

LEG. FINANCE - BILLS 1979 - 1980 1354

SB 396 cont., thru SB 399 1354

REVISED DEPARTMENT OF HEALTH & SOCIAL SERVICES

FY 80

COMPONENT EXPENDITURE PLAN

(PLEASE WRITE LEGIBLY)

DEPARTMENT
HEALTH AND SOCIAL SERVICES
Division of Parole
New York State
Judicial District

OBJECT/SUBJECT CODES	FY 80 GOVERNOR	FY80 FCC	PRE OP PLAN RP	NEW BALANCE	FY80 PLAN	FY80 SUPP
PERSONAL SERVICES SUBTOTAL	671.0	607.8	(30.4)	577.4	618.3	40.9
TRAVEL SUBTOTAL	24.7	16.6		16.6	24.7	8.1
FIELD/ADMINISTRATIVE TRAVEL					24.7	
CONVENTIONS AND MEETINGS						
BOARDS, COMMISSIONS, & LEGISLATORS						
MOVING OR RELOCATION EXPENSE						
NON-EMPLOYEE TRAVEL						
CONTRACTUAL SERVICES SUBTOTAL	121.9	79.2		79.2	79.2	
COMMUNICATIONS					26.2	
PRINTING AND ADVERTISING					.3	
SPACE EXPENSE AND FEES					28.6	
REPAIR AND MAINTENANCE					1.9	
UTILITIES OTHER THAN SPACE						
EQUIPMENT RENTAL-OTHER THAN HWCF & WP					16.6	
EQUIPMENT RENTAL-WORD PROCESSING					1.8	
EQUIP. RENTAL-HWY. WORKING CAPITAL FUND					3.2	
JUDICIAL EXPENSE						
PROFESSIONAL FEES & SVCS. EXCLUDING D.P.						
PROFESSIONAL FEES & SVCS.-DATA PROCESSING						
OTHER FEES OR EXPENSE					1.0	
COMMODITIES SUBTOTAL	10.1	9.3		9.3	9.3	
AGRICULTURAL SUPPLIES						
HOUSEHOLD & INSTITUTIONAL SUPPLIES						
STRUCTURAL MATERIALS & SUPPLIES					.1	
EQUIPMENT PARTS & SUPPLIES					2.1	
PROFESSIONAL & SCIENTIFIC SUPPLIES					.6	
OFFICE & LIBRARY SUPPLIES					5.9	
OTHER OPERATING SUPPLIES					.4	
EQUIPMENT SUBTOTAL	3.9	-		-		
LANDS, BUILDINGS, ETC. SUBTOTAL	9.0	9.0		9.0	9.0	
ASHA PAYMENT						
OTHER 600						
GRANTS AND BENEFITS SUBTOTAL						
LOCAL ASSISTANCE, STATE SOURCES						
BENEFITS TO INDIVIDUALS						
GRANTS AND AWARDS TO INDIVIDUALS						
GRANTS, OTHER AGENCIES						
MISCELLANEOUS SUBTOTAL						
	840.6	721.9	(30.1)	691.5	740.5	49.0

STATE
of ALASKA


MEMORANDUM

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

DATE: January 4, 1980

FILE NO:

TELEPHONE NO:

FROM:  Dan Dawson, Budget Analyst
Division of Budget & Management
Office of the Governor

SUBJECT:

Department of Health and
Social Services \$249,900
Supplemental for Probation
and Parole BRU; Log # 06-3

I have reviewed the Department of Health and Social Services request for a \$249,900 GF supplemental for the Probation and Parole BRU and recommend approval. This recommendation is based on the following reasons:

The FY 80 Probation and Parole budget was reduced \$361,400 from the Governor's request. Several employees have been laid off and the Valdez Probation Office has been closed to partially comply with this reduction.

I agree with the agency that any further reduction of probation staff would likely result in more probationers and parolees being returned to jail for lack of adequate supervision. It is far less costly to supervise offenders on probation or parole than to institutionalize them. The likelihood of an offender reintegrating into society is also greater when he is actually functioning in society rather than being in jail.

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 81 CONTI: (1)
PERSONAL SERVICES	568.5	652.5	652.5	671.0	607.8	607.8	211.5	22.8	414.4	(40.9)	
TRAVEL	19.5	17.7	18.8	24.7	16.6	16.6	7.5	-	17.2	(8.1)	
CONTRACTUAL SERVICES	45.9	116.2	113.8	121.9	79.2	79.2	51.3	-	27.9	-	
COMMODITIES	8.2	7.3	8.1	10.1	9.3	9.3	5.2	-	4.1	-	
EQUIPMENT	6.4	1.3	1.1	3.9	-	-	-	-	-	-	
LANDS, BLDG. ...	9.0	8.9	8.9	9.0	9.0	9.0	9.0	-	-	-	
GRANTS, CLAIMS,2	-	-	-	-	-	-	-	-	-	
MISCELLANEOUS											
TOTAL	657.7	803.9	803.2	840.6	721.9	721.9	284.5	22.8	443.4	(49.0)	
FEDERAL RECEIPTS											
REQUIRED GF MATCHING											
OTHER GENERAL FUND	657.7	803.9	803.2	840.6	721.9	721.9	284.5	22.8	463.6	(49.0)	
INTER-AGENCY RECEIPTS											

* INCLUDES 100% OF FCC REPORT

(1) THIS COMPONENT IN FY'81 IS SPLIT BETWEEN TWO NEW BRUs

AGENCY: DHSS/CORRECTIONS

BRU: PROBATION & PAROLE

COMPONENT: 4TH JUDICIAL DISTRICT

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 CONTINGENT (1)
PERSONAL SERVICES	1279.6	1538.2	1538.2	1494.3	1417.0	1394.3	566.6	60.5	826.7	(59.5)	
TRAVEL	17.5	22.8	20.7	22.1	14.7	14.7	2.7	-0-	19.4	(7.4)	
CONTRACTUAL SERVICES	154.2	184.9	189.3	236.4	160.8	233.7	133.8	-0-	165.4	(65.5)	
COMMODITIES	15.0	16.9	14.5	18.0	16.8	16.8	5.3	-0-	11.5	-0-	
EQUIPMENT	9.1	3.7	2.5	6.2	1.4	1.4	.2	-0-	1.2	-0-	
LANDS, BLDG. ...	18.8	17.9	17.8	27.8	33.2	33.2	33.2	-0-	-0-	-0-	
GRANTS, CLAIMS, ...	1.4	-0-	.8	-0-	-0-	-0-	-0-	-0-	-0-	-0-	
MISCELLANEOUS											
TOTAL	1495.6	1784.4	1783.8	1804.8	1643.9	1694.1	741.8	60.5	1024.2	(132.4)	
FEDERAL RECEIPTS											
REQUIRED GF MATCHING											
OTHER GENERAL FUND	1495.6	1784.4	1783.8	1804.8	1643.9	1694.1	741.8	60.5	1024.2	(132.4)	
INTER-AGENCY RECEIPTS											

* INCLUDES 100% OF FCC REPORT

(1) THIS COMPONENT IN FY 81 IS SPLIT BETWEEN TWO NEW BRUS

AGENCY: DHS/CORRECTIONS

BRU: PROBATION & PAROLE

COMPONENT: 3RD JUDICIAL DISTRICT

REVISED: _____

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 81 CONTI: (1)
PERSONAL SERVICES	95.5	100.6	100.4	99.7	95.4	95.4	36.6	4.1	61.9	(7.2)	
TRAVEL	7.6	12.4	10.3	4.1	3.1	3.1	1.4	0-	2.7	(1.0)	
CONTRACTUAL SERVICES	10.4	6.3	7.8	14.2	14.2	14.2	9.9	0-	4.3	0-	
COMMODITIES	.4	1.4	.1	.4	.4	.4	0-	0-	.4	0-	
EQUIPMENT		.3	0-	.9	0-	0-	0-	0-	0-	0-	
LANDS, BLDG. ...											
GRANTS, CLAIMS, ...											
MISCELLANEOUS											
TOTAL	113.9	121.0	118.6	119.3	113.1	113.1	47.9	4.1	69.3	(8.2)	
FEDERAL RECEIPTS											
REQUIRED GF MATCHING											
OTHER GENERAL FUND	113.9	121.0	118.6	119.3	113.1	113.1	47.9	4.1	69.3	(8.2)	
INTER-AGENCY RECEIPTS											

* INCLUDES 100% OF FEE REPORT

(1) THIS COMPONENT IN FY'81 IS SPLIT BETWEEN TWO NEW BRUS.

AGENCY: DHSS/CORRECTIONS

BRU: PROBATION & PAROLE

COMPONENT: 2ND JUDICIAL DISTRICT

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 CONTIN. (1)
PERSONAL SERVICES	502.4	559.4	559.4	582.2	529.5	479.3	190.6	19.3	325.6	(56.2)	
TRAVEL	13.9	12.0	10.6	14.6	10.5	10.5	1.2	-0-	13.4	(4.1)	
CONTRACTUAL SERVICES	46.2	59.3	51.8	78.1	62.5	62.5	25.1	-0-	37.4	-0-	
COMMODITIES	11.1	4.3	3.5	4.8	4.4	4.4	2.7	-0-	1.7		
EQUIPMENT	6.2	1.4	6.6	2.8	-0-	-0-	-0-	-0-	-0-	-0-	
LANDS, BLDG. ...	49.2	49.2	51.5	51.7	51.7	51.7	51.6	-0-	.1		
GRANTS, CLAIMS, ...	5.1	-0-	-0-	-0-							
MISCELLANEOUS											
TOTAL	634.1	685.6	683.4	734.2	658.6	608.4	271.2	19.3	378.2	(60.3)	
FEDERAL RECEIPTS											
REQUIRED GF MATCHING											
OTHER GENERAL FUND	634.1	685.6	683.4	734.2	658.6	608.4	271.2	19.3	378.2	(60.3)	
INTER-AGENCY RECEIPTS											

* INCLUDES 100% OF FCC REPORT

(1) THIS COMPONENT IN FY'81 IS SPLIT BETWEEN TWO NEW BRUS.

AGENCY: DHSS/CORRECTIONS

BRU: PROBATION & PAROLE

COMPONENT: 1ST JUDICIAL DISTRICT

REVISED: _____

MEMORANDUM

JAN 28 REC'D
BHM
06-14

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

DATE: 1/28/80

FILE NO:

TELEPHONE NO:

Helen D. Beirne

FROM: Helen D. Beirne, Commissioner
Office of the Commissioner
Department of Health and
Social Services

SUBJECT: FY 80 Supplemental Request
Department of Health and
Social Services
Appropriation Adult Confinement
Allocation Local Facilities

The Department of Health and Social Services requests an FY 80 supplemental appropriation for the Adult Confinement - Local Facilities Program in the amount of \$35,000 state general funds.

The primary necessity for this supplemental is based on a contract funding level identified by the City of Kodiak which exceeds funding available in the Local Facilities Allocation. The City of Kodiak has identified a need of \$185,000 while the Division of Corrections anticipated contracting for \$153,000, the amount of their FY 1979 contract. There are insufficient unencumbered funds to meet the \$32,000 difference between anticipated and identified contract funding levels.

Travel costs for local facilities prisoners and escorts are anticipated to be more than double the amount of the legislative authorization.

Local facilities funding is identified as non-discretionary or beyond the control of the department. Efforts to negotiate a contract with Kodiak for a lesser amount has failed. Travel for prisoners and escorts is required and cannot be controlled. Funds from other allocations within the Division of Corrections cannot be identified at this time to make up this projected \$35,000 shortfall. This allocation has also been made a separate appropriation for FY 1980 which would make it impossible to transfer in additional funds unless such funds could be identified early in the session and submitted as an add and delete appropriation bill.

attachments

DEC 79 3:55

City of Kodiak

DEPARTMENT OF POLICE

Phone: 907-486-3221

BOX 509, KODIAK, ALASKA 99615

JACK L. RHINES

Chief of Police



November 28, 1979

RECEIVED
J. 17 1980

A Few

Facts

ABOUT
KODIAK,

1763 Alaska's first capital.

Baranof Mansion, oldest building in Alaska

Second largest fishery port in the nation.

Largest bears in the world weighing over 1,250 pounds.

Home of Alaska's only outdoor theatre--historic drama, "Cry of the Wild Ram," presented annually.

Charles F. Campbell
Director
Division Of Corrections
Pouch. H-03
Juneau, Alaska 99811
Management and Budget Section

Dear Mr. Campbell:

Due to the increase in costs to house prisoners the City of Kodiak is unable to continue holding state prisoners this year for \$153,000. Corrections was notified before legislature met and during legislative meetings the cost would be in excess of \$185,000 for this year.

We have had an increase of Court related orders to comply with, i.e. work release where you release a prisoner at 7:30 a.m., rebook at 11:30 a.m., orders to have released prisoners report to the Police Station to sign in and we are required to make a report every morning to the Court on the progress of each released prisoner. We are required to hold mental defects for three to five days when they should be transferred the same date. This person requires a check every 15 minutes. The list goes on and on.

Visitation has increased and again requires additional officer's time. Attorneys are spending more time with prisoners.

Because of the tight budget this year we are short one officer in the jail.

I again ask you to consider \$185,000 for the jail Contract with the City of Kodiak.

Since it has taken so long to solve this problem, I am now working under a time constraint. I would appreciate your help in getting an approved signed Contract for jail services with the City of Kodiak in the amount of \$185,000.

Thank you for your consideration in this matter.

Very Truly Yours,

Jack L. Rhines
Jack L. Rhines
Chief of Police

APPENDIX F

NON-DISCRETIONARY AND FORMULA PROGRAMS

EDUCATION

- (A) TRS Match
- (B) Debt Retirement Local
- (A) Local Formula REAA
- (A) ASHA Payments
- (A) Tuition Students
- (A) Boarding Home Grants
- (A) Student Support ADM
- (A) Special Education Adj
- (A) Vocational Education Adj
- (B) Community Schools
- (B) Bilingual Program Adj
- (A) State Contract Program
- (A) Correspondence Study Local
- (B) Student Loan Program

SOCIAL SERVICES

- (A) Longevity Bonus Grants
- (A) Title XX offset
- (A) AFDC
- (A) Aid to Blind
- (A) Aid to Disabled
- (A) Foster Care
- (A) Institutional Care
- (A) Old Age Assistance
- (A) Senior Citizen Tax Relief

HEALTH

- (A) Medicaid
- (A) General Relief Medical

ADMIN OF JUSTICE

- (A) Out of State Confinement
- (A) Institutional Care - Juvenile
- (A) Foster Care
- (A) Local Facilities (Jails)

DEVELOPMENT

- (A) Shared Taxes
- (B) Municipal Assist Shared Tax (Old Gross Rec)
- (B) Municipal Revenue Sharing

DEBT SERVICES

- (A) All Categories

- (A) 100% of need
- (B) Same % of funding as 1980 and in total request amount required or 100% of need

1 the Department of Health and Social Services, Division of Corrections, for
2 the purpose of hiring additional correctional officers at the Juneau Correc-
3 tion Center.

4 * Sec. 3. The sum of \$12,735 is appropriated from the general fund to
5 the Department of Health and Social Services, Division of Corrections, to
6 fund back pay to five employees of the Anchorage Annex Corrections Center.

7 * Sec. 4. The sum of \$249,900 is appropriated from the general fund for
8 the purpose of preventing further reduction of probation and parole staff.

9 * Sec. 5. The sum of \$35,000 is appropriated from the general fund to
10 fund an increase in contract jail services purchased from the City of
11 Kodiak.

12 * Sec. 6. This Act takes effect immediately in accordance with AS 01.-
13 10.070(c).

Original sponsor: Rules/Governor

Funding Information

General Fund	\$3,672,281
Other Funds	-0-
	<u>\$3,672,281</u>

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 CS FOR SENATE BILL NO. 396

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 Department of
7 Health and Social Services, division of corrections for
8 the fiscal year ending June 30, 1980; and providing for
9 an effective date."

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

11 * Section 1. The sum of \$1,456,900 is appropriated from the general fund
12 to the Department of Health and Social Services. division of corrections, for
13 increases in cost of care and confinement of adults in state custody for the
14 fiscal year ending June 30, 1980, to be a located as follows:

15	Palmer correctional center	\$ 39,500
16	Anchorage state correctional center	65,000
17	Juneau correctional center	43,700
18	Fairbanks correctional center	154,700 154,700 256,700
19	Ketchikan correctional center	35,500
20	Anchorage annex correctional center	57,100
21	Eagle River correctional center	27,900
22	Ridgeview Manor	91,400
23	Nome correctional center	19,200
24	out-of-state contractual services	655,400
25	major medical expenses and guard hire	100,000
26	community-based programs	167,500

27 * Sec. 2. The sum of \$575,500 is appropriated from the general fund to
28 the Department of Health and Social Services, division of corrections, for
29 the increased cost of care and confinement of juveniles in state custody

CORRECTION

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

Funding Information:

General Fund: \$2,400,306
Other Funds: -0-
\$2,400,306

Introduced: 2/6/80
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 396

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 supplemental appropriations to the
7 Department of Health and Social Services, Division of
8 Corrections; and providing for an effective date."

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

10 * Section 1. The sum of \$2,032,400 is appropriated from the general
11 fund to the Department of Health and Social Services, Division of Correc-
12 tions, to fund increases in cost of care and confinement of adults and
13 juveniles in state custody, to be allocated as follows:

14 Adults:

15	Personal Services	\$ 311,700
16	Instructor -- Eagle River	27,900
17	Returning 17 inmates from	
18	federal institutions	93,100
19	Short funding of commodities	
20	-- Fairbanks institution	86,300
21	Magistrate/bail service --	
22	Anchorage Annex Correction	
23	Center	15,000
24	Out-of-state confinement	655,400
25	Major Medical	100,000
26	Community programs	167,500

27 Juveniles:

28	Confinement and foster care	575,500
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29 * Sec. 2. The sum of \$70,271 is appropriated from the general fund to

1 the Department of Health and Social Services, Division of Corrections, for
2 the purpose of hiring additional correctional officers at the Juneau Correc-
3 tion Center.

4 * Sec. 3. The sum of \$12,735 is appropriated from the general fund to
5 the Department of Health and Social Services, Division of Corrections, to
6 fund back pay to five employees of the Anchorage Annex Corrections Center.

7 * Sec. 4. The sum of \$249,900 is appropriated from the general fund for
8 the purpose of preventing further reduction of probation and parole staff.

9 * Sec. 5. The sum of \$35,000 is appropriated from the general fund to
10 fund an increase in contract jail services purchased from the City of
11 Kodiak.

12 * Sec. 6. This Act takes effect immediately in accordance with AS 01.-
13 10.070(c).

Original sponsor: Rules/Governor

Funding Information	
General Fund	\$3,672,281
Other Funds	-0-
	<u>\$3,672,281</u>

1 IN THE SENATE BY THE FINANCE COMMITTEE

2 CS FOR SENATE BILL NO. 396

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 Department of
7 Health and Social Services, division of corrections for
8 the fiscal year ending June 30, 1980; and providing for
9 an effective date."

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

11 * Section 1. The sum of \$1,456,900 is appropriated from the general fund
12 to the Department of Health and Social Services, division of corrections, for
13 increases in cost of care and confinement of adults in state custody for the
14 fiscal year ending June 30, 1980, to be allocated as follows:

15	Palmer correctional center	\$ 39,500	
16	Anchorage state correctional center	65,000	
17	Juneau correctional center	43,700	
18	Fairbanks correctional center	154,700	154,700 256,700
19	Ketchikan correctional center	35,500	
20	Anchorage annex correctional center	57,100	
21	Eagle River correctional center	27,900	
22	Ridgeview Manor	91,400	
23	Nome correctional center	19,200	
24	out-of-state contractual services	655,400	
25	major medical expenses and guard hire	100,000	
26	community-based programs	167,500	

27 * Sec. 2. The sum of \$575,500 is appropriated from the general fund to
28 the Department of Health and Social Services, division of corrections, for
29 the increased cost of care and confinement of juveniles in state custody

1 (institutional care), for the fiscal year ending June 30, 1980.

35,657

2 * Sec. 3. The sum of \$70,271 is appropriated from the general fund to the
3 Department of Health and Social Services, division of corrections, for the
4 purpose of hiring additional correctional officers for the Juneau correctional
5 center for the fiscal year ending June 30, 1980.

6 * Sec. 4. The sum of \$12,735 is appropriated from the general fund to the
7 Department of Health and Social Services, division of corrections, for back
8 pay to five employees of the Anchorage annex correctional center for the
9 fiscal year ending June 30, 1980.

10 * Sec. 5. The sum of \$249,900 is appropriated from the general fund to
11 the Department of Health and Social Services, division of corrections, for
12 the fiscal year ending June 30, 1980, (1) for the purpose of preventing
13 further reduction of probation and parole staff, and (2) to pay unfunded
14 lease costs and court mandated travel. The appropriation made by this
15 section shall be allocated as follows:

16	First Judicial District	\$ 60,300
17	Second Judicial District	8,200
18	Third Judicial District	132,400
19	Fourth Judicial District	49,000

20 * Sec. 6. The sum of \$35,000 is appropriated from the general fund to the
21 Department of Health and Social Services, division of corrections for an
22 increase in contract jail services purchased from the City of Kodiak for the
23 fiscal year ending June 30, 1980.

add 40.0 - PKHC heated project.

24 ~~* Sec. 7. The sum of \$54,000 is appropriated from the general fund to the
25 Department of Health and Social Services, division of corrections, for air
26 conditioning, boiler repair, and heat duct work at the Fairbanks correctional
27 center for the fiscal year ending June 30, 1980.~~

28 * Sec. 8. The sum of \$23,000 is appropriated from the general fund to the
29 Department of Health and Social Services, division of corrections, for a new

1 refrigerator-freezer unit for the Fairbanks correctional center.

2 * Sec. 9. The sum of \$16,475 is appropriated from the general fund to the
3 Department of Health and Social Services, division of corrections, to provide
4 contract funds for psychological counseling and salary costs for a staff
5 teacher at the Ridgeview Manor for the fiscal year ending June 30, 1980.

6 * Sec. 10. The sum of ^{380,000}~~\$400,000~~ is appropriated from the general fund to
7 the Department of Health and Social Services, division of corrections, to pay
8 outstanding bills for the fiscal year ending June 30, 1979.

9 * Sec. 11. The sum of \$80,000 is appropriated from the general fund to
10 the Department of Health and Social Services, division of corrections, for
11 roof replacement on the storage warehouse, relocation of the rear entrance
12 fence, re-roofing the main building, asphalt parking, and a walk-around on
13 the outer fence at the Fairbanks correctional center.

14 * Sec. 12. The sum of \$698,500 is appropriated from the general fund to
15 the Department of Health and Social Services, division of corrections, for
16 additional project costs to complete construction of the gymnasium at the
17 Southeast regional correctional institution.

18 * Sec. 13. The unexpended and unobligated portions of the appropriations
19 made in secs. 1 - 11 of this Act lapse into the general fund June 30, 1980.

20 * Sec. 14. The appropriation made in sec. 12 of this Act is for a capital
21 project and is subject to AS 37.25.020.

22 * Sec. 15. This Act takes effect immediately in accordance with AS 01.10.
23 070(c).

24 16 - 666,600

24 Bancroft Man Hospital

29 value

80
54
134
256.7



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

2/6/80

Date: February 19, 1980

Mr. President:

The Committee on COMMERCE has had SB 397 making a special appropriation to the Dept. of Commerce & Economic Development for prospectors' 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 ^{any findings} recommendation
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

1 Guilio Stungulin ^{do pass}

Brod Bradley

^{with amendments?}

Frank Johnson - No Rec

Jerry Johnson - No Rec

1 Brod Bradley
CHAIRMAN

Introduced: 2/6/80
Referred: Commerce and Finance

Funding Information	
General Fund	\$40,000,000
Other Funds	-0-
	<u>\$40,000,000</u>

1 IN THE SENATE BY FAHRENKAMP, SUMNER AND BRADLEY

2 SENATE BILL NO. 397

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act making a special appropriation to the Depart-
7 ment of Commerce and Economic Development for the
8 prospectors' revolving loan fund; and providing for an
9 effective date."

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

11 * Section 1. The sum of \$40,000,000 is appropriated from the general fund
12 to the Department of Commerce and Economic Development for the prospectors'
13 revolving loan fund (AS 27.09.010).

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

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COMMITTEE COPY

ALASKA STATE LEGISLATURE

ELEVENTH Legislature SECOND Session

SENATE BILL NO. 397

By FAHRENKAMP, SUMNER AND BRADLEY

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

Introduced in the Senate 2/6/80, 1980

HISTORY IN THE SENATE

19	80	Read first time and referred to Committee on Commerce and Finance																						
2	5																							
2	20	Reported back with <i>Commerce</i> recommendation that <i>I do pass, 2 no rec, to Finance</i>																						
		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> <tr> <td colspan="2">Reconsideration</td> </tr> <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	Reconsideration		PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
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																						
		<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> <tr> <td colspan="2">Reconsideration</td> </tr> <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	Reconsideration		PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
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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.

Funding Information
General Fund \$40,000,000
Other Funds -0-
\$40,000,000

Introduced: 2/6/80
Referred: Commerce and
Finance

1 IN THE SENATE

BY FAHRENKAMP, SUMNER AND BRADLEY

2

SENATE BILL NO. 397

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 Department of Commerce and Economic Development for the prospectors' revolving loan fund; and providing for an effective date."

7

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

11 * Section 1. The sum of \$40,000,000 is appropriated from the general fund
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THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 398 + 397
Title An Act Establishing the Prospector's Revolving Loan Fund
Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Dept. of Commerce & Economic Development
Program Category Affected Development
BRU, Program, or Subprogram(s) Affected Division of Business Loans
(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES		79.3	87.2	95.9	105.5	116.0
200 TRAVEL		11.0	12.1	13.3	14.6	16.1
300 CONTRACTUAL		12.4	13.6	15.0	16.5	18.2
400 COMMODITIES		.5	.6	.7	.8	.9
500 EQUIPMENT		5.9	-	-	-	-
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		109.1	113.5	124.9	137.4	151.2

FUNDING (Thousands of Dollars)

GENERAL FUND		109.1	113.5	124.9	137.4	151.2
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME		3.0	3.0	3.0	3.0	3.0
PART TIME						
TEMPORARY						

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

Increase staff to handle processing and accounting for Prospector's loans.

See attached breakdown of figures.

Sharon R. Traylor

IV. DATE 2-8-80 PREPARED BY Sharon R. Traylor, Director
AGENCY Div. of Business Loans, Dept. of Commerce & Econ. Dev.
PHONE 465-2510

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

CATEGORY: DEVELOPMENT

AGENCY: COMMERCE AND ECONOMIC DEVELOPMENT

PROGRAM: ECONOMIC DEVELOPMENT

BRU (S): BUSINESS LOANS

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

Small Business Loans These loans are generally too risky or too small to interest private lending institutions.

Commercial Fishing Loans provide commercial fishermen with capital for purchase or upgrade of vessels needed to remain competitive. Due to high risk and unpredictable fish seasons, local banks have been reluctant to make these loans.

Tourism Loans provide capital for the expansion of tourist facilities.

Fisheries Enhancement Loans provide long-term, low interest loans for hatchery planning and construction, in support of private ownership of hatcheries by qualified nonprofit corporations.

Child Care Facilities Loans provide financing for the development of licensed child care facilities which helps stabilize that portion of the work force dependent on these services.

Water Resources Loans provide funds for hydroelectric and water supply projects. With the exception of certain previously conceived projects, this program has been replaced by the Power Project Loan Fund.

Historical Districts The intent of these loans is to foster an awareness of the need to preserve our historical past.

Residential Care Facilities provides residential care facilities with financing needed for renovation or equipment needed to comply with licensing standards. Loans are often not available from private lending institutions.

Alternative Technology and Power Resource Loans This loan fund assists in the development of energy production utilizing sources other than fossil fuel.

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

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

Fiscal Note Detail, SB 398, Prospectors' Loan Fund

		<u>12 Months</u>
100.	1 Loan Examiner III @2,355/mo.	\$ 28.3
	1 Clark Typist III @1,108/mo.	13.3
	1 Accounting Technician II @1,629/mo.	<u>19.6</u>
		\$ 61.2
	Standard Benefits (Wages X.1529)	9.4
	Supplemental Benefits (Wages X .0665)	4.1
	Health Insurance (Man months X 127)	<u>4.6</u>
	Total Personal Services Cost	\$ 79.3
200.	Trips to inspect collateral and close.. loans:	
	20 Trips @430	\$8.6
	40 Days per diem @60	<u>2.4</u>
		11.0
300.	Telephone, postage, printing	\$10.0
	Additional office space (Anch) @200/mo.	<u>2.4</u>
		12.4
400.	Office Supplies	<u>.5</u>
	12 Months Operation Costs	\$103.2
500.	3 Desks @333	1.0
	2 Credenzas @390	.8
	1 Typist's extension	.4
	1 Executive chair	.2
	2 Secretarial chairs @137	.3
	2 Side chairs @125	.3
	3 File cabinets @247	.7
	2 Calculators @225	.5
	2 Typewriters @810	1.6
	1 Coat rack, 3 wastebaskets	<u>.1</u>
		<u>5.9</u>
	Total	\$109.1

10% Inflation for Succeeding Years.

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 398 + 397

Title An Act Establishing the Prospector's Revolving Loan Fund

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Sharon R. Traylor

IV. DATE 2-8-80

PREPARED BY Sharon R. Traylor, Director
AGENCY Div. of Business Loans, Dept. of Commerce & Eco.
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POSITIONS							
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	2 Typewriters @810	1.6
	1 Coat rack, 3 wastebaskets	<u>.1</u>
		5.9
	Total	\$109.1

10% Inflation for Succeeding Years.



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James O. Smith
Signature of Camera Operator

3/23/90
Date

WO#7681
Vassar

Original sponsors: Fahrenkamp, Sumner
and Bradley

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 CS FOR SENATE BILL NO. 398

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 loans for advanced mineral explora-
7 tion, development or mining and establishing the mining
8 revolving loan fund; and providing for an effective
9 date."

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

11 * Section 1. AS 27 is amended by adding a new chapter to read:

12 CHAPTER 9. MINING REVOLVING LOAN FUND.

13 Sec. 27.09.010. MINING REVOLVING LOAN FUND. There is established
14 in the Department of Commerce and Economic Development the mining re-
15 volving loan fund. The department shall make loans from the fund to
16 underwrite advanced mineral exploration, development or mining in the
17 state.

18 Sec. 27.09.020. ELIGIBILITY. The Department of Commerce and
19 Economic Development may make loans under this chapter to a person who

20 (1) has submitted an operating plan to the Department of
21 Natural Resources, has received from the Department of Natural Resources
22 a written statement of the economic feasibility of the operating plan in
23 accordance with AS 27.09.030, and has submitted the written statement of
24 feasibility to the Department of Commerce and Economic Development with
25 his loan application; and

26 (2) demonstrates to the satisfaction of the Department of
27 Commerce and Economic Development that he can implement his operating
28 plan.

29 Sec. 27.09.030. OPERATING PLAN. (a) A person who requests a loan

1 under AS 27.09.010 shall prepare an operating plan which describes the
2 amount of the loan requested, the nature and location of the advanced
3 mineral exploration, development or mining for which the loan is re-
4 quired, the equipment and other resources available to the person to
5 implement the operating plan, and the economic feasibility of the plan.
6 The person requesting a loan shall submit his operating plan to the
7 Department of Natural Resources.

8 (b) Within two weeks after receipt of an operating plan under (a)
9 of this section, the Department of Natural Resources shall review the
10 operating plan and shall determine the economic feasibility of the
11 advanced mineral exploration, development or mining described in the
12 operating plan. The Department of Natural Resources may extend the time
13 for making its determination as to economic feasibility if an extension
14 is necessary to obtain more information under (c) of this section.

15 (c) The Department of Natural Resources may require a person who
16 has submitted an operating plan to provide additional information on the
17 proposed advanced mineral exploration, development or mining if the
18 information is necessary for a determination of economic feasibility
19 under (b) of this section.

20 (d) If the Department of Natural Resources determines that an
21 operating plan is economically feasible, the Department of Natural
22 Resources shall provide the person who submitted the plan with a written
23 statement of economic feasibility.

24 (e) The Department of Natural Resources may enter into contracts
25 for the services of experts in advanced mineral exploration, development
26 or mining to perform the functions described in (b) - (d) of this sec-
27 tion.

28 (f) Information acquired under this section is confidential and
29 may not be disclosed except to the person who supplied the information

1 or except by order of a court.

2 Sec. 27.09.040. LOAN TERMS. (a) A loan granted under this chap-
3 ter

4 (1) may not exceed \$5,000,000;

5 (2) may not exceed a term of 15 years;

6 (3) may not bear interest exceeding nine and one-half per-
7 cent; and

8 (4) may not exceed 75 percent of the appraised value of the
9 collateral used to secure the loan.

10 (b) A loan may not be made under this chapter if it would result
11 in an outstanding debt of the borrower to the fund in excess of
12 \$5,000,000.

13 (c) A loan made under this chapter shall be secured by

14 (1) a first priority lien or mortgage; or

15 (2) a second priority lien or mortgage which is subordinate
16 to a valid first priority lien or mortgage in favor of a private lending
17 institution if the total of the financing by the private lending insti-
18 tution and by the loan made under this chapter does not exceed 75 per-
19 cent of the appraised value of the collateral used to secure the loan.

20 (d) Unless the loan under this chapter was made to underwrite
21 placer mining activities, repayment of the loan principal shall begin
22 one year after the date mineral production begins or five years from the
23 date the loan is made, whichever is sooner. For loans made under this
24 chapter to underwrite placer mining activities, the Department of Com-
25 merce and Economic Development may not require repayment of principal to
26 begin before the end of the second placer mining season after the loan
27 is made. The accrual of interest on a loan made under this chapter
28 begins when the loan is made, and the accrued interest shall be repaid
29 on a monthly basis. In this subsection "placer mining season" means the

1 time during a consecutive 12-month period when placer mining activities
2 may be conducted by virtue of the thawed and fluid condition of the
3 streams and rivers in the mining area.

4 (e) If the Department of Commerce and Economic Development makes a
5 loan under this chapter which exceeds \$5,000, the following provisions
6 shall be included in the loan agreement:

7 (1) the Department of Commerce and Economic Development shall
8 establish a separate account for the borrower and shall deposit the
9 amount of the loan in the account;

10 (2) the borrower may withdraw from the account up to \$5,000
11 for the purposes described in AS 27.09.010;

12 (3) if the borrower presents a signed and dated receipt for
13 materials, gear, or services purchased for the purposes described in
14 AS 27.09.010, the Department of Commerce and Economic Development shall
15 reimburse the borrower from the borrower's account in the amount shown
16 on the receipt;

17 (4) if the borrower presents an executory contract of sale
18 for materials, gear, or services for the purposes described in AS 27.-
19 09.010, the Department of Commerce and Economic Development shall pay
20 from the borrower's account the amount owed the party with whom the
21 borrower has contracted in accordance with the terms of the contract.

22 (f) Principal and interest payments on loans made under this
23 chapter shall be paid into the mining revolving loan fund.

24 Sec. 27.09.050. SALE OR TRANSFER OF MORTGAGES, BONDS, AND NOTES.

25 (a) The commissioner of commerce and economic development may sell or
26 transfer at par value or at a premium or discount to any bank or other
27 private purchaser for cash or other consideration the mortgages, bonds,
28 and notes held by the Department of Commerce and Economic Development as
29 security for loans made under this chapter.

1 (b) The commissioner of commerce and economic development may sell
2 or transfer at par value to the Department of Revenue the mortgages,
3 bonds, and notes held by the Department of Commerce and Economic De-
4 velopment as security for loans made under this chapter. The Department
5 of Revenue may purchase the mortgages, bonds and notes offered.

6 Sec. 27.09.060. REGULATIONS. The Department of Commerce and
7 Economic Development may adopt regulations in accordance with the Ad-
8 ministrative Procedure Act (AS 44.62) to administer this chapter.
9 Regulations adopted under this section shall be prepared after consul-
10 tation with the Department of Natural Resources or after consultation
11 with a person who, in the opinion of the commissioner of commerce and
12 economic development or his designee, has broad experience in and is
13 highly qualified in advanced mineral exploration, development and mining.

14 Sec. 27.09.070. DEFINITIONS. In AS 27.09.010 - 27.09.070,

15 (1) "advanced mineral exploration" means the investigation of
16 a known mineral deposit to gain knowledge of its size, shape and value,
17 and to determine whether it is feasible for mining, by the use of geo-
18 physical surveys, boreholes, pits, or underground workings;

19 (2) "date of mineral production" means the date on which the
20 first shipment of products from mining operations is made;

21 (3) "development" means the preparation of a proven mineral
22 deposit for mining;

23 (4) "fund" means the mining revolving loan fund.

24 (5) "mining" means the extraction of ore and the preparation
25 of a mineral product for market.

26 * Sec. 2. This Act takes effect July 1, 1980.
27
28
29

COMMITTEE REPORT
SENATE

FURTHER: Finance

2/6/80

Date: February 19, 1980

Mr. President:

The Committee on COMMERCE has had SB 398
establishing the prospectors' 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 ^{as follows} without recommendations
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

1. Curtis Sturgulinski do pass
Brad Bradley

MEMBERS HAVING
OTHER RECOMMENDATIONS:

with amendments?
2. Frank Secura No Rec
2. Jerry Thomas No Rec

1. Brad Bradley
CHAIRMAN

Introduced: 2/6/80
Referred: Commerce and
Finance

1 IN THE SENATE BY FAI LNKAMP, SUMNER AND BRADLEY

2 SENATE BILL NO. 398

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act establishing the prospectors' revolving loan
7 fund."

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

9 * Section 1. AS 27 is amended by adding a new chapter to read:

10 CHAPTER 9. PROSPECTORS' REVOLVING LOAN FUND.

11 Sec. 27.09.010. PROSPECTORS' REVOLVING LOAN FUND. There is estab-
12 lished in the Department of Commerce and Economic Development the pros-
13 pectors' revolving loan fund. The department shall make loans from the
14 fund to underwrite mineral exploration and development and mining ac-
15 tivities in the state.

16 Sec. 27.09.020. ELIGIBILITY. The department may make loans under
17 AS 27.09.010 to a person who demonstrates to the satisfaction of the
18 department that he has

- 19 (1) at least five years of prospecting experience; and
- 20 (2) a bona fide intent to use the money for the purposes

21 described in AS 27.09.010.

22 Sec. 27.09.030. LOAN TERMS. (a) A loan granted under AS 27.09.010

- 23 (1) may not exceed \$1,000,000;
- 24 (2) may not exceed a term of 15 years;
- 25 (3) may not bear interest exceeding nine and one-half per-

26 cent; and

27 (4) may not exceed 75 percent of the appraised value of the
28 collateral used to secure the loan.

29 (b) A loan may not be made to a borrower under AS 27.09.010 if it

1 would result in an outstanding debt of the borrower to the fund in
2 excess of \$5,000,000.

3 (c) A loan granted under AS 27.09.010 shall be secured by

4 (1) a first priority lien or mortgage; or

5 (2) a second priority lien or mortgage which is subordinate
6 to a valid first priority lien or mortgage in favor of a private lending
7 institution if the total financing does not exceed 100 percent of the
8 appraised value of the collateral used to secure the loan.

9 (d) Unless the loan under AS 27.09.010 was to underwrite activi-
10 ties relating to placer mining, repayment of the loan principal shall
11 begin at the date of mineral production or five years from the date the
12 loan is granted, whichever is sooner. For loans granted under AS 27.-
13 09.010 to underwrite activities relating to placer mining, the depart-
14 ment may not require repayment of principal to begin earlier than the
15 end of the second placer mining season after the loan is granted. The
16 accrual of interest on a loan granted under AS 27.09.010 begins when the
17 loan is granted, and the accrued interest shall be repaid on a monthly
18 basis. In this subsection "placer mining season" means the time during
19 a consecutive 12-month period when placer mining activities may be
20 conducted by virtue of the thawed and fluid condition of the streams and
21 rivers in the area.

22 (e) If the department grants a loan under AS 27.09.010 which
23 exceeds \$5,000, the department shall include in the loan agreement the
24 following provisions:

25 (1) the department shall establish a separate account for the
26 borrower and shall deposit the amount of the loan in the account;

27 (2) the borrower may withdraw from the account up to \$5,000
28 for the purposes described in AS 27.09.010;

29 (3) if the borrower presents a signed and dated receipt for

1 materials, gear, or services purchased for the purposes described in
2 AS 27.09.010, the department shall reimburse the borrower from the bor-
3 rower's account in the amount shown on the receipt;

4 (4) if the borrower presents an executory contract of sale
5 for materials, gear, or services for the purposes described in AS 27.-
6 09.010, the department shall pay from the borrower's account the amount
7 owed the party with whom the borrower has contracted in accordance with
8 the terms of the contract.

9 (f) All principal and interest payments on loans made under AS 27.-
10 09.010 shall be paid into the prospector's revolving loan fund.

11 Sec. 27.09.040. SALE OR TRANSFER OF MORTGAGES, BONDS, AND NOTES.

12 (a) The commissioner of commerce and economic development may sell or
13 transfer at par value or at a premium or discount to any bank or other
14 private purchaser for cash or other consideration the mortgages, bonds,
15 and notes held by the Department of Commerce and Economic Development as
16 security for loans made under AS 27.09.010.

17 (b) The commissioner of commerce and economic development may sell
18 or transfer at par value to the Department of Revenue the mortgages,
19 bonds, and notes held by the Department of Commerce and Economic De-
20 velopment as security for loans made under AS 27.09.010. The Department
21 of Revenue may purchase the mortgages, bonds and notes offered.

22 Sec. 27.09.050. REGULATIONS. The department shall adopt regula-
23 tions in accordance with the Administrative Procedure Act (AS 44.62) to
24 administer this chapter. Regulations relating to qualification of
25 applicants shall be developed in coordination with the Department of
26 Natural Resources, division of geological and geophysical surveys.

27 Sec. 27.09.060. DEFINITIONS. In AS 27.09.010 - 27.09.060,

28 (1) "department" means the Department of Commerce and Eco-
29 nomic Development;

(2) "fund" means the prospectors' revolving loan fund.

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COMMITTEE COPY

ALASKA STATE LEGISLATURE

ELEVENTH Legislature SECOND Session

SENATE BILL NO. 398

By FAHRENKAMP, SUMNER AND...
BRADLEY

"An Act establishing the prospective revolving loan fund."

Introduced in the Senate 2/6/80, 1980

HISTORY IN THE SENATE

19	80	Read first time and referred to Committee on										
2	6	Commerce and Finance										
2	20	Reported back with <i>Commerce</i> recommendation that <i>2 do pass, 2 no rec. to Finance.</i>										
		Read second time and										
		Read third time and										
		<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
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Yeas	Yeas											
Nays	Nays											
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Excused	Excused											
		Reconsideration										
		<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
PASS	Effective Date											
Yeas	Yeas											
Nays	Nays											
Absent	Absent											
Excused	Excused											
		Reported correctly engrossed										
		Signed by President										
		Sent to House										
SECRETARY OF THE SENATE												

HISTORY IN THE HOUSE

19		Read first time and referred to Committee on										
		Reported back with recommendation that										
		Read second time and										
		Read third time and										
		<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
PASS	Effective Date											
Yeas	Yeas											
Nays	Nays											
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PASS	Effective Date											
Yeas	Yeas											
Nays	Nays											
Absent	Absent											
Excused	Excused											
		Reported correctly engrossed										
		Signed by Speaker										
		Returned to Senate										
CHIEF CLERK OF THE HOUSE												

HISTORY IN THE SENATE

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

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CS SB 398
Title "An Act relating to loans for advanced mineral exploration"
Requested by Senate Finance Date 3/6/80

II. FISCAL DETAIL

Agency Affected Department of Natural Resources
Program Category Affected Natural Resources Management
BRU, Program, or Subprogram(s) Affected Mineral Development
(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	49.2	53.1	57.1	61.2	65.3
200 TRAVEL		6.0	6.5	7.0	7.6	8.2
300 CONTRACTUAL		43.8	47.3	51.1	55.2	59.3
400 COMMODITIES		1.0	1.1	1.2	1.3	1.4
500 EQUIPMENT		1.5	1.6	1.7	1.8	1.9
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	0	101.5	109.6	118.1	127.1	136.1

FUNDING (Thousands of Dollars)

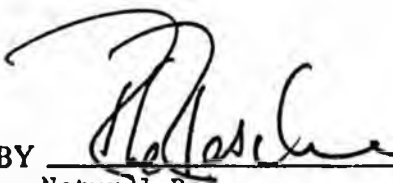
GENERAL FUND	0	101.5	109.6	118.1	127.1	136.1
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME	0	1	1	1	1	1
PART TIME						
TEMPORARY						

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

See Attached Sheet.

IV. DATE 3/07/80 PREPARED BY 
AGENCY Natural Resources
PHONE 465-2400
Original: Legislative Finance
cc: Budget and Management
Prime Sponsor (First Legislator Named)

R. Steaps

Assumptions:

(1) The burden of a complete and thorough technical and economic analysis of the mining development is on the applicant. The accuracy and reasonableness of the applicant's analysis will be verified by the Department of Natural Resources.

(2) Specialized technical review is best acquired from the private sector rather than through the creation of several new positions.

(3) Approximately 20 applications will be filed during the initial year of the revolving loan fund.

(4) Inflation at 8% per year.

100 Personal Services

1 Mining Engineer R 22 (includes fringe)	49.2
---	------

200 Travel

(Analysis of Mining properties)	6.0
---------------------------------	-----

300 Contractual

43.8

(Contracts with mining consultants)	40.0
(Office space)	1.8
(Phone)	2.0

400 Commodities

1.0

500 Equipment
(Desk/Chair/File Cabinet)

1.5
<hr/> 101.5

Miner's Revolving Loan Fund

Back-up. CS for SB 398

According to conservative estimates, mineral needs world wide indicated a two-fold increase in demand for new materials by the year 2000. Mining has always been more difficult in Alaska due to the sparse population, lack of roads and railroads, and the distances miners must travel to their claims.

The intent of this bill is to provide low interest loans to persons interested in development of a known or high-potential mineral deposit. The bill and the committee substitute were developed with the aid of representatives from: Alaska Miners Association, Usabelli Coal Mines, Department of Commerce and Economic Development (minerals development specialist, and director of Division of Business Loans), Department of Natural Resources (Commissioners Office, deputy director of Division of Minerals and Energy Management, and Division of Geological and Geophysical Survey), and Legal Affairs for the Legislature. Beyond the initial prospecting phases of mineral development, large sums of money are often needed for mining operations. If the bill is passed and the loan fund is implemented, it should help both the small and large scale mining operation through providing opportunities for employment in the advanced exploration and mining stages of mineral production.

When this bill was heard by the Senate Commerce Committee, the director of the Division of Business Loans testified that she had several questions regarding the administration of the bill, primarily the determination of the eligibility of the applicants. The bill was passed out of Commerce with the understanding that the sponsor would confer with the director of the division and clear up any difficulties which she had. The committee substitute offered here reflects those changes.

Section analysis.

Section 1. MINING REVOLVING LOAN FUND. The title was changed from "Prospector's" to "Miner's" Revolving loan fund. The loan fund will not help the prospector, but will help those persons who have identified a mineral prospect to explore or develop.

Sec. 27.09.010. MINING REVOLVING LOAN FUND. "Advanced" was inserted before "mineral exploration" to acknowledge the differences between advanced and preliminary types of prospecting. "Activities" was deleted to accentuate the need for a feasible operating plan in order to qualify for the loan.

Sec. 27.09.020. ELIGIBILITY. This entire section was changed to require the submission and approval of an operating plan by the Department of Natural Resources prior to the time a person could apply for the loan. This requirement will give the Division of Business Loans a

Back-up for CS for SB 398, cont.

description of the operating plan and will enable the division to make a decision based on sound business sense. The experience necessary to determine whether a particular operating plan is feasible lies within in-house resources of the Department of Natural Resources. It is possible that those services could be contracted rather than be added to current work loads. Resident requirements as well as previous mining experience were considered but development would have to be carried on within the state, and that residency requirements differ widely, approval of the operating plan would eliminate further requirements for eligibility.

Sec. 27.09.030. OPERATING PLAN. The operating plan will describe the amount of the loan requested, the nature and location of the mineral activity, the equipment and other resources available to the loan applicant. The plan must be approved within a two week period or technical assistance may be provided until the plan is acceptable.

Sec. 27.09.040. LOAN TERMS. The loan amount was increased to \$5,000,000. This will not exclude any small mining operations, but may assist larger operations than were previously helped. Provides for a delayed principal repayment schedule: payment on principal begins at the end of the second season for placer operations and either within five years of the loan or the first date of mineral production for other mines. Interest will be paid and accrued monthly. Also included in this section is a draw account of \$5,000 for the borrower. Any amount above that level will be placed in an account. If the borrower presents either a receipt or executory contract for gear or equipment, the money will be repaid to him from the loan account. 100% of appraised value changed to 75%.

Sec. 27.09.050. SALE OR TRANSFER OF MORTGAGES, BONDS AND NOTES. This language is included in all loan legislation.

Sec. 27.09.060. REGULATIONS. The change from "shall" to "may" was made in order to continue with the current effort to prevent unnecessary regulations from being adopted. This effort is further supported by the fiscal note which specifically states that no monies are included for the development of regulations. The words "qualified personnel" were added to the section because at the present time, the Department of Commerce and Economic Development does not have a minerals expert on staff.

Sec. 27.09.070. DEFINITIONS. Adds "advanced mineral exploration", "date of mineral production", "development" and "mining" definitions.

Section 2. Effective date is July 1, 1980.

Introduced: 2/6/80
Referred: Commerce and
Finance

BY FAHRENKAMP, SIMNER AND BRADLEY

1 IN THE SENATE

2 SENATE BILL NO. 398

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act establishing the prospectors' revolving loan
7 fund."

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

9 * Section 1. AS 27 is amended by adding a new chapter to read:

10 CHAPTER 9. PROSPECTORS' REVOLVING LOAN FUND.

11 Sec. 27.09.010. PROSPECTORS' REVOLVING LOAN FUND. There is estab-
12 lished in the Department of Commerce and Economic Development the pros-
13 pectors' revolving loan fund. The department shall make loans from the
14 fund to underwrite mineral exploration and development and mining ac-
15 tivities in the state.

16 Sec. 27.09.020. ELIGIBILITY. The department may make loans under
17 AS 27.09.010 to a person who demonstrates to the satisfaction of the
18 department that he has

- 19 (1) at least five years of prospecting experience; and
20 (2) a bona fide intent to use the money for the purposes
21 described in AS 27.09.010.

22 Sec. 27.09.030. LOAN TERMS. (a) A loan granted under AS 27.09.010

- 23 (1) may not exceed \$1,000,000;
24 (2) may not exceed a term of 15 years;
25 (3) may not bear interest exceeding nine and one-half per-
26 cent; and

27 (4) may not exceed 75 percent of the appraised value of the
28 collateral used to secure the loan.

29 (b) A loan may not be made to a borrower under AS 27.09.010 if it

1 would result in an outstanding debt of the borrower to the fund in
2 excess of \$5,000,000.

3 (c) A loan granted under AS 27.09.010 shall be secured by

4 (1) a first priority lien or mortgage; or

5 (2) a second priority lien or mortgage which is subordinate
6 to a valid first priority lien or mortgage in favor of a private lending
7 institution if the total financing does not exceed 100 percent of the
8 appraised value of the collateral used to secure the loan.

9 (d) Unless the loan under AS 27.09.010 was to underwrite activi-
10 ties relating to placer mining, repayment of the loan principal shall
11 begin at the date of mineral production or five years from the date the
12 loan is granted, whichever is sooner. For loans granted under AS 27.-
13 09.010 to underwrite activities relating to placer mining, the depart-
14 ment may not require repayment of principal to begin earlier than the
15 end of the second placer mining season after the loan is granted. The
16 accrual of interest on a loan granted under AS 27.09.010 begins when the
17 loan is granted, and the accrued interest shall be repaid on a monthly
18 basis. In this subsection "placer mining season" means the time during
19 a consecutive 12-month period when placer mining activities may be
20 conducted by virtue of the thawed and fluid condition of the streams and
21 rivers in the area.

22 (e) If the department grants a loan under AS 27.09.010 which
23 exceeds \$5,000, the department shall include in the loan agreement the
24 following provisions:

25 (1) the department shall establish a separate account for the
26 borrower and shall deposit the amount of the loan in the account;

27 (2) the borrower may withdraw from the account up to \$5,000
28 for the purposes described in AS 27.09.010;

29 (3) if the borrower presents a signed and dated receipt for

1 materials, gear, or services purchased for the purposes described in
2 AS 27.09.010, the department shall reimburse the borrower from the bor-
3 rower's account in the amount shown on the receipt;

4 (4) if the borrower presents an executory contract of sale
5 for materials, gear, or services for the purposes described in AS 27.-
6 09.010, the department shall pay from the borrower's account the amount
7 owed the party with whom the borrower has contracted in accordance with
8 the terms of the contract.

9 (f) All principal and interest payments on loans made under AS 27.-
10 09.010 shall be paid into the prospector's revolving loan fund.

11 Sec. 27.09.040. SALE OR TRANSFER OF MORTGAGES, BONDS, AND NOTES.

12 (a) The commissioner of commerce and economic development may sell or
13 transfer at par value or at a premium or discount to any bank or other
14 private purchaser for cash or other consideration the mortgages, bonds,
15 and notes held by the Department of Commerce and Economic Development as
16 security for loans made under AS 27.09.010.

17 (b) The commissioner of commerce and economic development may sell
18 or transfer at par value to the Department of Revenue the mortgages,
19 bonds, and notes held by the Department of Commerce and Economic De-
20 velopment as security for loans made under AS 27.09.010. The Department
21 of Revenue may purchase the mortgages, bonds and notes offered.

22 Sec. 27.09.050. REGULATIONS. The department shall adopt regula-
23 tions in accordance with the Administrative Procedure Act (AS 44.62) to
24 administer this chapter. Regulations relating to qualification of
25 applicants shall be developed in coordination with the Department of
26 Natural Resources, division of geological and geophysical surveys.

27 Sec. 27.09.060. DEFINITIONS. In AS 27.09.010 - 27.09.060,

28 (1) "department" means the Department of Commerce and Eco-
29 nomic Development;

(2) "fund" means the prospectors' revolving loan fund.

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THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 398

Title An Act Establishing the Prospector's Revolving Loan Fund

Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Dept. of Commerce & Economic Development

Program Category Affected Development

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

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

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES		79.3	87.2	95.9	105.5	116.0
200 TRAVEL		11.0	12.1	13.3	14.6	16.1
300 CONTRACTUAL		12.4	13.6	15.0	16.5	18.2
400 COMMODITIES		.5	.6	.7	.8	.9
500 EQUIPMENT		5.9	-	-	-	-
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		109.1	113.5	124.9	137.4	151.2

FUNDING (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND		109.1	113.5	124.9	137.4	151.2
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME		3.0	3.0	3.0	3.0	3.0
PART TIME						
TEMPORARY						

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

Increase staff to handle processing and accounting for Prospector's loans.

See attached breakdown of figures.

Sharon R. Traylor

IV. DATE 2-8-80

PREPARED BY Sharon R. Traylor, Director

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

Original: Legislative Finance

PHONE 465-2510

Dev.

cc: Budget and Management

Prime Sponsor (First Legislator Named)

Fiscal Note Detail, SB 398, Prospectors' Loan Fund

		<u>12 Months</u>
100.	1 Loan Examiner III @2,355/mo.	\$ 28.3
	1 Clark Typist III @1,108/mo.	13.3
	1 Accounting Technician II @1,629/mo.	<u>19.6</u>
		\$ 61.2
	Standard Benefits (Wages X .1529)	9.4
	Supplemental Benefits (Wages X .0665)	4.1
	Health Insurance (Man months X 127)	<u>4.6</u>
	Total Personal Services Cost	\$ 79.3
200.	Trips to inspect collateral and close loans:	
	20 Trips @430	\$8.6
	40 Days per diem @60	<u>2.4</u>
		11.0
300.	Telephone, postage, printing	\$10.0
	Additional office space (Anch) @200/mo.	<u>2.4</u>
		12.4
400.	Office Supplies	<u>.5</u>
	12 Months Operation Costs	\$103.2
500.	3 Desks @333	1.0
	2 Credenzas @390	.8
	1 Typist's extension	.4
	1 Executive chair	.2
	2 Secretarial chairs @137	.3
	2 Side chairs @125	.3
	3 File cabinets @247	.7
	2 Calculators @225	.5
	2 Typewriters @810	1.6
	1 Coat rack, 3 wastebaskets	<u>.1</u>
		<u>5.9</u>
	Total	\$109.1

10% Inflation for Succeeding Years.

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

AMENDED

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 398

Title An Act Establishing the Prospector's Revolving Loan Fund

Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Dept. of Commerce & Economic Development

Program Category Affected Development

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

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

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES		79.3	87.2	95.9	105.5	116.0
200 TRAVEL		11.0	12.1	13.3	14.6	16.1
300 CONTRACTUAL		12.4	13.6	15.0	16.5	18.2
400 COMMODITIES		.5	.6	.7	.8	.9
500 EQUIPMENT		5.9	-	-	-	-
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		109.1	113.5	124.9	137.4	151.2

FUNDING (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND		109.1	113.5	124.9	137.4	151.2
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME		3.0	3.0	3.0	3.0	3.0
PART TIME						
TEMPORARY						

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

Increase staff to handle processing and accounting for Prospector's loans.

See attached breakdown of figures.

The above figures do not include funding for development of regulations.

Although the primary purpose of the three positions requested is to process and service prospector's loans, they will also work on other types of loans. The division is backlogged on applications for other loan programs, so could not assume another program without additional personnel.

Amended 2-22-80

S. Traylor

Sharon R. Traylor

IV. DATE 2-8-80

PREPARED BY Sharon R. Traylor, Director
AGENCY Div. of Business Loans, Dept. of Commerce & Eco
PHONE 465-2510 Dev

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

Fiscal Note Detail, SB 398, Prospectors' Loan Fund

		<u>12 Months</u>
100.	1 Loan Examiner III @2,355/mo.	\$ 28.3
	1 Clark Typist III @1,108/mo.	13.3
	1 Accounting Technician II @1,629/mo.	<u>19.6</u>
		\$ 61.2
	Standard Benefits (Wages X.1529)	9.4
	Supplemental Benefits (Wages X .0665)	4.1
	Health Insurance (Man months X 127)	<u>4.6</u>
	Total Personal Services Cost	\$ 79.3
200.	Trips to inspect collateral and close. loans:	
	20 Trips @430	\$8.6
	40 Days per diem @60	<u>2.4</u>
		11.0
300.	Telephone, postage, printing	\$10.0
	Additional office space (Anch) @200/mo.	<u>2.4</u>
		12.4
400.	Office Supplies	<u>.5</u>
	12 Months Operation Costs	\$103.2
500.	3 Desks @333	1.0
	2 Credenzas @390	.8
	1 Typist's extension	.4
	1 Executive chair	.2
	2 Secretarial chairs @137	.3
	2 Side chairs @125	.3
	3 File cabinets @247	.7
	2 Calculators @225	.5
	2 Typewriters @810	1.6
	1 Coat rack, 3 wastebaskets	<u>.1</u>
		<u>5.9</u>
	. Total	\$109.1

10% Inflation for Succeeding Years.

THE LEGISLATURE OF THE STATE OF ALASKA
 ELEVENTH LEGISLATURE

AMENDED FISCAL NOTE

I. REQUEST
 Bill/Resolution No. SB 398
 Title An Act Establishing the Prospector's Revolving Loan Fund
 Requested by _____ Date _____

II. FISCAL DETAIL
 Agency Affected Dept. of Commerce & Economic Development
 Program Category Affected Development
 BRU, Program, or Subprogram(s) Affected Division of Business Loans
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES		79.3	87.2	95.9	105.5	116.0
200 TRAVEL		11.0	12.1	13.3	14.6	16.1
300 CONTRACTUAL		12.4	13.6	15.0	16.5	18.2
400 COMMODITIES		.5	.6	.7	.8	.9
500 EQUIPMENT		5.9	-	-	-	-
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		109.1	113.5	124.9	137.4	151.2

FUNDING (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND		109.1	113.5	124.9	137.4	151.2
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POSITIONS

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FULL TIME		3.0	3.0	3.0	3.0	3.0
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IV. DATE 2-8-80 PREPARED BY Sharon R. Traylor, Director
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	1 Coat rack, 3 wastebaskets	<u>.1</u>
		<u>5.9</u>
	Total	\$109.1

10% Inflation for Succeeding Years.



RECORDS



CERTIFICATION

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

James A. Smith
Signature of Camera Operator

3/23/90
Date

Introduced: 2/7/80
Referred: Resources and
Finance

1 IN THE SENATE

BY SUMNER BY REQUEST

2 SENATE BILL NO. 399

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 land discounts for the purchase of
state land; and providing for an effective date."

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

9 * Section 1. AS 38.05 is amended by adding a new section to read:

10 Sec. 38.05.059. ADDITIONAL LAND DISCOUNT. (a) The commissioner
11 of natural resources shall allow to a purchaser who is eligible under
12 (b) of this section a discount on the purchase price of state land which
13 is classified for a use other than commercial or industrial. The dis-
14 count is five percent of the purchase price of the land for each year of
15 residence of the purchaser in the state after 10 years of residence. A
16 discount under this section may not exceed 25 percent of the purchase
17 price of the land or \$12,500, whichever is less.

18 (b) To be eligible for a discount under this section a purchaser
19 must

20 (1) be a veteran eligible for a land discount under AS 38.-
21 05.058; and

22 (2) have received a land discount under AS 38.05.058 on the
23 price of state land purchased before July 1, 1979.

24 (c) Notwithstanding AS 38.05.058(d), a purchaser may claim the
25 discount allowed by this section even if he received a land discount
26 under AS 38.05.058 before July 1, 1979. The discount allowed by this
27 section may be added to any other discount or credit allowed by law to
28 reduce the purchase price of state land if the reduction of the purchase
29 price does not exceed \$37,500 or 75 percent of the purchase price of the

1 land, whichever is less. A purchaser may receive the land discount
2 allowed by this section one time only.

3 * Sec. 2. This Act takes effect immediately in accordance with AS 01.10.-
4 070(c).

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ALASKA STATE LEGISLATURE

ELEVENTH Legislature SECOND Session

SENATE BILL NO. 399

By SUMNER BY REQUEST

"An Act relating to land discounts for the purchase of state land; and providing for an effective date."

Introduced in the Senate 2/7/80, 1980

HISTORY IN THE SENATE

19	80	Read first time and referred to Committee on																						
2	7	Resources and Finance																						
4	24	Reported back with <i>Resources</i> recommendation that <i>to do pass to fin.</i>																						
		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> <tr> <td colspan="2">Reconsideration</td> </tr> <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	Reconsideration		PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
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Excused	Excused																							
		Reported correctly engrossed Signed by President Sent to House																						
SECRETARY OF THE SENATE																								

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		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.