

LEG. FINANCE - BILLS 1983 - 1984 2052

SB 202 - CSSB 215 2052

COMMITTEE REPORT
SENATE

FURTHER:

3/22/84

Date 5/2/84

Mr. President

The Committee on FINANCE considered SB 302

establishing the Yakataga State Forest and.

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

- do pass
- do pass with attached amendment(s)
- replace with/or adopt CS for SB 202 (Fin)
- new title
- same title and recommends Do Pass
- and attached a "LETTER OF INTENT" NEW FISCAL NOTE
4/17/84 71.4
- reports it back without recommendation
- recommends referral to _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS

Chairman

Chairman recommendation

STATE OF ALASKA 1984 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: 4/17/84

REQUEST

Bill/Resolution No.: CS for SB 202
Title: Yakataga State Forest

Sponsor: Eliason
Requestor: _____
Date of Request: 2/8/84

FISCAL DETAIL

Agency Affected: Natural Resources
Program Category Affected: NRM & EC

BRU, Program or Subprogram(s) Affected: _____
Forest Management

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 84	FY 85	FY 86	FY 87	FY 88	FY 89
OPERATING						
100 PERSONAL SERVICES		46.4	46.4	46.4		
200 TRAVEL		15.0	15.0	15.0		
300 CONTRACTUAL		10.0	10.0	10.0		
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
TOTAL OPERATING		71.4	71.4	71.4		
CAPITAL						
REVENUE						

FUNDING: (Thousands of Dollars)

GENERAL FUND		71.4	71.4	71.4		
FEDERAL FUNDS						
OTHER						
TOTAL		71.4	71.4	71.4		

POSITIONS:

FULL-TIME		1.0	1.0	1.0		
PART-TIME						
TEMPORARY						

SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

*5/2/84
FN sent up bill
per instructions
from Mof.*

ANALYSIS: Attach a separate page for analysis

Prepared By: George Hollatz Phone: 276-2653
Division: Forestry Date: 1/9/84

MH Approved by Commissioner: Norman D. Donald, Deputy Date: 4/17/84
Agency: Natural Resources

Distribution (by Agency preparing fiscal note):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

12/1/83

The establishment of a Yakataga State Forest will commit State-owned lands between Cape Suckling and Icy Bay to long term public retention to be managed for multiple use and sustained yields. There are about 460,000 acres within the area, of which an estimated 80,000 acres have more than 20,000 board feet per acre. These are among the most productive forest lands owned by the State and the timber resources are already being managed on a sustained yield basis. Commitment of the natural resources will have a beneficial effect on the economies of Yakutat and Cordova and will likely stimulate long term industrial and commercial development based on the estimated potential yield of the area of 20 million board feet per year. The annual revenue to the State at today's prices would be one to two million dollars with a total product value of 5 to 10 million dollars. Establishment of a State Forest will cost the State an additional 71 thousand dollars per year for planning and forest development of the area.

5/2/84

Original sponsor: Eliason

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 CS FOR SENATE BILL NO. 202 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 THIRTEENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act establishing the Yakataga State Forest; and
7 providing for an effective date."

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

9 * Section 1. AS 41.17 is amended by adding a new section to read:

10 ARTICLE 5A. YAKATAGA STATE FOREST.

11 Sec. 41.17.410. YAKATAGA STATE FOREST. (a) Subject to valid
12 existing rights and except for land owned by or transferred to the
13 University of Alaska under ch. 41, SLA 1983, the state-owned or
14 acquired land and water lying within the parcels described in (c) of
15 this section is designated as the Yakataga State Forest.

16 (b) The commissioner shall consider and permit the uses des-
17 cribed in AS 41.17.230(e) within the Yakataga State Forest, subject to
18 the procedures established in AS 41.17.230(f).

19 (c) The Yakataga State Forest includes the state-owned or
20 acquired land and water lying within the following described parcels:

- 21 Township 19 South, Range 14 East, Copper River Meridian
- 22 Township 19 South, Range 15 East, Copper River Meridian
- 23 Township 19 South, Range 16 East, Copper River Meridian
- 24 Township 19 South, Range 17 East, Copper River Meridian
- 25 Township 20 South, Range 12 East, Copper River Meridian
- 26 Township 20 South, Range 13 East, Copper River Meridian
- 27 Township 20 South, Range 14 East, Copper River Meridian
- 28 Township 20 South, Range 15 East, Copper River Meridian
- 29 Township 20 South, Range 16 East, Copper River Meridian

1 Township 20 South, Range 17 East, Copper River Meridian
2 Township 20 South, Range 18 East, Copper River Meridian
3 Township 21 South, Range 9 East, Copper River Meridian
4 Township 21 South, Range 10 East, Copper River Meridian
5 Township 21 South, Range 11 East, Copper River Meridian
6 Township 21 South, Range 11 1/2 East, Copper River Meridian
7 Township 21 South, Range 12 East, Copper River Meridian
8 Township 21 South, Range 13 East, Copper River Meridian
9 Township 21 South, Range 14 East, Copper River Meridian
10 Township 21 South, Range 15 East, Copper River Meridian
11 Township 21 South, Range 16 East, Copper River Meridian
12 Township 21 South, Range 17 East, Copper River Meridian
13 Township 21 South, Range 18 East, Copper River Meridian
14 Township 21 South, Range 19 East, Copper River Meridian
15 Township 22 South, Range 9 East, Copper River Meridian
16 Township 22 South, Range 19 East, Copper River Meridian
17 Township 22 South, Range 20 East, Copper River Meridian
18 Township 22 South, Range 21 East, Copper River Meridian
19 Township 22 South, Range 22 East, Copper River Meridian
20 Township 22 South, Range 23 East, Copper River Meridian
21 Township 22 South, Range 24 East, Copper River Meridian,
22 that portion west of Icy Bay
23 Township 23 South, Range 21 East, Copper River Meridian
24 Township 23 South, Range 22 East, Copper River Meridian

25 * Sec. 2. The commissioner shall prepare a management plan for the
26 Yakataga State Forest under AS 41.17.230. The commissioner shall submit
27 the management plan to the legislature for its approval within the first 10
28 days of the First Session of the Fifteenth Alaska State Legislature. The
29 management plan for the Yakataga State Forest is approved unless the
CSSB 202(Fin)

1 legislature adopts legislation disapproving the management plan.

2 * Sec. 3. Notwithstanding AS 41.17.410 as enacted in sec. 1 of this
3 Act, the commissioner of natural resources may before July 1, 1985, ex-
4 change up to 3,000 acres of land described in AS 41.17.410(c) as enacted in
5 sec. 1 of this Act for private inholdings within the Kachemak Bay State
6 Park or for other private land or interests in land.

7 * Sec. 4. This Act takes effect July 1, 1984.
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MAR 26 1984



CHUGACH NATIVES, INC.

903 WEST NORTHERN LIGHTS, SUITE 201 • ANCHORAGE, ALASKA 99503
(907) 276-1080 TELEX 26-497

March 22, 1984

Mr. Max Gifford, Staff Assistant
Senate Finance Committee
Pouch V
Juneau, AK 99811

re: CSSB 202 Yakataga State Forest

Dear Mr. Gifford:

Thank you for taking time with me yesterday. CNI is requesting that the following amendments to CSSB 202 be included through the auspices of your office when the Bill comes before the Finance Committee:

- (1) after "Kachemak Bay State Park" add "or other private lands or interests therein"; and
- (2) Change "1985" to "1986".

The effect of our proposed amendments would be to enable the Commissioner of DNR to exchange up to 3,000 acres in the State forest for lands or interests in lands owned by CNI or its Village Corporations. When CNI was negotiating its land exchange agreement, we were repeatedly denied nominations on 60,000 acres in the Yakataga area. If the State is now agreeable to such exchange rights, we feel we should have some opportunity to participate if Seldovia Native Association chooses not to up to 3,000 acres. In addition, if an exchange agreement is to be negotiated between CNI & DNR, we feel that an additional year will be necessary.

Sincerely,

CHUGACH NATIVES, INC.

Samuel J. Bacino
Vice President of Lands & Natural Resources

SJB:jdc

cc: Seldovia Native Association
Reed Stoops
Fred Boness

MAR 26 1984

SELDOVIA NATIVE ASSOCIATION, INC.

P.O. DRAWER L

SELDOVIA, ALASKA 99663

(907) 234-7625 • 234-7890

March 23, 1984

Honorable Senator John Sackett
State Capitol
Pouch V
Juneau, Alaska 99811

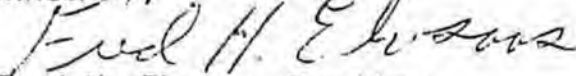
Dear Senator Sackett:

This letter is to express Seldovia Native Association's support of Senate Bill 202, creating a State Forest at Yakataqa.

We also support the amendment to this bill by Senator Bettve Fahrenkamp, allowing the Commissioner of the Department of Natural Resources to make limited land trade within the State Forest.

We have discussed SB 202 with Sam Bessino, the land manager for the Chugach Natives Inc. As a result of our discussions, we would support a further amendment that may be introduced by Senator Richard Eliason, which would allow the Commissioner of D.N.R. to negotiate with Chugach Natives Inc., for any lands which are not selected by the Seldovia Native Association as part of the Kachemak Bay State Park.

Sincerely,


Fred H. Elvsaa, President
Seldovia Native Association, Inc.

cc: All State Senators
Chugach Natives Inc.
Esther Wunnicke
Gary Gustafson

Offered: 3/22/84
Referred: Finance

Original sponsor: Eliason

1 IN THE SENATE

BY THE RESOURCES COMMITTEE

2

CS FOR SENATE BILL NO. 202 (Resources)

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

THIRTEENTH LEGISLATURE - SECOND SESSION

5

A BILL

6

For an Act entitled: "An Act establishing the Yakataga State Forest; and
providing for an effective date."

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7 * Sec. 4. This Act takes effect July 1, 1984.

STATE OF ALASKA 1984 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: 4/16/84

REQUEST

Bill/Resolution No.: SB 202
Title: Yakataga State Forest

Sponsor: Eliason
Requestor: _____
Date of Request: 2/8/84

FISCAL DETAIL

Agency Affected: Natural Resources
Program Category Affected: NRM & EC

BRU, Program or Subprogram(s) Affected: Forest Management

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TOTAL		71.4	71.4	71.4		

POSITIONS:

FULL-TIME		1.0	1.0	1.0		
PART-TIME						
TEMPORARY						

SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

ANALYSIS: Attach a separate page for analysis

Prepared By: George Hollett Phone: 276-2653
Division: Forestry Date: 3/8/84

MH Approved by Commissioner: William D. Amundson Deputy Date: 4/16/84
Agency: Department of Natural Resources

Distribution (by Agency preparing fiscal note):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

12/1/83

The establishment of a Yakataga State Forest will commit State-owned lands between Cape Suckling and Icy Bay to long term public retention to be managed for multiple use and sustained yields. There are about 560,000 acres within the area, of which an estimated 80,000 acres have more than 20,000 board feet per acre. These are among the most productive forest lands owned by the State and the timber resources are already being managed on a sustained yield basis. Commitment of the natural resources will have a beneficial effect on the economies of Yakutat and Cordova and will likely stimulate long term industrial and commercial development based on the estimated potential yield of the area of 20 million board feet per year. The annual revenue to the State at today's prices would be one to two million dollars with a total product value of 5 to 10 million dollars. Establishment of a State Forest will cost the State an additional 71 thousand dollars per year for planning and forest development of the area.

SENATE BILL 202 "An Act establishing the Yakataga State Forest;
and providing for an effective date."

3-24-83 First Reading
Introduced by Eliason
Referred: Resources and Finance

3-22-84 Resources, Committee Substitute (CS-4, NR-1, OTHER-1)

FISCAL NOTE \$71,400 FY85

SB 202 establishes the Yakataga State Forest, to include approximately 460,000 acres between Cape Suckling and Icy Bay. The land is State-owned, and is to be managed for multiple use and sustained forest yields.

The Division of Forestry has worked out a cooperative use agreement with the Division of Mineral and Energy Management and the North Coast Mining Company for joint operation on mineral claims. (agreement attached)

The management of the forest will require the addition of one new position in the Division of Forestry. The fiscal note for FY 85 is \$71,400.

The proposed Finance Committee Substitute adds a phrase to page 3 line 6 ("...or for other private land or interests in land.") to enable the Commissioner of DNR to exchange up to 3,000 acres in the State forest for lands or interests in lands owned by native and village corporations as well as other private inholdings.

Attachments: Yakataga State Forest Fact Sheet (prepared by DNR)
Letter from Chugach Natives, Inc. supporting CS (Finance)
Letter from Seldovia Native Assoc., supporting CS (Finance)
Location map of forest
Cooperative Agreement with DNR and North Coast Mining Co.

YAKATAGA STATE FOREST
FACT SHEET

The establishment of a Yakataga State Forest will commit State-owned lands between Cape Suckling and Icy Bay to long term public retention to be managed for multiple use and sustained yields. There are about 460,000 acres within the area, of which an estimated 87,000 acres have more than 20,000 board feet per acre. These are among the most productive forest lands owned by the State and the timber resources are already being managed on a sustained yield basis. Commitment of the natural resources will have a beneficial effect on the economies of Yakutat and Cordova and will likely stimulate long term industrial and commercial development based on a standing sawtimber volume of 4.3 billion board feet with an estimated potential yield of the area of 20 million board feet (MMBF) per year. The annual revenue to the State at today's prices would be one to two million dollars with a total annual product value of 5 to 10 million dollars.

To date, 190 MMBF has been harvested within the proposed State Forest, all since 1970. An additional 49 MMBF was sold in 1983, to be harvested over the next five years. A jetty, log transfer facility, sort yard, logging camp, airstrip, and about 20 miles of mainline road were constructed by the previous logging operator. A DOF office and cabin were built by the State.

The DOF has arranged for multiple use management of the forested lands within the proposed State Forest. The Division has worked with the Alaska Department of Fish and Game to protect important wildlife habitat. Also, the DOF has worked out a cooperative use agreement with DMEM and North Coast Mining Company for joint operation on mineral claims.

MAR 26 1984



CHUGACH NATIVES, INC.

903 WEST NORTHERN LIGHTS, SUITE 201 • ANCHORAGE, ALASKA 99503
(907) 276-1080 TELEX 26-497

March 22, 1984

Mr. Max Gifford, Staff Assistant
Senate Finance Committee
Pouch V
Juneau, AK 99811

re: CSSB 202 Yakataga State Forest

Dear Mr. Gifford:

Thank you for taking time with me yesterday. CNI is requesting that the following amendments to CSSB 202 be included through the auspices of your office when the Bill comes before the Finance Committee:

- (1) after "Kachemak Bay State Park" add "or other private lands or interests therein"; and
- (2) Change "1985" to "1986".

The effect of our proposed amendments would be to enable the Commissioner of DNR to exchange up to 3,000 acres in the State forest for lands or interests in lands owned by CNI or its Village Corporations. When CNI was negotiating its land exchange agreement, we were repeatedly denied nominations on 60,000 acres in the Yakataga area. If the State is now agreeable to such exchange rights, we feel we should have some opportunity to participate if Seldovia Native Association chooses not to up to 3,000 acres. In addition, if an exchange agreement is to be negotiated between CNI & DNR, we feel that an additional year will be necessary.

Sincerely,

CHUGACH NATIVES, INC.

Samuel J. Bacino
Vice President of Lands & Natural Resources

SJB:jdc

cc: Seldovia Native Association
Reed Stoops
Fred Boness

MAR 26 1984

SELDOVIA NATIVE ASSOCIATION, INC.

P.O. DRAWER L

SELDOVIA, ALASKA 99663

(907) 234-7625 • 234-7890

March 23, 1984

Honorable Senator John Sackett
State Capitol
Pouch V
Juneau, Alaska 99811

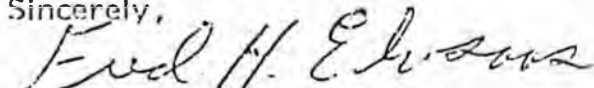
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We also support the amendment to this bill by Senator Bettye F.hrenkamp, allowing the Commissioner of the Department of Natural Resources to make limited land trade within the State Forest.

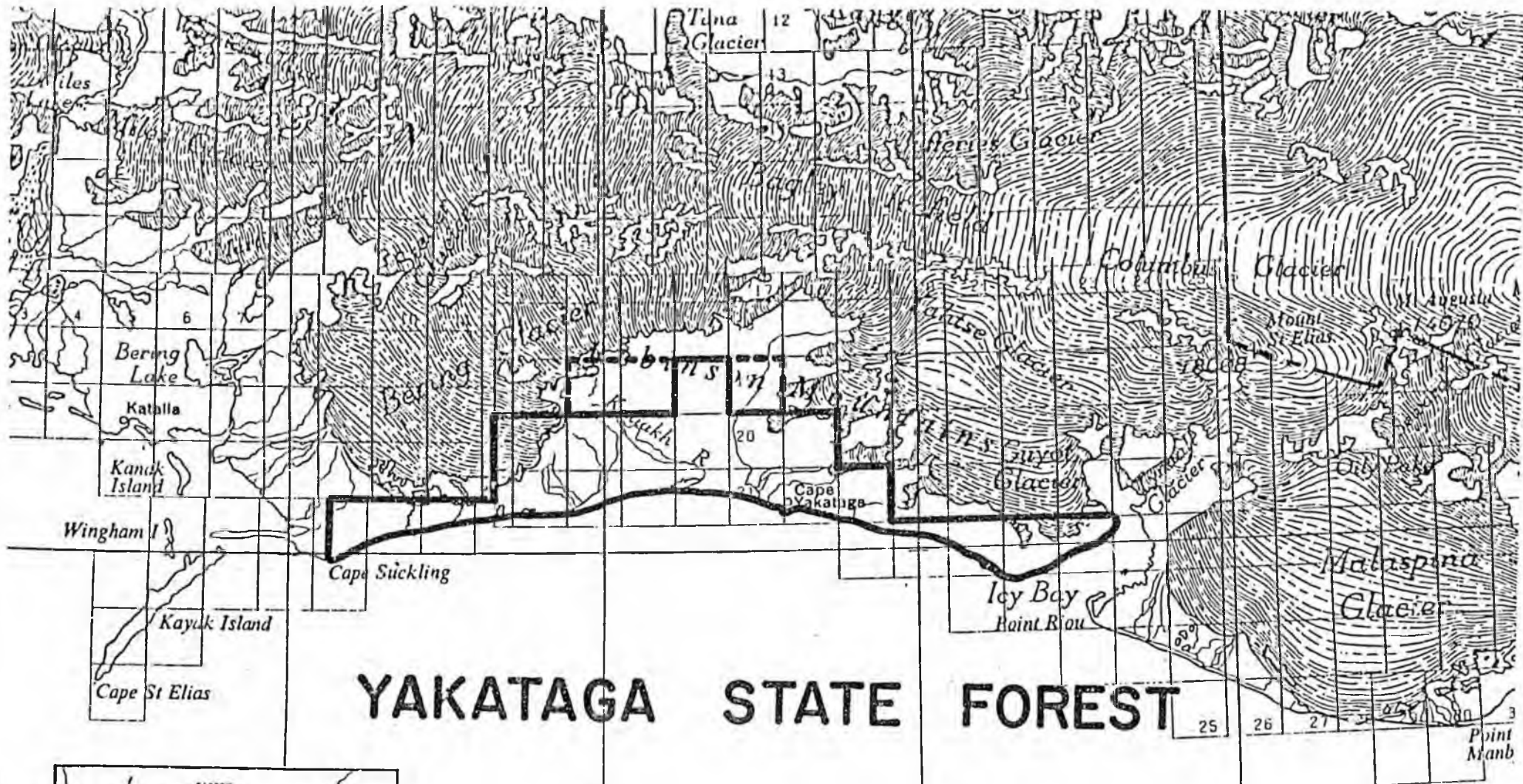
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Sincerely,



Fred H. Elvsaa, President
Seldovia Native Association, Inc.

cc: All State Senators
Chuqach Natives Inc.
Esther Wunnicke
Gary Gustafson



YAKATAGA STATE FOREST



LOCATION MAP

- FOREST BOUNDARY
- - - ADDITIONS IF NATIVE RELINQUISHED

DNR / N. Coast Mining
11/83

COOPERATIVE AGREEMENT

1.0 PARTIES:

This Agreement is entered into between the following parties:

1.1 The State of Alaska ("State"), through its Department of Natural Resources ("DNR"); and

1.2 North Coast Mining, Inc. ("NCMI").

2.0 GEOGRAPHICAL SCOPE:

This Agreement relates to those geographical areas in the vicinity of Cape Yakataga, between the White River and Icy Bay in which NCMI has mining claims under State law (legal location of claims attached), together with all State-owned or controlled timberlands, where the harvest of such timber would be facilitated by access across the area subject to NCMI's mining claims, extraction of gravel from such areas, or other use of such areas.

3.0 PURPOSE:

3.1 DNR has, among its other responsibilities, the responsibility under applicable law to coordinate and regulate multiple uses of the State's natural resources. The intent of this Agreement is to establish a means for coordination between the various State lessees, licensees, and permittees who claim or who are granted interests in the vicinity of the area subject to this Agreement.

3.2 NCMI wishes to be advised by DNR of its plans and to coordinate with the State and the State's other lessees, licensees, and permittees so that NCMI can more effectively plan its mining activities on its claims.

4.0 AGREEMENT:

The State, through DNR, and NCMI hereby agree as follows:

4.1.0 Exchange of Information

4.1.1 DNR will make reasonable efforts to add NCMI to any mailing list it maintains for its proposed land actions (such as proposed sales, contracts, disposals, offerings, licenses, or permits) which might potentially affect use of State land within the area in which NCMI has mining claims. DNR will provide public notice in an Anchorage daily newspaper, if legally required, on all land actions within the Cape Yakataga area.

4.1.2. NCMI agrees to identify those sites within its mining claims which it believes are highly mineralized. "Highly mineralized" sites means those determined to be economically viable for extraction of commercially valuable minerals. This identification should take place as soon as practicable. The State may require NCMI to provide the data upon which NCMI bas~~es~~ its identification of highly mineralized areas. The State shall, to the extent permitted or required by law, maintain the confidentiality of such data.

4.2.0 Non-waiver of Applicable Law and Regulations:

Nothing in this Agreement relieves NCMI of its obligations under federal or State law or regulations, permits, licenses, or existing agreements with the State. Moreover, nothing in this Agreement shall be construed to grant to NCMI any rights in addition to whatever rights it might otherwise have under the law, nor shall it be construed as an adjudication of the validity of NCMI's mining claims.

4.3.0 Procedure for resolution for Potential Conflicts:

4.3.1 In any timber sale contract within the geographical area governed by this Agreement, DNR shall require the successful bidder ("Purchaser") to be bound by the terms and procedures set forth in its timber sale contract which accord with this Agreement.

4.3.2 NCMI shall designate in writing its authorized representative or representatives for its annual operating plan. The representative or

representatives shall be authorized to act on behalf of NCMI regarding all notices, review of documents, etc. as set forth in this Agreement. DNR shall also designate an authorized field representative or representatives (normally this will be the Icy Cape sale administration forester) and a representative from the Division of Minerals and Energy Management, or its successor agency. DNR shall, through its Division of Land and Water Management, designate its representative to issue instructions regarding performance under the miscellaneous land use permits.

4.3.3 Each fall, but in any event no later than December 1 of each year, NCMI agrees to meet with the representative of Purchaser and a representative(s) of DNR in order to plan a means for resolving potential conflicts between any contemplated mining and timber harvest activities for the upcoming year, together with any other potentially conflicting uses or interest. To the extent DNR, and NCMI and Purchaser can agree upon sources for gravel for construction of road, location of roads or other improvements, and other

potential conflicts, such resolution shall be memorialized into an agreement, and such agreement shall be included within the respective plans of operation for NCMI and Purchaser for the next season.

4.3.4 It is the intent of this Agreement that NCMI and Purchaser will negotiate in good faith. However, to the extent mutual agreement is not possible, NCMI and Purchaser shall each submit its respective plan of operation no later than January 15 of each year, together with whatever information and argument it believes supports its position. Both NCMI and Purchaser may comment on the other's plan of operation within thirty (30) days, but no later than February 15 of each year. Based upon these submissions, DNR shall determine what conditions, stipulations, and provisions it wishes to attach to the operations of NCMI and Purchaser in order to fulfill DNR's multiple use regulation and other responsibilities.

4.4.0 Gravel:

In making its determinations with regard to multiple and potentially conflicting uses, DNR will endeavor, to the extent practicable, to select gravel sites for road construction which avoid those gravel sites which have been previously identified by NCMI pursuant to Section 4.1.2 herein.

4.5.0 Roads:

4.5.1 DNR authorizes the establishment of roads (both mainline and temporary spurs) and other improvements for the purpose of utilizing the surface resources.

4.5.2 The construction costs of roads for timber development will be borne by DNR through timber appraisal or capital budget approval.

4.5.3 NCMI shall be entitled to incidental use without maintenance charges of any road system constructed for purposes of timber harvesting

within the geographical area subject to this Agreement. Such incidental use shall be limited to transportation of personnel, materials, supplies and equipment in vehicles rated at 1½ tons or less. Any use of roads or facilities by NCMI for any other purpose or by heavier trucks or equipment shall occur only upon negotiation and written agreement among Purchaser, NCMI, and DNR. If an agreement cannot be reached, DNR will determine a prorated "fair share" for each party.

4.5.4 The cost of any relocation of DNR's active access roads which have not been "put to bed" after construction will be borne by NCMI if their mining activities necessitate relocation. During this period, NCMI will assure continuous access to surface operations.

5.0. LIFE OF AGREEMENT:

This Agreement will remain in force during the full period

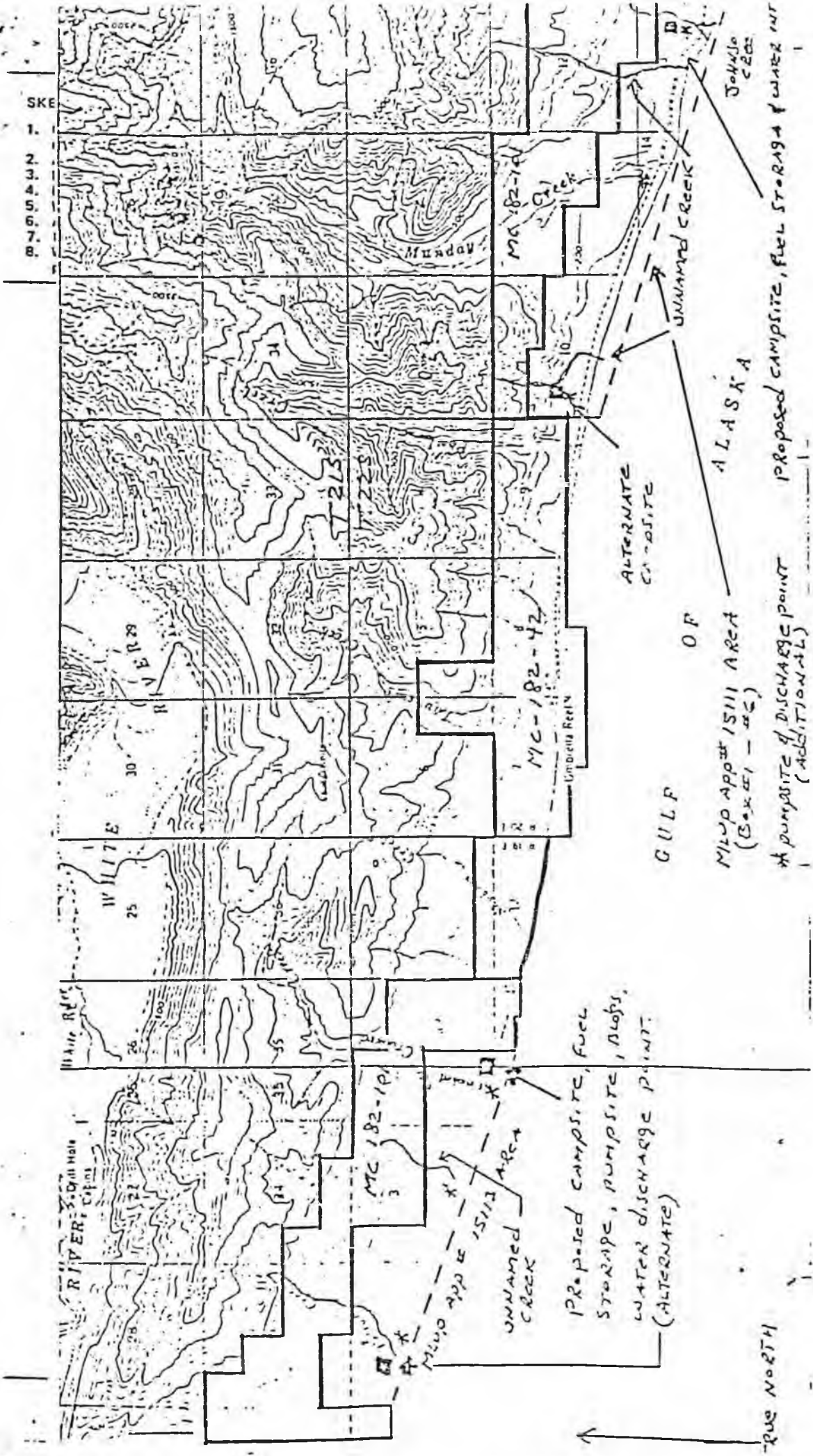
STATE OF ALASKA

)
) ss
)

THIS IS TO CERTIFY that on this 16th day of November, 1983, before me, a notary public in and for Alaska, personally appeared James K. Burnett, known to me and known by me to be the Deputy Commissioner of the State of Alaska, Department of Natural Resources, and he being first duly sworn, stated under oath that he had read and knew the contents of the above and foregoing Agreement and the same were true, and that he executed the same for and on behalf of the Department as its voluntary act and deed and was authorized so to do.

IN WITNESS WHEREOF, I hereunto set my hand and seal on the day, month and year in this Agreement first mentioned.

Shonda L. Quinn
Notary Public in and for Alaska
My commission expires: 7/8/86



Name of USGS Map(s) Used

Bering GLAC

SCALE: 1" = 1 Mile

ALASKA

GULF OF ALASKA

Mile approx 15111 AREA (Boxed - see)

A pumpsite of discharge point (ADDITIONAL)

PROPOSED CAMP SITE, FUEL STORAGE, PUMPSITE, WATER DISCHARGE POINT (ALTERNATE)

True NORTH

Original sponsor: Eliason

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 CS FOR SENATE BILL NO. 202 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 THIRTEENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act establishing the Yakataga State Forest; and
7 providing for an effective date."

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

9 * Section 1. AS 41.17 is amended by adding a new section to read:

10 ARTICLE 5A. YAKATAGA STATE FOREST.

11 Sec. 41.17.410. YAKATAGA STATE FOREST. (a) Subject to valid
12 existing rights and except for land owned by or transferred to the
13 University of Alaska under ch. 41, SLA 1983, the state-owned or
14 acquired land and water lying within the parcels described in (c) of
15 this section is designated as the Yakataga State Forest.

16 (b) The commissioner shall consider and permit the uses des-
17 cribed in AS 41.17.230(e) within the Yakataga State Forest, subject to
18 the procedures established in AS 41.17.230(f).

19 (c) The Yakataga State Forest includes the state-owned or
20 acquired land and water lying within the following described parcels:

21 Township 19 South, Range 14 East, Copper River Meridian

22 Township 19 South, Range 15 East, Copper River Meridian

23 Township 19 South, Range 16 East, Copper River Meridian

24 Township 19 South, Range 17 East, Copper River Meridian

25 Township 20 South, Range 12 East, Copper River Meridian

26 Township 20 South, Range 13 East, Copper River Meridian

27 Township 20 South, Range 14 East, Copper River Meridian

28 Township 20 South, Range 15 East, Copper River Meridian

29 Township 20 South, Range 16 East, Copper River Meridian

1 Township 20 South, Range 17 East, Copper River Meridian
2 Township 20 South, Range 18 East, Copper River Meridian
3 Township 21 South, Range 9 East, Copper River Meridian
4 Township 21 South, Range 10 East, Copper River Meridian
5 Township 21 South, Range 11 East, Copper River Meridian
6 Township 21 South, Range 11 1/2 East, Copper River Meridian
7 Township 21 South, Range 12 East, Copper River Meridian
8 Township 21 South, Range 13 East, Copper River Meridian
9 Township 21 South, Range 14 East, Copper River Meridian
10 Township 21 South, Range 15 East, Copper River Meridian
11 Township 21 South, Range 16 East, Copper River Meridian
12 Township 21 South, Range 17 East, Copper River Meridian
13 Township 21 South, Range 18 East, Copper River Meridian
14 Township 21 South, Range 19 East, Copper River Meridian
15 Township 22 South, Range 9 East, Copper River Meridian
16 Township 22 South, Range 19 East, Copper River Meridian
17 Township 22 South, Range 20 East, Copper River Meridian
18 Township 22 South, Range 21 East, Copper River Meridian
19 Township 22 South, Range 22 East, Copper River Meridian
20 Township 22 South, Range 23 East, Copper River Meridian
21 Township 22 South, Range 24 East, Copper River Meridian,
22 that portion west of Icy Bay
23 Township 23 South, Range 21 East, Copper River Meridian
24 Township 23 South, Range 22 East, Copper River Meridian

25 * Sec. 2. The commissioner shall prepare a management plan for the
26 Yakataga State Forest under AS 41.17.230. The commissioner shall submit
27 the management plan to the legislature for its approval within the first 10
28 days of the First Session of the Fifteenth Alaska State Legislature. The
29 management plan for the Yakataga State Forest is approved unless the

1 legislature adopts legislation disapproving the management plan.

2 * Sec. 3. Notwithstanding AS 41.17.410 as enacted in sec. 1 of this
3 Act, the commissioner of natural resources may before July 1, 1985, ex-
4 change up to 3,000 acres of land described in AS 41.17.410(c) as enacted in
5 sec. 1 of this Act for private inholdings within the Kachemak Bay State
6 Park or for other private land or interests in land.

7 * Sec. 4. This Act takes effect July 1, 1984.
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STATE OF ALASKA 1984 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: 3/8/84

REQUEST

Bill/Resolution No.: SB 202
Title: Yakataga State Forest

Sponsor: Eliason
Requestor: _____
Date of Request: 2/8/84

FISCAL DETAIL

Agency Affected: Natural Resources
Program Category Affected: NRM & EC

BRU, Program or Subprogram(s) Affected:
Forest Management

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 84	FY 85	FY 86	FY 87	FY 88	FY 89
OPERATING						
100 PERSONAL SERVICES		46.4	46.4	46.4		
200 TRAVEL		15.0	15.0	15.0		
300 CONTRACTUAL		10.0	10.0	10.0		
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
TOTAL OPERATING		71.4	71.4	71.4		
CAPITAL						
REVENUE		71.4	71.4	71.4		

FUNDING: (Thousands of Dollars)

GENERAL FUND		71.4	71.4	71.4		
FEDERAL FUNDS						
OTHER						
TOTAL		71.4	71.4	71.4		

POSITIONS:

FULL-TIME		1.0	1.0	1.0		
PART-TIME						
TEMPORARY						

SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

ANALYSIS: Attach a separate page for analysis

Prepared By: George Hollett Phone: 276-2653
Division: Forestry Date: 3/8/84

MH Approved by Commissioner: William D. Adams, Deputy Date: 3/8/84
Agency: Department of Natural Resources

Distribution (by Agency preparing fiscal note):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

12/1/83

The establishment of a Yakataga State Forest will commit State-owned lands between Cape Suckling and Icy Bay to long term public retention to be managed for multiple use and sustained yields. There are about 560,000 acres within the area, of which an estimated 80,000 acres have more than 20,000 board feet per acre. These are among the most productive forest lands owned by the State and the timber resources are already being managed on a sustained yield basis. Commitment of the natural resources will have a beneficial effect on the economies of Yakutat and Cordova and will likely stimulate long term industrial and commercial development based on the estimated potential yield of the area of 20 million board feet per year. The annual revenue to the State at today's prices would be one to two million dollars with a total product value of 5 to 10 million dollars. Establishment of a State Forest will cost the State an additional 71 thousand dollars per year for planning and forest development of the area.

STATE OF ALASKA 1984 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: 3/8/84

REQUEST

Bill/Resolution No.: SB 202
Title: Yakataga State Forest

FISCAL DETAIL

Agency Affected: Natural Resources
Program Category Affected: NRM & EC

Sponsor: Eliason
Requestor: _____
Date of Request: 2/8/84

BRU, Program or Subprogram(s) Affected: _____
Forest Management

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 84	FY 85	FY 86	FY 87	FY 88	FY 89
OPERATING						
100 PERSONAL SERVICES		46.4	46.4	46.4		
200 TRAVEL		15.0	15.0	15.0		
300 CONTRACTUAL		10.0	10.0	10.0		
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
TOTAL OPERATING		71.4	71.4	71.4		
CAPITAL						
REVENUE		71.4	71.4	71.4		

FUNDING: (Thousands of Dollars)

GENERAL FUND		71.4	71.4	71.4		
FEDERAL FUNDS						
OTHER						
TOTAL		71.4	71.4	71.4		

POSITIONS:

FULL-TIME		1.0	1.0	1.0		
PART-TIME						
TEMPORARY						

SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

ANALYSIS: Attach a separate page for analysis

Prepared By: George Collett Phone: 276-2653
Division: Forestry Date: 3/8/84

MH Approved by Commissioner: William D. Adams Deputy Date: 3/8/84
Agency: Department of Natural Resources

Distribution (by Agency preparing fiscal note):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

12/1/83

The establishment of a Yakataga State Forest will commit State-owned lands between Cape Sukling and Icy Bay to long term public retention to be managed for multiple use and sustained yields. There are about 560,000 acres within the area, of which an estimated 80,000 acres have more than 20,000 board feet per acre. These are among the most productive forest lands owned by the State and the timber resources are already being managed on a sustained yield basis. Commitment of the natural resources will have a beneficial effect on the economies of Yakutat and Cordova and will likely stimulate long term industrial and commercial development based on the estimated potential yield of the area of 20 million board feet per year. The annual revenue to the State at today's prices would be one to two million dollars with a total product value of 5 to 10 million dollars. Establishment of a State Forest will cost the State an additional 71 thousand dollars per year for planning and forest development of the area.

Introduced: 3/24/83
Referred: Resources and
Finance

1 IN THE SENATE

BY ELIASON

2

SENATE BILL NO. 202

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

THIRTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act establishing the Yakataga State Forest; and
7 providing for an effective date."

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

9 * Section 1. AS 41.17 is amended by adding a new section to read:

10

ARTICLE 2. YAKATAGA STATE FOREST.

11

Sec. 41.17.210. YAKATAGA STATE FOREST. (a) Subject to valid
12 existing rights and except for land owned by or transferred to the
13 University of Alaska under a settlement agreement between the state
14 and the university, the state-owned or acquired land and water lying
15 within the parcels described in (b) of this section is designated as
16 the Yakataga State Forest.

17

(b) The Yakataga State Forest includes the state-owned or
18 acquired land and water lying within the following described parcels,
19 containing approximately 560,000 acres.

20

Township 19 South, Range 14 East, Copper River Meridian

21

Township 19 South, Range 15 East, Copper River Meridian

22

Township 19 South, Range 16 East, Copper River Meridian

23

Township 19 South, Range 17 East, Copper River Meridian

24

Township 20 South, Range 12 East, Copper River Meridian

25

Township 20 South, Range 13 East, Copper River Meridian

26

Township 20 South, Range 14 East, Copper River Meridian

27

Township 20 South, Range 15 East, Copper River Meridian

28

Township 20 South, Range 16 East, Copper River Meridian

29

Township 20 South, Range 17 East, Copper River Meridian

1 Township 20 South, Range 18 East, Copper River Meridian
2 Township 21 South, Range 9 East, Copper River Meridian
3 Township 21 South, Range 10 East, Copper River Meridian
4 Township 21 South, Range 11 East, Copper River Meridian
5 Township 21 South, Range 11½ East, Copper River Meridian
6 Township 21 South, Range 12 East, Copper River Meridian
7 Township 21 South, Range 13 East, Copper River Meridian
8 Township 21 South, Range 14 East, Copper River Meridian
9 Township 21 South, Range 15 East, Copper River Meridian
10 Township 21 South, Range 16 East, Copper River Meridian
11 Township 21 South, Range 17 East, Copper River Meridian
12 Township 21 South, Range 18 East, Copper River Meridian
13 Township 21 South, Range 19 East, Copper River Meridian
14 Township 22 South, Range 9 East, Copper River Meridian
15 Township 22 South, Range 19 East, Copper River Meridian
16 Township 22 South, Range 20 East, Copper River Meridian
17 Township 22 South, Range 21 East, Copper River Meridian
18 Township 22 South, Range 22 East, Copper River Meridian
19 Township 22 South, Range 23 East, Copper River Meridian
20 Township 22 South, Range 24 East, Copper River Meridian
21 that portion west of Icy Bay
22 Township 23 South, Range 21 East, Copper River Meridian
23 Township 23 South, Range 22 East, Copper River Meridian
24 * Sec. 2. This Act takes effect July 1, 1983.

COMMITTEE REPORT
HOUSE

(11)

FURTHER:

5/14/53

Date: 6/21/53

Mr. Speaker:

The Committee on FINANCE has had SB 303

"An Act extending the termination date of the Alcoholic Beverage Control Board; and providing for an effective date."

under consideration and reports it back as follows:

- 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 Zero Fiscal Note Attached
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

CHAIRMAN

Introduced: 3/25/83
Referred: Judiciary

1 IN THE SENATE

BY THE JUDICIARY COMMITTEE

2

SENATE BILL NO. 208

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

THIRTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6

For an Act entitled: "An Act extending the termination date of the Alcoholic Beverage Control Board; and providing for an effective date."

7

8

9

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

10

* Section 1. AS 44.66.010(a)(1) is amended to read:

11

(1) Alcoholic Beverage Control Board (AS 04.06.010) --

12

June 30, 1987 [1983];

13

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

THE LEGISLATURE OF THE STATE OF ALASKA
THIRTEENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 208
 Title Extending the ABC Board
 Requested by House Finance Committee Date 6/20/83

II. FISCAL DETAIL

Agency Affected Department of Revenue
 Program Category Affected ABC Board
 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 83	FY 84	FY 85	FY 86	FY 87	FY 88
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		-----				

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

The FY 84 budget includes \$646,300 for the ABC Board for the next fiscal year.

The attachments show the budget breakdown.

IV. DATE 6/20/83 PREPARED BY Al Adams, Chair APA
 AGENCY House Finance Committee
 Original: Legislative Finance PHONE 465-3706
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)
 33-001 (Rev. 12/82)

FISCAL YEAR 1984

EXPENDITURES & FUNDING	(01) FY82 ACT.	(02) FY83 WITH	(03) FY83 RP	(04) FY83 SUP	(05) CONT.	(06) REQUEST	(07) GOVERNOR	(08) GOV. AMD.	(09) HOUSE	(10) SENATE	(11) C. C.	(12) BILLS	(13) LEG. REC.
01 PERS. SERV.	441.3	461.5			468.2	487.8	487.8	487.8	568.1	487.8			
02 TRAVEL	36.3	50.1			55.6	55.6	55.6	55.6	74.9	40.1			
03 CONTRACTUAL	55.1	117.7			118.2	118.2	118.2	118.2	113.2	111.2			
04 COMMODITIES	4.8	3.2			7.4	7.4	7.4	7.4	10.2	7.2			
05 EQUIPMENT	1.6								1.5				
06 LANDS/BLDGS													
07 GRANTS, CLMS													
08 MISC.													
** TOTAL EXPEND	539.	632.5			649.4	669.0	669.0	669.0	767.9	646.3			
09 I-A TRANSFER	6.8	12.4			48.7	48.7	48.7	48.7	48.7	48.7			
10 FED. RECEIPT													
11 G. F. MATCH													
12 GENERAL FUND	539.1	632.5			649.4	669.0	669.0	669.0	767.9	646.3			
13 PGM RECEIPTS													
14 OTHER FUNDS													
15 FULL TIME	12.0	12.0			12.0	12.0	12.0	12.0	14.0	12.0			
16 PART TIME													
17 TEMPORARY													
18 STAFF MONTHS	144.0	144.0			144.0	144.0	144.0	144.0	168.0	144.0			

NEW POSITIONS...

TIILE	LOCATION	TYPE	REQ	S&B COST	OTH. COST	TOT. COST	FED. FUND	GEN. FUND	OTH. FUND	GV	HS	SN	FC	FN
1 INVESTIGATOR	ANCHORAGE	FULL	2	80.3	36.3	116.6		116.6						2
** NEW POSITION TOTALS			2	80.3	36.3	116.6		116.6						2

AGENCY: DEPARTMENT OF REVENUE
 CATEGORY: PUBLIC PROTECTION

PROGRAM: ALCOHOL BEVERAGE CONTROL BOARD
 SUB-PROGRAM:

***** HOUSE ANALYSIS *****

OBJECT GROUP	VARIATION		DESCRIPTION: HOUSE (\$767.9) VERSUS GOV.AMD. (\$669.0)
01 PERS. SERV.	80.3	16.5%	NEW INVESTIGATOR POSITIONS 80.3.
02 TRAVEL	19.3	34.7%	REDUCE TO FY 83 AUTH LESS 10% <5.0>, NEW POSITIONS TRAVEL 29.8.
03 CONTRACTUAL	-5.0	-4.2%	DISALLOW INFLATION <7.0>, NEW POSITION'S CONTRACTUAL 2.0.
04 COMMODITIES	2.8	37.8%	DISALLOW INFLATION <.2>, NEW POSITION'S COMMODITIES 3.0.
05 EQUIPMENT	1.5	100.0%	NEW POSITIONS EQUIPMENT 1.5.
XX TOTALS	98.9	14.8%	

POSITIONS AUTHORIZED
 TITLE

TITLE	LOCATION	TYPE	APP	S&B COSTS	FED.FUND	GEN.FUND	OTH.FUND
1 INVESTIGATOR	ANCHORAGE	FULL	2	80.3		80.3	
XX TOTALS			2	80.3		80.3	

LEGISLATIVE INTENT:

THE ADDITION IN THE BUDGET OF \$116,000 FOR TWO NEW UNDERCOVER ENFORCEMENT OFFICERS IS MADE WITH THE PROVISION THAT ONE EXISTING ENFORCEMENT OFFICER BE CONVERTED TO UNDERCOVER DUTY SO THAT A TOTAL FORCE OF THREE ENFORCEMENT OFFICERS WILL BE ON FULL TIME UNDERCOVER DUTY.

***** SENATE ANALYSIS *****

OBJECT GROUP	VARIATION		DESCRIPTION: SENATE (\$646.3) VERSUS GOV.AMD. (\$669.0)
02 TRAVEL	-15.5	-27.9%	REDUCE TRAVEL <15.5>.
03 CONTRACTUAL	-7.0	-5.9%	DISALLOW INFLATION <7.0>.
04 COMMODITIES	-0.2	-2.7%	DISALLOW INFLATION <.2>.
XX TOTALS	-22.7	-3.4%	

NO NEW POSITIONS AUTHORIZED.

AMENDMENT #1

OFFERED IN THE HOUSE:

By: Judiciary Committee

To: _____ ~~HOUSE~~ BILL No. 208

SENATE BILL No. _____

PAGE: 1

LINE: 12

Delet 1987

insert 1984

Introduced: 3/25/83
Referred: Judiciary

1 IN THE SENATE

BY THE JUDICIARY COMMITTEE

2

SENATE BILL NO. 208

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

THIRTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act extending the termination date of the Alco-
7 holic Beverage Control Board; and providing for an
8 effective date."

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

10 * Section 1. AS 44.66.010(a)(1) is amended to read:

11 (1) Alcoholic Beverage Control Board (AS 04.06.010) --
12 June 30, 1987 [1983];

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

COMMITTEE REPORT
HOUSE

FURTHER:

(11)

5/27/83

Date: 6-1-1983

Mr. Speaker:

The Committee on FINANCE has had USED IN COMMISSION

"An Act authorizing the use of Alaska permanent fund income to pay longevity bonuses; amending the longevity bonus program and the permanent fund dividend distribution program, and providing for an effective date."

under consideration and reports it back as follows:

- 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 Zero Fiscal Note Attached
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

CHAIRMAN

Original sponsors: Ray and Kozttula

IN THE SENATE

BY THE FINANCE COMMITTEE

HOUSE CS FOR CS FOR SENATE BILL NO. 215 (Finance)

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTEENTH LEGISLATURE - FIRST SESSION

A BILL

For an Act entitled: "An Act authorizing the use of Alaska permanent fund income to pay longevity bonuses; amending the longevity bonus program and the permanent fund dividend distribution program; and providing for an effective date."

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

* Section 1. AS 37.13 is amended by adding a new section to read:

Sec. 37.13.147. LONGEVITY BONUS ACCOUNT. (a) After July 1, 1985, the longevity bonus account is established as a separate account in the Alaska permanent fund. Notwithstanding the provisions of AS 37.13.145, 12.5 percent of the income of the permanent fund earned during the fiscal year ending on June 30 of the current year that is available for distribution under AS 37.13.140 shall be credited to the longevity bonus account.

(b) Money in the longevity bonus account shall be invested in investments authorized under AS 37.13.120. The longevity bonus account shall be credited with earnings at an interest rate equal to the average rate of interest earned on the Alaska permanent fund.

(c) The legislature may annually appropriate an amount sufficient to pay monthly longevity bonuses for the subsequent fiscal year under AS 47.45.010(d) from the longevity bonus account to the Alaska longevity bonus fund established under AS 47.45.090.

* Sec. 2. AS 43.23.045(c) is repealed and reenacted to read:

(c) Notwithstanding any contrary provision of law, after July 1,

1 1985 each year the commissioner shall transfer to the dividend fund
2 37.5 percent of the income of the Alaska permanent fund earned during
3 the fiscal year ending on June 30 of the current year and available
4 for distribution.

5 * Sec. 3. AS 43.23.045 is amended by adding a new subsection to read:

6 (d) The department may adopt by regulation a plan that, to the
7 extent permitted by federal law, will allow an individual who elects
8 to participate in the plan to select an optional disbursement of the
9 dividend payment that would have the effect of deferring payment of
10 all or a portion of federal income taxes on the receipt of a permanent
11 fund dividend.

12 * Sec. 4. AS 47.45.010 is amended to read:

13 Sec. 47.45.010. PERSONS WHO MAY QUALIFY FOR LONGEVITY BONUS.

14 (a) A person who is 65 years of age or over, who was a resident of
15 [DOMICILED IN] the territory on or before January 3, 1959 [AND WHO HAS
16 MAINTAINED A CONTINUOUS DOMICILE IN THE TERRITORY OR STATE FOR 25
17 YEARS] may apply to the commissioner of administration for qualifica-
18 tion to receive a monthly bonus [OF \$250].

19 (b) When the commissioner of administration determines that an
20 applicant qualifies under AS 47.45.010 - 47.45.170 the commissioner
21 [HE] shall immediately begin payment of the bonus.

22 (c) A person who otherwise qualifies to receive a bonus provided
23 for in AS 47.45.010 - 47.45.170 may continue to do so only as long as
24 that person continues to be a resident of [HE CONTINUOUSLY RETAINS A
25 DOMICILE IN] the state.

26 * Sec. 5. AS 47.45.010 is amended by adding a new subsection to read:

27 (d) After July 1, 1985, the amount of the monthly bonus is the
28 lesser of (1) \$250; or (2) an amount equal to eight and one-third
29 percent of the amount credited to the longevity bonus account for the

1 previous fiscal year under AS 37.13.147, exclusive of earnings,
2 divided by the number of qualified applicants under this section.

3 * Sec. 6. AS 47.45.030 is amended to read:

4 Sec. 47.45.030. ABSENCE FROM THE STATE. After qualification a
5 [A] recipient shall notify the commissioner of administration when the
6 recipient [HE] expects to be absent from the state if the absence is
7 for a continuous period that exceeds 30 days. After that notifica-
8 tion, the recipient shall no longer receive bonuses from the Depart-
9 ment of Administration after the [HIS] last regularly approved monthly
10 application. Upon returning [HIS RETURN] to the state the recipient
11 [HE] may again make application for a bonus. Whenever the absence is
12 for a continuous period that exceeds 180 days the recipient shall be
13 disqualified from receiving bonuses for the next 12 calendar months
14 after returning [HIS RETURN] to the state. However, when the commis-
15 sioner of administration determines a period of absence is beyond the
16 control of the recipient, the recipient [HE] may not be disqualified,
17 if the recipient [HE] still otherwise qualifies upon returning [HIS
18 RETURN] to the state. Continual absences from the state, even though
19 reported, and failure to notify the commissioner of an expected ab-
20 sence may be grounds for disqualification.

21 * Sec. 7. AS 47.45.090 is repealed and reenacted to read:

22 Sec. 47.45.090. ALASKA LONGEVITY BONUS FUND. (a) The Alaska
23 longevity bonus fund is created for the purpose of paying the monthly
24 bonuses provided for in this chapter. The fund consists of all money
25 made available by appropriations of the state legislature, and from
26 other appropriated funds, all contributions from whatever source, and
27 income and interest derived from the investment of money.

28 (b) After July 1, 1985, the Alaska longevity bonus fund consists
29 of money appropriated to the fund by the state legislature from the

1 longevity bonus account established under AS 37.13.147.

2 (c) The commissioner of administration is the administrator of
3 the fund.

4 * Sec. 8. AS 47.45 is amended by adding a new section to read:

5 Sec. 47.45.145. ACCESS TO RECORDS. (a) Notwithstanding any
6 contrary provision of state law or state agency regulation, the com-
7 missioner of administration may have access to and examine records,
8 documents, or other information in the possession of a state agency,
9 other than personal income tax returns filed under AS 43.20, if the
10 records, documents, or information relate to the length of state
11 residence of an applicant for, or a recipient of, a monthly bonus
12 under this chapter.

13 (b) If the commissioner of administration receives confidential
14 information under (a) of this section, that information may be used
15 only to confirm or rebut an applicant's declaration of length of state
16 residence. If a person discloses information obtained under this
17 section for a purpose other than to rebut an applicant's declaration
18 of length of state residence in an appropriate administrative or
19 judicial proceeding, that person is subject to the penalty that
20 applies to unauthorized disclosure of that information by the agency
21 or person that has primary custody and control of the information.

22 * Sec. 9. AS 47.45.150 is amended by adding a new paragraph to read:

23 (3) "resident" or "resident of the state" means an indi-
24 vidual who is physically present in the state with the intent to
25 remain in the state indefinitely and to make a home in the state. A
26 person demonstrates the requisite intent by maintaining a principal
27 place of abode in the state for one year and by providing other proof
28 of intent the commissioner may require by regulation, including proof
29 that the person is not claiming residency outside the state or

1 obtaining benefits under a claim of residency outside the state.

2 * Sec. 10. AS 47.45.170 is repealed and reenacted to read:

3 Sec. 47.45.170. FINDINGS AND PURPOSE. The legislature finds and
4 declares that

5 (1) the high cost of goods and services in Alaska and the
6 state's remoteness and harsh environment, make it difficult for many
7 elderly Alaskans to remain in the state after retirement;

8 (2) when a person is forced to live out retirement years
9 away from home, family and friends, that person suffers an irreparable
10 loss;

11 (3) Alaska's elderly are a precious human resource, and it
12 is in the public interest to provide a financial incentive for them to
13 remain in the state after retirement; and

14 (4) it is in the public interest to continue the longevity
15 bonus program for all elderly Alaskans irrespective of need. The
16 longevity bonus program is not a form of welfare, and is not a substi-
17 tute for or supplement to public assistance. Other programs are
18 available to provide the basic necessities of life. The longevity
19 bonus program is intended only to encourage elderly Alaskans to spend
20 their retirement years in the comfort of their homes.

21 * Sec. 11. SOURCE OF FUNDS. It is the intent of the legislature that
22 money needed to pay longevity bonuses during the 1984 and 1985 state fiscal
23 years be appropriated from the general fund.

24 * Sec. 12. AMOUNT OF BONUS. The amount of the monthly bonus under
25 AS 47.45.010 is \$250 from July 1, 1983, to June 30, 1985.

26 * Sec. 13. SEVERABILITY. If any section of this Act is declared uncon-
27 stitutional or otherwise invalid by a court of competent jurisdiction, the
28 Department of Administration shall adopt regulations to impose the most
29 stringent residency requirement allowable under the Constitution of the

1 State of Alaska and the United States Constitution for eligibility for
2 longevity bonus payments.

3 * Sec. 14. After January 3, 1984 a person may not receive a monthly
4 longevity bonus under AS 47.45 unless that person was eligible to receive a
5 longevity bonus before that date.

6 * Sec. 15. Section 2, ch. 205, SLA 1972 and AS 47.45.150(2) are
7 repealed.

8 * Sec. 16. This Act takes effect immediately in accordance with AS 01.-
9 10.070(c).

THE LEGISLATURE OF THE STATE OF ALASKA
THIRTEENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HCS CSSB 215 (Finance)
 Title Longevity Bonuses
 Requested by House Finance Committee Date 6/23/83

II. FISCAL DETAIL

Agency Affected Department of Administration
 Program Category Affected Social Services
 BRU, Program, Or Subprogram(s) Affected Longevity Bonus Program
 (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 83	FY 84	FY 85	FY 86	FY 87	FY 88
100 PERSONAL SERVICES		26.7				
200 TRAVEL						
300 CONTRACTUAL		26.0				
400 COMMODITIES		1.0				
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		\$53.7				

FUNDING (Thousands of Dollars)

GENERAL FUND		53.7				
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS

FULL TIME		1				
PART TIME						
TEMPORARY						

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

The FY 84 House budget includes \$30,211,500 for longevity bonus payments. Under HCS CSSB 215 (Finance), payments would be made from this general fund appropriation.

Use of the Permanent Fund to pay longevity bonuses would not begin until FY 86.

The funding provided here is for one position and other added costs of implementing the program to a larger group of recipients.

IV. DATE 6/23/83 PREPARED BY Al Adams, Chair *APA*
 AGENCY House Finance Committee

Original: Legislative Finance PHONE 465-3706
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

The following individuals may testify on SB 215:

Senator Ray, prime sponsor

Representative Malone

Lisa Rudd, Commissioner, Department of Administration

THE LEGISLATURE OF THE STATE OF ALASKA
THIRTEENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 215
Title An Act amending the Alaska Longevity Bonus Program
Requested by _____ Date 6/9/83

II. FISCAL DETAIL

Agency Affected Department of Administration
Program Category Affected _____
BRU, Program, or Subprogram(s) Affected Alaska Longevity Bonus Program
(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 84	FY 85	FY 86	FY 87	FY 88
100 PERSONAL SERVICES	26.7	26.7	26.7	26.7	26.7
200 TRAVEL					
300 CONTRACTUAL	26.0	26.5	27.0	27.5	28.0
400 COMMODITIES	1.0	1.0	1.0	1.0	1.0
500 EQUIPMENT					
600 LAND & STRUCTURES					
700 GRANTS, CLAIMS, ETC.	43300.0	32000.0	44000.0	56700.0	64800.0
TOTAL	43353.7	32054.2	44054.7	56755.2	64855.7

FUNDING (Thousands of Dollars)

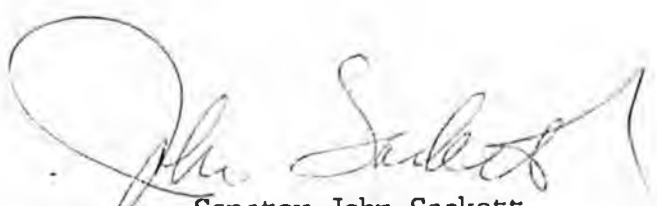
GENERAL FUND	53.7	54.2	54.7	55.2	55.7
FEDERAL FUNDS					
OTHER (Specify Fund Source)					
Permanent Fund Earnings	43300.0	32000.0	44000.0	56700.0	64800.0

POSITIONS

FULL TIME	1.0	1.0	1.0	1.0	1.0
PART TIME					
TEMPORARY					

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

Clerk V PFT (1 position) \$ 26,730



IV. DATE 6/9/83 PREPARED BY Senator John Sackett
AGENCY Senate Finance
PHONE _____
Original: Legislative Finance
cc: Budget and Management
Prime Sponsor (First Legislator Named)

MEMORANDUM

State of Alaska

TO Lisa Budd, Commissioner
Department of Administration

DATE June 2, 1983

FILE NO

TELEPHONE NO 465-2300

FROM Robert D. Heath
Commissioner
Department of Revenue

SUBJECT Senate Bill 215

There have been several versions of Senate Bill 215 addressing the question of a longevity bonus account. The latest I have before me is House CS for CS Senate Bill 215 (State Affairs).

Hopefully I can eliminate some of the confusion that seems to have developed concerning the fiscal impact of this measure.

The first point I want to address is the methodology for computing longevity bonuses for a "regular year." The bill states in Sec. 1, as it has in past versions, that bonuses are derived at simply by multiplying 12.5 percent times the income available for distribution (AS 37.13.140). Once the 12.5 percent is calculated at the end of the fiscal year and put aside in a longevity bonus account, it will start to accrue interest. So the interest must be added in and paid out with the longevity bonuses as the Department of Revenue testified last week before Chairman Abood's State Affairs Committee. The actual amount of interest, however, has little significant impact relative to the total picture.

Secondly, the exception to the addition of interest, however, is in the first year. Part of that payment is a flat appropriation of \$17.5 million from the FY 82 figure of \$142.3 million available for distribution and no interest is included. The remainder of the first year's payment is 12.5 percent of the FY 83 figure of \$198.06 available for distribution plus interest on the 12.5 percent that is set aside. Interest is not figured on the \$142.3 million but on the 12.5 percent of the \$198.06 million. The total amount then during the first year amounts to \$43.3 million. I want to stress that this \$43.3 million will be paid in the following year (FY 84).

The attached table presents the payments over a period of future years. The assumptions underlying these numbers are based on our March 83 forecast and, as you are well aware, will change quarterly when we reassess the state's oil revenue situation. Please note we do not address Sec. 12 of this bill.

If you have any further questions, please feel free to contact us.

RBH:VDM:jus

Attachment

Expenditure Year
(millions of current \$)

	<u>FY 84</u>	<u>FY 85</u>	<u>FY 86</u>	<u>FY 87</u>	<u>FY 88</u>
Appropriation (deducted from FY 82 \$142.3)	17.5	0.0	0.0	0.0	0.0
Transfer (12.5% of prior FY's distribu- table income)*	24.8	30.3	42.6	54.5	62.3
Interest (at 8%)	<u>1.0**</u>	<u>1.2</u>	<u>1.7</u>	<u>2.2</u>	<u>2.5</u>
Available for Payments	43.3	32.0	44.3	56.7	64.8

* This money is not available for transfer until the final day of the fiscal year and therefore is available for expenditure the fiscal year following.

** On \$24.8m only. Assumes the \$17.5 million is payed out almost immediately.

THE LEGISLATURE OF THE STATE OF ALASKA
THIRTEENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 215
Title An Act amending the Alaska Longevity Bonus Program
Requested by _____ Date 6/10/87

II. FISCAL DETAIL

Agency Affected Department of Administration
Program Category Affected _____
BRII, Program, or Subprogram(s) Affected Alaska Longevity Bonus Program
(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 84	FY 85	FY 86	FY 87	FY 88
100 PERSONAL SERVICES	26.7	26.7	26.7	26.7	26.7
200 TRAVEL					
300 CONTRACTUAL	26.0	26.5	27.0	27.5	28.0
400 COMMODITIES	1.0	1.0	1.0	1.0	1.0
500 EQUIPMENT					
600 LAND & STRUCTURES					
700 GRANTS, CLAIMS, ETC.	43300.0	32000.0	44000.0	56700.0	64800.0
TOTAL	43353.7	32054.2	44054.7	56755.2	64855.7

FUNDING (Thousands of Dollars)

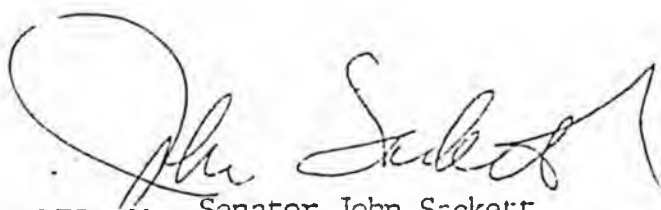
GENERAL FUND	53.7	54.2	54.7	55.2	55.7
FEDERAL FUNDS					
OTHER (Specify Fund Source)					
Permanent Fund Earnings	43300.0	32000.0	44000.0	56700.0	64800.0

POSITIONS

FULL TIME	1.0	1.0	1.0	1.0	1.0
PART TIME					
TEMPORARY					

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

Clerk V PFT (1 position) \$ 26,730



IV. DATE 6/10/87 PREPARED BY Senator John Sackett
AGENCY Senate Finance
PHONE _____
Original: Legislative Finance
cc: Budget and Management
Prime Sponsor (First Legislator Named)

I. REQUEST

Bill/Resolution No.: C.S.S.B. 215
 Title: Longevity Bonus/Permanent Fund
 Sponsor: Ray
 Requestor: _____

II. FISCAL DETAIL

Agency Affected: Administration
 Program Category Affected: Social Services
 BRU, Program of Subprogram(s) Affected: Longevity Bonus Program

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 83	FY 84	FY 85	FY 86	FY 87	FY 88
OPERATING						
100 PERSONAL SERVICES	0	95.7	53.5	53.5	53.5	53.5
200 TRAVEL						
300 CONTRACTUAL	0	105.0	106.0	107.0	108.0	109.0
400 COMMODITIES	0	3.0	1.5	1.6	1.7	1.8
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC	0	61,800.0	32,861.6	35,078.6	37,559.8	40,317.0
TOTAL OPERATING	0	62,003.7	33,022.6	35,240.7	37,723.0	40,481.3
CAPITAL						
REVENUE						

FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Source)						
Permanent Fund	0	62,003.7	33,022.6	35,240.7	37,723.0	40,481.3

POSITIONS:

FULL-TIME	0	2.0	2.0	2.0	2.0	2.0
PART-TIME	0	2.0	0	0	0	0
TEMPORARY						

III. SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

Alaska Permanent Fund Income

IV. ANALYSIS: Attach a separate page for any Analysis

Prepared By: George A. Michael, Administrative Officer
 Division: Pioneers' Benefits

Phone: 465-4401

Date: April 29, 1983

Approved by Commissioner: Lisa Rudd
 Department: ADMINISTRATION

Date: 4/29/83

Distribution:

- Original to Legislative Finance
- Copy to Office of Management and Budget (for Legislature introduced bills)
- Copy to Department (for Governor introduced bills)
- Copy to Sponsor
- Copy to Requestor (if different from Sponsor)

3/8/83

IV. ANALYSIS:

C.S.S.B. 215
April 29, 1983

This is a revision of the fiscal note which was submitted on April 6, 1983. Since that time new information has come to light which drastically changes the estimate of the number of persons who would qualify for the Longevity Bonus under C.S.S.B. 215.

The Department of Revenue has found that of 356,000 Permanent Fund applications, 19,725 applications were from persons who were age 65 or older. Since these applications were for 1981-82, and those persons had been in Alaska for at least six months at that time, all of those persons, if still in Alaska, would qualify under the one-year residence requirement of C.S.S.B. 215. This does not take into consideration those who have since died or left the State. However, from the impact which is being felt on senior programs it can be deduced that the over-65 population is increasing in Alaska, rather than declining.

Therefore, it seems almost certain that there are at least 19,725 persons who will qualify for the Bonus under C.S.S.B. 215, rather than 13,228 which was estimated in the fiscal note dated April 6, 1983.

This means that an additional 10,300 persons must be provided for, rather than 3,803 estimated in the original fiscal note.

ASSUMPTIONS

(a) Residence requirements for eligibility for the Longevity Bonus Program would change from 25 years to one year, and the requirement for domicile in Alaska on or before January 3, 1959, would be eliminated. (b) An estimated 10,300 additional persons would immediately become eligible under the new regulations. (c) Retroactive payments will be paid in FY84 in a total amount of \$30,900,000 to the approximately 10,300 persons who would have been eligible on July 1, 1982. (d) An increase in the Longevity Bonus staff will be needed to process the initial flood of applications, and continuing increased staff will be necessary to process the greater workload of the expanded program. (e) Annual growth of the program will be approximately 89 per month after the initial surge of applications. (f) the Act takes effect on July 1, 1983. (g) Grants for FY85-88 are increased by 3% each year. Section 4(d) (2) of the bill, which provides for an alternate monthly bonus amount, is not considered in this fiscal note because there is no way to know what the amount will be in the "Longevity Bonus account" each year.

Additional funds needed for FY84 are computed as follows:

	Annual Cost
Personal Services	\$ 95,700
Clerk V, PFT (two positions)	\$53,460
Clerk II, PPT (four positions, 6 mo.)	\$42,240
Contractual Services	105,000

Added postage, bonus warrants, printing of new regulations and application forms, data processing charges, increased telephone tolls.

IV. ANALYSIS:

C.S.S.B. 215
April 29, 1983

Commodities 3,000

Office supplies and file cabinets for application and recipient files.

Grants

(additional estimated 10,300 persons who will be eligible for the Bonus due to one-year residence requirement x 12 x \$250) 30,900,000

Retroactive payments for those who would have been eligible on July 1, 1982 (est. 10,300 x 12 x \$250) 30,900,000

Additional FY84 funds required \$62,003,700

For years beyond FY84, two additional PFT staff positions needs to be retained, along with appropriate contractual and commodities costs, plus grants based on an estimated increase of 89 recipients per month, escalated at the rate of 3% per year.

STATE OF ALASKA
FISCAL NOTE

Revision Date: May 20, 1983

I. REQUEST

Bill/Resolution No.: CSSB 215 (2d Rules)
 Title: Longevity Bonus/Permanent Fund
 Sponsor: Ray
 Requestor: _____

II. FISCAL DETAIL

Agency Affected: Administration
 Program Category Affected: Social Services
 BRU, Program of Subprogram(s) Affected:
Longevity Bonus Program

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 83	FY 84	FY 85	FY 86	FY 87	FY 88
OPERATING						
100 PERSONAL SERVICES		85.1	53.5	53.5	53.5	53.5
200 TRAVEL						
300 CONTRACTUAL		87.0	88.0	89.0	90.0	91.0
400 COMMODITIES		2.0	1.5	1.6	1.7	1.8
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC		28,629.5	(19,112.4)	(16,380.7)	(13,640.4)	(12,955.0)
TOTAL OPERATING		28,803.6	(18,969.4)	(16,236.6)	(13,495.2)	(12,808.7)
CAPITAL						
REVENUE						

FUNDING: (Thousands of Dollars)

GENERAL FUND		(11,071.4)	(34,345.0)	(37,547.9)	(40,750.8)	(43,953.7)
FEDERAL FUNDS						
OTHER (Specify Source)						
Permanent Fund		39,875.0	15,375.6	21,311.3	27,255.6	31,145.0

POSITIONS:

FULL-TIME		2.0	2.0	2.0	2.0	2.0
PART-TIME		3.0	-0-	-0-	-0-	-0-
TEMPORARY						

III. SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

Alaska Permanent Fund Income

IV. ANALYSIS: Attach a separate page for any Analysis.

Prepared By: George T. Michael
 Division: Pioneers' Benefits

Phone: 465-4401
 Date: 5/20/83

Approved by Commissioner: Lisa Rudd
 Department: ADMINISTRATION

Date: 5/24/83

Distribution:

- Original to Legislative Finance
- Copy to Office of Management and Budget (for Legislature introduced bills)
- Copy to Department (for Governor introduced bills)
- Copy to Sponsor
- Copy to Requestor (if different from Sponsor)

3/8/83

IV. ANALYSIS:

C.S.S.B. 215 (2d Rules)

This is a revision of fiscal notes submitted on May 4 and 5, 1983. The current version of C.S.S.B. 215 (2d Rules) has allowed for the appropriation of \$17,500,000 from the dividend fund for payment of longevity bonuses in FY84.

ASSUMPTIONS

- a) Residence requirements for eligibility for the Longevity Bonus Program would change from 25 years to one year, and the requirement for domicile in Alaska on or before January 3, 1959, would be eliminated.
- b) An estimated 6,072 additional persons would become eligible under the new regulations. Based on the number of people over age 65 who qualified for permanent fund dividends in 1982, we estimate payment of the longevity bonus to 16,500 people in FY84.
- c) Retroactive benefits to July 1982 will be payable to the additional 6,072 persons plus 250 present recipients over age 65 who qualified for the Bonus in FY83 by completing 25 years of continuous Alaska domicile. Total cost of these retro payments is expected to be \$18,966,000.
- d) An increase in the Longevity Bonus staff will be needed to process the initial flood of applications, and continuing increased staff will be necessary to process the greater workload of the expanded program.
- e) Annual growth of the program will be approximately 89 per month after the initial surge of applications. This figure is based on the number of applications received in addition to new inquiries in the past year. The current growth rate is 65 applicants per month.
- f) The Act takes effect on July 1, 1983.
- g) Operating expenses (exclusive of the amount of the monthly Bonus payment) and retroactive benefits will be funded from the General Fund.

Monthly Longevity Bonus payments are estimated to be:

FY84	-	\$201
FY85	-	\$ 73
FY86	-	\$ 95
FY87	-	\$115
FY88	-	\$125

Additional funds needed for FY84 are computed as follows:

	Annual Cost
Personal Services	\$85,140
Clerk V, PFT (two positions)	\$53,460
Clerk II, PPT (three positions, 6 mo.)	\$31,680

I.V. ANALYSIS: (continued)

Contractual Services 87,000

Added postage, bonus warrants, printing of new regulations and application forms, data processing charges, increased telephone tolls.

Commodities 2,000

Office supplies and file cabinets for application and recipient files.

Grants

Additional funds needed for Bonus payments to estimated 6,072 additional persons who will be eligible due to one-year residence requirement. 9,663,500

Retroactive payments for those who would have been eligible on July 1, 1982 (est. 6,327 x 12 x \$250) 18,966,000

Additional FY84 funds required \$28,803,640

For years beyond FY84, two additional PFT staff positions need to be retained, along with appropriate contractual and commodities costs, plus grants based on an estimated increase of 89 recipients per month.

The amount of grants funds available for payments from the dividend fund in FY84 will be \$39,875,000, plus retroactive payments of \$18,966,000.

This fiscal note assumes that all grants, except retroactive payments, which would normally have been funded from the State General Fund, will now be funded from the dividend fund for a net reduction of \$11,071,400 in expense to the General Fund in FY84. Our assumption is that the Vest lawsuit requires retroactive payments. Department of Administration is using known Department of Revenue figures that show qualified people over 65 years of age who have applied for permanent fund dividends.

<p>I. REQUEST Bill/Resolution No.: <u>HCS CS SB 215 (St Aff)</u> Title: <u>Longevity Bonus/Permanent Fund</u> Sponsor: <u>Ray</u> Requestor: _____</p>	<p>II. FISCAL DETAIL Agency Affected: <u>Administration</u> Program Category Affected: <u>Social Services</u> BRU, Program of Subprogram(s) Affected: <u>Longevity Bonus Program</u></p>
--	--

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 83	FY 84	FY 85	FY 86	FY 87	FY 88
OPERATING						
100 PERSONAL SERVICES		85.1	53.5	53.5	53.5	53.5
200 TRAVEL						
300 CONTRACTUAL		87.0	88.0	89.0	90.0	91.0
400 COMMODITIES		2.0	1.5	1.6	1.7	1.8
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC		34,884.6	(2,536.7)	6,630.5	15,815.3	20,690.0
TOTAL OPERATING		35,058.7	(2,393.7)	6,774.6	15,960.5	20,836.3

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND		(8,198.8)	(34,345.0)	(37,547.9)	(40,750.8)	(43,953.7)
FEDERAL FUNDS						
OTHER (Specify Source)						
Permanent Fund		43,257.5	31,951.3	44,322.5	56,711.3	64,790.0

POSITIONS:

FULL-TIME		2.0	2.0	2.0	2.0	2.0
PART-TIME		3.0	-0-	-0-	-0-	-0-
TEMPORARY						

III. SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

Alaska Permanent Fund Income

IV. ANALYSIS: Attach a separate page for any Analysis

Prepared By: <u>George T. Michael</u>	Phone: <u>465-4401</u>
Division: <u>Pioneers' Benefits</u>	Date: <u>June 2, 1983</u>
Approved by Commissioner: <u>Lisa Rudd</u>	Date: <u>6/6/83</u>
Department: <u>ADMINISTRATION</u>	

Distribution:

Original to Legislative Finance
 Copy to Office of Management and Budget (for Legislature introduced bills)
 Copy to Department (for Governor introduced bills)
 Copy to Sponsor
 Copy to Requestor (if different from Sponsor)

3/8/83

This is a revision to the fiscal note submitted on May 20, 1983. The Department of Administration calculated the previous fiscal note on erroneous information about permanent fund distributable income. This revised fiscal note is based on the most recent information available from the Department of Revenue as of June 2, 1983, with concurrence of the Department of Law, including computations of interest which will be earned on the Longevity Bonus account.

ASSUMPTIONS

- a) Residence requirements for eligibility for the Longevity Bonus Program change from 25 years to one year, and the requirement for domicile in Alaska on or before January 3, 1959, is eliminated.
- b) An estimated 6,072 additional persons will become eligible under the new regulations. Based on the number of people over age 65 who qualified for permanent fund dividends in 1982, we estimate payment of the longevity bonus to 16,500 people in FY84.
- c) Retroactive benefits to July 1982 will be payable to the additional 6,072 persons plus 250 present recipients over age 65 who qualified for the Bonus in FY83 by completing 25 years of continuous Alaska domicile. Total cost of these retro payments is expected to be \$18,966,000.
- d) An increase in the Longevity Bonus staff will be needed to process the initial flood of applications, and continuing increased staff will be necessary to process the greater workload of the expanded program.
- e) Annual growth of the program will be approximately 89 per month after the initial surge of applications. This figure is based on the number of applications received in addition to new inquiries in the past year. The current growth rate is 65 applicants per month.
- f) The Act takes effect on July 1, 1983.
- g) Operating expenses (exclusive of the amount of the monthly Bonus payment) and retroactive benefits will be funded from the General Fund.

Monthly Longevity Bonus payments are estimated to be:

FY84	-	\$ 18
FY85	-	\$152
FY86	-	\$198
FY87	-	\$240
FY88	-	\$260

Additional funds needed for FY84 are computed as follows:

	Annual Cost
Personal Services	\$85,140
Clerk V, PFT (two positions)	\$53,460
Clerk II, PPT (three positions, 6 mo.)	\$31,680

IV. ANALYSIS: (continued)

HCS CS SB 215 (State Affairs)

Contractual Services 87,000

Added postage, bonus warrants, printing of new regulations and application forms, data processing charges, increased telephone tolls.

Commodities 2,000

Office supplies and file cabinets for application and recipient files.

Grants

Additional funds needed for Bonus payments to estimated 6,072 additional persons who will be eligible due to one-year residence requirement. 15,918,600

Retroactive payments for those who would have been eligible on July 1, 1982 (est. 6,322 x 12 x \$250) (General funds) 18,966,000

Additional FY84 funds required \$35,058,740

For years beyond FY84, two additional PFT staff positions need to be retained, along with appropriate contractual and commodities costs, plus grants based on an estimated increase of 89 recipients per month.

This fiscal note assumes that all grants, except retroactive payments, which would normally have been funded from the State General Fund, will now be funded from the dividend fund for a net reduction of \$8,198,800 in expense to the General Fund in FY84.

THE LEGISLATURE OF THE STATE OF ALASKA
THIRTEENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB 208
Title Extending the ABC Board
Requested by House Finance Committee Date 6/20/83

II. FISCAL DETAIL

Agency Affected Department of Revenue
Program Category Affected ABC Board
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 83	FY 84	FY 85	FY 86	FY 87	FY 88
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		-----				

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

The FY 84 budget includes \$646,300 for the AEC Board for the next fiscal year.

The attachments show the budget breakdown.

IV. DATE 6/20/83 PREPARED BY Al Adams, Chair *ADA*
AGENCY House Finance Committee
Original: Legislative Finance PHONE 465-3706
cc: Budget and Management
Prime Sponsor (First Legislator Named)

AGENCY: DEPARTMENT OF REVENUE
 CATEGORY: PUBLIC PROTECTION

SUB-PROGRAM:

FISCAL YEAR 1984

EXPENDITURES & FUNDING	(01) FY82 ACT	(02) FY83 ATH	(03) FY83 RP	(04) FY83 SUP	(05) CONT.	(06) REQUEST	(07) GOVERNOR	(08) GOV.AMD.	(09) HOUSE	(10) SENATE	(11) C. C.	(12) BILLS	(13) LEG.REC.
01 PERS. SERV.	441.3	461.5			468.2	487.8	487.8	487.8	568.1	487.8			
02 TRAVEL	36.3	50.1			55.6	55.6	55.6	55.6	74.9	40.1			
03 CONTRACTUAL	55.1	117.7			118.2	118.2	118.2	118.2	113.2	111.2			
04 COMMODITIES	4.8	3.2			7.4	7.4	7.4	7.4	10.2	7.2			
05 EQUIPMENT	1.6								1.5				
06 LANDS/BLDGS													
07 GRANTS, CLMS													
08 MISC.													
** TOTAL EXPEND	539.1	632.5			649.4	669.0	669.0	669.0	767.9	646.3			
09 I-A TRANSFER	6.8	12.4			48.7	48.7	48.7	48.7	48.7	48.7			
10 FED. RECEIPT													
11 G. F. MATCH													
12 GENERAL FUND	539.1	632.5			649.4	669.0	669.0	669.0	767.9	646.3			
13 PGM RECEIPTS													
14 OTHER FUNDS													
15 FULL TIME	12.0	12.0			12.0	12.0	12.0	12.0	14.0	12.0			
16 PART TIME													
17 TEMPORARY													
18 STAFF MONTHS	144.0	144.0			144.0	144.0	144.0	144.0	168.0	144.0			

NEW POSITIONS...

TITLE	LOCATION	TYPE	REQ	S&B COST	OTH.COST	TOT.COST	FED.FUND	GEN.FUND	OTH.FUND	GV	HS	SM	FC	FW
1 INVESTIGATOR	ANCHORAGE	FULL	2	80.3	36.3	116.6		116.6						2
** NEW POSITION TOTALS			2	80.3	36.3	116.6		116.6						2

AGENCY: DEPARTMENT OF REVENUE
 CATEGORY: PUBLIC PROTECTION

PROGRAM: ALCOHOL BEVERAGE CONTROL BOARD
 SUB-PROGRAM:

***** HOUSE ANALYSIS *****

OBJECT GROUP	VARIATION		DESCRIPTION: HOUSE (\$767.9) VERSUS GOV.AMD. (\$669.0)
01 PERS. SERV.	80.3	16.5%	NEW INVESTIGATOR POSITIONS 80.3.
02 TRAVEL	19.3	34.7%	REDUCE TO FY 83 AUTH LESS 10% <5.0>, NEW POSITIONS TRAVEL 29.8.
03 CONTRACTUAL	-5.0	-4.2%	DISALLOW INFLATION <7.0>, NEW POSITION'S CONTRACTUAL 2.0.
04 COMMODITIES	2.8	37.8%	DISALLOW INFLATION <.2>, NEW POSITION'S COMMODITIES 3.0.
05 EQUIPMENT	1.5	100.0%	NEW POSITIONS EQUIPMENT 1.5.
** TOTALS	98.9	14.8%	

POSITIONS AUTHORIZED

TITLE	LOCATION	TYPE	APP	S&B COSTS	FED.FUND	GEN.FUND	OTH.FUND
1 INVESTIGATOR	ANCHORAGE	FULL	2	80.3		80.3	
** TOTALS			2	80.3		80.3	

LEGISLATIVE INTENT:

THE ADDITION IN THE BUDGET OF \$116,000 FOR TWO NEW UNDERCOVER ENFORCEMENT OFFICERS IS MADE WITH THE PROVISION THAT ONE EXISTING ENFORCEMENT OFFICER BE CONVERTED TO UNDERCOVER DUTY SO THAT A TOTAL FORCE OF THREE ENFORCEMENT OFFICERS WILL BE ON FULL TIME UNDERCOVER DUTY.

***** SENATE ANALYSIS *****

OBJECT GROUP	VARIATION		DESCRIPTION: SENATE (\$646.3) VERSUS GOV.AMD. (\$669.0)
02 TRAVEL	-15.5	-27.9%	REDUCE TRAVEL <15.5>.
03 CONTRACTUAL	-7.0	-5.9%	DISALLOW INFLATION <7.0>.
04 COMMODITIES	-0.2	-2.7%	DISALLOW INFLATION <.2>.
** TOTALS	-22.7	-3.4%	

NO NEW POSITIONS AUTHORIZED.

STATE OF ALASKA
THE LEGISLATURE
LEGISLATIVE AFFAIRS AGENCY

Ketchikan Legislative
Information Office
111 Stedman Street
Room 100
Ketchikan AK 99901
(907) 225-9675

June 17, 1983

Please find attached a copy of a petition that was telecopied to you on this date. The original petition with signatures has been sent to Senator Ziegler. The following legislators have received xerox copies of the petition:

Senator Bill Ray
Senator Jay Kerttula
Representative Jack McBride
Representative Ron Wendte
Representative Mike M. Miller
Representative Albert Adams

Sincerely,



Bonnie C. Potter
Information Officer

To: Representative Jack McBride
Representative Ron Wendte
Representative Al Adams
Representative Mike Miller

Senator Robert Ziegler
Senator Bill Ray
Senator Jay Kertula

DATE: 17 June 1983

We, the undersigned residents of the Ketchikan Pioneers' Home, depend on the longevity bonus for our subsistence and maintenance. Please work for favorable passage of Senate Bill 215.

Thanks very much.

<u>Peggy King</u>	<u>Borghild Hammer</u>
<u>Anne M. Ness</u>	<u>Pikard M. Hammer</u>
<u>Flora Nygaard</u>	<u>Nat. Harris, 1520</u>
<u>Hakon Nygaard</u>	<u>Fred George St.</u>
<u>Minnie McKay</u>	<u>Robert Hart</u>
<u>Ellen & Stensland</u>	<u>Mari Stengard</u>
<u>Jean Struthers</u>	<u>Ragnild Ball</u>
<u>Dorothy Hofstad</u>	<u>Sverre J. Anderson</u>
<u>Nancy Delaney</u>	<u>Fritz Erickson</u>
<u>Nellie Maddux</u>	<u>Elizabeth Enedy</u>
<u>Joseph Demmer</u>	<u>Agnes M. Close</u>
<u>David W. Pastorick</u>	<u>Frances Irene Hyter</u>
<u>Nick Morris</u>	<u>Arthur M. Birko</u>
<u>John Chopson</u>	<u>Muriel A. Reeves</u>

TO: Representative Jack McBride
Representative Ron Wendte
Representative Al Adams
Representative Mike Miller

Senator Robert Ziegler
Senator Bill Ray
Senator Jay Kertula

DATE: 17 June 1983

We, the undersigned residents of the Ketchikan Pioneers' Home, depend on the longevity bonus for our subsistence and maintenance. Please work for favorable passage of Senate Bill 215.

Thanks very much.

Betha Thompson

David A. Drewry

Mary Sakam

Nan Le Moore

Frank Peratrovich

Harvard Joerger

Ruth M. Moore

Onnie D. Ludvigson



OLDER PERSONS ACTION GROUP, Inc.

325 E. Third Avenue, Anchorage, Alaska 99501

(907) 276-1059

mail Post Office Box 10-2240, Anchorage, Alaska 99510

June 10, 1983

The Honorable Albert P. Adams
Chairman, House Finance Committee
Alaska State House of Representatives
Pouch V MS 3100
Juneau, Alaska 99811

Dear Representative Adams:

The enclosed signatures were secured at the May Senior Citizen Month annual dinner in Anchorage on May 26, 1983, for the purpose of soliciting your support for the passage of legislation providing for funding of the Longevity Bonus Program.

Thank you,

Rose Palmquist (RP)

ROSE PALMQUIST
President
Older Persons Action Group, Inc.

Enclosure

RP:dzs

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