

ALASKA LEGISLATURE COMMITTEE BILL FILES - 1987 - 1988 8879

CSHB 284 thru CSHB 287 *Leg. Files* 323

CSHB

284

SENATE COMMITTEE REPORT

FURTHER:

5/18/87

DATE TURNED INTO OFFICE 5/19/87

Mr. President:

FINANCE

Committee considered CSHB 284(Fin)

making appropriations for capital projects; efd.

and recommended:

replace with Senate CS FOR CSHB 284(FIN)) same title
 or adopt _____ CS FOR _____) new title

attached amendment(s) and

do pass

do not pass

no recommendation

individual recommendations

further referral to _____

letter of intent adopted _____

Committee attached or adopted fiscal note(s)

new updated or previous
 zero fiscal impact

MEMBERS SIGNING DO PASS

OTHER RECOMMENDATIONS

Paul Meroff
Paul Meroff
John Duffin
[Signature]

[Signature] DO PASS
Chairman signature and recommendation

Committee Backup Attached

Original sponsor: Finance Committee

Funding Information

General Fund	\$	-0-
Other Funds		200,000,000
		<u>\$200,000,000</u>

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 SENATE CS FOR CS FOR HOUSE BILL NO. 284 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making appropriations for capital projects;
7 and providing for an effective date."

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

9 * Section 1. The sum of \$100,000,000 is appropriated from the Railbelt
10 energy fund (AS 37.05.153) to the Department of Commerce and Economic
11 Development, Alaska Power Authority, to upgrade the Anchorage to Fairbanks
12 transmission intertie to 345kv.

13 * Sec. 2. The sum of \$100,000,000 is appropriated from the Railbelt
14 energy fund (AS 37.05.153) to the Department of Commerce and Economic
15 Development, Alaska Power Authority, to construct the Anchorage to Kenai
16 Peninsula transmission intertie at 230kv.

17 * Sec. 3. The appropriations made by this Act are for capital projects
18 and are subject to AS 37.25.020.

19 * Sec. 4. This Act takes effect July 1, 1987.

Offered: 5/16/87
Referred: Rules

Original sponsor: Finance Committee

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IN THE HOUSE

BY THE FINANCE COMMITTEE

CS FOR HOUSE BILL NO. 284 (Finance)

IN THE LEGISLATURE OF THE STATE OF ALASKA

FIFTEENTH LEGISLATURE - FIRST SESSION

A BILL

For an Act entitled: "An Act making appropriations for capital projects;
and providing for an effective date."

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

* Section 1. The appropriations made by sec. 2 of this Act are for
capital projects and are subject to AS 37.05.315(b) or AS 37.25.020, and do
not lapse under AS 37.25.010.

(Section 2 of this Act follows beginning on page 3.)

1 * SEC. 2 THE FOLLOWING APPROPRIATION ITEMS ARE FOR
 2 CAPITAL PROJECTS AND GRANTS FROM THE GENERAL FUND OR
 3 OTHER FUNDS AS SET OUT IN THE FISCAL YEAR 1988 BUDGET
 4 SUMMARY BY FUNDING SOURCE TO THE AGENCIES NAMED AND FOR
 5 THE PURPOSES EXPRESSED.

	ALLOCATIONS	APPROPRIATION ITEMS	APPROPRIATION GENERAL FUND	FUND SOURCES OTHER FUNDS	
8	* * * * *	* * * * *			8
9	* * * * * DEPARTMENT OF ADMINISTRATION	* * * * *			9
10	* * * * *	* * * * *			10
11	SOCIAL SERVICES				11
12		STATEWIDE PIONEERS HOME REPAIRS (ED 99)	900,000	900,000	12
13	* * * * *	* * * * *			13
14	* * * * * DEPARTMENT OF EDUCATION	* * * * *			14
15	* * * * *	* * * * *			15
16	EDUCATION				16
17	ALASKA STATE MUSEUMS				17
18		MUSEUM COLLECTIONS ACQUISITION (ED 4)	80,000	80,000	18
19	ALASKA STATE LIBRARIES				19
20		PUBLIC LIBRARY CONSTRUCTION GRANTS (ED 99)	135,300	135,300	20
21	SOUTHEAST ISLANDS REAA				21
22		THORNE BAY CLASSROOM COMPLETION (ED 1)	600,000	600,000	22
23	IDITAROD REAA				23
24		HOLY CROSS SCHOOL COMPLETION (ED 24)	1,170,000	1,170,000	24
25	SOUTHWEST REGION REAA				25
26		DISTRICTWIDE HEALTH AND LIFE SAFETY PROJECT (ED 26)	400,000	400,000	26
27	YUPIIT REAA				27
28		WATER/SEWER REPLACEMENT (ED 25)	200,000	200,000	28

1	DEPARTMENT OF EDUCATION (CONT.)				1
2			APPROPRIATION	APPROPRIATION	FUND SOURCES
3		ALLOCATIONS	ITEMS	GENERAL FUND	OTHER FUNDS
4	PRIBILOF REAA				
5	BOILER REPLACE, DISTRICT HEALTH AND LIFE SAFETY CODE UPGRADE (ED 26)		212,600	212,600	
6	LAKE AND PENINSULA REAA				
7	CHIGNIK LAGOON SCHOOL (ED 27)		1,802,000	1,802,000	
8	BERING STRAIT-REAA				
9	DISTRICTWIDE HEALTH AND LIFE SAFETY PROJECTS (ED 23)		500,000	500,000	
10	NOME CITY SCHOOL DISTRICT				
11	NOME/BELTZ HEALTH AND LIFE SAFETY CODE UPGRADE (ED 23)		1,000,000	1,000,000	
12	NORTHWEST ARCTIC BOROUGH SCHOOL DISTRICT				
13	HEALTH AND LIFE SAFETY CODE UPGRADE PROJECTS (ED 22)		500,000	500,000	
14		*****			
15		***** DEPARTMENT OF HEALTH & SOCIAL SERVICES *****			
16		*****			
17	SOCIAL SERVICES				
18	DHSS MAINTENANCE/REPAIR/EQUIPMENT REPLACEMENT (ED 99)		900,000	900,000	
19		*****			
20		***** DEPARTMENT OF LABOR *****			
21		*****			
22	SOCIAL SERVICES				
23	DATA PROCESSING SERVICES				
24	EXPANSION AND UPDATE ON-LINE MAGNETIC DISK STORAGE AND PROGRAMMING TOOLS (ED 99)		300,000		300,000

1	DEPARTMENT OF LABOR (CONT.)				1		
2			ALLOCATIONS	APPROPRIATION	APPROPRIATION FUND SOURCES	2	
3				ITEMS	GENERAL FUND	OTHER FUNDS	3
4	UNEMPLOYMENT INSURANCE						4
5	DEVELOPMENT AND IMPLEMENTATION OF AUTOMATED TELEPHONIC SYSTEM FOR UNEMPLOYMENT INSURANCE BENEFITS CLAIMS (ED 99)			230,000		230,000	5
6	*****			*****			6
7	***** DEPARTMENT OF COMMERCE & ECONOMIC DEVELOPMENT			*****			7
8	*****			*****			8
9	DEVELOPMENT						9
10	DIVISION OF ECONOMIC DEVELOPMENT						10
11	SURIMI AND MARICULTURE DEVELOPMENT (ED 99)			100,100	100,100		11
12	DIVISION OF ECONOMIC DEVELOPMENT						12
13	MATCHING FUNDS FOR DEVELOPMENT PROGRAMS (ED 99)			500,000	500,000		13
14	ALASKA POWER AUTHORITY						14
15	STATE ENERGY POLICY TASK FORCE			200,000	200,000		15
16	WASTE HEAT PROGRAM (ED 99)			500,000	500,000		16
17	RURAL TECHNICAL ASSISTANCE (ED 99)			150,000	150,000		17
18	NAPASKIAK-POWER PLANT SUPPLY UPGRADE (ED 25)			100,000	100,000		18
19	BREVIK MISSION POWER SUPPLY UPGRADE (ED 23)			150,000	150,000		19
20	CHIGNIK LAKE-ELECTRIFICATION (ED 27)			100,000	100,000		20
21	WHITE MOUNTAIN-POWER SYSTEM UPGRADE (ED 23)			75,000	75,000		21
22	COFFMAN COVE-POWER PLANT UPGRADE AND DISTRIBUTION SYSTEM EXTENSION (ED 2)			100,000	100,000		22
23	LAKE DOROTHY HYDROELECTRIC STREAM GAUGING (ED 2)			30,000		30,000	23
24	MANOKOTAK-DILLINGHAM INTERTIE FEASIBILITY, ENGINEERING AND PRECONSTRUCTION WORK (ED 26)			35,000	35,000		24

		ALLOCATIONS	APPROPRIATION ITEMS	APPROPRIATION GENERAL FUND	FUND SOURCES OTHER FUNDS	
1						1
2						2
3		*****	*****			3
4		***** DEPARTMENT OF MILITARY & VETERANS AFFAIRS	*****			4
5		*****	*****			5
6	PUBLIC PROTECTION					6
7	UPGRADE NATIONAL GUARD FACILITIES (ED 99)		1,000,000	500,000	500,000	7
8	KOTZEBUE ARMORY CONTINGENCY (ED 22)		60,000		60,000	8
9	CONSTRUCTION/CONTINGENCY/PLANNING (ED 99)		1,500,000	500,000	1,000,000	9
10	WASILLA ARMORY EXPANSION AND OMS (ED 16)		1,400,000		1,400,000	10
11	FAIRBANKS ARMORY EXPANSION (ED 20)		1,200,000		1,200,000	11
12		*****	*****			12
13		***** DEPARTMENT OF NATURAL RESOURCES	*****			13
14		*****	*****			14
15	NATURAL RESOURCE MANAGEMENT					15
16	FAIRBANKS NATURAL RESOURCES COMPLEX-UTILITIES, ACCESS DEVELOPMENT, AND MOVING COSTS (ED 20)		850,000	850,000		16
17	PEARL BAY AND COLVILLE RIVER DELTA MARINE BOUNDARY SURVEY (ED 22)		100,000	50,000	50,000	17
18	LAND AND WATER CONSERVATION FUND FEDERAL GRANTS (ED 99)		1,000,000		1,000,000	18
19	NATIONAL HISTORIC PRESERVATION FUND FEDERAL GRANTS (ED 99)		640,000		640,000	19
20	STATEWIDE MUNICIPAL ROAD/SEWER IMPROVEMENTS SPECIAL ASSESSMENT PAYMENTS (ED 99)		34,700	34,700		20

		ALLOCATIONS	APPROPRIATION ITEMS	APPROPRIATION GENERAL FUND	FUND SOURCES OTHER FUNDS	
1						1
2						2
3	*****		*****			3
4	***** DEPARTMENT OF TRANSPORTATION/PUBLIC FACILITIES		*****			4
5	*****		*****			5
6	TRANSPORTATION					6
7	GENERAL FUND MATCH FOR FEDERAL AID HIGHWAYS (ED 99)		16,000,000	16,000,000		7
8	GENERAL FUND MATCH FOR FEDERAL AID AVIATION (ED 99)		3,300,000	3,300,000		8
9	ANNUAL TRANSPORTATION PLANNING WORK PROGRAM (ED 99)		1,300,000	300,000	1,000,000	9
10	PAYMENT OF CONSTRUCTION CLAIMS (ED 99)		225,000	225,000		10
11	UMTA TRANSIT GRANTS (ED 99)		500,000		500,000	11
12	GEOREFERENCING MONUMENTATION (ED 99)		500,000		500,000	12
13	REIMBURSABLE AUTHORITY (ED 99)		10,000,000		10,000,000	13
14	STATE EQUIPMENT FLEET REPLACEMENT PROGRAM (ED 99)		7,200,000		7,200,000	14
15	SURVEY EQUIPMENT REPLACEMENT (ED 99)		150,000		150,000	15
16	STATEWIDE HIGHWAYS					16
17	SAFETY IMPROVEMENT PROGRAM (ED 99)		3,600,000		3,600,000	17
18	ANNUAL BRIDGE INSPECTION AND INVENTORY (ED 99)		400,000		400,000	18
19	CENTRAL REGION ADVANCE PROJECT DEFINITION/PRELIMINARY ENGINEERING (ED 92)		200,000	200,000		19
20	CENTRAL REGION HIGHWAYS		60,741,900	2,057,000	58,684,900	20
21	CENTRAL REGION HIGHWAYS PRELIMINARY ENGINEERING FY88 (ED 92)	5,860,500				21
22	GLENN HIGHWAY: NORTH SUTTON EROSION CONTROL (ED 16)	1,136,800				22
23	ANCHORAGE-SAFETY PROJECTS FY88 (ED 7-15)	900,000				23
24	CENTRAL REGION GUARDRAIL UPGRADE (ED 92)	1,776,200				24
25	CENTRAL REGION/RURAL SAFETY PROJECTS (ED 92)	900,000				25

1	DEPARTMENT OF TRANSPORTATION/PUBLIC FACILITIES (CONT.)		APPROPRIATION	APPROPRIATION	FUND SOURCES	2
2						
3		ALLOCATIONS	ITEMS	GENERAL FUND	OTHER FUNDS	3
4	ANCHORAGE INTERNATIONAL AIRPORT		26,955,300		26,955,300	4
5	OVERLAY AND GROOVE RUNWAY 6R/24L (ED 7-15)	2,000,000				5
6	LEGAL SETTLEMENT: DOYLE ET. AL. (ED 7-15)	978,000				6
7	CONSTRUCT APPROVED FIRE PIT (ED 7-15)	550,000				7
8	TAXIWAY "J" BLAST PROJECTION (ED 7-15)	400,000				8
9	DOMESTIC TERMINAL EXPANSION PHASE III (ED 7-15)	11,000,000				9
10	ANNUAL IMPROVEMENTS FY88 (ED 7-15)	600,000				10
11	TERMINAL RENOVATION (BOTH TERMINALS) (ED 7-15)	5,000,000				11
12	MAINTENANCE EQUIPMENT PURCHASE AND REPLACEMENT FY88 (ED 7-15)	740,000				12
13	RECONSTRUCTION OF RAMP AREAS (ED 7-15)	1,000,000				13
14	PAVE TUG ROAD PHASE I (ED 7-15)	100,000				14
15	EXPAND SAND STORAGE BUILDING (ED 7-15)	300,000				15
16	PAVE GENERAL AVIATION APRON (ED 7-15)	1,000,000				16
17	HIGH SPEED TAXIWAY (ED 7-15)	1,387,300				17
18	LOADING BRIDGE ACQUISITION (ED 7-15)	300,000				18
19	OFFICE SPACE/OBSERVATION DECK (ED 7-15)	1,600,000				19
20	CENTRAL REGION FACILITIES		230,000	230,000		20
21	CENTRAL REGION BARRIER FREE PROGRAM (ED 92)	80,000				21
22	KODIAK AIRPORT SEWER DEVELOPMENT (ED 27)	150,000				22
23	NORTHERN REGION ADVANCED PROJECT DEFINITION (ED 94)		100,000	100,000		23
24	STATEWIDE RESEARCH PROGRAM (ED 99)		800,000	400,000	400,000	24
25	NORTHERN REGION HIGHWAYS		88,130,000		88,130,000	25
26	RICHARDSON HIGHWAY/BADGER FRONTAGE ROAD SUPPLEMENTAL (ED 18)	1,800,000				26

1	DEPARTMENT OF TRANSPORTATION/PUBLIC FACILITIES (CONT.)		APPROPRIATION	APPROPRIATION	FUND SOURCES	1
2			ITEMS	GENERAL FUND	OTHER FUNDS	2
3		ALLOCATIONS				3
4	FMATS TRAFFIC SYSTEM IMPROVEMENTS (ED 20)	950,000				4
5	FAIRBANKS-ILLINOIS STREET REHABILITATION (ED 20)	186,000				5
6	PARKS HIGHWAY/SHEEP CREEK CONNECTOR (ED 20)	1,128,000				6
7	FAIRBANKS-BARNETTE STREET WIDENING (ED 20)	713,000				7
8	ALASKA HIGHWAY MP 1285 NORTH RECONSTRUCTION (ED 17)	15,600,000				8
9	FAIRBANKS-GEIST ROAD EXTENSION (ED 20)	23,000,000				9
10	TOK CUTOFF MP 65 NORTH RECONSTRUCTION SUPPLEMENTAL (ED 17)	4,250,000				10
11	ELLIOTT HIGHWAY MP 26 NORTH REHABILITATION (ED 19-21)	4,500,000				11
12	NORTHERN REGION FEDERAL-AID URBAN (ED 20)	500,000				12
13	NOME-EAST FRONT STREET SUPPLEMENTAL (ED 23)	900,000				13
14	NOME-COUNCIL MP 32 EAST SUPPLEMENTAL (ED 23)	2,750,000				14
15	RICHARDSON HIGHWAY/NORTH EIELSON REHABILITATION (ED 18)	2,300,000				15
16	STEESE EXPRESSWAY REHABILITATION (ED 20)	2,898,000				16
17	NORTHERN REGION RIGHT-OF-WAY, PRELIMINARY ENGINEERING AND UTILITIES (ED 94)	8,505,000				17
18	OLD RICHARDSON HIGHWAY WIDENING (ED 20)	2,000,000				18
19	TAYLOR HIGHWAY MP 43 NORTH RECONSTRUCTION (ED 17)	7,600,000				19
20	OLD STEESE/WENDELL EXPRESSWAY RECONSTRUCTION (ED 20)	2,000,000				20
21	FAIRBANKS-PEGER ROAD WIDENING (ED 20)	6,000,000				21
22	NOME-COUNCIL HIGHWAY MP 4-15 SNOW FENCING (ED 23)	550,000				22
23	NORTHERN REGION AVIATION		6,240,000	50,000	6,190,000	23
24	NOME-RUNWAY REPAIRS, PRELIMINARY ENGINEERING (ED 23)	300,000				24

1 DEPARTMENT OF TRANSPORTATION/PUBLIC FACILITIES (CONT.)		APPROPRIATION		APPROPRIATION FUND SOURCES	
	ALLOCATIONS	ITEMS	GENERAL FUND	OTHER FUNDS	
4	GOLOVIN-NEW AIRPORT SUPPLEMENTAL (ED 23)	1,100,000			
5	NOORVIK-AIRPORT RUNWAY REPAIRS, PRELIMINARY ENGINEERING (ED 22)	200,000			
6	DEERING-CROSSWIND RUNWAY LIGHTING (ED 22)	150,000			
7	KOTZEBUE-AIRPORT IMPROVEMENTS (ED 22)	2,200,000			
8	GALENA-AIRPORT IMPROVEMENTS, PRELIMINARY ENGINEERING (ED 24)	300,000			
9	HUSLIA-RUNWAY RESURFACING, PRELIMINARY ENGINEERING (ED 24)	200,000			
10	ELIM-AIRPORT IMPROVEMENTS PHASE II (ED 23)	1,000,000			
11	KOYUKUK-AIRPORT RESURFACING AND LIGHTING, PRELIMINARY ENGINEERING (ED 24)	200,000			
12	DEADHORSE-AIRPORT LIGHTING REGULATOR BUILDING (ED 22)	235,000			
13	BARROW-AIRPORT FIRE TRUCK (ED 22)	305,000			
14	WISEMAN-AIRPORT RIGHT-OF-WAY (ED 24)	50,000			
15	FAIRBANKS INTERNATIONAL AIRPORT		4,100,000		4,100,000
16	ANNUAL IMPROVEMENTS FY88 (ED 20)	200,000			
17	LAND ACQUISITION (ED 20)	700,000			
18	CRASH/FIRE/RESCUE BUILDING UPGRADE, PRELIMINARY ENGINEERING (ED 20)	200,000			
19	ACCESS ROAD "A" CONSTRUCTION (ED 20)	3,000,000			
20	NORTHERN REGION FACILITIES				
21	NORTHERN REGION BARRIER FREE PROGRAM (ED 94)		80,000	80,000	
22	SOUTHEAST REGION ADVANCE PROJECT DEFINITION (ED 91)		75,000	75,000	
23	SOUTHEAST REGION HIGHWAYS		11,556,700		11,556,700

1	DEPARTMENT OF TRANSPORTATION/PUBLIC FACILITIES (CONT.)		APPROPRIATION	APPROPRIATION	FUND SOURCES	2
2						
3		ALLOCATIONS	ITEMS	GENERAL FUND	OTHER FUNDS	3
4	HOONAH-ARTERIAL SUPPLEMENTAL (ED 2)	4,050,000				4
5	KAKE-GUNNUK CREEK TO FERRY TERMINAL SUPPLEMENTAL (ED 2)	800,000				5
6	HAINES-LUTAK ROAD PHASE II SUPPLEMENTAL (ED 2)	753,600				6
7	SOUTHEAST HIGHWAYS, PRELIMINARY ENGINEERING (ED 91)	1,187,600				7
8	JUNEAU-GLACIER HIGHWAY/EGAN DRIVE TO SALMON CREEK BRIDGE (ED 4)	472,600				8
9	HARRIS RIVER TO CLARK BAY SUPPLEMENTAL (ED 2)	182,900				9
10	MITKOFF HIGHWAY-SCOW BAY TO CRYSTAL LAKE PAVEMENT REHABILITATION (EP 1)	2,283,000				10
11	ZIMOVIA HIGHWAY-BENNET STREET TO MILL AT 6.5 MILE PAVEMENT REHABILITATION (ED 1)	1,827,000				11
12	SOUTHEAST REGION AVIATION		3,750,000		3,750,000	12
13	SOUTHEAST SEAPLANE FACILITIES IMPROVEMENT, PRELIMINARY ENGINEERING (ED 2)	350,000				13
14	HAINES-AIRPORT IMPROVEMENTS PHASE II (ED 2)	3,100,000				14
15	SITKA-AIRPORT IMPROVEMENTS (ED 3)	200,000				15
16	SOUTHEAST AIRPORT MASTER PLAN PHASE II (ED 91)	100,000				16
17	SOUTHEAST REGION FACILITIES		1,385,000	1,385,000		17
18	JUNEAU-CONDEMNATION SETTLEMENT (ED 4)	700,000				18
19	SOUTHEAST BARRIER FREE ACCESS (ED 91)	170,000				19
20	MUSEUM AND ARCHIVES BUILDINGS - ROOF REPLACEMENT (ED 4)	100,000				20
21	STATE OFFICE BUILDING BOILER REPLACEMENT (ED 4)	415,000				21
22	MARINE HIGHWAYS SYSTEM		9,627,300	1,375,000	8,252,300	22
23	MARINE HIGHWAYS SYSTEM ADVANCE PROJECT DEFINITION (ED 99)	75,000				23

1	DEPARTMENT OF TRANSPORTATION/PUBLIC FACILITIES (CONT.)		APPROPRIATION	APPROPRIATION	FUND SOURCES	2
2			ITEMS	GENERAL FUND	OTHER FUNDS	
3		ALLOCATIONS				3
4	M/V TUSTUMENA REFURBISHMENT PHASE II (ED 92)	1,608,600				4
5	SOUTHEAST SECONDARY TERMINAL REHABILITATION (ED 2)	900,000				5
6	CORDOVA-FERRY TERMINAL RECOATING (ED 6)	150,000				6
7	MARINE HIGHWAYS SYSTEM REPAIRS FY88 (ED 99)	800,000				7
8	AURORA HANDICAPPED ACCESS (ED 91)	400,000				8
9	SITKA-FERRY TERMINAL REHABILITATION (ED 3)	217,500				9
10	JUNEAU-AUKE BAY SECONDARY TERMINAL REHABILITATION (ED 4)	2,500,000				10
11	KETCHIKAN-FERRY TERMINAL RENOVATION (ED 1)	1,780,200				11
12	M/V MALASPINA REFURBISHMENT, PRELIMINARY ENGINEERING (ED 91)	500,000				12
13		* * * * *				13
14		* * * * * DEPARTMENT OF ENVIRONMENTAL CONSERVATION				14
15		* * * * *				15
16	NATURAL RESOURCE MANAGEMENT					16
17	ENVIRONMENTAL CONSERVATION FIFTY PERCENT MATCHING GRANTS-WATER, SEWER, SOLID WASTE		5,674,300	5,674,300		17
18	MATANUSKA-SUSITNA BOROUGH TALKEETNA SEWER PROJECT (ED 16)	971,000				18
19	ANCHORAGE ANTICIPATED IMPROVEMENT DISTRICTS (ED 7-15)	1,764,000				19
20	ANCHORAGE MISCELLANEOUS TRANSMISSION MAINS (ED 7-15)	265,000				20
21	NORTH SLOPE BOROUGH WAINWRIGHT SEWAGE DISPOSAL (ED 22)	410,000				21
22	NORTH SLOPE BOROUGH KAKTOVIK SEWAGE DISPOSAL (ED 22)	500,000				22

1	DEPARTMENT OF ENVIRONMENTAL CONSERVATION (CONT.)		APPROPRIATION	APPROPRIATION	FUND SOURCES	1
2			ITEMS	GENERAL FUND	OTHER FUNDS	2
3		ALLOCATIONS				3
4	ANCHORAGE ACCELERATED SEWER PROGRAM (ED 7-15)	353,000				4
5	PETERSBURG WASTEWATER TREATMENT FACILITIES (ED 1)	1,000,000				5
6	VARIOUS STATEWIDE PROJECTS/ADMINISTRATION (ED 99)	411,300				6
7	VILLAGE SAFE WATER SANITATION PROJECTS		4,547,200	4,547,200		7
8	AKIAK SOLID WASTE DISPOSAL SITE AND ACCESS ROAD (ED 25)	250,000				8
9	BEAVER SEWAGE LAGOON (ED 24)	220,000				9
10	NIKOLAI PIPED SEWER SYSTEM, PHASE I (ED 24)	250,000				10
11	RED DEVIL COMMUNITY WATERING POINT (ED 24)	273,000				11
12	TELIDA COMMUNITY WATERING POINT (ED 24)	100,000				12
13	PLATINUM PIPED WATER SYSTEM, PHASE I (ED 25)	374,000				13
14	ALEKNAGIK INDIVIDUAL WELLS AND COMMUNITY SEPTIC TANKS (ED 26)	150,000				14
15	CIRCLE COMMUNITY WATERING POINT (ED 19-21)	50,000				15
16	SHELDON POINT WASTE HAUL DEMONSTRATION PROJECT (ED 23)	50,000				16
17	CHIGNIK WATER SYSTEM COMPLETION (ED 27)	50,000				17
18	GLENNALLEN COMMUNITY SEWER PHASE I (ED 17)	1,500,000				18
19	BUCKLAND WATER AND SEWER (ED 22)	325,000				19
20	SHAGELUK WATER AND SEWER (ED 24)	460,000				20
21	VARIOUS STATEWIDE PROJECTS/FEASIBILITY STUDIES/ADMINISTRATION (ED 99)	495,200				21
22	OIL AND HAZARDOUS SUBSTANCES RELEASE RESPONSE FUND (ED 99)		500,000	500,000		22

7		ALLOCATIONS	APPROPRIATION ITEMS	APPROPRIATION GENERAL FUND	FUND SOURCES OTHER FUNDS	1
2						2
3		*****	*****			3
4		***** DEPARTMENT OF COMMUNITY & REGIONAL AFFAIRS	*****			4
5		*****	*****			5
6	DEVELOPMENT					6
7	SUPPLEMENTAL HOUSING DEVELOPMENT (ED 99)		3,500,000	3,500,000		7
8	COMMUNITY PROFILES (ED 99)		300,000	300,000		8
9	WEATHERIZATION AND ENERGY CONSERVATION (ED 99)		3,750,000	250,000	3,500,000	9
10	INSTITUTIONAL BUILDING CONSERVATION (ED 99)		400,000		400,000	10
11	COMMUNITY BLOCK GRANTS (ED 99)		2,500,000		2,500,000	11
12		*****	*****			12
13		***** DEPARTMENT OF CORRECTIONS	*****			13
14		*****	*****			14
15	ADMINISTRATION OF JUSTICE					15
16	STATEWIDE RENOVATION, REPAIR, EQUIPMENT, AND EXPANSION					16
17	LIFE SAFETY PROJECTS (ED 99)		900,000	900,000		17
18		*****	*****			18
19		***** UNIVERSITY OF ALASKA	*****			19
20		*****	*****			20
21	UNIVERSITY OF ALASKA					21
22	UNIVERSITY OF ALASKA, FAIRBANKS					22
23	AGRICULTURE EXPERIMENT STATION MATANUSKA-SUSITNA FARM - SEED BUILDING GRINDING ROOM REVISIONS (ED 16)		35,000	35,000		23
24	MUSEUM BUILDING LIFE SAFETY RENOVATIONS (ED 20)		50,000	50,000		24
25	O'NEILL BUILDING STRUCTURE AND ROOF REPAIR (ED 20)		66,600	66,600		25

1	UNIVERSITY OF ALASKA (CONT.)		1
2		APPROPRIATION	APPROPRIATION FUND SOURCES
3		ALLOCATIONS	GENERAL FUND OTHER FUNDS
4	ART BUILDING FUME AND DUST CONTROL (ED 20)	ITEMS	
4	ART BUILDING FUME AND DUST CONTROL (ED 20)	135,000	135,000
5	O'NEILL BUILDING GENERAL LIFE SAFETY RENOVATIONS (ED 20)	447,500	447,500
6	MINERAL INDUSTRY RESEARCH LABORATORY MICRO-ELEMENTAL ANALYZER (ED 20)	64,000	64,000
7	DEPARTMENT OF PHYSICS AMPLIFIER (ED 20)	27,000	27,000
8	SCHOOL OF ENGINEERING LABORATORY EQUIPMENT (ED 20)	50,000	50,000
9	INSTITUTE OF ARCTIC BIOLOGY ULTRACENTRIFUGE (ED 20)	40,000	40,000
10	UNIVERSITY OF ALASKA, ANCHORAGE		
11	SCHOOL OF ENGINEERING HYDRAULIC TESTS EQUIPMENT (ED 7-15)	40,000	40,000
12	CONSORTIUM LIBRARY BOOK PURCHASES (ED 7-15)	330,000	330,000
13	UNIVERSITY OF ALASKA, JUNEAU		
14	BIOLOGY AND CHEMISTRY LABORATORY EQUIPMENT (ED 4)	20,000	20,000
15	LIBRARY CONSTRUCTION, EQUIPMENT, AND BOOKS (ED 4)	500,000	500,000
16	ANCHORAGE COMMUNITY COLLEGE		
17	LABORATORY EQUIPMENT AND WALL BENCHES (ED 7-15)	55,000	55,000
18	COMMUNITY COLLEGE, RURAL EDUCATION EXTENSION - STATEWIDE		
19	MINING AND PETROLEUM TRAINING SERVICE OIL WELL BLOWOUT CONTROL SIMULATOR	170,000	170,000
20	KENAI PENINSULA COMMUNITY COLLEGE		
21	RENOVATE HOMER POST OFFICE FACILITY (ED 5)	340,000	340,000
22	MATANUSKA-SUSITNA COMMUNITY COLLEGE		
23	AMMONIA LABORATORY - PHASE III (ED 16)	70,800	70,800

1		ALLOCATIONS	APPROPRIATION ITEMS	APPROPRIATION GENERAL FUND	FUND SOURCES OTHER FUNDS	1
2						2
3	*****		*****			3
4	***** ALASKA COURT SYSTEM *****					4
5	*****		*****			5
6	GENERAL GOVERNMENT					6
7	FAIRBANKS COURT BUILDING SPRINKLER SYSTEM (ED 20)			475,000	475,000	7
8	* SEC. 3 THE FOLLOWING SETS OUT THE FUNDING BY AGENCY					8
9	FOR THE APPROPRIATIONS MADE IN THE PRECEDING SECTIONS OF					9
10	THIS ACT.					10
11	CAPITAL PROJECTS					11
12	FEDERAL RECEIPTS	209,036,700				12
13	GENERAL FUND MATCH	20,650,000				13
14	GENERAL FUND	37,072,800				14
15	CONTRACT SERVICES REIMBURSEMENT	10,530,000				15
16	HIGHWAY WORKING CAPITAL FUND	7,200,000				16
17	INTERNATIONAL AIRPORT REVENUE FUND	27,977,600				17
18	CAPITAL IMPROVEMENT PROJECT RECEIPTS	150,000				18
19	*** TOTAL FUNDING ***	\$312,667,100				19
20	***** TOTAL BUDGET *****	\$312,667,100				20
21	* SEC. 4 THIS ACT TAKES EFFECT JULY 1, 1987.					21

FISCAL YEAR 1988 BUDGET SUMMARY BY FUNDING SOURCE

FUNDING SOURCE	OPERATING BUDGET	LOANS BUDGET	NEW LEGISLATION BUDGET	CAPITAL BUDGET	TOTAL BUDGET
FEDERAL RECEIPTS				209,086,700	209,086,700
GENERAL FUND MATCH				20,650,000	20,650,000
GENERAL FUND				37,072,800	37,072,800
CONTRACT SERVICES REIMBURSEMENT				10,530,000	10,530,000
HIGHWAY WORKING CAPITAL FUND				7,200,000	7,200,000
INTERNATIONAL AIRPORT REVENUE FUND				27,977,600	27,977,600
CAPITAL IMPROVEMENT PROJECT RECEIPTS				150,000	150,000
**** TOTALS ****				\$312,667,100	\$312,667,100

HB

285

HOUSE COMMITTEE REPORT

(11)

Date referred: 4/30/87

FURTHER REFERRALS:

(Waived from Judiciary 4/30)

DATE: 5-10-87

The Finance Committee has considered HB 285

"An Act relating to the issuance of private activity bonds; and providing for an effective date."

RECOMMENDS:

- replace with CS HB 285 (FIN) the same title
- attached amendment(s) a new title
- do pass
- do not pass
- no recommendation
- individual recommendations
- additional referral to the _____ Committee

ADOPTS: _____ letter of intent

ATTACHES NEW FISCAL NOTE(s):

- fiscal impact same as previous fiscal note published _____
- zero fiscal note same as previous zero fiscal note published _____
- zero with analysis

SIGNING DO PASS:

Ronald J. [Signature]

[Signature]

Mark Boyer

[Signature]

[Signature]

Fay Brown

SIGNING OTHER RECOMMENDATIONS:

Al Adams - No Rec

Kat Tanchet - need original bill

[Signature] - pass original bill

[Signature] no rec

Mike [Signature] NO REC

Al Adams

 Chairman's signature

STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE

Bill Version: ^S HB 285 (FTN)
Publish Date: HOUSE 4/21/87

REQUEST: _____

Revision Date: _____

Title: Issuance of Private Activity

Bonds _____

Sponsor: Rules by Request of Governor

Requestor: _____

Agency Affected: Department of Revenue

BRU: Treasury

Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
OPERATING						
PERSONAL SERVICES	-	-	-	-	-	-
TRAVEL	-	-	-	-	-	-
CONTRACTUAL	-	-	-	-	-	-
SUPPLIES	-	-	-	-	-	-
EQUIPMENT	-	-	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	-	-	-	-	-
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Thousands of Dollars)

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

POSITIONS:

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

ANALYSIS: Attach a separate page for analysis.

Prepared By: Milt Barker MB

Division: Treasury

Phone: 465-2350

Date: April 16, 1987

Approved by Commissioner: [Signature]

Agency: Department of Revenue

Date: 4/19/87

Distribution (by preparer):

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

Original sponsor: Rules/Governor

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 285 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the issuance of private activity
7 bonds; and providing for an effective date."

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

9 * Section 1. AS 37.15 is amended by adding a new section to read:

10 ARTICLE 4. PRIVATE ACTIVITY BONDS.

11 Sec. 37.15.600. PRIVATE ACTIVITY BONDS. (a) As authorized
12 under 26 U.S.C. 146(e), the state bond committee shall allocate the
13 private activity bond volume limit for Alaska. Each year at least 25
14 percent of the limit shall be allocated to municipalities. If the
15 committee determines that a portion of the limit allocated to munici-
16 palities will not be used by any municipality during that year, the
17 committee may reallocate that portion.

18 (b) The committee may make a carryforward election under 26
19 U.S.C. 146(f) with respect to all or any portion of the private activ-
20 ity bond volume limit, including allocations that lapse under (c) or
21 (d) of this section.

22 (c) An amount allocated under (a) of this section lapses on
23 December 30 of the year in which the allocation was made unless

24 (1) the entity that received the allocation uses it before
25 that date; or

26 (2) the amount allocated is the subject of a carryforward
27 election under 26 U.S.C. 146(f).

28 (d) The committee may adopt regulations relating to the lapsing
29 of amounts under (c) of this section. Regulations adopted under this

1 subsection may establish times when allocated amounts will lapse in
2 addition to the time provided in (c) of this section.

3 (e) In this section,

4 (1) "private activity bond" means a bond described in 26
5 U.S.C. 141;

6 (2) "private activity bond volume limit" means the maximum
7 amount of private activity bonds that may be issued under 26 U.S.C.
8 146 during a calendar year in Alaska by all issuers, including the
9 state, municipalities in the state, and public corporations that are
10 agencies of either the state or a municipality in the state.

11 * Sec. 2. AS 18.56.104 is repealed.

12 * Sec. 3. This Act takes effect immediately under AS 01.10.070(c).

A M E N D M E N T

Offered in the HOUSE

TO: HB 285

By Larson
at the request
of the Municipal
League

Page 1, line 13, after "Alaska.":

Insert "Each year at least 25 percent of the limit shall be allocated to municipalities. If the committee determines that a portion of the limit allocated to municipalities will not be used by any municipality during that year, the committee may reallocate that portion."

STEVE COWPER
GOVERNOR



STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

April 19, 1987

The Honorable Ben Grussendorf
Speaker of the House
Alaska State Legislature
P.O. Box V
Juneau, AK 99811

Dear Representative Grussendorf:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill that will permit the state bond committee to allocate the federal volume limitation for the issuance of tax-exempt private activity bonds in Alaska.

Before passage of the Tax Reform Act of 1986 (P.L. 99-514) by Congress last year, there was a \$200,000,000 limit on the amount of tax-exempt industrial development bonds that could be issued in Alaska each year (26 U.S.C. 103(n)(4)) and a separate \$200,000,000 limit on the amount of tax-exempt mortgage subsidy bonds (not including veterans' mortgage bonds) that could be issued in Alaska each year (26 U.S.C. 103A(g)(4)). The Tax Reform Act of 1986 combined those two amounts into a single limit which for 1987 and 1988 will be \$200,000,000 and for subsequent years will decline below that amount. 26 U.S.C. 146(d).

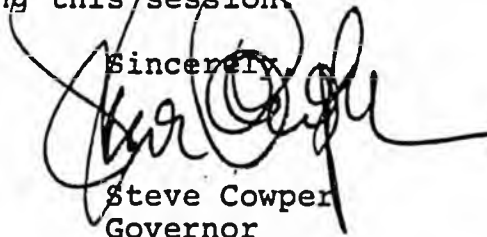
In sec. 1 of the attached bill, proposed AS 37.15.600 gives the state bond committee the authority to allocate the \$200,000,000 cap among eligible entities in Alaska, including municipalities. This changes the practice established by Governor Sheffield's November 24, 1986 executive proclamation, which allocated the cap equally between the Alaska Industrial Development Authority (AIDA) and the Alaska Housing Finance Corporation (AHFC). The amount of tax-exempt bonds actually issued each year by each of the eligible entities could be greater than that allocated by the bond committee because of various exemptions permitted by federal tax law. For example, under 26 U.S.C. 143(1), AHFC may issue \$302,500,000 of tax-exempt veterans' mortgage bonds per year, which, as mentioned earlier, are not included in the \$200,000,000 cap, and, under 26 U.S.C. 142, AIDA may issue unlimited amounts of tax-exempt bonds, not included in the cap, for certain types of "exempt facilities" -- subject, of course, to the limitations of state law.

AS 18.56.104 is repealed by sec. 2 of the bill. That statute allocates to AHFC, under 26 U.S.C. 103A, the amount of tax-exempt mortgage revenue bonds that may be issued in the state. Because that allocation is inconsistent with proposed AS 37.15.600 (sec. 1 of the bill), and because 26 U.S.C. 103A itself was repealed by the Tax Reform Act of 1986, AS 18.56.104 should be repealed.

Passage of this legislation during this legislative session is necessary to preserve the state's authority under 26 U.S.C. 146(e) over bond activity allocations. Under 26 U.S.C. 146(e)(2), the governor's authority to "proclaim" a bond activity allocation different from the one set under 26 U.S.C. 146(b) and (c) terminates on December 31, 1987. In the absence of enactment of a law this year, the allocation formula, by default, will revert to the federal formula, which allocates one-half of the total volume cap to the state and one-half, on a per capita basis, to other issuers in the state, including municipalities. 26 U.S.C. 146(b) and (c).

Under the federal formula, therefore, \$125,000,000 would, for the most part, be scattered among the 150 or so municipal entities of Alaska. Because of the small population of most of those entities, very little could be accomplished. The federally allocated caps for the 113 second class cities would, for example, range from \$113.89 for Kupreanof to \$10,225 for Bethel. The result of falling under the federal formula would be simply to waste a large part of the volume cap in Alaska. To preserve the state's authority over the allocation, I urge your prompt and favorable consideration of this legislation during this session.

Sincerely,



Steve Cowper
Governor

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2

HOUSE BILL NO. 285

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIFTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act relating to the issuance of private activity
7 bonds; and providing for an effective date."

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

9 * Section 1. AS 37.15 is amended by adding a new section to read:

10 ARTICLE 4. PRIVATE ACTIVITY BONDS.

11 Sec. 37.15.600. PRIVATE ACTIVITY BONDS. (a) As authorized
12 under 26 U.S.C. 146(e), the state bond committee shall allocate the
13 private activity bond volume limit for Alaska.

14 (b) The committee may make a carryforward election under 26
15 U.S.C. 146(f) with respect to all or any portion of the private activ-
16 ity bond volume limit, including allocations that lapse under (c) or
17 (d) of this section.

18 (c) An amount allocated under (a) of this section lapses on
19 December 30 of the year in which the allocation was made unless

20 (1) the entity that received the allocation uses it before
21 that date; or

22 (2) the amount allocated is the subject of a carryforward
23 election under 26 U.S.C. 146(f).

24 (d) The committee may adopt regulations relating to the lapsing
25 of amounts under (c) of this section. Regulations adopted under this
26 subsection may establish times when allocated amounts will lapse in
27 addition to the time provided in (c) of this section.

28 (e) In this section,

29 (1) "private activity bond" means a bond described in 26

1 U.S.C. 141;

2 (2) "private activity bond volume limit" means the maximum
3 amount of private activity bonds that may be issued under 26 U.S.C.
4 146 during a calendar year in Alaska by all issuers, including the
5 state, municipalities in the state, and public corporations that are
6 agencies of either the state or a municipality in the state.

7 * Sec. 2. AS 18.56.104 is repealed.

8 * Sec. 3. This Act takes effect immediately under AS 01.10.070(c).

CSHB

285

SENATE COMMITTEE REPORT

FURTHER:

5/15/87

DATE TURNED INTO OFFICE 5/17/87

Mr. President:

FINANCE Committee considered CSHB 285(Fin)

issuance of private activity bonds; efd.

and recommended:

replace with CS FOR _____) same title
 or adopt _____ CS FOR _____) new title

attached amendment(s) and

do pass

do not pass

no recommendation

individual recommendations

further referral to _____

letter of intent adopted _____

Committee attached or adopted fiscal note(s)

new updated or previous
 zero fiscal impact

MEMBERS SIGNING DO PASS

Paul Fink

OTHER RECOMMENDATIONS

John H. ... No Rec
J. ... No Rec

AS No Rec
Chairman signature and recommendation

Committee Backup Attached

STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE

Bill Version: CSHB 285 (Fin)
Publish Date: HOUSE 5/11/87

REQUEST: _____

Revision Date: _____

Title: Issuance of Private Activity

Bonds _____

Sponsor: Rules by Request of Governor

Requestor: _____

Agency Affected: Department of Revenue

BRU: Treasury

Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
OPERATING						
PERSONAL SERVICES	-	-	-	-	-	-
TRAVEL	-	-	-	-	-	-
CONTRACTUAL	-	-	-	-	-	-
SUPPLIES	-	-	-	-	-	-
EQUIPMENT	-	-	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	-	-	-	-	-
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Thousands of Dollars)

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

POSITIONS:

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

ANALYSIS: Attach a separate page for analysis.

Prepared By: Milt Barker MB

Division: Treasury

Approved by Commissioner: [Signature]

Agency: Department of Revenue

Phone: 465-2350

Date: April 16, 1987

Date: 4/19/87

Distribution (by preparer):

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

Original sponsor: Rules/Governor

1 IN THE HOUSE BY THE FINANCE COMMITTEE
2 CS FOR HOUSE BILL NO. 285 (Finance)
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 FIFTEENTH LEGISLATURE - FIRST SESSION
5 A BILL
6 For an Act entitled: "An Act relating to the issuance of private activity
7 bonds; and providing for an effective date."
8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:
9 * Section 1. AS 37.15 is amended by adding a new section to read:
10 ARTICLE 4. PRIVATE ACTIVITY BONDS.
11 Sec. 37.15.600. PRIVATE ACTIVITY BONDS. (a) As authorized
12 under 26 U.S.C. 146(e), the state bond committee shall allocate the
13 private activity bond volume limit for Alaska. Each year at least 25
14 percent of the limit shall be allocated to municipalities. If the
15 committee determines that a portion of the limit allocated to munici-
16 palities will not be used by any municipality during that year, the
17 committee may reallocate that portion.
18 (b) The committee may make a carryforward election under 26
19 U.S.C. 146(f) with respect to all or any portion of the private activ-
20 ity bond volume limit, including allocations that lapse under (c) or
21 (d) of this section.
22 (c) An amount allocated under (a) of this section lapses on
23 December 30 of the year in which the allocation was made unless
24 (1) the entity that received the allocation uses it before
25 that date; or
26 (2) the amount allocated is the subject of a carryforward
27 election under 26 U.S.C. 146(f).
28 (d) The committee may adopt regulations relating to the lapsing
29 of amounts under (c) of this section. Regulations adopted under this

1 subsection may establish times when allocated amounts will lapse in
2 addition to the time provided in (c) of this section.

3 (e) In this section,

4 (1) "private activity bond" means a bond described in 26
5 U.S.C. 141;

6 (2) "private activity bond volume limit" means the maximum
7 amount of private activity bonds that may be issued under 26 U.S.C.
8 146 during a calendar year in Alaska by all issuers, including the
9 state, municipalities in the state, and public corporations that are
10 agencies of either the state or a municipality in the state.

11 * Sec. 2. AS 18.56.104 is repealed.

12 * Sec. 3. This Act takes effect immediately under AS 01.10.070(c).

A M E N D M E N T

Offered in the SENATE

By the Judiciary Committee

TO: CSHB 285(Finance)

Page 1, lines 9 - 10:

Delete all material

Page 1, line 11:

Delete "Sec. 37.15.600."

Insert "* Section 1."

Page 2, after line 11:

Insert a new bill section to read:

"* Sec. 3. Section 1 of this Act is repealed January 1, 1990."

Renumber the following bill section accordingly.

SENATE COMMITTEE REPORT

FURTHER: FINANCE

5/13/87

DATE TURNED INTO OFFICE _____

Mr. President:

JUDICIARY

Committee considered CSHB 285 (FIN)

issuance of private activity bonds; efd

and recommended:

[] replace with CS FOR _____) [] same title
[] or adopt _____ CS FOR _____) [] new title

attached amendment(s) and

[] do pass

[] do not pass

[] no recommendation

individual recommendations

[] further referral to _____

[] letter of intent adopted _____

Committee [] attached or [] adopted fiscal note(s)

[] new [] updated or [] previous
[] zero [] fiscal impact

MEMBERS SIGNING DO PASS

Rich Halford - with amendment
James Josephson
Curtis Sturgulewski

OTHER RECOMMENDATIONS

Robert Goley No Rec

Robert Goley No Rec
Chairman signature and recommendation

[] Committee Backup Attached

STEVE COWPER
GOVERNOR



STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

April 19, 1987

The Honorable Ben Grussendorf
Speaker of the House
Alaska State Legislature
P.O. Box V
Juneau, AK 99811

Dear Representative Grussendorf:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill that will permit the state bond committee to allocate the federal volume limitation for the issuance of tax-exempt private activity bonds in Alaska.

Before passage of the Tax Reform Act of 1986 (P.L. 99-514) by Congress last year, there was a \$200,000,000 limit on the amount of tax-exempt industrial development bonds that could be issued in Alaska each year (26 U.S.C. 103(n)(4)) and a separate \$200,000,000 limit on the amount of tax-exempt mortgage subsidy bonds (not including veterans' mortgage bonds) that could be issued in Alaska each year (26 U.S.C. 103A(g)(4)). The Tax Reform Act of 1986 combined those two amounts into a single limit which for 1987 and 1988 will be \$200,000,000 and for subsequent years will decline below that amount. 26 U.S.C. 146(d).

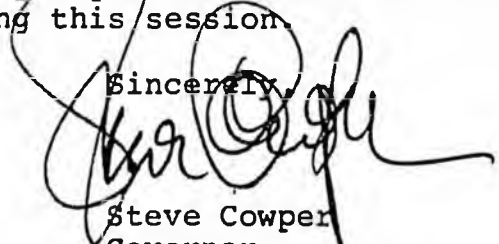
In sec. 1 of the attached bill, proposed AS 37.15.600 gives the state bond committee the authority to allocate the \$200,000,000 cap among eligible entities in Alaska, including municipalities. This changes the practice established by Governor Sheffield's November 24, 1986 executive proclamation, which allocated the cap equally between the Alaska Industrial Development Authority (AIDA) and the Alaska Housing Finance Corporation (AHFC). The amount of tax-exempt bonds actually issued each year by each of the eligible entities could be greater than that allocated by the bond committee because of various exemptions permitted by federal tax law. For example, under 26 U.S.C. 143(1), AHFC may issue \$302,500,000 of tax-exempt veterans' mortgage bonds per year, which, as mentioned earlier, are not included in the \$200,000,000 cap, and, under 26 U.S.C. 142, AIDA may issue unlimited amounts of tax-exempt bonds, not included in the cap, for certain types of "exempt facilities" -- subject, of course, to the limitations of state law.

AS 18.56.104 is repealed by sec. 2 of the bill. That statute allocates to AHFC, under 26 U.S.C. 103A, the amount of tax-exempt mortgage revenue bonds that may be issued in the state. Because that allocation is inconsistent with proposed AS 37.15.600 (sec. 1 of the bill), and because 26 U.S.C. 103A itself was repealed by the Tax Reform Act of 1986, AS 18.56.104 should be repealed.

Passage of this legislation during this legislative session is necessary to preserve the state's authority under 26 U.S.C. 146(e) over bond activity allocations. Under 26 U.S.C. 146(e)(2), the governor's authority to "proclaim" a bond activity allocation different from the one set under 26 U.S.C. 146(b) and (c) terminates on December 31, 1987. In the absence of enactment of a law this year, the allocation formula, by default, will revert to the federal formula, which allocates one-half of the total volume cap to the state and one-half, on a per capita basis, to other issuers in the state, including municipalities. 26 U.S.C. 146(b) and (c).

Under the federal formula, therefore, \$125,000,000 would, for the most part, be scattered among the 150 or so municipal entities of Alaska. Because of the small population of most of those entities, very little could be accomplished. The federally allocated caps for the 113 second class cities would, for example, range from \$113.89 for Kupreanof to \$10,225 for Bethel. The result of falling under the federal formula would be simply to waste a large part of the volume cap in Alaska. To preserve the state's authority over the allocation, I urge your prompt and favorable consideration of this legislation during this session.

Sincerely,



Steve Cowper
Governor

Original sponsor: Rules/Governor

1 IN THE HOUSE BY THE FINANCE COMMITTEE
2 CS FOR HOUSE BILL NO. 285 (Finance)
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 FIFTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the issuance of private activity
7 bonds; and providing for an effective date."

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

9 * Section 1. AS 37.15 is amended by adding a new section to read:

10 ARTICLE 4. PRIVATE ACTIVITY BONDS.

11 Sec. 37.15.600. PRIVATE ACTIVITY BONDS. (a) As authorized
12 under 26 U.S.C. 146(e), the state bond committee shall allocate the
13 private activity bond volume limit for Alaska. Each year at least 25
14 percent of the limit shall be allocated to municipalities. If the
15 committee determines that a portion of the limit allocated to munici-
16 palities will not be used by any municipality during that year, the
17 committee may reallocate that portion.

18 (b) The committee may make a carryforward election under 26
19 U.S.C. 146(f) with respect to all or any portion of the private activ-
20 ity bond volume limit, including allocations that lapse under (c) or
21 (d) of this section.

22 (c) An amount allocated under (a) of this section lapses on
23 December 30 of the year in which the allocation was made unless

24 (1) the entity that received the allocation uses it before
25 that date; or

26 (2) the amount allocated is the subject of a carryforward
27 election under 26 U.S.C. 146(f).

28 (d) The committee may adopt regulations relating to the lapsing
29 of amounts under (c) of this section. Regulations adopted under this

1 subsection may establish times when allocated amounts will lapse in
2 addition to the time provided in (c) of this section.

3 (e) In this section,

4 (1) "private activity bond" means a bond described in 26
5 U.S.C. 141;

6 (2) "private activity bond volume limit" means the maximum
7 amount of private activity bonds that may be issued under 26 U.S.C.
8 146 during a calendar year in Alaska by all issuers, including the
9 state, municipalities in the state, and public corporations that are
10 agencies of either the state or a municipality in the state.

11 * Sec. 2. AS 18.56.104 is repealed.

12 * Sec. 3. This Act takes effect immediately under AS 01.10.070(c).

HB

287

HOUSE COMMITTEE REPORT

R.O. 1

(11)

Date referred: 5/6/87

FURTHER REFERRALS:

DATE: 1-25-88

The Finance Committee has considered HB 287

"An Act relating to students' entitlement to unemployment compensation credit and benefits."

RECOMMENDS:

- replace with CS HB 287 (fin.) the same title
- attached amendment(s) a new title
- do pass
- do not pass
- no recommendation
- individual recommendations
- additional referral to the _____ Committee

ADOPTS: _____ letter of intent

ATTACHES NEW FISCAL NOTE(S):

- fiscal impact same as previous fiscal note published _____
- zero fiscal note same as previous zero fiscal note published _____
- zero with analysis

SIGNING DO PASS:

ADAMS [Signature]

FOURCHOT [Signature]

WALLIS [Signature]

BROWN [Signature]

BOYER [Signature]

RIESER [Signature]

SWACK-HAMMER [Signature]

SIGNING OTHER RECOMMENDATIONS:

GOLL [Signature] NR

DAVIS [Signature] NO REC

FRANK [Signature] NO REC

[Signature]
Chairman's signature

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: All
 Title: "An Act relating to students' entitlement to unemployment compensation..." BRU: All
 Sponsor: Ulmer and Koponen Components: All
 Requestor: House Labor and Commerce

EXPENDITURES/REVENUES: (Thousands of Dollars)

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

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND		21.0	21.0	21.0	21.0	21.0
FEDERAL FUNDS						
OTHER		9.0	9.0	9.0	9.0	9.0
TOTAL	0	30.0	30.0	30.0	30.0	30.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

Prepared by: Joe Sitton, Director Phone: 465-2712
 Division: Employment Security Date: 1/11/88

Approved by Commissioner: Jim Sampson Date: 1/11/88
 Agency: Labor

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

Fiscal Note Analysis
CSHB 287 (L&C)

This bill would pay unemployment benefits to individuals who attend school if they became unemployed while both attending school and working at least thirty hours a week.

There would be a cost to the State if state employees became unemployed and qualified under this bill for unemployment benefits. Under existing law, the State reimburses the Unemployment Insurance trust fund for benefits paid to its employees. We estimate that fifteen employees a year would qualify for benefits. At an average benefit of \$2,000 each, this would equate to \$30,000 a year.

Since approximately 70% of the state operating budget is general funds, we estimate that \$21,000 (70% of \$30,000) of general fund money would be used while \$9,000 would be other funded. Other funds includes federal, inter-agency, user fees, etc.

Original sponsors: Ulmer and Koponen

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 287 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTEENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to students' entitlement to unem-
7 ployment compensation credit and benefits."

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

9 * Section 1. AS 23.20.378(c) is amended to read:

10 (c) An insured worker is disqualified for waiting-week credit or
11 benefits for a week of unemployment while the insured worker is pursu-
12 ing an academic education [ATTENDS AN ESTABLISHED SCHOOL IN A COURSE
13 OF STUDY PROVIDING ACADEMIC INSTRUCTION OF 10 OR MORE CREDIT HOURS PER
14 WEEK, OR THE EQUIVALENT]. A disqualification under this subsection
15 begins with the first week of academic instruction and ends with the
16 week immediately before the first full week in which the insured
17 worker is no longer attending classes if the insured worker certifies
18 that the period of nonattendance will last at least 60 days. However,
19 an insured worker who has been pursuing an academic education for at
20 least one school term and who was working at least 30 hours a week
21 during a significant portion of the time that the worker was pursuing
22 an academic education is not disqualified for waiting-week credit or
23 benefits under this subsection if the worker's academic schedule does
24 not conflict with the normal full-time work hours of the worker's
25 occupation and if the insured worker became unemployed because the
26 worker was laid off or the worker's job was eliminated. In this
27 subsection,

28 (1) "pursuing an academic education" means attending an
29 established school in a course of study providing academic instruction

1 of 10 or more credit hours per week, or the equivalent;

2 (2) [THE TERM] "school" includes primary schools, secondary
3 schools, and institutions of higher education.
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R/a 1-25-88
Rec'd 2-5-88

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: CSHB 287 FIN (AM)
PUBLISH DATE: _____

FISCAL NOTE

REQUEST:

Revision Date: _____
Title: "An Act relating to students'
entitlement to unemployment compensation"
Sponsor: Illmer and Koponen
Requestor: Senate Labor and Commerce

Agency Affected: ALL
BRU: ALL
Components: All

EXPENDITURES/REVENUES: (Thousands of Dollars)

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

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND		21.0	21.0	21.0	21.0	21.0
FEDERAL FUNDS						
OTHER		9.0	9.0	9.0	9.0	9.0
TOTAL	0	30.0	30.0	30.0	30.0	30.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

Prepared by: Joe Sitton, Director Phone: 465-2712
Division: Employment Security Date: 2/03/88

Approved by Commissioner: Jim Sambrook Date: 2/03/88
Agency: Labor

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

RECEIVED
FEB 5 1988

LEGISLATIVE FINANCE

Fiscal Note Analysis
CSHB 287 FIN (am)

This bill would pay unemployment benefits to individuals who attend school if they became unemployed while both attending school and working at least thirty hours a week.

There would be a cost to the State if state employees became unemployed and qualified under this bill for unemployment benefits. Under existing law, the State reimburses the Unemployment Insurance trust fund for benefits paid to its employees. We estimate that fifteen employees a year would qualify for benefits. At an average benefit of \$2,000 each, this would equate to \$30,000 a year.

Since approximately 70% of the state operating budget is general funds, we estimate that \$21,000 (70% of \$30,000) of general fund money would be used while \$9,000 would be other funded. Other funds include federal, inter-agency, user fees, etc.

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: All
 Title: "An Act relating to students' entitlement to unemployment compensation..." BRU: All
 Sponsor: Ulmer and Koponen Components: All
 Requestor: House Labor and Commerce

EXPENDITURES/REVENUES: (Thousands of Dollars)

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

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND		21.0	21.0	21.0	21.0	21.0
FEDERAL FUNDS						
OTHER		9.0	9.0	9.0	9.0	9.0
TOTAL	0	30.0	30.0	30.0	30.0	30.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

Prepared by: Joe Sitton, Director Phone: 465-2712
 Division: Employment Security Date: 1/11/88

Approved by Commissioner: Jim Sampson Date: 1/11/88
 Agency: Labor

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

RECEIVED
 JAN 22 1988

Fiscal Note Analysis
CSHB 287 (L&C)

This bill would pay unemployment benefits to individuals who attend school if they became unemployed while both attending school and working at least thirty hours a week.

There would be a cost to the State if state employees became unemployed and qualified under this bill for unemployment benefits. Under existing law, the State reimburses the Unemployment Insurance trust fund for benefits paid to its employees. We estimate that fifteen employees a year would qualify for benefits. At an average benefit of \$2,000 each, this would equate to \$30,000 a year.

Since approximately 70% of the state operating budget is general funds, we estimate that \$21,000 (70% of \$30,000) of general fund money would be used while \$9,000 would be other funded. Other funds includes federal, inter-agency, user fees, etc.

Bill No.
Title

Committee Substitute for
House Bill 287 (L&C)

"An Act relating to student's
entitlement to unemployment
compensation credit and benefits."

Date

January 21, 1988

Contact:

Joe Sitton
465-2712

Eileen Plate
465-2700

Committee Substitute for House Bill 287 (L&C) provides for the payment of unemployment insurance benefits to individuals who have been working full-time while attending school and who are laid off from work. Under present law, a person who is taking 10 or more credit hours of classes is not eligible for unemployment insurance benefits, without exception.

The provisions of this bill remedy an inequity in the law that denies benefits to persons who have demonstrated that school attendance does not affect their availability for work or their ability to simultaneously work full-time and attend school.

The Department's understanding is that the intent of the existing law is to prevent persons from voluntarily leaving their jobs and attending school to an extent that the school attendance precludes the likelihood of their obtaining work. Those persons who have demonstrated that school attendance does not interfere are, therefore, unfairly penalized under the current law.

The Department agrees that the exceptional claimant whose availability is unimpaired by full-time school attendance should not be arbitrarily disqualified from receiving unemployment insurance benefits.

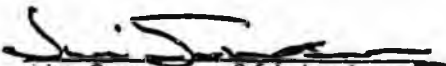
The Department would, however, recommend an amendment to the bill to further clarify the actual intent.

The attached amendment clarifies that the worker must have demonstrated his or her ability to simultaneously pursue an academic education and work full-time. The evidence required would be that the worker must have been pursuing an academic education for at least one school term, and during a significant portion of the term must have been working at least 30-hours per week. In addition, the worker's academic schedule could not conflict with the normal full-time work hours of the worker's occupation.

The Department would also like to update information provided in its May 8, 1987 position paper on this bill with respect to the condition of the Unemployment Insurance Trust Fund. At that time the Trust Fund, from which unemployment insurance benefits are paid, was projected to exhaust early this year. The Trust Fund did not experience the benefit outlays that were anticipated in 1987; and it is no longer expected that the Fund will zero out as we had anticipated. The Department, therefore, withdraws the objection posed in 1987 with respect to this bill which had been based upon the projected insolvency of the Trust Fund.

The Department supports the provisions of CSHB 287 with incorporation of the clarification set out in the attached amendment.

APPROVED:


Jim Sampson, Commissioner

POSITION PAPER/Department of Labor

Department of Labor
Proposed Amendment
Committee Substitute for House Bill 287 (L & C)

Amend lines 19 - 23 to read:

an insured worker who has been pursuing an academic education for at least one school term and who was working at least 30 hours a week during a significant portion of the time that the worker was pursuing an academic education is not disqualified for waiting-week credit or benefits under this subsection if the worker's academic schedule does not conflict with the normal full-time work hours of the worker's occupation and if the insured worker became unemployed because the worker was laid off or the worker's job was eliminated.

STATE OF ALASKA



REPRESENTATIVE
FRAN ULMER

HOUSE OF REPRESENTATIVES

P.O. Box V
JUNEAU, ALASKA 99811
(907) 465-4947

M E M O R A N D U M

January 22, 1988

TO: Members of the Finance Committee

FROM: Representative Fran Ulmer

SUBJECT: House Bill 287

House Bill 287 was introduced last year to remedy an inequity in the employment security act (unemployment insurance). This bill would allow an individual who has been working full-time, while pursuing an academic education full-time, to qualify for unemployment benefits if the worker became unemployed because of a layoff or job elimination.

When AS 23.20.378 was enacted into law in 1980, the intent was to prohibit individuals from quitting their jobs to go to school full-time while drawing unemployment benefits.

House Bill 287 would permit only those few individuals who have been going to school full-time while working full-time to receive unemployment benefits if their source of income were suddenly terminated. The individual would still have to meet all the other statutory requirements in order to receive benefits. These individuals are currently unfairly penalized under existing law.

The Department of Labor amended the bill in the House Labor & Commerce Committee to clarify the full-time working status and that the individual had been engaged in both activities for some time. At this time, the Department is proposing another amendment to further clarify this language in Section 1 of the bill. I have no objection to the new amendment.

Last session, the Department supported this bill with some hesitancy because the Unemployment Insurance Trust Fund was projected to run out of funds. The UI trust fund has remained solvent and current projections do not indicate that it will go broke. The Department had subsequently revised its position and endorses the bill.

Thank you for your favorable consideration.

MEMORANDUM


State of Alaska

TO: Jim Robison,
Commissioner

DATE: November 15, 1983

FILE NO:

TELEPHONE NO: 465-2700

FROM: 
Dan Kassner,
Hearing Officer

SUBJECT: AS 23.20.378(c)

Under the subject statute, any student who is attending an academic course of instruction of 10 or more credit hours per week or the equivalent is not eligible for benefits. Although no concise definition of "academic instruction" exists, AS 23.20.520(26) defines "vocational training or retraining course" as not including, "A program of instruction for an individual, including a transfer credit program of instruction given at a community college, which is intended as credit for a degree from an institution of higher education." As this definition is used to establish the difference between academic and vocational training courses, it is reasonable to apply this definition as well to students who are attending academic courses of instruction and who fall under the purview of AS 23.20.378(c).

Only one other state, Washington, has a law which is remotely similar to ours. However, the Washington law provides for an exception. The Revised Code of Washington (RCW) 50.20.095 provides that an individual who is attending 12 or more hours per week or the equivalent is disqualified unless that person is in approved training within the confines of RCW 50.20.043 (Washington's vocational training provision), or demonstrates by a preponderance of the evidence the person's actual availability for work. RCW 50.20.095 further puts forth 4 factors which shall be considered in determining a student's availability for work.

There are 13 other states which laws contain some provision for disqualifying students. Of these, 3 unequivocally deny benefits to all full-time students, 4 deny benefits but with some equivocation, 3 deny benefits unless the base period wages were earned while attending school full-time, and 2 consider a full-time student as not unemployed.

None of the states which have an unequivocal law denying benefits to full-time students have any known cases which have gone to court and which have been allowed benefits. In addition, the Superior Court of the State of Alaska, has twice upheld the 10 credit rule stating in one, "The legislature determined that full-time students were not 'available' for work if they are attending school as full-time students and they are, therefore, ineligible for unemployment compensation. There is no reason for this court to upset this legislative determination." Caruth v State, Sup. Ct. 3dJD 3AN-81-368 Civ (12/08/81 unrp'd).

It is my opinion based on the foregoing that to allow any individual who is attending school in an academic course of instruction of 10 or more credit hours per week or its equivalent regardless of the time or day, week, or year would be in direct opposition to the stated law and the intent of the Alaska legislature.

Original sponsors: Ulmer and Koponen

1 IN THE HOUSE

BY THE LABOR AND
COMMERCE COMMITTEE

2

CS FOR HOUSE BILL NO. 287 (L&C)

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIFTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act relating to students' entitlement to unem-
7 ployment compensation credit and benefits."

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

9 * Section 1. AS 23.20.378(c) is amended to read:

10 (c) An insured worker is disqualified for waiting-week credit or
11 benefits for a week of unemployment while the insured worker is pursu-
12 ing an academic education [ATTENDS AN ESTABLISHED SCHOOL IN A COURSE
13 OF STUDY PROVIDING ACADEMIC INSTRUCTION OF 10 OR MORE CREDIT HOURS PER
14 WEEK, OR THE EQUIVALENT]. A disqualification under this subsection
15 begins with the first week of academic instruction and ends with the
16 week immediately before the first full week in which the insured
17 worker is no longer attending classes if the insured worker certifies
18 that the period of nonattendance will last at least 60 days. However,
19 an insured worker who was working at least 30 hours a week during a
20 significant portion of the time that the worker was pursuing an aca-
21 ademic education is not disqualified for waiting-week credit or bene-
22 fits under this subsection if the insured worker became unemployed
23 because the worker was laid off or the worker's job was eliminated.

24 In this subsection,

25 (1) "pursuing an academic education" means attending an
26 established school in a course of study providing academic instruction
27 of 10 or more credit hours per week, or the equivalent;

28 (2) [THE TERM] "school" includes primary schools, secondary
29 schools, and institutions of higher education.

1 IN THE HOUSE

BY ULMER AND KOPONEN

2

HOUSE BILL NO. 287

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIFTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6

For an Act entitled: "An Act relating to students' entitlement to unem-
7 ployment compensation credit and benefits."

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

9

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of 10 or more credit hours per week, or the equivalent;

27

(2) [THE TERM] "school" includes primary schools, secondary

28

schools, and institutions of higher education.

CSHB

287

SENATE COMMITTEE REPORT

FURTHER

DATE TURNED INTO OFFICE _____

4/28/88

Mr. President:

_____ Finance _____ Committee considered CSHB 287 (FIN) am

relating to students' entitlement to unemployment compensation credit and benefits

and recommended

replace with _____ CS _____) same title
 or adopt _____ CS _____) new title

attached amendment(s) and

do pass

do not pass

no recommendation

individual recommendations

further referral to _____

letter of intent adopted _____

Committee attached or adopted fiscal note(s)

new updated or previous
 zero fiscal impact

MEMBERS SIGNING DO PASS

OTHER RECOMMENDATIONS

Chairman signature and recommendation

Committee Backup attached

SENATE COMMITTEE REPORT

FURTHER FINANCE

3/7/88

DATE TURNED INTO OFFICE 4/28/88

Mr. President:

HESS Committee considered CSHB 287 (FIN) am
relating to students' entitlement to unemployment compensation
credit and benefits

and recommended

replace with _____ CS _____) same title
 or adopt _____ CS _____) new title

attached amendment(s) and

Proposed
 do pass

do not pass

no recommendation

individual recommendations

further referral to _____

letter of intent adopted _____

Committee attached or adopted fiscal note(s)

new updated or previous
 zero fiscal impact

MEMBERS SIGNING DO PASS

OTHER RECOMMENDATIONS

Joe Josephson

Tom Jones

J. Kistner

Paul Frisk (Do Pass)

Chairman signature and recommendation

Committee Backup attached

SENATE COMMITTEE REPORT

FURTHER HES
Finance

2/2/88

DATE TURNED INTO OFFICE _____

Mr. President:

Labor and Commerce Committee considered CSHB 287 (FIN) am

relating to students' entitlement to unemployment compensation credit and benefits and recommended

replace with _____ CS _____) same title
 or adopt _____ CS _____) new title

Majority

attached amendment(s) and

do pass

do not pass

no recommendation

individual recommendations

further referral to _____

letter of intent adopted _____

Updated fiscal note

Committee attached or adopted fiscal note(s)

new updated or previous

zero fiscal impact

MEMBERS SIGNING DO PASS

OTHER RECOMMENDATIONS

Tim Kelly (Do Pass)
[Signature]
[Signature] Do pass

Tim Kelly - Do Pass

Chairman signature and recommendation

Committee Backup attached

Original sponsors: Ulmer and Koponen

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 287 (Finance) am
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 FIFTEENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to students' entitlement to unem-
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22 an academic education is not disqualified for waiting-week credit or
23 benefits under this subsection if the worker's academic schedule does
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25 insured worker became unemployed because the worker was laid off or
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FISCAL NOTE

REQUEST:

Revision Date: _____
 Title: "An Act relating to students'
 entitlement to unemployment compensation"
 Sponsor: Illmer and Koponen
 Requestor: Senate Labor and Commerce

Agency Affected: ALL
 BRU: ALL
 Components: ALL

EXPENDITURES/REVENUES: (Thousands of Dollars)

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

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND		21.0	21.0	21.0	21.0	21.0
FEDERAL FUNDS						
OTHER		9.0	9.0	9.0	9.0	9.0
TOTAL	0	30.0	30.0	30.0	30.0	30.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

Prepared by: Ine Sitton Director Phone: 465-2712
 Division: Employment Security Date: 2/03/88

Approved by Commissioner: Jim Sambora Date: 2/03/88
 Agency: Labor

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

Fiscal Note Analysis
CSHB 287 FIN (am)

This bill would pay unemployment benefits to individuals who attend school if they became unemployed while both attending school and working at least thirty hours a week.

There would be a cost to the State if state employees became unemployed and qualified under this bill for unemployment benefits. Under existing law, the State reimburses the Unemployment Insurance trust fund for benefits paid to its employees. We estimate that fifteen employees a year would qualify for benefits. At an average benefit of \$2,000 each, this would equate to \$30,000 a year.

Since approximately 70% of the state operating budget is general funds, we estimate that \$21,000 (70% of \$30,000) of general fund money would be used while \$9,000 would be other funded. Other funds include federal, inter-agency, user fees, etc.

Bill No.

Title

Committee Substitute for House Bill 287 (FIN) am

Date

am

Contact:

February 4, 1988

"An Act relating to student's entitlement to unemployment compensation credit and benefits."

Joe Sitton
465-2712

Eileen Plate
465-2700

Committee Substitute for House Bill 287 (FIN) am provides for the payment of unemployment insurance benefits to individuals who have been working full-time while attending school and who are laid off from work. Under present law, a person who is taking 10 or more credit hours of classes is not eligible for unemployment insurance benefits, without exception.

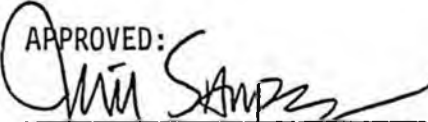
The provisions of this bill remedy an inequity in the law that denies benefits to persons who have demonstrated that school attendance does not affect their availability for work or their ability to work full-time and attend school.

The Department's understanding is that the intent of the existing law is to prevent persons from voluntarily leaving their jobs and attending school to an extent that the school attendance precludes the likelihood of their obtaining work. Those persons who have demonstrated that school attendance does not interfere are, therefore, unfairly penalized under the current law.

The Department agrees that the exceptional claimant whose availability is unimpaired by school attendance should not be arbitrarily disqualified from receiving unemployment insurance benefits.

The Department supports the provisions of Committee Substitute for House Bill No. 287 (FIN) am.

APPROVED:


Jim Sampson, Commissioner
Department of Labor

POSITION PAPER/Department of Labor

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: CSHB 287 (FIN)
 PUBLISH DATE: HOUSE 1/27/88

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: All
 Title: "An Act relating to students' entitlement to unemployment compensation..." BRU: All
 Sponsor: Ulmer and Koponen Components: All
 Requestor: House Labor and Commerce

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES		30.0	30.0	30.0	30.0	30.0
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	30.0	30.0	30.0	30.0	30.0
CAPITAL						
REVENUE						

FUNDING: (Thousands of Dollars)

GENERAL FUND		21.0	21.0	21.0	21.0	21.0
FEDERAL FUNDS						
OTHER		9.0	9.0	9.0	9.0	9.0
TOTAL	0	30.0	30.0	30.0	30.0	30.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

Prepared by: Joe Sitton, Director Phone: 465-2712
 Division: Employment Security Date: 1/11/88
 Approved by Commissioner: Jim Sampson Date: 1/11/88
 Agency: Labor

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

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CSHB 287(FIN)

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Final note
1/27/88

FN
FN-

ALASKA STATE LEGISLATURE

15th... Legislature ^{SECOND} ~~FIRST~~ Session

HOUSE BILL..... NO. 287

By ..JLMEER, KOPONEN,

"An Act relating to students' entitlement to unemployment compensation ~~credit~~ and benefits."

CSHB-287(Fin) BY FINANCE

Offered: 1/17/88
For Today's Calendar

TITLE: Same

Introduced in the House ..4/22, 19 ...87

HISTORY IN THE HOUSE

19 87
Apr 22 - Read first time and referred to Committee on L&C, AND FINANCE
May 6 Reported back with recommendation that L&C - CS/L&C - 3 depau # 70 Rec. To Finance
1988
Jan 27 Finance - CS/Fin 7 depau 370 Rec. Today's Calendar
Jan 27 Read second time and CS/Fin adopted today
Feb 1 On 2d for special am. amended today
Jan 27 Read third time and Reconsideration taken up
Feb 1 Returned to 2d for spam
Jan 27 PASSED/ Effective Date
Yeas 38 Yeas
Nays 2 Nays
Excused 3 Excused
Absent 2 Absent
Jan 27 Reconsideration ^{Head} ~~not~~ taken up
Feb 1 PASSED Effective Date
Yeas 40 Yeas
Nays 0 Nays
Excused 0 Excused
Absent 0 Absent
21 Reported correctly engrossed
21 Signed by Speaker
21 Sent to Senate
Gene Easten
CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19 88 *Finance Note Money*
23 Read first time and referred to Committee on L&C,
29 Finance
HESSE ADDED
Reported back with recommendation that
37 L&C: 4 depau, previous
FN, To HESS
428 HESS: 4 depau, previous
FN to Fin
Read second time and
Read third time and
PASSED Effective Date
Yeas Yeas
Nays Nays
Excused Excused
Absent Absent
Reconsideration
Reconsideration not taken up
PASSED Effective Date
Yeas Yeas
Nays Nays
Excused Excused
Absent Absent
Reported correctly engrossed
Signed by President
Returned to House
SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19
Received from Senate
Concurred in Senate amendment thus adopting:
VOTE
Failed to concur in Senate amendment; asked Senate to recede
VOTE
Senate receded from amendment
VOTE
Senate failed to recede from amendment
VOTE
CC appointed by House
CC appointed by Senate
CC adopted by House
VOTE
CC adopted by Senate
VOTE
To enrolling
Reported correctly enrolled
Sent to Governor
..... by Governor
Filed with Lt. Governor
Chapter No.

MEMORANDUM

State of Alaska

HB 287

TO: Jim Rodison,
Commissioner

DATE: November 15, 1983

FILE NO:

TELEPHONE NO: 465-2700

FROM: 
Dan Kassner,
Hearing Officer

SUBJECT: AS 23.20.378(c)

Under the subject statute, any student who is attending an academic course of instruction of 10 or more credit hours per week or the equivalent is not eligible for benefits. Although no concise definition of "academic instruction" exists, AS 23.20.520(26) defines "vocational training or retraining course" as not including, "A program of instruction for an individual, including a transfer credit program of instruction given at a community college, which is intended as credit for a degree from an institution of higher education." As this definition is used to establish the difference between academic and vocational training courses, it is reasonable to apply this definition as well to students who are attending academic courses of instruction and who fall under the purview of AS 23.20.378(c).

Only one other state, Washington, has a law which is remotely similar to ours. However, the Washington law provides for an exception. The Revised Code of Washington (RCW) 50.20.095 provides that an individual who is attending 12 or more hours per week or the equivalent is disqualified unless that person is in approved training within the confines of RCW 50.20.043 (Washington's vocational training provision), or demonstrates by a preponderance of the evidence the person's actual availability for work. RCW 50.20.095 further puts forth 4 factors which shall be considered in determining a student's availability for work.

There are 13 other states which laws contain some provision for disqualifying students. Of these, 3 unequivocally deny benefits to all full-time students, 4 deny benefits but with some equivocation, 3 deny benefits unless the base period wages were earned while attending school full-time, and 2 consider a full-time student as not unemployed.

None of the states which have an unequivocal law denying benefits to full-time students have any known cases which have gone to court and which have been allowed benefits. In addition, the Superior Court of the State of Alaska, has twice upheld the 10 credit rule stating in one, "The legislature determined that full-time students were not 'available' for work if they are attending school as full-time students and they are, therefore, ineligible for unemployment compensation. There is no reason for this court to upset this legislative determination." Caruth v State, Sup. Ct. 3dJD 36N-81-368 Civ (12/08/81 unrptd).

It is my opinion based on the foregoing that to allow any individual who is attending school in an academic course of instruction of 10 or more credit hours per week or its equivalent regardless of the time of day, week, or year would be in direct opposition to the stated law and the intent of the Alaska legislature.

STATE OF ALASKA



REPRESENTATIVE
FRAN ULMER

P.O. Box V
JUNEAU, ALASKA 99811
(907) 465-4947

HOUSE OF REPRESENTATIVES

M E M O R A N D U M

January 22, 1988

TO: Members of the Finance Committee

FROM: Representative Fran Ulmer

SUBJECT: House Bill 287

House Bill 287 was introduced last year to remedy an inequity in the employment security act (unemployment insurance). This bill would allow an individual who has been working full-time, while pursuing an academic education full-time, to qualify for unemployment benefits if the worker became unemployed because of a layoff or job elimination.

When AS 23.20.378 was enacted into law in 1980, the intent was to prohibit individuals from quitting their jobs to go to school full-time while drawing unemployment benefits.

House Bill 287 would permit only those few individuals who have been going to school full-time while working full-time to receive unemployment benefits if their source of income were suddenly terminated. The individual would still have to meet all the other statutory requirements in order to receive benefits. These individuals are currently unfairly penalized under existing law.

The Department of Labor amended the bill in the House Labor & Commerce Committee to clarify the full-time working status and that the individual had been engaged in both activities for some time. At this time, the Department is proposing another amendment to further clarify this language in Section 1 of the bill. I have no objection to the new amendment.

Last session, the Department supported this bill with some hesitancy because the Unemployment Insurance Trust Fund was projected to run out of funds. The UI trust fund has remained solvent and current projections do not indicate that it will go broke. The Department had subsequently revised its position and endorses the bill.

Thank you for your favorable consideration.

Bill No.
Title

Committee Substitute for House Bill 287 (FIN) am

Date

February 4, 1988

Contact:

"An Act relating to student's entitlement to unemployment compensation credit and benefits."

Joe Sitton
465-2712

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The Department's understanding is that the intent of the existing law is to prevent persons from voluntarily leaving their jobs and attending school to an extent that the school attendance precludes the likelihood of their obtaining work. Those persons who have demonstrated that school attendance does not interfere are, therefore, unfairly penalized under the current law.

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The Department supports the provisions of Committee Substitute for House Bill No. 287 (FIN) am.

APPROVED:


Jim Sampson, Commissioner
Department of Labor

POSITION PAPER/Department of Labor