "business inventories" which otherwise satisfy the definition of "taxable property" as set forth in AS 43.56.210(6). This impact would not necessarily mean a reduction in municipal revenues however. Even if it did, it would not restrict the Department of Revenue's authority to assess the tax and, therefore, it would not affect gross state revenues collected under AS 43.56.

AS 29.53.010 grants home rule and general law boroughs the authority to levy areawide property taxes "on real and personal property as provided in this chapter." AS 29.53.020(a) describes various categories of property which are exempt from "general taxation" including state and federally owned property, household furniture, property used for non-profit charitable or religious purposes, etc. SB 64 would add subparagraph 7 to this provision which would exempt "business inventories".

In addition, municipalities have been granted authority to levy a specific property tax on oil and gas related property by AS 43.56.010(b) which states:

A municipality may levy and collect a tax under AS 29.53.045 at the rate of taxation that applies to other property taxed by the

municipality. The tax shall be levied at a rate no higher than the rate applicable to other property taxable by the municipality. No municipality may exempt from taxation property authorized to be taxed under this chapter. Exemptions shall be limited to those in AS 29.53.020 and AS 29.53.025 and section 20 of this chapter. (emphasis added)

AS 29.53.045 reiterates the municipality's authority to levy and collect taxes on property taxable under AS 43.56 and sets forth the alternative taxing limitations which are imposed on municipalities specifically with regard to the oil and gas property tax. AS 29.53.045 subsections (a), (b), and (c) all specifically reference the municipality's authority to tax "taxable property taxable under AS 43.56" as assessed by the Department of Revenue. AS 43.56.210(6) defines "taxable property" as follows:

(6) "taxable property" means real and tangible personal property used or committed by contract or other agreement for use within this state primarily in the exploration for, production of, or pipeline transportation of gas or unrefined oil. . . or in the operation or maintenance of facilities used in the exploration for, production of, or pipeline transportation of gas or unrefined oil, including machinery, appliances, supplies, equipment, drilling rigs, wells. . . and other related facilities . . .

The Division of Petroleum Revenue has quite properly interpreted the authority granted under AS 43.56.210(6) as including the power to tax oil and gas related property inventories held in the state and used or committed for ultimate use in the state.

First, it is clear that no amendment to AS 29.53.020 could modify the definition of taxable property for purposes of the general statewide property tax levied under AS 43.56. .

Second, the reference in AS 43.56.010(b) to the exemptions contained in AS 29.53.020 suggests that the amendment may in fact limit a municipality's authority to levy under AS 43.56.010 and AS 29.53.045. For instance, taking the extreme hypothetical, what if all of the oil and gas related property in a borough or municipality constituted "business inventories" of oil and gas companies. In that case, the municipality would probably be without authority

to levy any tax and thus would be deprived of its revenue share under the AS 43.56 property tax. The State of Alaska, therefore, would receive 100% of the 20 mill tax from that borough or municipality. In other cases, if a large percentage of the oil and gas related property in the borough or municipality were in fact business inventories, such municipality would have to impose a tax under AS 29.53.045 at a higher millage rate than otherwise would be necessary in order to sustain the previous level of revenues.

The question is not without some ambiguity, however. As noted above, AS 29.53.045 expressly incorporates a reference to property taxable under AS 43.56 and it could be argued that the exemption language in sec. 20 applies only as an exemption from general property taxes in the municipality and does not operate to limit the scope of the tax levied under AS 29.53.045. This argument would provide that the only way the legislature could limit the municipality's authority to collect the tax under AS 43.56.010(b) and AS 29.53.045 would be to limit the definition of taxable property in AS 43.56. It is doubtful that this particular argument would prevail, however, in light of the express incorporation of AS 29.53.020 and .025 exemptions in AS 43.56.010(b).

Given that some ambiguity exists and rather than risk lengthy litigation on this point, it is recommended that section 1 of the bill be amended to read as follows:

(7) business inventories; except that inventories of property taxable under AS 43.56 are not exempt from the taxing authority granted municipalities by AS 29.53.045 and AS 43.56.010(b).

It is the opinion of this department that the above amendment would clarify the question you have raised and allow the bill to accomplish its apparent purpose without effecting local revenues raised pursuant to AS 43.56.

JKD:mll

cc: John R. Messenger
Acting Commissioner of Revenue

Thomas K. Williams
Director of Petroleum Revenue

COMMITTEE REPORT

SENATE

Wally
CFRA (1/24/8)
Finance

1/22/79

FURTHER:

Date: March 20, 1980

Mr. President:

The Committee on COMMERCE has had SB 64

exempting business inventories from municipal property taxes

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 ^{individual} recommendation: HEB
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

1 Tom Kelly

MEMBERS HAVING
OTHER RECOMMENDATIONS:

Do not pass unless amended
2 Archie Sturgulinski
2 Ferguson - DO NOT PASS unless amended

1 Brad Bradley
CHAIRMAN

Introduced: 1/22/79
Referred: Commerce and
Finance

BY BRADLEY, DANKWORTH, BENNETT
AND FAHRENKAMP

1 IN THE SENATE

2 SENATE BILL NO. 64

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act exempting business inventories from municipal
7 property taxes; and providing for an effective date."

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

9 * Section 1. AS 29.53.020(a) is amended by adding a new paragraph to
10 read:

11 (7) business inventories.

12 * Sec. 2. AS 29.53.060(b) and (c) are repealed.

13 * Sec. 3. This Act takes effect January 1, 1980.

29 COMMITTEE COPY

ALASKA STATE LEGISLATURE

ELEVENTH Legislature FIRST Session

SENATE BILL NO. 64

By BRADLEY, DANKWORTH, BERNETT AND FAHRENKAMP

"An Act exempting business inventories from municipal property taxes; and providing for an effective date."

Introduced in the Senate 1/22/1979

HISTORY IN THE SENATE

19	79	Read first time and referred to Committee on Commerce and Finance
1	22	
1	24	<i>CSA (2nd referral)</i>
1	30	Reported back with committee recommendation that <i>CSA does not pass unless amended to Finance</i>
3	31	<i>CSA passed to Finance</i>
3	31	
		Read second time and
		Read third time and
		PASS Effective Date
		Yeas Year
		Nays Nays
		Absent Absent
		Excused Excused
		Reconsideration
		PASS Effective Date
		Yeas Year
		Nays Nays
		Absent Absent
		Excused Excused
		Reported correctly engrossed
		Signed by President
		Sent to House
SECRETARY OF THE SENATE		

HISTORY IN THE HOUSE

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 Year
		Nays Nays
		Absent Absent
		Excused Excused
		Reconsideration
		PASS Effective Date
		Yeas Year
		Nays Nays
		Absent Absent
		Excused Excused
		Reported correctly engrossed
		Signed by Speaker
		Returned to Senate
CHIEF CLERK OF THE HOUSE		

HISTORY IN THE SENATE

19		Received from House
		To enrolling
		Reported correctly enrolled
		Sent to Governor
	 by Governor
		Filed with Lt. Governor
		Chapter No.

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE Undated

I. REQUEST
 Bill/Resolution No. SB 64
 Title An act exempting business inventory from property tax
 Requested by _____ Date _____

II. FISCAL DETAIL
 Agency Affected Community & regional Affairs
 Program Category Affected N/A
 BRU, Program, or Subprogram(s) Affected N/A
 (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)


	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

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

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

There would be no impact to the state by passage of this bill. However, there would be an impact to the local municipalities. Based on information received from the municipalities, the department estimates the revenue lost by the municipalities would be approximately \$9,200,000.

IV. DATE 3-19-80 PREPARED BY Steve Van Sant 
 AGENCY Community & Regional Affairs
 PHONE 465-4787
 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. Senate Bill #64
 Title An Act Exempting Business Inventories From Municipal Property Taxes
 Requested by Senator Bradley Date _____

II. FISCAL DETAIL

Agency Affected N/A
 Program Category Affected N/A
 Budget Request Unit(s) Affected N/A

EXPENDITURES (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
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

TOTAL

FUNDING (Thousands of Dollars)

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER (Specify)						

POSITIONS

	N/A	N/A	N/A	N/A	N/A	N/A
FULL TIME	N/A	N/A	N/A	N/A	N/A	N/A
PART TIME	N/A	N/A	N/A	N/A	N/A	N/A
TEMPORARY	N/A	N/A	N/A	N/A	N/A	N/A

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

This legislation would exempt business inventory from municipal property taxes. This is a change from the current optional exemption to a mandatory one.

There does not appear to be any fiscal impact on the state, unless this could be construed to impact oil and gas property taxes. If it did in fact impact that program the fiscal note should come from the Department of Revenue.

However, there would be a serious impact on municipalities. According to our best estimates the actual first year revenue loss would be in excess of 8.5 million dollars.

IV. DATE February 9, 1979 PREPARED BY Terry L. Earley, State Assessor
 AGENCY Department of Community & Regional Affairs
 Original: Legislative Finance PHONE 465-4730
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

Introduced: 1/22/79
Referred: Commerce and
Finance

BY BRADLEY, DANKWORTH, BENNETT
AND FAHRENKAMP

1 IN THE SENATE

2 SENATE BILL NO. 64

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act exempting business inventories from municipal
7 property taxes; and providing for an effective date."

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

9 * Section 1. AS 29.53.020(a) is amended by adding a new paragraph to
10 read:

11 (7) business inventories.

12 * Sec. 2. AS 29.53.060(b) and (c) are repealed.

13 * Sec. 3. This Act takes effect January 1, 1980.
14
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RECORDS CERTIFICATION



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

James O Smith
Signature of Camera Operator

3/20/90
Date

SENATE FINANCE COMMITTEE
BILL CHECKLIST

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

Introduced: 1/23/79
Referred: Resources and
Finance

1 IN THE SENATE

BY KERTTULA AND FAHRENKAMP

2 SENATE BILL NO. 67

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 agricultural and industrial fairs."

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

8 * Section 1. AS 03.20.020(a) is amended to read:

9 (a) Fairs may be held each year in each of the house election
10 districts and state aid for the operation and maintenance of the fairs
11 may not exceed the sum of \$100,000 [\$25,000] each for fairs having an
12 annual event the 10 previous years and may not exceed \$16,000 [\$8,000]
13 for other fairs held annually. The people of each district sponsoring a
14 fair are not eligible for state aid unless they subscribe to spend from
15 their own funds for that purpose an amount equal to the amount of the
16 state aid and have or organize an agricultural and industrial fair
17 association for the operation and maintenance of the fairs. Each fair
18 receiving state aid is open to entries by the people of the whole state
19 and special provision shall be made for exhibits from boys' and girls'
20 clubs.

ALASKA STATE LEGISLATURE

Legislature FIRST Session

SENATE BILL NO. 67

By STUTELA AND FAHRENKAMP

"An Act relating to agricultural and industrial fairs."

Introduced in the Senate 1/23, 1979.

HISTORY IN THE SENATE

19
1 23 Read first time and referred to Committee on Resources and Finance

3 12 Reported back with recommendation that *Resources*
of the
State, 100 p.m. of am.
2 - no rec. to submit

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
Sent to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

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 Speaker
Returned to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19 Received from House

To enrolling

Reported correctly enrolled

Sent to Governor

..... by Governor

Filed with Lt. Governor

Chapter No.

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 67
 Title An act relating to agricultural and industrial fairs
 Requested by Legislative Finance Date 2/1/79

II. FISCAL DETAIL

Agency Affected Department of Natural Resources
 Program Category Affected Development
 Budget Request Unit(s) Affected State Fair Operations

EXPENDITURES (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		383.0	383.0	383.0	383.0	383.0
TOTAL						

FUNDING (Thousands of Dollars)

GENERAL FUND		383.0	383.0	383.0	383.0	383.0
FEDERAL FUNDS						
OTHER (Specify)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

State fairs in Kodiak, Palmer, Fairbanks, Haines and Bethel would be eligible for increased funding, as would the Fur Rendezvous in Anchorage, to \$100,000 annually. Bethel has not been included in this fiscal note as they presently do not approach the maximum grant under the current program. Ninilchik is the only fair presently at the maximum level for other fairs and is indicated to be increased to 16,000.

Patrick W. Conheady

IV. DATE 2/1/79 PREPARED BY Patrick W. Conheady
 AGENCY Department of Natural Resources
 PHONE 465-2400
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

Introduced: 1/23/79
Referred: Resources and
Finance

1 IN THE SENATE

BY KERTTULA AND FAHRENKAMP

2 SENATE BILL NO. 67

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 agricultural and industrial fairs."

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

8 * Section 1. AS 03.20.020(a) is amended to read:

9 (a) Fairs may be held each year in each of the house election
10 districts and state aid for the operation and maintenance of the fairs
11 may not exceed the sum of \$100,000 [\$25,000] each for fairs having an
12 annual event the 10 previous years and may not exceed \$16,000 [\$8,000]
13 for other fairs held annually. The people of each district sponsoring a
14 fair are not eligible for state aid unless they subscribe to spend from
15 their own funds for that purpose an amount equal to the amount of the
16 state aid and have or organize an agricultural and industrial fair
17 association for the operation and maintenance of the fairs. Each fair
18 receiving state aid is open to entries by the people of the whole state
19 and special provision shall be made for exhibits from boys' and girls'
20 clubs.



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

SB 69

SENATE FINANCE COMMITTEE
BILL CHECKLIST

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

2 copies - [unclear]
6/11/80

COMMITTEE REPORT
SENATE

1/23/79

FURTHER: Finance

Date: 2/2/79

Mr. President:

The Committee on STATE AFFAIRS has had SB 69 supplemental appropriation to Dept. of Transportation & Public Facilities for funding transportation programs during final quarter of fiscal year 1979

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

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

MEMBERS SIGNING
DO PASS

Brad Bradley

Tom Kelly

Bob [unclear]

MEMBERS HAVING
OTHER RECOMMENDATIONS:

[Signature]

CHAIRMAN

Introduced: 1/23/79
Referred: State Affairs and Finance

Funding Information

General Fund	\$17,209,325
Other Funds	6,560,750
	<u>\$23,770,075</u>

BY THE RULES COMMITTEE BY
REQUEST OF THE LEGISLATIVE
BUDGET AND AUDIT COMMITTEE

1 IN THE SENATE

2

SENATE BILL NO. 69

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

ELEVENTH LEGISLATURE - FIRST SESSION

5

A BILL

6

For an Act entitled: "An Act making a supplemental appropriation to the Department of Transportation and Public Facilities for funding of transportation programs during the final quarter of fiscal year 1979; and providing for an effective date."

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

12

* Section 1. The sum of \$23,770,075 is appropriated to the Department of Transportation and Public Facilities, for the allocation and appropriation items indicated for the final quarter of the fiscal year ending June 30, 1979:

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	Allocations	Appropriation	Fund Sources	
--	-------------	---------------	--------------	--

17

		Items	General	Other
--	--	-------	---------	-------

18

Administration		\$2,280,125	\$2,110,000	\$ 170,125
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19

Commissioner's

20

Office	\$	100,900		
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21

Transportation

22

Planning		134,650		
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23

Internal Review		108,175		
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24

Administrative

25

Services		1,273,175		
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26

Financial

27

Management		427,825		
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28

Right-of-Way Lands

29

and Leasing		235,400		
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1	Maintenance and Operations	255,750	255,750	
2	Administration	99,750		
3	Safety and Security	156,000		
4	Southeast Region Operations			
5	and Maintenance	1,457,375	1,446,125	11,250
6	Airports	74,075		
7	Highways	1,297,575		
8	Administration	85,725		
9	Central Region Operations			
10	and Maintenance	4,808,275	4,729,850	78,425
11	Airports	989,250		
12	Highways	3,559,375		
13	Administration	259,650		
14	Southcentral Region Operations			
15	and Maintenance	1,753,025	1,739,525	13,500
16	Airports	160,725		
17	Highways	1,501,750		
18	Administration	90,550		
19	Interior Region Operations			
20	and Maintenance	2,712,375	2,618,200	94,175
21	Airports	405,775		
22	Highways	2,160,675		
23	Administration	145,925		
24	Western Region Operations			
25	and Maintenance	737,625	733,625	4,000
26	Airports	300,150		
27	Highways	354,725		
28	Administration	82,750		
29	Anchorage International			

1	Airport		1,916,350		1,916,850
2	Field Maintenance	448,900			
3	Building Main-				
4	tenance	267,775			
5	Security	492,250			
6	Custodial	272,300			
7	Administration	265,050			
8	Equipment	164,075			
9	Fairbanks International Airport		952,075		952,075
10	Field Maintenance	191,350			
11	Building Main-				
12	tenance	185,125			
13	Security	405,750			
14	Custodial	69,650			
15	Administration	100,200			
16	Highway Design and Construction		373,175	373,175	
17	Administration	31,475			
18	Director	35,500			
19	Design	139,400			
20	Construction	166,800			
21	Aviation Design and Construction		127,475	52,500	74,975
22	Design	54,650			
23	Construction	42,000			
24	Director	30,825			
25	Public Facilities Design and				
26	Construction		180,475	180,475	
27	Construction	55,925			
28	Administration	42,375			
29	Design	82,175			

1	Public Facilities Maintenance			
2	and Operations		2,565,550	2,263,900
3	Southeastern	923,875		
4	Central	573,000		
5	Interior	642,375		
6	Western	116,650		
7	Southcentral	309,650		
8	Communications		420,550	414,875
9	Support to State			
10	Agencies	367,325		
11	Remote Village			
12	Radio	53,225		
13	Facilities Planning and			
14	Research		286,325	286,325
15	Procurement Policy	226,300		
16	Research and De-			
17	velopment	29,100		
18	Office of the Deputy			
19	Commissioner	30,925		
20	State Equipment Fleet		2,943,050	2,943,050
21	Central District	1,040,075		
22	Interior District	368,225		
23	Southeastern			
24	District	321,475		
25	Western District	147,375		
26	Southcentral			
27	District	498,300		
28	Administration and			
29	Support	67,600		

COMMITTEE COPY

1 * Sec. 2. The appropriations in sec. 1 of this Act are from the following
2 fund sources:

3	General Fund	\$17,209,325
4	International Airport Revenue Fund	3,093,800
5	Highway Working Capital Fund	2,943,050
6	Interagency Receipts	339,275
7	Program Receipts	184,625

8 * Sec. 3. The appropriation made in sec. 1 of this Act fulfills the
9 statement of intent of sec. 12, ch. 113, SLA 1978, page 47, line 25 - page
0 48, line 4, inclusive, with respect to provision of final quarter operating
1 funds for the fiscal year ending June 30, 1979.

2 * Sec. 4. This Act takes effect April 1, 1979.
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ALASKA STATE LEGISLATURE

ELEVENTH Legislature FIRST Session

SENATE ... BILL NO. 69

By THE RULES COMMITTEE BY REQUEST OF THE LEGISLATIVE BUDGET AND AUDIT COMMITTEE

"An Act making a supplemental appropriation to the Department of Transportation and Public Facilities for funding of transportation programs during the final quarter of fiscal year 1979; and providing for an effective date."

Introduced in the Senate 1/23 79, 19....

HISTORY IN THE SENATE

19 79		Read first time and referred to Committee on State Affairs and Finance										
1	23											
2	5	Reported back with <i>St. of</i> recommendation that <i>3 copies</i> <i>1 no rec. to fin</i>										
		Read second time and										
		Read third time and										
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		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 President										
		Sent to House										
SECRETARY OF THE SENATE												

HISTORY IN THE HOUSE

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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		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										
		Returned to Senate										
CHIEF CLERK OF THE HOUSE												

HISTORY IN THE SENATE

19		Received from House
		To enrolling
		Reported correctly enrolled
		Sent to Governor
	 by Governor
		Filed with Lt. Governor
		Chapter No.

STATE OF ALASKA

THE LEGISLATURE

BUDGET AND AUDIT COMMITTEE

February 22, 1979

FINANCE DIVISION
POUCH WF-STATE CAPITOL
JUNEAU, ALASKA 99811
PHONE: (907) 465-3795

MEMORANDUM

TO: Bill Sumner, Chairman
Senate Resources Committee

FROM: J. H. Hogan, Director
Legislative Finance Division

SUBJECT: HB 78 - DOT Supplemental

The rationale for amending HB 78 as shown on the enclosed bill (SB 69 is an identical bill to HB 78) is as follows:

1. It is not the Committee's desire to hamper maintenance and operation programs of the Department statewide; therefore, the Committee is passing out those portions of the supplemental that provide for agency operation and maintenance accounts. The airports can function, highways can be plowed, and the ferries can sail.

2. The attached listing of positions comparing the FY 79 budget with the FY 80 request indicates that central administrative functions have requested a sharp increase in numbers of positions. The removal of those central administrative functions from the supplemental indicates the Committee's and possibly the Legislature's desire to further examine all DOT administrative overhead costs.

JHH:pw

Attachments:

SB 69

Position Listing

STATE OF ALASKA

THE LEGISLATURE

BUDGET AND AUDIT COMMITTEE

AUDIT DIVISION
POUCH W—ALASKA OFFICE BUILDING

FINANCE DIVISION
POUCH WF—STATE CAPITOL

JUNEAU 99801

February 21, 1979

TO: Senator John Sackett

FROM: Jay Hogan

SUBJECT: SB 69 (Supplemental Appropriation to Dept.
Transportation/ Funding E. D.)

The Department of Transportation requested that when the committee reviews SB 69 they consider amending sec. 4 to provide for an immediate effective date.

Several units of the Department are currently very close to over expending due to such things as heavy snow, bad weather conditions, etc., and would need their fourth quarter monies somewhat in advance of the April 1st date.

STATE OF ALASKA

THE LEGISLATURE

BUDGET AND AUDIT COMMITTEE

FINANCE DIVISION
POUCH WF--STATE CAPITOL
JUNEAU, ALASKA 99311
PHONE: (907) 465-3795

M E M O R A N D U M

DATE: January 26, 1979

TO: House Finance Committee Members
Senate Finance Committee Members

FROM: *J.H. Hogan*
J. H. Hogan, Director
Legislative Finance Division

SUBJ: HB 78 & SB 69 "An Act making a supplemental appropriation to the Department of Transportation and Public Facilities for funding of transportation programs during the final quarter of fiscal year 1979; and providing for an effective date."

Per Section 3, the appropriation made in this Act complies with the intent expressed in the General Appropriations Act (see attached, pages 47-48 of the General Appropriations Act) by last year's Legislature to appropriate the fourth quarter FY 79 expenses of the Department of Transportation by supplemental appropriation. The appropriation is exactly 25% of the total appropriation for DOT set by last year's Free Conference Committee on the Budget.

1	TRANSPORTATION (CONT.)		APPROPRIATION	APPROPRIATION	FUND SOURCES	
2		ALLOCATIONS	ITEMS	GENERAL FUND	OTHER FUNDS	
3		164,273				
4	ADMINISTRATION (7 POSITIONS)	25,275				
5	CENTRAL REGION OPERATIONS & MAINTENANCE	2,931,780	14,385,325	14,120,050	265,275	
6	AIRPORTS (39 POSITIONS)	2,500,000				
7	HIGHWAYS (131 POSITIONS)	10,635,135				
8	THE DISTRICT SHALL PROVIDE YEAR-ROUND MAINTENANCE OF THE					
9	ALASKAGIR/OILL INGHAM ROAD.					
10	ADMINISTRATION (24 POSITIONS)	770,260				
11	SOUTHCENTRAL REGION OPERATIONS & MAINTENANCE	770,260	5,231,775	5,191,275	40,500	
12	AIRPORTS (14 POSITIONS)	430,675				
13	HIGHWAYS (69 POSITIONS)	410,000				
14	ADMINISTRATION (8 POSITIONS)	268,560				
15	INTERIOR REGION OPERATIONS & MAINTENANCE	1,206,425	8,083,425	7,800,900	282,525	
16	AIRPORTS (15 POSITIONS)	1,206,425				
17	THE DISTRICT SHALL PROVIDE FOR MAIL DELIVERY TO THE					
18	COSMOPOLITAN AIRPORT					
19	HIGHWAYS (116 POSITIONS)	6,444,425				
20	ADMINISTRATION (14 POSITIONS)	6,444,425	2,199,075	2,187,075	12,000	
21	WESTERN REGION OPERATIONS & MAINTENANCE	894,850				
22	AIRPORTS (15 POSITIONS)	894,850				
23	HIGHWAYS (19 POSITIONS)	1,051,275				
24	THE DISTRICT SHALL PROVIDE YEAR-ROUND MAINTENANCE OF THE					
25	ICY VIEW LOOP ROAD, NOME.	246,980				
26	ADMINISTRATION (4 POSITIONS)	246,980				
27	ANCHORAGE INTERNATIONAL AIRPORT		5,750,550		5,750,550	

CHAPTER 113

-26-

1	TRANSPORTATION (CONT.)		APPROPRIATION	APPROPRIATION	FUND SOURCES	
2		ALLOCATIONS	ITEMS	GENERAL FUND	OTHER FUNDS	
3						
4	FIELD MAINTENANCE (44 POSITIONS)	1,346,700				
5	BUILDING MAINTENANCE (24 POSITIONS)	803,325				
6	SECURITY (51 POSITIONS)	1,494,750				
7	CUSTODIAL (32 POSITIONS)	818,400				
8	ADMINISTRATION (13 POSITIONS)	795,150				
9	EQUIPMENT (16 POSITIONS)	492,225				
10	FAIRBANKS INTERNATIONAL AIRPORT		2,856,225		2,856,225	
11	FIELD MAINTENANCE (15 POSITIONS)	574,050				
12	BUILDING MAINTENANCE (6 POSITIONS)	555,375				
13	SECURITY (41 POSITIONS)	1,217,250				
14	CUSTODIAL (7 POSITIONS)	200,950				
15	ADMINISTRATION (9 POSITIONS)	300,600	1,107,125	1,107,125		
16	HIGHWAY DESIGN & CONSTRUCTION	93,625	1,149,626	1,149,626		
17	ADMINISTRATION (2 POSITIONS)	93,625				
18	DIRECTOR (3 POSITIONS)	103,700				
19	DESIGN (12 POSITIONS)	413,100				
20	CONSTRUCTION (13 POSITIONS)	413,100	370,625	185,600		
21	AVIATION DESIGN & CONSTRUCTION	162,050	162,050	162,050	224,925	
22	DESIGN (5.2 POSITIONS)	162,050				
23	CONSTRUCTION (4.2 POSITIONS)	126,000				
24	DIRECTOR (2.3 POSITIONS)	92,475				
25	STATE BOND COMMITTEE					
26	DEBT SERVICE		23,394,200	21,451,800	1,942,400	

CHAPTER 113

12/12/79
JAY S. HAMMOND, GOVERNOR

DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES

OFFICE OF THE COMMISSIDHER

POUCH 7 JUNEAU 99811
TELEX 45 328

J. H. Hogan, Director
Legislative Finance Division
Alaska State Legislature
Pouch V
Juneau, Alaska 99811

Re: FY '79 Legislative Intent.

Dear Mr. Hogan:

This refers to your memorandum dated September 14, 1978 concerning the above subject. As requested by your memo, we have restated those statements of Legislative Intent which relate to this department, and appropriate comments concerning compliance have been provided by each division director and/or program manager, as follows:

Intent:

"The appropriation for Southeast Shore Facilities and its expenditure are contingent upon the following: None of the appropriation shall be used to lease, acquire, construct, equip or operate a southermost vessel terminal other than the current facility at Pier 48, Seattle, Washington. Prior to the Division of Marine Transportation using any other facility at its southermost terminal, the proposal for the new facility must be reviewed by the Legislature and a budget for the new facility approved by the Legislature."

Response:

The Director, Division of Marine Highway Systems advises that the above statement of condition relating to the FY '79 appropriation for Southeast Shore Facilities has been fully complied with.

Intent:

"During annual overhaul, each vessel shall be equipped with centrally located facilities for infant care."

Response:

Page 25 of the FY '79 Free Conference Committee summary report indicates that this intent statement was deleted by Governor Hammond. Accordingly, the Director, Division of Marine Highway Systems advises that no action has been taken concerning compliance with that intent statement.

FY'79 Legislative Intent.

Intent:

" The Department shall not curtail or close the Highways Research Laboratory in Fairbanks."

Response:

Page 25 of the FY'79 Free Conference Committee Summary Report indicates that this intent statement was deleted by Governor Hammond. However, the Director, Research & Development advises that the program has been expanded in Fairbanks, and is now in the process of developing programs to support the entire range of disciplines within DOT/PF.

Intent:

"The FY'79 operating budget for the transportation category has been approved by the Legislature as requested by the Governor (FCC report FY'79 Operating Budget, Transportation). However, the full fiscal year budget has been funded only for the first 9 months of FY'79 for all programs except Marine Transportation."

Response:

This intent statement applies to all operating budget appropriations within DOT/PF except for the Division of Marine Highway Systems. When the FY'79 budget authorizations were recorded by our Division of Financial Management, all affected FY'79 expenditure authorizations were reduced to an amount equal to the Legislative authorization.

Intent:

"The Legislative Budget & Audit Committee will prefile for introduction in the First Session of the 11th Legislature a supplemental appropriation to provide funding for the transportation programs during the last quarter, FY'79. The Department shall operate under the assumption that all budgeted operating programs will be funded by the Legislature for the full fiscal year."

Response:

This intent statement also applies to all operating budget appropriations within DOT/PF except for Marine Highway Systems. All other divisions have reported that their FY'79 operations reflect the assumption that their programs are fully funded and that necessary supplemental funding for the last quarter of FY'79 will be forthcoming as stated.

FY'79 Legislative Intent.

Intent:

" The Department shall not charge the owners or operators of taxicabs a fee for the right to pick up or discharge passengers at an airport or air navigation facility owned or controlled by the State."

Response:

Page 25 of the FY'79 Free Conference Committee Summary Report indicates that this intent statement was deleted by Governor Hammond; thus our program managers advise that no action has been taken to effect compliance.

Intent:

" The District shall provide year-round maintenance of access roads to the Villages of Klukwan and Thorn Bay/Klawock."

Response:

The Southeastern Region Maintenance and Operations Director advises that the access road to Klukwan will continue to be maintained as in the past with appropriations from the FY'79 Operating Budget. Bids for a winter maintenance contract for the road between Thorn Bay and Klawock were received in October. Winter maintenance expenditures will be limited to the \$40,000 appropriated by the Legislature for that purpose. Summer maintenance is provided by the U.S. Forest Service as part of their road system.

Intent:

" The District shall provide year-round maintenance of the Aleknagik/Dillingham Road."

Response:

Successful year-round maintenance of the Aleknagik/Dillingham Road to a large extent requires considerable upgrading of the route to adequate highway standards. A \$100,000 contract for non-recurring basic maintenance upgrading was awarded during the past construction season, and a \$250,000 capital project request in the FY'80 CIP budget for additional upgrading work to be accomplished before next winter if funded.

Current winter maintenance activities by the Dillingham crew have been augmented by a contract with a local firm to assist in snow removal activities within the Dillingham area. Efforts to keep the road open during Spring thaw and breakup conditions will depend on the success of past upgrading efforts and the availability of FY'80 CIP funding for the additional upgrading planned.

FY'79 Legislative Intent.

Intent:

" The District shall provide for mail delivery to the Cosna-Wien Lake area."

Response:

Page 26 of the FY'79 Free Conference Committee Summary Report indicates that this intent statement was deleted by Governor Hammond.

Intent:

" The District shall provide year-round maintenance of the Icy View Loop Road, Nome."

Response:

The Western Region Maintenance and Operations program manager advises that snow removal on the Icy View Loop Road - Nome is currently being performed to the extent of available funding.

Intent:

" The allocation for public facilities maintenance and operations, Southeast District, and its expenditure, are contingent upon all authorized permanent full-time positions in this component being recruited for and filled; positions in this component shall not be placed in frozen status."

Response:

Page 29, FY'79 Free Conference Committee Summary Report indicates that this intent statement was deleted by Governor Hammond. However, the Southeastern Region does plan to fill all authorized full time positions to the extent that funding has been provided.

Intent:

" The allocation for the Department of Transportation and Public Facilities procurement policy includes \$15,000 for an inventory of State Government Offices in Petersburg which occupy rented facilities. The Department shall then prepare basic sideview and floor plans and a cost estimate for a State Office Building to house those offices. Plans shall include projected future needs. The Department shall present this information to the First Session of the Eleventh State Legislature on or before February 1, 1979."

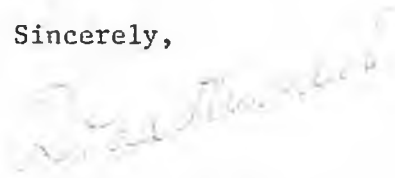
Response:

Page 29, Free Conference Committee Summary Report indicates that this intent statement and the \$15,000 funding to implement it was deleted by Governor Hammond. However, within funds available technical services will be provided to begin the study process by performing a basic investigative study utilizing approximately \$4,000 from the FY'79 Operating Budget.

FY'79 Legislative Intent.

The above comments cover all statements of Legislative intent transmitted by your memorandum dated September 14, 1978; and reflect departmental efforts to comply with such intent through November, 1978.

Sincerely,


Robert W. Ward
Commissioner

cc: Administrative Director, Division of Financial Management
Finance Officer, Budget & Analysis

Introduced: 1/23/79
 Referred: State Affairs and Finance

Funding Information
 General Fund \$7,209,325
 Other Funds 6,560,750
 \$23,770,075

BY THE RULES COMMITTEE BY
 REQUEST OF THE LEGISLATIVE
 BUDGET AND AUDIT COMMITTEE

1 IN THE SENATE

2 SENATE BILL NO. 69

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the
 7 Department of Transportation and Public Facilities for
 8 funding of transportation programs during the final
 9 quarter of fiscal year 1979; and providing for an
 10 effective date."

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

12 * Section 1. The sum of \$23,770,075 is appropriated to the Department of
 13 Transportation and Public Facilities, for the allocation and appropriation
 14 items indicated for the final quarter of the fiscal year ending June 30,
 15 1979:

	Allocations	Appropriation		Fund Sources		Bal. a a %
			Items	General	Other	
Administration		\$2,280,125		\$2,110,000	\$ 170,125	
Commissioner's				9-mo. \$ Bal.		
Office	\$ 100,900			\$ 62.4		20.7
Transportation						
Planning	134,650			613.5		69.9
Internal Review	108,175			101.1		31.5
Administrative						
Services	1,273,175			983.5		26.0
Financial						
Management	427,825			390.2		30.7
Right-of-Way Lands						
and Leasing	235,400			278.0		39.7

			9-mo. \$ Bal.	Bal. as a %
1	Maintenance and Operations	255,750	255,750	
2	Administration	99,750	\$150.2	26.2
3	Safety and Security	156,000	181.4	38.9
4	Southeast Region Operations			
5	and Maintenance	1,457,375	1,446,125	11,250
6	Airports	74,075	7.0	3.1 - out of money
7	Highways	1,297,575	1,162.2	29.8
8	Administracion	85,725	90.4	35.5
9	Central Region Operations			
10	and Maintenance	4,808,275	4,729,850	78,425
11	Airports	989,250	471.1	15.9 - out of money
12	Highways	3,559,375	4,037.7	37.8
13	Administration	259,650	340.8	44.2
14	Southcentral Region Operations			
15	and Maintenance	1,753,025	1,739,525	13,500
16	Airports	160,725	203.1	42.2
17	Highways	1,501,750	1,091.7	24.3
18	Administration	90,550	210.9	78.5
19	Interior Region Operations			
20	and Maintenance	2,712,375	2,618,200	94,175
21	Airports	405,775	370.1	30.6
22	Highways	2,160,675	3,831.8	31.9
23	Administration	145,925	156.5	36.1 - out of money
24	Western Region Operations			
25	and Maintenance	737,625	733,625	4,000
26	Airports	300,150	103.3	11.5 - out of money
27	Highways	354,725	313.4	28.8
28	Administration	82,750	211.4	85.9
29	Anchorage International			

			9-mo. \$ Bal.	Bal. as a %
1	Airport	1,916,850	1,916,850	
2	Field Maintenance	448,900	\$608.0	45.1
3	Building Main-			
4	tenance	267,775	259.6	32.3
5	Security	498,250	511.7	34.2
6	Custodial	272,800	449.7	54.9
7	Administration	265,050	935.1	75.5
8	Equipment	164,075	183.2	37.2
9	Fairbanks International Airport	952,075	952,075	
10	Field Maintenance	191,350	247.8	43.1
11	Building Main-			
12	tenance	185,125	262.2	47.2
13	Security	405,750	400.7	32.9
14	Custodial	69,650	71.4	34.1
15	Administration	100,200	152.6	50.7
16	Highway Design and Construction	373,175	373,175	
17	Administration	31,475	44.2	41.9
18	Director	35,500	15.0	16.0
19	Design	139,400	156.9	37.9
20	Construction	166,800	190.9	38.5
21	Aviation Design and Construction	127,475	52,500	74,975
22	Design	54,650	99.9	61.6
23	Construction	42,000	62.2	49.3
24	Director	30,825	52.4	56.6
25	Public Facilities Design and			
26	Construction	180,475	180,475	
27	Construction	55,925	30.6	18.4
28	Administration	42,375	79.6	63.3
29	Design	82,175	95.9	38.5

			9-mo. \$ Bal.	Bal. as a %
1	Public Facilities Maintenance			
2	and Operations	2,565,550	2,268,900	296,650
3	Southeastern	923,875	\$384.5	13.6
4	Central	573,000	438.1	23.9
5	Interior	642,375	337.0	15.9
6	Western	116,650	96.7	27.7
7	Southcentral	309,650	281.8	30.0
8	Communications	420,550	414,875	5,675
9	Support to State			
10	Agencies	367,325	356.4	26.5
11	Remote Village			
12	Radio	53,225	51.8	32.6
13	Facilities Planning and			
14	Research	286,325	286,325	
15	Procurement Policy	226,300	709.6	50.4
16	Research and De-			
17	velopment	29,100	32.5	37.7
18	Office of the Deputy			
19	Commissioner	30,925	38.5	41.8
20	State Equipment Fleet	2,943,050		2,943,050
21	Central District	1,040,075	1,242.8	39.8
22	Interior District	868,225	2,054.6	55.6
23	Southeastern			
24	District	321,475	343.2	35.5
25	Western District	147,375	177.0	40.0
26	Southcentral			
27	District	498,300	581.9	38.8
28	Administration and			
29	Support	67,600	39.9	19.6

1 * Sec. 2. The appropriations in sec. 1 of this Act are from the following
2 fund sources:

3	General Fund	\$17,209,325
4	International Airport Revenue Fund	3,093,800
5	Highway Working Capital Fund	2,943,050
6	Interagency Receipts	339,275
7	Program Receipts	184,625

8 * Sec. 3. The appropriation made in sec. 1 of this Act fulfills the
9 statement of intent of sec. 12, ch. 113, SLA 1978, page 47, line 25 - page
10 48, line 4, inclusive, with respect to provision of final quarter operating
11 funds for the fiscal year ending June 30, 1979.

12 * Sec. 4. This Act takes effect April 1, 1979.

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