

LEG. FINANCE - BILLS 1981 - 1982 1684

SB 488 cont. - SB 514

1689

UNIVERSITY OF ALASKA FOUNDATION
 SCHEDULE OF RESTRICTED FUNDS (Continued)
 For 6 mos. ended December 31, 1980

	<u>Balance</u> <u>July 1, 1980</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>December 31, 1980</u>
<u>Restricted for Anchorage Community College:</u>				
Other Restrictions:				
Home Economics	\$ 26.07	\$ -	\$ -	\$ 26.07
<u>Restricted for Tanana Valley Community College:</u>				
For Student Aid:				
North Pole Refining FY81 TVCC Petroleum Technology Scholarship	-	2,000.00	-	2,000.00
<u>Restricted for Extension and Rural Education:</u>				
Other Restrictions:	76.68	-	-	76.68
Total Restricted Funds	371,139.00	101,445.71	41,006.16	431,578.55
Total Unexpended Endowment Income (Sch. 2)	46,817.71	23,699.52	8,629.21	61,888.02
	<u>\$417,956.71</u>	<u>\$125,145.23</u>	<u>\$49,635.37</u>	<u>\$493,466.57</u>

UNIVERSITY OF ALASKA FOUNDATION

SCHEDULE OF ENDOWMENT PRINCIPAL AND UNEXPENDED INCOME
For 6 mos. ended December 31, 1980

	Principal			Unexpended Income			
	Balance July 1, 1980	Additions (Deductions)	Balance Dec. 31, 1980	Balance July 1, 1980	Additions Deductions	Balance Dec. 31, 1980	
<u>Restricted for University of Alaska - Fairbanks (Cont'd):</u>							
Lydia Fohn-Hansen Scholarship	\$ 3,598.20	\$ -	\$ 3,598.20	\$ 906.28	\$ 142.98	\$ -	\$ 1,049.20
Spencer A. Linderman Memorial Award	2,560.00	-	2,560.00	273.58	101.64	-	375.22
William A. O'Neill Scholarship Memorial Fund	12,292.00	-	12,292.00	2,840.84	488.36	-	3,329.20
Ernest N. Patty Scholarship Fund	10,868.00	-	10,868.00	2,651.51	431.81	-	3,083.32
Ernest N. Patty Senior Award	5,000.00	-	5,000.00	253.75	198.63	-	452.38
Harold R. Peyton Civil Engineering Scholarship	1,675.00	-	1,675.00	476.71	66.46	-	543.17
Ronald F. Cosgrave Engineering Sch.	10,701.69	1,000.00	11,701.69	1,234.20	432.03	-	1,666.23
William Osborne Wood Memorial	6,530.12	6,172.91	12,703.03	-	331.60	95.77	235.83
Marty Thies Memorial Endowment Fund	1,518.50	981.50	2,500.00	17.72	75.91	-	93.63
Museum Archeological Collection, Acquisition & Maintenance of Specimens	-	237,000.00	237,000.00	-	3,281.34	-	3,281.34
	<u>65,743.51</u>	<u>245,154.41</u>	<u>310,897.92</u>	<u>10,614.84</u>	<u>5,987.76</u>	<u>95.77</u>	<u>16,506.83</u>
<u>Restricted for Sitka Community College:</u>							
Sitka Community College Scholarship Fund	20,000.00	-	20,000.00	1,278.60	420.83	825.00	874.43
	<u>\$480,129.04</u>	<u>\$245,154.41</u>	<u>\$725,283.45</u>	<u>\$46,817.71</u>	<u>\$23,699.52</u>	<u>\$8,629.21</u>	<u>\$61,888.02</u>

UNIVERSITY OF ALASKA FOUNDATION
 SCHEDULE OF ENDOWMENT PRINCIPAL AND UNEXPENDED INCOME
 For 6 mos. ended December 31, 1980

	Principal			Unexpended Income		
	Balance July 1, 1980	Additions (Deductions)	Balance Dec. 31, 1980	Balance July 1, 1980	Additons Deductions	Balance Dec. 31, 1980
<u>Restricted for Statewide use:</u>						
Harold T. Caven Professorship in Business & Finance	\$ 96,597.00	\$ -	\$ 96,597.00	\$11,040.99	\$ 4,102.74	\$ 7,896.29
Bob Johnson Aviation Memorial	3,448.00	-	3,448.00	1,033.40	136.91	1,170.31
Kathryn S. Patty Scholarship for Women Students	10,000.00	-	10,000.00	2,897.78	397.39	3,295.17
A.D. "A1" Robertson Memorial Scholarship	7,809.50	-	7,809.50	1,330.18	310.33	1,230.51
Gene Sharp Lectureship on Nonviolent Action	4,705.99	-	4,705.99	1,315.02	186.98	1,502.00
Lowell A. Wakefield Memorial Fund	500.00	-	500.00	139.83	19.85	159.68
Edby Davis Memorial Endowment Fund	74,987.61	-	74,987.61	-	-	-
Mable H. Crawford Memorial Scholarship Fund	185,337.43	-	185,337.43	16,536.69	9,847.43	26,333.12
Gann Endowment Fund in Honor of Dr. Elbe & Wilma Gann	1,000.00	-	1,000.00	101.37	39.70	141.07
Fellowship for Research in Epidemiology & Preventive Medicine	10,000.00	-	10,000.00	529.01	2,249.60	2,778.61
	<u>394,385.53</u>	<u>-</u>	<u>394,385.53</u>	<u>34,924.27</u>	<u>17,290.93</u>	<u>44,506.76</u>
<u>Restricted for University of Alaska - Fairbanks:</u>						
Heinie and Peggy Carsten Scholarships	11,000.00	-	11,000.00	1,960.25	437.00	2,397.25

UNIVERSITY OF ALASKA FOUNDATION

Schedule of Short-Term Investments
December 31, 1980

	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Cost</u>	<u>Market</u>
Time Certificate of Deposit:				
National Bank of Alaska (182 days)	8.375%	01/14/81	\$ 150,000.00	\$ 150,000.00
National Bank of Alaska (90 days)	16.000%	03/30/81	102,000.00	102,000.00
National Bank of Alaska (180 days)	12.750%	04/30/81	149,312.38	149,312.38
Alaska National Bank (272 days)	14.650%	08/24/81	297,000.00	297,000.00
			<u>\$ 698,312.38</u>	<u>\$ 698,312.38</u>
Money Market Certificates:				
National Bank of Alaska (182 days)	9.117%	02/11/81	69,000.00	69,000.00
National Bank of Alaska (182 days)	9.117%	02/11/81	69,000.00	69,000.00
National Bank of Alaska (182 days)	10.015%	02/23/81	66,686.63	66,686.63
National Bank of Alaska (182 days)	10.015%	02/23/81	66,686.63	66,686.63
National Bank of Alaska (182 days)	14.167%	05/25/81	46,000.00	46,000.00
National Bank of Alaska (182 days)	14.167%	05/25/81	46,000.00	46,000.00
National Bank of Alaska (182 days)	14.804%	06/05/81	22,000.00	22,000.00
National Bank of Alaska (182 days)	15.319%	06/15/81	24,000.00	24,000.00
			<u>409,373.26</u>	<u>409,373.26</u>
Total Short-Term Investments			<u>\$1,107,685.64</u>	<u>\$1,107,685.64</u>



Sherman Carter
Executive President

UNIVERSITY OF ALASKA

FAIRBANKS, ALASKA 99701

January 12, 1981

TO: Directors, University of Alaska Foundation

FROM: Sherman Carter, Treasurer
University of Alaska Foundation *Sherman*

SUBJECT: Quarterly Report

This report covers the period July 1 through December 31, 1980. Unaudited financial statements for the foundation for the period which ended December 31, 1980 are attached.

The foundation's total assets increased \$323,209 during this reporting period. The increase is primarily attributable to the establishment of an endowment of \$237,000 by the University of Alaska, interest earnings from which will be used to fund museum acquisitions.

Other increases resulted from donations of \$20,000 by North Pole Refining for scholarships and support of the University of Alaska Petroleum Technology Program, \$15,778 from Westours in support of the museum and the Travel Industry Management department, \$11,500 from Mr. Elmer Rasmuson to fund a rare book acquisition by the Rasmuson Library on the Fairbanks campus, \$5,000 from Dr. Terris Moore for an oral history project on the University of Alaska, \$5,000 from Dr. and Mrs. William Wood in support of the William O. Wood Memorial Endowment, \$5,000 from National Bank of Alaska in support of a scholarship program, and \$1,250 respectively from North Pole Refining, Alaska Airlines, Sohio, the Alaska Petroleum Company and the Fairbanks Industrial Development Corporation in support of a sports sculpture project at the Fairbanks campus athletic facility.

Contributions in support of the Permafrost Conference which will be hosted by the university in 1983 were also received during the period from Chevron USA, Inc., Northwest Pipeline Co., Tesoro Petroleum, and Getty Oil. A donation of \$2,000 was received from Mrs. Hortense Lewis in support of a scholarship program and the University of Alaska Museum. Support to the unrestricted funds of the foundation were received in the following amounts: \$1,628 from Brian and Carolyn Brundin, \$5,000 from Exxon Co. USA, and \$666 from Patrick O'Neill, who also contributed \$666 to a scholarship fund.

Expenditures that reduced assets from July 1 through December 31 were \$7,247 in support of a professorship in Business

University of Alaska

Directors, University of Alaska Foundation

January 12, 1981

Page Two

and Finance, \$11,500 for acquisition of a rare book for the UAF Rasmuson Library, \$9,756 for support of the faculty development program established by the Mellon Foundation, \$4,032 in support of the Asian American Assembly Conference and \$8,235 for scholarships.

During the six month period, the foundation's pooled short-term investments earned income at an annual rate of 10.44%. Interest rates on investments have increased from previous rates of from 7.35% to 8.92% to rates of up to 16.0% during the current quarter.

Total interest on short-term investments earned during the second quarter of this fiscal year was \$25,414, of which \$7,621 is recorded as an addition to the unrestricted funds. Unrestricted interest income for the quarter includes \$1,557 earned by the Edby Davis Memorial Endowment Fund. The remaining interest earned on investments during the quarter totals \$17,793 and is recorded as additions to restricted funds.

During this reporting period, cash was received as a final settlement from the trustees of the estate of the late Mabel H. Crawford. Also, outstanding pledges relating to the Silver Fox Mine purchase were collected prior to December 31, adding \$10,484 to cash received.

Some things which have occurred recently, which may be of interest are:

1. Final payment was made on January 5, 1981 on the debt and interest outstanding on the Silver Fox Mine. Formal presentation of the final check making payment to Mr. and Mrs. Tury Anderson was made by Director William Wood. The university is now in the process of recording the final payment in the recording district to show that the university has title to this property.

2. The special grants program authorized for distribution by President Jay Barton continues to have activity, meeting needs which cannot properly be covered by appropriated funds. The grants which President Barton has made from 1 July through the date of this report* total \$7,425 and have been as follows:

Spent:

a. Transportation cost for student to attend a conference	\$ 569
b. Award to a graduate student to present a paper	500
c. Augmentation of scholarship fund	856
	<u>\$1,925</u>

Committed:

d. Travel costs for a group of students to attend a conference	1,500
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*and now committed for the next 6 months

University of Alaska

Directors, University of Alaska Foundation

January 12, 1981

Page Three

e. Support for student journalism activity (1981)	\$2,000
f. Support for jazz festival (1981)	<u>2,000</u>
Total spent and committed	7,425

The foundation board authorized President Jay Barton to expend up to \$2,000 per quarter for worthy, needed projects that would help the University of Alaska but that could not properly be covered by appropriated funds. More than this amount could well be used, but the primary governing factor for the size of allocations which the foundation board can make to support such university projects is, of course, the financial capability of the foundation to fund such support.

My own recommendation now to the foundation's directors is that the board consider permitting President Barton to allocate up to \$4,000 per quarter of the foundation's unrestricted funds. This would be a prudent commitment which the foundation can now well afford. Reports on the use of all such funding by the university's president will continue to be made quarterly to the foundation's directors. They may wish to consider this matter during their meeting scheduled to be held in Juneau later this month.

Finally, again, on behalf of President Jay Barton, and the regents, I thank you for your support of the University of Alaska and all that you do to help the university. We in the university administration are extremely anxious to earn and retain your confidence. I look forward to seeing you at the next meeting of the directors of the University of Alaska Foundation, which meeting is scheduled to be held later this month in Juneau, information on which Dixie Brown now is sending to you. Meanwhile, if I can get information for you or be of help to you in any way, please let me know.

SFC:jah

cc: Members of the Board of Regents
President, University of Alaska
Acting Executive Director, University of Alaska Foundation
Directors of Alumni Association
Chancellors

Attachments

Introduced: 5/11/81
Referred: Health, Education &
Social Services, State
Affairs and Finance

1 IN THE SENATE

BY PARR

2 SPONSOR SUBSTITUTE FOR SENATE BILL NO. 488

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act directing the Board of Regents of the Univer-
7 sity of Alaska to establish a general endowment; and
8 providing for an effective date."

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

10 * Section 1. AS 14.40 is amended by adding a new section to read:

11 Sec. 14.40.282. GENERAL ENDOWMENT. (a) The Board of Regents of
12 the University of Alaska shall establish a general endowment. The
13 University of Alaska Foundation shall manage the general endowment as a
14 perpetual trust.

15 (b) The income of the general endowment shall be used by the
16 Board of Regents to establish and maintain an endowed chair in an
17 academic discipline as determined by the Board of Regents. In estab-
18 lishing and maintaining the endowed chair, the Board of Regents shall
19 establish a position and appoint a person to it. The income of the
20 general endowment shall be used by the Board of Regents only to defray
21 the costs of a salary, benefits, research, and related activities of
22 the person appointed to the position established.

23 * Sec. 2. This Act takes effect July 1, 1981.

COMMITTEE REPORT
SENATE

FURTHER: None

8/10/88

Date: August 10, 1988

Mr. President:

The Committee on STAFF has had SSSB 488

(The Board of Regents of the U.S. & its subsidiaries a general agreement)

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 SSSB 488 (Fin) same title
 new title
- and recommends _____
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back ^{individual} ~~without~~ recommendation
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

s/ Don Bennett
s/ E. Dankworth

MEMBERS HAVING
OTHER RECOMMENDATIONS:

s/ Don Bennett
CHAIRMAN

Proposed Draft

IN THE SENATE

BY THE SENATE FINANCE COMMITTEE

CS SS SENATE BILL No. 488 (fin.)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWELFTH LEGISLATURE - FIRST SESSION

A BILL

For an act entitled: "An act establishing an endowment for the physical sciences at the University of Alaska; and providing for an effective date."

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

* Sec. 1. AS 14.40 is amended by adding a new section to read:

Sec. 14.40.282. ENDOWMENT IN THE PHYSICAL SCIENCES. The Board of Regents of the University of Alaska shall establish at the University of Alaska, Fairbanks, an endowment in the physical sciences. The University of Alaska Foundation shall manage the endowment as a perpetual trust. The income of the endowment shall be used by the Board of Regents to pay the salary and related expenses for research, teaching, and support for advanced studies in one or more physical science disciplines of a distinguished person, appointed in accordance with standards established by the Board of Regents.

* Sec. 2. LEGISLATIVE PURPOSE AND INTENT. In providing an endowment in this Act, it is the intent and purpose of the legislature that

(1) the person appointed under AS 14.40.282 shall have distinguished himself in one or more of the physical science disciplines; and

(2) the tenure of service and duties of the person appointed under AS 14.40.232 be established by the Board of Regents with due regard for teaching, research, and studies in the physical sciences that are of special interest to Alaska, and with due regard for the advancement of scientific study throughout the

University of Alaska.

Sec. 3. This Act takes effect July 1, 1982.

CS SSSB 488 (fin.)

Original sponsor: Parr

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 CS FOR SPONSOR SUBSTITUTE FOR SENATE BILL NO. 488 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act establishing an endowment for the physical
7 sciences at the University of Alaska; and providing for
8 an effective date."

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

10 * Section 1. AS 14.40 is amended by adding a new section to read:

11 Sec. 14.40.282. ENDOWMENT FOR THE PHYSICAL SCIENCES. (a) The
12 Board of Regents of the University of Alaska shall establish an endowment
13 for the physical sciences at the University of Alaska campus in
14 Fairbanks. The endowment shall be managed as a perpetual trust. The
15 income of the endowment shall be used to pay the salary and related
16 expenses of the person appointed under (b) of this section for research,
17 teaching, and advanced studies in one or more physical science disci-
18 plines.

19 (b) The Board of Regents shall appoint a person to be paid from
20 the endowment for the physical sciences who has distinguished himself in
21 one or more physical science disciplines. The tenure and the duties of
22 the appointee shall be established by the Board of Regents based on the
23 need for

24 (1) teaching, research, and studies in those physical sciences
25 of special interest in the state; and

26 (2) advancement of scientific study at the University of
27 Alaska.

28 * Sec. 2. This Act takes effect July 1, 1982.

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COMMITTEE REPORT
SENATE

FURTHER: none

Date: _____

Mr. President:

The Committee on FINANCE has had 30 minutes

social appropriation to the Dept. of Regents of the University of Alaska
to be considered and reported

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:

s/ Don Bennett

s/ E. Donkworth

s/ Don Bennett
CHAIRMAN

A M E N D M E N T

TO: SB 489

Page 1, lines 6 - 15:

Delete all material and insert the following:

For an Act entitled: "An Act making a special appropriation to the Board of Regents of the University of Alaska as a general endowment; and providing for an effective date."

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

* Section 1. The sum of \$850,000 is appropriated from the general fund to the Board of Regents of the University of Alaska as a general endowment, to be managed in accordance with AS 14.40.282.

* Sec. 2. This Act takes effect on the effective date of an Act entitled 'An Act directing the Board of Regents of the University of Alaska to establish a general endowment; and providing for an effective date.'

Amend "funding information" accordingly.

MEMO TO THE FILE SB 489

DATED: February 9, 1982

AS PASSED FROM SENATE FINANCE ESTABLISHING LEGISLATION
CONTAINED IN SB 488 DOES NOT MATCH APPROPRIATING
LEGISLATION IN SB 489. NEED A RULES COMMITTEE SUBSTITUTE
FOR SB 489 TO CORRECT MISMATCH. ADVISED LEGISLATIVE
AIDES IN SEN. BENNETT AND SEN. STIMSON'S OFFICE THIS
DATE.

kh

Funding Information

General Fund	\$1,000,000	850,000
Other Funds	-0-	
	<u>\$1,000,000</u>	<u>850,000</u>

Introduced: 4/20/81

Referred: Health, Education & Social Services, State Affairs and Finance

1 IN THE SENATE

BY PARR

2 SENATE BILL NO. 489

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a special appropriation to the Board of
7 Regents of the University of Alaska as a general
8 endowment; and providing for an effective date."

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

10 * Section 1. The sum of ^{850,000}~~\$1,000,000~~ is appropriated from the general fund
11 to the Board of Regents of the University of Alaska as a general endowment,
12 to be managed in accordance with AS 14.40.282.

13 * Sec. 2. This Act takes effect on the effective date of an Act entitled
14 "An Act directing the Board of Regents of the University of Alaska to estab-
15 lish a general endowment; and providing for an effective date."

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Proposed Draft

IN THE SENATE

BY THE SENATE FINANCE COMMITTEE

CSSS SENATE BILL NO. 489 (fin.)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWELFTH LEGISLATURE - FIRST SESSION

A BILL

For an Act entitled: "An Act making a special appropriation to the Board of Regents of the University of Alaska as an endowment in the physical sciences; and providing for an effective date."

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

* Section 1. The sum of \$950,000 is appropriated from the general fund to the Board of Regents of the University of Alaska as an endowment in the physical sciences, to be managed in accordance with AS 14.40.282.

* Sec. 2. This Act takes effect on the effective date of an Act entitled "An Act establishing an endowment for the physical sciences at the University of Alaska; and providing for an effective date."

A M E N D M E N T

TO: SB 489

Page 1, lines 6 - 15:

Delete all material and insert the following:

For an Act entitled: "An Act making a special appropriation to the Board of Regents of the University of Alaska as a general endowment; and providing for an effective date."

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

* Section 1. The sum of \$850,000 is appropriated from the general fund to the Board of Regents of the University of Alaska as a general endowment, to be managed in accordance with AS 14.40.282.

* Sec. 2. This Act takes effect on the effective date of an Act entitled "An Act directing the Board of Regents of the University of Alaska to establish a general endowment; and providing for an effective date."

Amend "funding information" accordingly.

COMMITTEE REPORT
SENATE

4/22/81

FURTHER: Finance

Date: 27 April 1981

Mr. President:

The Committee on LABOR & COMMERCE has had SB 496

making a special appropriation to the enterprises loan account in the Alaska Industrial Development Authority

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

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

MEMBERS SIGNING
DO PASS

1 Herman

Bob Mulcahy

1 Zick

1 Fahrenberg

MEMBERS HAVING
OTHER RECOMMENDATIONS:

2 Patrick Rowley no rec.

1 Bob Mulcahy
CHAIRMAN

Funding Information
General Fund \$5,000,000
Other Funds -0-
\$5,000,000

Introduced: 4/22/81
Referred: Labor & Commerce and
Finance

1 IN THE SENATE

BY KERTTULA

2 SENATE BILL NO. 496

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a special appropriation to the enter-
7 prises loan account in the Alaska Industrial Develop-
8 ment Authority; and providing for an effective date."

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

10 * Section 1. The sum of \$5,000,000 is appropriated from the general
11 fund to the enterprises loan account (AS 44.68.158) in the Alaska Industrial
12 Development Authority, for the purchase of farm loans made by the Alaska
13 Rural Rehabilitation Corporation.

14 * Sec. 2. This Act takes effect on the effective date of an Act autho-
15 rizing the Alaska Industrial Development Corporation to purchase loans made
16 by the Alaska Rural Rehabilitation Corporation.

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COMMITTEE COPY

ALASKA STATE LEGISLATURE

TWELFTH Legislature FIRST Session

SENATE BILL NO. 496

By KERTTULA

"An Act making a special appropriation to the enterprises loan account in the Alaska Industrial Development Authority; and providing for an effective date."

Introduced in the Senate 4/22/1981

HISTORY IN THE SENATE

19 81	Read first time and referred to Committee on										
4 22	Labor & Commerce and Finance Reported back with recommendation that <i>be passed</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
PASS	Effective Date										
Yeas	Yeas										
Nays	Nays										
Absent	Absent										
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										
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	Reconsideration										
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PASS	Effective Date										
Yeas	Yeas										
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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.

Funding Information
General Fund \$5,000,000
Other Funds -0-
\$5,000,000

Introduced: 4/22/81
Referred: Labor & Commerce and
Finance

1 IN THE SENATE

BY KERTTULA

2 SENATE BILL NO. 496

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a special appropriation to the enter-
7 prises loan account in the Alaska Industrial Develop-
8 ment Authority; and providing for an effective date."

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

10 * Section 1. The sum of \$5,000,000 is appropriated from the general
11 fund to the enterprises loan account (AS 44.88.158) in the Alaska Industrial
12 Development Authority, for the purchase of farm loans made by the Alaska
13 Rural Rehabilitation Corporation.

14 * Sec. 2. This Act takes effect on the effective date of an Act autho-
15 rizing the Alaska Industrial Development Corporation to purchase loans made
16 by the Alaska Rural Rehabilitation Corporation.

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COMMITTEE REPORT
SENATE

FURTHER: None

5/22/81

Date: _____

Mr. President:

The Committee on FINANCE has had SB 500
international airports

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

4/22/81

Date: 5/21/81

Mr. President:

The Committee on TRANSPORTATION has had SB 500
international airports

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 ^{map none} it back without recommendation
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

2 J. [unclear] be pass

~~Bill Ray No Rec~~
/ Alan Gelman (no Rec)
/ Conover No Rec.

Bill Ray
CHAIRMAN [unclear]

Introduced: 4/22/81
Referred: Transportation
and Finance

1 IN THE SENATE

BY FAHRENKAMP, PARR AND COLLETTA

2 SENATE BILL NO. 500

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to international airports."

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

8 * Section 1. AS 02 is amended by adding a new chapter to read:

9 CHAPTER 17. INTERNATIONAL AIRPORTS.

10 ARTICLE 1. POLICY BOARD.

11 Sec. 02.17.010. POLICY BOARD ESTABLISHED. The International
12 Airports Policy Board is established in the Department of Transporta-
13 tion and Public Facilities.

14 Sec. 02.17.020. COMPOSITION AND COMPENSATION. (a) The board is
15 composed of

16 (1) the chairman of the technical committee for the Anchorage
17 International Airport;

18 (2) the chairman of the technical committee for the Fairbanks
19 International Airport; and

20 (3) the commissioner of the department or his designee.

21 (b) Members of the board do not receive a salary but are entitled
22 to per diem and travel expenses authorized by law for boards and commis-
23 sions.

24 Sec. 02.17.030. POWERS AND DUTIES. (a) The board has the same
25 powers and duties concerning policy and planning at international
26 airports as the department has generally under AS 02.15.010 - 02.15.100.

27 (b) Each year the board shall prepare an operating budget and a
28 long-range capital improvements program for each international airport.
29 The board shall prepare an explanatory report to accompany the budget

1 and capital improvements program. The explanatory report shall summa-
2 rize the recommended goals, plans, and appropriations for each inter-
3 national airport and where appropriate, shall contain the detail re-
4 quired under AS 37.07.060(b). The report shall also contain a state-
5 ment of the operating revenues of each airport for the 10 years preced-
6 ing the preparation of the report and a projection of income for each
7 airport for the 10 years succeeding the preparation of the report. The
8 budget, long-range capital improvements program, and accompanying
9 report shall be submitted to the governor at least 60 days before the
10 fourth legislative day following the convening of the legislature in
11 regular session.

12 (c) The board is responsible for the investment and use of money
13 in the International Airports Construction Fund (AS 37.15.420) and the
14 International Airports Revenue Fund (AS 37.15.430).

15 (d) The board shall appoint the airport manager at an inter-
16 national airport under AS 02.17.050 and review the operation of the
17 airport by the manager.

18 Sec. 02.17.040. STAFF. The department shall provide the board
19 with the personnel necessary for the board to carry out its responsi-
20 bilities under AS 02.17.010 - 02.17.050.

21 Sec. 02.17.050. AIRPORT MANAGER. (a) The board shall employ the
22 airport manager at an international airport based on an established
23 list of qualifications prepared by the board.

24 (b) The airport manager at an international airport shall be an
25 employee in the state classified service (AS 39.25.100)

26 ARTICLE 2. TECHNICAL COMMITTEES.

27 Sec. 02.17.060. CREATION. There is created in the department an
28 international airport technical committee for each airport.

29 Sec. 02.17.070. COMPOSITION AND APPOINTMENT. (a) Each technical

1 committee is composed of the following members:

2 (1) the airport manager;

3 (2) a person representing the airport operator's council to
4 be appointed by the council;

5 (3) a person appointed by the chamber of commerce of the
6 municipality in which the airport is located;

7 (4) two members of the public who are not employees of the
8 department or of a local government appointed by the mayor of the
9 municipality in which the airport is located, except that the technical
10 committee for the Fairbanks International Airport shall have one public
11 member appointed by the mayor of the City of Fairbanks and one public
12 member appointed by the mayor of the Fairbanks North Star Borough.

13 Sec. 02.17.080. TERMS AND COMPENSATION. (a) The four appointed
14 members of a technical committee shall serve overlapping terms of four
15 years.

16 (b) The members of a technical committee receive no salary but
17 are entitled to per diem and travel expenses authorized by law for
18 state boards and commissions.

19 Sec. 02.17.090. MEETINGS. A technical committee shall meet at
20 least four times a year and shall conduct public hearings at least
21 twice a year to obtain public comment on airport operations.

22 Sec. 02.17.100. DUTIES. The technical committees shall assist
23 the board generally in the performance of its duties under AS 02.17.030
24 and shall specifically make recommendations to the board on the follow-
25 ing:

26 (1) operating hours of the airports;

27 (2) operating procedures of the airports;

28 (3) fees and charges at the airports;

29 (4) operating budget items; and

1 (5) capital improvements.

2 Sec. 02.17.110. STAFF. The department shall provide a technical
3 committee with the personnel necessary for the technical committee to
4 carry out its responsibilities under AS 02.17.060 - 02.17.110.

5 ARTICLE 3. GENERAL PROVISIONS.

6 Sec. 02.17.120. DEFINITIONS. In this chapter

7 (1) "airport" means the international airports owned and
8 operated by the state and located at or near Anchorage and Fairbanks;

9 (2) "board" means the International Airports Policy Board;

10 (3) "department" means the Department of Transportation and
11 Public Facilities;

12 (4) "technical committee" means one of the international
13 airports technical committees.

14 * Sec. 2. AS 24.20.271 is amended by adding a new paragraph to read:

15 (10) appoint an independent certified public accountant to
16 perform an annual audit of the International Airports Revenue Fund
17 under AS 37.15.435.

18 * Sec. 3. AS 37.15.420 is amended by adding a new subsection to read:

19 (c) The International Airports Policy Board (AS 02.17.010) is
20 responsible for the investment and use of money in the construction
21 fund.

22 * Sec. 4. AS 37.15.430 is amended by adding a new subsection to read:

23 (c) The International Airports Policy Board (AS 02.17.010) is
24 responsible for the investment and use of money in the revenue fund.

25 * Sec. 5. AS 37.15 is amended by adding a new section to read:

26 Sec. 37.15.435. AUDIT OF REVENUE FUND. (a) Within 120 days of
27 the end of each fiscal year an independent certified public accountant
28 appointed under AS 24.20.271(10) shall perform an annual audit of the
29 International Airports Revenue Fund (AS 37.15.430). The cost of the

1 annual audit shall be paid from the revenue fund.

2 (b) The audit under this section shall be prepared according to
3 generally recognized principles of governmental accounting and shall
4 contain the following information for each airport:

5 (1) a statement of air carrier activity for each of the last
6 10 fiscal years;

7 (2) a statement of revenues and expenditures for each of the
8 last 10 fiscal years;

9 (3) a statement of air carrier landing fees billed in each
10 of the last 10 fiscal year;

11 (4) a depreciation report on equipment and fixed assets;

12 (5) a schedule of equipment; and

13 (6) a status report on capital improvements completed during
14 the preceding fiscal year, capital improvement projects underway, and
15 capital improvements authorized but not started.

16 (c) In addition to the statements required under (b) of this
17 section, a comparative analysis of rates at other similar airports
18 shall be included in the audit.

19 (d) A copy of the audit prepared under this section shall be made
20 available to the state bond committee.

21 * Sec. 6. AS 37.15.500 is amended to read:

22 Sec. 37.15.500. AIRPORT CHARGES. (a) The International Air
23 ports Policy Board [COMMISSIONER OF TRANSPORTATION AND PUBLIC FACILI-
24 TIES] shall fix and collect such fees, charges and rentals derived by
25 the state from the ownership, lease, use and operation of the airports
26 and all of the facilities and improvements of them or used in connec-
27 tion with them as will provide revenues sufficient to comply with all
28 of the covenants of the bond resolution.

29 (b) Leases of land and facilities at the airports shall be at

1 market value in the community in which the airport is located and shall
2 contain provisions allowing an increase in payments under the leases
3 because of inflation and other operating cost increases.

4 (c) In fixing the fees, charges, and rentals to be collected
5 under (a) of this section, replacement, expansion, and improvement
6 costs of facilities at the airports shall be considered.

7 * Sec. 7. AS 37.15.510 is amended to read:

8 Sec. 37.15.510. STATE IMPROVEMENTS TO AIRPORTS. The state is
9 authorized to acquire, equip, construct and install additions and
10 improvements to and extensions of the airports, facilities for the
11 landing, parking, loading, storing, repairing, safety and utility of
12 aircraft at the airports and passenger, freight and terminal facili-
13 ties, including safety equipment and devices at the airports, found to
14 be necessary by the International Airports Policy Board [COMMISSIONER
15 OF TRANSPORTATION AND PUBLIC FACILITIES].

16 * Sec. 8. AS 37.15 is amended by adding a new section to read:

17 Sec. 37.15.535. APPROPRIATIONS. In addition to financing through
18 revenue bonds as authorized under AS 37.15.410 - 37.15.540, the legis-
19 lature may provide for the construction of facilities and purchase of
20 equipment at an international airport by appropriation from the general
21 fund or other fund created by the legislature.

22 * Sec. 9. The provisions for employment of the airport manager at an
23 international airport by the International Airports Policy Board under
24 AS 02.17.050 in sec. 1 of this Act do not apply to a person who is an air-
25 port manager on the effective date of this Act.

26 * Sec. 10. The initial terms of the four appointed members of an inter-
27 national airports technical committee established by sec. 1 of this Act
28 shall be two years for the two public members, three years for the member
29 representing the airport operator's council and four years for the member

1 representing the chamber of commerce.

2 * Sec. 11. AS 37.15.420(b) and 37.15.430(b) are repealed.
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ALASKA STATE LEGISLATURE

TWELFTH Legislature FIRST.. Session

SENATE ... BILL..... NO. ..500..

By ..FAHRENKAMP, PARR.....

"An Act relating to international airports."

Introduced in the Senate 4/27/ 19... 81

HISTORY IN THE SENATE

19 81 Read first time and referred to Committee on

4 22 Trans. and Finance

5 22 Reported back with *Transp.* recommendation that *3000000* *1 dep. in. TO Finance*

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.

Sofo

Original sponsors: Fahrenkamp, Parr,
and Colletta

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 CS FOR SENATE BILL NO. 500 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to international airports."

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

8 * Section 1. AS 02 is amended by adding a new chapter to read:

9 CHAPTER 17. INTERNATIONAL AIRPORTS.

10 ARTICLE 1. POLICY BOARD.

11 Sec. 02.17.010. POLICY BOARD ESTABLISHED. The International
12 Airports Policy Board is established in the Department of Transporta-
13 tion and Public Facilities.

14 Sec. 02.17.020. COMPOSITION AND COMPENSATION. (a) The board is
15 composed of

16 (1) the chairman of the technical committee for the Anchorage
17 International Airport;

18 (2) the chairman of the technical committee for the Fairbanks
19 International Airport; and

20 (3) the commissioner of the department.

21 (b) Members of the board do not receive a salary but are entitled
22 to per diem and travel expenses authorized by law for boards and commis-
23 sions.

24 Sec. 02.17.030. POWERS AND DUTIES. (a) The board has the same
25 powers and duties concerning policy and planning at international
26 airports as the department has generally under AS 02.15.010 - 02.15.100.

27 (b) Each year the board shall prepare an operating budget and a
28 long-range capital improvements program for each international airport.
29 The board shall prepare an explanatory report to accompany the budget

1 and capital improvements program. The explanatory report shall summa-
2 rize the recommended goals, plans, and appropriations for each inter-
3 national airport and where appropriate, shall contain the detail re-
4 quired under AS 37.07.060(b). The report shall also contain a state-
5 ment of the operating revenues of each airport for the 10 years preced-
6 ing the preparation of the report and a projection of income for each
7 airport for the 10 years succeeding the preparation of the report. The
8 budget, long-range capital improvements program, and accompanying
9 report shall be submitted to the governor at least 60 days before the
10 fourth legislative day following the convening of the legislature in
11 regular session.

12 (c) The board is responsible for the investment and use of money
13 in the International Airports Construction Fund (AS 37.15.420) and the
14 International Airports Revenue Fund (AS 37.15.430).

15 (d) The board shall review the operation of the airport by the
16 manager.

17 Sec. 02.17.040. STAFF. The department shall provide the board
18 with the personnel necessary for the board to carry out its responsi-
19 bilities under AS 02.17.010 - 02.17.050.

20 Sec. 02.17.050. AIRPORT MANAGER. (a) The governor shall appoint
21 the airport manager of an international airport from a list of three
22 candidates nominated by the board based on an established list of
23 qualifications prepared by the board.

24 (b) The airport manager at an international airport shall be an
25 employee in the state classified service (AS 39.25.100)

26 ARTICLE 2. TECHNICAL COMMITTEES.

27 Sec. 02.17.060. CREATION. There is created in the department an
28 international airport technical committee for each airport.

29 Sec. 02.17.070. COMPOSITION AND APPOINTMENT. (a) Each technical
-2- CSSR 500(Fin)

1 committee is composed of the following members:

2 (1) the airport manager;

3 (2) a person representing the airport operator's council to
4 be appointed by the council;

5 (3) a person appointed by the chamber of commerce of the
6 municipality in which the airport is located;

7 (4) two members of the public who are not employees of the
8 department appointed by the mayor of the municipality in which the
9 airport is located, except that the technical committee for the
10 Fairbanks International Airport shall have one public member appointed
11 by the mayor of the City of Fairbanks and one public member appointed
12 by the mayor of the Fairbanks North Star Borough.

13 (b) The members of each technical committee shall elect a chairman
14 from its members. An airport manager may not be the chairman of a
15 technical committee.

16 Sec. 02.17.080. TERMS AND COMPENSATION. (a) The four appointed
17 members of a technical committee shall serve overlapping terms of four
18 years.

19 (b) The members of a technical committee receive no salary but
20 are entitled to per diem and travel expenses authorized by law for
21 state boards and commissions.

22 Sec. 02.17.090. MEETINGS. A technical committee shall meet at
23 least four times a year and shall conduct public hearings at least
24 twice a year to obtain public comment on airport operations.

25 Sec. 02.17.100. DUTIES. The technical committees shall assist
26 the board generally in the performance of its duties under AS 02.17.030
27 and shall specifically make recommendations to the board on the follow-
28 ing:

29 (1) operating hours of the airports;

- 1 (2) operating procedures of the airports;
- 2 (3) fees and charges at the airports;
- 3 (4) operating budget items; and
- 4 (5) capital improvements.

5 Sec. 02.17.110. STAFF. The department shall provide a technical
6 committee with the personnel necessary for the technical committee to
7 carry out its responsibilities under AS 02.17.060 - 02.17.110.

8 ARTICLE 3. GENERAL PROVISIONS.

9 Sec. 02.17.120. DEFINITIONS. In this chapter

- 10 (1) "airport" means the international airports owned and
11 operated by the state and located at or near Anchorage and Fairbanks;
- 12 (2) "board" means the International Airports Policy Board;
- 13 (3) "department" means the Department of Transportation and
14 Public Facilities;
- 15 (4) "technical committee" means one of the international
16 airports technical committees.

17 * Sec. 2. AS 24.20.271 is amended by adding a new paragraph to read:

- 18 (10) appoint an independent certified public accountant to
19 perform an annual audit of the International Airports Revenue Fund
20 under AS 37.15.435.

21 * Sec. 3. AS 37.15.420 is amended by adding a new subsection to read:

- 22 (c) The International Airports Policy Board (AS 02.17.010) is
23 responsible for the investment and use of money in the construction
24 fund.

25 * Sec. 4. AS 37.15.430 is amended by adding a new subsection to read:

- 26 (c) The International Airports Policy Board (AS 02.17.010) is
27 responsible for the investment and use of money in the revenue fund.

28 * Sec. 5. AS 37.15 is amended by adding a new section to read:

29 Sec. 37.15.435. AUDIT OF REVENUE FUND. (a) Within 120 days of
-4- CSSB 500(Fin)

1 the end of each fiscal year an independent certified public accountant
2 appointed under AS 24.20.271(10) shall perform an annual audit of the
3 International Airports Revenue Fund (AS 37.15.430). The cost of the
4 annual audit shall be paid from the revenue fund.

5 (b) The audit under this section shall be prepared according to
6 generally recognized principles of governmental accounting and shall
7 contain the following information for each airport:

8 (1) a statement of air carrier activity for each of the last
9 10 fiscal years;

10 (2) a statement of revenues and expenditures for each of the
11 last 10 fiscal years;

12 (3) a statement of air carrier landing fees billed in each
13 of the last 10 fiscal year;

14 (4) a depreciation report on equipment and fixed assets;

15 (5) a schedule of equipment; and

16 (6) a status report on capital improvements completed during
17 the preceding fiscal year, capital improvement projects underway, and
18 capital improvements authorized but not started.

19 (c) In addition to the statements required under (b) of this
20 section, a comparative analysis of rates at other similar airports
21 shall be included in the audit.

22 (d) A copy of the audit prepared under this section shall be made
23 available to the state bond committee.

24 * Sec. 6. AS 37.15.500 is amended to read:

25 Sec. 37.15.500. AIRPORT CHARGES. (a) The International Air
26 ports Policy Board [COMMISSIONER OF TRANSPORTATION AND PUBLIC FACILI-
27 TIES] shall fix and collect such fees, charges and rentals derived by
28 the state from the ownership, lease, use and operation of the airports
29 and all of the facilities and improvements of them or used in connec-

1 tion with them as will provide revenues sufficient to comply with all
2 of the covenants of the bond resolution.

3 (b) In fixing the fees, charges, and rentals to be collected
4 under (a) of this section, replacement, expansion, and improvement
5 costs of facilities at the airports shall be considered.

6 * Sec. 7. AS 37.15.510 is amended to read:

7 Sec. 37.15.510. STATE IMPROVEMENTS TO AIRPORTS. The state is
8 authorized to acquire, equip, construct and install additions and
9 improvements to and extensions of the airports, facilities for the
10 landing, parking, loading, storing, repairing, safety and utility of
11 aircraft at the airports and passenger, freight and terminal facili-
12 ties, including safety equipment and devices at the airports, found to
13 be necessary by the International Airports Policy Board [COMMISSIONER
14 OF TRANSPORTATION AND PUBLIC FACILITIES].

15 * Sec. 8. AS 37.15 is amended by adding a new section to read:

16 Sec. 37.15.535. APPROPRIATIONS. In addition to financing through
17 revenue bonds as authorized under AS 37.15.410 - 37.15.540, the legis-
18 lature may provide for the construction of facilities and purchase of
19 equipment at an international airport by appropriation from the general
20 fund or other fund created by the legislature.

21 * Sec. 9. The provisions for employment of the airport manager at an
22 international airport by the International Airports Policy Board under
23 AS 02.17.050 in sec. 1 of this Act do not apply to a person who is an air-
24 port manager on the effective date of this Act.

25 * Sec. 10. The initial terms of the four appointed members of an inter-
26 national airports technical committee established by sec. 1 of this Act
27 shall be two years for the two public members, three years for the member
28 representing the airport operator's council and four years for the member
29 representing the chamber of commerce.

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* Sec. 11. AS 37.15.420(b) and 37.15.430(b) are repealed.

Alaska State Legislature

SENATOR BETTYE FAHRENKAMP
CHAIRMAN, RESOURCES COMMITTEE

4016 EVERGREEN
FAIRBANKS ALASKA 99701

907-479-3550



Senate

June 4, 1981

WHILE IN JUNEAU
POUCH V
JUNEAU, ALASKA 99811
OFFICE 907-465-3763
RESOURCES COMMITTEE
907-465-3834
HOME 907-789-9182

MEMORANDUM

TO: Senator Ed Dankworth
FROM: Senator Bettye Fahrenkamp
RE: SB 500

Enclosed is a draft copy of CSSB 500 and some back-up information. I would appreciate your hearing this bill at your earliest convenience.

Thank you.

Enclosure

BF/ab

*Ed it is our intent that
the Tech. Committee elect
their own Chairman*

MAY 28 1981



GEORGE W. EASLEY COMPANY

~~1677-G STREET - SUITE 105 - ANCHORAGE, ALASKA 99501~~ • DIAL 907/276-7915

101 West Benson Blvd., Suite 320, Anchorage, AK 99503

May 22, 1981

Honorable Bettye Fahrenkamp
Alaska State Senator
Pouch V
Juneau, AK 99811


Dear Bettye,

This is in response to your letter of May 13, 1981 regarding your Senate Bill 500. This represents a substantial compromise from the original proposal, but I find it acceptable with the following notation:

It is unclear as to the method by which the chairman of the technical committee would be selected. If it is the intent that the commissioner of the department appoint the chairman, and if the airport manager is so designated, then we haven't accomplished much. It would appear to me that it would be preferable to elect a chairman from the two at-large seats. This would eliminate the airport manager, the Chamber of Commerce representative and the operating council representative from contention.

A clarification of this one issue could make the bill totally acceptable.

Very truly yours,


George W. Easley
President

GWE:vmd
cc: Bill Miles

Municipality of Anchorage

MEMORANDUM

DATE: May 21, 1981
TO: Senate Transportation Committee
FROM: Mayor, Municipality of Anchorage
SUBJECT: Testimony, SB 500 International Airports

We support Senate Bill 500. It will increase local participation in the management and operation of our international airports. Transferring policy and financial control of the airports to a policy advisory board with a majority of the members from the Anchorage and Fairbanks local communities is a major step in the right direction.

As we understand the bill would establish a technical committee for AIA and FIA. Each of the committees would consist of 5 members:

- 1 - Chamber of Commerce Appointment
- 2 - Mayor Appointment
- 1 - Airport Manager
- 1 - Airport Operators Council

The role of the technical committee is to make recommendation^E to the policy board on the following:

- (1) Operating hours of the airports;
- (2) Operating procedures of the airports;
- (3) Fees and charges at the airports;
- (4) Operating budget items; and
- (5) Capital improvements.

A policy board of three members will be established to set airport operational and fiscal policy. The board will be composed of the following:

- (1) Chairman of AIA technical committee
- (2) Chairman of FIA technical committee
- (3) DOTPF commissioner or designee

The policy board would have the same broad powers as are currently exercised by DOTPF, i.e.,:

A. Fiscal Policy

- 1) Budgets
- 2) Fee structure
- 3) Cash pool investments
- 4) Appointment of airport managers

B. Operating Policy

C. Planning

Both the technical committees and the policy board are to be staffed by state employees.

The bill also requires an annual audit of the international airport revenue fund by an independent certified public accountant.

Comments on SB 500

- The fact that policy and technical committee members are not paid may diminish their effectiveness by limiting the amount of time available for airport business.

ok
- We agree with Senator Fahrenkamp's deletion of Section 6(b) dealing with airport leases. This section states that lease rates will be set at market value. There are justifiable economic reasons for leasing property at less than fair market value.

not included
- One key to the success of the policy/technical committee approach is how committee staffing is handled. If the committees are given the authority to hire a professional staff, the concept will be more effective than if the State provides staff support from existing international airport staff.

-- Under the current state organization, the airports are fiscally tied together with the state administration deciding the direction of each airport. Both communities have concerns with regard to state policy. More local involvement will improve policy decisions; however, as long as the two airport facilities are tied together the economics of each community will not play a major role in the decision-making process.

ok
- Should the airport managers of each facility be elected chairman of the technical committee, the policy board will be composed of the DOTPF commissioner and the two airport managers. We would recommend that the airport managers be restricted from holding the chairman position on the technical committee.

ok
- The mayors should not be restricted from appointing the best available technical representatives to their respective committees. The restriction of appointed officials is unnecessary. It will be most important that the technical committee understand the governmental process of both the state and local government. This understanding is best developed through years of government employment. Furthermore, airport policy and local government policy should be coordinated in some fashion. For example, the ports and airports have a direct relationship.

Senate Transportation Committee

May 21, 1981

Page 3

Conclusion:

Though SB 500 does not transfer control of the international airports to local government it does go a long way toward giving the local community greater participation in the management and operation decisions. The bill is a step in the right direction.

TELEGRAM

ALASKA TELEGRAM
12024 NL FAIRBANKS ALASKA 194 05-20 19P ADT

MAY 22 1981

81 MAY 21 PM 7 57

12024 NL FAIRBANKS ALASKA 194 05-20 19P ADT

PMS SEN BETTYE FAHRENKAMP

JUN 1893

TO: THE HONORABLE BILL RAY
CHAIRMAN OF THE SENATE TRANSPORTATION COMMITTEE

DATE: MAY 20, 1981

I STRONGLY SUPPORT CONCEPT OF SB 500 ESTABLISHING INTERNATIONAL AIRPORT POLICY BOARD WITH LOCAL REPRESENTATION. THE FAIRBANKS/NORTH POLE AREA IN PARTICULAR, AND INTERIOR ALASKA IN GENERAL, HAVE EXPERIENCED OVERCENTRALIZATION IN THE PAST SEVERAL DECADES OF OUR INTERNATIONAL AIRPORT BY STATE AGENCIES. IN OUR VIEW, THIS HAS RESULTED IN STAGNATION OF OUR AIRPORT FACILITIES AND OUR CONSEQUENT INABILITY TO ATTRACT INTERNATIONAL AIR ACTIVITY WHEN THIS POTENTIAL MATERIALIZED. SB 500 IS A SIGNIFICANT REDRESSMENT OF THIS SITUATION SINCE IT PROVIDES FOR HIGH LEVEL AND LONG RANGE LOCAL PARTICIPATION IN THE DEVELOPMENT AND IMPLEMENTATION OF AIRPORT FACILITIES AND OPERATIONS. THE SOCIAL, ECONOMIC, AND TRANSPORTATION IMPACTS OF THE INTERNATIONAL AIRPORT TO OUR AREA ARE TOO WIDE RANGING FOR THE AIRPORTS OPERATIONS AND DEVELOPMENT NOT TO BE A VALID ISSUE OF LOCAL IMPORTANCE AND CONCERN.

JOHN A CARLSON, MAYOR

FAIRBANKS NORTH STAR BOROUGH

CC: SENATOR DONALD E GILMAN, SENATOR M E DANKWORTH, SENATOR JALMAR KERTTULA, SENATOR JOHN C SACKETT, SENATOR DON BENNETT, SENATOR BETTYE FAHRENKAMP, SENATOR CHARLES H PARR, REP ROBERT W BETTISWORTH, REP FRED E BROWN, REP KENNETH J FANNING, REP H PAPPY MOSS, REP RICHARD L RANDOLPH, REP BRIAN D ROGERS, REP SALLY SMITH

905-040



North Pole Refining P.O. Box 56399, North Pole, Alaska 99705

DIVISION OF MARCO ALASKA, INC.

907/488-2741
907/488-2742

May 21, 1981

Senator Bettye Fahrenkamp
Capitol Building
Pouch V
Juneau, Alaska 99811

I am in complete agreement with the concept of SB500. Since my direct involvement with FIA in 1978, I have noted a need for cooperation between D.O.T. and the community which this bill addressed.

The composition of the Policy Board should include the Commissioner of Transportation exclusively. The two International Airports need to be responsive to state-wide needs. These needs can best be represented by the Commissioner as opposed to his designee.

Language needs to be incorporated in the bill for cooperation between D.O.T., Technical Committee and Policy Board. This could be done by defining the operations and planning to D.O.T. with the oversight of the Technical Committee and approval of Policy Board. This also could be done by maintaining the role of the Technical Committee as an active Advisory Committee, and placing the Policy Board as trustee's of international revenue funds.

Terry L. Palczer
Terry L. Palczer
North Pole Refining

TLP/jjs

MAY 26 1981

Alaska Transportation Consultants, Inc.

PLANNERS & ENGINEERS

212 WEDGEWOOD DRIVE · SUITE C · FAIRBANKS, ALASKA 99701 · (907) 456-1967

May 20, 1981

Senator Bettye Fahrenkamp
Chairman, Resources Committee
Pouch V
Juneau, Alaska 99811

Dear Senator Fahrenkamp:

I have reviewed the draft bill, (SB 500), you sent me. I believe it is a good piece of legislation and would be happy to support it in any way that I can.

The following suggestions and comments concerning this legislation are for your consideration.

- a) The commissioner should not be able to delegate his authority on the policy committee. These two airports are first and foremost important to the state and secondly to the individual communities where they are located. They are subjects that merits the commissioners' personal attention.
- b) The legislation states that the improvement plan for the airports will be done by the policy committee. In reality, I believe these plans will be done by the Department of Transportation and Public Facilities planning in close coordination with the technical committees representing their respective airports and approved by the policy committee. You may want to clarify this particular point.

I believe that through these committees, the community can have the input they need. It also provides a dialogue between the State and the community, whereby the community can more fully appreciate the problems the State has in operating these airports. Our study clearly indicated that even though local government may wish to take on the responsibility of their airport, residents in both Anchorage and Fairbanks were reluctant for them to do so if another means of local guidance for development could be achieved. The vote on this issue in Anchorage confirmed this observation.

Thank you for the opportunity to review this legislation. Please let me know what I can do to help you achieve its passage.

Sincerely,



Bob C. Thomas, P.E.
President
Alaska Transportation Consultants, Inc.

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 500

Title Relating to international airports.

Requested by (Sen. Fahrenkamp, et al)

Date 4/27/81

II. FISCAL DETAIL

Agency Affected Dept. of Transportation & Public Facilities

Program Category Affected Building & Equipment Services

BRU, Program, or Subprogram(s) Affected Planning & Programming

(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 81	FY82	FY83	FY84	FY 85	FY 86
100 PERSONAL SERVICES		61.8	66.7	72.0	77.8	84.0
200 TRAVEL		25.2	24.1	27.5	31.4	35.8
300 CONTRACTUAL		5.4	5.8	6.3	6.8	7.3
400 COMMODITIES		.8	.9	1.0	1.1	1.2
500 EQUIPMENT		9.0				
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		102.2	97.5	106.8	117.1	128.3

FUNDING (Thousands of Dollars)

GENERAL FUND		102.2	97.5	106.8	117.1	128.3
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME		1.0	1.0	1.0	1.0	1.0
PART TIME		1.0	1.0	1.0	1.0	1.0
TEMPORARY						

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

Positions Required

1 PFT Transportation Planner I

1 PPT Clerk Typist III

Travel

Transportation Planner I

4 trips (air fare) @ .3 = 1.2

Per diem (8 days) @ \$67/day = .5

TOTAL 1.7

International Airport Policy Board

(Assume 8 trips/year, 2 days each, in Juneau)

IV. DATE 5/12/81

PREPARED BY Charles Heussler

AGENCY Dept. of Transportation & Public Facilities

PHONE 364-2121 Ext. 258

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

Anchorage Board Member	
air fare	4.3
per diem	<u>1.1</u>
TOTAL	5.4

Fairbanks Board Member	
air fare	4.9
per diem	<u>1.1</u>
TOTAL	6.0

Technical Committees - 2 @
 5 members each (assume 18
 meeting in FY82, 12 meetings
 in FY83 - FY86 @ 1 day per
 meeting)

FY82 per diem:	
10 X 18 X \$67 =	12.1

FY83-FY86 per diem:	
10 X 12 X \$67	
+ inflation =	9.2
=	10.5
=	12.0
=	13.7

Contractual

Office space @ 2.7 per position
 per instructions from the Dept.
 of Administration

Commodities

Transportation Planner I	.5
Clerk Typist III	.3

Equipment

Transportation Planner I	
Office equipment	3.0
Clerk Typist III	
Office equipment & typewriter	6.0

Assumptions:

1. Inflation - 8% except Travel (14%)

Assume investments still done by Revenue, if Board to change, they
 would need to ask for funds in 1983.

1	POSITION TITLE Transportation Planner I			RANGE/STEP 21A	BARG. UNIT. G	LOCATION Anchorage	GOV.	APPROV.	DISAPP.
2	TYPE OF POSITION PFT	STAFF MONTHS 12	RP No. -	PCN No. -	PRIORITY -	FORM 12 PAGE/LINE -	LEG.		
3	TYPE OF EXPENDITURE			AMOUNT		JUSTIFICATION: Provide professional planning support to the International Airports Policy Board, the Anchorage International Airport Technical Committee and the Fairbanks International Airport Technical Committee in accordance with sec. 1 of SB 500.			
	1	2	3						
4	PERSONAL SERVICES:								
	SALARY		39.1						
5	BENEFITS		7.5						
6	FICA		2.0						
7	HEALTH INS.		1.8						
8	TOTAL PERSONAL SERVICES		50.4						
9	TRAVEL		1.7						
10	CONTRACTUAL		2.7						
11	COMMODITIES		.5						
12	EQUIPMENT		3.0						
13	OTHER								
14	TOTAL COST		58.3						
	CODE	FUNDING SOURCE							
15		FED RCPTS. 1002							
16		GF MATCH. 1003							
17		GEN. FUND 1004		58.3					
18		I-A RCPTS. 1005							
19		PGM RCPTS 1022							
20		OTHER							
21	CONTINUATION		FOR B&M USE ONLY						
22	ADDITION								
4A KEY NUMBER		COLUMN NO.							

AGENCY Department of Transportation and Public Facilities PROGRAM Building & Equipment Services

BRU Planning & Programming

13 REQUEST FOR NEW POSITION.

COMPONENT Central Region Transportation Planning

Page 1 of 1

REVISED DATE _____

FY 82

1	POSITION TITLE Clerk Typist III			RANGE/STEP 8A	BARG. UNIT. G	LOCATION Anchorage	GOV.	APPROV.	DISAPP.
2	TYPE OF POSITION PPT	STAFF MONTHS 6	RP No. -	PCN No. -	PRIORITY -	FORM 12 PAGE/LINE -	LEG.		
3	TYPE OF EXPENDITURE			AMOUNT					
	1	2	3						
4	PERSONAL SERVICES:								
	SALARY		8.4						
5	BENEFITS		1.6						
6	FICA		.5						
7	HEALTH INS.		.9						
8	TOTAL PERSONAL SERVICES		11.4						
9	TRAVEL								
10	CONTRACTUAL		2.7						
11	COMMODITIES		.3						
12	EQUIPMENT		6.0						
13	OTHER								
14	TOTAL COST		20.4						
	CODE	FUNDING SOURCE							
15		FED RCPTS. 1002							
16		GF MATCH. 1003							
17		GEN. FUND 1004		20.4					
18		I-A RCPTS. 1005							
19		PGM RCPTS 1028							
20		OTHER							
21	CONTINUATION								
22	ADDITION		FOR B&M USE ONLY						
4A KEY NUMBER				COLUMN NO.					

JUSTIFICATION: Provide clerical and typing support for Transportation Planner I, the International Airports Policy Board, the Anchorage International Airport Technical Committee and the Fairbanks International Airport Technical Committee.

AGENCY Department of Transportation and Public Facilities PROGRAM Building & Equipment Services

BRU Planning & Programming

COMPONENT Central Region Transportation Planning

13 REQUEST FOR NEW POSITION.

FY 82

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

SB 500

I. REQUEST

Bill/Resolution No. SENATE BILL NO. 500

Title Relating to international airports

Requested by Senate Transportation Committee

Date 4/22/81

II. FISCAL DETAIL

Agency Affected DOTPF / Dept. of Revenue

Program Category Affected Transportation/ International Airports

BRU, Program, or Subprogram(s) Affected _____

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

EXPENDITURES (Thousands of Dollars)

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						

TOTAL

FUNDING (Thousands of Dollars)

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
FULL TIME						
PART TIME						
TEMPORARY						

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

This bill establishes the International Airports Policy Board. The board is supported by the additional creation of a Technical Committee appointed for each airport. The Board powers and duties related to the international airports include budget preparation, capital improvements planning and selection, investment and use of money in the Construction and Revenue Funds; appoints each airport's manager. Also operating hours, operating procedures, fees and charges. DOTPF to provide all staff and assistance necessary for the use of the Policy Board and the Technical Committee's.

Because the Board and Technical Committee's effectively take over operating the airports, and DOTPF has to provide them with all necessary staff. DOTPF will provide a separate fiscal note as to costs involved related to operations. Board policy related to investments will determine if additional costs, and impacts of their decisions will effect earnings; fiscal impact is real but indeterminate.

IV. DATE April 27, 1981 PREPARED BY Anselm C. Staack, Treasury Comptroller
AGENCY Dept. of Revenue/Treasury Division
PHONE 465-2351

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

Anselm C. Staack

Introduced: 4/22/81
Referred: Transportation
and Finance

1 IN THE SENATE

BY FAHRENKAMP, PARR AND COLLETTA

2 SENATE BILL NO. 500

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to international airports."

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

8 * Section 1. AS 02 is amended by adding a new chapter to read:

9 CHAPTER 17. INTERNATIONAL AIRPORTS.

10 ARTICLE 1. POLICY BOARD.

11 Sec. 02.17.010. POLICY BOARD ESTABLISHED. The International
12 Airports Policy Board is established in the Department of Transporta-
13 tion and Public Facilities.

14 Sec. 02.17.020. COMPOSITION AND COMPENSATION. (a) The board is
15 composed of

16 (1) the chairman of the technical committee for the Anchorage
17 International Airport;

18 (2) the chairman of the technical committee for the Fairbanks
19 International Airport; and

20 (3) the commissioner of the department or his designee.

21 (b) Members of the board do not receive a salary but are entitled
22 to per diem and travel expenses authorized by law for boards and commis-
23 sions.

24 Sec. 02.17.030. POWERS AND DUTIES. (a) The board has the same
25 powers and duties concerning policy and planning at international
26 airports as the department has generally under AS 02.15.010 - 02.15.100.

27 (b) Each year the board shall prepare an operating budget and a
28 long-range capital improvements program for each international airport.
29 The board shall prepare an explanatory report to accompany the budget

1 and capital improvements program. The explanatory report shall summa-
2 rize the recommended goals, plans, and appropriations for each inter-
3 national airport and where appropriate, shall contain the detail re-
4 quired under AS 37.07.060(b). The report shall also contain a state-
5 ment of the operating revenues of each airport for the 10 years preced-
6 ing the preparation of the report and a projection of income for each
7 airport for the 10 years succeeding the preparation of the report. The
8 budget, long-range capital improvements program, and accompanying
9 report shall be submitted to the governor at least 60 days before the
10 fourth legislative day following the convening of the legislature in
11 regular session.

12 (c) The board is responsible for the investment and use of money
13 in the International Airports Construction Fund (AS 37.15.420) and the
14 International Airports Revenue Fund (AS 37.15.430).

15 (d) The board shall appoint the airport manager at an inter-
16 national airport under AS 02.17.050 and review the operation of the
17 airport by the manager.

18 Sec. 02.17.040. STAFF. The department shall provide the board
19 with the personnel necessary for the board to carry out its responsi-
20 bilities under AS 02.17.010 - 02.17.050.

21 Sec. 02.17.050. AIRPORT MANAGER. (a) The board shall employ the
22 airport manager at an international airport based on an established
23 list of qualifications prepared by the board.

24 (b) The airport manager at an international airport shall be an
25 employee in the state classified service (AS 39.25.100)

26 ARTICLE 2. TECHNICAL COMMITTEES.

27 Sec. 02.17.060. CREATION. There is created in the department an
28 international airport technical committee for each airport.

29 Sec. 02.17.070. COMPOSITION AND APPOINTMENT. (a) Each technical

1 committee is composed of the following members:

- 2 (1) the airport manager;
- 3 (2) a person representing the airport operator's council to
4 be appointed by the council;
- 5 (3) a person appointed by the chamber of commerce of the
6 municipality in which the airport is located;
- 7 (4) two members of the public who are not employees of the
8 department or of a local government appointed by the mayor of the
9 municipality in which the airport is located, except that the technical
10 committee for the Fairbanks International Airport shall have one public
11 member appointed by the mayor of the City of Fairbanks and one public
12 member appointed by the mayor of the Fairbanks North Star Borough.

13 Sec. 02.17.080. TERMS AND COMPENSATION. (a) The four appointed
14 members of a technical committee shall serve overlapping terms of four
15 years.

16 (b) The members of a technical committee receive no salary but
17 are entitled to per diem and travel expenses authorized by law for
18 state boards and commissions.

19 Sec. 02.17.090. MEETINGS. A technical committee shall meet at
20 least four times a year and shall conduct public hearings at least
21 twice a year to obtain public comment on airport operations.

22 Sec. 02.17.100. DUTIES. The technical committees shall assist
23 the board generally in the performance of its duties under AS 02.17.030
24 and shall specifically make recommendations to the board on the follow-
25 ing:

- 26 (1) operating hours of the airports;
- 27 (2) operating procedures of the airports;
- 28 (3) fees and charges at the airports;
- 29 (4) operating budget items; and

1 (5) capital improvements.

2 Sec. 02.17.110. STAFF. The department shall provide a technical
3 committee with the personnel necessary for the technical committee to
4 carry out its responsibilities under AS 02.17.060 - 02.17.110.

5 ARTICLE 3. GENERAL PROVISIONS.

6 Sec. 02.17.120. DEFINITIONS. In this chapter

7 (1) "airport" means the international airports owned and
8 operated by the state and located at or near Anchorage and Fairbanks;

9 (2) "board" means the International Airports Policy Board;

10 (3) "department" means the Department of Transportation and
11 Public Facilities;

12 (4) "technical committee" means one of the international
13 airports technical committees.

14 * Sec. 2. AS 24.20.271 is amended by adding a new paragraph to read:

15 (10) appoint an independent certified public accountant to
16 perform an annual audit of the International Airports Revenue Fund
17 under AS 37.15.435.

18 * Sec. 3. AS 37.15.420 is amended by adding a new subsection to read:

19 (c) The International Airports Policy Board (AS 02.17.010) is
20 responsible for the investment and use of money in the construction
21 fund.

22 * Sec. 4. AS 37.15.430 is amended by adding a new subsection to read:

23 (c) The International Airports Policy Board (AS 02.17.010) is
24 responsible for the investment and use of money in the revenue fund.

25 * Sec. 5. AS 37.15 is amended by adding a new section to read:

26 Sec. 37.15.435. AUDIT OF REVENUE FUND. (a) Within 120 days of
27 the end of each fiscal year an independent certified public accountant
28 appointed under AS 24.20.271(10) shall perform an annual audit of the
29 International Airports Revenue Fund (AS 37.15.430). The cost of the

1 annual audit shall be paid from the revenue fund.

2 (b) The audit under this section shall be prepared according to
3 generally recognized principles of governmental accounting and shall
4 contain the following information for each airport:

5 (1) a statement of air carrier activity for each of the last
6 10 fiscal years;

7 (2) a statement of revenues and expenditures for each of the
8 last 10 fiscal years;

9 (3) a statement of air carrier landing fees billed in each
10 of the last 10 fiscal year;

11 (4) a depreciation report on equipment and fixed assets;

12 (5) a schedule of equipment; and

13 (6) a status report on capital improvements completed during
14 the preceding fiscal year, capital improvement projects underway, and
15 capital improvements authorized but not started.

16 (c) In addition to the statements required under (b) of this
17 section, a comparative analysis of rates at other similar airports
18 shall be included in the audit.

19 (d) A copy of the audit prepared under this section shall be made
20 available to the state bond committee.

21 * Sec. 6. AS 37.15.500 is amended to read:

22 Sec. 37.15.500. AIRPORT CHARGES. (a) The International Air
23 ports Policy Board [COMMISSIONER OF TRANSPORTATION AND PUBLIC FACILI-
24 TIES] shall fix and collect such fees, charges and rentals derived by
25 the state from the ownership, lease, use and operation of the airports
26 and all of the facilities and improvements of them or used in connec-
27 tion with them as will provide revenues sufficient to comply with all
28 of the covenants of the bond resolution.

29 (b) Leases of land and facilities at the airports shall be at

1 market value in the community in which the airport is located and shall
2 contain provisions allowing an increase in payments under the leases
3 because of inflation and other operating cost increases.

4 (c) In fixing the fees, charges, and rentals to be collected
5 under (a) of this section, replacement, expansion, and improvement
6 costs of facilities at the airports shall be considered.

7 * Sec. 7. AS 37.15.510 is amended to read:

8 Sec. 37.15.510. STATE IMPROVEMENTS TO AIRPORTS. The state is
9 authorized to acquire, equip, construct and install additions and
10 improvements to and extensions of the airports, facilities for the
11 landing, parking, loading, storing, repairing, safety and utility of
12 aircraft at the airports and passenger, freight and terminal facili-
13 ties, including safety equipment and devices at the airports, found to
14 be necessary by the International Airports Policy Board [COMMISSIONER
15 OF TRANSPORTATION AND PUBLIC FACILITIES].

16 * Sec. 8. AS 37.15 is amended by adding a new section to read:

17 Sec. 37.15.535. APPROPRIATIONS. In addition to financing through
18 revenue bonds as authorized under AS 37.15.410 - 37.15.540, the legis-
19 lature may provide for the construction of facilities and purchase of
20 equipment at an international airport by appropriation from the general
21 fund or other fund created by the legislature.

22 * Sec. 9. The provisions for employment of the airport manager at an
23 international airport by the International Airports Policy Board under
24 AS 02.17.050 in sec. 1 of this Act do not apply to a person who is an air-
25 port manager on the effective date of this Act.

26 * Sec. 10. The initial terms of the four appointed members of an inter-
27 national airports technical committee established by sec. 1 of this Act
28 shall be two years for the two public members, three years for the member
29 representing the airport operator's council and four years for the member

1 representing the chamber of commerce.

2 * Sec. 11. AS 37.15.420(b) and 37.15.430(b) are repealed.

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If this bill comes
up, notify Peggy in
Senate Secty's Office.

(The orig. is a "ferguson" bill)

COMMITTEE REPORT
SENATE

4/28/81

FURTHER: Finance

Date: 5/21/81

Mr. President:

The Committee on COMMUNITY & REGIONAL AFFAIRS has had SB 514 municipal training and internship program

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~~ same title
- replace with CS for _____ new title
- and recommends _____
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendation
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

Kevin Sturgler

[Signature]

[Signature]

[Signature]

MEMBERS HAVING
OTHER RECOMMENDATIONS:

[Signature]

CHAIRMAN

SENATE AMENDMENT

By Community and Regional Affairs
Committee

To: _____ SENATE BILL No. 514 _____

To: _____ HOUSE BILL No. _____

PAGE: 1 LINE: 24

Delete "25,000" and insert "5,000"

Introduced: 4/24/81
Referred: Health, Education &
Social Services and Finance

1 IN THE SENATE

BY FERGUSON

2 SENATE BILL NO. 514

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to a municipal training and internship
7 program; and providing for an effective date."

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

9 * Section 1. AS 29.89 is amended by adding new sections to read:

10 Sec. 29.89.110. MUNICIPAL INTERNSHIP AND TRAINING PROGRAM. The
11 Municipal Internship and Training Program is established in the Depart-
12 ment of Community and Regional Affairs, Local Government Assistance.
13 The program shall consist of

14 (1) developing a training program to assist municipal admin-
15 istrators in making the transition from a rural to urban environment
16 and government;

17 (2) obtain a cooperative working agreement with various mu-
18 nicipalities to participate in the internship program;

19 (3) placing individuals who are municipal administrators in
20 a host municipality so as to broaden and expand the visiting adminis-
21 trators scope of awareness through exposure of new philosophies, ideas
22 and concepts.

23 Sec. 29.89.120. ELIGIBILITY. Administrators from rural municipal-
24 ities with a population of less than 25,000 shall be eligible to apply
25 for acceptance in the training and internship program.

26 Sec. 29.89.130. ASSISTANCE. Financial assistance shall be pro-
27 vided to the host municipality for expenses incurred for providing an
28 opportunity for a municipal intern to participate in the host munic-
29 ipalities government.

1 (b) The municipal intern shall be an employee of the host munic-
2 ipality for the period of the internship, receiving compensation com-
3 mensurate with the skill level of the position.

4 (c) The Department of Community and Regional Affairs shall reim-
5 burse the host municipality for expenses incurred under (a) and (b) of
6 this section.

7 * Sec. 2. This Act takes effect immediately in accordance with AS 01.10.
8 070(c).

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CONFIDENTIAL COPY

LETTER OF INTENT

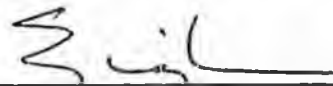
to SB 514

The Community and Regional Affairs Committee recommends that the Department of Community and Regional Affairs receive funds to initiate a one-year pilot program under this legislation. The Committee also recommends that the pilot program consist of twelve interns, one chosen from each of twelve districts whose boundaries correspond to those of the twelve ANCSA regional corporations. The committee further recommends that the Department formulate guidelines for the selection and administration of the program.

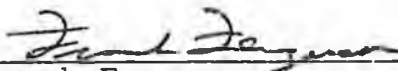
At the end of one year, the Department is requested to submit a review and analysis of the program including recommendations for continuing the program or altering it.



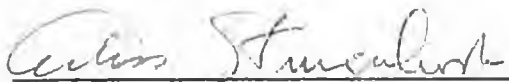
Don Gilman, Chairman



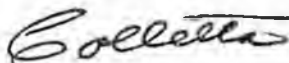
Robert Ziegler, Vice Chairman



Frank Ferguson



Arliss Sturgulewski



Mike Colletta

ALASKA STATE LEGISLATURE

TWELFTH Legislature FIRST Session

SENATE BILL NO. 514

By FERGUSON

"An Act relating to a municipal training and internship program; and providing for an effective date."

Introduced in the Senate 4/24, 1981

HISTORY IN THE SENATE

19 81	Read first time and referred to Committee on HESS and Finance
4 24	<i>Hess waived bill's addition</i>
4 28	Reported back with recommendation that <i>C.R.A.</i>
5 22	<i>5 do p. as in House letter of 4/21/81 TO Finance</i>
	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.

LETTER OF INTENT

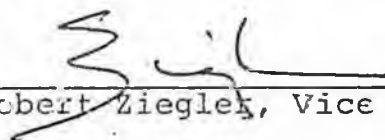
to SB 514

The Community and Regional Affairs Committee recommends that the Department of Community and Regional Affairs receive funds to initiate a one-year pilot program under this legislation. The Committee also recommends that the pilot program consist of twelve interns, one chosen from each of twelve districts whose boundaries correspond to those of the twelve ANCSA regional corporations. The committee further recommends that the Department formulate guidelines for the selection and administration of the program.

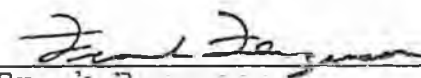
At the end of one year, the Department is requested to submit a review and analysis of the program including recommendations for continuing the program or altering it.



Don Gilman, Chairman



Robert Ziegler, Vice Chairman



Frank Ferguson



Arliss Sturgulewski



Mike Colletta



Official Business

Alaska State Legislature

Senate

Committee on

Community & Regional Affairs

465-4934

465-4935

Donald Gilman, Chairman
Robert H. Ziegler, Sr., Vice-Chairman
Mike Colletta
Arliss Sturgulewski
Frank Ferguson

Pouch V
State Capitol
Juneau, Alaska 99811

May 26, 1981

The Honorable Don Bennett
Co-Chairman
Senate Finance Committee

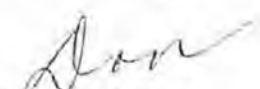
Subject: SB 514 (Municipal Internship and
Training Program)

Dear Senator Bennett:

The Community and Regional Affairs Committee has recommended that a pilot program be funded under the provisions of SB 514. The Department of Community and Regional Affairs has submitted to this committee a proposal for such a program. We find this proposal acceptable and forward it along with this letter for your consideration.

The department is in the process of preparing a fiscal note based on the proposal and will submit it for your committee's consideration as soon as it is completed.

Sincerely,


Don Gilman
Chairman
Community and Regional
Affairs Committee

Enclosure

STATE OF ALASKA

DEPT. OF COMMUNITY & REGIONAL AFFAIRS

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND, Governor

POUCH B
JUNEAU, ALASKA 99811
PHONE: (907) 465-4700

May 29, 1981

The Honorable Senator Donald Gilman
Chairman, Senate Community and Regional
Affairs Committee
Pouch V
Juneau, Alaska 99811

Dear Senator ^DGilman:

RE: SENATE BILL NO. 514 (MUNICIPAL INTERNSHIP
AND TRAINING PROGRAM)

The Department of Community and Regional Affairs has reviewed the referenced legislation, and has the following recommendations and comments.

Initial development of a pilot program to provide municipal internship would be conducted by dividing the state into 12 Internship Districts, corresponding to the boundaries of the 12 ANCSA regional corporations.

An internship would be awarded to one city from each district per year. Internships will be awarded by the Division of Local Government Assistance to qualified individuals from rural municipalities with populations of less than 5,000 through a competitive application process.

Internships will be for 12 months duration.

A resolution by the council of the city the intern candidate is from shall be incorporated into the application. The resolution will state that the home municipality will hire an acting administrator to continue to fulfill the duties of the intern during his or her absence and will also state that the home municipality will be expected to rehire the intern upon his or her return at the end of the internship year.

The host municipality will employ the intern as an assistant to the city manager/administrator, with clearly identifiable duties, measurable goals and objectives set at the inception of the internship year. The intern will be paid by the Department of Community and Regional Affairs through the host municipality.

The Honorable Senator Gilman
RE: Senate Bill No. 514
May 29, 1981
Page 2

The intern, together with the city manager/administrator of the host community, will provide monthly reports to the Division of Local Government Assistance stating the work accomplished by the intern and evaluating the success of the intern in meeting the stated goals of the program. The Division will, at the end of the first year pilot program, prepare and submit to the House and Senate Community and Regional Affairs committees, a review and analysis of the program, including recommendations for continuing the program or altering it.

Sincerely,

LEE MCANERNEY
COMMISSIONER


By: Palmer McCarter
Director

cc: Marie Matsuno, Deputy Commissioner
Ron Lehr, Director, Budget & Management
Keith Specking, Legislative Assistant

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 514
 Title An Act relating to a municipal training and internship program
 Requested by House Finance Committee Date May 28, 1981

II. FISCAL DETAIL

Agency Affected Department of Community and Regional Affairs
 Program Category Affected Development
 BRU, Program, or Subprogram(s) Affected Local Government Assistance
 (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 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES		-0-	-0-	-0-	-0-	-0-
200 TRAVEL		19.8	21.4	23.2	25.0	27.0
300 CONTRACTUAL		464.1	501.2	541.3	584.6	631.4
400 COMMODITIES		-0-	-0-	-0-	-0-	-0-
500 EQUIPMENT		-0-	-0-	-0-	-0-	-0-
600 LAND & STRUCTURES		-0-	-0-	-0-	-0-	-0-
700 GRANTS, CLAIMS, ETC.		-0-	-0-	-0-	-0-	-0-
TOTAL		483.9	522.6	564.5	609.6	658.4

FUNDING (Thousands of Dollars)

GENERAL FUND	483.9	522.6	564.5	609.6	658.4
FEDERAL FUNDS	-0-	-0-	-0-	-0-	-0-
OTHER (Specify Fund Source)	-0-	-0-	-0-	-0-	-0-

POSITIONS

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

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

Contractual

This fiscal note is based on the assumption that there would be twelve participants per year and that they would be paid the equivalent of a State of Alaska employee, Range 17, Step A.

Salary	\$29,460
Benefits	4,528
SBS	2,004
Health Insurance	1,848

\$37,840 x 12 = \$454,080

IV. DATE May 28, 1981 PREPARED BY McKie Campbell
 AGENCY Department of Community & Regional Affairs
 PHONE 465-4735

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

Contractual

We feel this pay range is appropriate for the positions the interns will be filling and necessary to cover the high costs of relocating for one year (moving expenses are not paid by the State). Because these funds are paid to the municipalities who, in turn, pay the interns, and because the interns are not State employees, these funds are listed under contractual rather than under personal services.

Also listed under contractual is \$10,000 to be used to put on a one-week training session in Anchorage at the start of the program. This is called for in Section 1(1) of the bill.

Travel

The assumptions under this section are that each intern will receive one paid trip from his or her village to Anchorage for the training meeting, five days per diem while at the meeting, and a paid trip from Anchorage to the participating municipality. During the year's internship, participants would receive one paid round trip to their village and a paid trip home from the municipality to their village at the end of the program. In addition, twelve trips by Department staff to assist and monitor the program are included.

\$200 x 12	= \$2,400
5 days x \$67 per diem x 12	= 4,020
\$200 x 12	= 2,400
\$390 x 12	= 4,680
\$200 x 12	= <u>2,400</u>
Subtotal	\$15,900
\$190 x 12	= \$2,280
24 days x \$70 per diem (state average)	= <u>1,680</u>
Total	\$19,860

\$37,840 x 12 = \$454,080

IV. DATE May 28, 1981

PREPARED BY McKie Campbell
AGENCY Department of Community & Regional Affairs

SENATE AMENDMENT

By Community and Regional Affairs
Committee

To: _____ SENATE BILL No. 514

To: _____ HOUSE BILL No. _____

PAGE: 1 LINE: 24

Delete "25,000" and insert "5,000"

Introduced: 4/24/81
Referred: Health, Education &
Social Services and Finance

1 IN THE SENATE

BY FERGUSON

2 SENATE BILL NO. 514

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to a municipal training and internship
7 program; and providing for an effective date."

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

9 * Section 1. AS 29.89 is amended by adding new sections to read:

10 Sec. 29.89.110. MUNICIPAL INTERNSHIP AND TRAINING PROGRAM. The
11 Municipal Internship and Training Program is established in the Depart-
12 ment of Community and Regional Affairs, Local Government Assistance.
13 The program shall consist of

14 (1) developing a training program to assist municipal admin-
15 istrators in making the transition from a rural to urban environment
16 and government;

17 (2) obtain a cooperative working agreement with various mu-
18 nicipalities to participate in the internship program;

19 (3) placing individuals who are municipal administrators in
20 a host municipality so as to broaden and expand the visiting adminis-
21 trators scope of awareness through exposure of new philosophies, ideas
22 and concepts.

23 Sec. 29.89.120. ELIGIBILITY. Administrators from rural municipal-
24 ities with a population of less than 25,000 shall be eligible to apply
25 for acceptance in the training and internship program.

26 Sec. 29.89.130. ASSISTANCE. Financial assistance shall be pro-
27 vided to the host municipality for expenses incurred for providing an
28 opportunity for a municipal intern to participate in the host munici-
29 palities government.

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1 (b) The municipal intern shall be an employee of the host munic-
2 ipality for the period of the internship, receiving compensation com-
3 mensurate with the skill level of the position.

4 (c) The Department of Community and Regional Affairs shall reim-
5 burse the host municipality for expenses incurred under (a) and (b) of
6 this section.

7 * Sec. 2. This Act takes effect immediately in accordance with AS 01.10.-
8 070(c).