

ALASKA LEGISLATURE COMMITTEE BILL FILES - 1987 - 1988 8879

SB 432 cont. 135

CONTINUATION of FISCAL NOTE ANALYSIS

For Bill/Resolution No. CSHB 323 (Jud.)

This bill adds new sections to AS 12.45 that provide for alternative methods for taking the testimony of a child in certain criminal proceedings (AS 11.41) in which that child was the victim or is to be a witness. The bill provides that closed circuit television, one-way mirrors or other spatial arrangements may be used in these proceedings so that a child's testimony may be viewed by the defendant, the court, and the finder of fact, but which also provides that the child does not have visual contact with the defendant and jurors.

The Department of Law believes that alternative methods for taking the testimony of a child, in those cases where normal court procedures would result in the child's inability to reasonably communicate, can be accomplished in three ways. One, closed circuit television would be used routinely at Anchorage, Fairbanks, and Juneau, when isolation of the child is required. If necessary, a modified closed circuit televised method would be used only occasionally at other locations. Two, a one-way mirror or perforated one-way screen method could be used routinely at most other locations when isolation of the child witness from the defendant or jurors is required. Three, use of child-size furniture for the child witness would be appropriate at all locations when it becomes necessary to schedule the proceeding in a room that provides adequate privacy, freedom from distractions, informality, and comfort appropriate to the child's developmental age.

Use of closed circuit television at Anchorage, Fairbanks and Juneau would be contracted out to private vendors. Video/audio communications from the victim/witness to the defendant, the court and the trier of fact would be required. Private audio communication between the defendant and the defendant's counsel would also be required. The department estimates that about four hours of testimony will occur at each pretrial or trial proceeding. The department also estimates that a total of two hours of setup/takedown time will also be required for each proceeding, including vendor's chargeable travel time. It is estimated that contracted costs for operator(s), audio/visual equipment, and cabling will be \$300 per hour, at these three locations.

Occasional use of a modified audio/visual method at other locations, using video recordings of testimony, and involving rental of a video camcorder and monitors, is estimated to \$600 per year at each of the department's other locations. This cost is based upon three days rental, at \$200 per day, of one camcorder, defense audio equipment, and monitors at each location. Operation of the equipment would be handled by existing Department of Law paralegals.

Use of one-way mirrors or some other method that provides one-way sight so that the witness may be viewed by the defendant and the jurors, but which prevents the witness from viewing the defendant and

CONTINUATION of FISCAL NOTE ANALYSIS

For Bill/Resolution No. CSHB 323 (Jud.)

the jurors, will require the manufacture or fabrication of freestanding (or attachable) portable, safe, and easily stored viewing/ screening devices. Thus far, the department has not been able to locate regularly manufactured devices of this nature. However, freestanding partitions providing a 96" x 96" "L" barrier, with two plexiglass 48" x 48" view areas retail for \$1,890. Substitution of a one-way mirror, or other device, would probably cost \$2,000 at a minimum. Devices of this type are not easily nor safely transported between locations by air carrier. For this reason, the cost for one-way screening devices at each of our district attorney office locations is included in this fiscal note request.

The cost of child furniture, at \$150 for a table and chair, is included for each location, except Anchorage costs are for three sets, and Fairbanks costs are for two sets.

During FY 1987, 346 child sexual assault cases were referred to the department. Of this number, 125 cases, or 36% of the total number of cases referred, were declined. It is estimated that about 40% of the declined cases, or 51 complaints, would have been accepted for prosecution had the alternative child testimony methods, contained in this bill, been available to prosecutors. Moreover, due to the obvious trauma experienced by some child witnesses, it would have been appropriate to use the bill's alternate testimony methods on twenty or more occasions in cases that were accepted for prosecution.

A schedule is attached that details the cost of contractual services and equipment that will be necessary for the department to implement this bill.

Fiscal Note Analysis CSHB 323 (Jud.)

Court Room Close Circuit/Screening
Criminal Division

Office	Type	#cases	---One-Time---		Rental/ Furniture Contractual	Annual cost	73000 Contractual	75000 Equipment
			Screen Jury	Screen Defendant				
Juneau DAO	CC	6	2000	2000	150	10800	14950	
Ketchikan DAO	SC	2	2000	2000	150	600	4750	
Sitka DAO	SC	2	2000	2000	150	600	4750	
First Judicial:		10	6000	6000	450	12000	24450	12000 12450
Barrow DAO	SC	3	2000	2000	150	600	4750	
Kotzebue DAO	SC	1	2000	2000	150	600	4750	
Nome DAO	SC	2	2000	2000	150	600	4750	
Second Judicial:		6	6000	6000	450	1800	14250	1800 12450
Chorage DAO	CC	24	2000	2000	450	43200	47650	
Bethel DAO	SC	3	2000	2000	150	600	4750	
Dillingham DAO	SC	2	2000	2000	150	600	4750	
Kenai DAO	SC	4	2000	2000	150	600	4750	
Kodiak DAO	SC	3	2000	2000	150	600	4750	
Palmer DAO	SC	5	2000	2000	150	600	4750	
Valdez DAO	SC	2	2000	2000	150	600	4750	
Third Judicial:		43	14000	14000	1350	46800	76150	46800 29350
Fairbanks DAO/4th	CC	12	2000	2000	300	21600	25900	21600 4300
Grand Total:		71	28000	28000	2550	82200	140750	82200 58550

CC = Closed circuit: 1800 Per case
 SC = Screen: 2000 One-Time
 Rental \$ 200 per day 600 based on three day average
 Furniture/set 150 Children size

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: HR 332

PUBLISH DATE: _____

REQUEST:

FISCAL NOTE

Revision Date: _____
Title: An act relating to the reporting of burn injuries.
Sponsor: Rep. Kodonen
Requestor: _____

Agency Affected: Public Safety

BRU: Fire Prevention

Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES		0	0	0	0	0
TRAVEL		0	0	0	0	0
CONTRACTUAL		3.1	2.9	3.1	3.2	3.4
SUPPLIES		0.5	0.5	0.6	0.6	0.6
EQUIPMENT		3.5	0	0	0	0
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		7.1	3.4	3.7	3.8	4.0

CAPITAL		0	0	0	0	0
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REVENUE		0	0	0	0	0
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FUNDING: (Thousands of Dollars)

GENERAL FUND		7.1	3.4	3.7	3.8	4.0
FEDERAL FUNDS						
OTHER						
TOTAL		7.1	3.4	3.7	3.8	4.0

POSITIONS:

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

ANALYSIS : (Attach a separate page if necessary)

See Attachment.

Prepared by: Gordon E. Brunton

Division: Fire Prevention

Phone: 465-4331

Date: 1/15/88

Approved by Commissioner: Arthur Engel

Agency: Public Safety

Date: 1-25-88

Distribution (by preparer):

Legislative Finance

Legislative Sponsor

Requestor

Office of Management and Budget

Impacted Agency(ies)

FISCAL NOTE
HOUSE BILL 332

Assumptions:

An estimated 500 burn injuries will be reported each year.

A 5 percent inflation factor is used for subsequent years.

Personal Services. 100 hours per year, clerical and professional time for case management and data control.	\$0.0
Travel.	0.0
Contractual.	
Telephone toll charges to notify law enforcement agencies.	1.3
Printing & distribution of forms & instructions to physicians & law enforcement. (decrease 0.3 after first year)	1.0
Publication of periodic reports.	0.8
Supplies.	
Misc. office supplies, stationery, data storage media.	0.5
Equipment.	
Upgrade microcomputer hard drive/tape backup to increase data storage capacity. (one-time cost)	3.5
Total	\$7.1

K.C. HFC
2/24/88 No. 2

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: CSHB 367 (HESS)
PUBLISH DATE: HOUSE 1/29/88

FISCAL NOTE

REQUEST:

Revision Date: _____
Title: An Act Altering the Composition,
Membership and Duties of the APSC
Sponsor: Representative Swackhammer
Requestor: _____

Agency Affected: Public Safety
BRU: Alaska Police Standards
Council
Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES		30.1	30.9	31.7	32.6	33.5
TRAVEL		7.1	7.1	7.1	7.1	7.1
CONTRACTUAL		4.4	4.4	4.4	4.4	4.4
SUPPLIES		.5	.5	.5	.5	.5
EQUIPMENT		5.6				
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	47.7	42.9	43.7	44.0	45.5

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND	0	47.7	42.9	43.7	44.6	45.5
FEDERAL FUNDS						
OTHER						
TOTAL		47.7	42.9	43.7	44.6	45.5

POSITIONS:

FULL-TIME	0	1	1	1	1	1
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

No inflation factors are included in these cost calculations.

Program implementation is scheduled to begin July 1, 1988. Initial costs will include funding for a Clerk IV position (Range 9A) with salary and

Prepared by: Jack W. Wray, Executive Director Phone: 465-4378
Division: Alaska Police Standards Council Date: 12-28-87

Approved by Commissioner: _____ Date: _____
Agency: Public Safety

Distribution (by preparer):

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

ANALYSIS CONTINUED:

benefits calculated at 30.1 for the first year, and the purchase of data processing and office equipment at a one time cost of 5.6. Space is currently available in the Alaska Police Standards office, utilities communication, and commodities are estimated for the classified position. Travel cost increases are a result of the addition of two new council positions, plus the increase in staff travel to conduct compliance inspections and attend administrative hearings.

Position Title Clerk IV		No. of Positions 1	Range/Step 9A	Barg. Unit CCU
Time Status PFT	Staff Months 12.0	Location Juneau		Election District 4
Type of Expenditure		Justification		
		This position will provide clerical support needed through the typing and filing of correspondence, maintenance of personnel and training files, and responding to requests for library and training materials.		
		Support costs include minimal contractual and supply costs and one time purchase of data processing equipment.		
Amount				
1	2	3		
Salary	20.8			
Benefits	9.3			
Premium Pay				
Other				
Total Personal Services		30.1		
Travel				
Contractual		3.4		
Commodities		.5		
Equipment		3.3		
Other				
Total Cost		37.3		
Funding Source for Total Cost				
Federal Receipts	1002			
G. F. Match	1003			
General Fund	1004	37.3		
GF Program Receipts	1005			
Other				

**Request For
New Position**

Agency Public Safety
 BRU Alaska Police Standards Council
 Component _____

FY 89

Page 3 of 3
 Revised Date _____

BILL NO: CSHB 367

DATE: February 11, 1988

TITLE: "An Act...providing for certification of probation and parole officers and correctional officers by the Alaska Police Standards Council..."

CONTACT: Jack W. Wray
Alaska Police Standards Council

DEPARTMENT OF
PUBLIC SAFETY



House Bill 367, introduced by Representative Swackhammer, expands the responsibilities of the Alaska Police Standards Council (APSC) to include the certification of Probation, Parole, and Correctional Officers.

It is characteristic of most professions and many vocations that practitioners be licensed to practice. Licensing or certification is required for doctors and lawyers, school teachers and nurses, and electricians, barbers, and plumbers just to name a few. It is certainly reasonable for the public to expect that its police, parole, probation, and corrections officers be adequately trained and certified to function in their professional capacities.

If this legislation is passed it will enable the APSC to adopt job related regulations that will establish minimum selection, training and retention requirements for probation, parole, and correctional officers. Certification by the APSC will indicate that an officer has met all of the established requirements for that position.

The APSC supports this bill, and is willing to accept the responsibility for its implementation. The Department of Public Safety also supports this bill.

Arthur A. English
Commissioner

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION (SHR 390(FIN))
PUBLISH DATE: HOUSE 1/22/88

FISCAL NOTE

REQUEST:

Revision Date: _____
Title: AK Science & Technology
Foundation
Sponsor: Rules
Requestor: Governor

Agency Affected: Revenue
BRU: _____
Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES		176.4	223.0	308.0	318.0	328.3
TRAVEL		20.0	57.0	82.0	82.0	82.0
CONTRACTUAL		46.0	41.5	41.5	41.5	41.5
SUPPLIES		5.0	5.0	5.0	5.0	5.0
EQUIPMENT		11.8	3.0	6.5	1.5	1.5
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	-0-	268.2	329.5	443.0	448.0	458.3

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER	-0-	268.2	329.5	443.0	448.0	458.3
TOTAL						

POSITIONS:

FULL-TIME		3	4	6	6	6
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

This analysis shows funding required for staff, travel for Board of Directors and staff, contractual, supply and equipment requirements for start-up and operation of Alaska Science and Technology Foundation.

Prepared by: Henry Cole, Sr. Science Advisor Phone: 465-3568
Division: Office of the Governor Date: 1/21/88

Approved by Commissioner: Hugh Malone Date: January 21, 1988
Agency: Revenue

Distribution (by preparer):

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

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: _____
PUBLISH DATE: _____

FISCAL NOTE

REQUEST:

Revision Date: _____
Title: Establishing the Alaska Science
and Technology Foundation
Sponsor: _____
Requestor: _____

Agency Affected: Alaska Permanent Fund
Corporation
BRU: _____
Components: Alaska Permanent Fund
Corporation

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES		9.0	9.0	9.0	9.0	9.0
TRAVEL		3.0	3.0	3.0	3.0	3.0
CONTRACTUAL		87.0	87.0	87.0	87.0	87.0
SUPPLIES		1.0	1.0	1.0	1.0	1.0
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		100.0	100.0	100.0	100.0	100.0

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER		100.0	100.0	100.0	100.0	100.0
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

Computed at the rate of 10 basis points per \$1000 of funds invested.
(Note: Costs above for FY 90-93 do not account for inflation.)
These costs are based on CSHB 390 (HESS) WITH attached Amendment No. 1.

Prepared by: Alaska Permanent Fund Corporation Phone: 465-2047
Division: _____ Date: 3/2/88

Approved by Commissioner: David A. Rose Date: 3/2/88
Agency: Alaska Permanent Fund Corporation

- Distribution (by preparer):
- Legislative Finance
 - Legislative Sponsor
 - Requestor
 - Office of Management and Budget
 - Impacted Agency(ies)

Page 2 of 2
 Fiscal Note
 (Establishing the Alaska Science and Technology Foundation)

This bill establishes the Alaska Science and Technology Foundation as a fund to be invested by the Alaska Permanent Fund Corporation.

Passage of this bill would require the addition of part-time accounting support to the Alaska Permanent Fund Corporation for investments, accounting and financial reporting; bank custody fees; audit fees; investment management fees; and travel to report to the Science and Technology Foundation Board of Trustees.

FY 89 costs:	<u>Pers.</u> <u>Svcs.</u>	<u>Travel</u>	<u>Contr.</u>	<u>Suppl.</u>
Part-time Accounting	9.0			
Bank Custody, Audit, & Management Fees			87.0	
Investment Officer Travel		3.0		
Miscellaneous Supplies				<u>1.0</u>
<u>TOTAL</u> <u>\$100.0:</u>	\$ 9.0	3.0	87.0	1.0

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: CSHB430 (Finance
PUBLISH DATE: _____

FISCAL NOTE

REQUEST:

Revision Date: 4/18/88
Title: Establishing and Alaska
Neighborhood Revitalization Program
Sponsor: Labor and Commerce Committee
Requestor: _____

Agency Affected: Commerce and Economic Dev.
BRU: Business Development
Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES		109.2	139.3	139.3	79.1	79.1
TRAVEL		10.0	15.0	15.0	10.0	10.0
CONTRACTUAL		55.0	95.0	83.7	55.0	25.0
SUPPLIES		3.0	3.0	2.7	2.7	2.7
EQUIPMENT		2.0	0	0	0	0
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		179.2	252.3	240.7	146.8	116.8
CAPITAL						
REVENUE						

FUNDING: (Thousands of Dollars)

GENERAL FUND		179.2	252.3	240.7	146.8	116.8
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

FULL-TIME		2	3	3	2	2
PART-TIME		1				
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

Prepared by: House Finance Committee Phone: 465-3707
Division: _____ Date: _____
Approved by Commissioner: Al Adams, Chair Date: 4/18/88
Agency: House Finance Committee

Distribution (by preparer):
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

4/18/88

Revised fiscal note analysis for CSHB 430:
by House Finance Committee

PERSONNEL:

Program Coordinator - Development Specialist I (Range 18)	\$49.3
Architect - (Range 21)	60.2
Accounting Clerk - (Range 9)	29.8

In the first year, FY 89, staff will consist of 2 full-time positions (Program Coordinator and Accounting Clerk) and 1 half-time position (Architect).

In FY 90 and FY 91, staff will consist of 3 full-time positions (Program Coordinator, Accounting Clerk and Architect).

In FY 92 and FY 93, staff will consist of 2 full-time positions (Program Coordinator and Accounting Clerk).

TRAVEL:

Costs include travel to Washington D.C. by the Program Coordinator and Architect and an estimated 12 visits to communities in the state.

First year travel costs (FY 89) \$10.0.

(This allows for an estimated budget of \$750.00 per in-state trip plus travel for two individuals to Washington D.C.)

Travel costs for FY 90 and FY 91 are \$15.0 per year.
Travel costs for FY 92 and FY 93 are \$10.0 per year.

CONTRACTUAL:

FY 89	contractual services funded at	\$55.0.
FY 90		\$95.0
FY 91	"	\$83.7
FY 92	"	\$55.0
FY 93	"	\$25.0

STATE OF ALASKA 1988 LEGISLATIVE SESSION
FISCAL NOTE

No. 1

Bill Version: HB 437
Publish Date: HOUSE 2/19/88

REQUEST

Revision Date: 2/23/88
Title: Replace Parks Highway Signs
with Mitchell Expressway Signs
Sponsor: Trans. Committee
Requestor: Cato

Agency Affected: DOT&PF
BRU: Northern Region
Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING						
CAPITAL		10.0				
REVENUE						

FUNDING: (Thousands of Dollars)

GENERAL FUND		10.0				
FEDERAL FUNDS						
OTHER						
TOTAL		10.0				

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: See attached analysis

Prepared by: Ron Tanner Phone: 451-2276
Division: DOT&PF Date: 2/23/88
Approved by Commissioner: Mark S. Hickey Date: 2/23/88
Agency: DOT&PF

Distribution (by preparer):
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)
Senate Secretary

FISCAL NOTE ATTACHMENT

(Replace Parks Highway Signs with Mitchell Expressway Signs)

ANALYSIS:

The name change of this section of highway from Parks Highway to Mitchell Expressway will require replacing the old signs with 271 square feet of new signs. The contract price for the new signs will range between \$40 to \$50 per square foot, placing the cost of the change between \$8,688 to \$10,880.

It may be necessary to replace some of the support structures, as the new signs are larger than the old, due to the increase in the number of letters in the legend.

Several of the signs are located on signal mast arms and the increased size of the sign will necessitate checking the structural adequacy of the signal poles and mast arms with new signs. If the signal poles are not adequate for the new sign legend, it may become necessary to decrease the size of the legend below what is considered acceptable in the Federal Manual on Uniform Traffic Control Devices.

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No. 1

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: CSHB 439 (FIN)
PUBLISH DATE: HOUSE 4/14/88

FISCAL NOTE

REQUEST:

Revision Date: 4/13/88
Title: Act relating to entitlements for municipalities & unincorporated comm.; ed
Sponsor: Rep. Adams et al
Requestor: House Finance Committee

Agency Affected: Community & Regional Affairs
BRU: Municipal Revenue Sharing
Component: State Revenue Sharing

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS	0	3510.0	0	0	0	0
MISCELLANEOUS						
TOTAL OPERATING	0	3510.0	0	0	0	0

CAPITAL	0	0	0	0	0	0
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REVENUE	0	0	0	0	0	0
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FUNDING: (Thousands of Dollars)

GENERAL FUND	0	3510.0	0	0	0	0
FEDERAL FUNDS						
OTHER						
TOTAL	0	3510.0	0	0	0	0

POSITIONS:

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

ANALYSIS : (Attach a separate page if necessary)

See attachment

Prepared by: Al Adams, Chair *ADA* Phone: 465-3706
Division: House Finance Committee Date: 4/13/88

Approved by Commissioner: _____ Date: _____
Agency: _____

Distribution (by preparer):
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

CSHB 439 (FIN)
HOUSE 4/14/88

Fiscal Note Attachment
CS HB 439 (Fin)

In order to "hold harmless" communities that receive more than the minimum entitlement an additional \$3,510,000 will be necessary for FY 89. These funds would be split between the revenue sharing accounts as follows: tax equalization \$2,482,875, and miscellaneous services \$1,027,125.

It is assumed that this \$3,510,000 will become part of the base budget for the revenue sharing program for FY 90 and beyond. Therefore this bill would not result in any additional expenditures for those years.

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: CSHB. 461
PUBLISH DATE: _____

FISCAL NOTE

REQUEST:

Revision Date: _____
Title: "An Act increasing the penalties for repeat convictions for the crimes..."
Sponsor: Judiciary Committee
Requestor: _____
Agency Affected: Department of Corrections
BRU: Statewide Operations
Components: Statewide Programs

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	-0-	348.5	348.6	348.6	348.5	348.6
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	-0-	848.6	848.6	848.6	848.6	848.6

CAPITAL	-0-	-0-	-0-	-0-	-0-	-0-
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REVENUE	-0-	-0-	-0-	-0-	-0-	-0-
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FUNDING: (Thousands of Dollars)

GENERAL FUND	-0-	848.6	848.6	348.6	848.6	848.6
FEDERAL FUNDS						
OTHER						
TOTAL	-0-	848.6	848.6	848.6	848.6	848.6

POSITIONS:

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

ANALYSIS : (Attach a separate page if necessary)

See Attached

Prepared by: Susan E. Knighton, Director
Division: Administrative Services
Approved by Commissioner: Susan Humphrey Barnett
Agency: Department of Corrections

Phone: 465-3376
Date: 4-5-88

Date: 4-5-88

Distribution (by preparer):
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

CONTINUATION of FISCAL NOTE ANALYSIS

For Bill/Resolution No. CSHB 461

ANALYSIS

This proposed legislation would increase the penalties imposed on persons who are repeatedly convicted for the crimes of theft. It would have a fiscal impact on the Department of Corrections.

To determine the effect, we have analyzed recidivism data for the State of Alaska, the number of offenders in the theft categories who are being placed in the custody of the Department, the amount of jail time currently being served and the amount of jail time proposed in this legislation.

The recidivism rates are as follows:

Theft II	33%
Theft III	39%
Theft IV	74%
Concealment	68%

This fiscal note is based upon the yearly incarceration of repeat theft offenders in Restitution Centers or Community Residential Centers. They would serve 77.5 man-years more than is currently served.

Using the Anchorage daily soft bed cost of \$30.00 per day, the estimated yearly fiscal impact is \$848,625. Using the statewide average cost of \$45.00 per day, the estimated yearly fiscal impact is \$1,272,937.

FISCAL NOTE

REQUEST:

Revision Date: _____
Title: An Act relating to mechanical
administrators.
Sponsor: House Finance
Requestor: _____

Agency Affected: Commerce & Economic Dev.
BRU: Occupational Licensing

Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL		5.3	3.9	3.9	3.9	3.9
CONTRACTUAL		2.0	2.0	2.0	2.0	2.0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		7.3	5.9	5.9	5.9	5.9

CAPITAL						
---------	--	--	--	--	--	--

REVENUE		15.0	**			
---------	--	------	----	--	--	--

FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER GF/PR		7.3	5.9	5.9	5.9	5.9
TOTAL		7.3	5.9	5.9	5.9	5.9

POSITIONS:

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

ANALYSIS : (Attach a separate page if necessary)

(SEE ATTACHED)

Prepared by: Jennifer Strickler, Management Analyst Phone: 465-2144
Division: Occupational Licensing Date: 4/25/88

Approved by Commissioner: J. Anthony Smith Date: 4/25/88
Agency: Commerce and Economic Development

Distribution (by preparer):

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

CONTINUATION of FISCAL NOTE ANALYSIS.

For Bill/Resolution No. HB 472

TRAVEL: The bill establishes a Board of Mechanical Examiners consisting of three members. Section 08.40.220(c) also mandates the board to meet at least annually and to hold other meetings at the call of the chair. In addition, Section 08.40.250 requires the exam to be administered at least twice a year. It is anticipated that at least three meetings will be required during the first year as a result of the Board's new regulatory responsibilities. This fiscal note is therefore based on three members holding three board meetings and exams in conjunction with two of the meetings. Two meetings and exams are budgeted for subsequent years.

ANCHORAGE MEETING:

Member from:	<u>TRANSPORTATION</u>	<u>PER DIEM</u>	<u>TOTAL</u>
Anchorage	0	320.00	320.00
Nome	440.00	320.00	760.00
Fairbanks	232.00	340.00*	572.00
(*Two day meeting (@\$80 per day) in Anchorage, and two days of exams (@\$90 per day) in Fairbanks.)			
Sub-Total:	672.00	980.00	1,652.00

JUNEAU MEETING:

Anchorage	366.00	320.00	686.00
Nome	682.00	320.00	1,002.00
Fairbanks	436.00	160.00	596.00
Sub-Total:	1,484.00	800.00	2,284.00

FAIRBANKS MEETING:

Anchorage	232.00	180.00	412.00
Nome	470.00	270.00	740.00
Fairbanks	0	180.00	180.00
Sub-Total:	702.00	630.00	1,332.00

TOTAL:	<u>2,858.00</u>	<u>2,410.00</u>	<u>5,268.00</u>
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CONTRACTUAL:

Printing of applications, statute booklets and other informational material; Advertising of meetings, exams and regulations; postage, telephone and other standard operating costs.

\$2,000.00

****REVENUES:**

Revenues are contingent upon the number of mechanical administrator licensees. In the first year, it is anticipated that at least 150 individuals will seek licensure. Assuming the license fee is \$100, a total of \$15,000.00 would be generated in the first year. Depending on the actual number of licensees, the revenues generated from licensing fees may not cover the entire cost of the licensing program within central licensing at \$100 per licensee.

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: HB 486
PUBLISH DATE: HOUSE 3/22/88

FISCAL NOTE

REQUEST: _____

Revision Date: _____
Title: An Act relating to fisheries tax returns; and providing for an eff. date.
Sponsor: Herrman, Cato, Davidson, Ulmer
Requestor: C & R A and Resources

Agency Affected: Revenue
BRU: Income and Excise Audit
Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
OPERATING						
PERSONAL SERVICES	-	-	-	-	-	-
TRAVEL	-	.5	.5	.5	.5	.5
CONTRACTUAL	-	.5	.5	.5	.5	.5
SUPPLIES	-	-	-	-	-	-
EQUIPMENT	-	-	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	1.0	1.0	1.0	1.0	1.0
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Thousands of Dollars)

GENERAL FUND	-	1.0	1.0	1.0	1.0	1.0
FEDERAL FUNDS	-	-	-	-	-	-
OTHER	-	-	-	-	-	-
TOTAL	-	-	-	-	-	-

POSITIONS:

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

ANALYSIS: (Attach a separate page if necessary)

Prepared By: Steven E. Kettel, Director
Division: Income and Excise Audit Division

Phone: (907) 465-2320
Date: February 22, 1988

Approved by Commissioner: _____
Agency: _____

Date: 2/22/88

Distribution (by preparer):
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

No. 1
HB 486
HOUSE 3/22/88

HB 486 Analysis

Prepared By: Steven E. Kettel
Income & Excise Audit
February 22, 1988

Travel

Regulation Hearing Travel to Anchorage \$.5

Contractual

Regulation Advertising/Printing \$.2
Exchange of Information Forms \$.2
Postage \$.1

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: CS HB 493 *Same*
PUBLISH DATE: _____

FISCAL NOTE

REQUEST:

Revision Date: _____
Title: "An Act relating to marine garbage collection..effective date."
Sponsor: Herrmann & Sund
Requestor: _____

Agency Affected: Community & Regional Affairs
BRU: _____
Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES		23.1	23.9	24.7	25.5	26.3
TRAVEL		2.0	2.0	2.0	2.0	2.0
CONTRACTUAL		3.0	3.0	3.0	3.0	3.0
SUPPLIES						
EQUIPMENT		1.0				
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		29.1	28.9	29.7	30.5	31.3

CAPITAL						
---------	--	--	--	--	--	--

REVENUE						
---------	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

GENERAL FUND		29.1	28.9	29.7	30.5	31.3
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

Prepared by: Jim Plasman
Division: Municipal & Regional Assistance
Phone: 465-4750
Date: 3/25/88

Approved by Commissioner: [Signature]
Agency: Community & Regional Affairs
Date: 3/25/88

Distribution (by preparer):
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

Position Title Grants Administrator			No. of Positions 1	Range/Step 17 A	Barg. Unit GGU
Time Status Part Time	Staff Months 6 months		Location Juneau		Election District
Type of Expenditure			Amount		
1	2	3			
Salary	17.4				
Benefits	5.7				
Premium Pay					
Other					
Total Personal Services		23.1			
Travel					
Contractual					
Commodities					
Equipment					
Other					
Total Cost					
Funding Source for Total Cost					
Federal Receipts	1002				
G. F. Match	1003				
General Fund	1004				
GF Program Receipts	1005				
Other					
Justification This position will administer the grants program. The amount of work associated with the program does not justify a full time position.					

**Request For
New Position**

Agency Community & Regional Affairs
 BRU Local Government Assistance
 Component Local Government Support

Page 1 of 1
 Revised Date

FY 89

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: HB 510
PUBLISH DATE: 02/24/88

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: Fish and Game
Title: An Act transferring responsibility BRU: Administration & Support
for the issuance of certain fishing...
Sponsor: Rep. Boyer Components: Administrative Services
Requestor: Rep. Boyer

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES		386.9	390.0	390.0	390.0	390.0
TRAVEL		7.8	8.0	8.0	8.0	8.0
CONTRACTUAL		319.2	322.0	322.0	322.0	322.0
SUPPLIES		10.0	10.0	10.0	10.0	10.0
EQUIPMENT		120.0	0	0	0	0
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		844.5	730.0	730.0	730.0	730.0

CAPITAL						
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REVENUE		9,800.5	9,850.0	10,050.0	10,240.0	10,400.0
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\$100.0 to \$300.0 of revenue is currently uncollectable

FUNDING: (Thousands of Dollars)

GENERAL FUND		844.5	730.0	730.0	730.0	730.0
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

FULL-TIME		10	10	10	10	10
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

FY 89 request includes a transfer of \$662.1 from the Department of Revenue and \$133.0 in one-time items. See enclosed for more details.

Prepared by: *Suever Poane* Paverly Reaume, Director Phone: 465-4120
Division: Administration Date: 03/04/88
Approved by Commissioner: *Don W. Collinsworth* Date: 03/04/88
Agency: Fish and Game

Distribution (by preparer):
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

RECEIVED
MAR 3 1988

DEPARTMENT OF FISH AND GAME - FISCAL NOTE TO ACCOMPANY HBS10

TRANSFER OF FUNDING FROM THE DEPT. OF REVENUE:

PROPOSED ADDITIONS BY DEPT. OF FISH AND GAME:

PERSONAL SERVICES:

Revenue Licensing Supervisor	54.8
Accounting Supervisor I	46.7
Clerk Typist II	26.9
Accounting Clerk II	31.4
Clerk Typist III	28.3
Data Entry Center Supervisor	38.7

Subtotal 226.8

CONTRACTUAL:

Printing, Postage, Telephone	36.8
Wang US & Maintenance Costs	39.0
Other Contractual	0.3
Vendor Compensation	356.6

Subtotal 432.7

SUPPLIES: 2.6

SUBTOTAL REVENUE TRANSFER 662.1

PERSONAL SERVICES:

Programmer/Analyst III	48.4
Data Processing Clerk I	28.5
Accounting Supervisor II	44.3
Accounting Technician II	38.9

Subtotal 160.1

TRAVEL: 7.8

CONTRACTUAL:

Postage, Phones, Copier	14.5
Printing	20.0
Reduce Vendor compensation	-160.4

Subtotal -125.9

SUPPLIES: 7.4

ONE TIME COSTS

Space modify/telephone	13.0
Computer/Optical Scanner	105.0
Microfilm/Verticle files	15.0

SUBTOTAL ONE TIME ITEMS 133.0

SUBTOTAL FISH & GAME ADDITIONS 182.4

SUMMARY OF TOTAL REQUEST

REVENUE TRANSFER TO ADF&G	662.1
ADF&G ADDITIONS	209.8
CHANGE TO VENDOR COMPENSATION	-160.4
ADF&G ONE TIME ITEMS	133.0
TOTAL REQUEST	844.5

ANALYSIS OF AGENT COMPENSATION ALTERNATIVES

AGENT SALES	NO. OF VENDORS	AVERAGE PER VENDOR SALES	EXISTING		NEW METHOD		CHANGE IN TOTAL COMPENSATION
			AUG. SINGLE VENDOR COMP. CURRENTLY	TOTAL VENDOR COMP. CURRENTLY	AUG. SINGLE VENDOR COMP. NEW METHOD	TOTAL VENDOR COMP. NEW METHOD	
Under 50 licenses	667	30	\$50	\$33,350	\$50	\$33,350	NO CHANGE
51 to 1000 licenses	183	450	\$450	\$82,350	\$300	\$54,900	(\$27,450)
1001 to 5000 license	65	2300	\$2,300	\$149,500	\$775	\$50,375	(\$99,125)
5001 and up licenses	35	5775	\$5,775	\$202,125	\$1,644	\$57,540	(\$144,585)
TOTAL COMPENSATION				\$467,325	\$196,165	(\$271,160)	

NOTES:

1. This compensation analysis is for demonstration purposes only and does not reflect actual activity.
2. Most vendors, particularly those in small towns and villages fit in the category of selling 50 licenses or less per year. They will see NO change in their reimbursement.
3. All vendors, regardless of sales volume, keep 5% of total receipts. The compensation dealt with here reflects an additional amount based on actual number of licenses sold.
4. Amounts listed under current are based on all vendors receiving \$1 per license sold.
5. Amounts listed under new method are based on changing to a sliding scale: \$1 per license for the first 50 with a minimum of \$50; \$.75 for the next 200 licenses; \$.50 for the next 250 licenses; and \$.25 for each license over 500.
6. Projected savings in fiscal note is based on the next to last column, Total Vendor New Method, \$196.2 subtracted from the Revenue transfer of \$356.6. $356.6 - 196.2 = 160.4$



STATE OF ALASKA
OFFICE OF THE GOVERNOR

BILL ANALYSIS

DEPARTMENT Fish and Game	DIVISION Administration	BILL NUMBER HB 510	SPONSOR Rep. Bover
SHORT TITLE OF BILL An Act transferring responsibility for the issuance of certain licenses...			
DEPARTMENT POSITION In favor of bill			
PREPARED BY <i>Beverly Réaume</i> Beverly Réaume	DATE 03/04/88	COMMISSIONER'S SIGNATURE <i>Chas. Doyle</i>	DATE 03/04/88

SUMMARY

OTHER AGENCIES AFFECTED BY BILL Department of Revenue	CONSTITUENT GROUP(S) AFFECTED BY BILL
ORGANIZATIONAL SUPPORT FOR BILL	ORGANIZATIONAL OPPOSITION TO BILL

FISCAL IMPACT: NONE FISCAL NOTE ATTACHED

BACKGROUND/LEGISLATIVE INTENT

The intent of HB 510 is to transfer all responsibility for the sale of all fishing and hunting licenses from the Department of Revenue to the Department of Fish and Game.

ANALYSIS OF BILL/PROGRAM EFFECTS

Please see enclosed.

AMENDMENTS PROPOSED

See enclosed highlighted copy of HB510.

PLEASE ATTACH A SEPARATE SHEET FOR ADDITIONAL COMMENTS OR ANALYSIS.

DEPARTMENT OF FISH AND GAME
Bill Analysis on HB 510

Brief analysis and explanation for proposed increases/decreases:

In analyzing the current licensing function, the Department of Fish and Game (ADF&G) has found that the section is critically in need of a complete revamping. There are currently something in excess of 900 vendors who sell 450,000 fishing/hunting licenses, 40,000 to 60,000 crew member licenses plus assorted tags and stamps. Data entry and data manipulation appear to be inadequate. Data processing capabilities consist of a six year old mini computer that was never adequately programmed and does not begin to address information needs. For example, it was impossible for ADF&G to determine an exact number of vendors or get any idea of the volume per vendor without manually counting them. To remedy this we propose the following additions:

Personal Services:

Add a programmer to develop a state-of-the art processing system that will provide data to the various agencies in a timely matter, automatically calculate vendor compensation and activity, provide statistical data for follow-up collection efforts and replace the current labor-intensive method of handling licensing.

Add a data entry clerk to enter data from licenses and vendor reports. The Department of Revenue (DOR) estimates (see DOR fiscal note) that three additional employees would need to be added in order to adequately enter data. We (ADF&G) propose adding only one since we further intend to use optical scanning of licenses for a major portion of the data entry.

We propose to add an accounting supervisor and technician to develop and implement a system of reconciling vendor accounts and provide the necessary follow-up to collect all amounts due to the state. It appears that a minimum of \$100,000 and perhaps as much as 300.0 now remains uncollected from vendors due to a lack of staff and sufficient funding to allow audits and for collection enforcement.

Travel, Contractual, Supplies (excluding vendor compensation):

Office space for the licensing section must be consolidated as space is realigned among the Departments of Revenue, Commerce, Fish and Game and Labor. Included under this category are the necessary one-time costs for this relocation.

The increase in printing would be for a complete redesign of the license form itself, primarily to accommodate optical scanning.

Also included in this category would be travel costs associated with vendor audits and reconciliation of their accounts, including collection efforts.

The remaining funds under this category would bring the section to full funding based on discussions with current DOR staff.

Vendor Compensation:

Currently vendors are compensated in the following manner:

Retention of 5% of sales; and

\$1 per license sold with a minimum of \$50

We proposed modifying this compensation as follows:

Retain the automatic retention of 5% of sales;

Modify the reimbursement for each sale as follows:

\$1 each for the first 50 licenses, with a \$50 minimum;

\$.75 for 50 to 250 licenses,

\$.50 for 251 to 500 licenses,

\$.25 for 501 and above licenses.

See schedule on page 3 of the fiscal note for our analysis of change.

Equipment:

This allows for replacement of current inadequate equipment with data processing equipment that is compatible with existing ADF&G equipment (IBM compatible) and movement to optical scanning of licenses. We have had insufficient time to determine exactly what form the new system will take. That is, whether it would be micro-, mini-, or mainframe-computer based. While the mainframe might be a logical choice, it is currently operating at its upper limits and it's uncertain whether we could add another large, new system. The \$75,000 being requested would supply microcomputers or redesign of the system whether mainframe or minibased. It would be a one-time cost.

As indicated above, optical scanning of licenses would be far more efficient than present labor-intensive data capture methods, even if they were adequately capturing data. This would be a one-time cost.

There are presently 16 file cabinets of information. While some of this is necessary in a hard copy form, much of it could be microfilmed. ADF&G currently has a microfilmer and the proposed request would expand this capability.

Also remaining files would be replaced by more space efficient verticle files.

STATE OF ALASKA
1986 LEGISLATIVE SESSION

BILL VERSION: HB 510
PUBLISH DATE: 02/15/88

FISCAL NOTE

REQUEST:

Revision Date:
Title: "An Act transferring issuance of fishing, hunting, trapping licenses."
Sponsor: Representative Boyer
Requestor: Resources & Finance

Agency Affected: Revenue
BKU: Income and Excise Audit Division
Components:

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 86	FY 89	FY 90	FY 91	FY 92	FY 93
OPERATING						
PERSONAL SERVICES	-	(226.6)	-	-	-	-
TRAVEL	-	-	-	-	-	-
CONTRACTUAL	-	(432.7)	-	-	-	-
SUPPLIES	-	(2.6)	-	-	-	-
EQUIPMENT	-	-	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	(662.1)	-	-	-	-
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Thousands of Dollars)

GENERAL FUND	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-
OTHER	-	-	-	-	-	-
TOTAL	-	-	-	-	-	-

POSITIONS:

FULL-TIME	-	(6)	-	-	-	-
PART-TIME	-	-	-	-	-	-
TEMPORARY	-	-	-	-	-	-

ANALYSIS: (Attach a separate page if necessary)

(see attached analysis)

Prepared By: Steven E. Kettel, Director Phone: (907) 465-2320
Division: Income and Excise Audit Division Date: 03/04/88

Approved by Commissioner: Hugh Malone Date: 03/04/88
Agency: Department of Revenue

Distribution (by preparer):
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

Prepared By: Steven E. Kettel
Income and Excise Audit Division
Department of Revenue
February 20, 1988

HB 510 Analysis

The Department of Revenue supports this legislation transferring the fish and game licensing program to the Department of Fish and Game.

This program consists of the following features:

- 1) coordination of statewide sales of fish and game licenses, tags, permits and duck stamps through over 900 private vendors;
- 2) design and mailout of licenses and forms;
- 3) data capture of monthly, quarterly, and annual sales reports from the vendors;
- 4) processing and deposit of cash receipts;
- 5) reconciliation of vendor reports to cash receipts; and
- 6) paying additional compensation to vendors based upon the number of licenses sold.

The Department of Revenue suggests a January 1, 1989 effective date for the following reasons:

- a) This program is run on a calendar year basis, and transfer mid-year would adversely impact the smooth operation of the program.
- b) The department is in the planning phase for automating this program and a January 1 transition date will give us additional time to complete the work.

To effect the transfer, the Department will give the Department of Fish and Game the resources it has allocated to the program, including:

- 1) Data processing software and documentation including file layouts, flow chart, program listing, data file tapes, etc., assuring that Fish and Game would convert the data from a Wang file structure to an IBM file structure and the Wang COBOL programs to IBM COBOL programs. Utilizing pre-1986 IBM programs would require some modification. Assuming Fish and Game retains a Wang structure, the Department is willing to transfer a Wang VS 85 mainframe and program related peripheral equipment to the Department of Fish and Game.

HB 510 Analysis (Cont.)

2) Transfer of funding will include:

A) Personal Services

The following positions will transfer from the Income and Excise Audit Division with associated funding of \$188.1:

<u>Position</u>	<u>Range/Step</u>	<u>FY 89 Budget</u>
Revenue Licensing Supervisor	16K	\$54.8
Accounting Supervisor I	14J	\$46.7
Clerk Typist II	7B	\$26.9
Accounting Clerk II	9D	\$31.4
Clerk Typist III	88	<u>\$28.3</u>
		\$188.1

The following position will transfer from the Administrative Services Division with associated funding of \$38.7:

<u>Position</u>	<u>Range/Step</u>	<u>FY 89 Budget</u>
Data Entry Center Supervisor	14A	\$38.7

B) Contractual

The following associated funds will transfer from the Income and Excise Audit Division:

Vendor Compensation:	\$356.6
Printing, Postage, Telephone:	<u>\$36.8</u>
	\$393.4

The following associated funds will transfer from the Administrative Services Division:

Wang VS & Maintenance costs:	\$39.0
Other contractual costs:	<u>\$.3</u>
	\$39.3

C) Supplies

The transfer of associated supply funds from the Income and Excise Audit Division will be \$2.5.

The transfer of associated supply funds from the Administrative Services Division will be: \$.1

SUMMARY OF TRANSFERS:

Personal Services	\$226.8
Contractual	\$432.7
Supplies	<u>\$2.6</u>
Total Transfer:	\$662.1

FISCAL NOTE

REQUEST:

Revision Date: _____
Title: An Act relating to the practice of clinical social work...
Sponsor: House Labor & Commerce
Requestor: _____

Agency Affected: Commerce & Economic Dev.
BRU: Occupational Licensing

Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL		3.5	3.5	3.5	3.5	3.5
CONTRACTUAL		1.0	1.0	1.0	1.0	1.0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		4.5	4.5	4.5	4.5	4.5
CAPITAL						
REVENUE		15.0	3.0	21.0	3.0	27.0

FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER		4.5	4.5	4.5	4.5	4.5
TOTAL		4.5	4.5	4.5	4.5	4.5

POSITIONS:

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

ANALYSIS : (Attach a separate page if necessary)

The bill establishes a Board of Clinical Social Work Examiners to regulate and license approximately 50 practitioners. The expenses identified above include travel funds for the board to meet and contractual funds to cover printing, advertising and communication expenses. (CONTINUED ON ATTACHED)

Prepared by: Jennifer Strickler, Management Analyst Phone: 465-2144
Division: Occupational Licensing Date: 3/31/88

Approved by Commissioner: J. Anthony Smith Date: 4/4/88
Agency: Commerce and Economic Development

Distribution (by preparer):

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

CONTINUATION of FISCAL NOTE ANALYSIS

For Bill/Resolution No. CSHB 526 (L&C)

The expenses identified do not include administrative overhead costs. All licensing programs under central licensing are expected to cover a portion of the overhead expenses. To accomplish this, the division has established a formula used to spread overhead costs in each licensing area based on the number of licensees within an occupation. For clinical social workers, 50 practitioners equal 0.24% of the current licensees; therefore, 0.24% of the overhead is assigned to the clinical social work licensing program to be covered by licensing fees.

Therefore, the total cost of the clinical social work licensing program is \$15,400 in the first year and licensing fees would need to attempt to cover this cost.

Clinical social workers have expressed their willingness to pay up to \$150 per year (\$300 biennial) for licensing fees. As a result, the profession will just about cover the costs of its licensing program in the first year. Revenues identified on even-numbered years are based on 10 new licensees. Because of the renewal cycle of licenses, expenses in a nonrenewal year will have to be subsidized by general funds or through other licensing fees for those occupations undergoing renewal.

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: Department of Administration
 Title: An act relating to workers' comp. benefits for member of the ANG, ANH & ASM BRU: Risk Management
 Sponsor: Rules Committee Components: _____
 Requestor: Governor

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES	0	0	0	0	0	0
TRAVEL	0	0	0	0	0	0
CONTRACTUAL	0	0	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LAND & STRUCTURES	0	0	0	0	0	0
GRANTS, CLAIMS	0.0	88.0	114.0	148.0	193.0	250.0
MISCELLANEOUS	0	0	0	0	0	0
TOTAL OPERATING	0.0	88.0	114.0	148.0	193.0	250.0
CAPITAL	0	0	0	0	0	0
REVENUE	0	0	0	0	0	0

FUNDING: (Thousands of Dollars)

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER	0	88.0	114.0	148.0	193.0	250.0
TOTAL	0	88.0	114.0	148.0	193.0	250.0

POSITIONS:

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

ANALYSIS: (Attach a separate page if necessary)

This fiscal note is extremely difficult to project---see Fiscal Note Analysis on page 2.

Prepared By: Donald J. Hitchcock, Director Phone: 465-2180
 Division: Risk Management Date: February 10, 1988

Approved by Commissioner: John M. Andrews Date: 2/11/88
 Agency: Department of Administration

Distribution (by preparer):
 Legislative Finance
 Legislative Sponsor
 Requestor
 Office of Management and Budget
 Impacted Agency(ies)

CONTINUATION OF FISCAL NOTE ANALYSIS

This fiscal note is based on present estimated costs of the State self-insured Workers' Compensation program prorated to the number of days of probable National Guard or Militia exposure.

It is further estimated that the Federal Government would pay 75% of loss and the State of Alaska would pay any additional in order to provide the injured person with Alaska Workers' Compensation benefits. If no Federal coverage was available, then the State may become obligated to the entire amount of loss.

There are approximately 5,000 people in these affected military units of which approximately 600 are full time.

It is very difficult to estimate total additional exposure to the State with no loss history available.

FISCAL NOTE

REQUEST:

Revision Date: _____
Title: An act relating to workers comp benefits for members of the org. militia
Sponsor: Rules Committee
Requestor: Governor

Agency Affected: Military & Veterans Affairs
BRU: Alaska National Guard
Components: Office of the Adjutant General

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL		88.0	114.0	148.0	193.0	250.0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		88.0	114.0	148.0	193.0	250.0
CAPITAL						
REVENUE						

FUNDING: (Thousands of Dollars)

GENERAL FUND		88.0	114.0	148.0	193.0	250.0
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

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

ANALYSIS : (Attach a separate page if necessary)

Amounts budgeted by this fiscal note will be transferred by RSA to Risk Management, Department of Administration, to pay for additional insurance coverage created by this bill. See attached analysis.

Prepared by: Jeff Morrison
Division: Administrative & Support Services, DMVA

Phone: 465-4600
Date: February 11, 1988

Approved by Commissioner MG John W. Schaeffer
Agency: Department of Military & Veterans Affairs

Date: February 11, 1988

Distribution (by preparer):

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

Attachment to fiscal note for: "An Act relating to workers compensation benefits for members of the organized militia."

Overview: This act makes two changes to existing statutes: 1) to expand workers compensation coverage to members of the Alaska State Militia; and 2) to provide a safety net of state workers compensation coverage to members of the Alaska National Guard on training status.

1. Alaska State Militia (ASM) workers compensation coverage: Premiums for workers compensation coverage are calculated by multiplying the total payroll covered by the specific rate for the type of work being performed. Members of the ASM serve without pay for their training, which consists of two days per month, for a total of 24 days per year. Under the bill, the earnings of a member of the ASM are presumed to be the same as they would be if the ASM member held the same grade or rank as a member of the U.S. Armed Forces. Under this assumption, the total covered payroll of the ASM amounts to about \$10,000 per day. For the 24 days of drill per year, the total payroll covered is about \$240,000. During drills, members of the ASM train in an office setting. The rate for workers compensation for office workers is approximately 1% of the total payroll. At an assumed total payroll of \$240,000, and a premium rate of 1%, the total annual premium due to the Division of Risk Management is \$2,400.
2. Safety net coverage for Alaska National Guard members: Alaska National Guard members are already covered under state workers compensation while on state active duty. The proposed legislation would extend that coverage to include the times that a guardsman is on federal duty under 32 U.S.C. Since guardsmen are also covered under federal workers compensation while on federal duty, the state would only be paying for the coverage which exceeds the federal workers compensation coverage. The legislation also provides that any state workers compensation payable under the proposed new language of the law would be reduced and offset by the amount payable under the federal coverage. The Division of Risk Management has estimated that the additional workers compensation exposure created by this bill will cost the state an additional \$ 85,600 in the first year.
3. FY90 and beyond: Recent workers compensation loss history documented by the Division of Risk Management shows a growth rate in risk management costs of about 30% per year. This growth rate is applied to the total first year expense of \$88,000, to project the likely cost of this legislation for the years following FY89.

Prepared by: Jeff Morrison, Director
Administrative and Support Services Division
Department of Military and Veterans Affairs
465-4600
February 11, 1988

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: CSHB 545 (JUD)
PUBLISH DATE: HOUSE 4/11/88

FISCAL NOTE

REQUEST:

Revision Date: April 8, 1988
Title: "An Act amending crimes relating to sexual assault...mentally incapable."
Sponsor: House Judiciary
Requestor: House Judiciary

Agency Affected: Department of Law
BRU: Prosecution
Components: First, Second, Third and Fourth Judicial Districts

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL		30.0	30.9	31.8	32.8	33.8
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	-0-	30.0	30.9	31.8	32.8	33.8

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND	-0-	30.0	30.9	31.8	32.8	33.8
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

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

ANALYSIS : (Attach a separate page if necessary)

Please see the attached analysis.

Richard L. Pegues

Prepared by: Richard L. Pegues, Director
Division: Administrative Services

Phone: 465-3672
Date: April 8, 1988

Approved by Commissioner: Richard L. Pegues / FOR / Grace Berg Schaible, Atty. Gen.
Agency: Department of Law

Date: April 8, 1988

Distribution (by preparer):

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

CONTINUATION of FISCAL NOTE ANALYSIS

For Bill/Resolution No.

CSHB 545 (JUD)
HOUSE 4/11/88Fiscal Analysis

	<u>1st Dist</u>	<u>2nd Dist</u>	<u>3rd Dist</u>	<u>4th Dist</u>	<u>Total</u>
Contractual (Expert Witness Fees)	4,000	6,000	12,000	8,000	30,000
Total	4,000	6,000	12,000	8,000	30,000

Costs beyond FY 89 have been increased 3% annually to reflect inflation.

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: HB 561
PUBLISH DATE: 4/21/88

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: Commerce and Econ. Dev.
Title: An act relating to the termination BAU: Business Development
date, members and reports of the Alaska Minerals Commission
Sponsor: Resources Committee Components: _____
Requestor: Finance Committee

EXPENDITURES / REVENUES : (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES		0	0	0	0	0
TRAVEL		21.0	21.0	21.0	21.0	21.0
CONTRACTUAL		1.5	1.5	1.5	1.5	1.5
SUPPLIES		0	0	0	0	0
EQUIPMENT		0	0	0	0	0
LAND & STRUCTURES		0	0	0	0	0
GRANTS, CLAIMS		0	0	0	0	0
MISCELLANEOUS		0	0	0	0	0
TOTAL OPERATING		22.5	22.5	22.5	22.5	22.5

CAPITAL		0	0	0	0	0
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REVENUE		0	0	0	0	0
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FUNDING: (Thousands of dollars)

GENERAL FUND		22.5	22.5	22.5	22.5	22.5
FEDERAL FUNDS		0	0	0	0	0
OTHER		0	0	0	0	0
TOTAL		22.5	22.5	22.5	22.5	22.5

POSITIONS:

FULLTIME		0	0	0	0	0
PARTTIME		0	0	0	0	0
TEMPORARY		0	0	0	0	0

ANALYSIS: (Attach a separate page if necessary.)

SEE ATTACHED

Prepared by: Thves Shaub, Project Manager Phone: 465-2094
Division: Business Development Date: 4/25/88

Approved by Commissioner: J. Anthony Smith Date: 4/25/88
Agency: Department of Commerce and Economic Development

Distribution (by preparer):

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

15120-2/042588a

ANALYSIS:

The Alaska Minerals Commission was created by the 14th Legislature with the mandate to make recommendations to the Governor and to the Legislature on ways to mitigate constraints on the development of the minerals in the State. House Bill 561 extends the life of the Minerals Commission from its current sunset date of February 1, 1989 to February 1, 1994.

The travel funds in this fiscal note will cover travel and per diem for the 11-member commission for the purpose of attending commission meetings. The contractual funds will cover the costs of phone, postage and printing of the annual report to the Governor and Legislature.

The first two reports of the Alaska Minerals Commission are attached.

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: HCR034A
PUBLISH DATE:

LC 1110 - 1/24/88

REQUEST: FISCAL NOTE

Revision Date:
Title: House Concurrent Resolution No. 34

Agency Affected: DOT&PF
BRU: Engineering & Operations Standards

Sponsor: Larson, Menard, Ellis, Brown, Gruenberg and Donley
Requestor: Cato

Components:

EXPENDITURES/REVENUES: (THOUSANDS OF DOLLARS)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES	0	0	24.0	24.0	24.0	24.0
TRAVEL	0	12.0	0	0	0	0
CONTRACTURAL	0	7.0	0	0	0	0
SUPPLIES	0	2.0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LAND & STRUCTURES	0	0	0	0	0	0
GRANTS, CLAIMS	0	0	0	0	0	0
MISCELLANEOUS	0	6.0	0	0	0	0
TOTAL OPERATING	0	27.0	24.0	24.0	24.0	24.0

CAPITAL	0	0	0	0	0	0
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REVENUE	0	0	24.0	24.0	24.0	24.0
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FUNDING: (THOUSANDS OF DOLLARS)

GENERAL FUND	0	27.0*	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER	0	0	24.0	24.0	24.0	24.0
TOTAL	0	0	0	0	0	0

POSITIONS:

FULL-TIME	0	0	0.5	0.5	0.5	0.5
PART-TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

ANALYSIS: (Attach a separate page if necessary)

* The department has prepared a detailed position paper which identifies a number of policy options and sub-options. In brief, this fiscal note identifies an initial cost of \$49.0 to establish the TODS signing program of which \$27.0 can not be covered by existing budgets. The \$22.0 not shown above is covered by existing budgeted staff (personal services).

Continued on page 2.

Prepared by: Jeffery C. Ottesen, Director
Division: Engineering and Operations Standards

Phone: 465-2951
Date: February 5, 1988

Approved by Commissioner: 
Agency: Department of Transportation and Public Facilities

Date: 2/5/88

Distribution (by preparer):
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

Fiscal Note on:
HCR034A
February 5, 1988
Department of Transportation and Public Facilities
Page 2 of 2

continued from page 1:

Thereafter, the fiscal impact to the state would reflect the policy option selected. Depicted in this fiscal note is the minimum state investment option wherein the cost of establishing the program would be borne by the state but businesses interested in having signs erected would bear all direct and indirect costs of the program. At minimum, this would be a 1/2 time position to monitor and keep records on the program which is reflected in the above analysis.

Higher fiscal impacts and staffing may be required if other policy options are adopted. For example, if the department were to perform all sign erection, removal and maintenance, staffing additions and associated costs would raise the fiscal impact. In principal, we envision a program that utilizes the private sector to the greatest extent possible, and that policy alternative is reflected in this fiscal note.

For additional detail, pp. 9-13 of the department's position paper is attached which describes the fiscal implications of three policy alternatives.

Phase II - Start Up and Continuation (Indefinite)

This phase involves the physical placement of sign standards and business informational signs following the process and methods selected in the regulations and from legislative intent. It is likely that minor adjustments to the program would be pursued based upon the feedback of field experience. The cost to the state during this phase would vary according the policy option selected regarding the degree to which business enterprises should pay for the program. Following is a range of policy options that better define the possible cost ramifications of various policy options.

State Investment Policy
Minimum

Description

State develops program; businesses pay all other costs including staff support for application processing, sign manufacturing, installation, liability insurance, repairs, replacement and removal, as necessary. This approach would require both an application fee and annual administrative fee to support state costs.

Shared

State develops program; businesses pay application cost, and pay for sign manufacturing, installation and on-going maintenance. State covers personal services cost associated with program administration.

Maximum

State develops program; state supplies signs, sign supports, and pays for installation, repair, replacement and removal, as necessary. Businesses pay a portion of these costs through fixed application and annual maintenance fees. (Estimated at \$500 for installation and \$250 for annual M&O and administrative costs).

The total cost of this phase will be affected by the number of participating businesses. The number of participating businesses, will, in part, be determined by the cost burden they must assume. It is likely that with greater state participation in program costs the more businesses that will participate.

Sign Cost

The signs will cost about \$150 to \$200 per panel, plus \$150 to \$200 for breakaway bases and supports (installed). There can be 1 or 2 sign panels per location for an average cost of \$350 per location if one panel is installed and \$525 per location if two sign panels are installed (\$262 per business). In a typical application each business would have two signs installed, one facing each traffic direction prior to the intersection leading to the business establishment.

We have assumed that the number of one-sign panel and two-sign panel installations will be about equal, thus the average cost per business will be:

$$\frac{(\$350 + \$525)}{2} \cdot 2 \text{ signs per business} = \$875 \text{ per business average}$$

Number of Businesses

For the purpose of an estimate the following assumptions have been made concerning the number of participating businesses: 1) The number of businesses which elect to participate will vary with the degree of state investment. 2) The ultimate number will not be realized in the first 1 or 2 years, but will gradually increase over a 5 year period; thereafter growth will generally follow state economic trends.

Table 1 indicates the estimated number of participating businesses over a 6 year period, for each of the three policy options previously described.

M&O Cost for Signs

Upkeep, repair, replacement and insurance are estimated to cost 25% of the signs installed value annually. While this may appear as a high figure considering that the signs should have a life of 10 to 12 years from the effects of weathering, it is anticipated they will actually experience a much shorter life due to accidents and vandalism (average life of 4 to 6 years is estimated). Some form of insurance coverage is considered a probable requirement.

DOT&PF Administrative Costs

The department will be required to maintain an inventory and status of the business signing program. While this workload will in fact vary in part with the overall size of the program, for the purposes of this estimate it is considered a fixed cost. It is estimated it will require a 1/2 time position to coordinate the program, serve as center for statewide data collection, and remain current with the progress of the program so that policy adjustments, if necessary, may be pursued.

The administrative staff position would require funding in the range of \$24,000 per year (6 mo. @\$4,000). Funding for this cost is covered by participating businesses in the *minimum* policy option; it is covered by the state in the other policy options.

This position is over and above the staff support required to process individual applications for signs at the regional level. The regional utility staffs are considered adequate to undertake this role (with necessary coordination with traffic safety staff), though a fee is proposed, as these staffs are funded entirely from program receipts. A \$200 application fee is contemplated under all of the policy options. This is the cost for evaluating each sign request and processing it through decision (approve or deny) and is estimated to be \$200 (8 hours @ \$25/hr.).

State and Business Costs

From the above data it is possible to derive some general estimates of what costs would be incurred to either the state or an individual business relative to the three policy options.

The *minimum* state investment policy option results in the fewest number of businesses participating with the highest cost per business served. An average initial sign installation cost is estimated at \$1,075, with an annual cost of \$819 in FY 90 (M&O and administrative fee) and a general lowering of the annual cost to \$379 in FY 94 as the total number of businesses increases providing a larger base of firms to share the fixed administrative cost. This option results in a one-time expense to the

state of \$49,000 for program start-up with all other costs borne by participating businesses.

The *shared* state investment policy option would again cost each business the \$1,075 for sign installation. The annual M&O cost to each business is estimated at \$219 with the state assuming the fixed administrative cost. This would result in an on-going expense to the state of \$24,000 annually, with a total state investment of \$169,000.

The *maximum* state investment policy option results in the greatest number of participating businesses as the cost to each is the lowest. Each business is assumed to pay a \$500 initial installation fee which partially covers the cost of the sign and application processing. Thereafter, there would be an annual fee of \$250 covering administration and sign M&O costs. This option results in a very large investment by the state over the 6 year projection; estimated at \$322,000.

Tables 2 - 6 depict the costs for the three policy options and are broken down for the 6 year horizon - FY 89 through FY 94. To reiterate key assumptions used in the analysis they are repeated below:

Number of Businesses per Year:	Varies by option and year, estimated in Table 1
Sign Installation Cost:	\$875 average - 2 signs per business
Application Cost:	\$200
Annual Sign M&O Cost	\$219 average (25% of sign cost)
DOT&PF Administration Cost	\$24,000 annually
Business fees under Maximum Policy	\$500 for sign installation, and \$250 for annual renewal

It is acknowledged that the estimates described herein are just that -- estimates. They are only as good as the assumptions they are built on. The estimates assist in understanding the implications of various policy options and they provide approximate representations of state and private costs that would be associated with the program. The number of participating businesses and the annual sign M&O cost are probably the weakest "links" in the estimates as there are few data upon which to base them. The M&O cost is an average and, unless "pooled" in some fashion, could cost individual businesses much more than this if their signs are vandalized repeatedly. Likewise installation costs may vary greatly by distance from service centers. In summary, while these estimates are quite useful at this stage of investigation, they must be used with caution given the many judgements incorporated into them.

Private Sector Participation

Though mentioned earlier in this paper, the means by which the private sector could assist in program implementation has not been described during the previous discussion on costs. It has been intentionally omitted because there are myriad methods by which the private sector could be involved, and analysis of each, given the many variables already involved, would make the estimates far more complex.

Sign Cost Calculation

Table 1 - Estimated Number of Businesses Participating							Total Business	
Policy Option	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94	Years Served	
Minimum	0	40	100	125	140	150	555	
Shared	0	60	120	150	175	200	705	
Maximum	0	75	150	225	300	325	1075	

Table 2 - Estimated State Startup and M&O Costs							Aggregate	
Policy Option	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94	Cost To State	
Minimum	\$49,000	\$0	\$0	\$0	\$0	\$0	\$49,000	
Shared	\$49,000	\$24,000	\$24,000	\$24,000	\$24,000	\$24,000	\$169,000	
Maximum	\$49,000	\$21,675	\$19,350	\$17,025	\$14,700	\$13,925	\$135,675	

Table 3 - Estimated Cost To Business for Annual M&O								
Policy Option	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94		
Minimum	\$0	\$819	\$459	\$411	\$390	\$379		
Shared	\$0	\$219	\$219	\$219	\$219	\$219		
Maximum	\$0	\$250	\$250	\$250	\$250	\$250		

Table 4 - Estimated Cost to State for Sign Installation							Aggregate	
Policy Option	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94	Cost To State	
Minimum	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Shared	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Maximum	\$0	\$43,125	\$43,125	\$43,125	\$43,125	\$14,375	\$186,875	

Table 5 - Estimated State Funding Requirements - Annual M&O and Sign Installation							Aggregate		Cost per Business/
Policy Option	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94	Cost To State	Year Served	
Minimum	\$49,000	\$0	\$0	\$0	\$0	\$0	\$49,000	\$88	
Shared	\$49,000	\$24,000	\$24,000	\$24,000	\$24,000	\$24,000	\$169,000	\$240	
Maximum	\$49,000	\$64,800	\$62,475	\$60,150	\$57,825	\$28,300	\$322,550	\$300	

Table 6 - Estimated Cost To Business for Sign Pair Installed in FY 90							Aggregate Cost		Average
Policy Option	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94	To Business	Cost per Year	
Minimum	\$0	\$1,894	\$459	\$411	\$390	\$379	\$3,533	\$707	
Shared	\$0	\$1,294	\$219	\$219	\$219	\$219	\$2,170	\$434	
Maximum	\$0	\$750	\$250	\$250	\$250	\$250	\$1,750	\$350	

This should not suggest the department is disinterested in this approach. Three general options are presented below for consideration. Detailed evaluation is suggested for the task force in analyzing the merits of each option and better defining a course of action.

1. Franchise - Under this concept the program would be almost entirely run by a private firm or firms in franchise fashion. Final decision concerning sign installation and program policies would remain in departmental hands; otherwise individual businesses would make application to the firm(s). The firms would be sanctioned by the department to perform this service and would be responsible for all steps including application processing, sign manufacturing, installation, maintenance, and inventory and status reporting.

2. Installation and M&O Only - Under this concept the state would process each application through decision. The business applicant would have the signs manufactured, installed and maintained to state standards by a firm of their choice.

3. Manufacturing Only - Similar to Option #2, except state highway maintenance crews would install and maintain the signs after they were manufactured for the business and delivered to the appropriate maintenance station. This option allows for greater control of exactly how and where the signs are installed within the ROW and may be less costly to the business when the signs are installed in remote locations.

Technical Issues to be Resolved:

As part of the developmental phase (and with an adjustment period as experience is gained) some technical issues will need to be resolved in more detail than is possible here. Some of these are:

User fee structure	- subsidy from state, equal to cost, or revenue generating.
Insurance requirements or liability potential	- individual policy or pooled coverage.
Conditions of eligibility	- types of businesses, minimum services necessary to qualify, minimum hours of operation, distance from highway.
Allowable number and locations	- sight distance, spacing, etc.
Physical specifications	- size, shape, materials, colors, logos, supports, locations, etc.
Prioritization where demand exceeds available space	- first come, first served? - lottery on a periodic basis? - public necessity?

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: CS HCR 45 (L&C)

PUBLISH DATE: _____

FISCAL NOTE

REQUEST:

Revision Date: _____
 Title: "Relating to encouraging
 private industry to hire state residents..."
 Sponsor: Pearce
 Requestor: House Labor & Commerce

Agency Affected: Labor
 BRU: Commissioner's Office
 Components: Commissioner's Office

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL		15.0	15.5	15.9	16.4	16.9
CONTRACTUAL		65.0	67.0	69.0	71.0	73.2
SUPPLIES						
EQUIPMENT						
LAND&STRUCTURES						
GRANTS,CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	80.0	82.4	84.9	87.4	90.0
CAPITAL						
REVENUE						

FUNDING: (Thousands of Dollars)

GENERAL FUND		80.0	82.4	84.9	87.4	90.0
FEDERAL FUNDS						
OTHER						
TOTAL	0.0	80.0	82.4	84.9	87.4	90.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

(See Attached)

Prepared by: Jim Sampson Phone: 465-2720
 Division: _____ Date: 4/22/88
 Approved by Commissioner: Jim Sampson Date: 4/22/88
 Agency: Department of Labor

Distribution (by preparer) :
 Legislative Finance
 Legislative Sponsor
 Requestor
 Office of Management and Budget
 Impacted Agency(ies)

Analysis of Fiscal Note for CS HCR 45 (L&C)

This resolution requests the Department of Labor to embark on a public awareness and promotional campaign to encourage resident hire. The Department proposes a multi-media campaign which would spread the resident hire message through radio, television, newspapers, brochures, trade shows, conferences, etc. Detailed cost estimates of this campaign are as follows:

Travel - \$15,000

This would cover travel to trade shows, chamber of commerce meetings, business association meetings, conferences, and other places where private industry groups gather.

Contractual - \$65,000

\$15,000 - This would be for the production and development of the campaign by a professional advertising consultant. We would have the person or agency develop printed and electronic media ads, and produce a traveling display for use at meetings.

\$5,000 - Printing and postage costs. This would cover the costs associated with printing a brochure encouraging resident hire. It would be both mailed to employers and handed out at conferences.

\$20,000 - Newspaper advertising.

\$10,000 - Radio advertising.

\$15,000 - Television advertising.

The paid advertising provided for in this fiscal note will be supplemented, to the extent possible, with public service announcements which radio and television stations provide at no cost.

TOTAL - \$80,000

Assumptions:

1. We would begin this campaign July 1, 1988.
2. Inflation of 3% in fiscal years 90 - 93.

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: Commerce & Econ. Dev.
Title: Regarding economic indices and reports BRU: Division of Business Development
Sponsor: House Joint Comm. on Econ. Recovery Components: _____
Requester: House Labor and Comm. Committee

EXPENDITURES / REVENUES : (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL		150	150	150	150	150
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING						

CAPITAL		0	0	0	0	0
---------	--	---	---	---	---	---

REVENUE		0	0	0	0	0
---------	--	---	---	---	---	---

FUNDING: (Thousands of dollars)

GENERAL FUND		150	150	150	150	150
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

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

ANALYSIS: (Attach a separate page if necessary.)

Funds would go to ISER to provide the economic information outlined in the resolution.

Prepared by: Larry Merculieff, Director Phone: 465-2017
Division: Business Development Date: 4/5/88
Approved by Commissioner: J. Anthony Smith, Commissioner Date: 4/5/88
Agency: Department of Commerce & Economic Development

Distribution (by preparer):

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

page ____ of ____

13280/040588a

ALASKA ECONOMIC INDEX BUDGET

	TOTAL *****	**TASK I. HOUSEHOLD SURVEY	**TASK II. QUARTERLY REPORT	**TASK III PERFORM REPORT	*TASK IV. ANNUAL PROJECTION
Goldsmith	\$30,816	\$5,603	\$11,206	\$5,603	\$8,404
Kruse	\$11,206	\$11,206	\$0	\$0	\$0
Foster	\$12,910	\$12,910	\$0	\$0	\$0
Hull	\$18,918	\$0	\$10,810	\$2,703	\$5,405
Field Asst.	\$10,859	\$10,859	\$0	\$0	\$0
Leask	\$16,403	\$0	\$6,561	\$6,561	\$3,281
Interviewers	\$54,902	\$54,902	\$0	\$0	\$0
Crowe	\$1,088	\$0	\$0	\$1,088	\$0
Siver	\$10,762	\$8,371	\$1,196	\$1,196	\$0
SUM PERSONNEL	\$167,864	\$103,851	\$29,773	\$17,151	\$17,090
Travel	\$10,000	\$10,000	\$0	\$0	\$0
Telephone	\$16,000	\$16,000	\$0	\$0	\$0
Reproduction	\$5,000	\$5,000	\$0	\$0	\$0
Computer	\$1,000	\$1,000	\$0	\$0	\$0
SUM OTHER	\$32,000	\$32,000	\$0	\$0	\$0
GRAND TOTAL	\$199,864	\$135,851	\$29,773	\$17,151	\$17,090

=====

NOTE: The sources of funds for this project include \$150,000 in state appropriations augmented by \$50,000 in private sector contributions.

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: CSHJR 18 (FIN)
PUBLISH DATE: HOUSE 1/20/88

FISCAL NOTE

REQUEST:

Revision Date: 1/15/88
Title: Constitutional Amendment
Resident Preference/Equal Protection
Sponsor: Donley
Requestor: House Judiciary

Agency Affected: Office of the Governor
BRU: Elections
Components: II

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	0	2.2	0	0	0	0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	2.2 *	0	0	0	0

CAPITAL						
---------	--	--	--	--	--	--

REVENUE						
---------	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

GENERAL FUND	0	2.2	0	0	0	0
FEDERAL FUNDS						
OTHER						
TOTAL	0	2.2	0	0	0	0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

* Costs included cover 2 to 3 additional pages in each Official Election Pamphlet, for printing and typesetting, and costs estimated to cover computer programming requirements for vote (continued pg. 2)

Prepared by: Linda Edgeworth
Division: Elections

Phone: 465-4611
Date: 1/15/88

Approved by Commissioner: [Signature]
Agency: Office of the Governor

Date: 1/15/88

Distribution (by preparer) :

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

CONTINUATION of FISCAL NOTE ANALYSIS

For Bill/Resolution No. HJR #18

counting purposes. However, these costs are based on the assumption that all candidates and issues will fit on three ballot cards, which is the norm. It should be noted, however that should the inclusion of this issue require a 4th ballot to be printed, the cost increase would have to be calculated at 16 cents per ballot x approximately 320,000 voters. The total cost of printing the additional ballot card would be \$51.2.

Under these circumstances the fiscal note would be:

53.4

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: SSCR 50(SA)
PUBLISH DATE: SENATE 3/14/88

FISCAL NOTE

REQUEST:

Revision Date: _____
Title: Relating to Senior Housing

Agency Affected: Administration
BRU: Older Alaskans Commission

Sponsor: Duncan, Szymanski, Kerttula
Requestor: _____

Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES		37.7				
TRAVEL		4.5				
CONTRACTUAL		5.3				
SUPPLIES		.3				
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	52.8	0	0	0	0

CAPITAL	0	0	0	0	0	0
---------	---	---	---	---	---	---

REVENUE	0	0	0	0	0	0
---------	---	---	---	---	---	---

FUNDING: (Thousands of Dollars)

GENERAL FUND		52.8				
FEDERAL FUNDS		0				
OTHER		0				
TOTAL	0	52.8	0	0	0	0

POSITIONS:

FULL-TIME		1.0				
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

Prepared by: Connie J. Sipe, Executive Director *CJSipe* Phone: 465-3250
Division: Older Alaskans Commission Date: 03/10/88

Approved by Commissioner: John M. Anderson *JMA* Date: 3/11/88
Agency: Administration

Distribution (by preparer):
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: SCR 57
PUBLISH DATE: SENATE 4/28/88

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: Dept. of Education
 Title: Implementation of local hire cooperation between employers & schools BRU: Executive Administration
 Sponsor: _____ Components: _____
 Requestor: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL		25.0				
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		25.0				

CAPITAL						
---------	--	--	--	--	--	--

REVENUE						
---------	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

GENERAL FUND		25.0				
FEDERAL FUNDS						
OTHER						
TOTAL		25.0				

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

This represents the cost of convening the groups necessary, writing the summaries of group activities, working with education and employer representatives to arrive at solutions, and formulating specific recommendations.

Prepared by: Rick Walford Phone: 465-3753
 Division: Senator Rick Walford, Co-chairman Date: April 28, 1988
Senate Finance Committee

Approved by Commissioner: _____ Date: _____
 Agency: _____

Distribution (by preparer):

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

Local Hire And Economic Development Through Improvement Of School/Business Partnerships

Present Situation

Like many other states, Alaska generally offers young people inadequate transition between school and work. Young people who attempt to go from high school to work too often fail to find jobs because they either lack training or basic employability skills.

As the National Commission on Excellence in Education put it: "More and more young people emerge from high school ready neither for college nor for work. This predicament becomes more acute as the knowledge base continues its rapid expansion, the number of traditional jobs shrink, and new jobs demand greater sophistication and preparation."

As Kay R. Whitmore, President and Executive Officer for Eastman Kodak Company said: "The bottom line here...we need to show our troubled teenagers that there is a payoff for staying in school. That means not only improved guidance counseling and the establishment of mentoring programs...It means developing meaningful work experiences for these youngsters in close conjunction with their school curriculum."

While schools generally offer vocational programs that provide students with skills, such as welding, small engine repair and wood working, studies show that employers much prefer young workers with adequate basic skills in communications, computation, and social and interpersonal areas. In other words, employers would rather the public schools provide them with workers they can train, who can learn the job they were hired for, and who get along well with coworkers and customers. Part of the problem is that employers do not communicate their needs to public schools, and public schools do not seek the advice of employers.

Compounding this problem is a lack of coordination between public schools and the university system.

The Goal

SCR 57 creates a formal process that provides a direct line of communication between employers and schools to (1) produce a list of skills, attitudes, information and abilities that major Alaska employers believe high school graduates need to land and keep a job; (2) develop a course of actions that schools, businesses and perhaps government should take independently and collectively to assure that all students acquire these skills, attitudes, information and abilities; and (3) make recommendations on how to restructure public schools so that they provide minority, poor and other "high risk" students, with the necessary understanding and motivation to graduate from public schools with skills they need to lead a successful life.

On a broader level, SCR 57 aims to build an education system responsive to the larger economic goals of the state: a stable economy; a capable and steady Alaskan work force; workers capable of dealing with Pacific Rim clients; and a concerted statewide effort to give job preference to Alaskans specifically trained for the Alaska work force.

The Five Phase Process

A five-phase process will include the following actions:

1. The blue ribbon task force composed of chief executive officers will convene to explore new approaches to better prepare students to succeed in the work place. This meeting is designed to build CEO commitment toward the project.

2. A group of personnel managers and job supervisors of larger companies (each of whom represents a task force member) and owners of smaller companies will meet to identify the skills that Alaska high school graduates need to make them employable for Alaska's businesses. This group will (1) identify the type of work force businesses need to successfully compete in the marketplace; (2) identify ways in which public schools and higher education, in partnership with business, can accommodate the ideas developed by the task force; and (3) identify ways to break the cycle of failure of minority, poor and other high risk students, and to make them contributing members of the economy.
3. A group of educators will convene to respond to the findings from the meeting of personnel managers and assess how to restructure schools to meet the economic needs of Alaska. This could be done by a variety of methods, such as retooling curriculums.
4. Educators and employers will meet to negotiate an agreement and methods for implementation.
5. A written report of the agreement and details of employer needs and actions necessary to implement will be presented to the Legislature.

210 HFC
2-8-88

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: CSSB 50 rls am
PUBLISH DATE: 3/11/87

FISCAL NOTE

REQUEST:

Revision Date: 1/29/88
Title: An Act relating to dissolution
of a municipality.
Sponsor: SENATE C&RA
Requestor: House Finance

Agency Affected: _____
BRU: _____
Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	6.5	6.5	6.5	6.5	6.5	6.5
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	6.5	6.5	6.5	6.5	6.5	6.5

CAPITAL						
---------	--	--	--	--	--	--

REVENUE						
---------	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

GENERAL FUND	6.5	6.5	6.5	6.5	6.5	6.5
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

These figures are estimates based on no more than two such elections in a fiscal year in communities no larger than 1000 voters. These funds would cover costs for advertising, ballot printing, posters, election officials and boards, etc. necessary in the conduct of the elections. Logistics and costs related to the absorption of these communities into REAA jurisdictions and special elections which would

Prepared by: Linda Edgeworth Phone: 465-4611
Division: Division of Elections Date: _____

Approved by Commissioner: [Signature] Date: 2-1-88
Agency: Office of the Governor

Distribution (by preparer): 2/1/88

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

Mom

Continuation of Fiscal Note
Division of Elections

CSSB 50 - An Act relating to dissolution of a municipality.

result from such transitions are not included in this fiscal note. Nor are the continuing costs of elections for these communities for annual REAA elections which would be conducted each October.

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: Department of Administration
 Title: An act relating to the Retirement Incentive Program BRU: Retirement and Benefits
 Sponsor: Duncan Components: Retirement and Benefits
 Requestor: Duncan

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES	3.0	6.0	0	0	0	0
TRAVEL	0	0	0	0	0	0
CONTRACTUAL	0	0	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LAND & STRUCTURES	0	0	0	0	0	0
GRANTS, CLAIMS	0	0	0	0	0	0
MISCELLANEOUS	0	0	0	0	0	0
TOTAL OPERATING	3.0	6.0	0	0	0	0
CAPITAL	0	0	0	0	0	0
REVENUE	0	0	0	0	0	0

FUNDING: (Thousands of Dollars)

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER	3.0	6.0	0	0	0	0
TOTAL	3.0	6.0	0	0	0	0

POSITIONS:

FULL-TIME	0	0	0	0	0	0
PART-TIME	0	0	0	0	0	0
TEMPORARY	1	1	0	0	0	0

ANALYSIS: (Attach a separate page if necessary)

See attached

Prepared By: Robert F. Stalnaker, Acting Director Phone: 465-4460
 Division: Retirement and Benefits Date: 3-16-88

Approved by Commissioner: John M. Andrews Date: _____
 Agency: Department of Administration

Distribution (by preparer):
 Legislative Finance
 Legislative Sponsor
 Requestor
 Office of Management and Budget
 Impacted Agency(ies)

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: Department of Administration
 Title: An act amending and making BRU: Retirement and Benefits
effective an annuity program
 Sponsor: Kerttula Components: State Annuity System Management
 Requestor: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES	0	314.5	314.5	314.5	314.5	314.5
TRAVEL	0	50.0	10.0	10.0	10.0	10.0
CONTRACTUAL	0	1,475.8	328.8	328.8	328.8	328.8
SUPPLIES	0	92.5	90.5	90.5	90.5	90.5
EQUIPMENT	0	110.4	0	0	0	0
LAND & STRUCTURES	0	0	0	0	0	0
GRANTS, CLAIMS	0	0	0	0	0	0
MISCELLANEOUS	0	0	0	0	0	0
TOTAL OPERATING	0	2,043.2	743.8	743.8	743.8	743.8
CAPITAL	0	0	0	0	0	0
REVENUE	0	0	0	0	0	0

FUNDING: (Thousands of Dollars)

GENERAL FUND	0	2,043.2	(43.2)	(222.0)	(222.0)	(222.0)
FEDERAL FUNDS	0	0	0	0	0	0
OTHER	0	0	787.0	965.8	965.8	965.8
TOTAL	0	2,043.2	743.8	743.8	743.8	743.8

POSITIONS:

FULL-TIME	0	8	8	8	8	8
PART-TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

ANALYSIS: (Attach a separate page if necessary)

See attached

Prepared By: Robert F. Stalnaker, Acting Director Phone: 465-4470
 Division: Retirement and Benefits Date: 3-3-88
 Approved by Commissioner: John M. Andrews Date: 3/9/88
 Agency: Department of Administration

Distribution (by preparer):
 Legislative Finance
 Legislative Sponsor
 Requestor
 Office of Management and Budget
 Impacted Agency(ies)

HCS CSSB 56 (SA)
Fiscal Note Analysis
Prepared by Division of Retirement & Benefits
Department of Administration

March 2, 1988

IV Analysis: This Fiscal Note addresses costs to the Division of Retirement and Benefits for administration of the provisions of the Annuity Program as stated in HCS CSSB 56 (SA). This Fiscal Note differs from previous Notes due to the increase in staffing requirement because of the addition of Section 2 which will allow participants to make cash contributions. The cost of the program is anticipated to be borne entirely by the participants. We anticipate an up front General Fund appropriation for the first year but that will be paid back over 10 years from administrative fees charged to participants. We estimate that eight full-time positions will be needed to administer this program on a continuing basis. These positions are:

- 1 Retirement & Benefits Specialist III
- 1 Retirement & Benefits Specialist I/II
- 1 Retirement & Benefits Technician I/II
- 1 Accountant II
- 1 Accounting Technician I
- 2 Accounting Clerk III
- 1 Analyst/Programmer IV

Even though the estimated \$1,000.0 is for the design of a highly automated computer system, thereby eliminating the need for a large staff, the current version of SB 56 requires extensive manual effort to interface with the system. These positions will handle counseling, address and beneficiary changes, account maintenance, and cash contributions.

We anticipate the need for extensive travel in FY 89 to explain the program and answer questions at several locations throughout the state. In following years, we envision a few trips by the director's office to the field office.

We estimate large annual contractual needs for the operation of the Annuity Program as well as 1,000.0 in FY 89 to contract for the building of the new system. These ongoing contractual needs include: actuarial consulting services; annual notifications, FY 89 media blitz; data processing resources; telephone system, WATS line and long distance charges; and audits. We estimate that the Annuity Program will be fully

HCS CSSB 56 (SA)
Fiscal Note Analysis
Prepared by Division of Retirement & Benefits
Department of Administration

March 2, 1988

automated to reduce the need for a larger staff. We estimate that a one-time system analysis, development, and construction cost would be \$1,000.0. As noted previously, the system would be maintained by one Analyst/Programmer IV.

We will have on-going office supply needs for our new positions, microfilming supplies, computer paper stock, annual Statement of Accounts and 1099's. We will also have an FY 89 equipment need for office equipment for our 8 employees, additional floor space and the purchase of a microfilmer and reader for file maintenance.

We have requested FY 89 funding to be from General Fund appropriations. Even though we anticipate program receipts beginning in FY 89, we recommend that they be placed in a separate administrative fund to help cover future operational costs. We would establish an administrative fee structure to fund the on-going costs of operation and refund the FY 89 costs to the General Fund over a 10-year period.

A zero inflation rate is assumed for this fiscal note.

Position Title Retirement and Benefits Specialist III			No. of Positions 1	Range/Step 18A	Barg. Unit S
Time Status FT	Staff Months 12.0		Location Juneau (AWA)	Election District 4	
Type of Expenditure			Justification		
		Amount	<p>Senate Bill 56 would allow individuals to contribute to an annuity program that will supplement the amount of money available under the Longevity Bonus Program. We anticipate that it would require 8 positions to administer this program.</p> <p>The Retirement and Benefits Specialist III position would be responsible for the day-to-day administration of the program. Specific duties would include supervising the individuals who are counselling participants and maintaining the accounts, drafting regulations, answering inquiries regarding the options available and consequences of selecting or not selecting the annuity program; assisting with the design of an automated data processing system; writing standard operating procedures for implementation of the program; and writing informational material such as: advertising notices informing individuals of the new program and mass mail-out to all Alaskan households.</p>		
1	2	3			
Salary	37,680				
Benefits	13,192				
Premium Pay					
Other					
Total Personal Services		50,872			
Travel		25,000			
Contractual		2,000			
Commodities		500			
Equipment		9,900			
Other					
Total Cost		88,272			
Funding Source for Total Cost					
Federal Receipts	1002				
G. F. Match	1003				
General Fund	1004	88,272			
GF Program Receipts	1005				
Other					

6/6B1/0301-88/3-4

**Request For
New Position**

Agency Administration
 BRU Retirement and Benefits
 Component Retirement and Benefits

Page 1 of 1
 Revised Date

FY 89

Position Title Retirement and Benefits Specialist I/II		No. of Positions 1	Range/Step 16A	Barg. Unit GGU
Time Status FT	Staff Months 12.0	Location Juneau (AWA)		Election District 4
Type of Expenditure		Justification		
	Amount	<p>Senate Bill 56 would allow individuals to contribute to an annuity program that will supplement the amount of money available under the Longevity Bonus Program. We anticipate that it would require 8 positions to administer this program.</p> <p>The Retirement and Benefits Specialist I/II position would have primary responsibility for counselling participants. Specific duties would include counselling individuals regarding the options available and consequences of selection or not selecting the annuity program; recommend changes in regulations based upon the needs of the program and participants; notifying participants of the balance in their annuity; assisting participants with an emergency hardship withdrawal.</p>		
1	2			
Salary	32,424			
Benefits	11,722			
Premium Pay				
Other				
Total Personal Services	44,146			
Travel				
Contractual	2,000			
Commodities	500			
Equipment	7,900			
Other				
Total Cost	54,546			
Funding Source for Total Cost				
Federal Receipts 1002				
G. F. Match 1003				
General Fund 1004	54,546			
GF Program Receipts 1005				
Other				

6/6B1/0301-88/5-6

**Request For
New Position**

Agency Administration
 BRU Retirement and Benefits
 Component Retirement and Benefits

Page 1 of 1
 Revised Date

FY 89

Position Title Retirement and Benefits Technician I/II		No. of Positions 1	Range/Step 12B	Barg. Unit GGU
Time Status FT	Staff Months 12.0	Location Juneau (AWA)		Election District 4
Type of Expenditure		Amount		
1	2	3		
Salary	24,864			
Benefits	9,855			
Premium Pay				
Other				
Total Personal Services		34,719		
Travel		25,000		
Contractual		2,000		
Commodities		500		
Equipment		5,800		
Other				
Total Cost		68,019		
Funding Source for Total Cost				
Federal Receipts	1002			
G. F. Match	1003			
General Fund	1004	68,019		
GF Program Receipts	1005			
Other				
Justification				
<p>Senate Bill 56 would allow individuals to contribute to an annuity program that will supplement the amount of money available under the Longevity Bonus Program. We anticipate that it would require 8 positions to administer this program.</p> <p>The Retirement and Benefits Technician would be responsible for the day-to-day counselling of participants. Specific duties would include responding to telephone calls or written correspondence, notifying individuals of an assessment against their Alaska Permanent Fund Dividend and their options for making a cash contribution to the annuity program.</p>				

6/6B1/0301-88/7-8

**Request For
New Position**

Agency Administration
 DRU Retirement and Benefits
 Component Retirement and Benefits

Page 1 of 1
 Revised Date

FY 89

Position Title Accountant II		No. of Positions 1	Range/Step 16A	Barg. Unit GGU
Time Status FT	Staff Months 12.0	Location Juneau		Election District 4
Justification				
Senate Bill 56 would allow individuals to contribute to an annuity program that will supplement the amount of money available under the Longevity Bonus Program. We anticipate that it would require 8 positions to administer this program.				
The Accountant II will be responsible for establishing, implementing and maintaining the accounting functions of this program. Specific duties will include reconciling the transfers from the Alaska Permanent Fund Dividend program, cash deposits from individuals and interest posted with the balances maintained on the annuity program file, determining the amount of the maximum offset for the year, transferring funds from the Alaska Permanent Fund to the division in order to set up the annuity, reconciling the annuities paid out each month.				
Type of Expenditure		Amount		
1	2	3		
Salary	32,424			
Benefits	11,722			
Premium Pay				
Other				
Total Personal Services		44,146		
Travel				
Contractual		2,000		
Commodities		500		
Equipment		7,900		
Other				
Total Cost		54,546		
Funding Source for Total Cost:				
Federal Receipts 1002				
G. F. Match 1003				
General Fund 1004		54,546		
GF Program Receipts 1005				
Other				

6/6B1/0301-88/9-10

**Request For
New Position**

Agency Administration
 DRU Retirement and Benefits
 Component Retirement and Benefits

FY 89

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 Revised Date _____

Position Title Accounting Technician I		No. of Positions 1	Range/Step 12A	Barg. Unit GGU
Time Status FT	Staff Months 12.0	Location Juneau (AWA)		Election District 4
Justification				
Senate Bill 56 would allow individuals to contribute to an annuity program that will supplement the amount of money available under the Longevity Bonus Program. We anticipate that it would require 8 positions to administer this program.				
The Accounting Technician I would be responsible for accepting transfers from the Alaska Permanent Fund Dividend program, balancing direct transfers, cash deposits and interest posted with the balances maintained on the annuity program file, recommending changes to accounting procedures and reports.				
Type of Expenditure		Amount		
1	2	3		
Salary	24,864			
Benefits	9,855			
Premium Pay				
Other				
Total Personal Services		34,719		
Travel				
Contractual		2,000		
Commodities		500		
Equipment		5,800		
Other				
Total Cost		43,019		
Funding Source for Total Cost				
Federal Receipts	1002			
G. F. Match	1003			
General Fund	1004	43,019		
GF Program Receipts	1005			
Other				

6/6B1/0301-88/11-12

**Request For
New Position**

Agency Administration
 BRU Retirement and Benefits
 Component Retirement and Benefits

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FY 89

Position Title Analyst/Programmer IV		No. of Positions 1	Range/Step 19A	Barg. Unit GGU
Time Status FT	Staff Months 12.0	Location Juneau (AWA)		Election District 4
Justification				
Senate Bill 56 would allow individuals to contribute to an annuity program that will supplement the amount of money available under the Longevity Bonus Program. We anticipate that it would require 8 positions to administer this program.				
The Analyst/Programmer IV will be responsible for designing, writing and maintaining the automated data processing program. Specific duties will include writing a data processing program to track participant account balances and personal data, producing reports that will allow the accounting staff to reconcile transfers in and out of the program and producing automated federal withholding reports.				
Type of Expenditure		Amount		
1	2	3		
Salary	40,032			
Benefits	13,601			
Premium Pay				
Other				
Total Personal Services		53,633		
Travel				
Contractual		4,000		
Commodities		500		
Equipment		10,500		
Other				
Total Cost		68,633		
Funding Source for Total Cost				
Federal Receipts	1002			
G. F. Match	1003			
General Fund	1004	68,633		
GF Program Receipts	1005			
Other				

6/6B1/0301-88/15-16

**Request For
New Position**

Agency Administration
 BRU Retirement and Benefits
 Component Retirement and Benefits

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 Revised Date

FY 89

Position Title Accounting Clerk III		No. of Positions 2	Range/Step 10B	Org. Unit GGU
Time Status FT	Staff Months 12.0	Location Juneau (AWA)		Election District 4
Justification				
Senate Bill 56 would allow individuals to contribute to an annuity program that will supplement the amount of money available under the Longevity Bonus Program. We anticipate that it would require 8 positions to administer this program.				
The Accounting Clerk III positions will have the primary responsibility for depositing the cash contributions. Specific duties will require knowledge of AKSAS, reconciliation of deposits, verifying that cash contributions do not exceed maximum allowable.				
Type of Expenditure		Amount		
1	2	3		
Salary	45,432			
Benefits	18,648			
Premium Pay				
Other				
Total Personal Services		64,080		
Travel				
Contractual		4,000		
Commodities		1,000		
Equipment		11,000		
Other				
Total Cost		80,080		
Funding Source for Total Cost				
Federal Receipts	1002			
G. F. Match	1003			
General Fund	1004	80,080		
GF Program Receipts	1005			
Other				

6/6B1/0301-88/13-14

**Request For
New Position**

Agency Administration
 BRU Retirement and Benefits
 Component Retirement and Benefits

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 Revised Date

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FISCAL NOTE

REQUEST

Revision Date: _____
Title: Relating to annuity program and amendments to longevity and PFD program
Sponsor: Kerttula, Halford, Fischer
Requestor: House State Affairs

Agency Affected: Department of Revenue
BRU: Permanent Fund Dividend Division
Components: Permanent Fund Dividend Division

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
OPERATING						
PERSONAL SERVICES	13.6	132.4	93.7	93.7	93.7	93.7
TRAVEL	-	-	-	-	-	-
CONTRACTUAL	15.0	47.4	24.8	24.8	24.8	24.8
SUPPLIES	-	1.5	1.5	1.5	1.5	1.5
EQUIPMENT	-	5.0	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	29.6	186.3	120.0	120.0	120.0	120.0
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Thousands of Dollars)

GENERAL FUND *	28.6	186.3	120.0	120.0	120.0	120.0
FEDERAL FUNDS	-	-	-	-	-	-
OTHER	-	-	-	-	-	-
TOTAL	28.6	186.3	120.0	120.0	120.0	120.0

POSITIONS:

FULL-TIME	-	1	-	-	-	-
PART-TIME	4	7	7	7	7	7
TEMPORARY	-	-	-	-	-	-

ANALYSIS: See attached.

Prepared By: Ervin Jones Phone: 465-2323
Division: Permanent Fund Dividend Division Date: March 11, 1988

Approved by Commissioner: Hugh Malone Date: 3/14/88
Agency: Revenue

Distribution (by preparer):
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

Fiscal Note Analysis

HCS CSSB 56 (FIN)

As of March 11, 1988

HOUSE 3/29/88

Data Entry

2 Data Processing Clerk I's, R8,
@ 2261.74/mo. including salary
and benefits for 3 months

\$13.6 \$13.6

Dividend Information Centers

Anchorage

2 Document Processor II's, R8,
@ 2261.74/mo. including salary
and benefits for 6 months (1 1/2
months in FY 88)

\$6.8 \$27.1 \$27.1

Juneau

1 Document Processor II, R8,
@ 2261.74/mo. including salary
and benefits for 6 months (1 1/2
months in FY 88)

\$3.4 \$13.6 \$13.6

Fairbanks

1 Document Processor II, R8,
@ 2261.74/mo. including salary
and benefits for 6 months (1 1/2
months in FY 88)

\$3.4 \$13.6 \$13.6

Total Personal Services

\$13.6 \$132.4 \$93.7

2. Travel: None.

3. Contractual:

a) Department of Administration
Chargeback (estimated); additional
disc space and computer time.

\$45.2 \$22.6

b) Advertising: Statewide campaign
to inform public that annuity
option does NOT apply to 1988
Permanent Fund Dividend program.

\$15.0

c) Maintenance: for 2 Wang 4250 terminals
with emulator boards for Anchorage
and Fairbanks (one each location),
Wang maintenance @ \$90.00/mo.)

 \$2.2 \$2.2

Total Contractual

\$15.0 \$47.4 \$24.8

Department of Revenue
Permanent Fund Dividend Division
Fiscal Note Analysis

As of March 11, 1988

Assumptions:

1. This bill will be effective for the 1989 dividend.
2. The Department of Revenue will treat the mechanics of the program as a "check-off" with four options; 25%, 50%, 75%, or 100% contribution to the annuity account.
3. The Department of Revenue will respond to the public's general questions regarding the completion of the Permanent Fund Dividend applications, but will refer complicated questions regarding the annuity options to the Division of Retirement and Benefits. Revenue employees will not give advice as to whether or not an individual should or should not participate, nor try to explain how the annuity program works for them.
4. The Department of Revenue will initiate statewide advertising to advise the public that the change in law DOES NOT apply to the 1988 Permanent Fund Dividend program. This is important, as the public will be in the process of applying for the 1988 Permanent Fund Dividend at the time the bill becomes law and the initial press coverage occurs. We will coordinate the advertising all public contact with the Department of Administration.
5. The development of the insert to the Permanent Fund Dividend application booklet will be handled by the Department of Administration and covered in their fiscal note.
6. The Department of Revenue will modify the Permanent Fund Dividend system to process the proposed options and to pass information to the Department of Administration. The garnishment sub-system will need to be rewritten to accommodate the changes.
7. Until the earnings of the annuity account are such as to be able to pay the administrative costs, the costs will be funded by the general fund.

Program Summary:

Upon enactment, the Permanent Fund Dividend Division expects to be deluged with public contact regarding the effect of the new law on the current year (1988) program. The division will (upon approval of funding) mount a statewide publicity campaign to advise the public that:

- 1) There is no effect in 1988;
- 2) Please don't contact Department of Revenue about the annuity program; and
- 3) The Department of Administration will be contacting each household at a later date with complete information on the new program.

Fiscal Note Analysis

HCS CSSB 56 (FIN)

HOUSE 3/29/88

As of March 11, 1988

During the interim, the Permanent Fund Dividend Division will modify our computer system to accommodate the new options, and to provide for the transfer of funds and applicant information to the Department of Administration. The garnishment sub-system will be re-written and expanded to accommodate the complexities of now multiple choices for check-offs, assignments and attachments. The accounting system will also be modified. The division will modify the 1989 Permanent Fund Dividend application and booklets to allow the applicants to select the annuity option. All related forms will be modified.

During the 1989 and subsequent filing periods, the division will provide additional staff in the field offices to answer the public's questions regarding the completion of the application. The additional data will be keyed into the computer. In the fall, the necessary data (e.g. name, address, birthdate, option selected) will be transferred to the Department of Administration on a regular basis as the dividends are paid.

The Division will not attempt to explain the impact of the options nor will we attempt to advise individuals as to their choice. Those types of questions will be referred to the Department of Administration.

The Division will coordinate our efforts with the Pioneer Benefits and Retirement and Benefits Divisions of the Department of Administration, which will be administering the actual annuity program.

The estimated costs of implementation of this bill are as follows:

	<u>FY 88</u>	<u>FY 89</u>	<u>FY 90</u>
1. <u>Positions</u>			
<u>Data Processing</u>			
1 Analyst/Programmer IV, R19 @ \$4,302.28/mo. including salary and benefits for 12 months (FY 89 only)		\$51.6	
1 Analyst/Programmer IV, R19 @ 4,302.28/mo. including salary and benefits for 3 months (FY 89 only)		\$12.9	
1 Analyst/Programmer IV, R19 @ 4,302.28/mo. including salary and benefits in FY 90 and thereafter			\$25.8

Fiscal Note Analysis

HCS CSSB 56 (FIN)

HOUSE 3/29/88

As of March 11, 1988

4. <u>Supplies:</u>	<u>-0-</u>	<u>\$1.5</u>	<u>\$1.5</u>
5. <u>Equipment</u>			
Purchase 2 Wang 4250 terminals with emulator boards for Anchorage and Fairbanks (one each location).	<u>-0-</u>	<u>\$5.0</u>	<u>-0-</u>
Total Operating Cost:	<u>\$28.6</u>	<u>\$186.3</u>	<u>\$120.0</u>

Suggested Amendments: None.

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: Department of Administration
 Title: An act amending and making BRU: Longevity Bonus
 effective an annuity program
 Sponsor: Kerttula, Halford, et al. Components: Administration
 Requestor: House State Affairs

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES	0	0	0	0	0	0
TRAVEL	0	15.0	0	0	0	0
CONTRACTUAL	0	10.0	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LAND & STRUCTURES	0	0	0	0	0	0
GRANTS, CLAIMS	0	0	0	0	0	0
MISCELLANEOUS	0	0	0	0	0	0
TOTAL OPERATING	0	25.0	0	0	0	0
CAPITAL	0	0	0	0	0	0
REVENUE	0	0	0	0	0	0

FUNDING: (Thousands of Dollars)

GENERAL FUND	0	25.0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
TOTAL	0	25.0	0	0	0	0

POSITIONS:

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

ANALYSIS: (Attach a separate page if necessary)

See attachment

Prepared By: Nadine Winters, Administrator *NW* Phone: 465-4400
 Division: Pioneers' Benefits Date: 2-23-88

Approved by Commissioner: John M. Andrews Date: 2/19/88
 Agency: Department of Administration

Distribution (by preparer):
 Legislative Finance
 Legislative Sponsor
 Requestor
 Office of Management and Budget
 Impacted Agency(ies)

MAR 11 1988

LEGISLATIVE FINANCE