

LEG. FINANCE - BILLS 1979 - 1980 1346

SB 374 am cont., thru SB 378 1346

TO: Bill Nix, Commissioner
Department of Public Safety

DATE: October 29, 1979

FILE NO:

TELEPHONE NO:

FROM: Ron Lehr, Director *RL*
Division of Budget & Management
Office of the Governor

SUBJECT: Department of Public
Safety, FY 80 Supplemental;
FY 81 Budget Adjustment

The Budget Review Committee has reviewed your request for a FY 80 supplemental and a FY 81 budget adjustment. The BRC decisions are listed below. You will need to prepare an official FY 80 Supplemental Request for the approved FY 80 items, and will need to add Form 6's to your detailed budget submission for the approved FY 81 items.

FY 80 Supplemental

1. Approval for \$87.5 for additional vessel fuel costs
2. Denial of \$100.0 for HWCF - This denial is based upon the Governor's policy regarding what items would be considered for supplemental request (copy attached). The Governor has stated that supplementals will not be introduced to reinstate program cuts made by the Legislature.
3. The BRC would like further information on your request to supplant federal funds with general funds in the Marine Mammals Program. Specifically:
 - (a) Since the federal government has now taken over responsibility for this program, can your Department contact directly with them to provide these services; and
 - (b) What are the consequences to the Fish and Wildlife Protection program of not funding this supplemental. We would appreciate it if you would focus on the effects on the resources that FWP is protecting.

FY 81 Budget Adjustments

1. Approval for \$90.3 additional vessel fuel costs
2. Approval for \$160.0 for HWCF

cc: [unclear]
Calculations

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

November 2, 1979

for William R. Nix, Commissioner
Department of Public Safety

Marine Mammal Federal
Federal Contract

Your October 29 memo raised questions about our request for general funds to replace federal funds no longer available after contract cancellation. Background is necessary to adequately respond.

Federal funds have never been adequate for contracting with states to enforce the Marine Mammal Act of 1972. If federal funds are made available, another contract could be negotiated if federal management authority were delegated to the State. The only authority that they have delegated has been Walrus management and that minimal attitude has been rejected by the Alaska Department of Fish and Game. Without sufficient delegation of federal management authority to the State, Fish and Game would remain opposed, and the Division of Fish and Wildlife Protection would support Fish and Game opposition by avoiding a contractual agreement to enforce federal laws. In summary, neither the federal-state agreement on management nor federal funds for a potential contract is likely.

No definite answer can be made about the impact of contract cancellation upon commercial fisheries enforcement until after the December Board of Fisheries meeting which will determine next year's limits, etc. Based upon the calendar year 1979 season, the following enforcement reductions will occur:

1. The Vigilant will not patrol the Bering Sea herring fishery in May.
2. The Vigilant's patrol of the False Pass salmon fishery (June 1 - 15) and June Bristol Bay patrol will be delayed.
3. There will be no crab or shrimp patrols by the two 65 foot vessels during a four month period this winter.

The four vacant positions will only allow operation of two of the three major vessels. If the 65 foot Trooper is on patrol, the Vigilant does not have enough crew to sail, and vice versa.

Without additional funds, the above situation will continue. Before the positions could be filled, a minimum of 3 or 4 months would be required to meet the Public Safety Employees Association contractual requirements concerning notifications and employee transfers.

WRN/MC/lrb

cc: Col. Fred Woldstad, Director, Fish and Wildlife Protection

Ron Lehr, Director
Div. of Budget & Management
Office of the Governor

October 9, 1979

Robert J. Stickles, Director
Div. of Administrative Services
Dept. of Public Safety

Highway Working Capital Fund
and Fuel Supplemental

Per our discussion today I'm outlining the problems our Fish & Wildlife Protection category will face this year, as well as in FY-81, as it relates to fuel and Highway Working Capital Fund increases. These increases affect a number of our BRU's, however, only the Fish & Wildlife BRU is critical in that we have been unable to come up with any satisfactory solutions.

This year the request in contractual for Fish & Wildlife Protection was reduced by approximately 50% by the time it left the Free Conference Committee. Herein lies the Highway Working Capital Fund problem. Considering the reduction in contractual monies we have a gap of \$100.0 between what the Highway Working Capital Fund expects and what we were able to pay, and maintain a reasonable level in our programs. By reasonable level, these programs have already been reduced substantially.

The second problem facing us this year is a large increase in fuel. In Kodiak where we buy large quantities the fuel price has risen 63.7% or 30.1¢ per gallon since the time we prepared the budget. In Dutch Harbor the increase has been 45% or 21.2¢ per gallon since the time we prepared the budget. These are typical of fuel increases around the state.

The third problem with this BRU was the cancelling of the Marine Mammal Contract between the Dept. of Fish and Game and the federal government. This reduced available monies by \$158.4 for this year in the Marine Enforcement BRU.

We intend to submit a supplemental for FY-80 when we submit the FY-81 budget for the following items: Fuel increase \$87.5, Marine Contract \$158.4, Highway Working Capital Fund \$100.0, totaling a request of \$345.9.

In FY-81, if we are to maintain the current level of service/enforcement, we will require additional funds to offset fuel and Highway Working Capital Fund expenses. The loss of the Marine Contract in FY-80 was taken care of with adjustments to the base in FY-81. We request your consideration for an additional \$60.0 for Highway Working Capital Fund, and \$90.3 for FY-81, (assuming current rate of inflation) in FY-81, above the amounts requested in our policy budget.

Ron, I don't feel that these requests indicate poor planning on our part, yet we've examined all the alternatives we can come up with to reduce the amount requested. We simply had no idea that fuel would skyrocket by 45% to 63% and Highway Working Capital Fund by an average of 22%.

Please don't hesitate to contact me if you or your staff have any questions concerning the contents of this memo.

RJS/bh

Bill Nix, Commissioner
Department of Public Safety

October 29, 1979

Ron Lehr, Director *RL*
Division of Budget & Management
Office of the Governor

Department of Public
Safety, FY 80 Supplemental;
FY 81 Budget Adjustment

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2. Denial of \$100.0 for HWCF - This denial is based upon the Governor's policy regarding what items would be considered for supplemental request (copy attached). The Governor has stated that supplementals will not be introduced to reinstate program cuts made by the Legislature.
3. The BRC would like further information on your request to supplant federal funds with general funds in the Marine Mammals Program. Specifically:
 - (a) Since the federal government has now taken over responsibility for this program, can your Department contact directly with them to provide these services; and
 - (b) What are the consequences to the Fish and Wildlife Protection program of not funding this supplemental. We would appreciate it if you would focus on the effects on the resources that FWP is protecting.

FY 81 Budget Adjustments

1. Approval for \$90.3 additional vessel fuel costs
2. Approval for \$160.0 for HWCF

STATE
of ALASKA

MEMORANDUM


12-1

TO Ron Lehr, Director
Division of Budget and Management
Office of the Governor

DATE November 16, 1979

FILE NO

TELEPHONE NO

FROM Robert Stickles, Director 
Division of Administrative Services
Department of Public Safety

SUBJECT Request for \$239.5 Supplemental
Funds for Marine
Enforcement BRU

The Department of Public Safety, Division of Fish & Wildlife Protection, Marine Enforcement, requests \$239.5 in supplemental funds for FY80. These funds are for additional fuel costs (\$87.5) and assistance due to the cancellation of the Marine Mammal contract (\$152.0).

Attached are copies of initial requests by this Department for these funds, as well as your approval.

The FY81 budget request for Marine Enforcement includes an increment of \$90.0 for additional fuel costs. The budget submission supplants the Federal funds lost by the Marine Mammal contract cancellation with general funds redistributed from the remainder of the BRU's in this Department.

Consequences of disapproval of these funds are detailed in our original requests (attached).

Your approval of these supplemental funds would be appreciated.

RS:NC:c1c

Attachment

Funding Information:
General Fund: \$239,500
Other Funds: -0-
\$239,500

Introduced: 2/1/80
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 374 am

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 supplemental appropriation to the
7 Department of Public Safety, Division of Fish and
8 Wildlife Protection, for marine enforcement; and
9 providing for an effective date."

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

11 * Section 1. The sum of \$239,500 is appropriated from the general fund
12 to the Department of Public Safety, Division of Fish and Wildlife Protec-
13 tion, Marine Enforcement.

14 * Sec. 2. This appropriation is strictly for commercial fish enforcement
15 and not predicated on loss of federal funds.

16 * Sec. 3. This Act takes effect immediately in accordance with AS 01.-
17 10.070(c).

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Funding Information:
General Fund: \$239,500
Other Funds: -0-
\$239,500

Introduced: 2/1/80
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 374

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

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13 tion, Marine Enforcement.

14 * Sec. 2. This Act takes effect immediately in accordance with AS 01.-
15 10.070(c).

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THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST
 Bill/Resolution No. SB 374 - An Act making a supplemental appropriation to the
 Title Dept. of Public Safety, for marine enforcement.
 Requested by _____ Date 2-4-80

II. FISCAL DETAIL
 Agency Affected Department of Public Safety
 Program Category Affected NRMEC
 BRU, Program, or Subprogram(s) Affected Marine Enforcement (Vessel 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	239.5					
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	239.5	0	0			

FUNDING (Thousands of Dollars)

GENERAL FUND	239.5	0	0			
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME	0	0	0			
PART TIME						
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)
 Extraordinary fuel price increases and cancellation of the Federal Marine Mammal Contract have been included in FY-81 budget planning and funding levels in the Governor's budget.

IV. DATE 2-4-80 PREPARED BY *Mike Clemens*
Mike Clemens
 AGENCY Department of Public Safety
 PHONE 465-4336
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)



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. Daniel
Signature of Camera Operator

3/23/90
Date

COMMITTEE REPORT

(11)

HOUSE

2/13/80

FURTHER:

Date: 5/13/80

Mr. Speaker:

The Committee on FINANCE has had SB 375

"An Act making a supplemental appropriation to the Department of Public Safety, Division of Fish and Wildlife Protection; 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 ^HCS for SB 375 same title
 new title
- and recommends that it do pass
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendation
- referred to the _____ Committee

MEMBERS SIGNING DO PASS

Murphy

Dunne

Malley

McKeown

Smith

Rogers

Freeman

MEMBERS HAVING OTHER RECOMMENDATIONS:

Staff - No Rec

Murphy
CHAIRMAN

Handwritten initials or mark in the top right corner.

Original sponsor: Rules/Governor

Funding Information

General Fund	\$350,000,000
Other Funds	-0-
	<u>\$350,000,000</u>

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 HOUSE CS FOR SENATE BILL NO. 375

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 Revenue for the reserve for emergency operating
8 expenses account; and providing for an effective date."

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

10 * Section 1. The sum of \$350,000,000 is appropriated from the general
11 fund to the Department of Revenue for the reserve for emergency operating
12 expenses account.

13 * Sec. 2. This Act takes effect on the effective date of a version of an
14 Act entitled "An Act establishing a reserve for operating expenses of state
15 government for use only in a specified emergency; and providing for an effec-
16 tive date."

Original sponsor: Rules/Governor

Funding Information

General Fund	\$350,000,000
Other Funds	-0-
	<u>\$350,000,000</u>

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 HOUSE CS FOR SENATE BILL NO. 375

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

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12 expenses account.

13 * Sec. 2. This Act takes effect on the effective date of a version of an
14 Act entitled "An Act establishing a reserve for operating expenses of state
15 government for use only in a specified emergency; and providing for an effec-
16 tive date."

Original sponsor: Rules/Governor

Funding Information

General Funds -0-
Other Funds \$53,525,000
\$53,525,000

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 HOUSE CS FOR SENATE BILL NO. 375

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 appropriations to the Alaska Power
7 Authority for power projects; and providing for an
8 effective date."

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

10 * Section 1. The sum of \$30,775,000 is appropriated from the renewable
11 resources development fund to the Alaska Power Authority to be allocated for
12 the following projects:

13 Project	Amount
14 (1) Dillingham - Lake Elva	\$ 4,000,000
15 (2) Lake Tyee	15,000,000
16 (3) Haines - Dyeabus	400,000
17 (4) Larsen Bay	200,000
18 (5) Grant Lake/Cordova	500,000
19 (6) Angoon tidal project	500,000
20 (7) Takatz	40,000
21 (8) Village electrical cooperative fuel 22 conversion project	125,000
23 (9) Susitna Acres, plan of study revisions	1,365,000
24 (10) Elim village electrical cooperative 25 project	300,000
26 (11) Togiak village electrical cooperative 27 project	40,000
28 (12) Goodnews Bay village electrical cooperative 29 project	45,000

1	(13) Akutan	1,100,000
2	(14) Savoonga	50,000
3	(15) White Mountain	50,000
4	(16) Projects in Ouzinkie, Chuathbaluk, Red Devil,	
5	Stony River, Nikolai, Hughes, Russian Mission,	
6	Crooked Creek, Sleetmute, Takotna, Telida,	
7	Koyukuk, Sheldon Point, Ambler, Grayling, Crater	
8	Lake, Buckland, Tanana reconnaissance studies	200,000
9	(17) Kaltag	720,000
10	(18) Scammon Bay	300,000
11	(19) Shungnak	75,000
12	(20) Kiana	900,000
13	(21) Kisaralik	100,000
14	(22) Tazimina	100,000
15	(23) Iliamna-Newhalen electric cooperative	300,000
16	(24) Nushagak electrical cooperative	150,000
17	(25) Unalakleet wind project	100,000
18	(26) Northwest Regional Attendance Area -	
19	Noatak school	225,000
20	(27) Northwest coal resources investigation	1,000,000
21	(28) Demonstration projects of rural waste heat	
22	recapture	500,000
23	(29) Kotzebue geothermal engineering feasibility	
24	and equipment	1,300,000
25	(30) Unalaska geothermal engineering feasibility	
26	and equipment	100,000
27	(31) Old Harbor	990,000

* Sec. 2. The sum of \$22,750,000 is appropriated from the renewable resources development fund to the Alaska Power Authority power project

1 revolving fund (AS 44.56.170) to be allocated as loans for the following
2 projects:

3	Project	Amount
4	(1) Swan Lake	\$18,000,000
5	(2) Terror Lake	1,050,000
6	(3) Port Lions	200,000
7	(4) Alaska Electric Light and Power	1,500,000
8	(5) Bethel	2,000,000

9 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
10 070(c).

Funding Information
General Fund \$650,000,000
Other Funds -0-
\$650,000,000

Introduced: ~~2/14/80~~
Referred: Finance
Finance Committee
BY MEEKINS, DUNCAN, MUNSON,
ROGERS AND GARDINER

1 IN THE HOUSE
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House CS for SB 375
~~HOUSE BILL NO. 734~~

IN THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE - SECOND SESSION
A BILL

For an Act entitled: "An Act making a special appropriation to the Department of Revenue for the reserve for emergency operating expenses account; and providing for an effective date."

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

* Section 1. The sum of ~~\$650,000,000~~^{350,000,000} is appropriated from the general fund to the Department of Revenue for the reserve for emergency operating expenses account.

* Sec. 2. This Act takes effect on the effective date of a version of an Act entitled "An Act establishing a reserve for operating expenses of state government for use only in a specified emergency; and providing for an effective date."

SB 375

An Act making a supplemental appropriation
to the Department of Public Safety,
Division of Fish and Wildlife Protection;
and providing for an effective date.

Inc. in
CSHB 60-sec. 70

IN: 2/13/80

Funding Information:

General Fund: \$105,000
Other Funds: -0-
\$105,000

Introduced: 2/1/80
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 375

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 supplemental appropriation to the
7 Department of Public Safety, Division of Fish and
8 Wildlife Protection; and providing for an effective
9 date."

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

11 * Section 1. The sum of \$105,000 is appropriated from the general fund
12 to the Department of Public Safety, Division of Fish and Wildlife Protec-
13 tion, for the purpose of providing security for a seized vessel, the M/V
14 Speedwell.

15 * Sec. 2. This Act takes effect immediately in accordance with AS
16 01.10.070(c).

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THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 375 - An act making a supplemental appropriation to the
 Title Dept. of Public Safety, and providing for an effective date.
 Requested by _____ Date 2-4-80

II. FISCAL DETAIL

Agency Affected Public Safety
 Program Category Affected NRMEC
 BRU, Program, or Subprogram(s) Affected Marine Enforcement (Vessel 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	105.0	0	0			
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	105.0	0	0			

FUNDING (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND	105.0	0	0			
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME	0	0	0			
PART TIME						
TEMPORARY						

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

The FY80 cost estimate is based upon the probable date of court action. Any similar situations in FY81 or FY82 would also require a supplemental appropriation request for unbudgeted costs.

IV. DATE 2/4/80 PREPARED BY *Mike Clemens*
 AGENCY Public Safety
 PHONE 465-4336
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

STATE OF ALASKA -- BUDGET UNIT SUMMARY

CATEGORY: NATURAL RESOURCE MANAGEMENT
 AGENCY: DEPARTMENT OF PUBLIC SAFETY

PROGRAM: FISH & WILDLIFE PROTECTION

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	GOVERNOR
ENFORCEMENT	5069.1	5437.5	5384.8	4917.1			5883.4
DIRECTORS OFFICE	514.7	581.3	560.4	580.5			615.0
AIRCRAFT SECTION	787.2	807.6	805.9	795.0			865.0
MARINE ENFORCEMENT	1242.8	1245.3	1123.9	1405.5			1925.0
** TOTAL	7613.8	8071.7	7875.0	7698.1			9288.9
** CHANGE VERSUS 80 AUTH							20.6%
OBJECT DESCRIPTION							
PERS. SERV.	5160.6	5563.5	5451.3	5568.6			6125.9
TRAVEL	302.3	302.3	356.6	228.8			305.7
CONTRACTUAL	1155.1	1224.5	1150.2	1133.0			1652.7
COMMODITIES	634.5	635.1	581.2	666.0			1031.7
EQUIPMENT	271.5	271.5	260.3	55.0			123.0
LANDS/BLDGS	74.8	74.8	75.4	46.7			49.9
GRANTS, CLMS	15.0						
FUNDING SOURCE							
FED. RECEIPT	172.8	172.8	172.8	172.8			
GENERAL FUND	7441.0	7898.9	7702.2	7525.3			9288.9
** GENERAL FUND CHANGE VS. 80 AUTH							23.4%
POSITIONS							
FULL-TIME	125.0	127.0	127.0	126.0			127.0
PART-TIME							50.0
TEMPORARY	28.0	27.0	27.0	28.0			1.0
STAFF MONTHS	1767.1	1774.9	1774.9	1774.9			1873.0

Fish and Wildlife Protection Program Area

The Fisheries Resources and the Game Program Area descriptions (above) provide a brief commentary on the fiscal, ecological, and social values of Alaska's fish and wildlife resources. These Program Areas focus on the optimal management of fish and wildlife stocks. In addition to these programs, the Fish and Game Administration and Support Program Areas (also discussed above) centers on management direction and the formulation of rules/regulations for fish and wildlife resource utilization. Programs within the Fish and Wildlife Protection Program Area strive to protect these resources from violators of the State's fish and game laws and regulations. Such resource abusers include non-resident as well as resident commercial, sport and subsistence hunters and fishermen. Typical violations include out of season harvest, fishing and hunting in areas outside the boundaries of designated hunting and fishing zones, and violations of creel and game bag limits. Protection efforts within this Program Area represents an amalgamation of the following BRU activities: Enforcement BRU - trooper field support; Directors Office BRU - program direction and administration; Aircraft Section BRU - air support; and Marine Enforcement BRU - heavy and light vessels support.

It is virtually impossible to estimate the economic drain on renewable resources, due to fish and game law violations, because the vast majority of such infractions are not detected. For example, the Division of Fish and Wildlife Protection estimates that 1 in 9 sport fisheries violations is detected and prosecuted. Similarly they estimate 1 in 5 game law violations and 1 in 4 commercial fisheries violations are currently detected and prosecuted. The Division aims to prevent expansion of these compliance ratios in FY 81 through increased efforts in undercover operations and public education programs.

PROGRAM AREA MEASURES

For Fish and Wildlife Protection	FY 79	FY 80	FY 81
<u>Commercial Fish</u> The percentage of estimated violators who are actually apprehended	26%	26%	26%
<u>Game</u> The percentage of estimated violators who are actually apprehended	19%	19%	19%
<u>Sport Fish</u> The percentage of estimated violators who are actually apprehended	11%	11%	11%

February 1, 1980

The Honorable Clem Tillion
President of the Senate
Alaska State Legislature
Pouch V
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 supplemental appropriation to the Department of Public Safety, Division of Fish and Wildlife Protection, for the purpose of providing security for a seized vessel, the M/V Speedwell.

Back-up material explaining the need for this appropriation is also being submitted with this bill.

Sincerely,

S/JSH

Jay S. Hammond
Governor

TO: Ron Lehr, Director
Division of Budget and Management
Office of the Governor

DATE: December 12, 1979

FILE NO:

TELEPHONE NO:

FROM: Robert Stickles, Director
Division of Administrative Services
Department of Public Safety

SUBJECT: Request for \$105.0
Supplemental Funds for
Marine Enforcement BRU

The Department of Public Safety, Division of Fish and Wildlife Protection, Marine Enforcement, requests \$105.0 in supplemental funds for FY80. These funds are needed for the security of the M/V Speedwell and are requested as a one-time item.

The M/V Speedwell, a 160 ft. stern trawler owned by Speedwell, Inc., was seized in Marmot Bay, approximately 20 miles north of Kodiak by the Fish and Wildlife Patrol Vessel, Vigilant. The incident occurred on October 31, 1979. The Speedwell was seized pursuant to a court order resulting from investigations conducted by the investigation section of the Division of Fish and Wildlife stating that the M/V Speedwell was processing herring in Togiak Bay during May, 1979 and that during those operations, herring flesh or carcasses were wasted in violation of AS 16.10.173. Investigations indicate approximately 500,000 pounds of herring was intentionally destroyed and wasted during the commercial pursuit of herring roe.

The seizure of the vessel was necessary in order that the vessel, with paraphernalia and gear will be in the jurisdiction of the Alaskan courts and will not be sold, encumbered, or reduced in value or lost during the pendency of any forfeiture proceedings brought by the State of Alaska.

Proper security, maintenance and repair of the \$5,000,000 vessel must be assured while it is in the State's possession. This includes:

1. 24-hour a day security watch.
2. Maintenance and repair.
3. Fuel oil, lube oil, filters and maintenance/repairs, parts and supplies.

The Department does not have the personnel available to provide these needed services so it has contracted them out to Alaska Terminal and Stevedoring Co. Inc.. The cost of these services is \$700 a day, plus the State must pick up the cost of necessary maintenance and repair, parts, fuel and any additional insurance that may be required.

It is anticipated that this case will not be put on the court's calendar until March, 1980. This will bring estimated costs to approximately \$105,000. There is the possibility of an out-of-court settlement or an earlier court date, but both are unlikely. In the meantime, the Department is suffering by expending these large amounts from its operating budget.

FY 80 SUPPLEMENTAL REQUEST ANALYSIS

	1	2	3	4	5	6	7	8	9	10	11
	FY 78 ACTUAL	FY 79 FINAL AUTH.	FY 79 ACTUAL	FY 80 GOV. BUDGET	FY 80 INITIAL AUTH.	FY 80 CURRENT AUTH.	FY 80 EXPENDITURES + ENCUMBRANCES 7/1/-11/30	FY 80 OTHER OBLIGATIONS 7/1/-11/30	FY 80 ** PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 80 (DEFICIT) OR EXCESS	FY 81 CONTINUAT
PERSONAL SERVICES	458.6	735.6	676.3	833.3	802.6	802.6	*436.1	30.9	489.7	(154.1)	834.4
TRAVEL	27.4	26.5	16.5	29.4	22.0	22.0	3.8	.2	15.0	3.0	30.0
INTRACTUAL SERVICES	224.2	161.5	175.3	239.9	239.9	239.9	129.6	2.2	223.2	(115.1)	284.6
COMMODITIES	160.4	270.9	206.3	287.2	287.2	287.2	55.3	1.1	320.8	(90.0)	449.5
EQUIPMENT	32.6	50.8	49.5	57.5	53.8	53.8	.7	.5	56.2	-0-	57.4
LANDS, BLDG. ...											
GRANTS, CLAIMS, ...											
MISCELLANEOUS											
TOTAL	903.2	1245.3	1123.9	1447.3	1405.5	1405.5	625.5	34.9	1104.9	(356.2)	1655.9
FEDERAL RECEIPTS	172.8	172.8	172.8	172.8	172.8	172.8	*172.8				172.8
REQUIRED GF MATCHING											
OTHER GENERAL FUND	730.4	1072.5	951.1	1274.5	1232.7	1232.7	452.7	34.9	1104.9	(356.2)	1483.1
INTER-AGENCY RECEIPTS											

*158.4 is restricted as unanticipated federal receipts due to cancellation of Marine Mammal Contract

** Assuming there are no price fluctuations from 10/30/79 thru 6/30/80.

AGENCY: Public Safety BRU: Marine Enforcement COMPONENT: _____ REVISED: _____



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

3/23/90
Date

Groundfish Projects

513375

Cash

Homer dock - 1st year construction	\$3,820,000	
Kodiak Near Island boat harbor - engineering studies	500,000	
St. Paul Harbor engineering studies	350,000	
Sand Point dock engineering studies	500,000	
Chernofski prelim. planning and design	250,000	
King Cove dock - engineering studies	150,000	
Sitka dock-site selections & engineering	250,000	
Unalaska dock	3,350,000	
King Cove diesel generator (600 kw)	200,000	
Kodiak Near Island bridge	500,000	
Akutan dock-site study	250,000	
King Cove/Sand Point storm damage	1,307,500	
Whittier Boat Harbor	3,000,000	
St. George Boat Harbor small boat landing preliminary engineering for breakwater & dredging	100,000	
Bethel Dock Expansion (Municipal Grant)	650,000	
	<u>\$15,177,500</u>	

Bonds

Homer Harbor	\$6,100,000	
Sitka Harbor	1,400,000	
Kodiak Near Island Boat Harbor	2,000,000	
Cold Bay runway resurfacing	2,250,000	
Homer ferry terminal	3,500,000	
Sand Point dock	3,000,000	
Kodiak Near Island Bridge	5,500,000	
	<u>\$23,750,000</u>	

Electric Projects

		<u>Per E. Yould</u>
Akutan Hydro (150 kw)	\$1,100,000	\$1,100,000
Scammon Bay Hydro (170 kw)	544,000	1,000,000
Port Lions 2 (90 kw)	996,000	1,300,000
Crater Lake (389 kw)	2,000,000	2,500,000
	<u>\$4,640,000</u>	<u>\$5,900,000</u>

TOTAL

\$43,567,500

Funding Information:
General Fund: \$105,000
Other Funds: -0-
\$105,000

Introduced: 2/1/80
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 375

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 supplemental appropriation to the
7 Department of Public Safety, Division of Fish and
8 Wildlife Protection; and providing for an effective
9 date."

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

11 * Section 1. The sum of \$105,000 is appropriated from the general fund
12 to the Department of Public Safety, Division of Fish and Wildlife Protec-
13 tion, for the purpose of providing security for a seized vessel, the M/V
14 Speedwell.

15 * Sec. 2. This Act takes effect immediately in accordance with AS
16 01.10.070(c).

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FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 375 - An act making a supplemental appropriation to the
 Title Dept. of Public Safety, and providing for an effective date.
 Requested by _____ Date 2-4-80

II. FISCAL DETAIL

Agency Affected Public Safety
 Program Category Affected NRMEC
 BRU, Program, or Subprogram(s) Affected Marine Enforcement (Vessel 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	105.0	0	0			
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	105.0	0	0			

FUNDING (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND	105.0	0	0			
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME	0	0	0			
PART TIME						
TEMPORARY						

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

The FY80 cost estimate is based upon the probable date of court action. Any similar situations in FY81 or FY82 would also require a supplemental appropriation request for unbudgeted costs.

IV. DATE 2/4/80

PREPARED BY *Mike Clemens*
 AGENCY Public Safety
 PHONE 465-4336

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

February 1, 1980

The Honorable Clem Tillion
President of the Senate
Alaska State Legislature
Pouch V
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 supplemental appropriation to the Department of Public Safety, Division of Fish and Wildlife Protection, for the purpose of providing security for a seized vessel, the M/V Speedwell.

Back-up material explaining the need for this appropriation is also being submitted with this bill.

Sincerely,

S/JS H

Jay S. Hammond
Governor

MEMORANDUM
MEMORANDUM

Log # 12-2

TO: Ron Lehr, Director
Division of Budget and Management
Office of the Governor

DATE: December 12, 1979

FILE NO:

TELEPHONE NO.

FROM: Robert Stickles, Director
Division of Administrative Services
Department of Public Safety

SUBJECT: Request for \$105.0
Supplemental Funds for
Marine Enforcement BRU

The Department of Public Safety, Division of Fish and Wildlife Protection, Marine Enforcement, requests \$105.0 in supplemental funds for FY80. These funds are needed for the security of the M/V Speedwell and are requested as a one-time item.

The M/V Speedwell, a 160 ft. stern trawler owned by Speedwell, Inc., was seized in Marmot Bay, approximately 20 miles north of Kodiak by the Fish and Wildlife Patrol Vessel, Vigilant. The incident occurred on October 31, 1979. The Speedwell was seized pursuant to a court order resulting from investigations conducted by the investigation section of the Division of Fish and Wildlife stating that the M/V Speedwell was processing herring in Togiak Bay during May, 1979 and that during those operations, herring flesh or carcasses were wasted in violation of AS 16.10.173. Investigations indicate approximately 500,000 pounds of herring was intentionally destroyed and wasted during the commercial pursuit of herring roe.

The seizure of the vessel was necessary in order that the vessel, with paraphernalia and gear will be in the jurisdiction of the Alaskan courts and will not be sold, encumbered, or reduced in value or lost during the pendency of any forfeiture proceedings brought by the State of Alaska.

Proper security, maintenance and repair of the \$5,000,000 vessel must be assured while it is in the State's possession. This includes:

1. 24-hour a day security watch.
2. Maintenance and repair.
3. Fuel oil, lube oil, filters and maintenance/repairs, parts and supplies.

The Department does not have the personnel available to provide these needed services so it has contracted them out to Alaska Terminal and Stevedoring Co. Inc.. The cost of these services is \$700 a day, plus the State must pick up the cost of necessary maintenance and repair, parts, fuel and any additional insurance that may be required.

It is anticipated that this case will not be put on the court's calendar until March, 1980. This will bring estimated costs to approximately \$105,000. There is the possibility of an out-of-court settlement or an earlier court date, but both are unlikely. In the meantime, the Department is suffering by expending these large amounts from its operating budget.

The Division has no budgeted funds to pay for such situations. The FY80 budget has no means to cope with this cost; budget cuts, inflated costs and reduced program receipts have severely impacted the Budget.

Commercial profitability that such illegal activity affords to individuals when coupled with the renewed emphasis of the department in the commercial fishery enforcement, is likely to increase the frequency of such incidents and therefore, the Department is proposing to establish a special contingency fund to avoid the delay associated with the justification of each such transaction.

Your favorable consideration of this supplemental request is appreciated.

RS:NC:clc

cc: Col. F. Woldstad, Director
Division Fish & Wildlife Protection

FY 80 SUPPLEMENTAL REQUEST ANALYSIS

	1	2	3	4	5	6	7	8	9	10	
	FY 78 ACTUAL	FY 79 FINAL AUTH.	FY 79 ACTUAL	FY 80 GOV. BUDGET	FY 80 INITIAL AUTH.	FY 80 CURRENT AUTH.	FY 80 EXPENDITURES + ENCUMBRANCES 7/1/-11/30	FY 80 OTHER OBLIGATIONS 7/1/-11/30	FY 80 ** PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 80 (DEFICIT) OR EXCESS	FY CONT
PERSONAL SERVICES	458.6	735.6	676.3	833.3	802.6	802.6	*436.1	30.9	489.7	(154.1)	8
VEHICLE	27.4	26.5	16.5	29.4	22.0	22.0	3.8	.2	15.0	3.0	
TRACTUAL SERVICES	224.2	161.5	175.3	239.9	239.9	239.9	129.6	2.2	223.2	(115.1)	2
MODITIES	160.4	270.9	206.3	287.2	287.2	287.2	55.3	1.1	320.8	(90.0)	4
EQUIPMENT	32.6	50.8	49.5	57.5	53.8	53.8	.7	.5	56.2	-0-	
POSTS, BLDG. ...											
INDEMNITIES, CLAIMS.											
CELLANEOUS											
TOTAL	903.2	1245.3	1123.9	1447.3	1405.5	1405.5	625.5	34.9	1104.9	(356.2)	10
FEDERAL RECEIPTS	172.8	172.8	172.8	172.8	172.8	172.8	*172.8				1
REQUIRED GF MATCHING											
FROM GENERAL FUND	730.4	1072.5	951.1	1274.5	1232.7	1232.7	452.7	34.9	1104.9	(356.2)	1
INTER-AGENCY RECEIPTS											

*158.4 is restricted as unanticipated federal receipts due to cancellation of Marine Mammal Contract

** Assuming there are no price fluctuations from 10/30/79 thru 6/30/80.

AGENCY: Public Safety BRU: Marine Enforcement COMPONENT: _____ REVISED: _____



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

3/23/90
Date

AMENDMENT #1

OFFERED IN THE SENATE:

By: Senate Finance

To: _____ SENATE BILL No. CS SB 377

HOUSE BILL No. _____

PAGE: _____

LINE: _____

Page 2:

Delete lines 6 through 9, and insert:

"(3) six members from the legislature, at least
one from each house;"

Page 2, Line 10

Renumber existing "(5)" to "(4)".

Joe Bennett

AMENDMENT

OFFERED IN THE SENATE:

By: Senate Finance

To: _____ SENATE BILL No. CS SB 377

HOUSE BILL No. _____

PAGE: _____

LINE: _____

Page 2:

Delete lines ~~X~~⁶ through ~~X~~⁹, and insert:

"(3) six members from the legislature, at least one from each house;"

Page 2, Line ~~X~~¹⁰:

Re-number existing "(5)" to "(4)".

Original sponsors: Ray, Colletta
and Kerttula

Offered: 2/29/80
Referred: Finance

1 IN THE SENATE

BY THE JUDICIARY COMMITTEE

2 CS FOR SENATE BILL NO. 377

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 transportation safety."

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

8 * Section 1. AS 44.19.025 is amended to read:

9 Sec. 44.19.025. ADMINISTRATION OF HIGHWAY SAFETY PROGRAM. The
10 governor may contract and do all other things necessary on behalf of
11 this state under the Federal Highway Safety Act of 1966, and may co-
12 operate with interested persons and agencies [FEDERAL AND STATE
13 AGENCIES, PRIVATE AND CORPORATE AGENCIES, INTERESTED CORPORATIONS, AND
14 INDIVIDUALS,] to effectuate the purposes of that Act. The governor
15 may designate a person to serve as his highway safety representative;
16 however, the governor is the official in this state having the ultimate
17 responsibility for dealing with the federal government with respect to
18 programs and activities under the Federal Highway Safety Act of 1966.
19 He shall coordinate the activities relating to highway safety of state
20 departments, agencies and subdivisions and of the Transportation Safety
21 Commission established in AS 44.19.801.

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

23 ARTICLE 10A. TRANSPORTATION SAFETY COMMISSION.

24 Sec. 44.19.801. TRANSPORTATION SAFETY COMMISSION. (a) There is
25 established in the Department of Public Safety the Transportation Safety
26 Commission.

27 (b) The Transportation Safety Commission consists of 15 members,
28 as follows:

29 (1) the attorney general and the commissioners of public

1 safety, transportation and public facilities, and health and social
2 services;

3 (2) one superior court or district court judge who is ex-
4 perenced in the adjudication of traffic cases selected by the chief
5 justice of the supreme court;

6 (3) three members of the house of representatives selected by
7 the speaker of the house;

8 (4) three members of the senate selected by the president of
9 the senate;

10 (5) four residents of the state selected by the governor
11 based on geographic representation and population distribution.

12 (c) Members of the Transportation Safety Commission other than
13 legislators, serve at the pleasure of the governor. Members of the
14 commission serve without compensation, but are entitled to receive the
15 same per diem and travel expenses authorized by law for boards and
16 commissions.

17 Sec. 44.19.811. POWERS AND DUTIES. (a) The Transportation Safety
18 Commission is the state planning agency and shall assist the governor in
19 the exercise of his powers and duties relating to the Federal Highway
20 Safety Act under AS 44.19.025. The commission may apply for, receive,
21 and use grants, gifts and other assistance from the federal government
22 and from other public and private sources for the execution of its
23 programs.

24 (b) The Transportation Safety Commission may investigate state and
25 local transportation safety needs and seek financing for the development
26 of programs and techniques to

27 (1) alleviate and prevent all types of transportation acci-
28 dents;

29 (2) aid the court system in the adjudication of highway, road

1 and street traffic cases;

2 (3) aid peace officers in the enforcement of all transporta-
3 tion laws; and

4 (4) rehabilitate traffic offenders and prevent recidivism of
5 traffic offenders.

6 (c) The Transportation Safety Commission shall provide assistance,
7 planning, and coordination to state agencies with responsibilities
8 related to transportation safety to encourage the efficient allocation,
9 use, and coordination of transportation safety and related personnel at
10 the state and local level and to determine reasonable qualifications for
11 the employment of that personnel.

12 (d) The court system and the state departments and agencies with
13 responsibilities related to transportation safety shall assist the
14 Transportation Safety Commission in the performance of its duties.

15 (e) In order to facilitate communication and cooperation, the
16 Transportation Safety Commission shall conduct conferences to discuss
17 and plan

18 (1) transportation safety;

19 (2) traffic enforcement and adjudication; and

20 (3) offender rehabilitation programs and personnel for the
21 court system and the state departments and agencies.

22 Sec. 44.19.821. STAFF. (a) The governor, or the person desig-
23 nated under AS 44.19.025, with the approval of the governor, may select
24 a director to administer the governor's programs under AS 44.19.025 and
25 the programs of the Transportation Safety Commission under AS 44.19.-
26 801 - 44.19.811.

27 (b) The director may employ personnel as necessary to carry out
28 the functions assigned under AS 44.19.025 and 44.19.801 - 44.19.811.
29 Personnel employed under this subsection are in the classified service

under AS 39.25.100.

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Introduced: 2/1/80
Referred: Judiciary and
Finance

1 IN THE SENATE

BY RAY, COLLETTA AND KERTTULA

2 SENATE BILL NO. 377

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 highway safety."

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

8 * Section 1. AS 44.19.025 is amended to read:

9 Sec. 44.19.025. ADMINISTRATION OF HIGHWAY SAFETY PROGRAM. The
10 governor may contract and do all other things necessary on behalf of
11 this state under the Federal Highway Safety Act of 1966, and may co-
12 operate with interested persons and agencies [FEDERAL AND STATE
13 AGENCIES, PRIVATE AND CORPORATE AGENCIES, INTERESTED CORPORATIONS, AND
14 INDIVIDUALS,] to effect [EFFECTUATE] the purposes of that Act. The
15 governor may designate a person to serve as his highway safety represen-
16 tative; however, the governor is the official in this state having the
17 ultimate responsibility for dealing with the federal government with
18 respect to programs and activities under the Federal Highway Safety Act
19 of 1966. He shall coordinate the activities relating to highway safety
20 of state departments, agencies and subdivisions and of the Highway
21 Safety Commission established in AS 44.19.801.

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

23 ARTICLE 10A. HIGHWAY SAFETY COMMISSION.

24 Sec. 44.19.801. HIGHWAY SAFETY COMMISSION. (a) There is estab-
25 lished in the Office of the Governor the Highway Safety Commission.

26 (b) The Highway Safety Commission is composed of 15 members, who
27 shall include:

28 (1) the attorney general and the commissioners of public
29 safety, transportation and public facilities, and health and social

1 services;

2 (2) one superior court or district court judge who is ex-
3 perenced in the adjudication of traffic cases selected by the chief
4 justice of the supreme court;

5 (3) three members of the house of representatives selected by
6 the speaker of the house;

7 (4) three members of the senate selected by the president of
8 the senate;

9 (5) four residents of the state selected by the governor
10 based on geographic representation and population distribution.

11 (c) Members of the Highway Safety Commission serve at the pleasure
12 of the governor. Members of the commission receive no salary for their
13 service on the commission, but are entitled to receive the same per diem
14 and travel expenses authorized by law for boards and commissions.

15 Sec. 44.19.811. POWERS AND DUTIES. (a) The Highway Safety Com-
16 mission acts as the state planning agency and assists the governor in
17 the exercise of his powers and duties under AS 44.19.025. The commis-
18 sion may apply for, receive, and utilize grants, gifts and other forms
19 of assistance from the federal government and from other public and
20 private sources for the execution of its programs.

21 (b) The Highway Safety Commission may investigate state and local
22 highway safety needs and seek funding for the development of more effec-
23 tive programs and techniques to

24 (1) alleviate and prevent traffic accidents;

25 (2) aid the court system in the adjudication of traffic
26 cases;

27 (3) aid peace officers in the enforcement of traffic laws;
28 and

29 (4) rehabilitate traffic offenders and prevent recidivism.

1 (c) The Highway Safety Commission shall provide planning and
2 coordination assistance to state agencies with responsibilities related
3 to highway safety to encourage the most efficient allocation, utiliza-
4 tion, and coordination of highway safety and related personnel at the
5 state and local level and to determine reasonable qualifications for the
6 employment of the personnel.

7 (d) The court system and the state departments and agencies with
8 responsibilities related to highway safety shall assist the Highway
9 Safety Commission in the performance of its duties.

10 (e) In order to facilitate communication and cooperation the
11 Highway Safety Commission shall conduct conferences to discuss and plan
12 highway safety, traffic enforcement and adjudication, and offender
13 rehabilitation programs and personnel for the court system and the state
14 departments and agencies.

15 Sec. 44.19.821. STAFF. (a) The governor, or the person desig-
16 nated under AS 44.19.025, with the approval of the governor, may select
17 a director to administer the governor's programs under AS 44.19.025 and
18 the programs of the Highway Safety Commission under AS 44.19.801 -
19 44.19.811.

20 (b) The director may employ personnel as necessary to carry out
21 the functions assigned under this chapter. Personnel employed under
22 this subsection are in the classified service under AS 39.25.100.
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Pg 2

See 3 & 4 New Sec. 3 & Renumber accordingly.

AMENDMENT

Delete all language line 5 thru line 14 and insert new language:

(3) Six members from the legislature, at least one from each house ;

~~(5) (4) Four residents from the state selected by the governor based on geographic representation and population distribution.~~

~~c) except for legislators, the members of the highway commission serve at the pleasure of the governor. Members of the commission receive no salary for their service on the commission, but are entitled to receive the same per diem and travel expenses authorized by law for . ards and commissions.~~

CS SENATE BILL 377: "An Act relating to transportation safety".

Senate Bill 377 would allow for the establishment of the Transportation Safety Commission within the Department of Public Safety. The Commission would consist of 15 members including the Attorney General, and the Commissioners of Public Safety, Transportation and Public Facilities, and Health and Social Services. In addition, other members would include one superior or district court judge, three members of the House of Representatives, three members of the Senate, and four residents of the state selected by the Governor.

As a state planning agency, the Transportation Safety Commission shall assist the Governor in his powers and duties carried out under the Highway Safety Act (AS 44.19.025). The Commission will also involve itself in developing programs relating to transportation accident prevention, aid the court system in the adjudication of highway, road and traffic accidents; while also assisting in the enforcement of transportation laws, as well as providing assistance for the rehabilitation of traffic offenders, including recidivism of traffic offenders. Further, for planning and development purposes, the Commission shall also conduct conferences relating to the above areas. Including discussion at these conferences on personnel for the court system, state departments and other agencies involved in transportation safety.

State and local assistance shall be provided to other agencies and communities by the Commission, in their coordination of transportation safety and employment of qualified personnel engaged in transportation safety programs. Likewise, these agencies shall assist the Commission in carrying out their duties.

A director selected by the Governor, or his designee, shall administer the programs of both the Governor, and the Transportation Safety Commission.

Funding for FY81 to provide travel and per diem expenses for the 15 members of the Commission totals \$10,000. See fiscal note for succeeding years.

POSITION PAPER

SENATE BILL NO. 377

"An Act relating to highway safety."

Senate Bill 377 provides for the creation of a Highway Safety Commission in the Office of the Governor to encourage coordination and joint planning among state agencies assigned responsibilities with regard to highway safety. The Commission would provide planning assistance, including research of needs and potential sources of funding for highway safety programs.

The Department of Health and Social Services recognizes the need for increased coordination of highway safety efforts, since many state agencies (Courts; Department of Public Safety; Department of Law; Department of Transportation and Public Facilities; and Department of Health and Social Services) are presently involved in the administration of such programs.

We were pleased to be included as a member of the Commission, in that the Department has many programs which have a special interest in highway safety and the prevention of traffic accidents. These programs include alcoholism and drug abuse, emergency medical services, public health education, and corrections.

Some areas of potential discussion are:

1. The Bill places the Highway Safety Commission in the Office of the Governor. The Governor has recently, by executive order, transferred many special offices and commissions directly from under his office to various departments of state government. That transfer was implemented as a result of the Governor's Management and Efficiency Study. Therefore, it may be appropriate to explore placement in another agency, such as the Department of Public Safety, rather than in the Office of the Governor.
2. There is no provision for coverage of a slot on the Commission if a member (such as a Commissioner) is traveling or otherwise unable to attend a meeting. It may be worthwhile to consider allowing members to designate persons to represent them in their absence.

Department Position

The Department of Health and Social Services recognizes the need for increased coordination of state programs and planning processes for highway safety. We therefore recommend passage of SB 377.

Approved by:

Helen D. Beirne
Helen D. Beirne
Commissioner

Date:

2 - 25 - 80

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 377
 Title An Act Relating to Highway Safety
 Requested by Senators Rav, Colletta and Kerttula Date 2-1-80

II. FISCAL DETAIL

Agency Affected Department of Public Safety
 Program Category Affected Public Protection
 BRU, Program, or Subprogram(s) Affected Traffic Safety Improvement
 (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	0	10	10.7	11.5	12.3	13.2
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						

TOTAL

FUNDING (Thousands of Dollars)

GENERAL FUND	0	10	10.7	11.5	12.3	13.2
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME	0	0	0	0	0	0
PART TIME						
TEMPORARY						

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

Funds will provide travel and per diem expenses to the fifteen members of the Highway Safety Commission as per AS 44.19.801(c) for the purpose of conducting conferences for planning, enforcement and adjudication, and offender rehabilitation. An inflation factor of seven per cent is added for the succeeding years.

IV. DATE 2/21/80 PREPARED BY Charles A. Smith
 AGENCY Alaska Highway Safety Planning Agency
 PHONE 465-4371
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

CATEGORY: PUBLIC PROTECTION
 PROGRAM: LIFE AND PROPERTY PROTECTION

AGENCY: PUBLIC SAFETY
 BRU (s): TRAFFIC SAFETY IMPROVEMENT

The Traffic Safety Improvement BRU funds the operation of the Alaska Highway Planning Agency. The goal of the Agency is to develop and implement programs to save lives and financial loss by reducing traffic-caused fatalities. To accomplish this, the agency must, through accident data and utilization of a management by objectives approach, work with all state agencies concerned, as well as all political subdivisions of the state to develop necessary programs and countermeasures, beginning at the city or village level, and merging all of these political subdivision plans into the State's Highway Safety Plan. Once the plan is complete, the agency then promotes, coordinates and assists the various affected agencies in implementation of the required programs by providing the necessary guidance and expertise as well as funding through grants, which make up the bulk of expenditures in this BRU. The United States Department of Transportation, National Highway Traffic Safety Administration, assists the state in implementing the State Plan by providing a significant amount of federal funds.

The Highway Safety Plan for FY 80 (10-1-79 - 9-30-80) provides federal funds to assist counter measures directed towards the 55 MPH enforcement, DUI/DWI Suppression, traffic law enforcement, driver education, school bus driver training, traffic safety training, roadway engineering deficiencies, emergency medical services and improved traffic records. A Highway Safety Plan is currently being developed for FY 81.

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	GOVERNOR
TRAFFIC SAFETY IMPROVEMENT	1169.2	2422.3	1635.8	2088.5			1518.0
** TOTAL	1169.2	2422.3	1635.8	2088.5			1518.0
** CHANGE VERSUS 80 AUTH							-27.3%
OBJECT DESCRIPTION							
PERS. SERV.	178.3	284.7	277.5	182.7			239.2
TRAVEL	68.0	73.0	22.4	30.0			28.5
CONTRACTUAL	64.0	74.0	49.8	55.3			44.1
COMMODITIES	7.0	7.2	4.6	5.0			4.9
EQUIPMENT	7.4	7.4					1.1
GRANTS, CLMS	844.5	1676.0	1281.5	1815.3			1200.2
MISC.		300.0					
FUNDING SOURCE							
FED. RECEIPT	972.4	1924.2	1437.7	1731.8			1315.8
G. F. MATCH	46.8	48.1	48.1	49.7			50.2
GENERAL FUND	150.0	450.0	150.0	307.0			152.0
** GENERAL FUND CHANGE VS. 80 AUTH							-43.3%
POSITIONS							
FULL-TIME	6.0	6.0	6.0	6.0			7.0
STAFF MONTHS	72.0	72.0	72.0	72.0			84.0

FROM FORM 22 line 6 - BUDGET ESTIMATE Type of Revenue/Receipt Code	FY 79 ACTUAL	FY 80 AUTHORIZED	FY 80 REVISED	FY 81			FY 81 ESTIMATE
				CONTINUATION	ADDITION	REQUEST	
1	2	3	4	5	6	7	8
Federal/780	952.9	1731.8		2004.7	(700.0)	1304.7	

AGENCY Public Safety PROGRAM AREA Life & Property Protection

BRU Traffic Safety Improvement

FY 81

21 REVENUE SUMMARY

COMPONENT Traffic Safety Improvement

00107

Page 1 of 1

REVISED DATE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SENATE BILL NO. 377

Title "An Act relating to highway safety."

Requested by Commissioner's Office

Date 2/25/80

II. FISCAL DETAIL

Agency Affected Department of Health and Social Services

Program Category Affected Health/Division of Public Health

BRU, Program, or Subprogram(s) Affected _____

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

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES	0	0	0	0	0	0
200 TRAVEL	0	0	0	0	0	0
300 CONTRACTUAL	0	0	0	0	0	0
400 COMMODITIES	0	0	0	0	0	0
500 EQUIPMENT	0	0	0	0	0	0
600 LAND & STRUCTURES	0	0	0	0	0	0
700 GRANTS, CLAIMS, ETC.	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0

FUNDING (Thousands of Dollars)

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

POSITIONS

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

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

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

Prepared by: *Mary Deaver* M. Deaver

Division/Office: P.H. Admin.

Department of Health & Social Services

Date: 2/25/80

PH: 3090

33-001 (Rev. 12/79)

Modify by DHSS (11-28-79)

Approval DHSS Mgt. & Bdgt: *M. Deaver*

Date: 2/25/80



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

3/23/90
Date

COMMITTEE REPORT
SENATE

FURTHER: Finance

2/1/80

Date: Mar 27, 1980

Mr. President:

The Committee on COMMERCE has had SB 378
Alaska Industrial Development Authority

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} recommendations NEB

NEB referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

2 Curtis Stansbury, if amended
~~Brad Bradley~~ NEB

Terry Stinson No Rec
Brad Bradley No Rec
Tim Kelly No Rec

Brad Bradley
CHAIRMAN

Introduced: 2/1/80
 Referred: Commerce and Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
 REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 378

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

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

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

9 * Section 1. AS 39.25.110 is amended by adding a new paragraph to read:

10 (22) the executive director and other employees of the

11 Alaska Industrial Development Authority.

12 * Sec. 2. AS 44.61.010 is amended to read;

13 Sec. 44.61.010. LEGISLATIVE FINDING AND POLICY. (a) The legisla-
 14 ture finds, determines and declares that

15 (1) there exist areas of the state in which seasonal and
 16 nonseasonal unemployment exist;

17 (2) this unemployment is a serious menace to the health,
 18 safety and general welfare, not only to the people in those areas, but
 19 also to the people of the entire state;

20 (3) the state lacks the basic manufacturing, [AND] indus-
 21 trial, and other business enterprises necessary to permit adequate
 22 development of its natural resources and the balanced growth of its
 23 economy;

24 (4) the establishment of industrial, [AND] manufacturing,
 25 and other business enterprises [PLANTS] in Alaska, including facili-
 26 ties for air and water transportation, mass commuting facilities,
 27 parking facilities, pollution control and waste disposal facilities,
 28 [AND] facilities for the local furnishing of electric energy or gas,
 29 facilities for the furnishing of water, if available on demand to

1 members of the general public, industrial parks and commercial agri-
2 culture, tourism, mining, on-shore and off-shore fish harvesting and
3 processing, and other trade or service facilities is essential to the
4 development of the natural resources and the long term economic growth
5 of the state, and will directly and indirectly alleviate unemployment
6 in the state;

7 (5) the achievement of the goal of full employment, and of
8 establishment and continuing operation and development of industrial,
9 [AND] manufacturing, and other business enterprises [PLANTS] in the
10 state, including facilities for air and water transportation, mass
11 commuting facilities, parking facilities, pollution control and waste
12 disposal facilities, [AND] facilities for the local furnishing of
13 electric energy or gas, facilities for the furnishing of water, if
14 available on demand to members of the general public, industrial parks
15 and commercial agriculture, tourism, mining, on-shore and off-shore
16 fish harvesting and processing and other trade or service facilities
17 will be accelerated and facilitated by the creation of an instrumen-
18 tality of the state with powers to incur debt and to make and insure
19 loans to finance, and to assist private lenders to make loans to
20 finance, [FOR ACQUIRING OR CONSTRUCTING] industrial, [AND] manufactur-
21 ing, and other business enterprise projects [PLANTS], including facili-
22 ties for air and water transportation, mass commuting facilities,
23 parking facilities, pollution control and waste disposal facilities,
24 [AND] facilities for the local furnishing of electric energy or gas,
25 facilities for the furnishing of water, if available on demand to
26 members of the general public, industrial parks and commercial agri-
27 culture, tourism, mining, on-shore and off-shore fish harvesting and
28 processing, and other trade or service facilities for private operation
29 and thus provide financial assistance for the establishment, operation

1 and development of these projects [PLANTS ON A BASIS OFFSETTING IN
2 WHOLE OR IN PART THE CONSTRUCTION, MARKETING OR OTHER COSTS INVOLVED
3 IN THE PROJECTS].

4 (b) It is declared to be the policy of the state, in the in-
5 terests of promoting the health, security and general welfare of all
6 the people of the state, and a public purpose to increase job oppor-
7 tunities and otherwise to encourage the economic growth of the state,
8 including the development of its natural resources, through the
9 establishment of manufacturing, [AND] industrial, and other business
10 enterprises by creating the public corporation with power, duties and
11 functions as provided in this chapter.

12 * Sec. 3. AS 44.61.050(c) is amended to read:

13 (c) The authority may appoint persons as officers it considers
14 advisable, including an executive director [OR EXECUTIVE VICE-PRESI-
15 DENT], and may employ professional advisors, counsel, technical experts,
16 agents, and other employees it considers advisable. The executive
17 director and employees of the authority are in the exempt service
18 under AS 39.25.

19 * Sec. 4. AS 44.61.070 is amended to read;

20 Sec. 44.61.070. PURPOSE OF THE AUTHORITY. The purpose of the
21 authority is to promote, develop and advance the general prosperity
22 and economic welfare of the people of Alaska, to relieve problems of
23 unemployment and to create additional employment by providing various
24 [A] means of financing or facilitating the financing of industrial,
25 [AND] manufacturing, and other business enterprises [PLANT] CONSTRUCTION,
26 CONVERSION OR EXPANSION] within the state [INCLUDING THE ACQUISITION
27 OF REAL PROPERTY, FOR LEASE OR SALE TO BUSINESS ENTERPRISES FOR INDUS-
28 TRIAL OR MANUFACTURING PURPOSES].

29 * Sec. 5. AS 44.61.080 is amended to read:

1 Sec. 44.61.080. POWERS OF THE AUTHORITY. In furtherance of its
2 corporate purposes, the authority has the following powers in addition
3 to its other powers:

4 (1) to sue and be sued;

5 (2) to have a seal and alter it at pleasure;

6 (3) to make and alter bylaws for its organization and
7 internal management;

8 (4) to adopt [MAKE RULES AND] regulations governing the
9 exercise of its corporate powers;

10 (5) to acquire interests for financing purposes in any pro-
11 ject, whether by [CONSTRUCTION,] purchase, gift or lease [, AND TO
12 IMPROVE AND EQUIP PROJECTS IN THE STATE];

13 (6) to lease to others a project acquired by it for the
14 rentals and upon the terms and conditions the authority may consider
15 advisable, including, without limitation, provisions for options to
16 purchase or renew;

17 (7) to issue bonds to pay the cost of [ACQUIRING BY CON-
18 STRUCTION, PURCHASE OR LEASE OR IMPROVING AND EQUIPPING] a project and
19 to secure payment of the bonds as provided in this chapter;

20 (8) to sell, by installment sale or otherwise, exchange,
21 donate, convey or encumber in any manner by mortgage or by creation of
22 any other security interest, real or personal property owned by it, or
23 in which it has an interest, including any project, when, in the
24 judgment of the authority, the action is in furtherance of its cor-
25 porate purposes;

26 (9) to make, purchase or insure loans to finance the costs
27 of manufacturing, industrial, or other business enterprise projects;

28 (10) to enter into loan agreements with others with respect
29 to one or more projects providing for payments and upon the terms and

1 conditions the authority considers advisable;

2 (11) to acquire, manage, and operate any project when it
3 becomes necessary or desirable to do so to safeguard the authority
4 from losses;

5 (12) to assist private lenders to make loans to finance the
6 costs of projects through loan commitments, short-term financing, or
7 otherwise;

8 (13) to accept gifts, grants, or loans from a federal
9 agency, from an agency or instrumentality of the state or a munici-
10 pality, or from any other source;

11 (14) to enter into contracts or other transactions with a
12 federal agency, with an agency or instrumentality of the state or a
13 municipality, or with a private organization or other entity regarding
14 the exercise of any power under this chapter;

15 [(9) TO ACCEPT GIFTS, GRANTS OR LOANS FROM, AND ENTER INTO
16 CONTRACTS OR OTHER TRANSACTIONS REGARDING THEM, WITH A FEDERAL AGENCY
17 OR AN AGENCY OR INSTRUMENTALITY OF THE STATE, A MUNICIPALITY, PRIVATE
18 ORGANIZATION OR OTHER SOURCE;]

19 (15) [(10)] to deposit or invest its funds, subject to
20 agreements with bondholders;

21 (16) [(11)] to enter into contracts or agreements with
22 respect to the exercise of any of its powers, and do all things neces-
23 sary or convenient to carry out its corporate purposes and exercise
24 the powers granted in this chapter.

25 * Sec. 6. AS 44.61.100 is amended by adding new subsections to read:

26 (b) For the purpose of securing one or more issues of its bonds,
27 the authority may establish one or more special funds, called "capital
28 reserve funds," and shall pay into those capital reserve funds the
29 proceeds of the sale of its bonds and any other money which may be

1 made available to the authority for the purposes of those funds from
2 any other source. A capital reserve fund may be established only if
3 the authority determines that the establishment would enhance the
4 marketability of the bonds. All money held in a capital reserve fund,
5 except as provided in this section, may be used as required, only for
6 (1) the payment of the principal of, and interest on, bonds or of the
7 sinking fund payments with respect to those bonds; (2) the purchase or
8 redemption of the bonds; or (3) the payment of a redemption premium
9 required to be paid when the bonds are redeemed before maturity.
10 However, money in a fund may not be withdrawn if the amount of the
11 withdrawal would reduce the amount in the fund to less than the capital
12 reserve requirement, except for the purpose of making, with respect to
13 the bonds, payment, when due, of principal, interest, redemption
14 premiums, and sinking fund payments when other money of the authority
15 is not available for making the payments. Income or interest earned
16 by, or increment to, a capital reserve fund, from the investment of
17 all or part of the fund, may be transferred by the authority to other
18 funds or accounts of the authority if the transfer does not reduce the
19 amount of the capital reserve fund below the capital reserve fund
20 requirement.

21 (c) If the authority decides to issue bonds secured by a capital
22 reserve fund, the bonds may not be issued if the amount in the capital
23 reserve fund is less than the capital reserve fund requirement,
24 unless the authority, at the time of issuance of the bonds, deposits
25 in the capital reserve fund from the proceeds of the bonds to be
26 issued or from other sources, an amount which, together with the
27 amount then in the fund, will not be less than the capital reserve
28 fund requirement.

29 (d) In computing the amount of a capital reserve fund for the

COMMITTEE COPY

1 purpose of this section, securities in which all or a portion of the
2 fund is invested must be valued by a reasonable method established by
3 the authority by resolution. Valuation on a particular date must
4 include the amount of any interest earned or accrued to that date.

5 (e) The chairman of the authority shall annually, no later than
6 January 2, certify in writing to the governor and the legislature the
7 amount, if any, required to restore any capital reserve fund to the
8 capital reserve fund requirement. The legislature may appropriate the
9 amount, and the authority shall deposit in the proper capital reserve
10 fund, all amounts appropriated during the then current fiscal year.
11 Nothing in this section creates a debt or liability of the state.

12 (f) When the authority has established a capital reserve fund,
13 the commissioner of revenue may lend surplus money in the general fund
14 to the authority for deposit in a capital reserve fund in an amount
15 equal to the capital reserve fund requirement. The loans may be made
16 on the terms and conditions agreed upon by the commissioner of revenue
17 and the authority, including, without limitation, terms and conditions
18 providing that the loans need not be repaid until the bonds of the
19 authority secured and to be secured by the capital reserve fund are no
20 longer outstanding.

21 (g) In this section, "capital reserve fund requirement" means
22 the amount required to be on deposit in the capital reserve fund as of
23 the date of computation as determined by resolution of the authority.

24 * Sec. 7. AS 44.61 is amended by adding new sections to read:

25 Sec. 44.61.155. ENTERPRISE DEVELOPMENT FUND. (a) There is
26 established in the authority the "enterprise development fund." The
27 enterprise development fund must be completely segregated and set
28 apart from all other funds of the authority, and is a trust fund for
29 the uses and purposes of this section. Money may be paid into and out

1 of the enterprise development fund only as provided in this chapter.
2 The enterprise development fund may be composed of money or assets
3 appropriated or transferred to the authority, interest on investments,
4 and loans of the fund and any other money deposited in it by the
5 authority.

6 (b) The authority shall establish within the enterprise develop-
7 ment fund a loan insurance account, a direct loan account, a loan
8 interest reduction account and other accounts it considers appropriate.
9 All amounts within the enterprise development fund must be held and
10 invested by the authority in investments authorized under AS 37.10.-
11 070(a)(1)-(6) or as may be authorized in agreements with bondholders
12 respecting amounts in the loan insurance account, the direct loan
13 account, and other accounts the authority may establish.

14 Sec. 44.61.157. LOAN INSURANCE ACCOUNT. (a) The purpose of the
15 loan insurance account is to provide insurance of mortgage loans and
16 other loans made or purchased by the authority, or made by others and
17 approved for insurance by the authority, for any project. The author-
18 ity may enter into agreements as to the use of money in the loan
19 insurance account and may pledge, assign, or grant interests in the
20 loan insurance account as provided in this section. The authority may
21 adopt regulations and enter into agreements with respect to the exer-
22 cise of any power or approval relating to the loan insurance account
23 under this section, including, without limitation, agreements as to
24 the use of money in the loan insurance account, agreements with respect
25 to the terms and conditions upon which payments from the loan insurance
26 account must be made with respect to a loan insured under this section,
27 agreements as to separate subaccounts in the account for different
28 categories of loans or with respect to loans made by the authority or
29 any other person, and agreements regarding the payment of and security

1 for bonds issued by the authority. Any agreement, any of the rights
2 of the authority under an agreement, or any payments received or to be
3 received under the agreement may be pledged or assigned by the author-
4 ity for the benefit of the holders of bonds issued by the authority.

5 (b) The authority may, upon application of a proposed borrower,
6 insure and make advance commitments to insure loan repayments required
7 under the terms of any loan made by it or by another lender with
8 respect to a project, upon the terms and conditions the authority pre-
9 scribes. To be eligible for insurance under this chapter, a loan for
10 a project must:

11 (1) be one which is held by the authority or by a lender
12 approved by the authority as responsible and able to service the loan;

13 (2) involve principal not to exceed \$10,000,000 for any one
14 project and not to exceed 90 percent of the cost or appraised value of
15 the project, whichever is less;

16 (3) have a maturity satisfactory to the authority but in no
17 case later than three-quarters of the authority's estimate of the life
18 of the project or 25 years from the date of issuance of the insurance,
19 whichever is earlier;

20 (4) contain complete amortization provisions satisfactory
21 to the authority requiring periodic payments by the borrower; and

22 (5) be in the form and contain the terms and provisions
23 with respect to insurance, repairs, alterations, payment of taxes and
24 assessments, default reserves, delinquency charges, default remedies,
25 acceleration of maturity, additional and secondary liens, and other
26 matters that the authority prescribes.

27 (c) In addition to any other fees and charges which the authority
28 may charge on loans, the authority may collect or cause to be collected
29 on all loans insured under this section, either a loan insurance

1 commitment fee or a loan insurance premium or both. The loan insurance
2 fee and loan insurance premium need not be uniform among the various
3 loans insured. The loan insurance commitment fees and loan insurance
4 premiums when received must be deposited in the insurance account by
5 the loan servicer, trustee, or agent designated by the authority to
6 receive them.

7 (d) If, at any time after receipt by the authority of a payment
8 from the loan insurance account with respect to a loan, a portion of
9 the principal and interest, or other amounts payable on a loan, the
10 authority recovers an amount on the loan or portion of it from any
11 source other than the loan insurance account, the authority shall
12 apply the amount recovered in the following order: first to repay the
13 general fund of the state to the extent of any appropriations made
14 under (g) of this section, and second, to repay the loan insurance
15 account.

16 (e) Loans may be insured only when the amount either in the
17 loan insurance account insuring the loans or a subaccount in the loan
18 insurance account insuring the loans, as a percentage of the sum of
19 all loans to be insured and all unpaid principal on loans insured by
20 the loan insurance account or the subaccount, equals or exceeds the
21 fund requirement. The fund requirement is calculated as a percentage
22 which the authority determines is actuarially sound for operation of
23 the loan account or a subaccount.

24 (f) When the authority determines what is "actuarially sound"
25 with respect to the operation of the loan insurance account or a sub-
26 account in the loan insurance account, it shall consider means of pro-
27 viding sufficient revenue for the operation of the account or sub-
28 account, without regard to amounts which may have been or may, after
29 the date of determination of actuarial soundness, be appropriated

1 under (g) of this section. It shall also consider factors which must
2 include, without limitation, estimates of future defaults and losses
3 of loans insured under this section based on actual default and loss
4 experience on those loans or on similar loans in Alaska or elsewhere,
5 estimates of recoveries on defaulted or foreclosed loans based on that
6 experience, the terms and conditions of the loans insured under this
7 section, estimates of earnings and income of amounts on deposit in the
8 loan insurance account, and other appropriate factors.

9 (g) On December 1 of each year the authority shall ascertain the
10 amount on deposit in the loan insurance account and in each subaccount
11 in the loan insurance account. If the amount in the loan insurance
12 account or the amount in any subaccount in the account is less than
13 the fund requirement for the account or for the subaccount, the author-
14 ity shall transfer the amount necessary to restore the subaccount or
15 the loan insurance account to the fund requirement from any available
16 funds which are not encumbered or restricted for other use under the
17 terms of contracts with bondholders or others. If sufficient money is
18 not available for transfer, the chairman of the authority shall, no
19 later than January 2 of the following year, certify in writing to the
20 governor and to the legislature the amount, if any, required to
21 restore the account or a subaccount to the fund requirement. The
22 legislature may appropriate the amount and the authority shall deposit
23 in the account or proper subaccount all amounts appropriated by the
24 legislature during the then current state fiscal year. Nothing in
25 this subsection creates a debt or liability of the state.

26 (h) A contract of insurance executed by the authority under this
27 section is conclusive evidence of eligibility for the insurance. The
28 validity of a contract of insurance executed by the authority or of an
29 advance commitment to insure is incontestable from the date of the

1 execution of the contract or commitment, except for fraud or misrepre-
2 sentation on the part of the insured or, as to commitments to insure,
3 noncompliance with the terms of the advance commitment or authority
4 regulations in force at the time of issuance of the advance commitment.

5 (i) In this section:

6 (1) "loan insurance commitment fee" means a fee of such
7 percent of the principal amount of a loan to be insured under this
8 section as the authority determines is actuarially sound for the
9 operation of the loan insurance account;

10 (2) "loan insurance premium" means an annual insurance
11 premium of such percent of the portion of the unpaid principal amount
12 of a loan insured under this section as the authority determines is
13 actuarially sound for the operation of the loan insurance account or
14 any subaccount.

15 Sec. 44.61.158. DIRECT LOAN ACCOUNT. (a) The purpose of the
16 direct loan account is to provide money for making loans, or pur-
17 chasing loans made by others, to a business enterprise to pay the cost
18 of a project as defined in AS 44.61.220 which is not eligible to be
19 funded with the proceeds of bonds of the authority the interest on
20 which is exempt from federal income tax. No loan made or purchased
21 with amounts in the account to a business enterprise for a single
22 project may exceed \$500,000.

23 (b) The interest rate on loans made or purchased from amounts in
24 the direct loan account must be equal to (1) the yield on 10-year
25 United States Treasury bonds rounded to the nearest one-eighth of one
26 percent, as reported as of the last day of the month immediately
27 preceding the date of commitment to make or purchase the loan, or (2)
28 the interest rate which the authority estimates would be payable on
29 bonds issued to provide amounts to make the loans.

1 (c) A loan for a project made or purchased from amounts in the
2 direct loan account must:

3 (1) involve principal which does not exceed 90 per cent of
4 the cost or 90 per cent of the appraised value of the project, which-
5 ever is less;

6 (2) have a maturity satisfactory to the authority but in no
7 case later than three-quarters of the authority's estimate of the life
8 of the project or 25 years from the date of the loan, whichever is
9 earlier;

10 (3) contain complete amortization provisions satisfactory
11 to the authority requiring periodic payments by the borrower;

12 (4) be in the form and contain the terms and provisions
13 with respect to insurance, repairs, alterations, payment of taxes and
14 assessments, default reserves, delinquency charges, default remedies,
15 acceleration of maturity, secondary liens and other matters the
16 authority prescribes; and

17 (5) be secured as to repayment by a mortgage or other
18 security instrument in the manner the authority determines is feasible
19 to assure timely repayment under a loan agreement entered into with
20 the borrower.

21 (d) The authority may adopt regulations for the administration
22 of the direct loan account which may include, without limitation, pro-
23 visions for fees and agreements relating to application, loan commit-
24 ment, servicing, and origination of loans directly or by other lenders.

25 (e) The authority may enter into agreements as to the use of the
26 money in the direct loan account, including without limitation, trust
27 or custody arrangements with banks or trust companies. It may also
28 pledge, assign, or grant the agreement, interests under an agreement,
29 or interests in the direct loan account as may be necessary or appro-

1 priate to provide for payment and security for bonds of the authority.

2 Sec. 44.61.159. LOAN INTEREST REDUCTION ACCOUNT. (a) The pur-
3 pose of the loan interest reduction account is to provide for interest
4 rate reductions to borrowers on loans made or purchased from amounts
5 in the direct loan account, loans made by others and insured under AS
6 44.61.157. and loans made by the authority from the proceeds of bonds
7 of the authority the interest on which is not exempt from federal
8 income tax.

9 (b) The authority shall fix an interest rate reduction from time
10 to time in an amount such that the interest rate on a loan to a state
11 veteran does not exceed nine and one-quarter per cent a year and the
12 interest rate on a loan to any other borrower does not exceed nine and
13 one-half per cent a year, or another amount or percentage the legisla-
14 ture may fix. The interest rate reduction account may be funded only
15 from appropriations by the legislature. In this section, "state
16 veteran" means a veteran eligible for a loan under AS 26.15.

17 (c) When the authority determines the amount of the interest
18 reduction on a loan eligible for interest rate reduction under this
19 section, it shall calculate the total amount of the interest reduction
20 over the scheduled term of the loan, together with the total amount of
21 servicing fees estimated to be payable over the scheduled term of the
22 loan. To the extent investments are available, the authority shall
23 invest an amount held in the interest reduction account in investments
24 earning interest payable or yielding amounts at the times and in the
25 amounts which together with the principal of the investments and cash
26 held will be sufficient to pay the interest reduction and servicing
27 fees as they become due. The authority shall set aside the investments
28 and cash held irrevocably in trust or otherwise for the purpose of
29 paying the interest reduction and servicing fees. The statement of

1 the authority on the instrument evidencing the loan that the amount of
2 the interest reduction is payable from the interest reduction account
3 constitutes the obligation of the authority to pay that amount accord-
4 ing to the terms of the statement from the interest reduction account
5 and is conclusive evidence that the amount of the interest reduction
6 is so payable. Interest reductions may be paid only from the interest
7 reduction account. The authority may enter into agreements as to the
8 use of money in the interest reduction account, including, without
9 limitation, trust or custody agreements with banks or trust companies,
10 and may pledge, assign, or grant the agreement, interests under the
11 agreement, and interests in the interest reduction account to provide
12 for timely payments of the amounts of the interest reduction and ser-
13 vicing fees as may be necessary or appropriate to provide for the
14 payment of and security for bonds of the authority.

15 * Sec. 8. AS 44.61.160 is amended to read:

16 Sec. 44.61.160. FINDINGS OF THE AUTHORITY. Before entering into
17 a lease or other agreement as provided in AS 44.61.090(e) regarding a
18 project for which bonds are agreed to be issued by the authority in an
19 amount in excess of \$3,000,000, or before approving insurance or a
20 commitment to insure a loan as provided in AS 44.61.157(b) with a
21 principal amount in excess of \$3,000,000. [AS MENTIONED IN SEC. 90(e)
22 OF THIS CHAPTER] there must have been filed with the authority a
23 certified copy of a resolution of the governing body of the political
24 subdivision of the state, if any, in which the project is to be located,
25 consenting to the location (which consent need only refer to the
26 general nature of the project ultimately to be acquired as set out in
27 a request of the proposed project occupant), and the authority must
28 find, on the basis of all information reasonably available to it, that
29 (1) the project and its development under this chapter will

1 be economically advantageous to the state and the general public
2 welfare and will contribute to the economic growth of the state;

3 (2) the project occupant is financially responsible; and

4 (3) provision to meet increased demand upon public facili-
5 ties that might result from the project is reasonably assured.

6 * Sec. 9. AS 44.61.220 is amended to read:

7 Sec. 44.61.220. DEFINITIONS. In this chapter

8 (1) "authority" means the Alaska Industrial Development
9 Authority created by this chapter;

10 (2) "business enterprise" means a corporation, firm, partner-
11 ship or other association of persons organized in any manner, or a
12 single proprietorship;

13 (3) "federal agency" means the United States and any officer,
14 department, agency or instrumentality of the United States;

15 (4) "governing body of a political subdivision" means, when
16 used with respect to the location of a project, the council of a city
17 if the project is to be located in a city in the unorganized borough,
18 or the [BOROUGH] assembly if the project is to be located in an
19 organized borough or a unified municipality;

20 (5) "project" ["INDUSTRIAL PLANT" OR "MANUFACTURING PLANT"]
21 means a plant or facility used or intended for use in connection with
22 making, processing, preparing or producing in any manner, goods,
23 products or substances of any kind or nature or in connection with
24 developing or utilizing a natural resource, or extracting, smelting,
25 transporting, converting, assembling or producing in any manner,
26 minerals, raw materials, chemicals, compounds, alloys, fibers, commodi-
27 ties and materials, products or substances of any kind or nature, any
28 plant or facility used or intended for use in connection with air and
29 water transportation, mass commuting facilities and parking facilities.

1 or any plant or facility for the prevention, limitation or control of
2 air or water pollution, for the disposal of sewage or solid waste,
3 [OR] for the local furnishing of electric energy or gas, or for fur-
4 nishing water, if available on demand to members of the general public,
5 industrial parks and any other business or commercial plant or facility,
6 including, but not limited to, a plant or facility used in connection
7 with commercial agriculture, on-shore and off-shore fish harvesting
8 and processing, mining, tourism, warehouse, transportation, and
9 research and development enterprises; "project" does not mean residen-
10 tial housing but includes child care facilities and residential care
11 facilities;

12 (6) "plant" or "facility" means real property, whether
13 above or below mean high water, or an interest in it, and the buildings,
14 improvements and structures constructed or to be constructed on or in
15 it, [WHETHER ABOVE, AT OR BELOW GROUND OR WATER LEVEL,] and may include
16 fixtures, machinery, and equipment on it, and any tangible personal
17 property, whether or not the tangible personal property is attached to
18 or connected with real property, except work in process or stock in
19 trade, if the owner has agreed not to remove the tangible personal
20 property permanently from the state for the period the authority sets;
21 "plant" or "facility" does not include work in process or stock in
22 trade;

23 [(7) "PROJECT" MEANS A MANUFACTURING OR INDUSTRIAL PLANT OR
24 PLANTS, THE CONSTRUCTION OR ACQUISITION OF WHICH IS TO BE FINANCED IN
25 WHOLE OR IN PART BY THE AUTHORITY UNDER THIS CHAPTER;]

26 (8) "project cost" or "cost of a project" means all or any
27 part of the aggregate costs determined by the authority to be necessary
28 to finance the construction or acquisition of a project, including
29 without limitation the cost of acquiring real or tangible personal

1 property, and, in connection with real property, the cost of construc-
2 ting buildings and improvements, the cost of constructing means of
3 access to and from the project, the cost of constructing extensions of
4 utility systems to the site of the project; the cost of a project
5 includes, without limitation, the cost of financing the project,
6 [INCLUDING, WITHOUT LIMITATION,] interest charges before, during or
7 after construction or acquisition of the project, costs related to the
8 determination of the feasibility, planning, design or engineering of
9 the project and, to the extent determined necessary by the authority,
10 administrative expenses, the cost of machinery or equipment to be used
11 in the operation of the project and expenses of installation, replace-
12 ment or rehabilitation, and all other costs, charges, fees and expenses
13 which may be determined by the authority to be necessary to finance
14 the construction or acquisition;

15 (9) "project occupant" means a business enterprise or
16 enterprises proposing to use or [AND] occupy a project;

17 (10) "real property" means land and rights and interests in
18 land, including, without limitation, interests less than full title
19 such as easements, uses, leases, and licenses;

20 (11) "lease" includes, when used as a noun, an interest in,
21 or when used as a verb, the transfer of an interest in, [REAL] property
22 less than fee simple title, including, without limitation, when used
23 as a noun, agreements to use or occupy [REAL] property.

24 * Sec. 10. After July 1, 1981

25 (1) no further loans may be made under AS 16.10.310 and
26 320(a) except for loans authorized under AS 16.10.333 pursuant to AS 16.10.-
27 310 and 320(a); and

28 (2) no further loans may be made under AS 44.33.245, AS
29 45.90.020, AS 45.95.020 and AS 26.15.040(3).

1 * Sec. 11. AS 44.61.030(b) and (c) are repealed.

2 * Sec. 12. This Act takes effect July 1, 1980.

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STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

February 1, 1980

378-379

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

Dear Mr. President:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting two bills relating to the Alaska Industrial Development Authority. The longer bill contains amendments to expand the authority's powers and functions, and would consolidate in the authority many of the existing loan programs. The second bill transfers from the Department of Revenue to the authority small business and veterans loans totaling \$500,000,000 in unpaid principal balance and which have been purchased over the years by the Department of Revenue from the Department of Commerce and Economic Development.

The primary bill expands the powers and functions of the Alaska Industrial Development Authority by:

- (a) permitting the financing of a much broader range of business projects than is presently authorized by law, including the financing of certain types of personal property;
- (b) establishing a loan insurance account to make funds available to the authority for insuring loans either made or purchased by the authority for an authorized project;
- (c) creating a direct loan revolving account to centralize a majority of existing state business loan programs; and
- (d) creating an interest reduction account, funded by legislative appropriations, to provide for a reduced rate of interest on loans made from the

direct loan revolving account, on loans insured by the loan insurance account, and on loans made from taxable bonds issued by the authority.

In detail, the bill provides as follows:

1. The existing legislative finding and policy section (AS 44.61.010) is expanded to include additional tax exempt financing purposes such as mass commuting facilities and parking facilities and to include business enterprises such as agriculture, fishing, and tourism generally within the authority's financing powers.

2. AS 44.61.050(c) is amended to make it clear that the executive director and authority employees are in the exempt service, under the state personnel Act.

3. The powers of the authority are expanded in AS 44.61.080 to allow it to make or insure loans for business enterprise projects as well as to assist private lenders in making loans for those purposes. In addition, the authority would be allowed to own and manage a project, but only if it were necessary to do so to protect the security of a loan.

4. AS 44.61.100 is amended to allow the authority to establish a capital reserve fund to secure bonds issued by the authority. In the event the authority determines that the marketability of bonds would be enhanced by the establishment of a capital reserve fund, such a fund could be created with amounts capitalized from bond proceeds, borrowed from the Department of Revenue or derived from other sources.

5. AS 44.61.155 establishes an overall enterprise development fund. Within this fund, there would be established a loan insurance account, a direct loan account and a loan interest reduction account. Other accounts within the fund could also be established by the authority.

6. The loan insurance account established in AS 44.61.157 would allow the authority to insure mortgage loans made by the authority or by commercial lenders for any defined project. The terms of eligibility for insurance include the limitation of principal amount to \$10,000,000 and 90 per cent of the cost or appraised value, whichever is less, of the project and the limitation of three-quarters of the useful life of the project or 25 years from the date of insurance,

whichever is earlier. The authority could collect fees and charges with respect to the loans insured and would annually calculate whether the amount in the fund is actuarially sufficient for its purposes.

7. AS 44.61.158 creates the direct loan account. Loans to a business enterprise for any project from the account may not exceed \$500,000. The interest rate on those loans is fixed as the then current yield on ten-year treasury bonds. The limitations on loans are the same as for the insurance account.

8. AS 44.61.159 creates the loan interest reduction account. Interest rate reductions would be available for loans made from the direct loan account, loans insured by the loan insurance account, and loans made by the authority from the proceeds of bonds, the interest on which is not exempt from federal income tax. The interest rate reduction is fixed at an amount which provides a loan rate to state veterans of nine and one-quarter per cent and to other borrowers a loan rate of nine and one-half per cent. The legislature would annually fix the total amount of interest rate reductions to be made from the account for loans made that year. When the amount of the interest reduction is determined by the authority, investments which would produce the necessary amount to pay the interest reductions are put in trust. The amount of interest reduction payable from the account would be fixed in each loan instrument for the term of the loan.

9. AS 44.61.160 retains the necessary local governmental findings with respect to projects financed directly by the authority and with respect to loans insured by the authority in excess of \$3,000,000.

10. The definition of "project" in AS 44.61.220 would now include additional tax exempt projects permitted under the Internal Revenue Code, as well as other business enterprises, excluding residential housing except for child care and residential care facilities. The definition of "plant" in paragraph (6) includes not only real property but tangible personal property (except for work in process or stock in trade) if the owner agrees not to remove the property for a period of time determined by the authority.

11. Section 9 repeals the lending authority of the various loan funds as of July 1, 1981 in order to

permit an effective transition between the new functions of the Alaska Industrial Development Authority and the existing loan fund structure.

12. Section 10 of the bill would repeal AS 44.61.030(b) and (c). These provisions currently allow local government participation in certain proposed projects to be financed by the authority under existing statutes. At the present time those statutes permit the financing for the most part only of major industrial projects in which local governments should be involved. However, because this bill proposes that the authority, now undertake many smaller loans now handled through the Department of Commerce and Economic Development, it does not seem feasible or desirable to provide for local government participation in these loan decisions. Instead, local consent would be required only as provided under AS 44.61.160, and then only for projects involving funds of the authority in excess of \$3,000,000.

The interest reduction account created in AS 44.61.159 will require an appropriation from the legislature. An appropriation bill to fund this aspect of the authority's proposed program will be submitted separately and at a later date.

Sincerely,

Jay S. Hammond
Governor

378
379

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 378, 379

Title An act relating to the Alaska Industrial Development Authority

Requested by Governor Hammond Date 2-1-80

II. FISCAL DETAIL

Agency Affected Commerce & Economic Development

Program Category Affected Development

BRU, Program, or Subprogram(s) Affected Alaska Industrial Development Authority

(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		736.5	810.2	891.3	980.3	1,078.3
200 TRAVEL		40.0	44.0	48.4	53.2	58.5
300 CONTRACTUAL		234.5	257.9	283.7	312.1	343.3
400 COMMODITIES		10.0	11.0	12.1	13.3	14.6
500 EQUIPMENT		34.0	2.0	2.0	3.0	3.0
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC. Capitalization (3)						
TOTAL		1,055.0	1,125.1	1,237.5	1,361.9	1,497.7

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						
Program Receipts (Revolving Loan Program)		1,055.0	1,125.1	1,237.5	1,361.9	1,497.7

POSITIONS

FULL TIME		23	25	27	29	32
PART TIME		0	0	0	0	0
TEMPORARY		0	0	0	0	0

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

Assumptions:

1. 10% inflation rate applied through FY85
2. Located in Anchorage.
3. Assumes appropriation of current portfolio.

IV. DATE 2-1-80

PREPARED BY Bert Wagoner, Deputy Commissioner

AGENCY Commerce & Economic Development

PHONE 465-2500

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

Personal Services

Gross Salary (23 positions)		\$541,272	
Benefits			
Standard	\$82,760		
FICA	35,995		
Health Insurance	35,052	<u>153,807</u>	
total		\$695,079	
Salary Increases		\$411,400	<u>\$736.5</u>

Travel

40.0

Contractual Services

Telephone, telegraph, postage		52.0	
Printing of application packets, foreclosure notices, ads for sales of repossessed property, printing of document forms, central duplicating		6.0	
Anchorage office space, 3,500 sq. ft. @ \$1.25 @ 1,456/mo. including janitorial, utilities		65.0	
Office machine service contracts and un- scheduled maintenance		1.8	
Xerox photocopier, Anchorage @\$250/mo. rent		3.4	
Attorney's fees on foreclosure; credit reports, Coast Guard fees		20.0	
Postage meter, \$40.25 per quarter		.2	
Car lease, Anchorage, \$195/mo.		2.3	
Mag Card		4.8	
Mini Computer		4.0	
Computer Programming		50.0	
Computer Monthly Processing		<u>25.0</u>	<u>\$234.5</u>