

LEG. FINANCE - BILLS 1979 - 1980 1350

SB 388 thru SB 389

1350



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: None

3/26/80

Date: _____

Mr. President:

The Committee on FINANCE has had SB 388
making a supplemental appropriation to Alaska World War II veterans'
revolving loan fund

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

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

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

CHAIRMAN

COMMITTEE REPORT
SENATE

FURTHER: Finance

2/6/80

Date: March 25, 1980

Mr. President:

The Committee on COMMERCE has had SB 388
making a supplemental appropriation to Alaska World War II veterans' revolving
loan fund

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 y/AB
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

1 Tim Kelly

3 Ferguson No Rec

~~Brad Bradley~~

2 Arlio Sturgulovski Proposing amended

1 Tony P. Stinson

1 Brad Bradley
CHAIRMAN

Funding Information	
General Fund	\$300,000,000
Other Funds	-0-
	<u>\$300,000,000</u>

Introduced: 2/5/80
 Referred: Finance

1 IN THE SENATE BY BRADLEY AND KELLY

2 SENATE BILL NO. 388

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 Alaska World War II veterans' revolving fund; and
 8 providing for an effective date."

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

10 * Section 1. The sum of \$300,000,000 is appropriated to the Alaska World
 11 War II veterans' revolving fund (AS 26.15.090) for the purpose of making
 12 loans to veterans under AS 26.15.

13 * Sec. 2. This Act takes effect immediately in accordance with AS 01.10.-
 14 070(c).

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ALASKA STATE LEGISLATURE

ELEVENTH Legislature SECOND Session

SENATE BILL NO. 388

By BRADLEY AND KELLY

"An Act making a supplemental appropriation to the Alaska World War II veterans' revolving loan fund; and providing for an effective date."

Introduced in the Senate 2/5/80, 1980

#7661 - Berrier

HISTORY IN THE SENATE

19	80	Read first time and referred to Committee on Finance												
2	5	<i>Com. added then Finance</i> Reported back with <i>Comm. recommendation that 3 do pass</i> <i>1 do pass - if amended - 1 no rec - to Finance</i>												
2	6													
3	30													
		Read second time and												
		Read third time and												
		<table border="0"> <tr><td>PASS</td><td>Effective Date</td></tr> <tr><td>Yeas</td><td>Yeas</td></tr> <tr><td>Nays</td><td>Nays</td></tr> <tr><td>Absent</td><td>Absent</td></tr> <tr><td>Excused</td><td>Excused</td></tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused		
PASS	Effective Date													
Yeas	Yeas													
Nays	Nays													
Absent	Absent													
Excused	Excused													
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Reconsideration														
PASS	Effective Date													
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Nays	Nays													
Absent	Absent													
Excused	Excused													
		Reported correctly engrossed Signed by President Sent to House												
SECRETARY OF THE SENATE														

HISTORY IN THE HOUSE

19		Read first time and referred to Committee on												
		Reported back with recommendation that												
		Read second time and												
		Read third time and												
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PASS	Effective Date													
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Absent	Absent													
Excused	Excused													
		Reported correctly engrossed Signed by Speaker Returned to Senate												
CHIEF CLERK OF THE HOUSE														

HISTORY IN THE SENATE

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

Wien AIR ALASKA



HOWARD M. PIERCE
CUSTOMER SERVICE MANAGER

P. O. BOX 155, (907) 438-2115, ST. MARYS, AK. 99658
3635 W. 42ND AVENUE, ANCHORAGE, ALASKA 99503
PHONE (907) 243-6960

B

23 April 1980

The Honorable Senator John Sackett
Pouch V
Juneau, Alaska 99811

Dear Senator Sackett:

It is my strong desire to see Senate Bill 444 and Senate Bill 388 both accepted and passed as soon as possible. There is absolutely no doubt but what Alaska and all Alaskans will benefit greatly as a result of the acceptance of both of these bills. Frankly, I am very proud to be an Alaskan and the fact that the State of Alaska is so progressive and so far ahead of all the other states in this sort of legislation makes me even more proud.

You can do everyone in the State of Alaska a great service in passing these bills. Few laws could be so beneficial to all of us.

Most sincerely,

Howard M. Pierce
Box 155
Saint Mary's, Alaska 99658

Bill files

SB 444

SB 388



April 4, 1980

Senator John Sackett
Pouch V
Juneau, Alaska 99811

RE: Senate Bill 388

Dear Senator Sackett:

The Kodiak City Council officially endorses SB 388 which will provide funding for the Alaska World War II veteran's revolving fund in the amount of \$300 million.

Justification for this support is the urgent need to make capital available to improve economic development in Alaska. Also, veteran's loans are traditionally sound economics in terms of what they create and in terms of recovery.

Most sincerely,

CITY OF KODIAK

Alan Beardsley
City Mayor

AB/CWH/yb

Enclosure: Resolution 13-80

*Jan S FIN
3-26-80*

CITY OF KODIAK
RESOLUTION NUMBER 13-80

A RESOLUTION OF THE COUNCIL OF THE CITY KODIAK SUPPORTING SENATE
BILL NUMBER 388

WHEREAS, SB 388 provides for a supplemental appropriation to
Alaska World War II veterans' revolving fund; and,

WHEREAS, this \$300,000,000 appropriation is for the purpose of
making loans to veterans; and,

WHEREAS, the act would become immediately effective; and,

WHEREAS, veterans' loan programs have been consistently success-
ful throughout the United States in providing economic growth through
private and commercial venture capital; and,

WHEREAS, veteran's loan programs are consistently repaid and are
thus not a burden on the public taxpayer; and,

WHEREAS, the state of the economy both nationally and in Alaska
is such that there is an urgent and immediate need for capital to be made
available,

NOW, THEREFORE, BE IT RESOLVED by the Common Council of the City
of Kodiak, Alaska, that Senate Bill 388 which provides for \$300,000,000 in
the revolving loan fund for veterans of World War II be endorsed and sup-
ported.

PASSED AND APPROVED this 27th day of March, 1980.

CITY OF KODIAK

By: Alan Beardsley

MAYOR

ATTEST:

Paul M. Baker
CITY CLERK



April 4, 1980

Senator Clem Tillion
Pouch V
Juneau, Alaska 99811

RE: Senate Bill 388

Dear Senator Tillion:

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Most sincerely,

CITY OF KODIAK

Alan Beardsley
City Mayor

AB/CWH/yb

Enclosure: Resolution 13-80

For your information
from Senator Tillion's office.

CITY OF KODIAK
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PASSED AND APPROVED this 27th day of March, 1980.

CITY OF KODIAK

By: Alan J. Beardsley
MAYOR

ATTEST:

Paul M. Baker
CITY CLERK

STATE OF ALASKA

DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

POUCH 5 - JUNEAU 99811

Kelly -
JAY S. HAMMOND, GOVERNOR

February 21, 1980

The Honorable Brad Bradley
Chairman
Senate Commerce Committee
Room 303 - Capitol Building
Juneau, Alaska 99811

Dear Senator Bradley:

Re: Senate Bill No. 388

Senate Bill No. 388, an Act making a supplemental appropriation to the Alaska World War II veterans' revolving fund, was introduced in the Senate on February 5, 1980 and was referred to the Senate Commerce and Finance Committees.

For the consideration of the Senate Commerce Committee, I am enclosing a copy of a Fiscal Note prepared by Anselm Staack, Comptroller, Treasury Division, Department of Revenue concerning the proposed legislation.

Sincerely,

R. D. Stevenson
Special Assistant

cc: The Honorable John Sackett
Chairman
Senate Finance Committee

Joseph K. Donohue
Deputy Commissioner
Department of Revenue

Peter Bushre
Deputy Commissioner
Department of Revenue

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST
 Bill/Resolution No. SENATE BILL NO. 388
 Title "An Act making a supplemental appropriation to Alaska World War II veterans' revolving fund, and providing for an effective date."
 Requested by Senate Finance Committee Date February 5, 1980

II. FISCAL DETAIL
 Agency Affected Department of Revenue
 Program Category Affected Revenue Collection and Management
 BRU, Program, or Subprogram(s) Affected Treasury Management
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	-0-	300,000.0	-0-	-0-	-0-	-0-
TOTAL	-0-	300,000.0	-0-	-0-	-0-	-0-

FUNDING (Thousands of Dollars)

GENERAL FUND	-0-	300,000.0	-0-	-0-	-0-	-0-
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

This appropriation involves a transfer of funds from the General Fund investment account to the Alaska World War II veterans' revolving fund. This would be accomplished as quickly as possible after effective date of the Bill in line with prudent cash management and cash flow requirements of the General Fund. Several installments may be required.

This analysis includes effects on Treasury only. Administrative costs incurred by entity operating the revolving fund would be with a separate agency.

Anselm C. Staack

IV. DATE: February 21, 1980 PREPARED BY Anselm C. Staack, Treasury Comptroller
 AGENCY Department of Revenue, Treasury Division
 PHONE 465-2351
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

CATEGORY: GENERAL GOVERNMENT
PROGRAM: REVENUE COLLECTION AND MANAGEMENT

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

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

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

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

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

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

The Administration and Support BRU includes the Office of the Commissioner, Administrative Services, and Fish and Game Licensing. The Commissioner's Office oversees all functions of the Department of Revenue. The Research Section, under the Office of the Commissioner, performs special studies in analyzing and developing revenue sources, as well as projecting State cash flow through revenue estimating models and information provided by State agencies. The Administrative Services component provides centralized general services for the Department of Revenue, including personnel, budget, payroll, purchasing, mail, etc. This section also provides certain technical services such as administering business licenses, processing tax and license remittances, and initial processing of tax returns. The Fish and Game Licensing component is being transferred to this BRU from the Natural Resources category for FY 81. This component processes revenues received from the sales of Fish and Game licenses statewide. Most of the licenses are sold by contract vendors such as sporting goods stores.

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	GOVERNOR
AUDIT	2461.5	2530.6	2513.1	2691.6			3223.6
PETROLEUM REVENUE	1279.6	1240.1	1187.3	1435.0			1447.2
ENFORCEMENT	1196.5	1335.4	1324.7	1217.0			1366.3
TREASURY MANAGEMENT	1232.3	1227.9	1120.3	1357.1			1436.9
OFFICE OF THE COMMISSIONER	877.3	1077.4	1056.4	757.6			966.5
ADMINISTRATIVE SERVICES	1630.0	1783.7	1746.5	1773.6			2361.4
FISH AND GAME LICENSING	572.1	580.6	531.6	259.0			298.0
MM TOTAL	9249.3	9775.7	9477.9	9490.9			11097.9
MM CHANGE VERSUS 80 AUTH							16.9%
OBJECT DESCRIPTION							
PERS. SERV.	6294.0	6685.5	6654.2	6784.4			7519.5
TRAVEL	336.8	333.8	316.3	315.7			419.6
CONTRACTUAL	2218.2	2320.1	2075.1	2031.5			2728.1
COMMODITIES	68.5	69.3	59.0	58.2			80.9
EQUIPMENT	25.5	58.7	65.3				37.0
LANDS/BLDGS	708.3	308.3	308.0	301.1			312.8
FUNDING SOURCE							
GENERAL FUND	8446.3	9040.7	8835.4	8956.9			10520.7
PGM RECEIPTS	308.0	240.0	217.9				
OTHER FUNDS	495.0	495.0	425.0	534.0			577.2
MM GENERAL FUND CHANGE VS. 80 AUTH							17.4%
POSITIONS							
FULL-TIME	220.0	220.0	220.0	224.0			237.0
PART-TIME	8.0	8.0	8.0	8.0			21.0
TEMPORARY	14.0	14.0	14.0	13.0			
STAFF MONTHS	2715.1	2715.1	2715.1	2784.0			2944.2

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

Introduced: 2/5/80
Referred: Finance

1 IN THE SENATE

BY BRADLEY AND KELLY

2 SENATE BILL NO. 388

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 Alaska World War II veterans' revolving fund; and
8 providing for an effective date."

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14 070(c).

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THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 388---An Act Making a supplemental appropriation to
 Title the Alaska World War II veterans' revolving fund; effective date.
 Requested by Legislative Finance Date 2-6-80

II. FISCAL DETAIL

Agency Affected Department of Commerce and Economic Development
 Program Category Affected Development
 BRU, Program, or Subprogram(s) Affected Veterans Loan Fund
 (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	196.9	590.8	649.9	714.9	786.4	865.0
200 TRAVEL	6.5	19.4	21.3	23.5	25.8	28.4
300 CONTRACTUAL	25.7	77.4	85.1	93.7	103.0	113.3
400 COMMODITIES	2.0	6.0	6.6	7.3	8.0	8.8
500 EQUIPMENT	31.0	2.0	2.2	2.4	2.7	2.9
600 LAND & STRUCTURES	2.4	7.1	7.8	8.6	9.5	10.4
700 GRANTS, CLAIMS, ETC.						
TOTAL	264.5	702.7	772.9	850.4	935.4	1028.8

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						
Veterans Loan Fund	264.5	702.7	772.9	850.4	935.4	1028.8

POSITIONS

FULL TIME	23	23	23	23	23	23
PART TIME						
TEMPORARY						

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

This fiscal note is based on the following assumptions:

- (1) Loans would be made at a level of \$10 to \$12 Million per month.
- (2) Branch office staffing requirements would be the same as FY 1979 plus inflation factor of 10%.

IV. DATE 2-6-80

Don Hostak
 PREPARED BY Don Hostak, Director
 AGENCY Dept of Commerce & Economic Development

Original: Legislative Finance . PHONE 465-2553 Div. of Veterans
 cc: Budget and Management Affairs
 Prime Sponsor (First Legislator Named)

Detailed Analysis of Reopening of Division of Veterans Affairs Anchorage and Fairbanks Offices

Object Code	DESCRIPTION	ANC	FAI	4 months	12 months	
100	2 Regional Managers, 1 Anchorage, 1 Fairbanks	\$ 2411	\$ 2794	\$ 20,820	\$ 62,460	
	1 Loan Examiner III, Anchorage	2355	----	9,420	28,260	
	4 Loan Examiner II, 3 Anchorage, 1 Fairbanks	2031	2355	33,952	101,856	
	4 Loan Examiner I, Anchorage	1888	----	30,208	90,624	
	3 Loan Closer I, 2 Anchorage, 1 Fairbanks	1254	1426	15,736	47,208	
	3 Clerk Typist III, 1 Anchorage, 2 Fairbanks	1108	1254	14,464	43,392	
	3 Clerk Typist II, Anchorage	1045	----	12,540	37,620	
	3 Clerk IV, 2 Anchorage, 1 Fairbanks	1178	1339	14,780	44,340	
	Total wages, 23 positions			\$151,920	\$455,760	
	Standard Benefits (total wages x .1529)			23,228	69,686	
	Supplemental benefits costs (total wages x .0665)			10,103	30,308	
	Health insurance costs (man months x \$127)			11,684	35,052	
	Total Personnel costs			\$196,935	\$590,806	
200	Trips to inspect collateral, close loans and explain loan programs:					
	Annually: 30 trips @ \$267 per trip		\$ 8000			
	20 trips to outlying areas @ \$90 per day		9000			
	10 trips @ \$60 per day		1800			
	Other costs @ \$20 per trip		600			
	Estimated annual travel costs		\$19400	\$ 6,500	\$ 19,400	
300	Telephones and postage			6,500	19,500	
	Rents and Leases, Anchorage			9,600	28,900	
	Repair & Maintenance on office equipment			300	1,200	
	Printing, Advertising and copying			2,600	7,800	
	Vehicle Rental, Anchorage			1,300	3,900	
	Data Processing			400	1,200	
	Electricity, Anchorage			300	900	
	Credit reports, 450 Anchorage, 110 Fairbanks annually			4,700	14,000	
	Total Contractual Costs			\$ 25,000	\$77,400	
400	Set up costs @ \$30 per person		\$ 700			
	Normal operating costs per annum		5,300			
			\$6,000	\$ 2,000	\$ 6,000	
500	Equipment to set up office for 23 people (Fairbanks price 10% higher)					
			Anchorage	Fairbanks		
	Desks - Executive @ \$347	1	\$ 347	1	\$ 382	
	Regular	278	10	2,780	2	612
	Secretarial	342	6	2,052	3	1,129
	Chairs-Executive	173	11	1,903	3	571
	Secretarial	131	6	786	3	393
	Side w/o arms	61	10	610	2	134
	Side with arms	66	2	132	2	145
	Utility tables	120	9	1,188	3	396
	Cabinets - 5 drawer	203	5	1,015	2	447
	2 drawer	124	4	496	2	273
	Typewriters	810	6	4,860	3	2,673
	Calculators	188	12	2,256	4	827
	Costumer - 6 hanger	49	1	49	1	54
	12 hanger	78	1	78	-	--
	Bookcase	85	1	85	1	94
	Storage Cabinet	140	1	140	1	154
	Camera, SX-70	175	1	175	1	193
	Microfishe Viewer/Printer 1,800	1	1,800	1	1,800	
	Total Equipment		\$20,752	\$10,276	\$31,028	\$ 2,000

CORRECTION

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

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

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400 COMMODITIES	2.0	6.0	6.6	7.3	8.0	8.8
500 EQUIPMENT	31.0	2.0	2.2	2.4	2.7	2.9
600 LAND & STRUCTURES	2.4	7.1	7.8	8.6	9.5	10.4
700 GRANTS, CLAIMS, ETC.						
TOTAL	264.5	702.7	772.9	850.4	935.4	1028.8

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						
Veterans Loan Fund	264.5	702.7	772.9	850.4	935.4	1028.8

POSITIONS

FULL TIME	23	23	23	23	23	23
PART TIME						
TEMPORARY						

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

This fiscal note is based on the following assumptions:

- (1) Loans would be made at a level of \$10 to \$12 Million per month.
- (2) Branch office staffing requirements would be the same as FY 1979 plus inflation factor of 10%.

IV. DATE 2-6-80 PREPARED BY Don Hostak, Director
 AGENCY Dept of Commerce & Economic Development
 PHONE 465-2553 Div. of Veterans Affairs
 Original: Legislative Finance .
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

CATEGORY: DEVELOPMENT
PROGRAM: ECONOMIC DEVELOPMENT

AGENCY: COMMERCE AND ECONOMIC DEVELOPMENT
BRU (s): VETERAN'S LOAN FUND

The goal of the Veteran's Loan Fund BRU is to reward Alaskan veterans and guardsmen for their contributions in maintaining the security of the Nation and the State of Alaska. This is accomplished through the provision of short and long term low interest rate loans to eligible veterans and guardsmen. These loans may be used to purchase, refinance, build and remodel homes, farms, businesses, and multiple dwelling units. Additionally, qualified veterans may be granted State loans for education, fishing, mining, or for personal use.

Prior to December 31, 1978, the Department of Revenue purchased the majority of loans approved and closed by the Division of Veteran's Affairs. Applications for new loans were not accepted after that date due to the drain on the General Fund. Consequently, the short-term objective for the current year and FY 81 are limited to maintenance of loans which have been previously made.

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	GOVERNOR
VET LOAN FUND	1479.5	1521.9	1484.9	908.5			936.2
** TOTAL	1479.5	1521.9	1484.9	908.5			936.2
** CHANGE VERSUS 80 AUTH							3.0%
OBJECT DESCRIPTION							
PERS. SERV.	1133.4	1168.7	1151.6	675.7			650.6
TRAVEL	40.3	38.3	27.2	15.0			18.8
CONTRACTUAL	252.8	259.9	245.5	180.8			223.6
COMMODITIES	10.0	10.0	9.3	7.0			7.5
EQUIPMENT	3.0	5.0	5.2				3.0
LANDS/BLDGS	40.0	40.0	39.9	30.0			32.7
MISC.			6.2				
FUNDING SOURCE							
OTHER FUNDS	1479.5	1521.9	1484.9	908.5			936.2
POSITIONS							
FULL-TIME	47.0	47.0	47.0	23.0			23.0
STAFF MONTHS	564.0	564.0	564.0	276.0			276.0

Object Code	DESCRIPTION	Detailed Analysis of		7 months		12 months	
		ANC	FAI				
100	2 Regional Managers, 1 Anchorage, 1 Fairbanks	\$ 2411	\$ 2794	\$ 20,820	\$ 62,460		
	1 Loan Examiner III, Anchorage	2355	----	9,420	28,260		
	4 Loan Examiner II, 3 Anchorage, 1 Fairbanks	2031	2355	33,952	101,856		
	4 Loan Examiner I, Anchorage	1888	----	30,208	90,624		
	3 Loan Closer I, 2 Anchorage, 1 Fairbanks	1254	1426	15,736	47,208		
	3 Clerk Typist III, 1 Anchorage, 2 Fairbanks	1108	1254	14,464	43,392		
	3 Clerk Typist II, Anchorage	1045	----	12,540	37,620		
	3 Clerk IV, 2 Anchorage, 1 Fairbanks	1178	1339	14,780	44,340		
	Total wages, 23 positions			<u>\$151,920</u>	<u>\$455,760</u>		
	Standard Benefits (total wages x .1529)			23,228	69,686		
	Supplemental benefits costs (total wages x .0665)			10,103	30,308		
	Health insurance costs (man months x \$127)			11,684	35,052		
	Total Personnel costs			<u>\$196,935</u>	<u>\$590,806</u>		
200	Trips to inspect collateral, close loans and explain loan programs:						
	Annually: 30 trips @ \$267 per trip		\$8000				
	20 trips to outlying areas @ \$90 per day		9000				
	10 trips @ \$60 per day		1800				
	Other costs @ \$20 per trip		600				
	Estimated annual travel costs		<u>\$19400</u>	\$ 6,500	\$ 19,400		
300	Telephones and postage			6,500	19,500		
	Rents and Leases, Anchorage			9,600	28,900		
	Repair & Maintenance on office equipment			300	1,200		
	Printing, Advertising and copying			2,600	7,800		
	Vehicle Rental, Anchorage			1,300	3,900		
	Data Processing			400	1,200		
	Electricity, Anchorage			300	900		
	Credit reports, 450 Anchorage, 110 Fairbanks annually			4,700	14,000		
	Total Contractual Costs			<u>\$ 25,700</u>	<u>\$77,400</u>		
400	Set up costs @ \$30 per person		\$ 700				
	Normal operating costs per annum		5,300				
			<u>\$6,000</u>	\$ 2,000	\$ 6,000		
500	Equipment to set up office for 23 people (Fairbanks price 10% higher)						
			Anchorage	Fairbanks			
	Desks - Executive @ \$347	1	\$ 347	1	\$ 382		
	Regular	278	10	2,780	2	612	
	Secretarial	342	6	2,052	3	1,129	
	Chairs-Executive	173	11	1,903	3	571	
	Secretarial	131	6	786	3	393	
	Side w/o arms	61	10	610	2	134	
	Side with arms	66	2	132	2	145	
	Utility tables	120	9	1,188	3	396	
	Cabinets - 5 drawer	203	5	1,015	2	447	
	2 drawer	124	4	496	2	273	
	Typewriters	810	6	4,860	3	2,673	
	Calculators	188	12	2,256	4	827	
	Costumer - 6 hanger	49	1	49	1	54	
	12 hanger	78	1	78	-	--	
	Bookcase	85	1	85	1	94	
	Storage Cabinet	140	1	140	1	154	
	Camera, SX-70	175	1	175	1	193	
	Microfishe Viewer/Printer 1,800	1	1,800	1	1,800		
	Total Equipment		<u>\$20,752</u>	<u>\$10,276</u>	\$31,028	\$ 2,000	

Detailed Analysis of Fiscal Note for SB 388 (continued)
Reopening of Division of Veterans Affairs Anchorage and Fairbanks Offices

<u>Object Code</u>	<u>Description</u>	<u>4 months</u>	<u>12 months</u>
600	ASHA payment for Fairbanks Regional Office Building (if available, otherwise this will be a rental under contractual services)	\$ 2,400	\$ 7,100
TOTAL ESTIMATED COSTS FOR OPENING REGIONAL OFFICES		\$264,563	\$ 702,706



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

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CS SB 389
 Title Relating to Senior Citizens Tax Exemption
 Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs
 Program Category Affected Social Services
 BRU, Program, or Subprogram(s) Affected Senior Citizen Tax Relief
 (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	.5	.5	.5	.5	.5	.5
400 COMMODITIES						
500 EQUIPMENT	1.0	0	0	0	0	0
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	67.0	75.0	84.0	94.0	105.0	118.0
TOTAL	68.5	75.5	84.5	94.5	105.5	118.5

FUNDING (Thousands of Dollars)

GENERAL FUND	68.5	75.5	84.5	94.5	105.5	118.5
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)

This updated fiscal note is needed to initiate changes which the Department anticipates will occur in the Committee Substitute. It appears that individual permanent files must be set up for approximately 4000 senior citizen applicants which will necessitate the purchase of a filing cabinet.

The \$500 under contractual services is the estimated increase in the use of the Departments Zenith line for use by senior citizens.

IV. DATE 4-2-80 PREPARED BY Steve Van Sant 
 AGENCY Community & Regional Affairs
 PHONE 465-4787

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

CATEGORY: SOCIAL SERVICES
PROGRAM: SOCIAL AND ECONOMIC ASSISTANCE FOR THE AGED

AGENCY: DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
BRU (s): SENIOR CITIZENS' TAX RELIEF

The purpose of the Senior Citizens' Tax Relief program is to reduce the pressure upon Alaskan senior citizens to relocate their residences due to property taxation.

There are four services for senior citizens in this BRU: real property tax exemptions, special water and sewer assessment exemptions, housing rental tax equivalency payments, and motor vehicle tax exemptions.

Senior citizens apply to their local municipal governments for property tax exemptions and deferment of special assessments. The municipality verifies qualifying criteria, computes the amount of exempt tax and/or deferment, and submits the applications as a reimbursement request to the State Assessor's Office. The applications are audited, processed, and approved for reimbursement by the State Assessor's Office.

Tax equivalency payments for renters are determined through a formula applying the local millage rate to the annual rent paid. Senior citizens apply directly to the State Assessor's Office where the forms are audited, applicant data verified, payment amounts computed, and applications approved for reimbursement. The equivalency payment granted to senior citizens is limited by law to \$375 per year.

The property tax exemption and renters equivalency payments are totally forgiven, while a special assessment deferment becomes a lien on the property which is due and payable when the property comes into the ownership of an ineligible taxpayer.

Enacted by the Tenth Legislature, the motor vehicle tax exemption reimburses a city or borough for the amount of each exemption granted eligible resident (age 65 or over) for motor vehicles subject to state registration with a limit of one such exempted vehicle per eligible resident.

STATE OF ALASKA -- BUDGET UNIT SUMMARY

CATEGORY: SOCIAL SERVICES
AGENCY: DEPARTMENT OF COMMUNITY & REGIONAL AFFAIRS
PROGRAM: SENIOR CITIZENS TAX RELIEF

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	GOVERNOR
HOMEOWNERS' PROPERTY TAX EXEMP	2196.7	2196.7	1760.3	2535.0			2787.0
RENTERS' EQUIVALENCY, REBATE	314.2	314.2	94.9	200.1			158.0
WATER & SEWER ASSES. DEFER	201.6	201.6	33.2	256.5			46.6
MOTOR VEHICLE EXEMPTION	150.0	150.0	55.4	150.0			150.0
** TOTAL	2862.5	2862.5	1943.8	3141.6			3141.6
** CHANGE VERSUS 80 AUTH							
OBJECT DESCRIPTION							
GRANTS, CLMS	2862.5	2862.5	1943.8	3141.6			3141.6
FUNDING SOURCE							
GENERAL FUND	2862.5	2862.5	1943.8	3141.6			3141.6
** GENERAL FUND CHANGE VS. 80 AUTH							
POSITIONS							

COMMITTEE REPORT
SENATE

FURTHER: Finance

2/5/80

Date: 4-3-80

Mr. President: COMMUNITY & REGIONAL
The Committee on AFFAIRS has had SB 389
senior citizen property tax exemption

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 SB 389 same title
 new title
- and recommends do pass
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendation
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

1 Bob Mulcahy
1 Tim Kelly
1 Atul Rohdey
1 Tony D. Stevenson

1 Artis Sturgulewski
CHAIRMAN
Do Pass

Original sponsors: Bradley, Kerttula,
Hackney, et al

Offered: 4/7/80
Referred: Finance

1 IN THE SENATE

BY THE COMMUNITY AND
REGIONAL AFFAIRS COMMITTEE

2 CS FOR SENATE BILL NO. 389

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 senior citizen property tax
7 exemption; and providing for an effective date."

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

9 * Section 1. AS 29.53.020(a)(6) is amended to read:

10 (6) the real property of certain residents of the state to the
11 extent and subject to the conditions of AS 29.53.022 [PROVIDED IN (c) OF
12 THIS SECTION].

13 * Sec. 2. AS 29.53 is amended by adding a new section to read:

14 Sec. 29.53.022. SENIOR CITIZEN PROPERTY TAX EXEMPTION. (a) The
15 real property of a resident 65 years of age or older is exempt from
16 taxation under this chapter. The real property exempt from taxation
17 under this section includes

18 (1) the entire parcel of real property owned and occupied by
19 the resident as a permanent place of residence; and

20 (2) a parcel of real property owned by the resident which is
21 adjacent to the parcel of real property owned and occupied by the resi-
22 dent as a permanent place of residence if the adjacent parcel qualifies
23 for the exemption, as determined by the Department of Community and
24 Regional Affairs by regulation.

25 (b) Only one exemption may be granted for a parcel of real pro-
26 perty under this section. If two or more residents are eligible for the
27 exemption for that parcel, the parties shall decide between or among
28 themselves which of them shall receive the exemption.

29 (c) A parcel of real property may not be exempted from taxation

1 under this section if the assessor determines, after notice and hearing
2 to the parties concerned, that title to the parcel has been conveyed to
3 a resident who is an applicant for the exemption primarily for the
4 purpose of obtaining the tax exemption. The decision of the assessor
5 under this subsection may be appealed by the applicant under AS 44.-
6 62.560 - 44.62.570.

7 (d) A tax exemption may not be granted unless a resident submits
8 an application for an exemption. The application for exemption shall be
9 made on a form prescribed by the state assessor for use by assessors of
10 boroughs and cities which levy and collect real property taxes. A
11 resident shall file his application by January 15 of the year for which
12 a tax exemption is requested, but the city council or borough assembly,
13 for good cause demonstrated by the resident, may waive the resident's
14 failure to file an application by the time it is due and direct the
15 assessor to accept the application as timely filed.

16 (e) An applicant for a tax exemption under this section shall file
17 a separate application for each year in which the tax exemption is
18 requested.

19 (f) If a tax exemption application is filed by January 15 and is
20 approved by the assessor, he shall allow a tax exemption in accordance
21 with the provisions of this section. If a resident whose failure to
22 file by January 15 has been waived as provided in (d) of this section
23 and the application for tax exemption is approved by the council or
24 assembly, the amount of tax which the resident may have already paid for
25 the assessment year with respect to the real property exempted shall be
26 refunded to him.

27 (g) The assessor may at any time require proof in the form he
28 considers necessary of the right and amount of an exemption claimed
29 under this section.

1 (h) The state shall reimburse a borough or city, as appropriate,
2 for the real property tax revenues lost to it by the operation of this
3 section. However, reimbursement will be made to a borough or city for
4 revenue lost to it only to the extent that the loss exceeds an exemption
5 which was granted by the borough or city, or which upon proper appli-
6 cation by an individual would have been granted by the borough or city,
7 under AS 29.53.025(a).

8 (i) Except as provided in (h) of this section, nothing in this
9 section affects similar exemptions from property taxes granted by
10 municipalities on September 10, 1972, or prevents municipalities from
11 granting similar exemptions by ordinance as provided in AS 29.53.025.

12 (j) In this section, "real property" includes, but is not limited
13 to, mobile homes whether classified as real or personal property for
14 municipal tax purposes.

15 * Sec. 3. AS 29.53.020(e) - (i) are repealed.

16 * Sec. 4. This Act takes effect January 1, 1981.

Introduced: 2/5/80
Referred: Community & Regional
Affairs and Finance

BY BRADLEY, KERTTULA, HACKNEY,
COLLETTA, DANKWORTH, RODEY,
FAHRENKAMP AND BENNETT

1 IN THE SENATE

2 SENATE BILL NO. 389

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 senior citizen property tax
7 exemption; and providing for an effective date."

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

9 * Section 1. AS 29.53.020(e) is amended to read:

10 (e) The real property owned and occupied as a permanent place of
11 abode by a resident 65 years of age or over is exempt from taxation of
12 the assessed value of the real property. An exemption under this sub-
13 section is limited to the assessed value of a parcel or tract of property
14 of 160 acres or less. Only one exemption may be granted with respect to
15 the same property and, if two or more persons are eligible for an exemp-
16 tion with respect to the same property, the parties shall decide between
17 or among themselves which shall receive the benefit of the exemption.
18 No real property may be exempted under this subsection which the assessor
19 determines, after notice and hearing to the parties concerned, has been
20 conveyed to the applicant primarily for the purpose of obtaining the
21 exemption. The determination of the assessor is appealable under AS
22 44.62.560 - 44.62.570.

23 * Sec. 2. AS 29.53.020(i) is repealed and re-enacted to read:

24 (i) In (e) - (i) of this section

25 (1) "real property" includes but is not limited to mobile
26 homes, whether classified as real or personal property for municipal tax
27 purposes;

28 (2) "resident" means a person who has claimed Alaska as his
29 place of residence for at least 25 consecutive years preceding applica-

1 tion for the exemption provided in (e) and (f) of this section; a break
2 in residency of more than 30 days in a calendar year operates to defeat
3 the applicant's claim of residency for that year.

4 * Sec. 3. This Act takes effect January 1, 1981.
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JAY S. HAMMOND
GOVERNOR



STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

HB 918

February 28, 1980

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

Dear Mr. Speaker:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill making supplemental appropriations to the Department of Administration, Division of Data Processing, to fund Fiscal Year 1979 overexpenditures (\$254,100), and to fund shortfalls in anticipated program receipts in the FY 80 computing services budget (\$952,600).

Sincerely,

Jay S. Hammond
Governor

By: Terry Miller
Lieutenant Governor

MEMORANDUM

TO: Jeff Morrison, Budget Analyst
Division of Budget & Management
Office of the Governor

DATE: February 11, 1980

FILE NO:

TELEPHONE NO:

FROM:

MW Wheeler
Mike Wheeler, Deputy Director
Division of Data Processing
Department of Administration

SUBJECT: FY80 Supplemental Request

14B918

Per our telephone conversation of February 8, 1980, this memo is to provide additional information/justification for this division's FY80 supplemental request.

First, as you mentioned, we did not request funds to cover the approximate \$300.0 reduction in value of our IBM 370/145 computer that we had planned to sell. This is because when we became aware of the loss of value, we delayed installation of the second 3031 computer for six months which reduced planned expenditures by \$254.5. Additionally, when we realized the magnitude of the shortfalls in the data center we entered into a purchase agreement for the first 3031 and I/O devices. This resulted in an additional savings of \$63.9 for a total reduction in planned expenditures of \$318.4.

Secondly, you asked about the \$139.6 shortfall for Health and Social Services. When the Medicaid system was cancelled, the agency said they would try to use additional computer time in other areas to make up some of our loss. To date, we have seen no evidence of this.

This morning you asked the effect of our rate changes on the supplemental. The answer is no effect. It was agreed that during the first year of charge-back we would receive our requirements and provide necessary services. Thus, a given agency might receive \$10,000 of computer services and only actually transfer \$8,000 to us. The reverse is also true. when we did our detail cost allocation last fall, we arrived at accurate rates instead of the former estimates.

I have attached a chart showing, by agency, our recommendation (expectation), FCC appropriation, and actual anticipated receipts for the computing services component.

I am available to answer additional questions at any time.

MW/kw

Attachment

cc: Judy Crondahl
George Crowder

<u>AGENCY</u>	<u>DDP RECOMMEND</u>	<u>FCC</u>	<u>ANTICIPATED RECEIPTS</u>
Governor's Office	236.8	284.1	284.1
Administration	896.6	797.8	797.8
Law	2.3	15.2	15.2
Revenue	222.7	245.9	245.9
Education & CPSE	130.8	174.7	174.7
Health & Social Services	518.7	584.9	445.3
Labor	551.7	551.7	-0-
Commerce	23.7	95.9	95.9
Natural Resources	97.4	99.7	99.7
Fish & Game	271.3	250.0	250.0
Public Safety	827.2	690.0	620.2
Environmental Conservation	26.0	19.4	-0-
C & RA	9.7	5.2	5.2
DOT/PF	387.9	387.2	377.4
Legislative Affairs	147.8	147.8	147.8
Legislative Audit	108.7	109.2	109.2
Court System	<u>172.7</u>	<u>146.2</u>	<u>146.2</u>
	4632.0	4604.9	3814.6

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

DATE: February 4, 1980

FILE NO:

TELEPHONE NO:

FROM: *gc* Judy Crondahl
Acting Director
Division of Administrative Services
Department of Administration

SUBJECT: FY79 Supplemental Request;
Division of Data Processing

The Department of Administration, Division of Data Processing requests a supplemental appropriation of \$254,085 G.F. for the FY79 Operating Budget and deletion of \$109,727 from capital funds appropriated in Chapter 113, SLA 78. By component, the requested supplemental is as follows:

Services To Administration 67,039

Expenditures were incurred on a Reimbursable Services Agreement with the Division of Retirement. However, due to problems with the job accounting system, costs were not billed. The encumbrance was liquidated and the funds lapsed before it was realized that the shortfall existed. Total lapsed balance in this component was \$72,592. Total shortfall in receipts was \$139,631.

Services to Operating Agencies 185,500

Over expenditures occurred in this component due to appropriations for \$143.5 in cancelled reimbursable services agreements not being removed from the books and \$6.6 in unrealized receipts. 150,104

RSA's which should have resulted in reduced appropriations were:

University of Alaska Computer Network	49,838
ETA (Department of Education)	81,380
Well Data System (Dept. of Natural Resources)	12,328

Additional over-expenditures of \$46,103 occurred in this component due to a year-end code conversion which moved three collocation codes from two separate control levels into two codes both within the same control level. The result was that in year-end conversion, over-expenditures in Services to Operating Agencies were allowed because of the lapse balance in Services to Administration. The affected codes were as follows: 46,104

<u>Old Code</u>	<u>Old Control Level</u>	<u>New Code</u>	<u>New Control Level</u>
02-95-6-010	Services to Admin.	02-95-6-210	Systems Services
02-95-6-020	Services to Operating Agencies	02-95-6-210	Systems Services
02-95-6-021	Services to Operating Agencies	02-95-6-110	Systems Services

Ron Lehr

-2-

February 4, 1980

A review of the Outstanding Encumbrance Analysis reveals that several encumbered Delivery Orders have been paid or cancelled and the rest are so old that items are not expected to be received. These items will be liquidated immediately to help cover part of the GF shortfall. (\$10,700)

New Computer System

(109,727)

Charges in excess of the remaining balance for the new computer system were paid from operating funds in FY79. It is therefore requested that the remaining \$109,727 appropriated to the New Computer System in Chapter 113, SLA 78 be deleted and appropriated as requested above.

Administration and Support

1,546

A supplemental is requested to cover an overexpenditure of \$1,546 in this component. This was a result of payroll changes and retroactive pay increases during the year-end conversion.

If you have any questions regarding this supplemental request, please contact me at 465-2277.

Thank you very much.

JC/mh

cc: George Crowder

MEMORANDUM

State of Alaska

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

DATE: February 4, 1980

FILE NO:

TELEPHONE NO:

FROM: Judy Crondahl
Acting Director
Division of Administrative Services
Department of Administration

SUBJECT: FY 80 Supplemental
Request, Division of
Data Processing

The Department of Administration, Division of Data Processing requests a supplemental appropriation of \$952,600 General Funds and a decrease of \$790,300 in Inter-Agency Receipts in the computing services component for FY 80. Details of this request are included in the attached memorandum from Mike Wheeler to myself dated February 1 (attached).

If you have any questions, please contact me at 465-2277 or Mike Wheeler at 465-2220.

JC/bab
Attachment
cc: George Crowder

TO: [Judy Crondahl, Director
Division of Administrative Services
Department of Administration

DATE: February 1, 1980

FILE NO:

TELEPHONE NO:

FROM: *Mike Wheeler*
Mike Wheeler, Deputy Director
Division of Data Processing
Department of Administration

SUBJECT: FY80 Supplemental for
Computing Services

This Division requests an FY80 supplemental appropriation of \$952,600 in General Funds and a decrease in the appropriation of \$790,300 in Interagency Receipts, in the Computing Services component.

\$.790.3 is a loss of receipts for computer usage from five agencies, yet the fixed costs of the data center remain the same. \$136.3 is the result of a large increase in the cost of computer commodities. \$26.0 is for the purchase of an additional C.O.M. unit which will save the State over \$100,000 within 18 months.

The explanation of each item follows:

- 1) Department of Labor \$551.7 GF
(551.7)IA

When the FY80 budget was prepared, we anticipated consolidating the Labor data center which would generate revenues to the State in the amount of \$551.7 this fiscal year. However, federal approval has not yet been received. If approval is received prior to July, any revenue received would be transferred back to the general fund.

- 2) Department of Health and Social Services \$139.6 GF
(139.6)IA

We anticipated receiving \$189.6 for the operation of the Medicaid system. However, in the second quarter of the fiscal year the agency cancelled the system and turned the function over to a company in California, resulting in a loss of \$139.6 to the data center.

- 3) Department of Public Safety \$69.8 GF
(69.8)IA

Because of problems in the reconciliation between our budget and theirs, this agency did not receive their full request. To insure that they receive the systems analysis and programming they believe are required, they took the reduction from the funds we anticipated for the data center.

- 4) Department of Environmental Conservation \$19.4 GF
(19.4)IA

This agency failed to request funds for the operation of their systems, believing they would receive federal monies for this purpose. They did not, resulting in the shortfall.

- 5) Department of Transportation and Public Facilities \$9.8 GF
(9.8)IA

This is the result of a reduction in scope of the Life Cycle Costing system. The Chief of the group has informed us he will not pay the budgeted amount because his requirements have diminished.

- 6) Computer Commodities Increase \$136.3 GF

Our request for FY80 did not include any increase for commodities from the FY79 appropriation. This was an error because agency usage has increased approximately 20%. Additionally, after the paper shortage and strikes last spring, the vendors raised their prices an average of 53%, resulting in a shortfall this fiscal year of \$136.3.

- 7) Purchase of C.O.M. Units \$26.0 GF.

Approximately two years ago this division purchased a Quantor COM recorder and duplicator for \$84,300. A month later the Alaska Bank of the North purchased the identical units for \$120,000. The current price is approximately \$140,000.

Maintenance for these units is provided by a service center in California. This means we can be down for several days depending on the availability of a service person, or pay a \$25,000 annual maintenance fee for next day service. This has happened to us several times causing "unhappy" users, but is totally unacceptable to the bank because of their dependence on microfiche for their daily operation.

Because of this, the bank has purchased another brand of equipment and offered to sell us their Quantor units for \$26,000. We believe this is an extremely attractive offer to the State, providing back up for our present units plus saving over \$100,000 when our volume requires us to purchase additional equipment. Our growth pattern indicates this will happen in 12 to 18 months. Currently, our peak loads cause frequent delays to several customers as this service is extremely cost effective and in demand.

TOTAL \$952.6 GF
(790.3)IA

Items 2 thru 5 point out a serious flaw in our chargeback system. The cost of the Computing Services component is almost entirely fixed by contracts with vendors. The personnel are required to operate the equipment and maintain the software. With rates based on usage and no profit margin, any agency can destroy the system simply by cancelling or reducing our expected revenues. This means a supplemental appropriation for the current year and, if no new systems are implemented, increased rates for the other users the following year.

cc: George Crowder

FEB 14 REC'D
BMM

FY 79 SUPPLEMENTAL REQUEST ANALYSIS

	1	2	3	4	5	6	7	8	9	10
	FY 78 77 ACTUAL	FY 78 78 FINAL AUTH.	FY 78 78 ACTUAL	FY 80 79 GOV. BUDGET	FY 80 79 INITIAL AUTH.	FY 80 79 CURRENT AUTH.	FY 80 79 EXPENDITURES + ENCUMBRANCES 7/1/-11/30 AS OF 12/31/79	FY 80 OTHER OBLIGATION: 7/1/-11/30	FY 80 PROJECTED- EXPENSE- THRU 1- 31/30	FY 80 79 (DEFICIT) OR EXCESS
PERSONAL SERVICES	426.3	398.8	427.7	518.3	496.1	581.4	517.0			64.4
TRAVEL						8.2				8.2
CONTRACTUAL SERVICES			4.0							
COMMODITIES										
EQUIPMENT										
LANDS. BLDG. ...										
MISCELLANEOUS		63.5								
TOTAL	426.3	462.3	431.7	518.3	496.1	589.6	517.0			72.6
FEDERAL RECEIPTS										
REIMBURSEMENT OF MATCHING										
OTHER GENERAL FUND	426.3	398.8	376.2	393.3	371.1	395.4	395.4			
INTER-AGENCY RECEIPTS		63.5	55.5	125.0	125.0	194.2	54.6			(139.6)

AGENCY: ADMINISTRATION BUREAU: DATA PROCESSING COMPONENT: SERVICES TO ADMINISTRATION REVISED: _____

FY 80 SUPPLEMENTAL REQUEST ANALYSIS

	1	2	3	4	5	6	7	8	9	10	11
	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	FY 79 EXPENDITURES + ENCUMBRANCES 7/1-11/30 as of 12/31/79	FY 80 OTHER OBLIGATIONS 7/1-11/30	FY 80 PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FE
PERSONAL SERVICES	1180.7	1221.5	1367.8	1489.7	1402.9	1479.0	1544.9			(65.9)	
TRAVEL	4.0						.1			(.1)	
CONTRACTUAL SERVICES	1202.5	1301.8	1405.1	1483.6	1575.6	2171.0	2061.1		(1.7)	111.6	
COMMODITIES	161.6	170.7	210.4	163.0	163.0	161.9	235.3		(6.8)	(66.6)	
EQUIPMENT	104.6	16.0	26.9	15.2	15.2	250.7	267.3		(2.2)	(14.4)	
LANDS, BLDG. ...											
...											
...											
...											
...											
...											
...											
...											
TOTAL	2653.7	2710.0	3010.2	3151.2	3178.7	4062.6	4108.7		(10.7)	(35.4)	
GENERAL RECEIPTS											
REIMBURSEMENT MATCHING											
OTHER GENERAL FUND	2219.1	2261.7	2349.8	2537.6	2470.8	2459.4	2505.5		(10.7)	(35.4)	
INTER-AGENCY RECEIPTS	434.6	420.3	632.4	613.9	707.9	1603.2	1453.1			(150.1)	
PROGRAM RECEIPTS		28.0	28.0								

AGENCY: ADMINISTRATION DIV: DATA PROCESSING COMPONENT: SERVICES TO OPERATING AGENCIES REVISED: _____

FY 78 SUPPLEMENTAL REQUEST ANALYSIS

	1	2	3	4	5	6	7	8	9	10
	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	FY 79 EXPENDITURES + INCURRANCES 7/1-11/30 RSOF 12/31/7	FY 80 OTHER OBLIGATIONS 7/1-11/30	FY 80 PROJECTED EXPENDI- TURES + INCURRANCES 12/1-5/30	FY 79 (DEFICIT) OR EXCESS
PERSONAL SERVICES	442.0	452.0	472.4	474.9	474.9	489.0	490.5			(1.5)
TRAVEL	16.9	17.7	48.3	18.2	18.2	53.4	53.4			
CONTRACTUAL SERVICES	35.5	46.5	37.8	45.5	45.5	62.5	62.6			(.1)
COMMODITIES	7.5	7.2	10.3	9.7	9.7	4.7	4.6			.1
EQUIPMENT	.1	.5	.2							
LANDS, BLDG. ...										
GRANTS			(.3)							
MISCELLANEOUS										
TOTAL	502.0	523.9	568.7	548.3	548.3	609.6	611.1			(1.5)
FEDERAL RECEIPTS										
REQUIRED OF MATCHING										
OTHER GENERAL FUND	459.0	474.7	511.5	548.3	548.3	609.6	611.1			(1.5)
INTER-AGENCY RECEIPTS	43.0	49.2	57.2							

AGENCY: Administration DIV: Data Processing COMPONENT: Administration & Support REVISED: _____

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 CONTINU-
PERSONAL SERVICES				1065.5	1065.5	1115.5	407.5	45.0	663.0		1183.1
TRAVEL				10.0	10.0	10.0	5.1		4.9		10.0
CONTRACTUAL SERVICES				2862.9	2862.9	2881.2	1,724.2	100.0	1057.0		5654.5
COMMODITIES				163.0	163.0	162.1	126.1		172.3	(136.3)	383.4
EQUIPMENT				10.1	10.1	255.1	245.4		35.7	(26.0)	
LANDS, BLDG. ...				201.9	201.9	204.9	172.3		29.6		124.7
GRANTS, CLAIMS											
MISCELLANEOUS											
TOTAL	-0-	-0-	-0-	4313.4	4313.4	4,625.8	2,680.6	145.0	1962.5	(162.3)	7355.7
FEDERAL RECEIPTS											
REQUIRED GF MATCHING											
OTHER GENERAL FUND									952.6	(952.6)	
INTER-AGENCY RECEIPTS				4313.4	4313.4	4625.8	2680.5	145.0	1,010.0	790.3	7355.7

AGENCY: Administration

BRU: Data Processing

COMPONENT: Computing & Telecomm

REVISED: 2/4/80

#7587 - Chenoweth

ALASKA STATE LEGISLATURE

ELEVENTH Legislature SECOND... Session

SENATE BILL NO. 389...
By BRADLEY, KERTTULA, HACKNEY,
COLLETTA, DANKWORTH, RODEY,
FAHRENKAMP AND BENNETT

"An Act relating to the senior
citizen property tax exemption;
and providing for an effective
date."

Introduced in the Senate 2/5/30, 19... 30

HISTORY IN THE SENATE

19 80

2 5
43

Read first time and referred
to Committee on
C & RA and Finance

Reported back with *CRP*
recommendation that *upheld*
w/CS - 5 do pass - 10 7 move

Read second time and

Read third time and

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reconsideration

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reported correctly engrossed
Signed by President
Sent to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Read first time and referred
to Committee on

Reported back with
recommendation that

Read second time and

Read third time and

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reconsideration

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reported correctly engrossed
Signed by Speaker
Returned to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19

Received from House

To enrolling

Reported correctly enrolled

Sent to Governor

..... by Governor

Filed with Lt. Governor

Chapter No.

#7587 - Chenoweth

* Letter of Interest attached

JAY S. HAMMOND
GOVERNOR



STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

143 918

February 28, 1980

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

Dear Mr. Speaker:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill making supplemental appropriations to the Department of Administration, Division of Data Processing, to fund Fiscal Year 1979 overexpenditures (\$254,100), and to fund shortfalls in anticipated program receipts in the FY 80 computing services budget (\$952,600).

Sincerely,

Jay S. Hammond
Governor

By: Terry Miller
Lieutenant Governor

2637

MEMORANDUM

TO: Jeff Morrison, Budget Analyst
Division of Budget & Management
Office of the Governor

DATE: February 11, 1980

FILE NO:

TELEPHONE NO:

14B918

FROM:

M. Wheeler
Mike Wheeler, Deputy Director
Division of Data Processing
Department of Administration

SUBJECT: FY80 Supplemental Request

Per our telephone conversation of February 8, 1980, this memo is to provide additional information/justification for this division's FY80 supplemental request.

First, as you mentioned, we did not request funds to cover the approximate \$300.0 reduction in value of our IBM 370/145 computer that we had planned to sell. This is because when we became aware of the loss of value, we delayed installation of the second 3031 computer for six months which reduced planned expenditures by \$254.5. Additionally, when we realized the magnitude of the shortfalls in the data center we entered into a purchase agreement for the first 3031 and I/O devices. This resulted in an additional savings of \$63.9 for a total reduction in planned expenditures of \$318.4.

Secondly, you asked about the \$139.6 shortfall for Health and Social Services. When the Medicaid system was cancelled, the agency said they would try to use additional computer time in other areas to make up some of our loss. To date, we have seen no evidence of this.

This morning you asked the effect of our rate changes on the supplemental. The answer is no effect. It was agreed that during the first year of charge-back we would receive our requirements and provide necessary services. Thus, a given agency might receive \$10,000 of computer services and only actually transfer \$8,000 to us. The reverse is also true. when we did our detail cost allocation last fall, we arrived at accurate rates instead of the former estimates.

I have attached a chart showing, by agency, our recommendation (expectation), FCC appropriation, and actual anticipated receipts for the computing services component.

I am available to answer additional questions at any time.

MW/kw

Attachment

cc: Judy Crondahl
George Crowder

<u>AGENCY</u>	<u>DDP RECOMMEND</u>	<u>FCC</u>	<u>ANTICIPATED RECEIPTS</u>
Governor's Office	236.8	284.1	284.1
Administration	896.6	797.8	797.8
Law	2.3	15.2	15.2
Revenue	222.7	245.9	245.9
Education & CPSE	130.8	174.7	174.7
Health & Social Services	518.7	584.9	445.3
Labor	551.7	551.7	-0-
Commerce	23.7	95.9	95.9
Natural Resources	97.4	99.7	99.7
Fish & Game	271.3	250.0	250.0
Public Safety	827.2	690.0	620.2
Environmental Conservation	26.0	19.4	-0-
C & RA	9.7	5.2	5.2
DOT/PF	387.9	387.2	377.4
Legislative Affairs	147.8	147.8	147.8
Legislative Audit	108.7	109.2	109.2
Court System	<u>172.7</u>	<u>146.2</u>	<u>146.2</u>
	4632.0	4604.9	3814.6

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

DATE: February 4, 1980

FILE NO:

TELEPHONE NO:

FROM: *gc* Judy Crondahl
Acting Director
Division of Administrative Services
Department of Administration

SUBJECT: FY79 Supplemental Request;
Division of Data Processing

The Department of Administration, Division of Data Processing requests a supplemental appropriation of \$254,085 G.F. for the FY79 Operating Budget and deletion of \$109,727 from capital funds appropriated in Chapter 113, S'A 78. By component, the requested supplemental is as follows:

Services To Administration 67,039

Expenditures were incurred on a Reimbursable Services Agreement with the Division of Retirement. However, due to problems with the job accounting system, costs were not billed. The encumbrance was liquidated and the funds lapsed before it was realized that the shortfall existed. Total lapsed balance in this component was \$72,592. Total shortfall in receipts was \$139,631.

Services to Operating Agencies 185,500

Over expenditures occurred in this component due to appropriations for \$143.5 in cancelled reimbursable services agreements not being removed from the books and \$6.6 in unrealized receipts. 150,10

RSA's which should have resulted in reduced appropriations were:

University of Alaska Computer Network	49,838
ETA (Department of Education)	81,380
Well Data System (Dept. of Natural Resources)	12,328

Additional over-expenditures of \$46,103 occurred in this component due to a year-end code conversion which moved three collocation codes from two separate control levels into two codes both within the same control level. The result was that in year-end conversion, over-expenditures in Services to Operating Agencies were allowed because of the lapse balance in Services to Administration. The affected codes were as follows: 46,10

<u>Old Code</u>	<u>Old Control Level</u>	<u>New Code</u>	<u>New Control Level</u>
02-95-6-010	Services to Admin.	02-95-6-210	Systems Services
02-95-6-020	Services to Operating Agencies	02-95-6-210	Systems Services
02-95-6-021	Services to Operating Agencies	02-95-6-110	Systems Services

Ron Lehr

-2-

February 4, 1980

A review of the Outstanding Encumbrance Analysis reveals that several encumbered Delivery Orders have been paid or cancelled and the rest are so old that items are not expected to be received. These items will be liquidated immediately to help cover part of the GF shortfall.

(\$10,70

New Computer System

(109,727)

Charges in excess of the remaining balance for the new computer system were paid from operating funds in FY79. It is therefore requested that the remaining \$109,727 appropriated to the New Computer System in Chapter 113, SLA 78 be deleted and appropriated as requested above.

Administration and Support

1,546

A supplemental is requested to cover an overexpenditure of \$1,546 in this component. This was a result of payroll changes and retroactive pay increases during the year-end conversion.

If you have any questions regarding this supplemental request, please contact me at 465-2277.

Thank you very much.

JC/mh

cc: George Crowder

MEMORANDUM

State of Alaska

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

DATE: February 4, 1980

FILE NO:

TELEPHONE NO:

FROM: Judy Crondahl
Acting Director
Division of Administrative Services
Department of Administration

SUBJECT: FY 80 Supplemental
Request, Division of
Data Processing

The Department of Administration, Division of Data Processing requests a supplemental appropriation of \$952,600 General Funds and a decrease of \$790,300 in Inter-Agency Receipts in the computing services component for FY 80. Details of this request are included in the attached memorandum from Mike Wheeler to myself dated February 1 (attached).

If you have any questions, please contact me at 465-2277 or Mike Wheeler at 465-2220.

JC/bab
Attachment
cc: George Crowder

TO: [Judy Crondahl, Director
Division of Administrative Services
Department of Administration

DATE: February 1, 1980

FILE NO:

TELEPHONE NO:

FROM: *Mike Wheeler*
Mike Wheeler, Deputy Director
Division of Data Processing
Department of Administration

SUBJECT: FY80 Supplemental for
Computing Services

This Division requests an FY80 supplemental appropriation of \$952,600 in General Funds and a decrease in the appropriation of \$790,300 in Interagency Receipts, in the Computing Services component.

\$790.3 is a loss of receipts for computer usage from five agencies, yet the fixed costs of the data center remain the same. \$136.3 is the result of a large increase in the cost of computer commodities. \$26.0 is for the purchase of an additional C.O.M. unit which will save the State over \$100,000 within 18 months.

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Because of this, the bank has purchased another brand of equipment and offered to sell us their Quantor units for \$26,000. We believe this is an extremely attractive offer to the State, providing back up for our present units plus saving over \$100,000 when our volume requires us to purchase additional equipment. Our growth pattern indicates this will happen in 12 to 18 months. Currently, our peak loads cause frequent delays to several customers as this service is extremely cost effective and in demand.

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(790.3)IA

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cc: George Crowder

FY 80 SUPPLEMENTAL REQUEST ANALYSIS

FEB 14 REC'D

BAM
10

	1	2	3	4	5	6	7	8	9	10
	FY 7977 ACTUAL	FY 7978 FINAL AUTH.	FY 7978 ACTUAL	FY 8079 GOV. BUDGET	FY 8079 INITIAL AUTH.	FY 8079 CURRENT AUTH.	FY 8079 EXPENDITURES + CIRCUMSTANCES 7/1/-11/30 AS OF 12/31/79	FY 80 OTHER OBLIGATION 7/1/-11/30	FY 80 PROJECTED- EXPENDITURES + CIRCUMSTANCES 12/31/80	FY 8079 (DEFICIT) OR EXCESS
PERSONAL SERVICES	426.3	398.8	427.7	518.3	496.1	581.4	SITD			64.4
TRAVEL						8.2				8.2
CONTRACTUAL SERVICES			4.0							
COMMODITIES										
EQUIPMENT										
LANDS, BLDG. ...										
MISCELLANEOUS		63.5								
TOTAL	426.3	462.3	431.7	518.3	496.1	589.6	517.0			72.6
FEDERAL RECEIPTS										
REIMBURSE OF MATCHING										
OTHER GENERAL FUND	426.3	398.8	376.2	393.3	371.1	395.4	395.4			
INTER-AGENCY RECEIPTS		63.5	55.5	125.0	125.0	194.2	54.6			(139.6)

AGENCY: ADMINISTRATION OFFICE: DATA PROCESSING COMPONENT: SERVICES TO ADMINISTRATION REVISED: _____

FY 79 SUPPLEMENTAL REQUEST ANALYSIS

	1	2	3	4	5	6	7	8	9	10	F
	FY #77 ACTUAL	FY #78 FINAL AUTH.	FY #78 ACTUAL	FY #79 GOV. BUDGET	FY #79 INITIAL AUTH.	FY #79 CURRENT AUTH.	FY #79 EXPENDITURES + ENCUMBRANCES 7/1/77-12/31/79	FY #80 OTHER OBLIGATION 7/1/80-11/30	FY 80 PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY #79 (DEFICIT) OR EXCESS	CE
PERSONAL SERVICES	1180.7	1221.5	1367.8	1489.7	1402.9	1479.0	1544.9			(15.9)	
TRAVEL	4.0						.1			(.1)	
INFORMATION SERVICES	1202.5	1301.8	1405.1	1483.6	1575.6	2171.0	2061.1		(1.7)	111.6	
COMMODITIES	161.6	170.7	210.4	163.0	163.0	161.9	235.3		(6.8)	(46.6)	
EQUIPMENT	104.6	16.0	26.9	15.2	15.2	259.1	267.8		(2.2)	(14.4)	
LANDS, BLDG. ...											
GRANTS											
MISCELLANEOUS											
TOTAL	2653.7	2710.0	3010.2	3151.2	3178.7	4062.6	4108.7		(10.7)	(35.4)	
GENERAL RECEIPTS											
REVENUE OF MATCHING											
OTHER GENERAL FUND	2219.1	2261.7	2349.8	2537.6	2470.8	2459.4	2505.5		(10.7)	(35.4)	
INTER-AGENCY RECEIPTS	434.6	420.3	632.4	613.9	707.9	1603.2	1453.1			(150.1)	
PROGRAM RECEIPTS		28.0	28.0								

AGENCY: ADMINISTRATION • DIV: DATA PROCESSING • COMPONENT: SERVICES TO OPERATING AGENCIES REVISED: _____

FY 88 SUPPLEMENTAL REQUEST ANALYSIS

	1	2	3	4	5	6	7	8	9	10
	FY 87 ACTUAL	FY 88 FINAL AUTH.	FY 88 ACTUAL	FY 88 GOV. BUDGET	FY 88 INITIAL AUTH.	FY 88 CURRENT AUTH.	FY 88-79 EXPENDITURES + ENCUMBRANCES 7/1-11/30 RSOF 12/31	FY 88 OTHER OBLIGATION 7/1-11/30	FY 88 PROJECTED EXPEN- TURES + ENCUMBRANCES 12/1-6/30	FY 88 (DEFICIT) OR EXCESS
PERSONAL SERVICES	442.0	452.0	472.4	474.9	474.9	489.0	490.5			(1.5)
TRAVEL	16.9	17.7	48.3	18.2	18.2	53.4	53.4			
CONTRACTED SERVICES	35.5	46.5	37.8	45.5	45.5	62.5	62.6			(.1)
COMMODITIES	7.5	7.2	10.3	9.7	9.7	4.7	4.6			.1
EQUIPMENT	.1	.5	.2							
LANDS, BLDG. ...										
...			(.3)							
MISCELLANEOUS										
TOTAL	502.0	523.9	568.7	548.3	548.3	609.6	611.1			(1.5)
FEDERAL RECEIPTS										
REQUIRED OF MATCHING										
OTHER GENERAL FUND	459.0	474.7	511.5	548.3	548.3	609.6	611.1			(1.5)
INTER-AGENCY RECEIPTS	43.0	49.2	57.2							

AGENCY: Administration : ORG: Data Processing : COMPONENT: Administration & Support : REVISED: _____

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 CONTINUING
PERSONAL SERVICES				1065.5	1065.5	1115.5	407.5	45.0	663.0		1183.1
TRAVEL				10.0	10.0	10.0	5.1		4.9		10.0
CONTRACTUAL SERVICES				2862.9	2862.9	2881.2	1,724.2	100.0	1057.0		5654.5
COMMODITIES				163.0	163.0	162.1	126.1		172.3	(136.3)	383.4
EQUIPMENT				10.1	10.1	255.1	245.4		35.7	(26.0)	
LANDS, BLDG. ...				201.9	201.9	20.9	172.3		29.6		124.7
GRANTS, CLAIMS ...											
MISCELLANEOUS											
TOTAL	-0-	-0-	-0-	4313.4	4313.4	4625.8	2,680.6	145.0	1962.5	(162.3)	7355.7
FEDERAL RECEIPTS											
REQUIRED GF MATCHING											
OTHER GENERAL FUND									952.6	(952.6)	
INTER-AGENCY RECEIPTS				4313.4	4313.4	4625.8	2680.5	145.0	1,010.0	790.3	7355.7

AGENCY: Administration

BRU: Data Processing

COMPONENT: Computing & Telecomm

REVISED: 2/4/80

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 389
 Title Relating to Senior Citizen Tax Exemption
 Requested by Bradley Date _____

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs
 Program Category Affected Social Services
 Budget Request Unit(s) Affected Senior Citizen Tax Relief

EXPENDITURES (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		67.0	75.0	84.0	94.0	105.0
TOTAL		67.0	75.0	84.0	94.0	105.0

FUNDING (Thousands of Dollars)

GENERAL FUND		67.0	75.0	84.0	94.0	105.0
FEDERAL FUNDS						
OTHER (Specify)						

POSITIONS

FULL TIME		0	0	0	0	0
PART TIME						
TEMPORARY						

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

No fiscal impact for administration of this program. Grant increase is based on information received from local municipalities. Yearly increase is estimated at 12% per year. This assumption is based on historic information on valuation increases.

IV. DATE 2/27/80 PREPARED BY Steve Van Sant SIS
 AGENCY Local Government Assistance Division
 Original: Legislative Finance PHONE 465-4787
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

Original sponsors: Bradley, Kerttula,
Hackney, et al

Offered: 4/7/80
Referred: Finance

1 IN THE SENATE

BY THE COMMUNITY AND
REGIONAL AFFAIRS COMMITTEE

2

CS FOR SENATE BILL NO. 389

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 senior citizen property tax
7 exemption; and providing for an effective date."

8

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

9

* Section 1. AS 29.53.020(a)(6) is amended to read:

10

(6) the real property of certain residents of the state to the
11 extent and subject to the conditions of AS 29.53.022 [PROVIDED IN (e) OF
12 THIS SECTION].

13

* Sec. 2. AS 29.53 is amended by adding a new section to read:

14

Sec. 29.53.022. SENIOR CITIZEN PROPERTY TAX EXEMPTION. (a) The
15 real property of a resident 65 years of age or older is exempt from
16 taxation under this chapter. The real property exempt from taxation
17 under this section includes

18

(1) the entire parcel of real property owned and occupied by
19 the resident as a permanent place of residence; and

20

(2) a parcel of real property owned by the resident which is
21 adjacent to the parcel of real property owned and occupied by the resi-
22 dent as a permanent place of residence if the adjacent parcel qualifies
23 for the exemption, as determined by the Department of Community and
24 Regional Affairs by regulation.

25

(b) Only one exemption may be granted for a parcel of real prop-
26 erty under this section. If two or more residents are eligible for the
27 exemption for that parcel, the parties shall decide between or among
28 themselves which of them shall receive the exemption.

29

(c) A parcel of real property may not be exempted from taxation

1 under this section if the assessor determines, after notice and hearing
2 to the parties concerned, that title to the parcel has been conveyed to
3 a resident who is an applicant for the exemption primarily for the
4 purpose of obtaining the tax exemption. The decision of the assessor
5 under this subsection may be appealed by the applicant under AS 44.-
6 62.560 - 44.62.570.

7 (d) A tax exemption may not be granted unless a resident submits
8 an application for an exemption. The application for exemption shall be
9 made on a form prescribed by the state assessor for use by assessors of
10 boroughs and cities which levy and collect real property taxes. A
11 resident shall file his application by January 15 of the year for which
12 a tax exemption is requested, but the city council or borough assembly,
13 for good cause demonstrated by the resident, may waive the resident's
14 failure to file an application by the time it is due and direct the
15 assessor to accept the application as timely filed.

16 (e) An applicant for a tax exemption under this section shall file
17 a separate application for each year in which the tax exemption is
18 requested.

19 (f) If a tax exemption application is filed by January 15 and is
20 approved by the assessor, he shall allow a tax exemption in accordance
21 with the provisions of this section. If a resident whose failure to
22 file by January 15 has been waived as provided in (d) of this section
23 and the application for tax exemption is approved by the council or
24 assembly, the amount of tax which the resident may have already paid for
25 the assessment year with respect to the real property exempted shall be
26 refunded to him.

27 (g) The assessor may at any time require proof in the form he
28 considers necessary of the right and amount of an exemption claimed
29 under this section.

1 (h) The state shall reimburse a borough or city, as appropriate,
2 for the real property tax revenues lost to it by the operation of this
3 section. However, reimbursement will be made to a borough or city for
4 revenue lost to it only to the extent that the loss exceeds an exemption
5 which was granted by the borough or city, or which upon proper appli-
6 cation by an individual would have been granted by the borough or city,
7 under AS 29.53.025(a).

8 (i) Except as provided in (h) of this section, nothing in this
9 section affects similar exemptions from property taxes granted by
10 municipalities on September 10, 1972, or prevents municipalities from
11 granting similar exemptions by ordinance as provided in AS 29.53.025.

12 (j) In this section, "real property" includes, but is not limited
13 to, mobile homes whether classified as real or personal property for
14 municipal tax purposes.

15 * Sec. 3. AS 29.53.020(e) - (i) are repealed.

16 * Sec. 4. This Act takes effect January 1, 1981.

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Introduced: 2/5/80
Referred: Community & Regional
Affairs and Finance

BY BRADLEY, KERTTULA, HACKNEY,
COLLETTA, DANKWORTH, RODEY,
FAHRENKAMP AND BENNETT

1 IN THE SENATE

2 SENATE BILL NO. 389

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 senior citizen property tax
7 exemption; and providing for an effective date."

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

9 * Section 1. AS 29.53.020(e) is amended to read:

10 (e) The real property owned and occupied as a permanent place of
11 abode by a resident 65 years of age or over is exempt from taxation of
12 the assessed value of the real property. An exemption under this sub-
13 section is limited to the assessed value of a parcel or tract of property
14 of 160 acres or less. Only one exemption may be granted with respect to
15 the same property and, if two or more persons are eligible for an exemp-
16 tion with respect to the same property, the parties shall decide between
17 or among themselves which shall receive the benefit of the exemption.
18 No real property may be exempted under this subsection which the assessor
19 determines, after notice and hearing to the parties concerned, has been
20 conveyed to the applicant primarily for the purpose of obtaining the
21 exemption. The determination of the assessor is appealable under AS
22 44.62.560 - 44.62.570.

23 * Sec. 2. AS 29.53.020(i) is repealed and re-enacted to read:

24 (i) In (e) - (i) of this section

25 (1) "real property" includes but is not limited to mobile
26 homes, whether classified as real or personal property for municipal tax
27 purposes;

28 (2) "resident" means a person who has claimed Alaska as his
29 place of residence for at least 25 consecutive years preceding applica-

1 tion for the exemption provided in (e) and (f) of this section; a break
2 in residency of more than 30 days in a calendar year operates to defeat
3 the applicant's claim of residency for that year.

4 * Sec. 3. This Act takes effect January 1, 1981.